

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

September 12, 2018



Vantage
CHARTERED PROFESSIONAL ACCOUNTANTS

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, 2017, 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, 2017, and its financial performance and cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Chartered Professional Accountants

North Battleford, Saskatchewan
September 12, 2018

Rural Municipality of Leask No. 464
Consolidated Statement of Financial Position
As at December 31, 2017

Statement 1

	2017	2016
FINANCIAL ASSETS		
Cash and Temporary Investments (Note 2)	406,505	1,117,051
Taxes Receivable - Municipal (Note 3)	158,246	169,957
Other Accounts Receivable (Note 4)	121,575	46,048
Land for Resale		
Long-Term Investments (Note 5)	82,696	80,568
Debt Charges Recoverable		
Other		
Total Financial Assets	769,022	1,413,624
LIABILITIES		
Bank Indebtedness (Note 6)		
Accounts Payable	18,860	133,381
Accrued Liabilities Payable		
Deposits	16,807	17,620
Deferred Revenue		
Accrued Landfill Costs (Note 7)	30,000	30,000
Liability for Contaminated Sites		
Other Liabilities		
Long-Term Debt (Note 11)	375,031	177,043
Lease Obligations		
Total Liabilities	440,698	358,044
NET FINANCIAL ASSETS	328,324	1,055,580
NON-FINANCIAL ASSETS		
Tangible Capital Assets (Schedule 6, 7)	5,171,115	4,784,134
Prepayments and Deferred Charges	1,099	322
Stock and Supplies	51,001	22,220
Other		
Total Non-Financial Assets	5,223,215	4,806,676
ACCUMULATED SURPLUS (DEFICIT) (Schedule 8)	5,551,539	5,862,256

Rural Municipality of Leask No. 464
Consolidated Statement of Operations
For the year ended December 31, 2017

Statement 2

	2017 Budget	2017	2016
REVENUES			
Taxes and Other Unconditional Revenue (Schedule 1)	1,540,159	1,488,009	1,736,827
Fees and Charges (Schedule 4, 5)	100,840	90,943	90,082
Conditional Grants (Schedule 4, 5)	50,600	44,252	46,960
Tangible Capital Asset Sales - Gain (Schedule 4, 5)		(5,519)	(4,248)
Land Sales - Gain (Schedule 4, 5)			
Investment Income and Commissions (Schedule 4, 5)	5,000	8,642	6,933
Other Revenues (Schedule 4, 5)			
Total Revenues	1,696,599	1,626,327	1,876,554
EXPENSES			
General Government Services (Schedule 3)	339,380	315,177	336,425
Protective Services (Schedule 3)	119,130	107,883	82,806
Transportation Services (Schedule 3)	1,637,020	1,455,751	1,488,379
Environmental and Public Health Services (Schedule 3)	53,205	55,790	50,517
Planning and Development Services (Schedule 3)	12,500	13,949	23,991
Recreation and Cultural Services (Schedule 3)	84,519	65,759	115,736
Utility Services (Schedule 3)			
Total Expenses	2,245,754	2,014,309	2,097,854
Surplus (Deficit) of Revenues over Expenses before Other Capital Contributions	(549,155)	(387,982)	(221,300)
Provincial/Federal Capital Grants and Contributions (Schedule 4, 5)	76,155	77,265	73,155
Surplus (Deficit) of Revenues over Expenses	(473,000)	(310,717)	(148,145)
Accumulated Surplus (Deficit), Beginning of Year	5,862,256	5,862,256	6,010,401
Accumulated Surplus (Deficit), End of Year	5,389,256	5,551,539	5,862,256

Rural Municipality of Leask No. 464
Consolidated Statement of Change in Net Financial Assets
For the year ended December 31, 2017

Statement 3

	2017 Budget	2017	2016
Surplus (Deficit)	(473,000)	(310,717)	(148,145)
(Acquisition) of tangible capital assets		(634,010)	(425,347)
Amortization of tangible capital assets		232,252	316,911
Proceeds on disposal of tangible capital assets		9,258	140,000
Loss (gain) on the disposal of tangible capital assets		5,519	4,248
Surplus (Deficit) of capital expenses over expenditures		(386,981)	35,812
(Acquisition) of supplies inventories		(28,781)	
(Acquisition) of prepaid expense		(777)	
Consumption of supplies inventory			
Use of prepaid expense			10,690
Surplus (Deficit) of expenses of other non-financial over expenditures		(29,558)	10,690
Increase/Decrease in Net Financial Assets	(473,000)	(727,256)	(101,643)
Net Financial Assets (Debt) - Beginning of Year	1,055,580	1,055,580	1,157,223
Net Financial Assets (Debt) - End of Year	582,580	328,324	1,055,580

