

R. M. OF GULL LAKE NO. 139
FINANCIAL STATEMENTS
DECEMBER 31, 2016



INDEPENDENT AUDITOR'S REPORT

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

We have audited the accompanying financial statements of the R. M. of Gull Lake No. 139, which comprise the statement of financial position as at December 31, 2016, and the 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 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 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 financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the 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 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 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, 2016 and December 31, 2015.

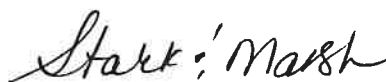
INDEPENDENT AUDITOR'S REPORT (continued)

Qualified Opinion

In our opinion, except for the effects of the matter described in the Basis for Qualified Opinion paragraph, the financial statements present fairly, in all material respects, the financial position of the R. M. of Gull Lake No. 139 as at December 31, 2016, and its financial performance and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Other Matter

The supplementary information listed in Schedules 1 to 10 has been taken from the accounting records of the organization but has not been audited by us other than in the course of our examination of the aforementioned financial statements to the extent necessary to allow us to render an opinion thereon.



CPA LLP
Chartered Professional Accountants
Licensed Professional Accountants

Swift Current, Saskatchewan
March 7, 2017

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 - R. M. of Gull Lake No. 139



Administrator

Rural Municipality of Gull Lake No. 139
Statement of Financial Position
As at December 31, 2016

Statement 1

	2016	2015
FINANCIAL ASSETS		
Cash and Temporary Investments (Note 2)	3,719,038	2,911,736
Taxes Receivable - Municipal (Note 3)	17,653	8,725
Other Accounts Receivable (Note 4)	28,148	193,879
Land for Resale (Note 5)	-	-
Long-Term Investments (Note 6)	632,947	327,190
Debt Charges Recoverable (Note 7)	-	-
Other (Specify)		
Total Financial Assets	4,397,786	3,441,530
LIABILITIES		
Bank Indebtedness (Note 8)		
Accounts Payable	116,195	123,155
Accrued Liabilities Payable		
Deposits		
Deferred Revenue (Note 9)	-	-
Accrued Landfill Costs (Note 10)	-	-
Liability for Contaminated Sites (Note 11)		
Other Liabilities	390	412
Long-Term Debt (Note 12)		
Lease Obligations (Note 13)		
Total Liabilities	116,585	123,567
NET FINANCIAL ASSETS (DEBT)	4,281,201	3,317,963
NON-FINANCIAL ASSETS		
Tangible Capital Assets (Schedule 6, 7)	6,428,128	6,445,309
Prepayments and Deferred Charges	200	200
Stock and Supplies	116,439	226,170
Other (Note 14)	-	-
Total Non-Financial Assets	6,544,767	6,671,679
ACCUMULATED SURPLUS (DEFICIT) (Schedule 8)	10,825,968	9,989,642

Rural Municipality of Gull Lake No. 139
Statement of Operations
As at December 31, 2016

Statement 2

	2016 Budget (Unaudited)	2016	2015
REVENUES			
Taxes and Other Unconditional Revenue (Schedule 1)	2,043,340	2,049,222	1,942,390
Fees and Charges (Schedule 4, 5)	29,180	35,712	39,492
Conditional Grants (Schedule 4, 5)	42,480	43,453	4,733
Tangible Capital Asset Sales - Gain (Schedule 4, 5)	-	(16,909)	-
Land Sales - Gain (Schedule 4, 5)	-	-	-
Investment Income and Commissions (Schedule 4, 5)	25,350	32,845	32,109
Other Revenues (Schedule 4, 5)	-	-	-
Total Revenues	2,140,350	2,144,323	2,018,724
EXPENSES			
General Government Services (Schedule 3)	218,480	219,798	206,099
Protective Services (Schedule 3)	43,150	53,788	43,876
Transportation Services (Schedule 3)	666,570	982,014	776,505
Environmental and Public Health Services (Schedule 3)	16,000	14,484	12,663
Planning and Development Services (Schedule 3)	1,410	564	2,741
Recreation and Cultural Services (Schedule 3)	22,280	29,730	21,869
Utility Services (Schedule 3)	17,910	19,317	16,623
Total Expenses	985,800	1,319,695	1,080,376
Surplus (Deficit) of Revenues over Expenses before Other Capital Contributions	1,154,550	824,628	938,348
Provincial/Federal Capital Grants and Contributions (Schedule 4, 5)	16,420	11,698	1,466,469
Surplus (Deficit) of Revenues over Expenses	1,170,970	836,326	2,404,817
Accumulated Surplus (Deficit), Beginning of Year	9,989,642	9,989,642	7,584,825
Accumulated Surplus (Deficit), End of Year	11,160,612	10,825,968	9,989,642

