

TOWN OF BALGONIE
Financial Statements
December 31, 2018

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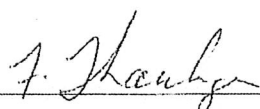
Management's Responsibility

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

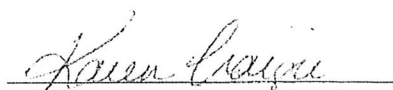
In discharging its responsibilities for the integrity and fair presentation of the financial statements, management designs and maintains the necessary accounting, budget and other related internal controls to provide reasonable assurance that transactions are appropriately authorized and accurately recorded, that assets are properly accounted for and safeguarded, and that financial records are properly maintained to provide reliable information for the preparation of 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.

Dudley & Company LLP, an independent firm of Chartered Professional Accountants, is appointed by the Council to audit the financial statements and report directly to them; their report is attached to the financial statements. The external auditors have full and free access to both the Council and management to communicate their audit findings.



Council



Administration

INDEPENDENT AUDITORS' REPORT

To the Mayor and Councillors
Town of Balgonie

Opinion

We have audited the financial statements of the **TOWN OF BALGONIE**, which comprise the statement of financial position as at December 31, 2018 and the statements of operations changes in net financial assets and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the municipality as at December 31, 2018, and its financial performance and its cash flows 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 *Auditors' Responsibilities for the Audit of the 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 financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these 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 Financial Statements

Management is responsible for the preparation and fair presentation of the 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 financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the municipality's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management intends to dissolve 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.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' 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 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 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 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 over-ride 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 auditors' report to the related disclosures in the 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 auditors' 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 financial statements, including the disclosures, and whether the 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.



Dudley & Company LLP
Chartered Professional Accountants

Regina, Saskatchewan
March 16, 2019

TOWN OF BALGONIE
Statement of Financial Position
As at December 31, 2018

Statement 1

	2018	2017
ASSETS		
Financial Assets		
Cash & Temporary Investments (Note 2)	\$ 4,593,460	\$ 3,514,487
Taxes Receivable - Municipal (Note 3)	172,706	155,547
Other Accounts Receivable (Note 4)	430,476	1,311,771
Land for Resale	-	-
Long-Term Accrued Frontages	-	-
Other	-	-
Total Financial Assets	5,196,642	4,981,805
LIABILITIES		
Bank Indebtedness	-	-
Accounts Payable (Note 5)	192,429	447,919
Accrued Liabilities Payable	-	-
Deposits	-	-
Deferred Revenue (Note 6)	86,276	110,403
Accrued Landfill Costs	-	-
Other Liabilities (Note 8)	5,404	38,084
Long-Term Debt (Note 7)	4,069,708	4,332,800
Lease Obligations	-	-
Total Liabilities	4,353,817	4,929,206
NET FINANCIAL ASSETS	842,825	52,599
Tangible Capital Assets (Schedules 6, 7)	25,154,721	24,142,589
Prepayment and Deferred Charges	4,226	45,256
Stock and Supplies	8,356	8,356
Other	-	-
Total Non-Financial Assets	25,167,303	24,196,201
Accumulated Surplus (Deficit) (Schedule 8)	\$ 26,010,128	\$ 24,248,800

The accompanying notes form an integral part of these financial statements.

