

---

**RURAL MUNICIPALITY OF BRITANNIA NO. 502**

**CONSOLIDATED FINANCIAL STATEMENTS**

**DECEMBER 31, 2017**

---



**Vantage**

CHARTERED PROFESSIONAL ACCOUNTANTS

## Management's Responsibility

---

To the Ratepayers of Rural Municipality of Britannia No. 502

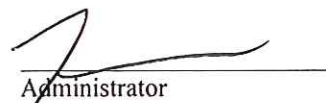
Management is responsible for the preparation and presentation of the accompanying consolidated financial statements, including responsibility for significant accounting judgements and estimates in accordance with Canadian public sector accounting standards and ensuring that all information in the annual 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 fulfills 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

April 25, 2018



**Vantage**  
CHARTERED PROFESSIONAL ACCOUNTANTS

## INDEPENDENT AUDITORS' REPORT

The Reeve and Council  
Rural Municipality of Britannia No. 502  
Lloydminster, Saskatchewan

We have audited the accompanying consolidated financial statements of the Rural Municipality of Britannia No. 502, 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 Britannia No. 502 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  
April 25, 2018

Rural Municipality of Britannia No. 502  
 Consolidated Statement of Financial Position  
 As at December 31, 2017

Statement 1

	2017	2016
<b>FINANCIAL ASSETS</b>		
Cash and Temporary Investments (Note 2)	6,376,704	7,099,493
Taxes Receivable - Municipal (Note 3)	272,227	205,715
Other Accounts Receivable (Note 4)	454,775	824,205
Land for Resale (Note 5)	13,837	9,144
Long-Term Investments (Note 6)	170,696	166,422
Debt Charges Recoverable		
Other		
<b>Total Financial Assets</b>	<b>7,288,239</b>	<b>8,304,979</b>
<b>LIABILITIES</b>		
Bank Indebtedness		
Accounts Payable	129,291	358,056
Accrued Liabilities Payable		
Deposits	16,855	11,905
Deferred Revenue (Note 8)	2,373	11
Accrued Landfill Costs		
Liability for Contaminated Sites		
Other Liabilities		
Long-Term Debt (Note 9)	230,000	
Lease Obligations		
<b>Total Liabilities</b>	<b>378,519</b>	<b>369,972</b>
<b>NET FINANCIAL ASSETS (DEBT)</b>	<b>6,909,720</b>	<b>7,935,007</b>
<b>NON-FINANCIAL ASSETS</b>		
Tangible Capital Assets (Schedule 6, 7)	60,492,861	59,058,432
Prepayments and Deferred Charges	148,243	696
Stock and Supplies	1,071,024	1,361,508
Other		
<b>Total Non-Financial Assets</b>	<b>61,712,128</b>	<b>60,420,636</b>
<b>ACCUMULATED SURPLUS (DEFICIT) (Schedule 8)</b>	<b>68,621,848</b>	<b>68,355,643</b>



Rural Municipality of Britannia No. 502  
 Consolidated Statement of Operations  
 For the year ended December 31, 2017

Statement 2

	2017 Budget	2017	2016
<b>REVENUES</b>			
Taxes and Other Unconditional Revenue (Schedule 1)	6,502,410	6,566,458	6,229,018
Fees and Charges (Schedule 4, 5)	280,060	485,600	561,573
Conditional Grants (Schedule 4, 5)	8,260	12,844	13,227
Tangible Capital Asset Sales - Loss (Schedule 4, 5)		(43,045)	(19,366)
Land Sales - Gain (Schedule 4, 5)			
Investment Income and Commissions (Schedule 4, 5)	124,630	66,255	108,881
Other Revenues (Schedule 4, 5)	4,000,000	2,893,239	3,383,335
<b>Total Revenues</b>	<b>10,915,360</b>	<b>9,981,351</b>	<b>10,276,668</b>
<b>EXPENSES</b>			
General Government Services (Schedule 3)	881,190	856,905	872,518
Protective Services (Schedule 3)	342,000	487,536	461,226
Transportation Services (Schedule 3)	9,467,470	8,610,717	7,072,924
Environmental and Public Health Services (Schedule 3)	326,600	176,801	153,624
Planning and Development Services (Schedule 3)	64,320	89,548	99,167
Recreation and Cultural Services (Schedule 3)	81,110	140,521	83,470
Utility Services (Schedule 3)	869,940	133,545	142,294
<b>Total Expenses</b>	<b>12,032,630</b>	<b>10,495,573</b>	<b>8,885,223</b>
<b>Surplus (Deficit) of Revenues over Expenses before Other Capital Contributions</b>	<b>(1,117,270)</b>	<b>(514,222)</b>	<b>1,391,445</b>
Provincial/Federal Capital Grants and Contributions (Schedule 4, 5)	848,500	780,427	100,919
<b>Surplus (Deficit) of Revenues over Expenses</b>	<b>(268,770)</b>	<b>266,205</b>	<b>1,492,364</b>
<b>Accumulated Surplus (Deficit), Beginning of Year</b>	<b>68,355,643</b>	<b>68,355,643</b>	<b>66,863,279</b>
<b>Accumulated Surplus (Deficit), End of Year</b>	<b>68,086,873</b>	<b>68,621,848</b>	<b>68,355,643</b>

