

RURAL MUNICIPALITY OF SPIRITWOOD NO. 496
Consolidated Financial Statements
Year Ended December 31, 2018

RURAL MUNICIPALITY OF SPIRITWOOD NO. 496
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Year Ended December 31, 2018

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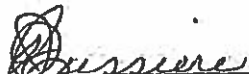
Management's Responsibility

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.



Colette Bussiere, Administrator



Ms Shirley Dayvin, Reeve

Spiritwood, SK

Date: May 13/19

INDEPENDENT AUDITOR'S REPORT

To the Council of the Rural Municipality of Spiritwood No. 496

Opinion

We have audited the consolidated financial statements of the Rural Municipality of Spiritwood No. 496 (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.

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 13, 2019


Chartered Professional Accountants

Cogent

CHARTERED PROFESSIONAL
ACCOUNTANTS LLP

RURAL MUNICIPALITY OF SPIRITWOOD NO. 496

Consolidated Statement of Financial Position

As at December 31, 2018

Statement 1

	2018	2017
FINANCIAL ASSETS		
Cash and Temporary Investments (Note 2)	\$ 1,653,426	\$ 1,573,659
Taxes Receivable - Municipal (Note 3)	190,480	219,562
Other Accounts Receivable (Note 4)	174,608	89,093
Land for Resale (Note 5)	-	1,675
Long-Term Investments (Note 6)	113,615	114,886
Debt Charges Recoverable (Note 7)	-	-
Other	-	-
Total Financial Assets	2,132,129	1,998,875
LIABILITIES		
Bank indebtedness (Note 8)	-	-
Accounts Payable	83,051	100,246
Accrued Liabilities Payable	-	324
Deposits	-	-
Building permits (Note 9)	26,611	9,635
Accrued Landfill Costs (Note 10)	-	-
Liability for Contaminated Sites (Note 11)	-	-
Other Liabilities (gravel reclamation)	42,088	42,088
Long term debt (Note 12)	627,312	659,832
Lease Obligations (Note 13)	-	-
Total Liabilities	779,062	812,125
NET FINANCIAL ASSETS	1,353,067	1,186,750
NON-FINANCIAL ASSETS		
Tangible Capital Assets (Schedule 6, 7)	8,496,056	8,709,077
Prepayments and Deferred Charges	171	420
Stock and Supplies	197,126	156,516
Other (Note 14)	-	-
Total Non-Financial Assets	8,693,353	8,866,013
ACCUMULATED SURPLUS (Schedule 8)	\$ 10,046,420	\$ 10,052,763

RURAL MUNICIPALITY OF SPIRITWOOD NO. 496

Consolidated Statement of Operations

Year Ended December 31, 2018

Statement 2

	Budget 2018	2018	2017
REVENUES			
Taxes and Other Unconditional Revenue (Schedule 1)	\$ 2,697,470	\$ 2,676,658	\$ 2,611,244
Fees and Charges (Schedule 4, 5)	177,290	248,976	186,579
Conditional Grants (Schedule 4, 5)	34,950	38,690	38,184
Tangible Capital Assets Sales - Gain (Loss) (Schedule 4, 5)	-	(3,782)	(104,600)
Land Sales - Gain (Loss) (Schedule 4, 5)	-	(16,871)	-
Investment Income and Commissions (Schedule 4, 5)	23,620	29,449	28,578
Other Revenues (Schedule 4, 5)	7,420	24,656	6,111
Total Revenues	2,940,750	2,997,776	2,766,096
EXPENSES			
General Government Services (Schedule 3)	398,160	365,885	329,742
Protective Services (Schedule 3)	96,860	114,213	128,432
Transportation Services (Schedule 3)	2,242,560	2,395,493	2,386,798
Environmental and Public Health Services (Schedule 3)	77,950	52,662	76,896
Planning and Development Services (Schedule 3)	16,220	18,048	16,757
Recreation and Cultural Services (Schedule 3)	130,450	174,495	134,269
Utility Services (Schedule 3)	9,500	7,977	9,405
Total Expenses	2,971,700	3,128,773	3,082,299
Surplus (Deficit) of Revenues over Expenses before Other Capital Contributions	(30,950)	(130,997)	(316,203)
Provincial/Federal Capital Grants and Contributions (Schedule 4, 5)	124,300	124,654	82,319
Surplus (Deficit) of Revenues over Expenses	93,350	(6,343)	(233,884)
Accumulated Surplus (Deficit), Beginning of Year	10,052,763	10,052,763	10,286,647
ACCUMULATED SURPLUS - END OF YEAR	\$ 10,146,113	\$ 10,046,420	\$ 10,052,763