Rural Municipality of Gull Lake No. 139
 Statement of Change in Net Financial Assets
 As at December 31, 2016

Statement 3

	2016 Budget (Unaudited)	2016	2015
Surplus (Deficit)	1,170,970	836,326	2,404,817
(Acquisition) of tangible capital assets	(810,000)	(370,121)	(2,523,377)
Amortization of tangible capital assets	209,310	368,943	209,307
Proceeds on disposal of tangible capital assets		1,450	
Loss (gain) on the disposal of tangible capital assets		16,909	-
Surplus (Deficit) of capital expenses over expenditures	(600,690)	17,181	(2,314,070)
(Acquisition) of supplies inventories			(120,704)
(Acquisition) of prepaid expense			
Consumption of supplies inventory		109,731	
Use of prepaid expense			
Surplus (Deficit) of expenses of other non-financial over expenditures	-	109,731	(120,704)
Increase/Decrease in Net Financial Assets	570,280	963,238	(29,957)
Net Financial Assets (Debt) - Beginning of Year	3,317,963	3,317,963	3,347,920
Net Financial Assets (Debt) - End of Year	3,888,243	4,281,201	3,317,963

Rural Municipality of Gull Lake No. 139
Statement of Cash Flow
As at December 31, 2016

Statement 4

	2016	2015
Cash provided by (used for) the following activities		
Operating:		
Surplus (Deficit)	836,326	2,404,817
Amortization	368,943	209,307
Loss (gain) on disposal of tangible capital assets	16,909	-
	<u>1,222,178</u>	<u>2,614,124</u>
Change in assets/liabilities		
Taxes Receivable - Municipal	(8,928)	1,986
Other Receivables	165,731	(169,129)
Land for Resale	-	
Other Financial Assets	-	
Accounts and Accrued Liabilities Payable	(6,960)	55,648
Deposits	-	
Deferred Revenue	-	
Accrued Landfill Costs	-	
Liability for Contaminated Sites	-	
Other Liabilities	(22)	(90)
Stock and Supplies	109,731	(120,704)
Prepayments and Deferred Charges	-	
Other (Specify)	-	
Cash provided by operating transactions	1,481,730	2,381,835
Capital:		
Acquisition of capital assets	(370,121)	(2,523,377)
Proceeds from the disposal of capital assets	1,450	-
Other capital		
Cash applied to capital transactions	(368,671)	(2,523,377)
Investing:		
Long-term investments	(305,757)	(3,351)
Other investments		
Cash provided by (applied to) investing transactions	(305,757)	(3,351)
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	807,302	(144,893)
Cash and Temporary Investments - Beginning of Year	<u>2,911,736</u>	<u>3,056,629</u>
Cash and Temporary Investments - End of Year	3,719,038	2,911,736

1. Significant accounting policies

The 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. Entities included in these financial statements are as follows:

Entity

None

- 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>
<i>General Assets</i>	
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
<i>Infrastructure Assets</i>	
Infrastructure Assets	30 to 75 Yrs
Water & Sewer	
Road Network Asset	

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. Accordingly, there is no liability for estimated future closure and post-closure care costs for 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

	2016	2015
Cash	3,719,038	2,911,736
Temporary Investments		
Restricted Cash		
Total Cash and Temporary Investments	3,719,038	2,911,736

