

**RURAL MUNICIPALITY OF ROSTHERN NO. 403**  
**Consolidated Financial Statements**  
**Year Ended December 31, 2018**

RURAL MUNICIPALITY OF ROSTHERN NO. 403  
Index to Consolidated Financial Statements  
Year Ended December 31, 2018

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	Page
MANAGEMENT'S RESPONSIBILITY	1
AUDITORS' REPORT	2
CONSOLIDATED FINANCIAL STATEMENTS	
Consolidated Statement of Financial Position	3
Consolidated Statement of Operations	4
Consolidated Statement of Change in Net Financial Assets	5
Consolidated Statement of Cash Flow	6
Notes to Consolidated Financial Statements	7 - 14
Taxes and Other Unconditional Revenue ( <i>Schedule 1</i> )	15
Schedule of Operating and Capital Revenue by Function ( <i>Schedule 2 - 1</i> )	16
Schedule of Operating and Capital Revenue by Function ( <i>Schedule 2 - 2</i> )	17
Schedule of Operating and Capital Revenue by Function ( <i>Schedule 2 - 3</i> )	18
Schedule of Operating and Capital Revenue by Function ( <i>Schedule 2 - 4</i> )	19
Total Expenses by Function ( <i>Schedule 3 - 1</i> )	20
Total Expenses by Function ( <i>Schedule 3 - 2</i> )	21
Total Expenses by Function ( <i>Schedule 3 - 3</i> )	22
Consolidated Schedule of Segment Disclosure by Function ( <i>Schedule 4</i> )	23
Consolidated Schedule of Segment Disclosure by Function ( <i>Schedule 5</i> )	24
Consolidated Schedule of Tangible Capital Assets by Object ( <i>Schedule 6</i> )	25
Consolidated Schedule of Tangible Capital Assets by Function ( <i>Schedule 7</i> )	26
Consolidated Schedule of Accumulated Surplus ( <i>Schedule 8</i> )	27
Schedule of Mill Rates and Assessments ( <i>Schedule 9</i> )	28
Schedule of Council Remuneration ( <i>Schedule 10</i> )	29
Schedule of Financial Statement Adjustments ( <i>Schedule 11</i> )	30

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## Management's Responsibility

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The municipality's management is responsible for the preparation and presentation of the accompanying consolidated financial statements in accordance with Canadian public sector accounting standards (PSAS). The preparation of the statements necessarily includes selecting appropriate accounting principles and methods, and making decisions affecting the measurement of transactions in which objective judgments and estimates by management are required.

In discharging its responsibilities for the integrity and fair presentation of the consolidated financial statements, management designs and maintains the necessary accounting, budget and other related internal controls to provide reasonable assurance that transactions are appropriately authorized and accurately recorded, that assets are properly accounted for and safeguarded, and that financial records are properly maintained to provide reliable information for the preparation of the 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 management and discussing relevant matters with external auditors. The Council is also responsible for recommending the appointment of the municipality's external auditors.

Cogent Chartered Professional Accountants LLP, 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 management to discuss their audit findings.

  
Amanda McCormick, Acting Administrator

  
Mr Martin Penner, Reave

Rosthern, SK

Date: May 2, 2019

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## INDEPENDENT AUDITOR'S REPORT

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To the Council of the Rural Municipality of Rosthern No. 403

### *Opinion*

We have audited the consolidated financial statements of the Rural Municipality of Rosthern No. 403 (the Municipality), which comprise the consolidated statement of financial position as at December 31, 2018, and the consolidated statements of operations and cash flow for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the financial position of the Municipality as at December 31, 2018, and the results of its operations and its cash flow for the year then ended in accordance with Canadian public sector accounting standards.

### *Basis for Opinion*

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Consolidated Financial Statements* section of our report. We are independent of the Municipality in accordance with the ethical requirements that are relevant to our audit of the consolidated financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with those requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### *Other Matter*

We draw your attention to Schedule 11 - Statement of Changes in Net Assets which discloses certain prior period adjustments. Our opinion has not been qualified as a result of these adjustments.

### *Responsibilities of Management and Those Charged with Governance for the Consolidated Financial Statements*

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

In preparing the consolidated financial statements, management is responsible for assessing the Municipality's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless management either intends to liquidate the Municipality or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Municipality's financial reporting process.

### *Auditor's Responsibilities for the Audit of the Consolidated Financial Statements*

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements. As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 Municipality's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Municipality's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Municipality to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Rosthern, SK  
May 2, 2019

**Cogent**  
CHARTERED PROFESSIONAL  
ACCOUNTANTS LLP

*Coeper CPA LLP*  
Chartered Professional Accountants

**RURAL MUNICIPALITY OF ROSTHERN NO. 403**  
**Consolidated Statement of Financial Position**  
**As at December 31, 2018**

**Statement 1**

	2018	2017
<b>FINANCIAL ASSETS</b>		
Cash and Temporary Investments (Note 2)	\$ 6,324,883	\$ 5,706,250
Taxes Receivable - Municipal (Note 3)	151,234	174,635
Other Accounts Receivable (Note 4)	48,120	50,883
Land for Resale (Note 5)	-	-
Long-Term Investments (Note 6)	-	-
Debt Charges Recoverable (Note 7)	-	-
Other	-	-
<b>Total Financial Assets</b>	<b>6,524,237</b>	<b>5,931,768</b>
<b>LIABILITIES</b>		
Bank indebtedness (Note 8)	-	-
Accounts Payable	79,887	36,886
Accrued Liabilities Payable	-	-
Deposits	56,600	61,300
Deferred Revenue (Note 9)	-	-
Accrued Landfill Costs (Note 10)	262,053	228,395
Liability for Contaminated Sites (Note 11)	-	-
Other Liabilities	-	-
Long term debt (Note 12)	-	-
Lease Obligations (Note 13)	-	-
<b>Total Liabilities</b>	<b>398,540</b>	<b>326,581</b>
<b>NET FINANCIAL ASSETS</b>	<b>6,125,697</b>	<b>5,605,187</b>
<b>NON-FINANCIAL ASSETS</b>		
Tangible Capital Assets(Schedule 6, 7)	3,100,337	2,608,723
Prepayments and Deferred Charges	184	167
Stock and Supplies	737,199	648,123
Other (Note 14)	-	-
<b>Total Non-Financial Assets</b>	<b>3,837,720</b>	<b>3,257,013</b>
<b>ACCUMULATED SURPLUS (Schedule 8)</b>	<b>\$ 9,963,417</b>	<b>\$ 8,862,200</b>