Rural Municipality of Britannia No. 502  
 Consolidated Statement of Change in Net Financial Assets  
 For the year ended December 31, 2017

Statement 3

	2017 Budget	2017	2016
Surplus (Deficit)	(268,770)	266,205	1,492,364
(Acquisition) of tangible capital assets		(6,010,964)	(5,696,966)
Amortization of tangible capital assets		4,241,975	4,156,296
Proceeds on disposal of tangible capital assets		291,513	464,512
Loss (gain) on the disposal of tangible capital assets		43,045	19,366
<b>Surplus (Deficit) of capital expenses over expenditures</b>		<b>(1,434,431)</b>	<b>(1,056,792)</b>
(Acquisition) of supplies inventories		290,484	(326,541)
(Acquisition) of prepaid expense		(147,545)	79,743
Consumption of supplies inventory			
Use of prepaid expense			
<b>Surplus (Deficit) of expenses of other non-financial over expenditures</b>		<b>142,939</b>	<b>(246,798)</b>
<b>Increase/Decrease in Net Financial Assets</b>	<b>(268,770)</b>	<b>(1,025,287)</b>	<b>188,774</b>
Net Financial Assets (Debt) - Beginning of Year	7,935,007	7,935,007	7,746,233
<b>Net Financial Assets (Debt) - End of Year</b>	<b>7,666,237</b>	<b>6,909,720</b>	<b>7,935,007</b>

Rural Municipality of Britannia No. 502  
 Consolidated Statement of Cash Flow  
 For the year ended December 31, 2017

Statement 4

	2017	2016
<b>Cash provided by (used for) the following activities</b>		
<b>Operating:</b>		
Surplus (Deficit)	266,205	1,492,364
Amortization	4,241,975	4,156,296
Loss (gain) on disposal of tangible capital assets	43,045	19,366
	4,551,225	5,668,026
<b>Change in assets/liabilities</b>		
Taxes receivable - municipal	(66,512)	(25,710)
Other receivables	369,430	234,061
Land for resale	(4,693)	
Other financial assets		
Accounts and accrued liabilities payable	(228,763)	(242,890)
Deposits	4,950	(2,499)
Deferred revenue	2,362	(12,536)
Accrued landfill costs		
Liability for contaminated sites		
Other liabilities		
Stock and supplies	290,484	(326,541)
Prepayments and deferred charges	(147,547)	79,743
Other (Specify)		
<b>Cash provided by operating transactions</b>	4,770,936	5,371,654
<b>Capital:</b>		
Acquisition of tangible capital assets	(6,010,964)	(5,696,966)
Proceeds from the disposal of tangible capital assets	291,513	464,512
Other capital		
<b>Cash applied to capital transactions</b>	(5,719,451)	(5,232,454)
<b>Investing:</b>		
Long-term investments	(4,274)	(4,334)
Other investments		
<b>Cash provided by (applied to) investing transactions</b>	(4,274)	(4,334)
<b>Financing:</b>		
Debt charges recovered		
Long-term debt issued	230,000	
Long-term debt repaid		
Other financing		
<b>Cash provided by (applied to) financing transactions</b>	230,000	
<b>Change in Cash and Temporary Investments during the year</b>	(722,789)	134,866
<b>Cash and Temporary Investments - Beginning of Year</b>	7,099,493	6,964,627
<b>Cash and Temporary Investments - End of Year</b>	6,376,704	7,099,493



## 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 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:
- 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>
<i>General assets</i>	
Land	Indefinite
Land improvements	5 to 20 Yrs
Buildings	10 to 50 Yrs
<b>Vehicles and equipment</b>	
Vehicles	5 to 10 Yrs
Machinery and equipment	5 to 10 Yrs
<i>Infrastructure assets</i>	
Infrastructure assets	30 to 75 Yrs

**Government contributions:** Government contributions for the acquisition of tangible 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 estimated useful lives. Any other lease not meeting the before mentioned criteria is classified as a operating lease and rental payments are expensed as incurred.

