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**RURAL MUNICIPALITY OF BRITANNIA NO. 502**

**CONSOLIDATED FINANCIAL STATEMENTS**

**DECEMBER 31, 2015**

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**Vantage**  
CHARTERED PROFESSIONAL ACCOUNTANTS

**Management's Responsibility**

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To the Ratepayers of the 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 judgments 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 judgment 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 council 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.

  
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Reeve

  
\_\_\_\_\_  
Administrator



## INDEPENDENT AUDITORS' REPORT

The 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, 2015, 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' judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the 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, 2015, 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  
June 22, 2016

Rural Municipality of Britannia No. 502  
 Consolidated Statement of Financial Position  
 As at December 31, 2015

Statement 1

	2015	2014
<b>FINANCIAL ASSETS</b>		
Cash and Temporary Investments (Note 2)	6,964,627	9,529,471
Taxes Receivable - Municipal (Note 3)	180,005	99,389
Other Accounts Receivable (Note 4)	1,058,266	1,774,061
Land for Resale (Note 5)	9,144	9,144
Long-Term Investments (Note 6)	162,088	173,542
Debt Charges Recoverable		
Other		
<b>Total Financial Assets</b>	<b>8,374,130</b>	<b>11,585,607</b>
<b>LIABILITIES</b>		
Bank Indebtedness		
Accounts Payable	600,946	261,792
Accrued Liabilities Payable		
Deposits	14,404	14,430
Deferred Revenue (Note 8)	12,547	1,669,762
Accrued Landfill Costs		
Liability for Contaminated Sites		
Other Liabilities		
Long-Term Debt		
Lease Obligations		
<b>Total Liabilities</b>	<b>627,897</b>	<b>1,945,984</b>
<b>NET FINANCIAL ASSETS (DEBT)</b>	<b>7,746,233</b>	<b>9,639,623</b>
<b>NON-FINANCIAL ASSETS</b>		
Tangible Capital Assets (Schedule 6, 7)	58,001,640	52,789,457
Prepayments and Deferred Charges	80,439	24,311
Stock and Supplies	1,034,967	897,745
Other		
<b>Total Non-Financial Assets</b>	<b>59,117,046</b>	<b>53,711,513</b>
<b>ACCUMULATED SURPLUS (DEFICIT) (Schedule 8)</b>	<b>66,863,279</b>	<b>63,351,136</b>

	2015 Budget	2015	2014
<b>REVENUES</b>			
Taxes and Other Unconditional Revenue (Schedule 1)	6,393,090	6,400,091	6,370,291
Fees and Charges (Schedule 4, 5)	309,830	2,057,682	1,105,086
Conditional Grants (Schedule 4, 5)	9,610	7,034	9,807
Tangible Capital Asset Sales - Gain (Loss) (Schedule 4, 5)	50,000	(4,524)	(918)
Land Sales - Gain (Schedule 4, 5)			
Investment Income and Commissions (Schedule 4, 5)	113,460	115,660	114,007
Other Revenues (Schedule 4, 5)	2,919,480	4,325,441	4,726,012
<b>Total Revenues</b>	<b>9,795,470</b>	<b>12,901,384</b>	<b>12,324,285</b>
<b>EXPENSES</b>			
General Government Services (Schedule 3)	961,830	947,483	1,039,690
Protective Services (Schedule 3)	437,270	410,255	467,344
Transportation Services (Schedule 3)	11,348,710	8,568,932	8,047,425
Environmental and Public Health Services (Schedule 3)	331,360	82,315	76,495
Planning and Development Services (Schedule 3)	8,360	2,970	26,377
Recreation and Cultural Services (Schedule 3)	30,620	85,468	80,561
Utility Services (Schedule 3)	503,830	189,734	137,446
<b>Total Expenses</b>	<b>13,621,980</b>	<b>10,287,157</b>	<b>9,875,338</b>
<b>Surplus (Deficit) of Revenues over Expenses before Other Capital Contribu</b>	<b>(3,826,510)</b>	<b>2,614,227</b>	<b>2,448,947</b>
Provincial/Federal Capital Grants and Contributions (Schedule 4, 5)	848,490	897,916	821,450
<b>Surplus (Deficit) of Revenues over Expenses</b>	<b>(2,978,020)</b>	<b>3,512,143</b>	<b>3,270,397</b>
<b>Accumulated Surplus (Deficit), Beginning of Year</b>	<b>63,351,136</b>	<b>63,351,136</b>	<b>60,080,739</b>
<b>Accumulated Surplus (Deficit), End of Year</b>	<b>60,373,116</b>	<b>66,863,279</b>	<b>63,351,136</b>