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ACCOUNTANTS LLP

See notes to financial statements

Consolidated Statement of Change in Net Financial Assets

Year Ended December 31, 2018

Statement 3

	Budget 2018	2018	2017
Surplus (Deficit)	\$ 25,470	\$ (6,343)	\$ (233,884)
(Acquisition) of tangible capital assets	-	(461,532)	(547,893)
Amortization of tangible capital assets	-	659,771	643,966
Proceeds on disposal of tangible capital assets	-	11,000	85,000
Loss (gain) on the disposal of tangible capital assets	-	3,782	104,600
Surplus (Deficit) of capital expenses over expenditures	-	213,021	285,673
(Acquisition) of supplies inventories	-	(197,126)	(156,516)
(Acquisition) of prepaid expense	-	(171)	(420)
Consumption of supplies inventory	-	156,516	167,412
Use of prepaid expense	-	420	214
Surplus (Deficit) of expenses of other non-financial over expenditures	-	(40,361)	10,690
Increase/Decrease in Net Financial Assets	25,470	166,317	62,479
Net Financial Assets (Debt) - Beginning of Year	1,186,750	1,186,750	1,124,271
Net Financial Assets (Debt) - End of Year	\$ 1,212,220	\$ 1,353,067	\$ 1,186,750

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	2018	2017
Cash provided by (used for) the following activities		
Operating:		
Surplus (Deficit)	\$ (6,343)	\$ (233,884)
Amortization	659,771	643,966
Loss (gain) on disposal of tangible capital assets	3,782	104,600
	<u>657,210</u>	<u>514,682</u>
Change in assets/liabilities		
Taxes Receivable - Municipal	29,082	20,783
Other Receivables	(85,515)	37,771
Other Financial Assets	-	-
Land for Resale	1,675	(1,675)
Liability for Contaminated Sites	-	-
Accounts and Accrued Liabilities Payable	(17,520)	(17,345)
Other Liabilities	-	-
Building permits	16,976	4,138
Prepayments and Deferred Charges	249	(206)
Stock and Supplies	(40,610)	10,896
Accrued Landfill Costs	-	-
Other Liabilities (gravel reclamation)	-	(4,987)
Deposits	-	-
	<u>(95,663)</u>	<u>49,375</u>
Cash provided by operating transactions	<u>561,547</u>	<u>564,057</u>
Capital:		
Acquisition of capital assets	(461,532)	(547,893)
Proceeds from disposal of capital assets	11,000	85,000
Other capital	-	-
Cash applied to capital transactions	<u>(450,532)</u>	<u>(462,893)</u>
Investing:		
Long-Term Investments	1,271	(2,759)
Other investments	-	-
Cash provided by (applied to) investing transactions	<u>1,271</u>	<u>(2,759)</u>
Financing:		
Debt charges recovered	-	-
Long-term debt issued	-	-
Long-term debt repaid	(32,519)	(32,659)
Other financing	-	-
Cash provided by (applied to) financing transactions	<u>(32,519)</u>	<u>(32,659)</u>
Change in Cash and Temporary Investments during the year	<u>79,767</u>	<u>65,746</u>
Cash and Temporary Investments - Beginning of Year	<u>1,573,659</u>	<u>1,507,913</u>
Cash and Temporary Investments - End of Year (Note 2)	<u>\$ 1,653,426</u>	<u>\$ 1,573,659</u>

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.

(continues)

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>
General Assets	
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
Infrastructure Assets	
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 does not maintain a waste disposal site. Therefore, no amount has been recorded as an asset or liability.

(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

	<u>2018</u>	<u>2017</u>
Cash	\$ 1,653,426	\$ 1,573,659
Temporary Investments	-	-
Restricted Cash	-	-
Total Cash and Temporary Investments	\$ 1,653,426	\$ 1,573,659

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

	2018	2017
Municipal		
- current	\$ 166,898	\$ 156,123
- arrears	60,301	100,157
	<u>227,200</u>	<u>256,279</u>
Less - allowance for uncollectibles	(36,719)	(36,719)
Total municipal taxes receivable	<u>190,480</u>	<u>219,561</u>
School		
- current	51,116	51,767
- arrears	26,322	32,583
Total school taxes receivable	<u>77,438</u>	<u>84,350</u>
Other	352	932
Total taxes and grants in lieu receivable	<u>268,270</u>	<u>304,843</u>
Deduct taxes receivable to be collected on behalf of other organizations	(77,790)	(85,281)
Total Taxes Receivable - Municipal	<u>\$ 190,480</u>	<u>\$ 219,562</u>