- m) **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.
- n) **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.

1. Significant accounting policies - continued

- o) **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.

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.

- p) **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	6,354,824	7,099,493
Temporary investments		
Restricted cash	21,880	
<b>Total cash and temporary investments</b>	<b>6,376,704</b>	<b>7,099,493</b>

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	208,417	130,939
- Arrears	69,922	80,888
	278,339	211,827
- Less allowance for uncollectibles	(6,112)	(6,112)
<b>Total municipal taxes receivable</b>	<b>272,227</b>	<b>205,715</b>
School - Current	200,641	131,293
- Arrears	65,734	62,416
<b>Total school taxes receivable</b>	<b>266,375</b>	<b>193,709</b>
Other	13,137	7,444
<b>Total taxes and grants in lieu receivable</b>	<b>551,739</b>	<b>406,868</b>
Deduct taxes receivable to be collected on behalf of other organizations	(279,512)	(201,153)
<b>Total taxes receivable - municipal</b>	<b>272,227</b>	<b>205,715</b>

Rural Municipality of Britannia No. 502  
Notes to the Consolidated Financial Statements  
For the year ended December 31, 2017

4. Other accounts receivable

	2017	2016
Federal government	17,435	41,115
Provincial government	5,601	14,254
Local government		
Utility	1,855	2,745
Trade	545,033	869,016
Other	9,250	22,149
<b>Total other accounts receivable</b>	<b>579,174</b>	<b>949,279</b>
Less: allowance for uncollectibles	(124,399)	(125,074)
<b>Net other accounts receivable</b>	<b>454,775</b>	<b>824,205</b>

5. Land for resale

	2017	2016
Tax title property	5,337	644
Allowance for market value adjustment		
Net tax title property	5,337	644
Other land	8,500	8,500
Allowance for market value adjustment		
Net other land	8,500	8,500
<b>Total land for resale</b>	<b>13,837</b>	<b>9,144</b>

6. Long-term investments

	2017	2016
Sask Assoc. of Rural Municipalities - Self Insurance Fund	132,497	129,223
Lloydminster Credit Union equity and Co-op equity	38,199	37,199
<b>Total long-term investments</b>	<b>170,696</b>	<b>166,422</b>

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

7. Bank indebtedness

**Credit arrangements**

At year-end, the municipality had lines of credit totalling \$1,300,000, none of which were drawn, bearing interest at 3.2% secured by a general security agreement.



Rural Municipality of Britannia No. 502  
Notes to the Consolidated Financial Statements  
For the year ended December 31, 2017

8. Deferred revenue

	2017	2016
Overpaid taxes and servicing agreement	2,373	11
<b>Total deferred revenue</b>	<b>2,373</b>	<b>11</b>

9. Long-term debt

The debt limit of the municipality is \$10,008,636. 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)).

Bank loans are repayable over 2 years, with a fixed interest rate is fixed at 3.35%. Repayment is payable in quarterly blended payments of principal and interest of \$29,844.06, based on amortization of twenty-four months, secured by a 2007 CAT D7R XR with a net book value of \$230,950.

Future principal repayments are estimated as follows:

Year	Principal	Interest	Current Year Total	Prior Year Total
2018	113,082	6,294	119,376	
2019	116,918	2,450	119,368	
2020				
2021				
2022				
Thereafter				
<b>Balance</b>	<b>230,000</b>	<b>8,744</b>	<b>238,744</b>	

Debt covenants cover available credit and loans and include:

- A minimum debt service ratio of 1.25:1
- A maximum combined debt/equity ratio of 3:1
- A current ratio of 1.25:1

The municipality was in compliance with all covenants.

10. Lease obligations

Future minimum operating lease payments plus taxes are as follows:

Year	Payment Amount
2018	91,401
2019	
2020	
2021	
2022	
Thereafter	
<b>Total future minimum lease payments</b>	<b>91,401</b>

11. 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.

**12. 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 \$179,981 (2016 - \$190,329). 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.

**13. Comparative figures**

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

**14. Budget figures**

Budget figures are reported for information purposes only and are not included in the scope of the external audit.