## RURAL MUNICIPALITY OF ROSTHERN NO. 403

## Consolidated Statement of Operations

Year Ended December 31, 2018

Statement 2

	Budget 2018	2018	2017
<b>REVENUES</b>			
Taxes and Other Unconditional Revenue (Schedule 1)	\$ 2,994,650	\$ 3,004,574	\$ 2,974,253
Fees and Charges (Schedule 4, 5)	134,230	180,884	150,809
Conditional Grants (Schedule 4, 5)	12,220	19,666	155,449
Tangible Capital Assets Sales - Gain (Loss) (Schedule 4, 5)	-	(10,842)	(82,681)
Land Sales - Gain (Loss) (Schedule 4, 5)	-	-	-
Investment Income and Commissions (Schedule 4, 5)	5,000	89,978	43,354
Other Revenues (Schedule 4, 5)	-	-	5,200
<b>Total Revenues</b>	<b>3,146,100</b>	<b>3,284,260</b>	<b>3,246,384</b>
<b>EXPENSES</b>			
General Government Services (Schedule 3)	397,350	375,139	366,680
Protective Services (Schedule 3)	209,520	203,999	166,489
Transportation Services (Schedule 3)	2,094,910	1,355,874	1,565,564
Environmental and Public Health Services (Schedule 3)	689,070	170,818	332,174
Planning and Development Services (Schedule 3)	57,090	49,586	53,984
Recreation and Cultural Services (Schedule 3)	178,950	151,244	184,359
Utility Services (Schedule 3)	-	-	-
<b>Total Expenses</b>	<b>3,626,890</b>	<b>2,306,660</b>	<b>2,669,250</b>
<b>Surplus (Deficit) of Revenues over Expenses before Other Capital Contributions</b>	<b>(480,790)</b>	<b>977,600</b>	<b>577,134</b>
Provincial/Federal Capital Grants and Contributions (Schedule 4, 5)	60,500	123,617	123,012
<b>Surplus (Deficit) of Revenues over Expenses</b>	<b>(420,290)</b>	<b>1,101,217</b>	<b>700,146</b>
Accumulated Surplus (Deficit), Beginning of Year	8,862,200	8,862,200	8,162,054
<b>ACCUMULATED SURPLUS - END OF YEAR</b>	<b>\$ 8,441,910</b>	<b>\$ 9,963,417</b>	<b>\$ 8,862,200</b>

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See notes to financial statements

## Consolidated Statement of Change in Net Financial Assets

Year Ended December 31, 2018

Statement 3

	Budget 2018	2018	2017
<b>Surplus (Deficit)</b>	\$ (420,290)	\$ 1,101,217	\$ 700,146
(Acquisition) of tangible capital assets	-	(767,586)	(196,380)
Amortization of tangible capital assets	-	195,130	261,327
Proceeds on disposal of tangible capital assets	-	70,000	5,864
Loss (gain) on the disposal of tangible capital assets	-	10,842	82,681
<b>Surplus (Deficit) of capital expenses over expenditures</b>	-	(491,614)	153,492
(Acquisition) of supplies inventories	-	(737,199)	(648,123)
(Acquisition) of prepaid expense	-	(184)	(167)
Consumption of supplies inventory	-	648,123	1,043,386
Use of prepaid expense	-	167	164
<b>Surplus (Deficit) of expenses of other non-financial over expenditures</b>	-	(89,093)	395,260
<b>Increase/Decrease in Net Financial Assets</b>	(420,290)	520,510	1,248,898
<b>Net Financial Assets (Debt) - Beginning of Year</b>	5,605,187	5,605,187	4,356,289
<b>Net Financial Assets (Debt) - End of Year</b>	\$ 5,184,897	\$ 6,125,697	\$ 5,605,187

## RURAL MUNICIPALITY OF ROSTHERN NO. 403

## Consolidated Statement of Cash Flow

Year Ended December 31, 2018

Statement 4

	2018	2017
<b>Cash provided by (used for) the following activities</b>		
<b>Operating:</b>		
Surplus (Deficit)	\$ 1,101,217	\$ 700,146
Amortization	195,130	261,327
Loss (gain) on disposal of tangible capital assets	10,842	82,681
	<u>1,307,189</u>	<u>1,044,154</u>
<b>Change in assets/liabilities</b>		
	23,401	4,221
Other Receivables	2,763	(26,002)
Other Financial Assets	-	-
Land for Resale	-	-
Liability for Contaminated Sites	-	-
Accounts and Accrued Liabilities Payable	43,001	(114,755)
Other Liabilities	-	-
Prepayments and Deferred Charges	(17)	(2)
Stock and Supplies	(89,076)	395,263
Accrued Landfill Costs	33,658	128,395
Deposits	(4,700)	7,700
	<u>9,030</u>	<u>394,820</u>
<b>Cash provided by operating transactions</b>	<u>1,316,219</u>	<u>1,438,974</u>
<b>Capital:</b>		
Acquisition of capital assets	(767,586)	(196,380)
Proceeds from disposal of capital assets	70,000	5,864
Other capital	-	-
<b>Cash applied to capital transactions</b>	<u>(697,586)</u>	<u>(190,516)</u>
<b>Investing:</b>		
Other investments	-	-
<b>Cash provided by (applied to) investing transactions</b>	<u>-</u>	<u>-</u>
<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>	<u>-</u>	<u>-</u>
<b>Change in Cash and Temporary Investments during the year</b>	<u>618,633</u>	<u>1,248,458</u>
<b>Cash and Temporary Investments - Beginning of Year</b>	<u>5,706,250</u>	<u>4,457,792</u>
<b>Cash and Temporary Investments - End of Year (Note 2)</b>	<u>\$ 6,324,883</u>	<u>\$ 5,706,250</u>

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See notes to financial statements

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1. **Significant accounting policies**

The consolidated financial statements of the municipality have been prepared by management in accordance with Canadian public sector accounting standards (PSAS) as recommended by the Chartered Professional Accountants of Canada (CPA Canada). Significant aspects of the accounting policies adopted by the municipality are as follows:

**Basis of accounting:** The consolidated 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 consolidated 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. Entities included in these consolidated financial statements are as follows:

Entity - None

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.

(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 occur, providing:

- 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 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.

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1. Significant accounting policies (continued)

(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 of 91 days to one year have been classified as other short-term investments and 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.

(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. 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 Years
Buildings	10 to 50 Years
Vehicles & Equipment	
Vehicles	5 to 10 Years
Machinery and Equipment	5 to 10 Years
<b>Infrastructure Assets</b>	
Infrastructure Assets	30 to 75 Years
Water & Sewer	30 to 75 Years
Road Network Assets	30 to 75 Years

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

**Works of Art:** Assets that have a historical or cultural significance, which include works of art, monuments and other cultural artifacts are not recognized as tangible capital assets because a reasonable estimate of future benefits associated with this property cannot be made.

**Capitalization of Interest:** The municipality does not capitalize interest incurred while a tangible capital asset is under construction.

