

Annual Financial Statements

And Supporting Schedules

Rural Municipality of Gull Lake No. 139

For The Year Ended December 31, 2015



INDEPENDENT AUDITOR'S REPORT

To the Council of R. M. of Gull Lake No. 139:

We have audited the accompanying consolidated financial statements of R. M. of Gull Lake No. 139, which comprise the consolidated statement of financial position as at December 31, 2015, and the consolidated statements of operations, changes in net financial assets and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility 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 consolidated financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these consolidated financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the organization's preparation and fair presentation of the consolidated financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the organization's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the consolidated financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Basis for Qualified Opinion

Due to problems of timing, distance, identification and measurement we did not find it feasible to make a physical examination of the various inventory items. The quantities of gravel on hand were determined by "book records" of quantity movements, while other items were determined by your administration by actual count. Therefore, we were unable to obtain sufficient appropriate audit evidence of the R.M. of Gull Lake No. 139's inventory as at December 31, 2015 and December 31, 2014.

Qualified Opinion

In our opinion, except for the effects of the matter described in the Basis for Qualified Opinion paragraph, the consolidated financial statements present fairly, in all material respects, the financial position of R. M. of Gull Lake No. 139 as at December 31, 2015, and its financial performance and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.



CPA LLP

Chartered Professional Accountants
Licensed Professional Accountants

Swift Current, Saskatchewan
March 15, 2016

Management's Responsibility

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.

Stark & Marsh CPA 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.

Reeve

Administrator

Rural Municipality of Gull Lake No. 139
Consolidated Statement of Financial Position
As at December 31, 2015

Statement 1

	2015	2014
FINANCIAL ASSETS		
Cash and Temporary Investments (Note 2)	2,911,736	3,056,629
Taxes Receivable - Municipal (Note 3)	8,725	10,711
Other Accounts Receivable (Note 4)	193,879	24,750
Land for Resale (Note 5)	-	-
Long-Term Investments (Note 6)	327,190	323,839
Debt Charges Recoverable (Note 7)	-	-
Other (Specify)		
Total Financial Assets	3,441,530	3,415,929
LIABILITIES		
Bank Indebtedness (Note 8)		
Accounts Payable	123,155	67,507
Accrued Liabilities Payable		
Deposits		
Deferred Revenue (Note 9)	-	-
Accrued Landfill Costs (Note 10)	-	-
Liability for Contaminated Sites (Note 11)		
Other Liabilities	412	502
Long-Term Debt (Note 12)		
Lease Obligations (Note 13)		
Total Liabilities	123,567	68,009
NET FINANCIAL ASSETS (DEBT)	3,317,963	3,347,920
NON-FINANCIAL ASSETS		
Tangible Capital Assets (Schedule 6, 7)	6,445,309	4,131,239
Prepayments and Deferred Charges	200	200
Stock and Supplies	226,170	105,466
Other (Note 14)	-	-
Total Non-Financial Assets	6,671,679	4,236,905
ACCUMULATED SURPLUS (DEFICIT) (Schedule 8)	9,989,642	7,584,825

Rural Municipality of Gull Lake No. 139
Consolidated Statement of Operations
As at December 31, 2015

Statement 2

	2015 Budget	2015	2014
REVENUES			
Taxes and Other Unconditional Revenue (Schedule 1)	1,945,690	1,942,390	1,858,953
Fees and Charges (Schedule 4, 5)	40,670	39,492	52,273
Conditional Grants (Schedule 4, 5)	2,700	4,733	11,830
Tangible Capital Asset Sales - Gain (Schedule 4, 5)	-	-	-
Land Sales - Gain (Schedule 4, 5)	-	-	-
Investment Income and Commissions (Schedule 4, 5)	28,000	32,109	37,279
Other Revenues (Schedule 4, 5)	-	-	-
Total Revenues	2,017,060	2,018,724	1,960,335
EXPENSES			
General Government Services (Schedule 3)	201,920	206,099	184,830
Protective Services (Schedule 3)	44,050	43,876	38,676
Transportation Services (Schedule 3)	854,840	776,505	687,048
Environmental and Public Health Services (Schedule 3)	12,700	12,663	20,781
Planning and Development Services (Schedule 3)	4,150	2,741	4,500
Recreation and Cultural Services (Schedule 3)	22,520	21,869	18,120
Utility Services (Schedule 3)	16,910	16,623	18,266
Total Expenses	1,157,090	1,080,376	972,221
Surplus (Deficit) of Revenues over Expenses before Other Capital Contributions	859,970	938,348	988,114
Provincial/Federal Capital Grants and Contributions (Schedule 4, 5)	1,806,900	1,466,469	51,877
Surplus (Deficit) of Revenues over Expenses	2,666,870	2,404,817	1,039,991
Accumulated Surplus (Deficit), Beginning of Year	7,584,825	7,584,825	6,544,834
Accumulated Surplus (Deficit), End of Year	10,251,695	9,989,642	7,584,825