Rural Municipality of Leask No. 464
Consolidated Statement of Cash Flow
For the year ended December 31, 2017

Statement 4

	2017	2016
Cash provided by (used for) the following activities		
Operating:		
Surplus (Deficit)	(310,717)	(148,145)
Amortization	232,252	316,911
Loss (gain) on disposal of tangible capital assets	5,519	4,248
	(72,946)	173,014
Change in assets/liabilities		
Taxes receivable - municipal	11,711	(12,186)
Other receivables	(75,527)	89,402
Land for resale		
Other financial assets		
Accounts and accrued liabilities payable	(114,521)	25,953
Deposits	(813)	17,620
Deferred revenue		
Accrued landfill costs		5,000
Liability for contaminated sites		
Other liabilities		
Stock and supplies	(28,781)	
Prepayments and deferred charges	(777)	10,690
Other (Specify)		
Cash provided by operating transactions	(281,654)	309,493
Capital:		
Acquisition of tangible capital assets	(634,010)	(425,347)
Proceeds from the disposal of tangible capital assets	9,258	140,000
Other capital		
Cash applied to capital transactions	(624,752)	(285,347)
Investing:		
Long-term investments	(2,128)	(2,545)
Other investments		
Cash provided by (applied to) investing transactions	(2,128)	(2,545)
Financing:		
Debt charges recovered		
Long-term debt issued	433,500	271,932
Long-term debt repaid	(235,512)	(229,450)
Other financing		
Cash provided by (applied to) financing transactions	197,988	42,482
Change in Cash and Temporary Investments during the year	(710,546)	64,083
Cash and Temporary Investments - Beginning of Year	1,117,051	1,052,968
Cash and Temporary Investments - End of Year	406,505	1,117,051

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 to 75 years
Road network assets	30 to 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, 2017

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

	2017	2016
Cash	60,791	389,777
Temporary investments	345,714	727,274
Restricted cash		
Total cash and temporary investments	406,505	1,117,051

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

	2017	2016
Municipal - Current	147,651	101,297
- Arrears	13,377	72,951
	161,028	174,248
- Less allowance for uncollectibles	(2,782)	(2,782)
Total municipal taxes receivable	158,246	171,466
School - Current	49,485	45,602
- Arrears	31,747	28,066
Total school taxes receivable	81,232	73,668
Other	2,310	8,788
Total taxes and grants in lieu receivable	241,788	253,922
Deduct taxes receivable to be collected on behalf of other organizations	(83,542)	(83,965)
Total taxes receivable - municipal	158,246	169,957

Rural Municipality of Leask No. 464
Notes to the Consolidated Financial Statements
For the year ended December 31, 2017

4. Other accounts receivable

	2017	2016
Federal government	79,817	11,365
Provincial government		
Local government		
Utility		
Trade	41,758	34,683
Other		
Total other accounts receivable	121,575	46,048
Less: allowance for uncollectibles		
Net other accounts receivable	121,575	46,048

5. Long-term investments

	2017	2016
Saskatchewan Association of Rural Municipalities - Self Insurance Fund	82,696	80,568
Other		
Total long-term investments	82,696	80,568

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

	2017	2016
Environmental liabilities	30,000	30,000

In 2017 the municipality has accrued an overall liability for environmental matters in the amount of \$30,000 (prior year-\$30,000) 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, 2017

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 2017 was \$52,951. 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	133,962	164,795
Revenue		
Interest revenue	1,781	1,495
Expenditure	(24,722)	(32,328)
Green Fund balance - end of year	111,021	133,962

11. Long-term debt

a) The debt limit of the municipality is \$1,252,285. 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) Credit union 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 Deere grader with a net book value of \$319,200.