Rural Municipality of Britannia No. 502

Condensed Statement of Change in Net Financial Assets

For the year ended December 31, 2015

Statement 3

	2015 Budget	2015	2014
<b>Surplus (Deficit)</b>	(2,978,020)	3,512,143	3,270,397
(Acquisition) of tangible capital assets		(9,506,086)	(5,413,253)
Amortization of tangible capital assets		4,279,320	4,165,866
Proceeds on disposal of tangible capital assets		10,058	52,876
Loss (gain) on the disposal of tangible capital assets		4,524	918
<b>Surplus (Deficit) of capital expenses over expenditures</b>		<b>(5,212,184)</b>	<b>(1,193,593)</b>
(Acquisition) of supplies inventories		(137,222)	(396,929)
(Acquisition) of prepaid expense		(56,127)	(9,051)
Consumption of supplies inventory			
Use of prepaid expense			
<b>Surplus (Deficit) of expenses of other non-financial over expenditures</b>		<b>(193,349)</b>	<b>(405,980)</b>
<b>Increase/Decrease in Net Financial Assets</b>	<b>(2,978,020)</b>	<b>(1,893,390)</b>	<b>1,670,824</b>
<b>Net Financial Assets (Debt) - Beginning of Year</b>	<b>9,639,623</b>	<b>9,639,623</b>	<b>7,968,799</b>
<b>Net Financial Assets (Debt) - End of Year</b>	<b>6,661,603</b>	<b>7,746,233</b>	<b>9,639,623</b>

Rural Municipality of Britannia No. 502  
 Consolidated Statement of Cash Flow  
 For the year ended December 31, 2015

Statement 4

	2015	2014
<b>Cash provided by (used for) the following activities</b>		
<b>Operating:</b>		
Surplus	3,512,143	3,270,397
Amortization	4,279,320	4,165,866
Loss (gain) on disposal of tangible capital assets	4,524	918
	<u>7,795,987</u>	<u>7,437,181</u>
<b>Change in assets/liabilities</b>		
Taxes receivable - municipal	(80,616)	(23,397)
Other receivables	715,795	1,311,905
Land for resale		4,743
Other financial assets		
Accounts and accrued liabilities payable	339,154	210,380
Deposits	(26)	(3,500)
Deferred revenue	(1,657,215)	1,669,751
Accrued landfill costs		
Liability for contaminated sites		
Other liabilities		
Stock and supplies	(137,222)	(396,929)
Prepayments and deferred charges	(56,127)	(9,051)
Other		
<b>Cash provided by operating transactions</b>	<b>6,919,730</b>	<b>10,201,083</b>
<b>Capital:</b>		
Acquisition of tangible capital assets	(9,506,086)	(5,413,253)
Proceeds from the disposal of tangible capital assets	10,058	52,876
Other capital		
<b>Cash applied to capital transactions</b>	<b>(9,496,028)</b>	<b>(5,360,377)</b>
<b>Investing:</b>		
Long-term investments	11,454	(11,698)
Other investments		
<b>Cash provided by (applied to) investing transactions</b>	<b>11,454</b>	<b>(11,698)</b>
<b>Financing:</b>		
Debt charges recovered		
Long-term debt issued		
Long-term debt repaid		
Other financing		
<b>Cash provided by (applied to) financing transactions</b>		
<b>Change in Cash and Temporary Investments during the year</b>	<b>(2,564,844)</b>	<b>4,829,008</b>
<b>Cash and Temporary Investments - Beginning of Year</b>	<b>9,529,471</b>	<b>4,700,463</b>
<b>Cash and Temporary Investments - End of Year</b>	<b>6,964,627</b>	<b>9,529,471</b>

## 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.

All inter-organizational transactions and balances have been eliminated.

- 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) a 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>
<b>General assets</b>	
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
<b>Infrastructure assets</b>	
Infrastructure assets	30 to 75 Yrs

**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 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) **Landfill liability:** The municipality maintains a waste disposal site. The municipality is unable to estimate closure and post-closure costs. No amount has been recorded as an asset or a liability. [Any municipality that has recorded a landfill liability in the past or has incurred a liability during the year should disclose in accordance with PS 3270.21 of the Public Sector Accounting Board's handbook].
- n) **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.
- o) **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

- p) **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.