Rural Municipality of Gull Lake No. 139
Consolidated Statement of Change in Net Financial Assets
As at December 31, 2015

Statement 3

	2015 Budget	2015	2014
Surplus (Deficit)	2,666,870	2,404,817	1,039,991
(Acquisition) of tangible capital assets	(3,045,120)	(2,523,377)	(73,628)
Amortization of tangible capital assets	200,880	209,307	200,883
Proceeds on disposal of tangible capital assets			
Loss (gain) on the disposal of tangible capital assets		-	-
Surplus (Deficit) of capital expenses over expenditures	(2,844,240)	(2,314,070)	127,255
(Acquisition) of supplies inventories		(120,704)	
(Acquisition) of prepaid expense			
Consumption of supplies inventory			91,247
Use of prepaid expense			13,331
Surplus (Deficit) of expenses of other non-financial over expenditures	-	(120,704)	104,578
Increase/Decrease in Net Financial Assets	(177,370)	(29,957)	1,271,824
Net Financial Assets (Debt) - Beginning of Year	3,347,920	3,347,920	2,076,096
Net Financial Assets (Debt) - End of Year	3,170,550	3,317,963	3,347,920

Rural Municipality of Gull Lake No. 139
Consolidated Statement of Cash Flow
As at December 31, 2015

Statement 4

	2015	2014
Cash provided by (used for) the following activities		
Operating:		
Surplus (Deficit)	2,404,817	1,039,991
Amortization	209,307	200,883
Loss (gain) on disposal of tangible capital assets	-	-
	2,614,124	1,240,874
Change in assets/liabilities		
Taxes Receivable - Municipal	1,986	127
Other Receivables	(169,129)	31,056
Land for Resale	-	-
Other Financial Assets	-	-
Accounts and Accrued Liabilities Payable	55,648	(44,420)
Deposits	-	-
Deferred Revenue	-	-
Accrued Landfill Costs	-	-
Liability for Contaminated Sites	-	-
Other Liabilities	(90)	232
Stock and Supplies	(120,704)	91,247
Prepayments and Deferred Charges	-	13,331
Other (Specify)	-	-
Cash provided by operating transactions	2,381,835	1,332,447
Capital:		
Acquisition of capital assets	(2,523,377)	(73,628)
Proceeds from the disposal of capital assets	-	-
Other capital	-	-
Cash applied to capital transactions	(2,523,377)	(73,628)
Investing:		
Long-term investments	(3,351)	(6,929)
Other investments	-	-
Cash provided by (applied to) investing transactions	(3,351)	(6,929)
Financing:		
Debt charges recovered	-	-
Long-term debt issued	-	-
Long-term debt repaid	-	-
Other financing	-	-
Cash provided by (applied to) financing transactions	-	-
Change in Cash and Temporary Investments during the year	(144,893)	1,251,890
Cash and Temporary Investments - Beginning of Year	3,056,629	1,804,739
Cash and Temporary Investments - End of Year	2,911,736	3,056,629

1. Significant accounting policies

The consolidated financial statements of the municipality are prepared by management in accordance with the local government accounting standards established by the Public Sector Accounting Board of the Accounting Standards Oversight Council. Significant aspects of the accounting policies 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 consolidates the assets, liabilities and flow of resources of the municipality. The entity is comprised of all of the organizations that are owned or controlled by the municipality and are, therefore, accountable to the Council for the administration of their financial affairs and resources.
- b) **Collection of funds for other authorities:** Collection of funds by the municipality for the school board, municipal hail and conservation and development authorities are collected and remitted in accordance with relevant legislation.
- c) **Government Transfers:** Government transfers are the transfer of assets from senior levels of government that are not the result of an exchange transaction, are not expected to be repaid in the future, or the result of a direct financial return. Government transfers are recognized as revenue in the period that the events giving rise to the transfer occurred, as long as:
 - 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 but not earned will be recorded as deferred revenue.