4. Other Accounts Receivable

	2018	2017
Federal Government	\$ 127,754	\$ 39,530
Provincial Government	34,912	25,251
Local Government	4,762	6,142
Utility	3,454	3,073
Trade	3,726	15,097
Other	-	-
Total Other Accounts Receivable	<u>174,608</u>	<u>89,093</u>
Less: allowance for uncollectibles	-	-
Net Other Accounts Receivable	<u>\$ 174,608</u>	<u>\$ 89,093</u>

5. Land for Resale

	2018	2017
Tax Title Property	\$ 21,043	\$ 5,846
Allowance for market value adjustment	(21,043)	(4,171)
Net Tax Title Property	<u>-</u>	<u>1,675</u>
Land for Resale	-	-
Allowance for market value adjustment	-	-
Net Other Land	<u>-</u>	<u>-</u>
Total Land for Resale	<u>\$ -</u>	<u>\$ 1,675</u>

6. Investments

	2018	2017
Long-term Investments		
Sask. Assoc. of Rural Municipalities - Self Insurance Fund	\$ 113,605	\$ 110,665
Co-operative Equity	10	10
Health Recruitment Fund - RM/Town	-	4,211
	<u>-</u>	<u>-</u>
Total Investments	<u>\$ 113,615</u>	<u>\$ 114,886</u>

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

Notes to Consolidated Financial Statements

Year Ended December 31, 2018

7. Debt Charges Recoverable

	2018	2017
Current debt charges recoverable	\$ -	\$ -
Non-current debt charges recoverable	-	-
Total Debt Charges Recoverable	\$ -	\$ -

8. Bank Indebtedness

Credit Arrangements

At December 31, 2018, the Municipality had lines of credit totaling \$500,000, 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
Building permits	\$ 26,611	\$ 9,635
Total Deferred Revenue	\$ 26,611	\$ 9,635

10. Accrued Landfill Costs

	2018	2017
Environmental Liabilities	\$ -	\$ -

The municipality does not operate a landfill.

11. Liability for Contaminated Sites

The municipality has no liability for contaminated sites.

12. Long-term Debt

The debt limit of the municipality is \$2,091,473. The debt limit for a municipality is the total amount of the municipality's own source revenues for the preceding year (The Municipalities Act Section 161(1)).

Bank loan is repayable to Prairie Centre Credit Union in semi-annual payments of \$27,356 bearing interest at a rate of 3.50% per annum. The loan matures in 2033.

Future principal and interest payments are as follows:

Year	Principal	Interest	2018	2017
2018	\$ -	\$ -	\$ -	\$ 54,712
2019	33,042	21,669	54,711	54,712
2020	34,209	20,502	54,711	54,712
2021	35,417	19,294	54,711	54,712
2022	36,667	18,044	54,711	54,712
2023	37,962	16,749	54,711	-
Thereafter	450,015	85,128	535,143	570,775
Balance	627,312	181,386	808,698	844,335

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:

Notes to Consolidated Financial Statements

Year Ended December 31, 2018

14. Other Non-financial Assets

	2018	2017
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15. 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.

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 \$48,775. 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:

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

19. Related Parties

The municipality has no related parties.

20. Contingent Assets

Contingent assets are not recorded in the financial statements.

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. The municipality does not have any contractual rights.

22. Contractual Obligations and Commitments

The municipality has not entered into any multiple-year contracts for the delivery of services or the construction of tangible capital assets which would become liabilities in the future when the terms of the contract are met.