**Leases:** All leases are recorded on the consolidated financial statements as either a capital or operating lease. Any lease that transfers substantially all of the benefits and risk associated with the leased asset is classified as a capital lease and recorded as a tangible capital asset. 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 lease are amortized on a straight-line basis, over their estimated useful lives. Any other lease not meeting the before mentioned criteria is classified as an operating lease and rental payments are expensed as incurred.

(continues)

1. Significant accounting policies (continued)

(m) **Landfill liability:**

The municipality maintains a waste disposal site. The annual provision is reported as an expense and the accumulated provision is reported on the Consolidated Statement of Financial Position. Recommended disclosure is provided in Note 10.

(n) **Trust Funds:**

Funds held in trust for others, under a trust agreement or statute, are not included in the consolidated financial statements as they are not controlled by the municipality. Trust fund activities administered by the municipality are disclosed in Note 18.

(o) **Employee benefit plans:**

Contributions to the municipality's defined benefit plans are expensed when contributions are made. Under the defined benefit plan, the municipality's obligations are limited to their contributions.

(p) **Liability for Contaminated Sites:**

Contaminated sites are a result of contamination being introduced into air, soil, water or sediment of a chemical, organic or radioactive material or live organism that exceeds an environmental standard. The liability is recorded net of any expected recoveries. A liability for remediation of contaminated sites is recognized when all the following criteria are met:

- a) an environmental standard exists;
- b) contamination exceeds the environmental standard;
- c) The municipality:
  - i. is directly responsible; or
  - ii. accepts responsibility;
- d) it is expected that future economic benefits will be given up; and
- e) a reasonable estimate of the amount can be made.

(q) **Measurement Uncertainty:**

The preparation of financial statements in conformity with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenue and expenditures during the period. Accounts receivable are stated after evaluation as to their collectability and an appropriate allowance for doubtful accounts is provided where considered necessary.

The measurement of materials and supplies are based on estimates of volume and quality. The 'Opening Asset costs' of tangible capital assets have been estimated where actual costs were not available. Amortization is based on the estimated useful lives of tangible capital assets.

These estimates and assumptions are reviewed periodically and, as adjustments become necessary they are reported in earnings in the periods in which they become known.

(r) **Basis of segmentation/Segment report:**

The municipality follows the Public Sector Accounting Board's recommendations requiring financial information to be provided on a segmented basis. Municipal services have been segmented by grouping activities that have similar service objectives (by function). Revenues that are directly related to the costs of the function have been attributed to each segment. Interest is allocated to functions based on the purpose of specific borrowings.

The segments (functions) are as follows:

**General Government:** Provides for the administration of the municipality.

**Protective Services:** Comprised of expenses for Police and Fire protection.

**Transportation Services:** Responsible for the delivery of public works services related to the development and maintenance of roadway systems and street lighting.

**Environmental and Public Health:** The environmental segment provides waste disposal and other environmental services. The public health segment provides for expenses related to public health services in the municipality.

**Planning and Development:** Provides for neighbourhood development and sustainability.

**Recreation and Culture:** Provides for community services through the provision of recreation and leisure services.

**Utility Services:** Provides for delivery of water, collecting and treating of wastewater and providing collection and disposal of solid waste.

(continues)

## 1. Significant accounting policies (continued)

(s) Budget Information:

Budget Information: Budget information is presented on a basis consistent with that used for actual results. The budget was approved by Council on May 23, 2018.

(t) New Accounting Standards:

Effective January 1, 2018, the municipality adopted the following Canadian public sector accounting standards. The description of these changes and their impact on the consolidated financial statements is summarized:

**PS 2200 Related Party Disclosures** defines a related party and establishes disclosures required for related party transactions. Disclosure of information about related party transactions and the relationship underlying them is required when they have occurred at a value different from that which would have been arrived at if the parties were unrelated, and they have, or could have, a material financial effect on the consolidated financial statements.

The adoption of this standard has not resulted in any disclosure change.

**PS 3210 Assets** provides additional guidance for applying the definition of assets and establishing disclosure requirements for assets. Disclosure about the major categories of assets that are not recognized is required. When an asset is not recognized because a reasonable estimate cannot be made, the reason(s) for this should be disclosed. The adoption of this standard has no impact on the consolidated financial statements.

**PS 3320 Contingent Assets** defines and establishes disclosure standards on the reporting and disclosure of possible assets that may arise from existing conditions or situations involving uncertainty. Disclosure is required when the occurrence of the confirming future event is likely. The municipality does not have any reportable contingent assets.

**PS 3380 Contractual Rights** defines and establishes disclosure standards on contractual rights. Contractual rights are rights to economic resources arising from contracts or agreements that will result in both an asset and revenue in the future.

The municipality does not have any reportable contractual rights.

**PS 3420 Inter-Entity Transactions** establishes standards on how to account for and report transactions between public sector entities that comprise a government's reporting entity from both a provider and recipient perspective.

This standard has no impact on the consolidated financial statements.

## 2. Cash and Temporary Investments

	2018	2017
Cash	\$ 4,324,883	\$ 5,064,748
Temporary Investments	2,000,000	641,502
Restricted Cash	-	-
<b>Total Cash and Temporary Investments</b>	<b>\$ 6,324,883</b>	<b>\$ 5,706,250</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.

RURAL MUNICIPALITY OF ROSTHERN NO. 403

Notes to Consolidated Financial Statements

Year Ended December 31, 2018

3. Taxes Receivable - Municipal

	2018	2017
<u>Municipal</u>		
- current	\$ 112,733	\$ 128,675
- arrears	38,501	45,960
	<u>151,234</u>	<u>174,635</u>
Less - allowance for uncollectibles	-	-
Total municipal taxes receivable	<u>151,234</u>	<u>174,635</u>
<u>School</u>		
- current	47,375	53,455
- arrears	14,879	18,053
Total school taxes receivable	<u>62,254</u>	<u>71,508</u>
<u>Other</u>		
Total taxes and grants in lieu receivable	213,488	246,143
Deduct taxes receivable to be collected on behalf of other organizations	<u>(62,254)</u>	<u>(71,508)</u>
<b>Total Taxes Receivable - Municipal</b>	<b>\$ 151,234</b>	<b>\$ 174,635</b>

4. Other Accounts Receivable

	2018	2017
Federal Government	\$ 34,207	\$ 23,053
Provincial Government	-	-
Local Government	2,900	-
Utility	-	-
Trade	11,013	27,830
Other	-	-
Total Other Accounts Receivable	<u>48,120</u>	<u>50,883</u>
Less: allowance for uncollectibles	-	-
<b>Net Other Accounts Receivable</b>	<b>\$ 48,120</b>	<b>\$ 50,883</b>

5. Land for Resale

	2018	2017
Tax Title Property	\$ 324	\$ 324
Allowance for market value adjustment	<u>(324)</u>	<u>(324)</u>
Net Tax Title Property	-	-
Other Land	-	-
Allowance for market value adjustment	-	-
Net Other Land	-	-
Total Land for Resale	<u>\$ -</u>	<u>\$ -</u>