- q) **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

	2015	2014
Cash	6,964,627	9,529,471
Temporary investments		
Restricted cash		
<b>Total cash and temporary investments</b>	<b>6,964,627</b>	<b>9,529,471</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

	2015	2014
Municipal - Current	129,368	58,708
- Arrears	56,749	46,793
	186,117	105,501
- Less allowance for uncollectibles	(6,112)	(6,112)
<b>Total municipal taxes receivable</b>	<b>180,005</b>	<b>99,389</b>
School - Current	128,451	77,344
- Arrears	42,736	17,293
<b>Total school taxes receivable</b>	<b>171,187</b>	<b>94,637</b>
Other	8,905	4,749
<b>Total taxes and grants in lieu receivable</b>	<b>360,097</b>	<b>198,775</b>
Deduct taxes receivable to be collected on behalf of other organizations	(180,092)	(99,386)
<b>Total taxes receivable - municipal</b>	<b>180,005</b>	<b>99,389</b>

Rural Municipality of Britannia No. 502  
 Note to the Consolidated Financial Statements  
 For the year ended December 31, 2015

4. Other accounts receivable	2015	2014
Federal government	370,224	40,709
Provincial government	4,230	4,356
Local government		21,529
Utility	6,129	11,219
Trade	768,136	1,727,953
Other	34,621	111,940
<b>Total other accounts receivable</b>	<b>1,183,340</b>	<b>1,917,706</b>
Less: allowance for uncollectibles	(125,074)	(143,645)
<b>Net other accounts receivable</b>	<b>1,058,266</b>	<b>1,774,061</b>

5. Land for resale	2015	2014
Tax title property	644	644
Allowance for market value adjustment		
Net tax title property	644	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>9,144</b>	<b>9,144</b>

6. Long-term investments	2015	2014
Sask Association of Rural Municipalities Self-Insurance Fund	126,300	127,754
Lloydminster Credit Union equity and Co-op equity	35,788	45,788
<b>Total long-term investments</b>	<b>162,088</b>	<b>173,542</b>

7. Bank indebtedness

Credit arrangements

At December 31, 2015, the municipality had lines of credit totaling \$1,300,000, none of which were drawn, bearing interest at 2.7%. The following has been collateralized in connection with these lines of credit:

-- General security agreement.

8. Deferred revenue

	2015	2014
Overpaid taxes and servicing agreements	12,547	12,547
Road maintenance and development		1,607,790
Gas Tax Infrastructure project		49,425
<b>Total deferred revenue</b>	<b>12,547</b>	<b>1,669,762</b>

**Rural Municipality of Britannia No. 502**  
**Notes to the Consolidated Financial Statements**  
**For the year ended December 31, 2015**

**9. Long-term debt**

a) The debt limit of the municipality is \$12,018,991. 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)).

**10. Lease obligations**

Future minimum operating lease payments plus taxes are as follows:

<b>Year</b>	<b>Payment Amount</b>
2016	91,401
2017	91,401
2018	91,401
2019	
2020	
Thereafter	
<b>Total future minimum operating lease payments</b>	<b>274,203</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's pension expense in 2015 was \$207,415 (2014 - \$139,441). 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, 2015

Schedule 1

	2015 Budget	2015	2014
<b>TAXES</b>			
General municipal tax levy	6,223,030	6,212,300	6,209,031
Abatements and adjustments	(16,100)	(2,329)	(15,783)
Discount on current year taxes	(177,440)	(172,962)	(173,961)
<b>Net Municipal Taxes</b>	<b>6,029,490</b>	<b>6,037,009</b>	<b>6,019,287</b>
Potash tax share			
Trailer license fees			
Penalties on tax arrears	6,670	8,321	6,539
Special tax levy			
Other			
<b>Total Taxes</b>	<b>6,036,160</b>	<b>6,045,330</b>	<b>6,025,826</b>
<b>UNCONDITIONAL GRANTS</b>			
Equalization (Revenue Sharing)	316,980	316,980	305,294
Organized Hamlet			
<b>Total Unconditional Grants</b>	<b>316,980</b>	<b>316,980</b>	<b>305,294</b>
<b>GRANTS IN LIEU OF TAXES</b>			
Federal			
Provincial			
S.P.C. Electrical	20,430	20,031	8,792
SaskEnergy Gas			
TransGas	19,520	17,750	19,141
SPMC - Municipal Share			
SaskTel			11,238
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>39,950</b>	<b>37,781</b>	<b>39,171</b>
<b>TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE</b>	<b>6,393,090</b>	<b>6,400,091</b>	<b>6,370,291</b>