Earned government transfer amounts not received will be recorded as an amount receivable.

- d) **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.
- e) **Local Improvement Charges:** Local improvement projects financed by frontage taxes recognize any prepayment charges as revenue in the period assessed.
- f) **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.
- g) **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.
- h) **Appropriated Reserves:** Reserves are established at the discretion of Council to designate surplus for future operating and capital transactions. Amounts so designated are described on Schedule 8.
- i) **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.
- j) **Investments:** Portfolio investments are valued at the lower of cost, less any provisions for other than temporary impairment. Investments with terms longer than one year have been classified as other long-term investments concurrent with the nature of the investment. The long term investments in the Saskatchewan Association of Rural Municipalities - Self insurance fund are accounted for on the equity basis.

1. Significant accounting policies - continued

- k) **Inventories:** Inventories of materials and supplies expected to be used by the municipality are valued at the lower of cost or replacement cost. Inventories of land, materials and supplies held for resale are valued at the lower of cost or net realizable value. Cost is determined by the average cost method. Net realizable value is the estimated selling price in the ordinary course of business.
- l) **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 contribution. The cost of these tangible capital assets less any residual value are amortized over the asset's useful life using the straight-line method of amortization. The tangible capital assets that are recognized at a nominal value are disclosed on Schedule 6. The municipality's tangible capital asset useful lives are estimated as follows:

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

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 municipality does not capitalize interest incurred while a tangible capital asset is under construction.

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 [amortization method] basis, over their estimated useful lives (lease term). Any other lease not meeting the before mentioned criteria is classified as a operating lease and rental payments are expensed as incurred.

- m) **Landfill liability:** The municipality does not maintain a waste disposal site and accordingly there is no accrued liability for the cost of future closure of such a site.
- n) **Trust Funds:** Funds held in trust for others are neither included in the municipality's assets or equity.
- o) **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.
- 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 municipality:
 - i. is directly responsible; or
 - ii. accepts responsibility;
 - d) it is expected that future economic benefits will be given up; and
 - e) a reasonable estimate of the amount can be made.

- q) **Measurement Uncertainty:** The preparation of financial statements in conformity with generally accepted accounting principles 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. Accounts receivable are stated after evaluation as to their collectability and an appropriate allowance for doubtful accounts is provided where considered necessary.

The measurement of materials and supplies are based on estimates of volume and quality.

The 'Opening Asset costs' of tangible capital assets have been estimated where actual costs were not available.

Amortization is based on the estimated useful lives of tangible capital assets.

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

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

The segments (functions) are as follows:

General Government: Provides for the administration of the municipality.

Protective Services: Comprised of expenses for Police and Fire protection.

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

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

Planning and Development: Provides for neighbourhood development and sustainability.

Recreation and Culture: Provides for community services through the provision of recreation and leisure services.

Utility Services: Provides for delivery of water, collecting and treating of wastewater and providing collection and disposal of solid waste.

- s) **Revenue recognition:** Revenue is recognized in the period it is earned.

2. Cash and Temporary Investments

	2015	2014
Cash	2,911,736	3,056,629
Temporary Investments		
Restricted Cash		
Total Cash and Temporary Investments	2,911,736	3,056,629

Cash and temporary investments include balances with banks, term deposits, marketable securities and short-term investments with maturities of three months or less.

3. Taxes Receivable - Municipal

	2015	2014
Municipal - Current	8,913	5,835
- Arrears		5,064
	8,913	10,899
- Less Allowance for Uncollectibles	(188)	(188)
Total municipal taxes receivable	8,725	10,711
School - Current	5,657	3,506
- Arrears		3,977
Total school taxes receivable	5,657	7,483
Other		
Total taxes and grants in lieu receivable	14,382	18,194
Deduct taxes receivable to be collected on behalf of other organizations	(5,657)	(7,483)
Total Taxes Receivable - Municipal	8,725	10,711

4. Other Accounts Receivable

	2015	2014
Federal Government	148,456	17,546
Provincial Government	40,480	
Local Government		
Utility		
Trade	5,600	7,861
Other		
Total Other Accounts Receivable	194,536	25,407
Less: Allowance for Uncollectibles	(657)	(657)
Net Other Accounts Receivable	193,879	24,750

5. Land for Resale

	2015	2014
Tax Title Property		
Allowance for market value adjustment		
Net Tax Title Property	-	-
Other Land		
Allowance for market value adjustment		
Net Other Land	-	-
Total Land for Resale	-	-

6. Long-Term Investments

	2015	2014
Sask Assoc. of Rural Municipalities - Self Insurance Fund	51,959	52,931
Term deposit	275,231	270,908
Total Long-Term Investments	327,190	323,839

The long term investments in the Saskatchewan Association of Rural Municipalities - Self Insurance Fund are accounted for on the equity basis.

