

Management's Responsibility

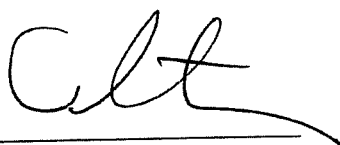
To the Ratepayers of Rural Municipality of Leask No. 464

Management is responsible for the preparation and presentation of the accompanying consolidated financial statements, including responsibility for significant accounting judgements and estimates in accordance with Canadian public sector accounting standards 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 judgement is required.

In discharging its responsibilities for the integrity and fairness of the consolidated 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 consolidated 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.

Vantage, an independent firm of Chartered Professional Accountants, is appointed by the councillors to audit the consolidated 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

June 14, 2017



INDEPENDENT AUDITORS' REPORT

The Council
Rural Municipality of Leask No. 464
Leask, Saskatchewan

We have audited the accompanying consolidated financial statements of the Rural Municipality of Leask No. 464, which comprise the consolidated statement of financial position as at December 31, 2016, the consolidated statements of operations, change in net financial assets and cash flow for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of these consolidated 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.

Auditors' 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 auditors' judgement, 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 entity'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 entity'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.

Opinion

In our opinion, the consolidated financial statements present fairly, in all material respects, the financial position of the Rural Municipality of Leask No. 464 as at December 31, 2016, and its financial performance and cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Other Matters

The consolidated financial statements of Rural Municipality of Leask No. 464 for the year ended December 31, 2015 were audited by another auditor who expressed an unmodified opinion on those statements on June 22, 2016.

A stylized, handwritten-style signature of the word 'Vantage' in a cursive script.

Chartered Professional Accountants

North Battleford, Saskatchewan
June 14, 2017

Rural Municipality of Leask No. 464
Consolidated Statement of Financial Position
As at December 31, 2016

Statement 1

	2016	2015
FINANCIAL ASSETS		
Cash and Temporary Investments (Note 2)	1,117,051	1,052,968
Taxes Receivable - Municipal (Note 3)	169,957	157,771
Other Accounts Receivable (Note 4)	46,048	135,450
Land for Resale		
Long-Term Investments (Note 5)	80,568	78,023
Debt Charges Recoverable		
Other		
Total Financial Assets	1,413,624	1,424,212
LIABILITIES		
Bank Indebtedness (Note 6)		
Accounts Payable	133,381	107,428
Accrued Liabilities Payable		
Deposits	17,620	
Deferred Revenue		
Accrued Landfill Costs (Note 7)	30,000	25,000
Liability for Contaminated Sites		
Other Liabilities		
Long-Term Debt (Note 11)	177,043	134,561
Lease Obligations		
Total Liabilities	358,044	266,989
NET FINANCIAL ASSETS	1,055,580	1,157,223
NON-FINANCIAL ASSETS		
Tangible Capital Assets (Schedule 6, 7)	4,784,134	4,819,946
Prepayments and Deferred Charges	322	11,012
Stock and Supplies	22,220	22,220
Other		
Total Non-Financial Assets	4,806,676	4,853,178
ACCUMULATED SURPLUS (DEFICIT) (Schedule 8)	5,862,256	6,010,401

Rural Municipality of Leask No. 464
Consolidated Statement of Operations
For the year ended December 31, 2016