	2015 Budget	2015	2014
<b>GENERAL GOVERNMENT SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
- Custom work		5,199	3,182
- Sales of supplies	5,180	3,305	5,076
- Other	85,840	88,417	85,854
Total Fees and Charges	91,020	96,921	94,112
- Tangible capital asset sales - gain (loss)			
- Land sales - gain			
- Investment income and commissions	113,460	115,660	114,007
- Other			30,376
Total Other Segmented Revenue	204,480	212,581	238,495
Conditional Grants			
- Student Employment			
- Other			
Total Conditional Grants			
<b>Total Operating</b>	<b>204,480</b>	<b>212,581</b>	<b>238,495</b>
<b>Capital</b>			
Conditional Grants			
- Federal Gas Tax			
- Canada/Sask Municipal Rural Infrastructure Fund			
- Provincial Disaster Assistance			
- Other			
<b>Total Capital</b>			
<b>Total General Government Services</b>	<b>204,480</b>	<b>212,581</b>	<b>238,495</b>

**PROTECTIVE SERVICES**

**Operating**

Other Segmented Revenue			
Fees and Charges			
- Other	72,360	67,921	70,911
Total Fees and Charges	72,360	67,921	70,911
- Tangible capital asset sales - gain (loss)			
- Other			
Total Other Segmented Revenue	72,360	67,921	70,911
Conditional Grants			
- Student Employment			
- Local government			
- Other			
Total Conditional Grants			
<b>Total Operating</b>	<b>72,360</b>	<b>67,921</b>	<b>70,911</b>

**Capital**

Conditional Grants			
- Federal Gas Tax			
- Provincial Disaster Assistance			
- Local government			
- Other			13,865
<b>Total Capital</b>			<b>13,865</b>
<b>Total Protective Services</b>	<b>72,360</b>	<b>67,921</b>	<b>84,776</b>

	2015 Budget	2015	2014
<b>TRANSPORTATION SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
- Custom work			
- Sales of supplies			
- Road Maintenance and Restoration Agreements		1,745,880	766,647
- Frontage	5,000	550	8,250
- Other	70,000	77,022	87,730
Total Fees and Charges	75,000	1,823,452	862,627
- Tangible capital asset sales - gain (loss)	50,000	(4,524)	(918)
- Other	2,916,980	4,311,930	4,686,016
Total Other Segmented Revenue	3,041,980	6,130,858	5,547,725
Conditional Grants			
- Primary Weight Corridor			
- Student Employment			
- Other			
Total Conditional Grants			
<b>Total Operating</b>	<b>3,041,980</b>	<b>6,130,858</b>	<b>5,547,725</b>
<b>Capital</b>			
Conditional Grants			
- Federal Gas Tax	98,490	147,916	48,893
- Canada/Sask Municipal Rural Infrastructure Fund	750,000	750,000	750,000
- Heavy Haul			
- Designated Municipal Roads and Bridges			
- Provincial Disaster Assistance			
- Other			
<b>Total Capital</b>	<b>848,490</b>	<b>897,916</b>	<b>798,893</b>
<b>Total Transportation Services</b>	<b>3,890,470</b>	<b>7,028,774</b>	<b>6,346,618</b>

**ENVIRONMENTAL AND PUBLIC HEALTH SERVICES**

<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
- Waste and Disposal Fees	5,000	5,617	14,489
- Other	2,000	3,853	1,966
Total Fees and Charges	7,000	9,470	16,455
- Tangible capital asset sales - gain (loss)			
- Other			
Total Other Segmented Revenue	7,000	9,470	16,455
Conditional Grants			
- Student Employment			
- Local government			
- Other	9,610	7,034	9,807
Total Conditional Grants	9,610	7,034	9,807
<b>Total Operating</b>	<b>16,610</b>	<b>16,504</b>	<b>26,262</b>
<b>Capital</b>			
Conditional Grants			
- Federal Gas Tax			
- Canada/Sask Municipal Rural Infrastructure Fund			
- Transit for Disabled			
- Provincial Disaster Assistance			
- Other			
<b>Total Capital</b>			
<b>Total Environmental and Public Health Services</b>	<b>16,610</b>	<b>16,504</b>	<b>26,262</b>

Rural Municipality of Britannia No. 502  
 Schedule of Operating and Capital Revenue by Function  
 For the year ended December 31, 2015

Schedule 2 - 3

	2015 Budget	2015	2014
<b>PLANNING AND DEVELOPMENT SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
- Maintenance and Development Charges			
- Other	16,690	11,363	16,367
Total Fees and Charges	16,690	11,363	16,367
- Tangible capital asset sales - gain (loss)			
- Other			
Total Other Segmented Revenue	16,690	11,363	16,367
Conditional Grants			
- Student Employment			
- Other			
Total Conditional Grants			
<b>Total Operating</b>	<b>16,690</b>	<b>11,363</b>	<b>16,367</b>
<b>Capital</b>			
Conditional Grants			
- Federal Gas Tax			
- Provincial Disaster Assistance			
- Other			8,692
<b>Total Capital</b>			<b>8,692</b>
<b>Total Planning and Development Services</b>	<b>16,690</b>	<b>11,363</b>	<b>25,059</b>