Rural Municipality of Britannia No. 502

Schedule of Taxes and Other Unconditional Revenue

For the year ended December 31, 2017

Schedule 1

	2017 Budget	2017	2016
<b>TAXES</b>			
General municipal tax levy	6,147,950	6,147,141	5,929,366
Abatements and adjustments	(20,000)	(917)	(6,999)
Discount on current year taxes		(351)	(71,690)
<b>Net Municipal Taxes</b>	<b>6,127,950</b>	<b>6,145,873</b>	<b>5,850,677</b>
Potash tax share			
Trailer license fees			
Penalties on tax arrears	12,000	15,849	15,785
Special tax levy			
Other			
<b>Total Taxes</b>	<b>6,139,950</b>	<b>6,161,722</b>	<b>5,866,462</b>
<b>UNCONDITIONAL GRANTS</b>			
Revenue Sharing	324,100	376,933	324,100
Organized Hamlet			
<b>Total Unconditional Grants</b>	<b>324,100</b>	<b>376,933</b>	<b>324,100</b>
<b>GRANTS IN LIEU OF TAXES</b>			
Federal			
Provincial			
S.P.C. Electrical	20,000	9,803	20,456
SaskEnergy Gas			
TransGas	18,360	18,000	18,000
Central Services			
SaskTel			
Other			
Local/Other			
Housing Authority			
C.P.R. Mainline			
Treaty Land Entitlement			
Other			
Other Government Transfers			
S.P.C. Surcharge			
Sask Energy Surcharge			
Other			
<b>Total Grants in Lieu of Taxes</b>	<b>38,360</b>	<b>27,803</b>	<b>38,456</b>
<b>TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE</b>	<b>6,502,410</b>	<b>6,566,458</b>	<b>6,229,018</b>



Rural Municipality of Britannia No. 502  
 Schedule of Operating and Capital Revenue by Function  
 For the year ended December 31, 2017

Schedule 2 - 1

	2017 Budget	2017	2016
<b>GENERAL GOVERNMENT SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
- Custom work	7,000	11,734	6,726
- Sales of supplies	3,210	4,133	3,202
- Other	27,650	80,579	189,023
Total Fees and Charges	37,860	96,446	198,951
- Tangible capital asset sales - gain (loss)			
- Land sales - gain			
- Investment income and commissions	124,630	66,255	108,881
- Other			
Total Other Segmented Revenue	162,490	162,701	307,832
Conditional Grants			
- Student Employment		3,500	
- Other			
Total Conditional Grants		3,500	
<b>Total Operating</b>	<b>162,490</b>	<b>166,201</b>	<b>307,832</b>
<b>Capital</b>			
Conditional Grants			
- Federal Gas Tax			
- Provincial Disaster Assistance			
- Other			
<b>Total Capital</b>			
<b>Total General Government Services</b>	<b>162,490</b>	<b>166,201</b>	<b>307,832</b>

**PROTECTIVE SERVICES**

<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
- Other	18,720	25,800	16,170
Total Fees and Charges	18,720	25,800	16,170
- Tangible capital asset sales - gain (loss)			
- Dissolve Britannia/Wilton Fire Department		25,766	200,000
Total Other Segmented Revenue	18,720	51,566	216,170
Conditional Grants			
- Student Employment			
- Local government			
- Other			
Total Conditional Grants			
<b>Total Operating</b>	<b>18,720</b>	<b>51,566</b>	<b>216,170</b>
<b>Capital</b>			
Conditional Grants			
- Federal Gas Tax			
- Provincial Disaster Assistance			
- Local government			
- Other			
<b>Total Capital</b>			
<b>Total Protective Services</b>	<b>18,720</b>	<b>51,566</b>	<b>216,170</b>

	2017 Budget	2017	2016
<b>TRANSPORTATION SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
- Custom work		42,788	
- Sales of supplies			
- Road Maintenance and Restoration Agreements			
- Frontage	2,810	1,500	2,754
- Other	93,730	210,662	217,695
Total Fees and Charges	96,540	254,950	220,449
- Tangible capital asset sales - gain (loss)		(43,045)	(19,366)
- Other	4,000,000	2,867,473	3,183,335
Total Other Segmented Revenue	4,096,540	3,079,378	3,384,418
Conditional Grants			
- MREP (CTP)			
- Student Employment			
- Other		1,821	
Total Conditional Grants		1,821	
<b>Total Operating</b>	4,096,540	3,081,199	3,384,418
<b>Capital</b>			
Conditional Grants			
- Federal Gas Tax	98,500	105,427	100,919
- MREP (Heavy Haul, CTP, Municipal Bridges)	750,000	675,000	
- Provincial Disaster Assistance			
- Other			
<b>Total Capital</b>	848,500	780,427	100,919
<b>Total Transportation Services</b>	<b>4,945,040</b>	<b>3,861,626</b>	<b>3,485,337</b>