Statement 2

	2016 Budget	2016	2015
REVENUES			
Taxes and Other Unconditional Revenue (Schedule 1)	1,640,068	1,736,827	1,907,742
Fees and Charges (Schedule 4, 5)	91,500	90,082	200,513
Conditional Grants (Schedule 4, 5)	48,447	46,960	38,935
Tangible Capital Asset Sales - Gain (Schedule 4, 5)		(4,248)	8,700
Land Sales - Gain (Schedule 4, 5)			
Investment Income and Commissions (Schedule 4, 5)	2,000	6,933	2,833
Other Revenues (Schedule 4, 5)			500
Total Revenues	1,782,015	1,876,554	2,159,223
EXPENSES			
General Government Services (Schedule 3)	382,711	336,425	307,616
Protective Services (Schedule 3)	88,530	82,806	88,871
Transportation Services (Schedule 3)	1,380,840	1,488,379	1,260,741
Environmental and Public Health Services (Schedule 3)	42,225	50,517	73,858
Planning and Development Services (Schedule 3)	16,500	23,991	1,704
Recreation and Cultural Services (Schedule 3)	93,786	115,736	90,960
Utility Services (Schedule 3)			
Total Expenses	2,004,592	2,097,854	1,823,750
Surplus (Deficit) of Revenues over Expenses before Other Capital Contributions	(222,577)	(221,300)	335,473
Provincial/Federal Capital Grants and Contributions (Schedule 4, 5)	73,155	73,155	227,559
Surplus (Deficit) of Revenues over Expenses	(149,422)	(148,145)	563,032
Accumulated Surplus (Deficit), Beginning of Year	6,010,401	6,010,401	5,447,369
Accumulated Surplus (Deficit), End of Year	5,860,979	5,862,256	6,010,401

Rural Municipality of Leask No. 464
Consolidated Statement of Change in Net Financial Assets
For the year ended December 31, 2016

Statement 3

	2016 Budget	2016	2015
Surplus (Deficit)	(149,422)	(148,145)	563,032
(Acquisition) of tangible capital assets		(425,347)	(56,786)
Amortization of tangible capital assets		316,911	300,880
Proceeds on disposal of tangible capital assets		140,000	8,700
Loss (gain) on the disposal of tangible capital assets		4,248	(8,700)
Surplus (Deficit) of capital expenses over expenditures		35,812	244,094
(Acquisition) of supplies inventories			(22,220)
(Acquisition) of prepaid expense			(11,012)
Consumption of supplies inventory			19,621
Use of prepaid expense		10,690	675
Surplus (Deficit) of expenses of other non-financial over expenditures		10,690	(12,936)
Increase/Decrease in Net Financial Assets	(149,422)	(101,643)	794,190
Net Financial Assets (Debt) - Beginning of Year	1,157,223	1,157,223	363,033
Net Financial Assets (Debt) - End of Year	1,007,801	1,055,580	1,157,223

Rural Municipality of Leask No. 464
Consolidated Statement of Cash Flow
For the year ended December 31, 2016

Statement 4

	2016	2015
Cash provided by (used for) the following activities		
Operating:		
Surplus (Deficit)	(148,145)	563,032
Amortization	316,911	300,880
Loss (gain) on disposal of tangible capital assets	4,248	(8,700)
	173,014	855,212
Change in assets/liabilities		
Taxes receivable - municipal	(12,186)	(72,946)
Other receivables	89,402	(82,352)
Land for resale		
Other financial assets		
Accounts and accrued liabilities payable	25,953	(203,854)
Deposits	17,620	
Deferred revenue		(5,040)
Accrued landfill costs	5,000	25,000
Liability for contaminated sites		
Other liabilities		
Stock and supplies		(2,599)
Prepayments and deferred charges	10,690	(10,338)
Other (Specify)		
Cash provided by operating transactions	309,493	503,083
Capital:		
Acquisition of tangible capital assets	(425,347)	(56,786)
Proceeds from the disposal of tangible capital assets	140,000	8,700
Other capital		
Cash applied to capital transactions	(285,347)	(48,086)
Investing:		
Long-term investments	(2,545)	9
Other investments		
Cash provided by (applied to) investing transactions	(2,545)	9
Financing:		
Debt charges recovered		
Long-term debt issued	271,932	
Long-term debt repaid	(229,450)	(65,439)
Other financing		
Cash provided by (applied to) financing transactions	42,482	(65,439)
Change in Cash and Temporary Investments during the year	64,083	389,567
Cash and Temporary Investments - Beginning of Year	1,052,968	663,401
Cash and Temporary Investments - End of Year	1,117,051	1,052,968

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:

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 consolidate 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. The amounts collected are disclosed in Note 3.
 - 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 and equipment	
Vehicles	5 to 10 Yrs
Machinery and equipment	5 to 10 Yrs
Infrastructure assets	
Infrastructure assets	
Water and sewer	30-75 years
Road network assets	30-75 years

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

Works of art: 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 straight line basis, over their 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 maintains a waste disposal site.
- n) **Trust funds:** Funds held in trust for others are neither included in the municipality's assets or equity. They are disclosed in Note 10.
- 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.