**RECREATION AND CULTURAL SERVICES**

**Operating**

Other Segmented Revenue			
Fees and Charges			
- Other			
Total Fees and Charges			
- Tangible capital asset sales - gain (loss)			
- Other	2,500	13,511	9,620
Total Other Segmented Revenue	2,500	13,511	9,620
Conditional Grants			
- Student Employment			
- Local government			
- Donations			
- Other			
Total Conditional Grants			
<b>Total Operating</b>	<b>2,500</b>	<b>13,511</b>	<b>9,620</b>
<b>Capital</b>			
Conditional Grants			
- Federal Gas Tax			
- Local government			
- Provincial Disaster Assistance			
- Other			
<b>Total Capital</b>			
<b>Total Recreation and Cultural Services</b>	<b>2,500</b>	<b>13,511</b>	<b>9,620</b>



Rural Municipality of Britannia No. 502  
 Schedule of Operating and Capital Revenue by Function  
 For the year ended December 31, 2015

Schedule 2 - 4

	2015 Budget	2015	2014
<b>UTILITY SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
- Water	23,700	23,913	22,135
- Sewer	23,700	23,913	22,135
- Other	360	729	344
Total Fees and Charges	47,760	48,555	44,614
- Tangible capital asset sales - gain (loss)			
- Other			
Total Other Segmented Revenue	47,760	48,555	44,614
Conditional Grants			
- Student Employment			
- Other			
Total Conditional Grants			
<b>Total Operating</b>	<b>47,760</b>	<b>48,555</b>	<b>44,614</b>
<b>Capital</b>			
Conditional Grants			
- Federal Gas Tax			
- Sask Water Corp.			
- Provincial Disaster Assistance			
- Other			
<b>Total Capital</b>			
<b>Total Utility Services</b>	<b>47,760</b>	<b>48,555</b>	<b>44,614</b>
<b>TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION</b>	<b>4,250,870</b>	<b>7,399,209</b>	<b>6,775,444</b>

**SUMMARY**

Total Other Segmented Revenue	3,392,770	6,494,259	5,944,187
Total Conditional Grants	9,610	7,034	9,807
Total Capital Grants and Contributions	848,490	897,916	821,450
<b>TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION</b>	<b>4,250,870</b>	<b>7,399,209</b>	<b>6,775,444</b>

	2015 Budget	2015	2014
<b>GENERAL GOVERNMENT SERVICES</b>			
Council remuneration and travel	107,100	152,111	106,345
Wages and benefits	522,530	501,495	437,096
Professional/Contractual services	172,860	203,479	216,896
Utilities	19,440	22,209	19,058
Maintenance, materials and supplies	32,750	35,006	34,490
Grants and contributions - operating	4,150	3,693	4,068
- capital			
Amortization		21,096	16,428
Interest			
Allowance for uncollectibles			206,546
Other	103,000	8,394	(1,237)
<b>Total Government Services</b>	<b>961,830</b>	<b>947,483</b>	<b>1,039,690</b>

**PROTECTIVE SERVICES**

**Police protection**

Wages and benefits			
Professional/Contractual services	129,700	88,241	127,156
Utilities			
Maintenance, materials and supplies			
Grants and contributions - operating			
- capital	5,000		
Other			

**Fire protection**

Wages and benefits	195,870	170,745	196,077
Professional/Contractual services	3,000	2,640	2,168
Utilities			
Maintenance, materials and supplies			
Grants and contributions - operating	94,100	98,122	92,259
- capital			
Amortization		42,758	49,684
Interest			
Other	9,600	7,749	

<b>Total Protective Services</b>	<b>437,270</b>	<b>410,255</b>	<b>467,344</b>
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**TRANSPORTATION SERVICES**

Wages and benefits	2,209,910	1,924,799	1,400,121
Professional/Contractual services	3,542,190	206,247	931,018
Utilities	17,310	19,744	17,047
Maintenance, materials and supplies	4,208,870	1,620,252	1,394,776
Gravel	843,100	529,115	205,010
Grants and contributions - operating			
- capital			
Amortization		4,119,539	4,005,680
Interest			
Other	527,330	149,236	93,773