RURAL MUNICIPALITY OF SPIRITWOOD NO. 496

Schedule of Taxes and Other Unconditional Revenue

Year Ended December 31, 2018

Schedule 1

	Budget 2018	2018	2017
TAXES			
General municipal tax levy	\$ 2,116,610	\$ 2,101,918	\$ 1,967,470
Abatements and adjustments	(10,000)	(12,925)	(13,044)
Discount on current year taxes	(52,100)	(53,446)	(51,581)
Net Municipal Taxes	2,054,510	2,035,547	1,902,845
Potash tax share	-	-	-
Trailer license fees	-	-	-
Penalties on tax arrears	15,000	13,431	17,729
Special tax levy	-	-	-
Other	-	-	-
Total Taxes	2,069,510	2,048,978	1,920,574
UNCONDITIONAL GRANTS			
Revenue Sharing	536,450	536,363	600,913
Organized Hamlet	3,760	3,594	3,768
Other	-	-	-
Total Unconditional Grants	540,210	539,957	604,681
GRANTS IN LIEU OF TAXES			
Federal	33,140	32,612	31,995
Provincial			
S.P.C. Electrical	-	-	-
SaskEnergy Gas	-	-	-
Transgas	-	-	-
Central Services	-	-	-
SaskTel	14,770	14,259	14,149
Other	-	-	-
Local/Other			
Housing Authority	-	-	-
C.P.R. Mainline	-	-	-
Treaty Land Entitlement	39,840	40,852	39,845
Other	-	-	-
Other Government Transfers			
S.P.C. Surcharge	-	-	-
Sask Energy Surcharge	-	-	-
Other	-	-	-
Total Grants in Lieu of Taxes	87,750	87,723	85,989
TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	\$ 2,697,470	\$ 2,676,658	\$ 2,611,244

	Budget 2018	2018	2017
GENERAL GOVERNMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and charges	\$ -	\$ -	\$ -
- Custom work	-	-	-
- Sales of supplies	14,390	55,740	14,653
- Other - Rental	10,300	11,565	7,740
Total Fees and Charges	24,690	67,305	22,393
- Tangible capital asset sales - gain (loss)	-	-	-
- Land sales - gain (loss)	-	(16,871)	-
- Investment income and commissions	23,620	29,449	28,578
- Other - Refunds	7,420	24,656	6,111
Total Other Segmented Revenue	55,730	104,539	57,082
Conditional Grants			
- Student Employment	-	-	-
- Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	55,730	104,539	57,082
Capital			
Conditional Grants			
- Federal Gas Tax	-	-	-
- Canada/Sask Municipal Rural Infrastructure Fund	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other - Asset Management	41,980	41,980	-
Total Capital	41,980	41,980	-
Total General Government Services	97,710	146,519	57,082
PROTECTIVE SERVICES			
Operating			
Other Segmented Revenue			
Fees and charges	-	-	-
- Other - Fire and Pound fees	66,100	88,084	64,587
Total Fees and Charges	66,100	88,084	64,587
- Tangible capital asset sales - gain (loss)	-	-	-
- Other	-	-	-
Total Other Segmented Revenue	66,100	88,084	64,587
Conditional Grants			
- Student Employment	-	-	-
- Local government	-	-	-
- Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	66,100	88,084	64,587
Capital			
Conditional Grants			
- Federal Gas Tax	-	-	-
- Provincial Disaster Assistance	-	-	-
- Local government	-	-	-
- Other - Donations	300	250	300
Total Capital	300	250	300
Total Protective Services	\$ 66,400	\$ 88,334	\$ 64,887

RURAL MUNICIPALITY OF SPIRITWOOD NO. 496

Schedule of Operating and Capital Revenue by Function

Year Ended December 31, 2018

Schedule 2 - 2

	Budget 2018	2018	2017
TRANSPORTATION SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges	\$ -	\$ 1,540	\$ -
- Custom work	8,450	7,673	7,275
- Sales of supplies	9,140	2,260	9,129
- Road Maintenance and Restoration Agreements	19,100	30,069	14,651
- Frontage	-	-	-
- Other - Gravel Extraction	3,900	4,557	2,970
Total Fees and Charges	40,590	46,099	34,025
- Tangible capital asset sales - gain (loss)	-	(3,782)	(104,600)
- Other	-	-	-
Total Other Segmented Revenue	40,590	42,317	(70,575)
Conditional Grants			
- MREP (CTP)	-	-	-
- Student Employment	-	-	-
- Other - Heavy Haul	22,000	19,800	24,200
Total Conditional Grants	22,000	19,800	24,200
Total Operating	62,590	62,117	(46,375)
Capital			
Conditional Grants			
- Federal Gas Tax	82,020	82,424	82,019
- Canada/Sask Municipal Rural Infrastructure Fund	-	-	-
- Heavy Haul	-	-	-
- MREP (Heavy Haul, CTP, Municipal Bridges)	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other	-	-	-
Total Capital	82,020	82,424	82,019
Total Transportation Services	144,610	144,541	35,644
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges	-	200	-
- Waste and Disposal Fees	14,060	12,976	14,066
- Other - Pest control	790	394	787
Total Fees and Charges	14,850	13,570	14,853
- Tangible capital asset sales - gain (loss)	-	-	-
- Other	-	-	-
Total Other Segmented Revenue	14,850	13,570	14,853
Conditional Grants			
- Student Employment	-	-	-
- Local government	1,800	2,866	1,803
- Other - Recycling and Beaver	11,150	16,024	12,181
Total Conditional Grants	12,950	18,890	13,984
Total Operating	27,800	32,460	28,837
Capital			
Conditional Grants			
- Federal Gas Tax	-	-	-
- TAPD	-	-	-
- Transit for Disabled	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other	-	-	-
Total Capital	-	-	-
Total Environmental and Public Health Services	\$ 27,800	\$ 32,460	\$ 28,837