TOWN OF BALGONIE
Statement of Operations
For the year ended December 31, 2018

Statement 2

		2018 Budget	2018	2017
Revenues				
Taxes and Other Unconditional Revenue	(Schedule 1)	\$ 1,723,710	\$ 1,746,717	\$ 1,713,606
Fees and Charges	(Schedule 4, 5)	1,377,670	2,007,813	1,735,962
Conditional Grants	(Schedule 4, 5)	170,680	182,519	59,582
Tangible Capital Assets Sales - Gain	(Schedule 4, 5)	-	2,940	15,838
Land Sales - Gain	(Schedule 4, 5)	-	-	-
Investment Income and Commissions	(Schedule 4, 5)	20,000	70,712	30,350
Other Revenues	(Schedule 4, 5)	6,820	8,771	4,525
Total Revenues		3,298,880	4,019,472	3,559,863
Expenses				
General Government Services	(Schedule 3)	450,880	428,350	434,504
Protective Services	(Schedule 3)	242,880	231,044	221,798
Transportation Services	(Schedule 3)	767,070	696,680	598,074
Environmental and Public Health Services	(Schedule 3)	147,180	152,422	137,389
Planning and Development Services	(Schedule 3)	30,000	26,450	18,477
Recreation and Cultural Services	(Schedule 3)	636,700	914,460	873,486
Utility Services	(Schedule 3)	1,069,790	1,090,147	1,034,950
Total Expenses		3,344,500	3,539,553	3,318,678
Surplus (Deficit) before Other Capital Contributions		(45,620)	479,919	241,185
Provincial/Federal Capital Grants and Contributions (Schedule 4, 5)		1,330,470	1,281,409	1,867,125
Surplus (Deficit) of Revenues over Expenses		1,284,850	1,761,328	2,108,310
Accumulated Surplus (Deficit), Beginning of Year		24,248,800	24,248,800	22,140,490
Accumulated Surplus (Deficit), End of Year		\$ 25,533,650	\$ 26,010,128	\$ 24,248,800

The accompanying notes form an integral part of these financial statements.

TOWN OF BALGONIE
Statement of Changes in Net Financial Assets
For the year ended December 31, 2018

Statement 3

	2018 Budget	2018	2017
Surplus (Deficit)	\$ 1,284,850	\$ 1,761,328	\$ 2,108,310
(Acquisition) of tangible capital assets	(2,443,780)	(1,572,880)	(3,458,237)
Amortization of tangible capital assets	528,900	560,688	451,317
Proceeds on disposal of tangible capital assets	-	3,000	32,800
Loss (gain) on disposal of tangible capital assets	-	(2,940)	(15,838)
Surplus (Deficit) of capital expenses over expenditures	(1,914,880)	(1,012,132)	(2,989,958)
(Acquisition) of supplies inventories	-	-	(3,720)
(Acquisition) of prepaid expense	-	-	-
Consumption of supplies inventory	-	-	-
Use of prepaid expense	-	41,030	4,965
Surplus (Deficit) of expenses of other non-financial over expenditures	-	41,030	1,245
Increase/Decrease in Net Financial Assets	(630,030)	790,226	(880,403)
Net Financial Assets - Beginning of Year	52,599	52,599	933,002
Net Financial Assets - End of Year	\$ (577,431)	\$ 842,825	\$ 52,599

The accompanying notes form an integral part of these financial statements.

TOWN OF BALGONIE
Statement of Cash Flows
For the year ended December 31, 2018

Statement 4

	2018	2017
Cash provided by (used for) the following activities		
Operating:		
Surplus (Deficit)	\$ 1,761,328	\$ 2,108,310
Amortization	560,688	451,317
Loss (gain) on disposal of tangible capital assets	(2,940)	(15,838)
	2,319,076	2,543,789
Changes in assets / liabilities		
Taxes Receivable - Municipal	(17,159)	(5,999)
Other Receivables	881,295	(1,157,720)
Land for Resale	-	-
Other Financial Assets	-	-
Accounts and Accrued Liabilities Payable	(255,490)	339,859
Deposits	-	(42,500)
Deferred Revenues	(24,127)	23,818
Other Liabilities	(32,680)	30,087
Stock and Supplies for Use	-	(3,720)
Prepaid expenses and Deferred Charges	41,030	4,965
Other	-	-
Net cash from (used for) operations	2,911,945	1,732,579
Capital:		
Acquisition of Capital Assets	(1,572,880)	(3,458,237)
Proceeds from the Disposal of Capital Assets	3,000	32,800
Other Capital	-	-
Net cash from (used for) capital	(1,569,880)	(3,425,437)
Investing:		
Long-Term Investments	-	-
Other Investments	-	-
Net cash from (used for) investing	-	-
Financing:		
Long-Term Debt Issued	-	2,300,000
Long-Term Debt Repaid	(263,092)	(173,288)
Other Financing	-	-
Net cash from (used for) financing	(263,092)	2,126,712
Increase (Decrease) in cash resources	1,078,973	433,854
Cash and Investments - Beginning of Year	3,514,487	3,080,633
Cash and Investments - End of Year	\$ 4,593,460	\$ 3,514,487

The accompanying notes form an integral part of these financial statements.