Rural Municipality of Leask No. 464
Notes to the Consolidated Financial Statements
For the year ended December 31, 2016

1. Significant accounting policies - continued

- 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 is 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.
The accrual for post closure care costs related to a landfill are estimated.

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.

2. Cash and temporary investments

	2016	2015
Cash	389,777	752,968
Temporary investments	727,274	300,000
Restricted cash		
Total cash and temporary investments	1,117,051	1,052,968

Cash and temporary investments include balances with banks, term deposits, marketable securities and short-term investments with maturities of three months or less. Cash subject to restrictions that prevent its use for current purposes is included in restricted cash.

3. Taxes receivable - municipal

	2016	2015
Municipal - Current	101,297	
- Arrears	72,951	160,553
	174,248	160,553
- Less allowance for uncollectibles	(2,782)	(2,782)
Total municipal taxes receivable	171,466	157,771
School - Current	45,602	
- Arrears	28,066	60,421
Total school taxes receivable	73,668	60,421
Other	8,788	10,526
Total taxes and grants in lieu receivable	253,922	228,718
Deduct taxes receivable to be collected on behalf of other organizations	(83,965)	(70,947)
Total taxes receivable - municipal	169,957	157,771

Rural Municipality of Leask No. 464
Notes to the Consolidated Financial Statements
For the year ended December 31, 2016

4. Other accounts receivable

	2016	2015
Federal government	11,365	31,909
Provincial government		11,116
Local government		
Utility		
Trade	34,683	92,425
Other		
Total other accounts receivable	46,048	135,450
Less: allowance for uncollectibles		
Net other accounts receivable	46,048	135,450

5. Long-term investments

	2016	2015
Saskatchewan Association of Rural Municipalities - Self Insurance Fund	80,568	78,023
Other		
Total long-term investments	80,568	78,023

6. Bank indebtedness

Credit arrangements

At December 31, the Municipality had lines of credit totaling \$450,000 with interest at 3.2%, none of which were drawn. The following has been collateralized in connection with this line of credit:

-- General security agreement;

7. Accrued landfill costs

	2016	2015
Environmental liabilities	30,000	25,000

In 2016 the municipality has accrued an overall liability for environmental matters in the amount of \$30,000 (prior year- \$25,000) which represents management's best estimate of this liability. By their nature, these estimates are subject to measurement uncertainty and the effect on the consolidated financial statements of changes in such estimates in future periods could be significant.

8. 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.

Rural Municipality of Leask No. 464**Notes to the Consolidated Financial Statements****For the year ended December 31, 2016****9. Pension plan**

The municipality is an employer member of the Municipal Employee Pension Plan (MEPP), which is a multiemployer 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 municipality pension expense in 2016 was \$45,841. 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.

10. Trusts administered by the municipality

A summary of trust fund activity by the municipality during the year is as follows:

	Current Year Total	Prior Year Total
Green Fund balance - beginning of year	164,795	160,903
Revenue		
Interest revenue	1,495	3,904
Expenditure	(32,328)	(12)
Green Fund balance - end of year	133,962	164,795

11. Long-term debt

a) The debt limit of the municipality is \$1,621,748. 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) Bank loan is repayable to Affinity Credit Union in annual payments of \$96,857 including interest at 3.39%. The loan matures in 2018, secured by a 2016 772 John Deer grader.

Future principal repayments are estimated as follows:

Year	Principal	Interest	Current Year Total	Prior Year Total
2017	94,888	1,969	96,857	134,561
2018	82,155	1,708	83,863	
2019				
2020				
2021				
Thereafter				
Balance	177,043	3,677	180,720	134,561

12. Comparative figures

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

13. Budget

The budget figures are provided for information purposes only and were not covered by the scope of the external audit.