RURAL MUNICIPALITY OF SPIRITWOOD NO. 496

Schedule of Operating and Capital Revenue by Function

Year Ended December 31, 2018

Schedule 2 - 3

	Budget 2018	2018	2017
PLANNING AND DEVELOPMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges	\$ -	\$ 1,873	\$ -
- Maintenance and Development Charges	15,000	17,211	24,950
- Other - Public Reserve	6,550	4,455	6,487
Total Fees and Charges	21,550	23,539	31,437
- Tangible capital asset sales - gain (loss)	-	-	-
- Other	-	-	-
Total Other Segmented Revenue	21,550	23,539	31,437
Conditional Grants			
- Student Employment	-	-	-
- Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	21,550	23,539	31,437
Capital			
Conditional Grants			
- Federal Gas Tax	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other	-	-	-
Total Capital	-	-	-
Total Planning and Development Services	21,550	23,539	31,437
RECREATION AND CULTURAL SERVICES			
Operating			
Other Segmented Revenues			
Fees and Charges	3,340	3,682	5,137
- Other	-	-	-
Total Fees and Charges	3,340	3,682	5,137
- Tangible capital asset sales - gain (loss)	-	-	-
- Other	-	-	-
Total Other Segmented Revenue	3,340	3,682	5,137
Conditional Grants			
- Student Employment	-	-	-
- Local Government	-	-	-
- Donations	-	-	-
- Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	3,340	3,682	5,137
Capital			
Conditional Grants			
- Federal Gas Tax	-	-	-
- Local government	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other	-	-	-
Total Capital	-	-	-
Total Recreation and Cultural Services	\$ 3,340	\$ 3,682	\$ 5,137

Schedule of Operating and Capital Revenue by Function

Year Ended December 31, 2018

Schedule 2 - 4

	Budget 2018	2018	2017
UTILITY SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges	\$ 2,300	\$ 2,800	\$ 2,275
- Water	3,870	3,897	3,872
- Sewer	-	-	8,000
- Other	-	-	-
Total Fees and Charges	6,170	6,697	14,147
- Tangible capital asset sales - gain (loss)	-	-	-
- Other	-	-	-
Total Other Segmented Revenue	6,170	6,697	14,147
Conditional Grants			
- Student Employment	-	-	-
- Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	6,170	6,697	14,147
Capital			
Conditional Grants			
- Federal Gas Tax	-	-	-
- Clean Water and Wastewater Fund	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other	-	-	-
Total Capital	-	-	-
Total Utility Services	6,170	6,697	14,147
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	\$ 367,580	\$ 445,772	\$ 237,171

SUMMARY

Total Other Segmented Revenue	\$ 208,330	\$ 282,428	\$ 116,668
Total Conditional Grants	34,950	38,690	38,184
Total Capital Grants and Contributions	124,300	124,654	82,319
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	\$ 367,580	\$ 445,772	\$ 237,171

Total Expenses by Function

Year Ended December 31, 2018

Schedule 3 - 1

	Budget 2018	2018	2017
Total Government Services			
Council remuneration and travel	\$ 34,210	\$ 33,434	\$ 30,737
Wages and benefits	142,440	112,573	135,533
Professional/Contractual services	121,830	137,315	126,141
Utilities	7,820	8,016	7,582
Maintenance, materials and supplies	39,380	22,467	27,649
Grants and contributions			
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization	-	2,100	2,100
Interest	-	-	-
Allowance For Uncollectibles	-	-	-
Other - Asset Management	52,480	49,980	-
Total General Government Services	398,160	365,885	329,742
PROTECTIVE SERVICES			
Police Protection			
Wages and benefits	-	-	-
Professional/Contractual Services	55,730	55,818	55,177
Utilities	-	-	-
Maintenance, Materials and Supplies	-	-	-
Grants and contributions			
Grants and Contributions - operating	1,000	-	-
- capital	-	-	-
Other	300	300	300
Fire Protection			
Wages and benefits	8,950	16,734	8,885
Professional/Contractual Services	13,950	11,658	11,951
Utilities	5,950	4,458	5,882
Maintenance, Materials and Supplies	8,710	16,383	36,511
Grants and contributions			
Grants and Contributions - operating	-	-	-
- capital	-	-	-
Amortization	-	7,476	7,476
Interest	-	-	-
Other - Fire Protection Board	2,270	1,386	2,250
Total Protective Services	96,860	114,213	128,432
TRANSPORTATION SERVICES			
Wages and Benefits	569,140	574,105	547,103
Professional/Contractual Services	261,850	244,973	336,618
Utilities	15,580	17,377	15,437
Maintenance, Materials and Supplies	896,890	482,747	368,987
Gravel	470,000	396,596	456,361
Grants and contributions			
Grants and Contributions - operating	-	-	-
- capital	-	-	-
Amortization	-	648,943	633,141
Interest	22,200	22,192	22,227
Other - Contract	6,900	8,560	6,924
Total Transportation Services	\$ 2,242,560	\$ 2,395,493	\$ 2,386,798