TOWN OF BALGONIE
Notes to the Financial Statements
For the year ended December 31, 2018

1. SUMMARY OF 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 financial statements are prepared using the accrual basis of accounting. The accrual basis of accounting requires revenues to be recognized as they become available and measurable and expenses are recognized as they are incurred and measurable as a result of the receipt of goods and services and the creation of a legal obligation to pay.

(a) Reporting Entity:

The financial statements consolidate the assets, liabilities and flow of resources of the municipality. The entity is comprised of all of the organizations that are owned or controlled by the municipality and are, therefore, accountable to the Council for the administration of their financial affairs and resources.

Entities included in these financial statements are as follows:

<u>Entity</u>	<u>Basis of recording</u>
Balgonie Recreation Board	Consolidated

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 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 either expenses or revenues in the period that the events giving rise to the transfer occur, providing:

- a) the transfer is authorized;
- b) eligibility criteria have been met by the recipient; and
- c) a reasonable estimate of the amount can be made.

Unearned government transfer amounts received but not earned will be recorded as deferred revenue.

Earned government transfer amounts not received will be recorded as an amount receivable.

(d) Deferred Revenue:

Fees and charges: Certain user charges and fees are collected for which the related services have yet to be performed. Revenue is recognized in the period when the related expenses are incurred or services performed.

(e) Local Improvement Charges:

Local improvement projects financed by frontage taxes recognize the taxes as capital revenue in the period the project is undertaken and the prepayments are accepted. Any frontage taxes not prepaid are reported as a long-term asset to be reduced by the principle portion of each annual frontage tax levy.

TOWN OF BALGONIE
Notes to the Financial Statements
For the year ended December 31, 2018

(f) Net-Financial Assets:

Net-Financial Assets at the end of an accounting period are the net amount of financial assets less liabilities outstanding. Financial assets represent items such as cash and those other assets on hand which could provide resources to discharge existing liabilities or finance future operations. These include realizable assets which are convertible to cash and not intended for consumption in the normal course of operations.

(g) Non-Financial Assets:

Tangible capital and other Non-Financial Assets are accounted for as assets by the government because they can be used to provide government services in future periods. These assets do not normally provide resources to discharge the liabilities of the government unless they are sold.

(h) Appropriated Reserves:

Reserves are established at the discretion of Council to designate surplus for future operating and capital transactions. Amounts so designated are described on Schedule 8.

(i) Property Tax Revenue:

Property tax revenue is based on assessments determined in accordance with Saskatchewan legislation and the formulas, principles, and rules in the Saskatchewan Assessment Manual. Tax mill rates are established annually by Council following the guidance of the Government of Saskatchewan. Tax revenues are recognized when the tax has been authorized by bylaw and the taxable event has occurred. Requisitions from other taxing authorities operate as a flow through and are excluded from municipal revenue.

(j) 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 and 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.

TOWN OF BALGONIE
Notes to the Financial Statements
For the year ended December 31, 2018

(k) Tangible Capital Assets:

All tangible capital asset acquisitions or betterments made throughout the year are recorded at their acquisition cost. Initial costs for tangible 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 values at the date of contribution. The tangible capital assets that are recognized at a nominal value are disclosed on Schedule 6. 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. No amortization is claimed on capital assets in the year of acquisition. The municipality's tangible capital asset useful lives are estimated as follows:

<u>Assets</u>	<u>Useful Life</u>
General Assets	
Land	Indefinite
Land Improvements	15 to 25 years
Buildings	50 years
Vehicles and Equipment	
Vehicles	10 to 25 years
Machinery and Equipment	5 to 20 years
Infrastructure Assets	
Infrastructure Assets	
Water and Sewer	20 to 75 years
Road Network Assets	10 to 40 years

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

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

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

Leases: All leases are recorded on the financial statement as either a capital or operating lease. Any lease that transfers the majority of benefits and risk associated with the leased asset is classified as a capital lease. At the inception of a capital lease, an asset and a payment obligation are recorded at an amount equal to the lesser of the present value of the minimum lease payments and the asset's fair market value. Assets under capital 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.