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

	2016	2015
Municipal - Current	10,692	8,913
- Arrears	7,149	
	17,841	8,913
- Less Allowance for Uncollectibles	(188)	(188)
Total municipal taxes receivable	17,653	8,725
School - Current	5,861	5,657
- Arrears	4,933	
Total school taxes receivable	10,794	5,657
Other	1,887	
Total taxes and grants in lieu receivable	30,334	14,382
Deduct taxes receivable to be collected on behalf of other organizations	(12,681)	(5,657)
Total Taxes Receivable - Municipal	17,653	8,725

Rural Municipality of Gull Lake No. 139
Notes to the Financial Statements
As at December 31, 2016

4. Other Accounts Receivable

	2016	2015
Federal Government	24,978	148,456
Provincial Government		40,480
Local Government		
Utility		
Trade	4,237	5,600
Other (Specify)		
Total Other Accounts Receivable	29,215	194,536
Less: Allowance for Uncollectibles	(1,067)	(657)
Net Other Accounts Receivable	28,148	193,879

5. Land for Resale

	2016	2015
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

	2016	2015
Sask Assoc. of Rural Municipalities - Self Insurance Fund	53,987	51,959
Term deposit	578,960	275,231
Total Long-Term Investments	632,947	327,190

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

The term deposits are recorded at cost.

7. Debt Charges Recoverable

The municipality has no debt charges recoverable.

Rural Municipality of Gull Lake No. 139

Notes to the Financial Statements

As at December 31, 2016

8. Bank Indebtedness

The municipality has access to a line of credit with a limit of \$500,000, none of which is drawn.

9. Deferred Revenue

The municipality has no deferred revenue.

10. Accrued Landfill Costs

The municipality does not maintain a landfill site and accordingly there is no accrued liability for estimated future closure and post-closure care costs for such a site.

11. Liability for Contaminated Sites

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

Rural Municipality of Gull Lake No. 139

Notes to the Financial Statements

As at December 31, 2016

12. Long-Term Debt

The municipality has no long-term debt. The debt limit of the municipality in 2016 was \$1,791,629. 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)).

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

	2016	2015
Number of active members	3	3
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	15,204	14,861
Employer contributions for the year	15,204	14,861
Plan Assets	**	2,148,676,000
Plan Liabilities	**	1,831,743,000
Plan Surplus	**	316,933,000

** 2016 MEPP financial information is not yet available.

17. Comparative Figures

Some prior year comparative figures might 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. Future Commitments

The municipality has entered into an agreement with Cypress Regional Health Authority to contribute \$200,000 to the Health Authority towards the construction of a new long-term care facility in Swift Current, Saskatchewan, to be paid in annual instalments of \$6,667 over 30 years, beginning in 2016.

Rural Municipality of Gull Lake No. 139
 Schedule of Taxes and Other Unconditional Revenue
 As at December 31, 2016

Schedule 1

	2016 Budget (Unaudited)	2016	2015
TAXES			
General municipal tax levy	1,912,540	1,911,464	1,818,358
Abatements and adjustments	(6,500)		(9,236)
Discount on current year taxes	(95,630)	(89,756)	(87,469)
Net Municipal Taxes	1,810,410	1,821,708	1,721,653
Potash tax share			
Trailer license fees			
Penalties on tax arrears		856	1,098
Special tax levy			
Other (Specify)			
Total Taxes	1,810,410	1,822,564	1,722,751
UNCONDITIONAL GRANTS			
Revenue Sharing (Organized Hamlet)	107,610	107,605	104,194
Total Unconditional Grants	107,610	107,605	104,194
GRANTS IN LIEU OF TAXES			
Federal			
Provincial			
S.P.C. Electrical			
SaskEnergy Gas			
TransGas			
Central Services			
SaskTel	3,540	3,361	3,258
Other (Specify)			
Local/Other			
Housing Authority			
C.P.R. Mainline	121,780	115,692	112,187
Treaty Land Entitlement			
Other (Specify)			
Other Government Transfers			
S.P.C. Surcharge			
Sask Energy Surcharge			
Other (Specify)			
Total Grants in Lieu of Taxes	125,320	119,053	115,445
TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	2,043,340	2,049,222	1,942,390