6. Investments

	2018	2017
<b>Long-term Investments</b>		
	\$ -	\$ -
	-	-
	-	-
	-	-
<b>Total Investments</b>	<u>\$ -</u>	<u>\$ -</u>

**7. Debt Charges Recoverable**

	2018	2017
Current debt charges recoverable	\$ -	\$ -
Non-current debt charges recoverable	-	-
<b>Total Debt Charges Recoverable</b>	<b>\$ -</b>	<b>\$ -</b>

**8. Bank Indebtedness****Credit Arrangements**

At December 31, 2018, the Municipality had lines of credit totaling \$300,000, none of which were drawn. The following has been collateralized in connection with this line of credit:

– General security agreement

**9. Deferred Revenue**

	2018	2017
<b>Total Deferred Revenue</b>	<b>\$ -</b>	<b>\$ -</b>

**10. Accrued Landfill Costs**

	2018	2017
Environmental Liabilities	<b>\$ 228,395</b>	<b>\$ 228,395</b>

In 2018 the municipality has accrued an overall liability for environmental matters in the amount of \$228,395 (prior year - \$228,395) which represents management's best estimate of this liability. By their nature, these estimates are subject to measurement uncertainty and the effect on the consolidated financial statements of changes in such estimates in future periods could be significant.

Included in environmental liabilities is \$228,395 (prior year - \$228,395) of the estimated total landfill closure and post-closure care expenses. The estimated liability for these expenses is recognized as the landfill site's capacity is used and the reported liability represents the portion of the estimated total expenses recognized as at December 31, 2018 based on the cumulative capacity used at that date, compared to the total estimated landfill capacity. Estimated total expenditures represent the sum of the discounted future cash flows for closure and post-closure care activities discounted at the municipality's average long-term borrowing rate of 3.95% (prior year - 2%).

Landfill closure and post-closure care requirements have been defined in accordance with The Environmental Management and Protection Act and include final covering and landscaping of the landfill, pumping of ground water, methane gas and leachate management, and ongoing environmental monitoring, site inspection and maintenance. The reported liability is based on estimates and assumptions with respect to events extending over a 20-year period using the best information available to management. Future events may result in significant changes to the estimated total expense, capacity used or total capacity and the estimated liability, and would be recognized prospectively, as a change in estimate, when applicable.

The estimated remaining capacity of the landfill is 0% – 0 cubic metres (prior year - 0% - 0 cubic metres) of its total estimated capacity and its estimated remaining life is 0 years (prior year – 0 years). The period for post-closure care is estimated to be 20 years (prior year – 20).

**11. Liability for Contaminated Sites**

The municipality has no liability for contaminated sites.

**12. Long-term Debt**

The debt limit of the municipality is \$2,581,017. 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)).

The municipality has no long-term debt.

Notes to Consolidated Financial Statements

Year Ended December 31, 2018

13. Lease Obligations

Future minimum lease payments under the capital leases together with the balance of the obligation due under the capital leases are as follows:

14. Other Non-financial Assets

2018	2017
------	------

15. Contingent Liabilities

The municipality has no contingent liabilities.

16. Pension Plan

The municipality is an employer member of the Municipal Employee Pension Plan (MEPP), which is a multi-employer defined benefit pension plan. The Commission of MEPP, representing plan member employers, is responsible for overseeing the management of the pension plan, including investment of assets and administration of benefits. The municipality pension expense in 2018 was \$21,257. 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.

17. Comparative Figures

Certain of the prior year comparative figures may have been restated to conform to the current year's presentation.

18. Trusts Administered by the Municipality

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

Description of the trust goes here	2018	2017
Balance - Beginning of Year	\$ -	\$ -
Revenue (specify)	-	-
Interest revenue	-	-
Subtotal	-	-
Expenditure (specify)	-	-
<b>Balance - End of Year</b>	<b>\$ -</b>	<b>\$ -</b>

19. Related Parties

The municipality has no related parties.

20. Contingent Assets

Contingent assets are not recorded in the financial statements.

RURAL MUNICIPALITY OF ROSTHERN NO. 403  
 Notes to Consolidated Financial Statements  
 Year Ended December 31, 2018

21. Contractual Rights

Contractual rights are rights to economic resources arising from contracts or agreements that will result in an asset and revenue in the future. Significant contractual rights of the municipality are as follows:

Type, Nature, Time & Extent	2018	2019	2020	2021	2022	Thereafter	No Fixed Maturity Date	Current Year Total	Prior Year Total
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Total</b>	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

22. Contractual Obligations and Commitments

The municipality has entered into multiple-year contracts for the delivery of services and the construction of tangible capital assets. These contractual obligations will become liabilities in the future when the terms of the contracts are met. Significant contractual obligations and commitments of the municipality include:

Time, Nature, Time & Extent	2018	2019	2020	2021	2022	Thereafter	No Fixed Maturity Date	Current Year Total	Prior Year Total
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Total</b>	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -



RURAL MUNICIPALITY OF ROSTHERN NO. 403

Schedule of Taxes and Other Unconditional Revenue

Year Ended December 31, 2018

Schedule 1

	Budget 2018	2018	2017
<b>TAXES</b>			
General municipal tax levy	\$ 2,573,860	\$ 2,573,505	\$ 2,509,261
Abatements and adjustments	-	(2,316)	(5,443)
Discount on current year taxes	(94,850)	(93,068)	(94,851)
<b>Net Municipal Taxes</b>	<b>2,479,010</b>	<b>2,478,121</b>	<b>2,408,967</b>
Potash tax share	-	-	-
Trailer license fees	-	-	-
Penalties on tax arrears	-	12,119	11,222
Special tax levy	-	-	-
Other	-	-	-
<b>Total Taxes</b>	<b>2,479,010</b>	<b>2,490,240</b>	<b>2,420,189</b>
<b>UNCONDITIONAL GRANTS</b>			
Equalization (Revenue Sharing)	421,390	421,242	454,362
Organized Hamlet	76,620	76,657	82,077
Other	-	-	-
<b>Total Unconditional Grants</b>	<b>498,010</b>	<b>497,899</b>	<b>536,439</b>
<b>GRANTS IN LIEU OF TAXES</b>			
Federal	11,590	11,347	11,586
Provincial			
S.P.C. Electrical	-	-	-
SaskEnergy Gas	-	-	-
Transgas	-	-	-
SPMC - Municipal share	-	-	-
SaskTel	-	-	-
Other	-	-	-
Local/Other			
Housing Authority	-	-	-
C.P.R. Mainline	-	-	-
Treaty land Entitlement	6,040	5,088	6,039
Other	-	-	-
Other Government Transfers			
S.P.C. Surcharge	-	-	-
SaskEnergy Surcharge	-	-	-
Other	-	-	-
<b>Total Grants in Lieu of Taxes</b>	<b>17,630</b>	<b>16,435</b>	<b>17,625</b>
<b>TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE</b>	<b>\$ 2,994,650</b>	<b>\$ 3,004,574</b>	<b>\$ 2,974,253</b>