<b>Total Transportation Services</b>	<b>11,348,710</b>	<b>8,568,932</b>	<b>8,047,425</b>
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	2015 Budget	2015	2014
<b>ENVIRONMENTAL AND PUBLIC HEALTH SERVICES</b>			
Wages and benefits	49,200	45,472	47,799
Professional/Contractual services	122,500	18,154	16,230
Utilities	1,000	4,127	317
Maintenance, materials and supplies	8,660	5,660	7,364
Grants and contributions - operating			
o Waste disposal			
o Public Health			
- capital			
o Waste disposal			
o Public Health			
Amortization		5,672	4,785
Interest			
Other	150,000	3,230	
<b>Total Environmental and Public Health Services</b>	<b>331,360</b>	<b>82,315</b>	<b>76,495</b>

**PLANNING AND DEVELOPMENT SERVICES**

Wages and benefits			
Professional/Contractual services	8,360	1,198	5,646
Grants and contributions - operating			
- capital			
Amortization		1,772	1,772
Interest			
Other			18,959
<b>Total Planning and Development Services</b>	<b>8,360</b>	<b>2,970</b>	<b>26,377</b>

**RECREATION AND CULTURAL SERVICES**

Wages and benefits			
Professional/Contractual services			
Utilities	400	312	
Maintenance, materials and supplies			
Grants and contributions - operating	22,520	34,319	22,604
- capital			7,120
Amortization		43,293	43,293
Interest			
Allowance for uncollectibles			
Other	7,700	7,544	7,544
<b>Total Recreation and Cultural Services</b>	<b>30,620</b>	<b>85,468</b>	<b>80,561</b>

	2015 Budget	2015	2014
<b>UTILITY SERVICES</b>			
Wages and benefits	50,350	72,880	40,755
Professional/Contractual services	35,500	20,204	25,749
Utilities			
Maintenance, materials and supplies	29,110	51,127	26,718
Grants and contributions - operating			
- capital			
Amortization		45,190	44,224
Interest			
Allowance for uncollectibles			
Other	388,870	333	
<b>Total Utility Services</b>	<b>503,830</b>	<b>189,734</b>	<b>137,446</b>
<b>TOTAL EXPENSES BY FUNCTION</b>	<b>13,621,980</b>	<b>10,287,157</b>	<b>9,875,338</b>

Rural Municipality of Britannia No. 502  
 Consolidated Schedule of Segment Disclosure by Function  
 For the year ended December 31, 2015

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	96,921	67,921	1,823,452 (4,524)	9,470	11,363		48,555	2,057,682 (4,524)
Tangible Capital Asset Sales - Loss								
Land Sales - Gain								
Investment Income and Commissions	115,660		4,311,930	7,034		13,511		115,660 4,325,441
Other Revenues								7,034
Grants - Conditional - Capital			897,916					897,916
<b>Total revenues</b>	<b>212,581</b>	<b>67,921</b>	<b>7,028,774</b>	<b>16,504</b>	<b>11,363</b>	<b>13,511</b>	<b>48,555</b>	<b>7,399,209</b>
<b>Expenses (Schedule 3)</b>								
Wages and Benefits	653,606	170,745	1,924,799	45,472			72,880	2,867,502
Professional/ Contractual Services	203,479	90,881	206,247	18,154	1,198		20,204	540,163
Utilities	22,209		19,744	4,127		312		46,392
Maintenance Materials and Supplies	35,006		2,149,367	5,660				2,241,160
Grants and Contributions	3,693	98,122				34,319		136,134
Amortization	21,096	42,758	4,119,539	5,672	1,772	43,293	45,190	4,279,320
Interest								
Allowance for Uncollectibles								
Other	8,394	7,749	149,236	3,230		7,544	333	176,486
<b>Total expenses</b>	<b>947,483</b>	<b>410,255</b>	<b>8,568,932</b>	<b>82,315</b>	<b>2,970</b>	<b>85,468</b>	<b>189,734</b>	<b>10,287,157</b>
<b>Surplus (Deficit) by Function</b>	<b>(734,902)</b>	<b>(342,334)</b>	<b>(1,540,158)</b>	<b>(65,811)</b>	<b>8,393</b>	<b>(71,957)</b>	<b>(141,179)</b>	<b>(2,887,948)</b>
Taxes and other unconditional revenue (Schedule 1)								6,400,091
<b>Net Surplus (Deficit)</b>								<b>3,512,143</b>

Rural Municipality of Britannia No. 502  
 Consolidated Schedule of Segment Disclosure by Function  
 For the year ended December 31, 2014