Rural Municipality of Gull Lake No. 139
 Schedule of Operating and Capital Revenue by Function
 As at December 31, 2016

Schedule 2 - 1

	2016 Budget (Unaudited)	2016	2015
GENERAL GOVERNMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work	1,250	2,300	992
- Sales of supplies	1,350	990	1,355
- Other (<i>rentals</i>)	2,200	900	10,572
Total Fees and Charges	4,800	4,190	12,919
- Tangible capital asset sales - gain (loss)			
- Land sales - gain			
- Investment income and commissions	25,350	32,845	32,109
- Other (<i>Specify</i>)			
Total Other Segmented Revenue	30,150	37,035	45,028
Conditional Grants			
- Student Employment			
- Other (<i>hiring grant</i>)		888	
Total Conditional Grants	-	888	-
Total Operating	30,150	37,923	45,028
Capital			
Conditional Grants			
- Federal Gas Tax			
- Provincial Disaster Assistance			
- Other (<i>Specify</i>)			
Total Capital	-	-	-
Total General Government Services	30,150	37,923	45,028

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	-	-	-

Rural Municipality of Gull Lake No. 139
 Schedule of Operating and Capital Revenue by Function
 As at December 31, 2016

Schedule 2 - 2

	2016 Budget (Unaudited)	2016	2015
TRANSPORTATION SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work			
- Sales of supplies	930	1,706	926
- Road Maintenance and Restoration Agreements	1,630	11,625	1,625
- Frontage			
- Other (<i>licenses & permits</i>)	6,350	2,075	10,935
Total Fees and Charges	8,910	15,406	13,486
- Tangible capital asset sales - gain (loss)		(16,909)	
- Other (<i>Specify</i>)			
Total Other Segmented Revenue	8,910	(1,503)	13,486
Conditional Grants			
- MREP (CTP)	40,480	40,480	
- Student Employment			
- Other (<i>Specify</i>)			
Total Conditional Grants	40,480	40,480	-
Total Operating	49,390	38,977	13,486
Capital			
Conditional Grants			
- Federal Gas Tax	11,420	11,698	11,417
- MREP (Heavy Haul, CTP, Municipal Bridges)	5,000		664,572
- Provincial Disaster Assistance			790,480
- Other (<i>Specify</i>)			
Total Capital	16,420	11,698	1,466,469
Total Transportation Services	65,810	50,675	1,479,955

ENVIRONMENTAL AND PUBLIC HEALTH SERVICES

Operating			
Other Segmented Revenue			
Fees and Charges			
- Waste and Disposal Fees	200	2,038	112
- Other (<i>sale of pest control products</i>)	240	808	240
Total Fees and Charges	440	2,846	352
- Tangible capital asset sales - gain (loss)			
- Other (<i>Specify</i>)			
Total Other Segmented Revenue	440	2,846	352
Conditional Grants			
- Student Employment			
- TAPD			
- Local government	2,000	2,085	4,733
- Other (<i>Specify</i>)			
Total Conditional Grants	2,000	2,085	4,733
Total Operating	2,440	4,931	5,085
Capital			
Conditional Grants			
- Federal Gas Tax			
- TAPD			
- Provincial Disaster Assistance			
- Other (<i>Specify</i>)			
Total Capital	-	-	-
Total Environmental and Public Health Services	2,440	4,931	5,085

Rural Municipality of Gull Lake No. 139
 Schedule of Operating and Capital Revenue by Function
 As at December 31, 2016

Schedule 2 - 3

2016 Budget
(Unaudited)

2016

2015

PLANNING AND DEVELOPMENT SERVICES

Operating

Other Segmented Revenue			
Fees and Charges			
- Maintenance and Development Charges			
- Other (Specify)			
Total Fees and Charges	-	-	-
- Tangible capital asset sales - gain (loss)			
- Other (Specify)			
Total Other Segmented Revenue	-	-	-
Conditional Grants			
- Student Employment			
- Other (Specify)			
Total Conditional Grants	-	-	-
Total Operating	-	-	-