Total Expenses by Function

Year Ended December 31, 2018

Schedule 3 - 2

	Budget 2018	2018	2017
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Wages and Benefits	\$ 43,440	\$ 42,682	\$ 41,561
Professional/Contractual Services	3,770	5,842	3,749
Utilities	-	-	-
Maintenance, Materials and Supplies	30,740	3,330	30,781
Grants and contributions			
Grants and contributions - operating	-	-	-
□ Waste disposal	-	-	-
□ Public Health	-	-	-
- capital	-	-	-
□ Waste disposal	-	-	-
□ Public Health	-	-	-
Amortization	-	808	805
Interest	-	-	-
Other	-	-	-
Total Environmental and Public Health Services	77,950	52,662	76,896
PLANNING AND DEVELOPMENT SERVICES			
Wages and Benefits	-	-	-
Professional/Contractual Services	16,220	18,048	16,057
Grants and contributions			
Grants and Contributions - operating	-	-	-
- capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other - Memberships/tax loss comp.	-	-	700
Total Planning and Development Services	16,220	18,048	16,757
RECREATION AND CULTURAL SERVICES			
Wages and Benefits	-	-	-
Professional/Contractual Services	23,350	66,725	26,283
Utilities	5,350	5,511	5,296
Maintenance, Materials, and Supplies	-	-	-
Grants and contributions			
Grants and Contributions - operating	101,750	101,410	101,696
- capital	-	-	-
Amortization	-	444	444
Interest	-	-	-
Allowance For Uncollectibles	-	-	-
Other - Museum	-	405	550
Total Recreation and Cultural Services	\$ 130,450	\$ 174,495	\$ 134,269

Total Expenses by Function

Year Ended December 31, 2018

Schedule 3 - 3

	Budget 2018	2018	2017
UTILITY SERVICES			
Wages and Benefits	\$ 6,460	\$ 4,528	\$ 6,398
Professional/Contractual Services	-	-	-
Utilities	3,040	3,449	3,007
Maintenance, Materials and Supplies	-	-	-
Grants and contributions			
Grants and Contributions - operating	-	-	-
- capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Allowance For Uncollectibles	-	-	-
Other	-	-	-
Total Utility Services	9,500	7,977	9,405
TOTAL EXPENSES BY FUNCTION	\$ 2,971,700	\$ 3,128,773	\$ 3,082,299

RURAL MUNICIPALITY OF SPIRITWOOD NO. 496
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
Revenues (Schedule 2)								
Fees and Charges	\$ 67,305	\$ 88,084	\$ 46,099	\$ 13,570	\$ 23,539	\$ 3,682	\$ 6,697	\$ 248,976
Tangible Capital Asset Sales - Gain (Loss)	-	-	(3,782)	-	-	-	-	(3,782)
Land Sales - Gain (Loss)	(16,871)	-	-	-	-	-	-	(16,871)
Investment Income and Commissions	29,449	-	-	-	-	-	-	29,449
Other Revenues	24,656	-	-	-	-	-	-	24,656
Grants - Conditional	-	-	19,800	18,890	-	-	-	38,690
- Capital	41,980	250	82,424	-	-	-	-	124,654
Total Revenues	146,519	88,334	144,541	32,460	23,539	3,682	6,697	445,772
Expenses (Schedule 3)								
Wages and Benefits	146,007	16,734	574,105	42,682	-	-	4,528	784,056
Professional/Contractual Services	137,315	67,476	244,973	5,842	18,048	66,725	-	540,379
Utilities	8,016	4,458	17,377	-	-	5,511	3,449	38,811
Maintenance Material and Supplies	22,467	16,383	879,343	3,330	-	-	-	921,523
Grants and Contributions	-	-	-	-	-	101,410	-	101,410
Amortization	2,100	7,476	648,943	808	-	444	-	659,771
Interest	-	-	22,192	-	-	-	-	22,192
Allowance for Uncollectibles	-	-	-	-	-	-	-	-
Other	49,980	1,686	8,560	-	-	405	-	60,631
Total Expenses	365,885	114,213	2,395,493	52,662	18,048	174,495	7,977	3,128,773
Surplus (Deficit) by Function	(219,366)	(25,879)	(2,250,952)	(20,202)	5,491	(170,813)	(1,280)	(2,683,001)
Taxes and other unconditional revenue (Schedule 1)								<u>2,676,658</u>
Net Surplus (Deficit)								\$ (6,343)