(l) Landfill Liability:

The municipality of **TOWN OF BALGONIE** maintains a waste disposal site that is an operating transfer station.

(m) Trust Funds:

Funds held in trust for others, under a trust agreement or statute, are not included in the financial statements as they are not controlled by the municipality. Trust fund activities administered by the municipality are disclosed in Note 8.

TOWN OF BALGONIE
Notes to the Financial Statements
For the year ended December 31, 2018

(n) Employee Benefit Plans:

Contributions to the municipality's defined benefit plans are expensed when contributions are due and payable. Under the defined benefit multiemployer plans, the municipality's obligations are limited to their contributions.

(o) 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 revenues and expenses 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 stock and supplies inventories are based on estimates of volume and quality.

The "Opening Assets costs" of tangible capital assets have been estimated where actual costs were not available.

Amortization is based on the estimated useful lives of tangible capital assets.

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

(p) Basis of Segmentation / Segment Report:

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

The segments (functions) are as follows:

General Government: The General Government segment provides for the administration of the municipality.

Protective Services: The Protective Services segment is comprised of expenses for police and fire protection.

Transportation Services: The Transportation Services segment is 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 items relating to public health services in the municipality.

Planning and Development: The Planning and Development segment provides for neighbourhood development and sustainability.

Recreation and Culture: The Recreation and Culture segment provides for community services through the provision of recreation and leisure services.

Utility Services: The Utility Services segment provides for delivery of water, collecting and treating of wastewater and providing collection and disposal of solid waste.

TOWN OF BALGONIE
Notes to the Financial Statements
For the year ended December 31, 2018

(q) Budget Information:

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

(r) New Accounting Standards:

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

2. Cash and Temporary Investments

	2018	2017
Cash	\$ 4,593,460	\$ 3,514,487
Total Cash and Temporary Investments	\$ 4,593,460	\$ 3,514,487

Cash and temporary investments include balances with banks, term deposits, marketable securities and short-term investments with maturities of twelve months or less.

TOWN OF BALGONIE
Notes to the Financial Statements
For the year ended December 31, 2018

3. Taxes and Grants in Lieu Receivable

	2018	2017
Municipal - Current	\$ 164,431	\$ 86,854
- Arrears	8,275	68,693
	172,706	155,547
- Less Allowance for Uncollectables	-	-
Total Municipal Taxes Receivable	172,706	155,547

School - Current	51,172	46,121
- Arrears	3,489	6,361
Total School Taxes Receivable	54,661	52,482

Other	-	-
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Total Taxes and Grants in Lieu Receivable	227,367	208,029
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Deduct taxes to be collected on behalf of other organizations	(54,661)	(52,482)
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Total Taxes and Grants in Lieu Receivable	\$ 172,706	\$ 155,547
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4. Other Accounts Receivable

	2018	2017
Trade receivables	\$ 119,576	\$ 69,386
Federal government	100,620	478,668
Provincial government	130,424	576,253
GST receivable	89,963	198,204
Accrued interest	7,132	3,560
Total Other Accounts Receivable	447,715	1,326,071

Less Allowance for Uncollectables	17,239	14,300
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Net Other Accounts Receivable	\$ 430,476	\$ 1,311,771
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TOWN OF BALGONIE
Notes to the Financial Statements
For the year ended December 31, 2018

5. Accounts Payable

	2018	2017
Trade payables	\$ 43,712	\$ 326,425
Balgonie Parks & Recreation Board	-	13,014
PST payable	836	836
Local government	5,250	30,040
School tax collections	70,179	-
Accrued interest	72,452	77,604
Total Accounts Payable	\$ 192,429	\$ 447,919