**ENVIRONMENTAL AND PUBLIC HEALTH SERVICES**

<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
- Waste and Disposal Fees			
- Other	7,170	3,168	7,929
Total Fees and Charges	7,170	3,168	7,929
- Tangible capital asset sales - gain (loss)			
- Other			
Total Other Segmented Revenue	7,170	3,168	7,929
Conditional Grants			
- Student Employment			
- TAPD			
- Local government			
- Other	8,260	7,523	13,227
Total Conditional Grants	8,260	7,523	13,227
<b>Total Operating</b>	15,430	10,691	21,156
<b>Capital</b>			
Conditional Grants			
- Federal Gas Tax			
- TAPD			
- Provincial Disaster Assistance			
- Other			
<b>Total Capital</b>			
<b>Total Environmental and Public Health Services</b>	<b>15,430</b>	<b>10,691</b>	<b>21,156</b>

Rural Municipality of Britannia No. 502  
 Schedule of Operating and Capital Revenue by Function  
 For the year ended December 31, 2017

Schedule 2 - 3

	2017 Budget	2017	2016
<b>PLANNING AND DEVELOPMENT SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
- Maintenance and Development Charges	56,060	24,702	55,395
- Other	3,150	15,682	3,090
Total Fees and Charges	59,210	40,384	58,485
- Tangible capital asset sales - gain (loss)			
- Other			
Total Other Segmented Revenue	59,210	40,384	58,485
Conditional Grants			
- Student Employment			
- Other			
Total Conditional Grants			
<b>Total Operating</b>	<b>59,210</b>	<b>40,384</b>	<b>58,485</b>
<b>Capital</b>			
Conditional Grants			
- Federal Gas Tax			
- Provincial Disaster Assistance			
- Other			
<b>Total Capital</b>			
<b>Total Planning and Development Services</b>	<b>59,210</b>	<b>40,384</b>	<b>58,485</b>

**RECREATION AND CULTURAL SERVICES**

**Operating**

Other Segmented Revenue			
Fees and Charges			
- Other	11,010	11,011	11,011
Total Fees and Charges	11,010	11,011	11,011
- Tangible capital asset sales - gain (loss)			
- Other			
Total Other Segmented Revenue	11,010	11,011	11,011
Conditional Grants			
- Student Employment			
- Local government			
- Other			
Total Conditional Grants			
<b>Total Operating</b>	<b>11,010</b>	<b>11,011</b>	<b>11,011</b>

**Capital**

Conditional Grants			
- Federal Gas Tax			
- Local government			
- Provincial Disaster Assistance			
- Other			
<b>Total Capital</b>			
<b>Total Recreation and Cultural Services</b>	<b>11,010</b>	<b>11,011</b>	<b>11,011</b>



Rural Municipality of Britannia No. 502  
 Schedule of Operating and Capital Revenue by Function  
 For the year ended December 31, 2017

Schedule 2 - 4

	2017 Budget	2017	2016
<b>UTILITY SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
- Water	24,580	22,343	24,100
- Sewer	24,580	22,342	24,099
- Other	390	9,156	379
Total Fees and Charges	49,550	53,841	48,578
- Tangible capital asset sales - gain (loss)			
- Other			
Total Other Segmented Revenue	49,550	53,841	48,578
Conditional Grants			
- Student Employment			
- Other			
Total Conditional Grants			
<b>Total Operating</b>	<b>49,550</b>	<b>53,841</b>	<b>48,578</b>
<b>Capital</b>			
Conditional Grants			
- Federal Gas Tax			
- New Building Canada Fund (SCF, NRP)			
- Clean Water and Wastewater Fund			
- Provincial Disaster Assistance			
- Other			
Total Capital			
<b>Total Utility Services</b>	<b>49,550</b>	<b>53,841</b>	<b>48,578</b>
<b>TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION</b>	<b>5,261,450</b>	<b>4,195,320</b>	<b>4,148,569</b>
<b>SUMMARY</b>			
Total Other Segmented Revenue	4,404,690	3,402,049	4,034,423
Total Conditional Grants	8,260	12,844	13,227
Total Capital Grants and Contributions	848,500	780,427	100,919
<b>TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION</b>	<b>5,261,450</b>	<b>4,195,320</b>	<b>4,148,569</b>

	2017 Budget	2017	2016
<b>GENERAL GOVERNMENT SERVICES</b>			
Council remuneration and travel	131,000	122,299	127,418
Wages and benefits	435,010	417,374	430,782
Professional/Contractual services	220,880	200,239	222,427
Utilities	22,300	24,104	21,110
Maintenance, materials and supplies	61,000	63,501	38,003
Grants and contributions - operating	10,000	4,625	8,729
- capital			
Amortization		24,663	24,049
Interest			
Allowance for uncollectibles			
Other	1,000	100	
<b>Total Government Services</b>	<b>881,190</b>	<b>856,905</b>	<b>872,518</b>