RURAL MUNICIPALITY OF SPIRITWOOD NO. 496

Consolidated Schedule of Segment Disclosure by Function

Year Ended December 31, 2017

Schedule 5

	General Government	Protective Services	Transportation Services	Environmental & Public	Planning and Recreation and Development	Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and Charges	\$ 22,393	\$ 64,587	\$ 34,025	\$ 14,853	\$ 31,437	\$ 5,137	\$ 14,147	\$ 186,579
Tangible Capital Asset Sales - Gain (Loss)	-	-	(104,600)	-	-	-	-	(104,600)
Land Sales - Gain (Loss)	-	-	-	-	-	-	-	-
Investment Income and Commissions	28,578	-	-	-	-	-	-	28,578
Other Revenues	6,111	-	-	-	-	-	-	6,111
Grants - Conditional	-	-	24,200	13,984	-	-	-	38,184
- Capital	-	300	82,019	-	-	-	-	82,319
Total Revenues	57,082	64,887	35,644	28,837	31,437	5,137	14,147	237,171
Expenses (Schedule 3)								
Wages and Benefits	166,270	8,885	547,103	41,561	-	-	6,398	770,217
Professional/ Contractual Services	126,141	67,128	336,618	3,749	16,057	26,283	-	575,976
Utilities	7,582	5,882	15,437	-	-	5,296	3,007	37,204
Maintenance Material and Supplies	27,649	36,511	825,348	30,781	-	-	-	920,289
Grants and Contributions	-	-	-	-	-	101,696	-	101,696
Amortization	2,100	7,476	633,141	805	-	444	-	643,966
Interest	-	-	22,227	-	-	-	-	22,227
Allowance for Uncollectibles	-	-	-	-	-	-	-	-
Other	-	2,550	6,924	-	700	550	-	10,724
Total Expenses	329,742	128,432	2,386,798	76,896	16,757	134,269	9,405	3,082,299
Surplus (Deficit) by Function	(272,660)	(63,545)	(2,351,154)	(48,059)	14,680	(129,132)	4,742	(2,845,128)
Taxes and other unconditional revenue (Schedule 1)								
Net Surplus (Deficit)								\$ 2,611,244
								\$ (733,884)

RURAL MUNICIPALITY OF SPIRITWOOD NO. 496
 Consolidated Schedule of Tangible Capital Assets by Object

As at December 31, 2018

Schedule 6

2018

	General Assets										2017 Total	
	Land		Improvements	Buildings	Vehicles	Machinery & Equipment	Infrastructure Assets		General/ Infrastructure			2018 Total
	Land						Linear	Assets Under Construction	Assets Under Construction			
Asset cost												
Opening Asset costs	\$ 6,839	\$ 819,520	\$ 356,761	\$ 272,454	\$ 3,063,783	\$ 11,432,409	\$ -	\$ 15,951,766	\$ 15,750,373			
Additions during the year	-	-	-	50,176	185,583	225,773	-	461,532	547,893			
Disposals and write-downs during the year	-	-	-	-	(24,637)	-	-	(24,637)	(346,500)			
Transfers (from) assets under construction	-	-	-	-	-	-	-	-	-			
Closing Asset Costs	6,839	819,520	356,761	322,630	3,224,729	11,658,182	-	16,388,661	15,951,766			
Accumulated Amortization Cost												
Opening Accumulated Amortization Costs	-	189,452	149,809	120,371	1,556,395	5,226,662	-	7,242,689	6,755,623			
Add: Amortization taken	-	39,452	10,412	18,314	297,267	294,326	-	659,771	643,966			
Less: Accumulated amortization on disposals	-	-	-	-	(9,855)	-	-	(9,855)	(156,900)			
Closing Accumulated Amortization Costs	-	228,904	160,221	138,685	1,843,807	5,520,988	-	7,892,605	7,242,689			
Net Book Value	\$ 6,839	\$ 590,616	\$ 196,540	\$ 183,945	\$ 1,380,922	\$ 6,137,194	\$ -	\$ 8,496,056	\$ 8,709,077			

