# RURAL MUNICIPALITY OF WILTON NO. 472

Lone Rock - AGM

Lone Rock Hall October 20, 2025 7:00 p.m.

#### **Governance Facts**

- The Organized Hamlet of Lone Rock is part of the RM of Wilton, not a separate municipality.
- Under The Municipalities Act, all legal and financial authority rests with RM Council.
- The Hamlet Board serves in an advisory capacity only—no independent authority.
- ▶ The RM manages all taxation, expenditures, and staff administration.

#### Financial Accountability

- Lone Rock finances are administered and audited as part of the RM's annual audit.
- ▶ The OHB cannot have its **own bank account**.
  - ▶ OHB may recommend spending priorities
- All use of fianchees are recorded in the RM's audited statements.
- The RM's actions have been consistently recognized by the Saskatchewan Municipal Board (SMB) and Government Relations.

#### Forensic Audit Overview

- As a part of the SMB dispute the RM offered a forensic audit to clear misinformation.
- ▶ The Saskatchewan Municipal Board approved the RM's request.
- MNP LLP was engaged for this audit.
- Audit covers 2018-2024 Hamlet Accounts: all transactions, budgets, and records.
  - ▶ The forensic audit provides independent, evidence-based accounting.
  - Will replace speculation with verified fact.
  - ▶ Results will be made public and become the **official record**.
  - Clarifies tax revenues, services funded, and any deficits or surpluses.

#### Legal and Procedural Facts

- Since 2017, OHB members have initiated 10+ court actions and multiple complaints.
- None have succeeded in overturning any RM decisions. There have been no successes by the former OHB members.
- Courts and SMB have repeatedly affirmed RM authority under law.
- Legal and administrative costs have been significant—borne by all RM ratepayers.
- ▶ The costs for the SMB disputes costs will be borne by Lone Rock Ratepayers.

#### **Current Governance Status**

- The former OHB ceased to function under the Act.
- The former Organized Hamlet Board of Lone Rock has repeatedly circulated false and misleading information.
  - ▶ Their statements, reports, and "budgets" are not based on verified municipal records or lawful authority.
  - ▶ Every claim made by the former Board has been disproven through audits, legal decisions, and official documentation.
  - ▶ These fabrications have caused unnecessary confusion and division among residents. Accordingly, none of the material produced by the former Board should be relied upon or treated as factual.
- RM has implemented a resident advisory structure for input on services.
- Any budgets or statements issued by former OHB members have no legal or financial standing.
- ▶ RM's goal: restore **stability**, **accountability**, **and trust**.

#### Commitment to Ratepayers

- RM is committed to full transparency to all ratepayers of the RM.
- ▶ Lone Rock represent 2% of the population of the municipality.
- ▶ The October 20, 2025 AGM was held to provide verified updates
- Focus moving forward:
  - Accurate financial reporting
  - Service delivery
  - Rebuilding community trust
- Forensic Audit findings will be shared at its conclusion

## Former Organized Hamlet Board Minutes 2018-2025

# False Claim #1 Independent Government

- Former OHB Claim: The Hamlet Board was an independent level of government not under RM authority.
- ▶ Fact: Under The Municipalities Act, an organized hamlet is not a separate government. The Hamlet Board only acts in an advisory capacity; all legal power remains with the RM Council.

# False Claim #2 OHB Controls the Budget

- Former OHB Claim: Only the OHB budget is valid and must be followed.
- ► Fact: Only the RM Council can adopt budgets for all hamlets.

  The Former OHB may recommend spending priorities, but has no authority to approve or manage funds.

### False Claim #3 OHB Automatic Wins under Section 77/392

- ► Former OHB Claim: If the RM disagrees but doesn't appeal under Sections 77 or 392, the OHB automatically "wins."
- ► Fact: There is no automatic win in law. The RM is the governing authority. The OHB has limited options to appeal decisions of the RM through the Saskatchewan Municipal Board (SMB).

### False Claim #4 RM Council Invalid or Unconstitutional

► Former OHB Claim: The RM Council has been "unconstituted" or "invalid" since 2019.

► Fact: This is completely false. The RM of Wilton remains a lawfully elected and constituted municipal council under provincial legislation.

### False Claim #5 Public Investigations by Multiple Agencies

- Former OHB Claim: The RM was under investigation by the RCMP, Ombudsman, Employment Insurance, and other Federal and Provincial agencies.
- ▶ Fact: There are no criminal findings, no active inquiries, and no sanctions against the RM of Wilton by any of these agencies. These misleading statements were fabricated by the former Hamlet Board to imply outside oversight where none existed.
  - ▶ There is no truth to the OHB statements.

# False Claim #6 Missing Funds & Illegal Taxes

- Former OHB Claim: Thousands of dollars were missing or base taxes were illegally imposed.
- Fact: All Hamlet finances are included in the RM's audited financial statements. A forensic audit (2018-2024) by MNP LLP is verifying all records and will put an end to all financial OHB claims.

### False Claim #7 OHB Controls Utilities

- ► Former OHB Claim: The Hamlet Board could manage or take over the water and sewer utility.
- ▶ **Fact:** The Hamlet is not a corporation and cannot operate or own a public utility. The RM, as the licensed utility owner, can operate or contract service providers.
  - ▶ The OHB has **no legal authority** to control any portion fo the water, sewer, or infrastructure systems.