Rural Municipality of Leask No. 464

Schedule of Taxes and Other Unconditional Revenue

For the year ended December 31, 2016

Schedule 1

	2016 Budget	2016	2015
TAXES			
General municipal tax levy	1,155,170	1,196,838	1,400,891
Abatements and adjustments	(5,000)	(2,445)	(6,420)
Discount on current year taxes	(53,000)	(49,949)	(56,822)
Net Municipal Taxes	1,097,170	1,144,444	1,337,649
Potash tax share			
Trailer license fees	3,200	4,300	
Penalties on tax arrears	11,500	17,678	11,585
Special tax levy	13,720	13,826	13,720
Other			
Total Taxes	1,125,590	1,180,248	1,362,954

UNCONDITIONAL GRANTS

Revenue Sharing	490,000	506,362	491,812
Organized Hamlet	6,728	6,859	6,728
Total Unconditional Grants	496,728	513,221	498,540

GRANTS IN LIEU OF TAXES

Federal		16,058	26,116
Provincial			
S.P.C. Electrical			
SaskEnergy Gas			
TransGas	750	3,015	750
Central Services			
SaskTel			
Other - Habitat		1,633	2,069
Local/Other			
Housing Authority			
C.P.R. Mainline			
Treaty Land Entitlement	17,000	22,652	17,313
Other			
Other Government Transfers			
S.P.C. Surcharge			
Sask Energy Surcharge			
Other			
Total Grants in Lieu of Taxes	17,750	43,358	46,248

TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	1,640,068	1,736,827	1,907,742
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Rural Municipality of Leask No. 464
Schedule of Operating and Capital Revenue by Function
For the year ended December 31, 2016

Schedule 2 - 1

	2016 Budget	2016	2015
GENERAL GOVERNMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work	1,700	2,331	8,072
- Sales of supplies	2,000	2,748	139
- Other - rental office space	800	1,025	
Total Fees and Charges	4,500	6,104	8,211
- Tangible capital asset sales - gain (loss)			
- Land sales - gain			
- Investment income and commissions	2,000	6,933	2,833
- Other			
Total Other Segmented Revenue	6,500	13,037	11,044
Conditional Grants			
- Student Employment		5,000	
- Other	297	6,343	
Total Conditional Grants	297	11,343	
Total Operating	6,797	24,380	11,044
Capital			
Conditional Grants			
- Federal Gas Tax			
- Provincial Disaster Assistance			
- Other			
Total Capital			
Total General Government Services	6,797	24,380	11,044

PROTECTIVE SERVICES

Operating			
Other Segmented Revenue			
Fees and Charges	31,800	31,663	62,681
- Other			47,764
Total Fees and Charges	31,800	31,663	110,445
- Tangible capital asset sales - gain (loss)			
- Other			
Total Other Segmented Revenue	31,800	31,663	110,445
Conditional Grants			
- Student Employment			
- Local government			500
- Other			
Total Conditional Grants			500
Total Operating	31,800	31,663	110,945
Capital			
Conditional Grants			
- Federal Gas Tax			
- Provincial Disaster Assistance			
- Local government			
- Other			
Total Capital			
Total Protective Services	31,800	31,663	110,945

Rural Municipality of Leask No. 464
Schedule of Operating and Capital Revenue by Function
For the year ended December 31, 2016