Capital

Conditional Grants			
- Federal Gas Tax			
- Provincial Disaster Assistance			
- Other (Specify)			
Total Capital	-	-	-
Total Planning and Development Services	-	-	-

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			
- 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	-	-	-

Rural Municipality of Gull Lake No. 139
 Schedule of Operating and Capital Revenue by Function
 As at December 31, 2016

Schedule 2 - 4

	2016 Budget (Unaudited)	2016	2015
UTILITY SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Water	15,030	13,270	12,735
- Sewer			
- Other (Specify)			
Total Fees and Charges	15,030	13,270	12,735
- Tangible capital asset sales - gain (loss)			
- Other (Specify)			
Total Other Segmented Revenue	15,030	13,270	12,735
Conditional Grants			
- Student Employment			
- Other (Specify)			
Total Conditional Grants	-	-	-
Total Operating	15,030	13,270	12,735
Capital			
Conditional Grants			
- Federal Gas Tax			
- New Building Canada Fund (SCF, NRP)			
- Clean Water and Wastewater Fund			
- Provincial Disaster Assistance			
- Other (Specify)			
Total Capital	-	-	-
Total Utility Services	15,030	13,270	12,735
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	113,430	106,799	1,542,803
SUMMARY			
Total Other Segmented Revenue	54,530	51,648	71,601
Total Conditional Grants	42,480	43,453	4,733
Total Capital Grants and Contributions	16,420	11,698	1,466,469
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	113,430	106,799	1,542,803

2016 Budget
(Unaudited) 2016 2015

GENERAL GOVERNMENT SERVICES

Council remuneration and travel	37,830	36,262	37,644
Wages and benefits	92,780	90,121	84,799
Professional/Contractual services	57,520	53,930	52,452
Utilities	8,290	8,431	8,258
Maintenance, materials and supplies	10,740	18,854	11,159
Grants and contributions - operating	3,000	3,386	3,471
- capital			
Amortization	8,190	8,188	8,188
Interest	130	216	128
Allowance for uncollectibles		410	
Other (Specify)			
Total Government Services	218,480	219,798	206,099

PROTECTIVE SERVICES

Police protection

Wages and benefits			
Professional/Contractual services	8,520	8,678	8,524
Utilities			
Maintenance, material and supplies			
Grants and contributions - operating	250	251	251
- capital			
Other (Specify)			

Fire protection

Wages and benefits			
Professional/Contractual services	15,230	15,066	14,884
Utilities			
Maintenance, material and supplies			
Grants and contributions - operating	11,030	21,671	12,095
- capital			
Amortization	8,120	8,122	8,122
Interest			
Other (Specify)			
Total Protective Services	43,150	53,788	43,876

TRANSPORTATION SERVICES

Wages and benefits	202,940	202,342	191,299
Professional/Contractual Services	32,470	109,511	63,938
Utilities	7,630	5,969	7,544
Maintenance, materials, and supplies	134,990	110,401	135,198
Gravel	100,000	205,614	189,985
Grants and contributions - operating			
- capital			
Amortization	188,540	348,177	188,541
Interest			
Other (Specify)			
Total Transportation Services	666,570	982,014	776,505

Rural Municipality of Gull Lake No. 139

Total Expenses by Function

As at December 31, 2016

Schedule 3 - 2

	2016 Budget (Unaudited)	2016	2015
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Wages and benefits			
Professional/Contractual services	16,000	7,817	12,663
Utilities			
Maintenance, materials and supplies			
Grants and contributions - operating			
o Waste disposal			
o Public Health			
- capital			
o Waste disposal			
o Public Health		6,667	
Amortization			
Interest			
Other (Specify)			
Total Environmental and Public Health Services	16,000	14,484	12,663

PLANNING AND DEVELOPMENT SERVICES			
Wages and benefits			
Professional/Contractual Services			
Grants and contributions - operating			
- capital			
Amortization			
Interest			
Other (zoning)	1,410	564	2,741
Total Planning and Development Services	1,410	564	2,741