The term deposit is recorded at cost.

7. Debt Charges Recoverable

The municipality has no debt charges recoverable.

8.. Bank Indebtedness

The municipality has access to a line of credit with a limit of \$500,000, with interest at prime plus 1%, none of which is drawn.

9. Deferred Revenue

The municipality has no deferred revenue.

10. Accrued Landfill Costs

The municipality does not operate a landfill site and accordingly there is no recorded liability for future clean-up costs for such a site.

11. Liability for Contaminated Sites

The municipality has no contaminated sites and accordingly there is no accrued liability for future clean-up costs for such a site.

12. Long-Term Debt

- a) The municipality has no long-term debt. The debt limit of the municipality during 2015 was \$1,740,685. The debt limit for a municipality is the total amount of the municipality's own source revenues for the preceding year (the *Municipalities Act* section 161(1)).
- b) The municipality has guaranteed one-third of a \$50,000 line of credit held by Autumn House Independent Living Facility Inc., located in Gull Lake, Saskatchewan.

13. Lease Obligations

The municipality has no significant long-term lease obligations.

14. Other Non-financial Assets

The municipality has no "other" non-financial assets.

15. Contingent Liabilities

The municipality is contingently liable under terms of the Saskatchewan Association of Rural Municipalities Self-Insurance Plan for its proportionate share of claims and future claims in excess of the Plan's reserve fund.

16. Pension Plan

The municipality 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 benefits accrued to the municipality's employees from MEPP are calculated using the following: Pensionable Years of Service, Highest Average Salary, and the plan accrual rate.

Every three years, an actuarial valuation is performed to assess the financial position of the plan and the adequacy of plan funding. Any actuarially determined deficiency is the responsibility of the participating employers and employees, which could affect future contribution rates and/or benefits. Contributions to MEPP are not segregated in separate accounts or restricted to provide benefits to the employees of a particular employer. As a result, individual employers are not able to identify their share of the underlying assets and liabilities, and the net pension assets or liabilities for this plan are not recognized in these financial statements. Rather, the plan is accounted for as a defined contribution plan whereby the contributions are expensed when made.

Details of MEPP

	2015	2014
Number of active members	3	4
Member contribution rate (percentage of salary)	8.15%	8.15%
Employer contribution rate (percentage of salary)	8.15%	8.15%
Member contributions for the year	14,861	14,277
Employer contributions for the year	14,861	14,277
Plan Assets	**	2,006,587,000
Plan Liabilities	**	1,672,585,000
Plan Surplus	**	334,002,000

** 2015 MEPP financial information is not yet available.

17. Comparative Figures

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

18. Trusts Administered by the Municipality

The municipality does not administer any trusts.

19. Long-term care commitment

The municipality has agreed to contribute a total of \$200,000 over a 30 year period towards the cost of construction of a long-term care facility located in Swift Current, Saskatchewan. As of December 31, 2015 no formal agreement had been signed with the Cypress Regional Health Authority, the owner of the facility.

Rural Municipality of Gull Lake No. 139
Schedule of Taxes and Other Unconditional Revenue
As at December 31, 2015

Schedule 1

	2015 Budget	2015	2014
TAXES			
General municipal tax levy	1,811,070	1,818,358	1,733,688
Abatements and adjustments		(9,236)	
Discount on current year taxes	(90,550)	(87,469)	(83,308)
Net Municipal Taxes	1,720,520	1,721,653	1,650,380
Potash tax share			
Trailer license fees			
Penalties on tax arrears		1,098	753
Special tax levy			
Other (Specify)			
Total Taxes	1,720,520	1,722,751	1,651,133
UNCONDITIONAL GRANTS			
Equalization (Revenue Sharing)	104,190	104,194	90,624
Organized Hamlet			
Total Unconditional Grants	104,190	104,194	90,624
GRANTS IN LIEU OF TAXES			
Federal	5,530		5,358
Provincial			
S.P.C. Electrical			
SaskEnergy Gas			
TransGas			
SPMC - Municipal Share			
SaskTel	3,260	3,258	3,157
Other (Specify)			
Local/Other			
Housing Authority			
C.P.R. Mainline	112,190	112,187	108,681
Treaty Land Entitlement			
Other (Specify)			
Other Government Transfers			
S.P.C. Surcharge			
Sask Energy Surcharge			
Other (Specify)			
Total Grants in Lieu of Taxes	120,980	115,445	117,196
TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	1,945,690	1,942,390	1,858,953