Schedule 2 - 2

	2016 Budget	2016	2015
TRANSPORTATION SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work	10,500	17,252	7,867
- Sales of supplies	25,000	5,585	51,136
- Road Maintenance and Restoration Agreements	10,700	11,333	10,738
- Frontage			
- Other			
Total Fees and Charges	46,200	34,170	69,741
- Tangible capital asset sales - gain (loss)		(4,248)	8,700
- Other			500
Total Other Segmented Revenue	46,200	29,922	78,941
Conditional Grants			
- MREP (CTP)			
- Student Employment			
- Other	21,000	6,510	4,250
Total Conditional Grants	21,000	6,510	4,250
Total Operating	67,200	36,432	83,191
Capital			
Conditional Grants			
- Federal Gas Tax	45,105	45,105	44,020
- MREP (Heavy Haul, CTP, Municipal Bridges)	28,050	28,050	28,050
- Provincial Disaster Assistance			155,489
- Other			
Total Capital	73,155	73,155	227,559
Total Transportation Services	140,355	109,587	310,750

ENVIRONMENTAL AND PUBLIC HEALTH SERVICES

Operating			
Other Segmented Revenue			
Fees and Charges			
- Waste and Disposal Fees	5,000	3,226	5,196
- Other			
Total Fees and Charges	5,000	3,226	5,196
- Tangible capital asset sales - gain (loss)			
- Other			
Total Other Segmented Revenue	5,000	3,226	5,196
Conditional Grants			
- Student Employment			
- TAPD			
- Local government			
- Other - Beaver Bounty/PREP	7,150	11,085	9,270
Total Conditional Grants	7,150	11,085	9,270
Total Operating	12,150	14,311	14,466
Capital			
Conditional Grants			
- Federal Gas Tax			
- TAPD			
- Provincial Disaster Assistance			
- Other			
Total Capital			
Total Environmental and Public Health Services	12,150	14,311	14,466

Rural Municipality of Leask No. 464
Schedule of Operating and Capital Revenue by Function
For the year ended December 31, 2016

Schedule 2 - 3

	2016 Budget	2016	2015
PLANNING AND DEVELOPMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Maintenance and Development Charges			
- Other - Licences and Permits	4,000	14,919	6,920
Total Fees and Charges	4,000	14,919	6,920
- Tangible capital asset sales - gain (loss)			
- Other			
Total Other Segmented Revenue	4,000	14,919	6,920
Conditional Grants			
- Student Employment			
- Other			
Total Conditional Grants			
Total Operating	4,000	14,919	6,920
Capital			
Conditional Grants			
- Federal Gas Tax			
- Provincial Disaster Assistance			
- Other			
Total Capital			
Total Planning and Development Services	4,000	14,919	6,920

RECREATION AND CULTURAL SERVICES

Operating			
Other Segmented Revenue			
Fees and Charges			
- Other			
Total Fees and Charges			
- Tangible capital asset sales - gain (loss)			
- Other			
Total Other Segmented Revenue			
Conditional Grants			
- Student Employment			
- Local government			
- Other - Green Fund	20,000	18,022	24,915
Total Conditional Grants	20,000	18,022	24,915
Total Operating	20,000	18,022	24,915
Capital			
Conditional Grants			
- Federal Gas Tax			
- Local government			
- Provincial Disaster Assistance			
- Other			
Total Capital			
Total Recreation and Cultural Services	20,000	18,022	24,915

Rural Municipality of Leask No. 464
Schedule of Operating and Capital Revenue by Function
For the year ended December 31, 2016

Schedule 2 - 4

	2016 Budget	2016	2015
UTILITY SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Water			
- Sewer			
- Other			
Total Fees and Charges			
- Tangible capital asset sales - gain (loss)			
- Other			
Total Other Segmented Revenue			
Conditional Grants			
- Student Employment			
- Other			
Total Conditional Grants			
Total Operating			
Capital			
Conditional Grants			
- Federal Gas Tax			
- New Building Canada Fund (SCF, NRP)			
- Clean Water and Wastewater Fund			
- Provincial Disaster Assistance			
- Other			
Total Capital			
Total Utility Services			

TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	215,102	212,882	479,040
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SUMMARY

Total Other Segmented Revenue	93,500	92,767	212,546
Total Conditional Grants	48,447	46,960	38,935
Total Capital Grants and Contributions	73,155	73,155	227,559
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	215,102	212,882	479,040