# False Claim #8 Court or SMB Rulings in OHB's Favor

- Former OHB Claim: Courts and SMB rulings confirmed OHB successes and has confirmed authority and control.
- ► Fact: No court or SMB ruling supports these claims. The former OHB has had 0 successes in all actions against the RM. All decisions confirm that the RM of Wilton retains full legal authority

# False Claim #9 OHB Can Demand or Authorize Payments

- Former OHB Claim: The Hamlet Board can demand payments from the RM and issue reimbursements to residents.
- ▶ Fact: The OHB has no legal or financial authority to demand payments, reimburse ratepayers, or issue compensation. All disbursements and reimbursements must be approved by RM Council. Any individual or group issuing payment directives outside of RM control is acting illegally and without authorization.
  - ► The RM will **not** be authorizing any payment directives from the former OHB minutes (2018-2025).

### Conclusion Former OHB Minutes 2018-2025

- Treat all former OHB Minutes as Invalid and Misleading
  - ► The former OHB acted without legal authority; its "resolutions" and "budgets" have no force or effect under *The Municipalities Act*.
  - Do not rely on or circulate any OHB minutes, budgets, or statements as factual RM records.
- All official records are those adopted by the RM of Wilton Council and verified through audited financial statements and the forensic audit (2018-2024) by MNP LLP.
- ▶ **Report** any false payment promises, directives, or "refunds" issued under the former OHB to the RM office immediately.

### Lone Rock Financial Statement As of December 31, 2024

	Lone Rock I
port Date	STATEMENT O
08/2025 3:21 PM	For the Period

Lone Rock Financial Statements STATEMENT OF FINANCIAL ACTIVITIES 1/08/2025 3:21 PM For the Period Ending December 31, 2024				Page	
		CURRENT MONTH	YEAR TO DATE	BUDGET	
REVENUES					
Lone Rock Levies & Disc					
410-115-105 - Lone	Rock Levy		9,190.80		
Grant Revenues					
450-120-100 - Unco	onditional - Organized Hamlet		9,517.00		
Utility Revenues					
440-200-100 - Sewe	er - LR Sewer Fees	2,016.00	7,718.40		
Total REVENUES:		2,016.00	26,426.20	0.00	
530-500-501 - TS - I	e Maint - Lone Rock - Roads/Streets Maint- Lone Rock-Utilities-St.Light Cont - Lone Rock Waste Collections	73.57 582.00	1,075.00 882.81 3.472.95		
	one Rock - Maintenance:	655.57	5.430.76	0.00	
585-300-120 - UT - 585-600-289 - UT -	ices Sewer - Insurance - General Sewer - Lone Rock - Power/Gas Sewer - Amort - Bldgs/Improv (LR) Sewer - Amort - Infrastructure (LR)	47.46	263.10 569.13 371.12 867.12		
Total Lo	one Rock - Sewer Services:	47.46	2,070.47	0.00	
Allowance for Uncollecti	ible Accounts				
	Allow. for Uncollect-LR- Hamlet	4,182.54	4,182.54		
Total Al	llowance for Uncollectible Accounts:	4,182.54	4,182.54	0.00	
Total EXPENDITURES:		4,885.57	11,683.77	0.00	
OPERATING SURP	PLUS/DEFICIT	(2,869.57)	14,742.43	0.00	
ACCOUNT BALANCES		Current	Year to Date	Balance	
	rve Deficit- Hamlet Lone Rock Rock - Tax Title Property	14,742.43	16,758.43	(236,437.74) (241,064.96)	
Total ACCOUNT BALAN	CES:	14,742.43	16,758.43	(477,502.70)	

### Lone Rock Financial Statement As of October 2025

#### Lone Rock Financial Statements STATEMENT OF FINANCIAL ACTIVITIES

Report Date 10/17/2025 10:52 AM

For the Period Ending October 31, 2025

Page 1

2025 2025 Current YTD Month Budget REVENUES Lone Rock Levies & Discounts 410-115-105 - Lone Rock Levy 9.286.59 **Grant Revenues** 10,058.00 450-120-100 - Unconditional - Organized Hamlet **Utility Revenues** 440-200-100 - Sewer - LR Sewer Fees 540.00 5,400.00 Total REVENUES: 540.00 24,744.59 0.00**EXPENDITURES** Lone Rock - Maintenance 530-500-403 - TS - Maint - Lone Rock - Roads/Streets 215.00 530-500-501 - TS - Maint- Lone Rock-Utilities-St.Light 655.64 540-200-125 - EH - Cont - Lone Rock Waste Collections 2,934.74 510-200-114 - GG- Cont - OHB Disputes, Legal, SMB 19,499.56 136,080.54 30,000.00 Total Lone Rock - Maintenance: 19,499.56 139,885.92 30,000.00 Lone Rock - Sewer Services 585-240-100 - UT - Sewer - Insurance - General 257.12 585-300-120 - UT - Sewer - Lone Rock - Power/Gas 423.60 585-600-289 - UT - Sewer - Amort - Bldgs/Improv (LR) 371.12 585-600-689 - UT - Sewer - Amort - Infrastructure (LR) 867.11 Total Lone Rock - Sewer Services: 0.00 1.918.95 0.00 Total EXPENDITURES: 19,499.56 141,804.87 30,000.00 OPERATING SURPLUS/DEFICIT (18,959.56)(117,060.28)(30,000.00)

### Closing Message Rural Municipality of Wilton No. 472

- We remain dedicated to accountability, transparency, and good governance.
- Ratepayers with direct questions are encouraged to make an appointments to discuss:
  - contact the office to schedule.

The facts matter—and they will speak for themselves through the forensic audit.