Future principal repayments are estimated as follows:

Year	Principal	Interest	Current Year Total	Prior Year Total
2018	142,585	7,010	149,595	177,043
2019	145,841	3,754	149,595	
2020	86,605	656	87,261	
Balance	375,031	11,420	386,451	177,043

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, 2017

Schedule 1

	2017 Budget	2017	2016
TAXES			
General municipal tax levy	1,032,563	1,000,983	1,196,838
Abatements and adjustments	(3,000)	(762)	(2,445)
Discount on current year taxes	(53,000)	(43,973)	(49,949)
Net Municipal Taxes	976,563	956,248	1,144,444
Potash tax share			
Trailer license fees		3,150	4,300
Penalties on tax arrears	17,000	24,686	17,678
Special tax levy	13,825	16,701	13,826
Other			
Total Taxes	1,007,388	1,000,785	1,180,248

UNCONDITIONAL GRANTS

Revenue Sharing	506,361	459,117	506,362
Organized Hamlet	6,860	6,576	6,859
Total Unconditional Grants	513,221	465,693	513,221

GRANTS IN LIEU OF TAXES

Federal		20,593	16,058
Provincial			
S.P.C. Electrical			
SaskEnergy Gas			
TransGas	750	938	3,015
Central Services			
SaskTel			
Other - Habitat	1,800		1,633
Local/Other			
Housing Authority			
C.P.R. Mainline			
Treaty Land Entitlement	17,000		22,652
Other			
Other Government Transfers			
S.P.C. Surcharge			
Sask Energy Surcharge			
Other			
Total Grants in Lieu of Taxes	19,550	21,531	43,358

TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	1,540,159	1,488,009	1,736,827
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Rural Municipality of Leask No. 464
Schedule of Operating and Capital Revenue by Function
For the year ended December 31, 2017

Schedule 2 - 1

	2017 Budget	2017	2016
GENERAL GOVERNMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work	4,500	1,995	2,331
- Sales of supplies	2,080	1,945	2,748
- Other - rental office space	800		1,025
Total Fees and Charges	7,380	3,940	6,104
- Tangible capital asset sales - gain (loss)			
- Land sales - gain			
- Investment income and commissions	5,000	8,642	6,933
- Other			
Total Other Segmented Revenue	12,380	12,582	13,037
Conditional Grants			
- Student Employment	15,000	7,500	5,000
- Other	4,100	4,233	6,343
Total Conditional Grants	19,100	11,733	11,343
Total Operating	31,480	24,315	24,380
Capital			
Conditional Grants			
- Federal Gas Tax			
- Provincial Disaster Assistance			
- Other			
Total Capital			
Total General Government Services	31,480	24,315	24,380

PROTECTIVE SERVICES

Operating			
Other Segmented Revenue			
Fees and Charges			
- Other	30,500	21,417	31,663
Total Fees and Charges	30,500	21,417	31,663
- Tangible capital asset sales - gain (loss)			
- Other			
Total Other Segmented Revenue	30,500	21,417	31,663
Conditional Grants			
- Student Employment			
- Local government			
- Other			
Total Conditional Grants			
Total Operating	30,500	21,417	31,663
Capital			
Conditional Grants			
- Federal Gas Tax			
- Provincial Disaster Assistance			
- Local government			
- Other			
Total Capital			
Total Protective Services	30,500	21,417	31,663

Rural Municipality of Leask No. 464
Schedule of Operating and Capital Revenue by Function
For the year ended December 31, 2017

Schedule 2 - 2

TRANSPORTATION SERVICES

Operating

	2017 Budget	2017	2016
Other Segmented Revenue			
Fees and Charges			
- Custom work	16,600	20,440	17,252
- Sales of supplies	5,600	11,401	5,585
- Road Maintenance and Restoration Agreements	15,000	11,034	11,333
- Frontage			
- Other (gravel licenses)	5,000	6,718	
Total Fees and Charges	42,200	49,593	34,170
- Tangible capital asset sales - gain (loss)		(5,519)	(4,248)
- Other			
Total Other Segmented Revenue	42,200	44,074	29,922
Conditional Grants			
- MREP			
- Student Employment			
- Other (CTP)	5,800	6,017	6,510
Total Conditional Grants	5,800	6,017	6,510
Total Operating	48,000	50,091	36,432