## Schedule of Operating and Capital Revenue by Function

Year Ended December 31, 2018

Schedule 2 - 1

	Budget 2018	2018	2017
<b>GENERAL GOVERNMENT SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and charges	\$ -	\$ -	\$ -
- Custom work	-	-	-
- Sales of supplies	6,340	7,251	6,334
- Other - Permits & licenses	72,440	108,460	89,130
Total Fees and Charges	78,780	115,711	95,464
- Tangible capital asset sales - gain (loss)	-	-	-
- Land sales - gain (loss)	-	-	-
- Investment income and commissions	5,000	89,978	43,354
- Other	-	-	5,200
Total Other Segmented Revenue	83,780	205,689	144,018
Conditional Grants			
- Student Employment	-	-	-
- Other - Beaver Control	7,220	1,510	1,377
Total Conditional Grants	7,220	1,510	1,377
<b>Total Operating</b>	<b>91,000</b>	<b>207,199</b>	<b>145,395</b>
<b>Capital</b>			
Conditional Grants			
- Gas Tax	-	-	-
- Canada/Sask Municipal Rural Infrastructure Fund	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other	-	-	-
<b>Total Capital</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total General Government Services</b>	<b>91,000</b>	<b>207,199</b>	<b>145,395</b>
<b>PROTECTIVE SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and charges	23,300	27,724	23,305
- Other	-	-	-
Total Fees and Charges	23,300	27,724	23,305
- Tangible capital asset sales - gain (loss)	-	-	-
- Other	-	-	-
Total Other Segmented Revenue	23,300	27,724	23,305
Conditional Grants			
- Student Employment	-	-	-
- Local government	-	-	-
- Other	-	-	-
Total Conditional Grants	-	-	-
<b>Total Operating</b>	<b>23,300</b>	<b>27,724</b>	<b>23,305</b>
<b>Capital</b>			
Conditional Grants			
- Gas Tax	-	-	-
- Provincial Disaster Assistance	-	-	-
- Local government	-	-	-
- Other	-	-	-
<b>Total Capital</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Protective Services</b>	<b>\$ 23,300</b>	<b>\$ 27,724</b>	<b>\$ 23,305</b>

## Schedule of Operating and Capital Revenue by Function

Year Ended December 31, 2018

Schedule 2 - 1

	Budget 2018	2018	2017
<b>GENERAL GOVERNMENT SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and charges	\$ -	\$ -	\$ -
- Custom work	-	-	-
- Sales of supplies	6,340	7,251	6,334
- Other - Permits & licenses	72,440	108,460	89,130
Total Fees and Charges	78,780	115,711	95,464
- Tangible capital asset sales - gain (loss)	-	-	-
- Land sales - gain (loss)	-	-	-
- Investment income and commissions	5,000	89,978	43,354
- Other	-	-	5,200
Total Other Segmented Revenue	83,780	205,689	144,018
Conditional Grants			
- Student Employment	-	-	-
- Other - Beaver Control	7,220	1,510	1,377
Total Conditional Grants	7,220	1,510	1,377
<b>Total Operating</b>	<b>91,000</b>	<b>207,199</b>	<b>145,395</b>
<b>Capital</b>			
Conditional Grants			
- Gas Tax	-	-	-
- Canada/Sask Municipal Rural Infrastructure Fund	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other	-	-	-
<b>Total Capital</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total General Government Services</b>	<b>91,000</b>	<b>207,199</b>	<b>145,395</b>
<b>PROTECTIVE SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and charges	23,300	27,724	23,305
- Other	-	-	-
Total Fees and Charges	23,300	27,724	23,305
- Tangible capital asset sales - gain (loss)	-	-	-
- Other	-	-	-
Total Other Segmented Revenue	23,300	27,724	23,305
Conditional Grants			
- Student Employment	-	-	-
- Local government	-	-	-
- Other	-	-	-
Total Conditional Grants	-	-	-
<b>Total Operating</b>	<b>23,300</b>	<b>27,724</b>	<b>23,305</b>
<b>Capital</b>			
Conditional Grants			
- Gas Tax	-	-	-
- Provincial Disaster Assistance	-	-	-
- Local government	-	-	-
- Other	-	-	-
<b>Total Capital</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Protective Services</b>	<b>\$ 23,300</b>	<b>\$ 27,724</b>	<b>\$ 23,305</b>

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CHARTERED PROFESSIONAL  
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RURAL MUNICIPALITY OF ROSTHERN NO. 403

Schedule of Operating and Capital Revenue by Function

Year Ended December 31, 2018

Schedule 2 - 3

	Budget 2018	2018	2017
<b>PLANNING AND DEVELOPMENT SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges	\$ -	\$ -	\$ -
- Maintenance and Development Charges	-	-	-
- Other	-	-	-
Total Fees and Charges	-	-	-
- Tangible capital asset sales - gain (loss)	-	-	-
- Other	-	-	-
Total Other Segmented Revenue	-	-	-
Conditional Grants			
- Student Employment	-	-	-
- Other	-	-	-
Total Conditional Grants	-	-	-
<b>Total Operating</b>	-	-	-
<b>Capital</b>			
Conditional Grants			
- Gas Tax	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other	-	-	-
<b>Total Capital</b>	-	-	-
<b>Total Planning and Development Services</b>	-	-	-
<b>RECREATION AND CULTURAL SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenues			
Fees and Charges	-	-	-
- Other - Hall Rental	2,000	4,414	1,888
Total Fees and Charges	2,000	4,414	1,888
- Tangible capital asset sales - gain (loss)	-	-	-
- Other	-	-	-
Total Other Segmented Revenue	2,000	4,414	1,888
Conditional Grants			
- Student Employment	-	-	-
- Local Government	-	-	-
- Donations	-	-	150,000
- Other	-	-	-
Total Conditional Grants	-	-	150,000
<b>Total Operating</b>	2,000	4,414	151,888
<b>Capital</b>			
Conditional Grants			
- Gas Tax	-	-	-
- Local government	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other	-	-	-
<b>Total Capital</b>	-	-	-
<b>Total Recreation and Cultural Services</b>	\$ 2,000	\$ 4,414	\$ 151,888