RECREATION AND CULTURAL SERVICES			
Wages and benefits			
Professional/Contractual services	2,760	4,840	2,757
Utilities			
Maintenance, materials and supplies			
Grants and contributions - operating	19,520	24,890	19,112
- capital			
Amortization			
Interest			
Allowance for uncollectibles			
Other (Specify)			
Total Recreation and Cultural Services	22,280	29,730	21,869

Rural Municipality of Gull Lake No. 139

Total Expenses by Function

As at December 31, 2016

Schedule 3 - 3

	2016 Budget (Unaudited)	2016	2015
UTILITY SERVICES			
Wages and benefits			
Professional/Contractual services	11,900	12,650	10,839
Utilities	1,200	1,961	1,078
Maintenance, materials and supplies	350	250	250
Grants and contributions - operating			
- capital			
Amortization	4,460	4,456	4,456
Interest			
Allowance for uncollectibles			
Other (Specify)			
Total Utility Services	17,910	19,317	16,623
TOTAL EXPENSES BY FUNCTION	985,800	1,319,695	1,080,376

Rural Municipality of Gull Lake No. 139
 Schedule of Segment Disclosure by Function
 As at December 31, 2016

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and Charges	4,190	-	15,406	2,846	-	-	13,270	35,712
Tangible Capital Asset Sales - Gain	-	-	(16,909)	-	-	-	-	(16,909)
Land Sales - Gain	-	-	-	-	-	-	-	-
Investment Income and Commissions	32,845	-	-	-	-	-	-	32,845
Other Revenues	-	-	-	-	-	-	-	-
Grants - Conditional	888	-	40,480	2,085	-	-	-	43,453
- Capital	-	-	11,698	-	-	-	-	11,698
Total Revenues	37,923	-	50,675	4,931	-	-	13,270	106,799
Expenses (Schedule 3)								
Wages & Benefits	126,383	-	202,342	-	-	-	-	328,725
Professional/ Contractual Services	53,930	23,744	109,511	7,817	-	4,840	12,650	212,492
Utilities	8,431	-	5,969	-	-	-	1,961	16,361
Maintenance Materials and Supplies	18,854	-	316,015	-	-	-	250	335,119
Grants and Contributions	3,386	21,922	-	6,667	-	24,890	-	56,865
Amortization	8,188	8,122	348,177	-	-	-	4,456	368,943
Interest	216	-	-	-	-	-	-	216
Allowance for Uncollectibles	410	-	-	-	-	-	-	410
Other	-	-	-	-	564	-	-	564
Total Expenses	219,798	53,788	982,014	14,484	564	29,730	19,317	1,319,695
Surplus (Deficit) by Function	(181,875)	(53,788)	(931,339)	(9,553)	(564)	(29,730)	(6,047)	(1,212,896)
Taxes and other unconditional revenue (Schedule 1)								2,049,222
Net Surplus (Deficit)								836,326

Rural Municipality of Gull Lake No. 139
 Schedule of Segment Disclosure by Function
 As at December 31, 2015

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
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	-	-	-	-	-	-	-	-
Other	-	-	-	-	2,741	-	-	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

Taxes and other unconditional revenue (Schedule 1)

Net Surplus (Deficit)

Rural Municipality of Gull Lake No. 139
 Schedule of Tangible Capital Assets by Object
 As at December 31, 2016

2016

2015

Assets	General Assets							General/ Infrastructure Assets Under Construction	Total	
	Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment	Infrastructure Assets				Total
						Linear assets				
Asset cost										
Opening Asset costs	11,314		222,496	264,223	1,520,219	7,313,578	67,058	9,398,888	6,875,511	
Additions during the year				26,478		343,643		370,121	2,523,377	
Disposals and write-downs during the year				(43,821)		(829)		(44,650)		
Transfers (from) assets under construction								-		
Closing Asset Costs	11,314	-	222,496	246,880	1,520,219	7,656,392	67,058	9,724,359	9,398,888	
Accumulated Amortization Cost										
Opening Accumulated Amortization Costs			104,700	85,949	376,384	2,386,546		2,953,579	2,744,272	
Add: Amortization taken			4,093	10,805	84,500	269,545		368,943	209,307	
Less: Accumulated amortization on disposals				(26,291)				(26,291)		
Closing Accumulated Amortization Costs	-	-	108,793	70,463	460,884	2,656,091	-	3,296,231	2,953,579	
Net Book Value	11,314	-	113,703	176,417	1,059,335	5,000,301	67,058	6,428,128	6,445,309	