Capital

Conditional Grants			
- Federal Gas Tax	45,105	47,120	45,105
- MREP (Heavy Haul, CTP, Municipal Bridges)	28,050	25,500	28,050
- Provincial Disaster Assistance	3,000	4,645	
- Other			
Total Capital	76,155	77,265	73,155
Total Transportation Services	124,155	127,356	109,587

ENVIRONMENTAL AND PUBLIC HEALTH SERVICES

Operating

Other Segmented Revenue			
Fees and Charges			
- Waste and Disposal Fees	3,500	3,256	3,226
- Other	360	1,420	
Total Fees and Charges	3,860	4,676	3,226
- Tangible capital asset sales - gain (loss)			
- Other			
Total Other Segmented Revenue	3,860	4,676	3,226
Conditional Grants			
- Student Employment			
- TAPD			
- Local government			
- Other - Beaver Bounty/PREP	5,700	7,120	11,085
Total Conditional Grants	5,700	7,120	11,085
Total Operating	9,560	11,796	14,311

Capital

Conditional Grants			
- Federal Gas Tax			
- TAPD			
- Provincial Disaster Assistance			
- Other			
Total Capital			
Total Environmental and Public Health Services	9,560	11,796	14,311

Rural Municipality of Leask No. 464
Schedule of Operating and Capital Revenue by Function
For the year ended December 31, 2017

Schedule 2 - 3

	2017 Budget	2017	2016
PLANNING AND DEVELOPMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Maintenance and Development Charges	3,000		
- Other - Licences and Permits	13,900	11,317	14,919
Total Fees and Charges	16,900	11,317	14,919
- Tangible capital asset sales - gain (loss)			
- Other			
Total Other Segmented Revenue	16,900	11,317	14,919
Conditional Grants			
- Student Employment			
- Other			
Total Conditional Grants			
Total Operating	16,900	11,317	14,919
Capital			
Conditional Grants			
- Federal Gas Tax			
- Provincial Disaster Assistance			
- Other			
Total Capital			
Total Planning and Development Services	16,900	11,317	14,919

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	19,382	18,022
Total Conditional Grants	20,000	19,382	18,022
Total Operating	20,000	19,382	18,022
Capital			
Conditional Grants			
- Federal Gas Tax			
- Local government			
- Provincial Disaster Assistance			
- Other			
Total Capital			
Total Recreation and Cultural Services	20,000	19,382	18,022

Rural Municipality of Leask No. 464
Schedule of Operating and Capital Revenue by Function
For the year ended December 31, 2017

Schedule 2 - 4

	2017 Budget	2017	2016
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	232,595	215,583	212,882
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SUMMARY

Total Other Segmented Revenue	105,840	94,066	92,767
Total Conditional Grants	50,600	44,252	46,960
Total Capital Grants and Contributions	76,155	77,265	73,155
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	232,595	215,583	212,882

Rural Municipality of Leask No. 464
Total Expenses by Function
For the year ended December 31, 2017

Schedule 3 - 1

	2017 Budget	2017	2016
GENERAL GOVERNMENT SERVICES			
Council remuneration and travel	39,800	47,240	66,313
Wages and benefits	172,000	170,997	167,876
Professional/Contractual services	101,263	72,384	75,528
Utilities	9,000	6,544	7,932
Maintenance, materials and supplies	8,700	7,020	9,072
Grants and contributions - operating	1,200	479	4,234
- capital			
Amortization	3,267	3,267	3,267
Interest	4,150	7,211	1,927
Allowance for uncollectibles			
Other		35	276
Total Government Services	339,380	315,177	336,425

PROTECTIVE SERVICES

Police protection

Wages and benefits			
Professional/Contractual services	70,300	50,434	31,990
Utilities			
Maintenance, materials and supplies			
Grants and contributions - operating			
- capital			
Other			

Fire protection

Wages and benefits	18,750	21,228	27,702
Professional/Contractual services	8,180	9,765	5,196
Utilities	9,150	11,125	9,524
Maintenance, materials and supplies	12,750	15,331	7,594
Grants and contributions - operating			
- capital			
Amortization			800
Interest			
Other			

Total Protective Services	119,130	107,883	82,806
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TRANSPORTATION SERVICES

Wages and benefits	438,849	378,530	344,965
Professional/Contractual services	28,500	16,551	14,817
Utilities	11,250	10,478	11,279
Maintenance, materials and supplies	303,000	238,877	241,552
Gravel	544,250	519,932	561,317
Grants and contributions - operating			
- capital			
Amortization	310,671	226,395	311,459
Interest	500	722	2,990
Other		64,266	