## Schedule of Operating and Capital Revenue by Function

Year Ended December 31, 2018

Schedule 2 - 4

	Budget 2018	2018	2017
<b>UTILITY SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges	\$ -	\$ -	\$ -
- Water	-	-	-
- Sewer	-	-	-
- Other	-	-	-
Total Fees and Charges	-	-	-
- Tangible capital asset sales - gain (loss)	-	-	-
- Other	-	-	-
Total Other Segmented Revenue	-	-	-
Conditional Grants			
- Student Employment	-	-	-
- Other	-	-	-
Total Conditional Grants	-	-	-
<b>Capital</b>			
Conditional Grants			
- Gas Tax	-	-	-
- Sask Water Corp.	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other	-	-	-
Total Capital	-	-	-
Total Utility Services	-	-	-
<b>TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION</b>	<b>\$ 211,950</b>	<b>\$ 403,303</b>	<b>\$ 395,143</b>

**SUMMARY**

Total Other Segmented Revenue	\$ 139,230	\$ 260,020	\$ 116,682
Total Conditional Grants	12,220	19,666	155,449
Total Capital Grants and Contributions	60,500	123,617	123,012
<b>TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION</b>	<b>\$ 211,950</b>	<b>\$ 403,303</b>	<b>\$ 395,143</b>

Total Expenses by Function

Year Ended December 31, 2018

Schedule 3 - 1

	Budget 2018	2018	2017
<b>Total Government Services</b>			
Council remuneration and travel	\$ 57,500	\$ 48,744	\$ 46,360
Wages and benefits	152,600	134,158	136,631
Professional/Contractual services	162,000	167,124	161,693
Utilities	7,400	7,765	7,260
Maintenance, materials and supplies	17,600	15,067	14,185
Grants and contributions			
Grants and contributions - operating	-	-	-
Grants and Contributions - capital	-	-	-
Amortization	250	2,281	551
Interest	-	-	-
Allowance For Uncollectibles	-	-	-
Other	-	-	-
<b>Total General Government Services</b>	<b>397,350</b>	<b>375,139</b>	<b>366,680</b>
<b>PROTECTIVE SERVICES</b>			
<b>Police Protection</b>			
Wages and benefits	-	-	-
Professional/Contractual Services	107,120	104,973	106,914
Utilities	-	-	-
Maintenance, Materials and Supplies	15,000	18,939	14,013
Grants and contributions			
Grants and Contributions - Operating	-	-	-
Grants and Contributions - Capital	-	-	-
Other	-	-	-
<b>Fire Protection</b>			
Wages and benefits	53,000	48,163	41,124
Professional/Contractual Services	34,400	16,446	4,438
Utilities	-	-	-
Maintenance, Materials and Supplies	-	-	-
Grants and contributions			
Grants and Contributions - Operating	-	-	-
Grants and Contributions - Capital	-	-	-
Amortization	-	15,478	-
Interest	-	-	-
Other	-	-	-
<b>Total Protective Services</b>	<b>209,520</b>	<b>203,999</b>	<b>166,489</b>
<b>TRANSPORTATION SERVICES</b>			
Wages and Benefits	335,500	321,351	320,570
Professional/Contractual Services	398,500	7,613	19,103
Utilities	27,020	19,436	16,271
Maintenance, Materials and Supplies	960,600	506,719	833,258
Gravel	150,000	323,205	113,397
Grants and contributions			
Grants and Contributions - Operating	3,000	3,750	2,760
Grants and Contributions - Capital	-	-	-
Amortization	220,290	173,800	260,205
Interest	-	-	-
Other	-	-	-
<b>Total Transportation Services</b>	<b>\$ 2,094,910</b>	<b>\$ 1,355,874</b>	<b>\$ 1,565,564</b>



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Total Expenses by Function

Year Ended December 31, 2018

Schedule 3 - 2

	Budget 2018	2018	2017
<b>ENVIRONMENTAL AND PUBLIC HEALTH SERVICES</b>			
Wages and Benefits	\$ 16,200	\$ 9,280	\$ 14,761
Professional/Contractual Services	584,500	97,288	170,078
Utilities	700	631	582
Maintenance, Materials and Supplies	22,100	14,390	17,787
Grants and contributions			
Grants and contributions - operating	-	-	-
Grants and contributions - waste disposal	-	-	-
Grants and contributions - Public Health	15,000	15,000	-
Grants and contributions - capital	-	-	-
Grants and contributions - waste disposal	-	-	-
Grants and contributions - Public Health	-	-	-
Amortization	570	571	571
Interest	-	-	-
Other - Landfill Decommissioning	50,000	33,658	128,395
<b>Total Environmental and Public Health Services</b>	<b>689,070</b>	<b>170,818</b>	<b>332,174</b>
<b>PLANNING AND DEVELOPMENT SERVICES</b>			
Wages and Benefits	-	-	-
Professional/Contractual Services	57,090	49,586	53,984
Grants and contributions			
Grants and Contributions - Operating	-	-	-
Grants and Contributions - Capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other	-	-	-
<b>Total Planning and Development Services</b>	<b>57,090</b>	<b>49,586</b>	<b>53,984</b>
<b>RECREATION AND CULTURAL SERVICES</b>			
Wages and Benefits	-	-	-
Professional/Contractual Services	44,950	25,738	17,410
Utilities	-	-	-
Maintenance, Materials, and Supplies	20,500	13,748	47,494
Grants and contributions			
Grants and Contributions - Operating	113,500	108,758	119,455
Grants and Contributions - Capital	-	-	-
Amortization	-	3,000	-
Interest	-	-	-
Allowance For Uncollectibles	-	-	-
Other	-	-	-
<b>Total Recreation and Cultural Services</b>	<b>\$ 178,950</b>	<b>\$ 151,244</b>	<b>\$ 184,359</b>

Total Expenses by Function

Year Ended December 31, 2018

Schedule 3 - 3

	Budget 2018	2018	2017
<b>UTILITY SERVICES</b>			
Wages and Benefits	\$ -	\$ -	\$ -
Professional/Contractual Services	-	-	-
Utilities	-	-	-
Maintenance, Materials and Supplies	-	-	-
Grants and contributions			
Grants and Contributions - Operating	-	-	-
Grants and Contributions - Capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Allowance For Uncollectibles	-	-	-
Other	-	-	-
<b>TOTAL EXPENSES BY FUNCTION</b>	<b>\$ 3,626,890</b>	<b>\$ 2,306,660</b>	<b>\$ 2,669,250</b>



RURAL MUNICIPALITY OF ROSTHERN NO. 403  
 Consolidated Schedule of Segment Disclosure by Function  
 Year Ended December 31, 2018