1. Total contributed/donated assets received in 2016: \$ -

2. List of assets recognized at nominal value in 2016 are:

- Infrastructure Assets \$ -
 - Vehicles \$ -
 - Machinery and Equipment \$ -
3. Amount of interest capitalized in 2016 \$ -

Rural Municipality of Gull Lake No. 139
 Schedule of Tangible Capital Assets by Function
 As at December 31, 2016

2016

Assets	2016						2015 Total
	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	
Asset cost							
Opening Asset costs	114,522	180,988	8,927,624	2,089			6,875,511
Additions during the year			370,121				2,523,377
Disposals and write-downs during the year			(44,650)				(44,650)
Closing Asset Costs	114,522	180,988	9,253,095	2,089	-	-	9,398,888

Amortization	2016						2015 Total
	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	
Accumulated Amortization Cost							
Opening Accumulated Amortization Costs	87,284	56,367	2,767,753				2,744,272
Add: Amortization taken	8,188	8,122	348,177				209,307
Less: Accumulated amortization on disposals			(26,291)				(26,291)
Closing Accumulated Amortization Costs	95,472	64,489	3,089,639	-	-	-	2,953,579

Net Book Value	19,050	116,499	6,163,456	2,089	-	-	6,445,309
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Rural Municipality of Gull Lake No. 139
Schedule of Accumulated Surplus
As at December 31, 2016

Schedule 8

	2015	Changes	2016
UNAPPROPRIATED SURPLUS	2,070,281	828,507	2,898,788
APPROPRIATED RESERVES			
Machinery and Equipment	632,385	15,000	647,385
Public Reserve	2,208	2,147	4,355
Capital Trust			-
Utility			-
Other (roads, gravel, development)	839,459	7,853	847,312
Total Appropriated	1,474,052	25,000	1,499,052
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)	6,445,309	(17,181)	6,428,128
Less: Related debt			-
Net Investment in Tangible Capital Assets	6,445,309	(17,181)	6,428,128
Total Accumulated Surplus	9,989,642	836,326	10,825,968

Rural Municipality of Gull Lake No. 139
 Schedule of Mill Rates and Assessments
 As at December 31, 2016

	PROPERTY CLASS						Total
	Agriculture	Residential	Residential Condominium	Seasonal Residential	Commercial & Industrial	Potash Mine(s)	
Taxable Assessment	28,930,520	1,947,126			100,385,000		131,262,646
Regional Park Assessment							
Total Assessment							131,262,646
Mill Rate Factor(s)	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)	238,677	16,434			1,656,353		1,911,464

	MILLS
Average Municipal*	14.5621
Average School*	8.8263
Potash Mill Rate	
Uniform Municipal Mill Rate	8.2500

* 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 (Unaudited)
As at December 31, 2016

Schedule 10

Position	Name	Remuneration	Reimbursed Costs	Total
Reeve	Doug Steele	800	158	958
Councillor	John Slabik	7,134	931	8,065
Councillor/Reeve	Terry Winter	5,550	877	6,427
Councillor	Patrick Simpson	6,887	1,467	8,354
Councillor	Robert Hansen	3,300	936	4,236
Councillor	Gwenda Ellis	4,302	1,126	5,428
Councillor	Jason Craig	3,700	1,268	4,968
Councillor	Betty Kramer	1,100	133	1,233
Councillor	Thomas Bucheler	600	96	696
				-
				-
				-
				-
				-
Total		33,373	6,992	40,365