	2016 Budget	2016	2015
GENERAL GOVERNMENT SERVICES			
Council remuneration and travel	72,000	66,313	58,435
Wages and benefits	177,200	167,876	156,928
Professional/Contractual services	109,351	75,528	64,788
Utilities	8,500	7,932	8,369
Maintenance, materials and supplies	7,750	9,072	17,717
Grants and contributions - operating	6,600	4,234	
- capital			
Amortization	810	3,267	810
Interest	500	1,927	569
Allowance for uncollectibles			
Other		276	
Total Government Services	382,711	336,425	307,616

PROTECTIVE SERVICES

Police protection

Wages and benefits			
Professional/Contractual services	39,000	31,990	33,920
Utilities			
Maintenance, materials and supplies			
Grants and contributions - operating			
- capital			
Other			

Fire protection

Wages and benefits	14,950	27,702	20,122
Professional/Contractual services	10,330	5,196	7,752
Utilities	10,500	9,524	8,003
Maintenance, materials and supplies	8,750	7,594	9,548
Grants and contributions - operating	5,000		9,526
- capital			
Amortization		800	
Interest			
Other			

Total Protective Services	88,530	82,806	88,871
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TRANSPORTATION SERVICES

Wages and benefits	358,000	344,965	274,532
Professional/Contractual services	13,500	14,817	11,374
Utilities	10,550	11,279	7,159
Maintenance, materials and supplies	273,500	241,552	263,739
Gravel	413,000	561,317	399,045
Grants and contributions - operating			
- capital			
Amortization	312,290	311,459	298,685
Interest		2,990	6,207
Other			

Total Transportation Services	1,380,840	1,488,379	1,260,741
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Rural Municipality of Leask No. 464

Total Expenses by Function

For the year ended December 31, 2016

Schedule 3 - 2

	2016 Budget	2016	2015
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Wages and benefits	7,175	7,650	6,981
Professional/Contractual services	33,500	32,492	36,452
Utilities			
Maintenance, materials and supplies			
Grants and contributions - operating	1,550	1,500	1,550
o Waste disposal			
o Public Health		3,875	3,875
- capital			
o Waste disposal			
o Public Health			
Amortization			
Interest			
Other - Land fill closure		5,000	25,000
Total Environmental and Public Health Services	42,225	50,517	73,858

PLANNING AND DEVELOPMENT SERVICES

Wages and benefits			
Professional/Contractual services	16,500	23,991	1,704
Grants and contributions - operating			
- capital			
Amortization			
Interest			
Other			
Total Planning and Development Services	16,500	23,991	1,704

RECREATION AND CULTURAL SERVICES

Wages and benefits			
Professional/Contractual services	31,901	33,828	9,784
Utilities			
Maintenance, materials and supplies			
Grants and contributions - operating	60,500	80,523	79,791
- capital			
Amortization	1,385	1,385	1,385
Interest			
Allowance for uncollectibles			
Other			
Total Recreation and Cultural Services	93,786	115,736	90,960

Rural Municipality of Leask No. 464

Total Expenses by Function

For the year ended December 31, 2016

Schedule 3 - 3

	2016 Budget	2016	2015
UTILITY SERVICES			
Wages and benefits			
Professional/Contractual services			
Utilities			
Maintenance, materials and supplies			
Grants and contributions - operating			
- capital			
Amortization			
Interest			
Allowance for uncollectibles			
Other			
Total Utility Services			
TOTAL EXPENSES BY FUNCTION	2,004,592	2,097,854	1,823,750

Rural Municipality of Leask No. 464
Consolidated Schedule of Segment Disclosure by Function
For the year ended December 31, 2016