GENERAL GOVERNMENT SERVICES

Operating

	2015 Budget	2015	2014
Other Segmented Revenue			
Fees and Charges			
- Custom work	980	992	3,173
- Sales of supplies	1,060	1,355	2,075
- Other (<i>rentals & recoveries</i>)	2,000	10,572	1,800
Total Fees and Charges	4,040	12,919	7,048
- Tangible capital asset sales - gain (loss)			
- Land sales - gain			
- Investment income and commissions	28,000	32,109	37,279
- Other			
Total Other Segmented Revenue	32,040	45,028	44,327
Conditional Grants			
- Student Employment			
- Other (<i>Specify</i>)			2,198
Total Conditional Grants	-	-	2,198
Total Operating	32,040	45,028	46,525

Capital

Conditional Grants			
- Federal Gas Tax			
- Canada/Sask Municipal Rural Infrastructure Fund			
- Provincial Disaster Assistance			
- Other (<i>Specify</i>)			
Total Capital	-	-	-
Total General Government Services	32,040	45,028	46,525

PROTECTIVE SERVICES

Operating

Other Segmented Revenue			
Fees and Charges			
- Other (<i>Specify</i>)			
Total Fees and Charges	-	-	-
- Tangible capital asset sales - gain (loss)			
- Other (<i>Specify</i>)			
Total Other Segmented Revenue	-	-	-
Conditional Grants			
- Student Employment			
- Local government			
- Other (<i>Specify</i>)			
Total Conditional Grants	-	-	-
Total Operating	-	-	-

Capital

Conditional Grants			
- Federal Gas Tax			
- Provincial Disaster Assistance			
- Local government			
- Other (<i>Specify</i>)			
Total Capital	-	-	-
Total Protective Services	-	-	-

	2015 Budget	2015	2014
TRANSPORTATION SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work			
- Sales of supplies	10,000	926	7,840
- Road Maintenance and Restoration Agreements	1,630	1,625	1,625
- Frontage			
- Other (<i>licenses & permits</i>)	13,800	10,935	19,692
Total Fees and Charges	25,430	13,486	29,157
- Tangible capital asset sales - gain (loss)			
- Other (<i>Specify</i>)			
Total Other Segmented Revenue	25,430	13,486	29,157
Conditional Grants			
- Primary Weight Corridor			
- Student Employment			
- Other (<i>Specify</i>)			
Total Conditional Grants	-	-	-
Total Operating	25,430	13,486	29,157
Capital			
Conditional Grants			
- Federal Gas Tax	11,420	11,417	11,397
- Canada/Sask Municipal Rural Infrastructure Fund	1,005,000	664,572	
- Heavy Haul	790,480	790,480	40,480
- Designated Municipal Roads and Bridges			
- Provincial Disaster Assistance			
- Other (<i>Specify</i>)			
Total Capital	1,806,900	1,466,469	51,877
Total Transportation Services	1,832,330	1,479,955	81,034

ENVIRONMENTAL AND PUBLIC HEALTH SERVICES

Operating			
Other Segmented Revenue			
Fees and Charges			
- Waste and Disposal Fees	500	112	1,494
- Other (<i>sale of pest control products</i>)	600	240	1,137
Total Fees and Charges	1,100	352	2,631
- Tangible capital asset sales - gain (loss)			
- Other (<i>Specify</i>)			
Total Other Segmented Revenue	1,100	352	2,631
Conditional Grants			
- Student Employment			
- Local government	2,700	4,733	9,032
- Other (<i>Specify</i>)			600
Total Conditional Grants	2,700	4,733	9,632
Total Operating	3,800	5,085	12,263
Capital			
Conditional Grants			
- Federal Gas Tax			
- Canada/Sask Municipal Rural Infrastructure Fund			
- Transit for Disabled			
- Provincial Disaster Assistance			
- Other (<i>Specify</i>)			
Total Capital	-	-	-
Total Environmental and Public Health Services	3,800	5,085	12,263