Schedule 4

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
<b>Revenues (Schedule 2)</b>								
Fees and Charges	\$ 115,711	\$ 27,724	\$ 29,450	\$ 3,585	\$ -	\$ 4,414	\$ -	\$ 180,884
Tangible Capital Asset Sales - Gain (Loss)	-	-	(10,842)	-	-	-	-	(10,842)
Land Sales - Gain (Loss)	-	-	-	-	-	-	-	-
Investment Income and Commissions	89,978	-	-	-	-	-	-	89,978
Other Revenues	-	-	-	-	-	-	-	-
Grants - Conditional	1,510	-	2,817	15,339	-	-	-	19,666
- Capital	-	-	123,617	-	-	-	-	123,617
<b>Total Revenues</b>	<b>207,199</b>	<b>27,724</b>	<b>145,042</b>	<b>18,924</b>	<b>-</b>	<b>4,414</b>	<b>-</b>	<b>403,303</b>
<b>Expenses (Schedule 3)</b>								
Wages and Benefits	182,902	48,163	321,351	9,280	-	-	-	561,696
Professional/Contractual Services	167,124	121,419	7,613	97,288	49,586	25,738	-	468,768
Utilities	7,765	-	19,436	631	-	-	-	27,832
Maintenance Material and Supplies	15,067	18,939	829,924	14,390	-	13,748	-	892,068
Grants and Contributions	-	-	3,750	15,000	-	108,758	-	127,508
Amortization	2,281	15,478	173,800	571	-	3,000	-	195,130
Interest	-	-	-	-	-	-	-	-
Allowance for Uncollectibles	-	-	-	-	-	-	-	-
Other	-	-	-	33,658	-	-	-	33,658
<b>Total Expenses</b>	<b>375,139</b>	<b>203,999</b>	<b>1,355,874</b>	<b>170,818</b>	<b>49,586</b>	<b>151,244</b>	<b>-</b>	<b>2,306,660</b>
<b>Surplus (Deficit) by Function</b>	<b>(167,940)</b>	<b>(176,275)</b>	<b>(1,210,832)</b>	<b>(151,894)</b>	<b>(49,586)</b>	<b>(146,830)</b>	<b>-</b>	<b>(1,903,357)</b>
Taxes and other unconditional revenue (Schedule 1)								<u>3,004,574</u>
<b>Net Surplus (Deficit)</b>								<u>\$ 1,101,217</u>



RURAL MUNICIPALITY OF ROSTHERN NO. 403  
 Consolidated Schedule of Segment Disclosure by Function  
 Year Ended December 31, 2017

Schedule 5

	General Government	Protective Services	Transportation Services	Environmental & Public	Planning and Development	Recreation and Culture	Utility Services	Total
<b>Revenues (Schedule 2)</b>								
Fees and Charges	\$ 95,464	\$ 23,305	\$ 27,312	\$ 2,840	\$ -	\$ 1,888	\$ -	\$ 150,809
Tangible Capital Asset Sales - Gain (Loss)	-	-	(82,681)	-	-	-	-	(82,681)
Land Sales - Gain (Loss)	-	-	-	-	-	-	-	-
Investment Income and Commissions	43,354	-	-	-	-	-	-	43,354
Other Revenues	5,200	-	-	-	-	-	-	5,200
Grants - Conditional	1,377	-	-	4,072	-	150,000	-	155,449
- Capital	-	-	123,012	-	-	-	-	123,012
<b>Total Revenues</b>	<b>145,395</b>	<b>23,305</b>	<b>67,643</b>	<b>6,912</b>	<b>-</b>	<b>151,888</b>	<b>-</b>	<b>395,143</b>
<b>Expenses (Schedule 3)</b>								
Wages and Benefits	182,991	41,124	320,570	14,761	-	-	-	559,446
Professional/ Contractual Services	161,693	111,352	19,103	170,078	53,984	17,410	-	533,620
Utilities	7,260	-	16,271	582	-	-	-	24,113
Maintenance Material and Supplies	14,185	14,013	946,655	17,787	-	47,494	-	1,040,134
Grants and Contributions	-	-	2,760	-	-	119,455	-	122,215
Amortization	551	-	260,205	571	-	-	-	261,327
Interest	-	-	-	-	-	-	-	-
Allowance for Uncollectibles	-	-	-	-	-	-	-	-
Other	-	-	-	128,395	-	-	-	128,395
<b>Total Expenses</b>	<b>366,680</b>	<b>166,489</b>	<b>1,565,564</b>	<b>332,174</b>	<b>53,984</b>	<b>184,359</b>	<b>-</b>	<b>2,669,250</b>
<b>Surplus (Deficit) by Function</b>	<b>(221,285)</b>	<b>(143,184)</b>	<b>(1,497,921)</b>	<b>(325,262)</b>	<b>(53,984)</b>	<b>(32,471)</b>	<b>-</b>	<b>(2,274,107)</b>
Taxes and other unconditional revenue (Schedule 1)								2,974,253
<b>Net Surplus (Deficit)</b>								<b>\$ 700,146</b>



RURAL MUNICIPALITY OF ROSTHERN NO. 403

Consolidated Schedule of Tangible Capital Assets by Object

As at December 31, 2018

Schedule 6

2018

	General Assets										2017 Total	
	Land		Land Improvements		Buildings	Vehicles	Machinery & Equipment	Infrastructure Assets		General/ Infrastructure Assets Under Construction		
	Land	Improvements	Linear Assets	Assets				2018 Total				
<b>Asset cost</b>												
Opening Asset costs	\$ 21,064	\$ 28,549	\$ 270,920	\$ 395,109	\$ 2,030,865	\$ 4,466,984	\$ -	\$ 7,213,491	\$ -	\$ 7,125,018		
Additions during the year	-	-	-	-	333,523	434,063	-	767,586	-	196,380		
Disposals and write-downs during the year	-	-	-	-	(262,500)	(41,832)	-	(304,332)	-	(107,907)		
Transfers (from) assets under construction	-	-	-	-	-	-	-	-	-	-		
<b>Closing Asset Costs</b>	<b>21,064</b>	<b>28,549</b>	<b>270,920</b>	<b>395,109</b>	<b>2,101,888</b>	<b>4,859,215</b>	<b>-</b>	<b>7,676,745</b>	<b>-</b>	<b>7,213,491</b>		
<b>Accumulated Amortization Cost</b>												
Opening Accumulated Amortization Costs	-	17,130	71,160	311,490	909,941	3,295,047	-	4,604,768	-	4,362,824		
Add: Amortization taken	-	571	5,163	20,394	106,866	62,146	-	195,130	-	261,327		
Less: Accumulated amortization on disposals	-	-	-	-	(183,750)	(39,740)	-	(223,490)	-	(19,383)		
<b>Closing Accumulated Amortization Costs</b>	<b>-</b>	<b>17,701</b>	<b>76,323</b>	<b>331,884</b>	<b>833,047</b>	<b>3,317,453</b>	<b>-</b>	<b>4,576,408</b>	<b>-</b>	<b>4,604,768</b>		
<b>Net Book Value</b>	<b>\$ 21,064</b>	<b>\$ 10,848</b>	<b>\$ 194,597</b>	<b>\$ 63,225</b>	<b>\$ 1,268,841</b>	<b>\$ 1,541,762</b>	<b>\$ -</b>	<b>\$ 3,100,337</b>	<b>\$ -</b>	<b>\$ 2,608,723</b>		