Schedule 4

	General Government	Protective Services	Transportation Services	Environmental and Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and Charges	6,104	31,663	34,170	3,226	14,919			90,082
Tangible Capital Asset Sales - Loss			(4,248)					(4,248)
Land Sales - Gain								
Investment Income and Commissions	6,933							6,933
Other Revenues								
Grants - Conditional	11,343		6,510	11,085		18,022		46,960
- Capital			73,155					73,155
Total Revenues	24,380	31,663	109,587	14,311	14,919	18,022		212,882
Expenses (Schedule 3)								
Wages and Benefits	234,189	27,702	344,965	7,650				614,506
Professional/Contractual Services	75,528	37,186	14,817	32,492	23,991	33,828		217,842
Utilities	7,932	9,524	11,279					28,735
Maintenance Materials and Supplies	9,072	7,594	802,869					819,535
Grants and Contributions	4,234			5,375		80,523		90,132
Amortization	3,267	800	311,459			1,385		316,911
Interest	1,927		2,990					4,917
Allowance for Uncollectibles								
Other	276			5,000				5,276
Total Expenses	336,425	82,806	1,488,379	50,517	23,991	115,736		2,097,854
Surplus (Deficit) by Function	(312,045)	(51,143)	(1,378,792)	(36,206)	(9,072)	(97,714)		(1,884,972)

Taxes and other unconditional revenue (Schedule 1)

1,736,827

Net Surplus (Deficit)

(148,145)

Rural Municipality of Leask No. 464
Consolidated Schedule of Segment Disclosure by Function
As at December 31, 2015

Schedule 5

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and Charges	8,211	110,445	69,741	5,196	6,920			200,513
Tangible Capital Asset Sales - Gain			8,700					8,700
Land Sales - Gain								
Investment Income and Commissions	2,833		500					2,833
Other Revenues				9,270		24,915		500
Grants - Conditional		500	4,250					38,935
- Capital			227,559					227,559
Total Revenues	11,044	110,945	310,750	14,466	6,920	24,915		479,040
Expenses (Schedule 3)								
Wages and Benefits	215,363	20,122	274,532	6,981				516,998
Professional/Contractual Services	64,788	41,672	11,374	36,452	1,704	9,784		165,774
Utilities	8,369	8,003	7,159					23,531
Maintenance Materials and Supplies	17,717	9,548	662,784					690,049
Grants and Contributions		9,526		5,425		79,791		94,742
Amortization	810		298,685			1,385		300,880
Interest	569		6,207					6,776
Allowance for Uncollectibles				25,000				25,000
Other								
Total Expenses	307,616	88,871	1,260,741	73,858	1,704	90,960		1,823,750
Surplus (Deficit) by Function	(296,572)	22,074	(949,991)	(59,392)	5,216	(66,045)		(1,344,710)
Taxes and other unconditional revenue (Schedule 1)								
								1,907,742
Net Surplus (Deficit)								563,032

Rural Municipality of Leask No. 464
Consolidated Schedule of Tangible Capital Assets by Object
For the year ended December 31, 2016

Schedule 6

2016										2015
	General Assets					Infrastructure Assets	General/ Infrastructure	Total	Total	Total
	Land	Land Improvements	Buildings	Vehicles	Machinery and Equipment	Linear assets	Assets Under Construction			
Asset cost										
Opening Asset costs	88,436	10,048	87,952	69,529	1,199,003	8,115,574		9,570,542	9,530,130	
Additions during the year				4,000	411,933	9,414		425,347	56,786	
Disposals and write-downs during the year					(288,496)			(288,496)	(16,374)	
Transfers (from) assets under construction										
Closing Asset Costs	88,436	10,048	87,952	73,529	1,322,440	8,124,988		9,707,393	9,570,542	
Amortization										
Accumulated Amortization Cost										
Opening Accumulated Amortization Costs		1,809	52,748	16,853	323,659	4,355,527		4,750,596	4,466,090	
Add: Amortization taken		1,005	4,292	8,204	126,724	176,686		316,911	300,880	
Less: Accumulated amortization on disposals					(144,248)			(144,248)	(16,374)	
Closing Accumulated Amortization Costs		2,814	57,040	25,057	306,135	4,532,213		4,923,259	4,750,596	
Net Book Value	88,436	7,234	30,912	48,472	1,016,305	3,592,775		4,784,134	4,819,946	