	2015 Budget	2015	2014
PLANNING AND DEVELOPMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Maintenance and Development Charges			
- Other (Specify)			827
Total Fees and Charges	-	-	827
- Tangible capital asset sales - gain (loss)			
- Other (Specify)			
Total Other Segmented Revenue	-	-	827
Conditional Grants			
- Student Employment			
- Other (Specify)			
Total Conditional Grants	-	-	-
Total Operating	-	-	827
Capital			
Conditional Grants			
- Federal Gas Tax			
- Provincial Disaster Assistance			
- Other (Specify)			
Total Capital	-	-	-
Total Planning and Development Services	-	-	827

RECREATION AND CULTURAL SERVICES

Operating			
Other Segmented Revenue			
Fees and Charges			
- Other (Specify)			
Total Fees and Charges	-	-	-
- Tangible capital asset sales - gain (loss)			
- Other (Specify)			
Total Other Segmented Revenue	-	-	-
Conditional Grants			
- Student Employment			
- Local government			
- Donations			
- Other (Specify)			
Total Conditional Grants	-	-	-
Total Operating	-	-	-
Capital			
Conditional Grants			
- Federal Gas Tax			
- Local government			
- Provincial Disaster Assistance			
- Other (Specify)			
Total Capital	-	-	-
Total Recreation and Cultural Services	-	-	-

	2015 Budget	2015	2014
UTILITY SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Water	10,100	12,735	12,610
- Sewer			
- Other (<i>Specify</i>)			
Total Fees and Charges	10,100	12,735	12,610
- Tangible capital asset sales - gain (loss)			
- Other (<i>Specify</i>)			
Total Other Segmented Revenue	10,100	12,735	12,610
Conditional Grants			
- Student Employment			
- Other (<i>Specify</i>)			
Total Conditional Grants	-	-	-
Total Operating	10,100	12,735	12,610
Capital			
Conditional Grants			
- Federal Gas Tax			
- Sask Water Corp.			
- Provincial Disaster Assistance			
- Other (<i>Specify</i>)			
Total Capital	-	-	-
Total Utility Services	10,100	12,735	12,610
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	1,878,270	1,542,803	153,259
SUMMARY			
Total Other Segmented Revenue	68,670	71,601	89,552
Total Conditional Grants	2,700	4,733	11,830
Total Capital Grants and Contributions	1,806,900	1,466,469	51,877
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	1,878,270	1,542,803	153,259

	2015 Budget	2015	2014
GENERAL GOVERNMENT SERVICES			
Council remuneration and travel	36,980	37,644	29,462
Wages and benefits	85,490	84,799	72,795
Professional/Contractual services	50,800	52,452	47,248
Utilities	8,050	8,258	7,922
Maintenance, materials and supplies	9,810	11,159	16,390
Grants and contributions - operating	2,400	3,471	2,631
- capital			
Amortization	8,190	8,188	8,188
Interest	200	128	194
Allowance for uncollectibles	-		
Other (Specify)			
Total Government Services	201,920	206,099	184,830

PROTECTIVE SERVICES**Police protection**

Wages and benefits			
Professional/Contractual services	8,000	8,524	7,924
Utilities			
Maintenance, material and supplies			
Grants and contributions - operating	250	251	251
- capital			
Other (Specify)			

Fire protection

Wages and benefits			
Professional/Contractual services	16,610	14,884	14,441
Utilities			
Maintenance, material and supplies			
Grants and contributions - operating	12,100	12,095	8,970
- capital			
Amortization	7,090	8,122	7,090
Interest			
Other (Specify)			

Total Protective Services	44,050	43,876	38,676
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TRANSPORTATION SERVICES

Wages and benefits	199,570	191,299	187,489
Professional/Contractual Services	36,500	63,938	8,416
Utilities	7,100	7,544	6,765
Maintenance, materials, and supplies	150,220	135,198	113,716
Gravel	280,000	189,985	189,209
Grants and contributions - operating			
- capital			
Amortization	181,450	188,541	181,453
Interest			
Other (Specify)			