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	94,112	70,911	862,627	16,455	16,367		44,614	1,105,086
Tangible Capital Asset Sales - Loss			(918)					(918)
Land Sales - Gain								
Investment Income and Commissions	114,007					9,620		114,007
Other Revenues	30,376		4,686,016	9,807				4,726,012
Grants - Conditional		13,865	798,893		8,692			9,807
- Capital								821,450
<b>Total revenues</b>	<b>238,495</b>	<b>84,776</b>	<b>6,346,618</b>	<b>26,262</b>	<b>25,059</b>	<b>9,620</b>	<b>44,614</b>	<b>6,775,444</b>
<b>Expenses (Schedule 3)</b>								
Wages and Benefits	543,441	196,077	1,400,121	47,799			40,755	2,228,193
Professional/ Contractual Services	216,896	129,324	931,018	16,230	5,646		25,749	1,324,863
Utilities	19,058		17,047	317				36,422
Maintenance Materials and Supplies	34,490		1,599,786	7,364			26,718	1,668,358
Grants and Contributions	4,068	92,259				29,724		126,051
Amortization	16,428	49,684	4,005,680	4,785	1,772	43,293	44,224	4,165,866
Interest								
Allowance for Uncollectibles	206,546							206,546
Other	(1,237)		93,773		18,959	7,544		119,039
<b>Total expenses</b>	<b>1,039,690</b>	<b>467,344</b>	<b>8,047,425</b>	<b>76,495</b>	<b>26,377</b>	<b>80,561</b>	<b>137,446</b>	<b>9,875,338</b>
<b>Surplus (Deficit) by Function</b>	<b>(801,195)</b>	<b>(382,568)</b>	<b>(1,700,807)</b>	<b>(50,233)</b>	<b>(1,318)</b>	<b>(70,941)</b>	<b>(92,832)</b>	<b>(3,099,894)</b>

Taxes and other unconditional revenue (Schedule 1)

6,370,291

**Net Surplus (Deficit)**

**3,270,397**

Rural Municipality of Britannia No. 502  
 Consolidated Schedule of Tangible Capital Assets by Object  
 For the year ended December 31, 2015

2015 2014

	General Assets				Infrastructure Assets		General/ Infrastructure Assets Under Construction	Total
	Land	Land Improvements	Buildings	Vehicles	Machinery and Equipment	Linear assets		
<b>Asset cost</b>								
Opening Asset costs	353,654	1,198,631	2,826,775	1,957,642	7,261,321	65,986,146	583,405	74,879,386
Additions during the year	33,000		104,204	48,021	198,110	8,161,249	961,502	9,506,086
Transfers		(406,257)		(45,040)	26,382	424,915		Nil
Disposals and write-downs during the year					(19,010)		(523,712)	(19,010)
Transfers (from) assets under construction			9,256			514,456		Nil
<b>Closing Asset Costs</b>	<b>386,654</b>	<b>792,374</b>	<b>2,940,235</b>	<b>1,960,623</b>	<b>7,466,803</b>	<b>75,086,766</b>	<b>1,021,195</b>	<b>89,654,650</b>
<b>Accumulated Amortization Cost</b>								
Opening Accumulated Amortization Costs		404,138	594,001	640,768	3,073,079	22,666,131		27,378,117
Add: Amortization taken		20,207	75,841	138,542	495,094	3,549,259		4,278,943
Transfers		(83,492)		(7,007)	1,923	88,962		386
Less: Accumulated amortization on disposals					(4,436)			(4,436)
<b>Closing Accumulated Amortization Costs</b>		<b>340,853</b>	<b>669,842</b>	<b>772,303</b>	<b>3,565,660</b>	<b>26,304,352</b>		<b>31,653,010</b>
<b>Net Book Value</b>	<b>386,654</b>	<b>451,521</b>	<b>2,270,393</b>	<b>1,188,320</b>	<b>3,901,143</b>	<b>48,782,414</b>	<b>1,021,195</b>	<b>52,789,457</b>

1. Total contributed/donated assets received in 2015: Nil

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

- Infrastructure Assets Nil

Rural Municipality of Britannia No. 502  
 Consolidated Schedule of Tangible Capital Assets by Function  
 For the year ended December 31, 2015

Schedule 7

	2015						2014	
	General Government	Protective Services	Transportation Services	Environmental and Public Health	Planning and Development	Recreation and Culture	Water and Sewer	Total
<b>Assets</b>								
Asset cost								
Opening Asset costs	740,971	1,283,082	74,437,036	152,280	65,662	1,781,712	1,706,831	74,879,386
Additions during the year	266,069		9,187,019	11,861			41,137	5,413,253
Disposals and write-downs during the year			(19,010)					(19,010)
<b>Closing Asset Costs</b>	<b>1,007,040</b>	<b>1,283,082</b>	<b>83,605,045</b>	<b>164,141</b>	<b>65,662</b>	<b>1,781,712</b>	<b>1,747,968</b>	<b>80,167,574</b>