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 SPIRITWOOD NO. 496
 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
Asset cost									
Opening Asset costs	\$ 125,068	\$ 247,800	\$ 15,553,095	\$ 8,053	\$ -	\$ 17,750	\$ -	\$ 15,951,766	\$ 15,750,373
Additions during the year	-	-	461,532	-	-	-	-	461,532	547,893
Disposals and write-downs during the year	-	-	(24,637)	-	-	-	-	(24,637)	(346,500)
Closing Asset Costs	125,068	247,800	15,989,990	8,053	-	17,750	-	16,388,661	15,951,766
Accumulated Amortization Cost									
Opening Accumulated Amortization Costs	82,961	94,003	7,050,933	7,247	-	7,545	-	7,242,689	6,755,623
Add: Amortization taken	2,100	7,476	648,943	808	-	444	-	659,771	643,966
Less: Accumulated amortization on disposals	-	-	(9,855)	-	-	-	-	(9,855)	(156,900)
Closing Accumulated Amortization Costs	85,061	101,479	7,690,021	8,055	-	7,989	-	7,892,605	7,242,689
Net Book Value	\$ 40,007	\$ 146,321	\$ 8,299,969	\$ (2)	\$ -	\$ 9,761	\$ -	\$ 8,496,056	\$ 8,709,077

Consolidated Schedule of Accumulated Surplus

Year Ended December 31, 2018

Schedule 8

	2017	Changes	2018
UNAPPROPRIATED SURPLUS	\$ 998,384	\$ 160,836	\$ 1,159,220
APPROPRIATED RESERVES			
Machinery and Equipment	101,077	15,925	117,002
Public Reserve	-	-	-
Capital Trust	541,000	-	541,000
Utility	8,000	-	8,000
Other	244,876	(4,127)	240,749
Total Appropriated	894,953	11,798	906,751
ORGANIZED HAMLETS			
Organized Hamlet of	110,181	1,524	111,705
Total Organized Hamlets	110,181	1,524	111,705
NET INVESTMENT IN TANGIBLE CAPITAL ASSETS			
Tangible capital assets (Schedule 6)	8,709,077	(213,021)	8,496,056
Less: Related debt	(659,832)	32,520	(627,312)
Net Investment in Tangible Capital Assets	8,049,245	(180,501)	7,868,744
Total Accumulated Surplus	\$ 10,052,763	\$ (6,343)	\$ 10,046,420

RURAL MUNICIPALITY OF SPIRITWOOD NO. 496
 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	\$ 158,876,487	\$ 73,370,246	\$ -	\$ 18,980,480	\$ 8,024,800	\$ -	\$ 259,252,013
Regional Park Assessment	-	-	-	-	-	-	-
Total Assessment	158,876,487	73,370,246	-	18,980,480	8,024,800	-	259,252,013
Mill Rate Factor(s)	1.0000	0.9500	-	1.0000	1.1000	-	-
Total Base/Minimum Tax (generated for each property class)	132,150	258,152	-	36,063	27,000	-	453,365
Total Municipal Tax Levy (include base and/or minimum tax and special levies)	\$ 1,300,586	\$ 678,167	\$ -	\$ 36,063	\$ 87,102	\$ -	\$ 2,101,918

MILLS	
Average Municipal *	8.1076
Average School	2.0531
Potash Mill Rate	-
Uniform Municipal Mill Rate	7.8000

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

Schedule of Council Remuneration

Year Ended December 31, 2018

Schedule 10

	Name	Remuneration	Reimbursed Costs	Total
Position				
Reeve	Shirley Dauvin	\$ 8,766	\$ 476	\$ 9,242
Councillor	Doug Johnson	3,756	660	4,416
Councillor	Alan Steinhilber	4,207	371	4,578
Councillor	Terry Wingerter	3,630	-	3,630
Councillor	Jerome Tetreault	595	-	595
Councillor	Bevra Fee	4,120	-	4,120
Councillor	Duane Hare	595	43	638
Councillor	Alex Beebe	2,698	551	3,249
Councilor	Dennis Laventure	2,966	-	2,966
Total		\$ 31,333	\$ 2,101	\$ 33,434