**PROTECTIVE SERVICES****Police protection**

Wages and benefits			
Professional/Contractual services	93,000	153,538	167,108
Utilities			
Maintenance, materials and supplies			
Grants and contributions - operating			
- capital			
Other	1,000		

**Fire protection**

Wages and benefits	72,680	73,604	12,914
Professional/Contractual services	38,000	38,000	25,860
Utilities	14,200	12,720	
Maintenance, materials and supplies			
Grants and contributions - operating	73,120	107,631	215,009
- capital	50,000		
Amortization		102,043	40,335
Interest			
Other			

<b>Total Protective Services</b>	<b>342,000</b>	<b>487,536</b>	<b>461,226</b>
----------------------------------	----------------	----------------	----------------

**TRANSPORTATION SERVICES**

Wages and benefits	2,254,910	2,153,804	1,429,792
Professional/Contractual services	3,911,530	103,484	140,727
Utilities	26,030	23,260	18,822
Maintenance, materials and supplies	1,814,000	1,809,853	1,285,597
Gravel	500,000	297,738	134,433
Grants and contributions - operating			
- capital	715,000		
Amortization		4,008,370	3,994,056
Interest			
Other	246,000	214,208	69,497

<b>Total Transportation Services</b>	<b>9,467,470</b>	<b>8,610,717</b>	<b>7,072,924</b>
--------------------------------------	------------------	------------------	------------------

	2017 Budget	2017	2016
<b>ENVIRONMENTAL AND PUBLIC HEALTH SERVICES</b>			
Wages and benefits	83,150	87,452	86,701
Professional/Contractual services	78,220	59,966	47,405
Utilities	4,000	2,429	1,236
Maintenance, materials and supplies	12,380	12,415	11,953
Grants and contributions - operating			
o Waste disposal			
o Public Health			
- capital	148,850		
o Waste disposal			
o Public Health			
Amortization		14,539	6,329
Interest			
Other			
<b>Total Environmental and Public Health Services</b>	<b>326,600</b>	<b>176,801</b>	<b>153,624</b>

**PLANNING AND DEVELOPMENT SERVICES**

Wages and benefits	63,320	87,589	97,195
Professional/Contractual services	1,000	187	200
Grants and contributions - operating			
- capital			
Amortization		1,772	1,772
Interest			
Other			
<b>Total Planning and Development Services</b>	<b>64,320</b>	<b>89,548</b>	<b>99,167</b>

**RECREATION AND CULTURAL SERVICES**

Wages and benefits			
Professional/Contractual services			
Utilities	400	337	314
Maintenance, materials and supplies			
Grants and contributions - operating	73,010	89,347	32,319
- capital			
Amortization		43,293	43,293
Interest			
Allowance for uncollectibles			
Other	7,700	7,544	7,544
<b>Total Recreation and Cultural Services</b>	<b>81,110</b>	<b>140,521</b>	<b>83,470</b>





Rural Municipality of Britannia No. 502  
 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
<b>Revenues (Schedule 2)</b>								
Fees and Charges	96,446	25,800	254,950	3,168	40,384	11,011	53,841	485,600
Tangible Capital Asset Sales - Loss			(43,045)					(43,045)
Land Sales - Gain								
Investment Income and Commissions	66,255							66,255
Other Revenues		25,766	2,867,473					2,893,239
Grants - Conditional	3,500		1,821	7,523				12,844
- Capital			780,427					780,427
<b>Total Revenues</b>	<b>166,201</b>	<b>51,566</b>	<b>3,861,626</b>	<b>10,691</b>	<b>40,384</b>	<b>11,011</b>	<b>53,841</b>	<b>4,195,320</b>
<b>Expenses (Schedule 3)</b>								
Wages and Benefits	539,673	73,604	2,153,804	87,452	87,589		40,905	2,983,027
Professional/Contractual Services	200,239	191,538	103,484	59,966	187		23,103	578,517
Utilities	24,104	12,720	23,260	2,429		337		62,850
Maintenance Materials and Supplies	63,501		2,107,591	12,415			22,242	2,205,749
Grants and Contributions	4,625	107,631				89,347		201,603
Amortization	24,663	102,043	4,008,370	14,539	1,772	43,293	47,295	4,241,975
Interest								
Allowance for Uncollectibles								
Other	100		214,208			7,544		221,852
<b>Total Expenses</b>	<b>856,905</b>	<b>487,536</b>	<b>8,610,717</b>	<b>176,801</b>	<b>89,548</b>	<b>140,521</b>	<b>133,545</b>	<b>10,495,573</b>
<b>Surplus (Deficit) by Function</b>	<b>(690,704)</b>	<b>(435,970)</b>	<b>(4,749,091)</b>	<b>(166,110)</b>	<b>(49,164)</b>	<b>(129,510)</b>	<b>(79,704)</b>	<b>(6,300,253)</b>
Taxes and other unconditional revenue (Schedule 1)								6,566,458
<b>Net Surplus (Deficit)</b>								<b>266,205</b>