1. Total contributed/donated assets received in 2016:

Nil

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

- Infrastructure Assets

Nil

- Vehicles

Nil

- Machinery and Equipment

Nil

3. Amount of interest capitalized in 2016

Nil

Rural Municipality of Leask No. 464
Consolidated Schedule of Tangible Capital Assets by Function
For the year ended December 31, 2016

Schedule 7

	2016						2015	
	General Government	Protective Services	Transportation Services	Environmental and Public Health	Planning and Development	Recreation and Culture	Water and Sewer	Total
Assets								
Asset cost								
Opening Asset costs	40,747	17,655	9,399,050	578		112,512		9,530,130
Additions during the year		4,000	421,347					56,786
Disposals and write-downs during the year			(288,496)					(16,374)
Closing Asset Costs	40,747	21,655	9,531,901	578		112,512		9,570,542
Amortization								
Accumulated Amortization Cost								
Opening Accumulated Amortization Costs	21,686	17,655	4,708,686			2,569		4,466,090
Add: Amortization taken	3,267	800	311,459			1,385		300,880
Less: Accumulated amortization on disposals			(144,248)					(16,374)
Closing Accumulated Amortization Costs	24,953	18,455	4,875,897			3,954		4,750,596
Net Book Value	15,794	3,200	4,656,004	578		108,558		4,819,946

Rural Municipality of Leask No. 464
Consolidated Schedule of Accumulated Surplus
For the year ended December 31, 2016

Schedule 8

	2015	Changes	2016
UNAPPROPRIATED SURPLUS	1,209,488	(43,501)	1,165,987
APPROPRIATED RESERVES			
Machinery and Equipment	20,755		20,755
Public Reserve	22,190	(7,042)	15,148
Capital Trust			
Utility			
Other			
Total Appropriated	42,945	(7,042)	35,903
ORGANIZED HAMLETS (add lines if required)			
Organized Hamlet of Pelican Cove	72,583	(19,308)	53,275
Total Organized Hamlets	72,583	(19,308)	53,275
NET INVESTMENT IN TANGIBLE CAPITAL ASSETS			
Tangible capital assets (Schedule 6)	4,819,946	(35,812)	4,784,134
Less: Related debt	(134,561)	(42,482)	(177,043)
Net Investment in Tangible Capital Assets	4,685,385	(78,294)	4,607,091
Total Accumulated Surplus	6,010,401	(148,145)	5,862,256

Rural Municipality of Leask No. 464
Schedule of Mill Rates and Assessments
For the year ended December 31, 2016

Schedule 9

	PROPERTY CLASS						Total
	Agriculture	Residential	Residential Condominium	Seasonal Residential	Commercial & Industrial	Potash Mine(s)	
Taxable Assessment	48,414,710	19,009,837	99,960	25,813,665	1,961,600		95,299,772
Regional Park Assessment							
Total Assessment							95,299,772
Mill Rate Factor(s)							
Total Base/Minimum Tax (generated for each property class)		0.8929	0.8929	0.8929	0.9286		
Total Municipal Tax Levy (include base and/or minimum tax and special levies)	34,500	26,500					61,000
	654,208	223,286	1,142	294,886	23,316		1,196,838

MILL RATES:

MILLS

Average Municipal*	12.5600
Average School*	4.0004
Potash Mill Rate	
Uniform Municipal Mill Rate	12.8000

* 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 Leask No. 464
Schedule of Council Remuneration
For the year ended December 31, 2016

Schedule 10

Position	Name	Remuneration	Reimbursed Costs	Total
Reeve	Len Cantin	8,430	3,570	12,000
Councillor	Grant Thiel	1,100	472	1,572
Councillor	Real Diehl	7,255	2,458	9,713
Councillor	Don Kavanagh	6,450	2,372	8,822
Councillor	Gordon Stieb	1,640	1,004	2,644
Councillor	Ed Musich	6,080	1,804	7,884
Councillor	Robert Girod	8,720	3,057	11,777
Councillor	Victor Unyi	5,620	1,927	7,547
Total		45,295	16,664	61,959