Total Transportation Services	1,637,020	1,455,751	1,488,379
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Rural Municipality of Leask No. 464

Total Expenses by Function

For the year ended December 31, 2017

Schedule 3 - 2

	2017 Budget	2017	2016
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Wages and benefits	7,650	7,297	7,650
Professional/Contractual services	29,000	31,505	32,492
Utilities			
Maintenance, materials and supplies			
Grants and contributions - operating	1,500	1,500	1,500
o Waste disposal			
o Public Health	3,430	3,430	3,875
- capital			
o Waste disposal			
o Public Health			
Amortization			
Interest			
Other - Land fill closure	11,625	12,058	5,000
Total Environmental and Public Health Services	53,205	55,790	50,517

PLANNING AND DEVELOPMENT SERVICES

Wages and benefits			
Professional/Contractual services	12,500	13,949	23,991
Grants and contributions - operating			
- capital			
Amortization			
Interest			
Other			
Total Planning and Development Services	12,500	13,949	23,991

RECREATION AND CULTURAL SERVICES

Wages and benefits			
Professional/Contractual services	35,010	12,842	33,828
Utilities			
Maintenance, materials and supplies			
Grants and contributions - operating	48,124	50,327	80,523
- capital			
Amortization	1,385	2,590	1,385
Interest			
Allowance for uncollectibles			
Other			
Total Recreation and Cultural Services	84,519	65,759	115,736

Rural Municipality of Leask No. 464
Total Expenses by Function
For the year ended December 31, 2017

Schedule 3 - 3

	2017 Budget	2017	2016
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	2,245,754	2,014,309	2,097,854

Rural Municipality of Leask No. 464
Consolidated Schedule of Segment Disclosure by Function
For the year ended December 31, 2017

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	3,940	21,417	49,593 (5,519)	4,676	11,317			90,943 (5,519)
Tangible Capital Asset Sales - Loss								
Land Sales - Gain	8,642							8,642
Investment Income and Commissions								
Other Revenues				7,120		19,382		44,252
Grants - Conditional	11,733		6,017 77,265					77,265
- Capital								
Total Revenues	24,315	21,417	127,356	11,796	11,317	19,382		215,583
Expenses (Schedule 3)								
Wages and Benefits	218,237	21,228	378,530	7,297				625,292
Professional/Contractual Services	72,384	60,199	16,551	31,505	13,949	12,842		207,430
Utilities	6,544	11,125	10,478					28,147
Maintenance Materials and Supplies	7,020	15,331	758,809					781,160
Grants and Contributions	479			4,930		50,327		55,736
Amortization	3,267		226,395			2,590		232,252
Interest	7,211		722					7,933
Allowance for Uncollectibles								
Other	35		64,266	12,058				76,359
Total Expenses	315,177	107,883	1,455,751	55,790	13,949	65,759		2,014,309
Surplus (Deficit) by Function	(290,862)	(86,466)	(1,328,395)	(43,994)	(2,632)	(46,377)		(1,798,736)

Taxes and other unconditional revenue (Schedule 1)

1,488,009

Net Surplus (Deficit)

(310,717)

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

Schedule 5

	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 (4,248)	3,226	14,919			90,082 (4,248)
Tangible Capital Asset Sales - Loss								
Land Sales - Gain	6,933							6,933
Investment Income and Commissions								
Other Revenues			6,510	11,085		18,022		46,960
Grants - Conditional - Capital	11,343		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 Tangible Capital Assets by Object
For the year ended December 31, 2017

Schedule 6

2017										2016	
	General Assets					Infrastructure Assets		General/ Infrastructure Assets Under Construction	Total	Total	
	Land	Land Improvements	Buildings	Vehicles	Machinery and Equipment	Linear assets					
Asset cost											
Opening Asset costs	88,436	10,048	87,952	73,529	1,322,440	8,124,988			9,707,393	9,570,542	
Additions during the year				155,779	23,920	454,311			634,010	425,347	
Disposals and write-downs during the year				(16,500)	(19,129)				(35,629)	(288,496)	
Transfers (from) assets under construction											
Closing Asset Costs	88,436	10,048	87,952	212,808	1,327,231	8,579,299			10,305,774	9,707,393	
Accumulated Amortization Cost											
Opening Accumulated Amortization Costs		2,814	57,040	25,057	306,135	4,532,213			4,923,259	4,750,596	
Add: Amortization taken		2,210	13,582	26,201	75,810	114,449			232,252	316,911	
Less: Accumulated amortization on disposals				(13,200)	(7,652)				(20,852)	(144,248)	
Closing Accumulated Amortization Costs		5,024	70,622	38,058	374,293	4,646,662			5,134,659	4,923,259	