Rural Municipality of Britannia No. 502  
 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
<b>Revenues (Schedule 2)</b>								
Fees and Charges	198,951	16,170	220,449 (19,366)	7,929	58,485	11,011	48,578	561,573 (19,366)
Tangible Capital Asset Sales - Loss								
Land Sales - Gain	108,881							108,881
Investment Income and Commissions		200,000	3,183,335					3,383,335
Other Revenues				13,227				13,227
Grants - Conditional - Capital			100,919					100,919
<b>Total Revenues</b>	<b>307,832</b>	<b>216,170</b>	<b>3,485,337</b>	<b>21,156</b>	<b>58,485</b>	<b>11,011</b>	<b>48,578</b>	<b>4,148,569</b>
<b>Expenses (Schedule 3)</b>								
Wages and Benefits	558,200	12,914	1,429,792	86,701	97,195		46,029	2,230,831
Professional/Contractual Services	222,427	192,968	140,727	47,405	200	314	15,031	618,758
Utilities	21,110		18,822	1,236				41,482
Maintenance Materials and Supplies	38,003		1,420,030	11,953			34,772	1,504,758
Grants and Contributions	8,729	215,009			1,772	32,319		256,057
Amortization	24,049	40,335	3,994,056	6,329		43,293	46,462	4,156,296
Interest								
Allowance for Uncollectibles								
Other			69,497			7,544		77,041
<b>Total Expenses</b>	<b>872,518</b>	<b>461,226</b>	<b>7,072,924</b>	<b>153,624</b>	<b>99,167</b>	<b>83,470</b>	<b>142,294</b>	<b>8,885,223</b>
<b>Surplus (Deficit) by Function</b>	<b>(564,686)</b>	<b>(245,056)</b>	<b>(3,587,587)</b>	<b>(132,468)</b>	<b>(40,682)</b>	<b>(72,459)</b>	<b>(93,716)</b>	<b>(4,736,654)</b>
Taxes and other unconditional revenue (Schedule 1)								6,229,018
<b>Net Surplus (Deficit)</b>								<b>1,492,364</b>



Rural Municipality of Britannia No. 502  
 Consolidated Schedule of Tangible Capital Assets by Object  
 For the year ended December 31, 2017

	2017							2016	
	General Assets				Infrastructure Assets		General/ Infrastructure Assets Under Construction	Total	Total
	Land	Land Improvements	Buildings	Vehicles	Machinery and Equipment	Linear assets			
<b>Asset cost</b>									
Opening Asset costs	1,676,655	899,873	3,841,333	2,233,850	7,390,406	76,368,895	1,839,543	94,250,555	89,654,650
Additions during the year	138,850	547,821	44,500	84,716	1,026,920	3,705,479	462,678	6,010,964	5,696,966
Disposals and write-downs during the year				(232,672)	(397,636)			(630,308)	(1,101,061)
Transfers (from) assets under construction		25,898				807,186	(833,084)	Nil	
<b>Closing Asset Costs</b>	<b>1,815,505</b>	<b>1,473,592</b>	<b>3,885,833</b>	<b>2,085,894</b>	<b>8,019,690</b>	<b>80,881,560</b>	<b>1,469,137</b>	<b>99,631,211</b>	<b>94,250,555</b>
<b>Amortization</b>									
<b>Accumulated Amortization Cost</b>									
Opening Accumulated Amortization Costs		361,059	816,304	882,802	3,312,753	29,819,205		35,192,123	31,653,010
Add: Amortization taken		23,136	107,686	147,443	416,560	3,547,150		4,241,975	4,156,296
Transfers									
Less: Accumulated amortization on disposals				(94,959)	(200,789)			(295,748)	(617,183)
<b>Closing Accumulated Amortization Costs</b>		<b>384,195</b>	<b>923,990</b>	<b>935,286</b>	<b>3,528,524</b>	<b>33,366,355</b>		<b>39,138,350</b>	<b>35,192,123</b>
<b>Net Book Value</b>	<b>1,815,505</b>	<b>1,089,397</b>	<b>2,961,843</b>	<b>1,150,608</b>	<b>4,491,166</b>	<b>47,515,205</b>	<b>1,469,137</b>	<b>60,492,861</b>	<b>59,058,432</b>