Total Transportation Services	854,840	776,505	687,048
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	2015 Budget	2015	2014
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Wages and benefits			
Professional/Contractual services	12,700	12,663	20,781
Utilities			
Maintenance, materials and supplies			
Grants and contributions - operating			
○ Waste disposal			
○ Public Health			
- capital			
○ Waste disposal			
○ Public Health			
Amortization			
Interest			
Other (<i>Specify</i>)			
Total Environmental and Public Health Services	12,700	12,663	20,781
PLANNING AND DEVELOPMENT SERVICES			
Wages and benefits			
Professional/Contractual Services			
Grants and contributions - operating			
- capital			
Amortization			
Interest			
Other (<i>supplies</i>)	4,150	2,741	4,500
Total Planning and Development Services	4,150	2,741	4,500
RECREATION AND CULTURAL SERVICES			
Wages and benefits			
Professional/Contractual services	2,760	2,757	2,626
Utilities			
Maintenance, materials and supplies			
Grants and contributions - operating	19,760	19,112	15,494
- capital			
Amortization			
Interest			
Allowance for uncollectibles			
Other (<i>Specify</i>)			
Total Recreation and Cultural Services	22,520	21,869	18,120

	2015 Budget	2015	2014
UTILITY SERVICES			
Wages and benefits			
Professional/Contractual services	9,730	10,839	11,346
Utilities	2,800	1,078	2,568
Maintenance, materials and supplies	230	250	200
Grants and contributions - operating		-	
- capital			
Amortization	4,150	4,456	4,152
Interest			
Allowance for uncollectibles			
Other (<i>Specify</i>)			
Total Utility Services	16,910	16,623	18,266

TOTAL EXPENSES BY FUNCTION	1,157,090	1,080,376	972,221
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Rural Municipality of Gull Lake No. 139
Consolidated Schedule of Segment Disclosure by Function
As at December 31, 2015

Schedule 4

Revenues (Schedule 2)		General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Fees and Charges		12,919	-	13,486	352	-	-	12,735	39,492
Tangible Capital Asset Sales - Gain		-	-	-	-	-	-	-	-
Land Sales - Gain		-	-	-	-	-	-	-	-
Investment Income and Commissions		32,109	-	-	-	-	-	-	32,109
Other Revenues		-	-	-	4,733	-	-	-	4,733
Grants - Conditional		-	-	1,466,469	-	-	-	-	1,466,469
- Capital		-	-	-	-	-	-	-	-
Total revenues		45,028	-	1,479,955	5,085	-	-	12,735	1,542,803
Expenses (Schedule 3)									
Wages & Benefits		122,443	-	191,299	-	-	-	-	313,742
Professional/ Contractual Services		52,452	23,408	63,938	12,663	-	2,757	10,839	166,057
Utilities		8,258	-	7,544	-	-	-	1,078	16,880
Maintenance Materials and Supplies		11,159	-	325,183	-	-	-	250	336,592
Grants and Contributions		3,471	12,346	-	-	-	19,112	-	34,929
Amortization		8,188	8,122	188,541	-	-	-	4,456	209,307
Interest		128	-	-	-	-	-	-	128
Allowance for Uncollectibles		-	-	-	-	2,741	-	-	-
Other		-	-	-	-	-	-	-	2,741
Total expenses		206,099	43,876	776,505	12,663	2,741	21,869	16,623	1,080,376
Surplus (Deficit) by Function		(161,071)	(43,876)	703,450	(7,578)	(2,741)	(21,869)	(3,888)	462,427

Taxes and other unconditional revenue (Schedule 1)

1,942,390

Net Surplus (Deficit)

2,404,817

Schedule

22

Rural Municipality of Gull Lake No. 139
Consolidated Schedule of Tangible Capital Assets by Object
As at December 31, 2015

Schedule 6

2015

2014

	General Assets					Infrastructure Assets	General/ Infrastructure
	Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment	Linear assets	Assets Under Construction
Asset cost							
Opening Asset costs	11,314		191,454	239,273	1,222,349	5,090,650	120,471
Additions during the year			-	24,950	297,870	2,200,557	
Disposals and write-downs during the year							
Transfers (from) assets under construction			31,042			22,371	(53,413)
Closing Asset Costs	11,314	-	222,496	264,223	1,520,219	7,313,578	67,058
Accumulated Amortization Cost							
Opening Accumulated Amortization Costs			100,607	72,108	306,578	2,264,979	
Add: Amortization taken			4,093	13,841	69,806	121,567	
Less: Accumulated amortization on disposals							-
Closing Accumulated Amortization Costs	-	-	104,700	85,949	376,384	2,386,546	-
Net Book Value	11,314	-	117,796	178,274	1,143,835	4,927,032	67,058