1. Total contributed/donated assets received in 2017:

Nil

2. List of assets recognized at nominal value in 2017 are:

- Infrastructure Assets
- Vehicles
- Machinery and Equipment

Nil
Nil
Nil
Nil

3. Amount of interest capitalized in 2017

Nil

Rural Municipality of Leask No. 464
Consolidated Schedule of Tangible Capital Assets by Function
For the year ended December 31, 2017

Schedule 7

	2017						2016	
	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	21,655	9,531,901	578		112,512		9,707,393
Additions during the year			634,010					634,010
Disposals and write-downs during the year			(35,629)					(35,629)
Closing Asset Costs	40,747	21,655	10,130,282	578		112,512		10,305,774
Amortization								
Accumulated Amortization Cost								
Opening Accumulated Amortization Costs	24,953	18,455	4,875,897			3,954		4,923,259
Add: Amortization taken	3,267		226,395			2,590		232,252
Less: Accumulated amortization on disposals			(20,852)					(20,852)
Closing Accumulated Amortization Costs	28,220	18,455	5,081,440			6,544		5,134,659
Net Book Value	12,527	3,200	5,048,842	578		105,968		5,171,115
								4,784,134

Rural Municipality of Leask No. 464
Consolidated Schedule of Accumulated Surplus
For the year ended December 31, 2017

Schedule 8

	2016	Changes	2017
UNAPPROPRIATED SURPLUS	1,165,987	(466,752)	699,235
APPROPRIATED RESERVES			
Machinery and Equipment	20,755	(20,000)	755
Public Reserve	15,148	(12,958)	2,190
Capital Trust			
Utility			
Other			
Total Appropriated	35,903	(32,958)	2,945
ORGANIZED HAMLETS (add lines if required)			
Organized Hamlet of Pelican Cove	53,275		53,275
Total Organized Hamlets	53,275		53,275
NET INVESTMENT IN TANGIBLE CAPITAL ASSETS			
Tangible capital assets (Schedule 6)	4,784,134	386,981	5,171,115
Less: Related debt	(177,043)	(197,988)	(375,031)
Net Investment in Tangible Capital Assets	4,607,091	188,993	4,796,084
Total Accumulated Surplus	5,862,256	(310,717)	5,551,539

Rural Municipality of Leask No. 464
Schedule of Mill Rates and Assessments
For the year ended December 31, 2017

Schedule 9

	PROPERTY CLASS						Total
	Agriculture	Residential	Residential Condominium	Seasonal Residential	Commercial & Industrial	Potash Mine(s)	
Taxable Assessment	105,121,015	23,918,630	105,520	45,911,430	2,221,800		177,278,395
Regional Park Assessment							
Total Assessment							177,278,395
Mill Rate Factor(s)	1.0000	0.7680	0.7680	0.7680	1.6500		
Total Base/Minimum Tax (generated for each property class)							
Total Municipal Tax Levy (include base and/or minimum tax and special levies)	616,560	123,076	543	236,242	24,562		1,000,983

MILL RATES: MILLS

Average Municipal*	5.6500
Average School*	4.5002
Potash Mill Rate	
Uniform Municipal Mill Rate	6.7000

* 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, 2017

Schedule 10

Position	Name	Remuneration	Reimbursed Costs	Total
Reeve	Leonard Cantin	8,240	5,493	13,733
Councillor	Real Diehl	6,050	4,033	10,083
Councillor	Robert Girod	7,870	5,246	13,116
Councillor	Edward Musich	4,890	3,260	8,150
Councillor	Gordon Stieb	5,590	3,727	9,317
Councillor	Grant Thiel	3,690	2,460	6,150
Councillor	Victor Unyi	4,900	3,267	8,167
Total		41,230	27,486	68,716