1. Total contributed donated assets received in 2018: \$ -

2. List of assets recognized at nominal value in 2018 are:

- a) Infrastructure Assets \$ -
  - b) Vehicles \$ -
  - c) Machinery and Equipment \$ -
3. Amount of interest capitalized in 2018: \$ -

See notes to financial statements

RURAL MUNICIPALITY OF ROSTHERN NO. 403  
 Consolidated Schedule of Tangible Capital Assets by Function  
 As at December 31, 2018

Schedule 7

2018

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Water & Sewer	2018 Total	2017 Total
<b>Asset cost</b>									
Opening Asset costs	\$ 25,907	\$ 309,561	\$ 6,699,474	\$ 28,549	\$ -	\$ 150,000	\$ -	\$ 7,213,491	\$ 7,125,018
Additions during the year	-	-	767,586	-	-	-	-	767,586	196,380
Disposals and write-downs during the year	-	-	(304,332)	-	-	-	-	(304,332)	(107,907)
<b>Closing Asset Costs</b>	<b>25,907</b>	<b>309,561</b>	<b>7,162,728</b>	<b>28,549</b>	<b>150,000</b>	<b>-</b>	<b>-</b>	<b>7,676,745</b>	<b>7,213,491</b>
<b>Accumulated Amortization Cost</b>									
Opening Accumulated Amortization Costs	19,594	224,478	4,343,566	17,130	-	-	-	4,604,768	4,362,824
Add: Amortization taken	2,281	15,478	173,800	571	-	3,000	-	195,130	261,327
Less: Accumulated amortization on disposals	-	-	(223,490)	-	-	-	-	(223,490)	(19,383)
<b>Closing Accumulated Amortization Costs</b>	<b>21,875</b>	<b>239,956</b>	<b>4,293,876</b>	<b>17,701</b>	<b>3,000</b>	<b>-</b>	<b>-</b>	<b>4,576,408</b>	<b>4,604,768</b>
<b>Net Book Value</b>	<b>\$ 4,032</b>	<b>\$ 69,605</b>	<b>\$ 2,868,852</b>	<b>\$ 10,848</b>	<b>\$ -</b>	<b>\$ 147,000</b>	<b>\$ -</b>	<b>\$ 3,100,337</b>	<b>\$ 2,608,723</b>

## Consolidated Schedule of Accumulated Surplus

Year Ended December 31, 2018

Schedule 8

	2017	Changes	2018
<b>UNAPPROPRIATED SURPLUS</b>	<b>\$ 5,384,632</b>	<b>\$ 603,517</b>	<b>\$ 5,988,149</b>
<b>APPROPRIATED RESERVES</b>			
Machinery and Equipment	-	-	-
Public Reserve	5,378	6,086	11,464
Capital Trust	-	-	-
Utility	-	-	-
Other	528,682	-	528,682
<b>Total Appropriated</b>	<b>534,060</b>	<b>6,086</b>	<b>540,146</b>
<b>ORGANIZED HAMLETS</b>			
Organized Hamlet of Blumenthal	130,286	-	130,286
Organized Hamlet of Neuanlage	204,499	-	204,499
<b>Total Organized Hamlets</b>	<b>334,785</b>	<b>-</b>	<b>334,785</b>
<b>NET INVESTMENT IN TANGIBLE CAPITAL ASSETS</b>			
Tangible capital assets (Schedule 6)	2,608,723	491,614	3,100,337
Less: Related debt	-	-	-
<b>Net Investment in Tangible Capital Assets</b>	<b>2,608,723</b>	<b>491,614</b>	<b>3,100,337</b>
<b>Total Accumulated Surplus</b>	<b>\$ 8,862,200</b>	<b>\$ 1,101,217</b>	<b>\$ 9,963,417</b>

RURAL MUNICIPALITY OF ROSTHERN NO. 403  
 Schedule of Mill Rates and Assessments  
 Year Ended December 31, 2018

Schedule 9

	PROPERTY CLASS						Total
	Agriculture	Residential	Residential Condominium	Seasonal Residential	Commercial & Industrial	Potash Mine(s)	
Taxable Assessment	\$ 154,456,285	\$ 132,276,050	\$ -	\$ -	\$ 5,555,100	\$ -	\$ 292,287,435
Regional Park Assessment	-	-	-	-	-	-	-
Total Assessment	154,456,285	132,276,050	-	-	5,555,100	-	292,287,435
Mill Rate Factor(s)	1.2000	1.2500	-	-	2.0000	-	-
Total Base/Minimum Tax (generated for each property class)	140,850	81,440	-	-	8,000	-	230,290
Total Municipal Tax Levy (include base and/or minimum tax and special levies)	\$ 1,345,609	\$ 1,151,868	\$ -	\$ -	\$ 76,028	\$ -	\$ 2,573,505

MILLS
8.8047
2.7394
-
6.5000

MILL RATES:

- Average Municipal \*
- Average School
- Potash Mill Rate
- Uniform Municipal Mill Rate

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



Schedule of Council Remuneration

Year Ended December 31, 2018

Schedule 10

	Name	Remuneration	Reimbursed Costs	Total
<b>Position</b>				
Reeve	Martin Penner	\$ 6,225	\$ 1,479	\$ 7,704
Councillor	Rick Pochipinski	3,843	1,380	5,223
Councillor	Peter Unger	5,075	770	5,845
Councillor	Glenn Braun	6,563	2,422	8,985
Councillor	Leo Perrin	4,625	547	5,172
Councillor	Victor Janzen	4,138	530	4,668
Councillor	Robert Baynton	3,619	534	4,153
Councillor	Tom Madden	5,938	1,056	6,994
		-	-	-
<b>Total</b>		<b>\$ 40,026</b>	<b>\$ 8,718</b>	<b>\$ 48,744</b>

## Schedule of Financial Statement Adjustments

As at December 31, 2018

Schedule 11

	2017
<b>Effect of Change on 2017 Statement of Financial Position</b>	
2017 Accumulated Surplus (Deficit) as previously reported	\$ 8,990,595
Less: Net Book Value of Tangible Capital Assets recorded	<u>(128,395)</u>
Restated 2017 Accumulated Surplus (Deficit)	<u>\$ 8,862,200</u>
<b>Effect of Change to 2017 Statement of Operations</b>	
Previously reported 'Surplus (Deficit) of Revenues over Expenses'	\$ 828,541
Add:	<u>828,541</u>
Less:	-
Increase in Environmental Liability	<u>(128,395)</u>
Restated Surplus (Deficit) of Revenue over Expenses	<u>\$ 700,146</u>