Total		Total					
6,801,883		6,875,511					
73,628		2,523,377					
		-					
		-					
6,875,511		9,398,888					
2,543,389		2,744,272					
200,883		209,307					
		-					
2,744,272		2,953,579					
4,131,239		6,445,309					

1. Total contributed/donated assets received in 2015: \$ -

2. List of assets recognized at nominal value in 2015 are:

- Infrastructure Assets \$ -
- Vehicles \$ -
- Machinery and Equipment \$ -

3. Amount of interest capitalized in 2015 \$ -

Rural Municipality of Gull Lake No. 139
Consolidated Schedule of Tangible Capital Assets by Function
As at December 31, 2015

Schedule 7

2015

2014

	2015							2014	
	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Water & Sewer	Total	Total
Asset cost									
Opening Asset costs	114,522	156,038	6,429,197	2,089			173,665	6,875,511	6,801,883
Additions during the year		24,950	2,498,427					2,523,377	73,628
Disposals and write-downs during the year								-	
Closing Asset Costs	114,522	180,988	8,927,624	2,089	-	-	173,665	9,398,888	6,875,511
Accumulated Amortization Cost									
Opening Accumulated Amortization Costs	79,096	48,245	2,579,212				37,719	2,744,272	2,543,389
Add: Amortization taken	8,188	8,122	188,541				4,456	209,307	200,883
Less: Accumulated amortization on disposals								-	
Closing Accumulated Amortization Costs	87,284	56,367	2,767,753	-	-	-	42,175	2,953,579	2,744,272
Net Book Value	27,238	124,621	6,159,871	2,089	-	-	131,490	6,445,309	4,131,239

Rural Municipality of Gull Lake No. 139
Consolidated Schedule of Accumulated Surplus
As at December 31, 2015

Schedule 8

	2014	Changes	2015
UNAPPROPRIATED SURPLUS	1,865,264	205,017	2,070,281
APPROPRIATED RESERVES			
Machinery and Equipment	618,212	14,173	632,385
Public Reserve	2,208		2,208
Capital Trust			-
Utility			-
Other (roads, gravel, development)	967,902	(128,443)	839,459
Total Appropriated	1,588,322	(114,270)	1,474,052
ORGANIZED HAMLETS (add lines if required)			
Organized Hamlet of (Name)			-
Organized Hamlet of (Name)			-
Organized Hamlet of (Name)			-
Organized Hamlet of (Name)			-
Organized Hamlet of (Name)			-
Organized Hamlet of (Name)			-
Total Organized Hamlets	-	-	-
NET INVESTMENT IN TANGIBLE CAPITAL ASSETS			
Tangible capital assets (Schedule 6)	4,131,239	2,314,070	6,445,309
Less: Related debt			-
Net Investment in Tangible Capital Assets	4,131,239	2,314,070	6,445,309
Total Accumulated Surplus	7,584,825	2,404,817	9,989,642

Schedule

PROPERTY CLASS							
	Agriculture	Residential	Residential Condominium	Seasonal Residential	Commercial & Industrial	Potash Mine(s)	Total
Taxable Assessment	28,930,115	1,899,431		980	98,208,500		129,039,026
Regional Park Assessment							
Total Assessment							129,039,026
Mill Rate Factor(s)	1.0000	1.0000		1.0000	2.0000		
Total Base/Minimum Tax (generated for each property class)		600					600
Total Municipal Tax Levy (include base and/or minimum tax and special levies)	231,441	15,573		8	1,571,336		1,818,358

MILL RATES:

Average Municipal*	14.0915
Average School*	8.8064
Potash Mill Rate	
Uniform Municipal Mill Rate	8.0000

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

Rural Municipality of Gull Lake No. 139
Schedule of Council Remuneration
As at December 31, 2015

Schedule 10

Position	Name	Remuneration	Reimbursed Costs	Total
Reeve	Doug Steele	6,900	1,611	8,511
Councillor	John Slabik	5,200	425	5,625
Councillor	Terry Winter	3,200	508	3,708
Councillor	Pat Simpson	6,612	1,466	8,078
Councillor	Robert Hansen	3,100	1,402	4,502
Councillor	Gwenda Ellis	4,635	785	5,420
Councillor	Jason Craig	3,550	1,183	4,733
				-
				-
				-
				-
				-
				-
				-
Total		33,197	7,380	40,577