

From: Compliance GR <grcompliance@gov.sk.ca>

Date: 2026-01-26 4:34 p.m. (GMT-06:00)

To: rvbeaverflat@gmail.com

Subject: RE: Compliance request

Mayor and Council,

Thank you for the email regarding an extension for the Resort Village of Beaver Flat (resort village) to achieve compliance.

The deadline of January 1, 2026, for the resort village to achieve compliance has now passed. As has been communicated to the resort village throughout the two-year period of non-compliance, the resort village was required to be compliant with all the select legislative requirements, which includes audited financial statements (AFS), by January 1, 2026 or it must restructure into the Rural Municipality of Excelsior No. 166 (RM) in accordance with section 52.1 of *The Municipalities Act (MA)*. The resort village remains non-compliant with the 2002, 2023, 2024 AFS. It appears that the resort village has an overall credit with the Ministry of Finance regarding Education Property Tax remittances. This item is pending review and confirmation.

Throughout the period of non-compliance, there were several requests made by the Ministry of Government Relations (ministry) that the resort village did not respond to, including the request for a council resolution that outlines the actions the resort village would take to achieve compliance. Additionally, there were commitments made by the resort village to the ministry that were not fulfilled. An example includes the resort village advising the ministry that the 2022 AFS should be completed by the end of May 2024. An unsigned, incomplete 2022 AFS was submitted today. The resort village remains non-compliant with the 2022 AFS, until a signed, complete copy has been submitted to the ministry.

Our records show that all current council members were re-elected in the July 2024 general election and that the resort village's administrator, Sandra Krushelniski started in January

2024. Therefore, council and the administrator of the resort village have known about the non-compliance issues, and the consequences for failing to achieve compliance for two consecutive years. For reference, attached is a summary of communications between the ministry's Advisory Services and Municipal Relations branch and the resort village during that time. The summary does not include additional communications that the resort village would have received from the ministry's Municipal Infrastructure and Finance branch for failing to submit AFS.

The resort village has had a population of less than 100 for the last two census periods, has been non-compliant with select legislative requirements for two consecutive years and was provided sufficient notice. Therefore, the resort village meets the criteria for mandatory restructuring due to non-compliance and your request for extension cannot be considered. Please see excerpts of section 52.1 of *The Municipalities Act* and section 6.02 of *The Municipalities Regulations* attached for reference.

Ministry officials will be meeting with the resort village and the RM on February 13, 2026, to further discuss the restructuring process, opportunities for grant funding and ministry support that will be provided to the resort village and the RM.

If you have any questions, please let me know.

Thank you,

Darcie Cooper

Government of Saskatchewan

Manager, Quality Assurance

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