1. Total contributed/donated assets received in 2017: Nil

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

- Infrastructure Assets Nil
- Vehicles Nil
- Machinery and Equipment Nil

Rural Municipality of Britannia No. 502  
 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 & Sewer	Total
<b>Assets</b>								
Asset cost								
Opening Asset costs	2,017,030	2,659,690	85,261,833	442,813	65,662	1,781,712	2,021,815	89,654,650
Additions during the year	5,188		5,855,207	138,850			11,719	5,696,966
Disposals and write-downs during the year		(57,133)	(573,175)					(1,101,061)
<b>Closing Asset Costs</b>	<b>2,022,218</b>	<b>2,602,557</b>	<b>90,543,865</b>	<b>581,663</b>	<b>65,662</b>	<b>1,781,712</b>	<b>2,033,534</b>	<b>94,250,555</b>
<b>Amortization</b>								
Accumulated Amortization Cost								
Opening Accumulated Amortization Costs	347,697	561,703	33,234,686	2,998	17,037	335,672	692,330	31,653,010
Add: Amortization taken	21,734	102,044	4,006,741	16,985	3,884	43,293	47,294	4,156,296
Less: Accumulated amortization on disposals		(35,658)	(260,090)					(617,183)
<b>Closing Accumulated Amortization Costs</b>	<b>369,431</b>	<b>628,089</b>	<b>36,981,337</b>	<b>19,983</b>	<b>20,921</b>	<b>378,965</b>	<b>739,624</b>	<b>39,138,350</b>
<b>Net Book Value</b>	<b>1,652,787</b>	<b>1,974,468</b>	<b>53,562,528</b>	<b>561,680</b>	<b>44,741</b>	<b>1,402,747</b>	<b>1,293,910</b>	<b>59,058,432</b>

Rural Municipality of Britannia No. 502  
 Consolidated Schedule of Accumulated Surplus  
 For the year ended December 31, 2017

Schedule 8

	2016	Changes	2017
<b>UNAPPROPRIATED SURPLUS</b>	<b>7,853,568</b>	<b>(902,336)</b>	<b>6,951,232</b>
<b>APPROPRIATED RESERVES</b>			
Machinery and Equipment	500,000		500,000
Public Reserve	61,174	(4,318)	56,856
Water/Sewer Reserve		174,783	174,783
Gas tax	275,702	(206,353)	69,349
Gravel pit reclamation and roads	606,767		606,767
<b>Total Appropriated</b>	<b>1,443,643</b>	<b>(35,888)</b>	<b>1,407,755</b>
<b>NET INVESTMENT IN TANGIBLE CAPITAL ASSETS</b>			
Tangible capital assets (Schedule 6)	59,058,432	1,434,429	60,492,861
Less: Related debt		(230,000)	(230,000)
<b>Net Investment in Tangible Capital Assets</b>	<b>59,058,432</b>	<b>1,204,429</b>	<b>60,262,861</b>
<b>Total Accumulated Surplus</b>	<b>68,355,643</b>	<b>266,205</b>	<b>68,621,848</b>



Rural Municipality of Britannia No. 502  
 Schedule of Mill Rates and Assessments  
 For the year ended December 31, 2017

	PROPERTY CLASS						Total
	Agriculture	Residential	Residential Condominium	Seasonal Residential	Commercial and Industrial	Potash Mine(s)	
Taxable Assessment	119,220,575	172,185,560			156,572,500		447,978,635
Regional Park Assessment							
Total Assessment							447,978,635
Mill Rate Factor(s)	1.0000	1.0000			9.0000		
Total Base/Minimum Tax (generated for each property class)		5,825			614,500		620,325
Total Municipal Tax Levy (include base and/or minimum tax and special levies)	387,467	565,428			5,194,246		6,147,141

MILL RATES: MILLS

Average Municipal*	13.7200
Average School*	5.2300
Potash Mill Rate	
Uniform Municipal Mill Rate	3.2500

\* 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 Britannia No. 502  
 Schedule of Council Remuneration  
 For the year ended December 31, 2017

Schedule 10

Position	Name	Remuneration	Reimbursed Costs	Total
Reeve	John Light	11,308	4,477	15,785
Councillor Division 1	Ed Noble	6,625	3,284	9,909
Councillor Division 2	Dale Forland	6,973	1,892	8,865
Councillor Division 3	Jim Collins	11,984	4,057	16,041
Councillor Division 4	Kim Schindel	10,398	3,473	13,871
Councillor Division 5	Cory McCall	7,689	3,855	11,544
Councillor Division 6	Dale Crush	10,706	3,771	14,477
<b>Total</b>		<b>65,683</b>	<b>24,809</b>	<b>90,492</b>