	2015						2014	
	General Government	Protective Services	Transportation Services	Environmental and Public Health	Planning and Development	Recreation and Culture	Water and Sewer	Total
<b>Amortization</b>								
Accumulated Amortization Cost								
Opening Accumulated Amortization Costs	303,554	482,334	25,714,981	19,221	9,269	249,086	599,672	23,283,521
Add: Amortization taken	20,096	42,759	4,117,435	5,672	3,884	43,293	46,190	4,165,866
Less: Accumulated amortization on disposals			(4,436)					(71,270)
<b>Closing Accumulated Amortization Costs</b>	<b>323,650</b>	<b>525,093</b>	<b>29,827,980</b>	<b>24,893</b>	<b>13,153</b>	<b>292,379</b>	<b>645,862</b>	<b>27,378,117</b>
<b>Net Book Value</b>	<b>683,390</b>	<b>757,989</b>	<b>53,777,065</b>	<b>139,248</b>	<b>52,509</b>	<b>1,489,333</b>	<b>1,102,106</b>	<b>52,789,457</b>



Regional Municipality of Britannia No. 502  
 Consolidated Schedule of Accumulated Surplus  
 For the year ended December 31, 2015

Schedule 8

	2014	Changes	2015
<b>UNAPPROPRIATED SURPLUS</b>	<b>6,046,191</b>	<b>1,475,814</b>	<b>7,522,005</b>
<b>APPROPRIATED RESERVES</b>			
Machinery and Equipment	500,000		500,000
Public Reserve	46,721	11,363	58,084
Capital Trust			
Gas Tax Reserve		174,783	174,783
Gravel Pit Reclaim/Roads	3,968,767	(3,362,000)	606,767
<b>Total Appropriated</b>	<b>4,515,488</b>	<b>(3,175,854)</b>	<b>1,339,634</b>
<b>NET INVESTMENT IN TANGIBLE CAPITAL ASSETS</b>			
Tangible capital assets (Schedule 6)	52,789,457	5,212,183	58,001,640
Less: Related debt			
<b>Net Investment in Tangible Capital Assets</b>	<b>52,789,457</b>	<b>5,212,183</b>	<b>58,001,640</b>
<b>Total Accumulated Surplus</b>	<b>63,351,136</b>	<b>3,512,143</b>	<b>66,863,279</b>

Rural Municipality of Britannia No. 502  
 Schedule of Mill Rates and Assessments  
 For the year ended December 31, 2015

Schedule 9

	PROPERTY CLASS						Total
	Agriculture	Residential	Residential Condominium	Seasonal Residential	Commercial and Industrial	Potash Mine(s)	
Taxable Assessment	54,010,915	145,192,591			163,696,470		362,899,976
Regional Park Assessment							
Total Assessment							362,899,976
Mill Rate Factor(s)	0.6800	0.3600			3.2000		
Total Base/Minimum Tax (generated for each property class)		12,200			395,700		407,900
Total Municipal Tax Levy (include base and/or minimum tax and special levies)	367,274	528,803			5,316,223		6,212,300

MILL RATES:

	MILLS
Average Municipal*	17.1185
Average School*	8.0694
Potash Mill Rate	
Uniform Municipal Mill Rate	10.0000

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

Rural Municipality of Britannia No. 502  
 Schedule of Council Remuneration  
 For the year ended December 31, 2015

Schedule 10

Position	Name	Remuneration	Reimbursed Costs	Total
Reeve	John Light	9,234	5,712	14,946
Councillor Division 1	Ed Noble	8,649	6,383	15,032
Councillor Division 2	Dale Forland	8,693	3,809	12,502
Councillor Division 3	Jim Collins	8,325	5,816	14,141
Councillor Division 4	Kim Schindel	11,163	5,290	16,453
Councillor Division 5	Diann Tippe	10,704	4,608	15,312
Councillor Division 6	Dale Crush	7,404	4,396	11,800
<b>Total</b>		<b>64,172</b>	<b>36,014</b>	<b>100,186</b>

2015 Remuneration Schedule

Mileage Rate	\$ 0.65/Km
Meetings and Supervision Remuneration	\$32.00/Hr
Incidentals (Phone and Internet)	\$100.00/Month