6. Deferred Revenue

	2018	2017
Occupancy deposits	\$ 32,000	\$ 35,000
Deferred recreation fees	14,652	35,773
Hall deposits	2,842	6,725
Prepaid taxes	15,640	15,814
Prepaid utilities	21,142	17,091
Total Deferred Revenue	\$ 86,276	\$ 110,403

TOWN OF BALGONIE
Notes to the Financial Statements
For the year ended December 31, 2018

7. Long-Term Debt

a) The debt limit of the municipality is \$2,982,146. The debt limit for a municipality is the total amount of the municipality's own source revenues for the preceding year (The Municipalities Act section 161(1)).

b) Debenture debt is repayable at \$218,193 annually to Municipal Finance Corporation and bears interest at 3.8%.

Future principal and interest payments are as follows:

Year	Principal	Interest	Current Total	Prior Year Principal
2018	\$ -	\$ -	\$ -	\$ 139,467
2019	144,767	73,426	218,193	144,767
2020	150,268	67,925	218,193	150,268
2021	155,978	62,215	218,193	155,978
2022	161,906	56,287	218,193	161,906
2023	168,058	50,135	218,193	168,058
Thereafter	1,151,282	157,875	1,309,157	1,151,283
Balance	\$ 1,932,259	\$ 467,863	\$ 2,400,122	\$ 2,071,727

c) Long Term Liability: Toronto Dominion Bank. Repayable in monthly payments of \$16,016 principal and interest over 15 years, maturing August 2032. Interest at 3.11% per annum.

Future principal and interest payments are as follows:

Year	Principal	Interest	Current Total	Prior Year Principal
2018	\$ -	\$ -	\$ -	\$ 123,624
2019	127,524	64,664	192,188	127,524
2020	131,374	60,814	192,188	131,374
2021	135,692	56,496	192,188	135,692
2022	139,972	52,216	192,188	139,972
2023	144,388	47,800	192,188	144,388
Thereafter	1,458,499	207,481	1,665,980	1,458,499
Balance	\$ 2,137,449	\$ 489,471	\$ 2,626,920	\$ 2,261,073

TOWN OF BALGONIE
Notes to the Financial Statements
For the year ended December 31, 2018

8. Trusts Administered by the Municipality

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

White Butte Regional Committee	2018	2017
Balance - Beginning of Year	\$ 8,521	\$ 7,578
Revenue (municipal contributions)	-	31,400
Expenditure (committee expenses)	(8,521)	(30,457)
Balance - End of Year	\$ -	\$ 8,521

White Butte Regional Fire Commission	2018	2017
Balance - Beginning of Year	\$ 24,067	\$ -
Revenue (municipal contributions)	-	25,000
Expenditure (committee expenses)	(24,067)	(933)
Balance - End of Year	\$ -	\$ 24,067

White Butte Trans Canada Trail Committee	2018	2017
Balance - Beginning of Year	\$ 3,636	\$ -
Revenue (municipal contributions)	-	99,898
Expenditure (committee expenses)	(3,636)	(96,262)
Balance - End of Year	\$ -	\$ 3,636

White Butte EMO Committee	2018	2017
Balance - Beginning of Year	\$ 1,860	\$ 99
Revenue (municipal contributions)	5,666	6,941
Expenditure (committee expenses)	(2,122)	(5,180)
Balance - End of Year	\$ 5,404	\$ 1,860

White Butte Fire Truck	2018	2017
Balance - Beginning of Year	\$ -	\$ 320
Expenditure (fuel & supplies)	-	(320)
Balance - End of Year	\$ -	\$ -
Total Trust Funds Administered by the Municipality	\$ 5,404	\$ 38,084

9. Pension Plan

The municipality is an employer member of the Municipal Employee Pension Plan (MEPP), which is a multiemployer defined benefit pension plan. The Commission of MEPP, representing plan member employers, is responsible for overseeing the management of the pension plan, including investment of assets and administration of benefits. The municipality's pension expense in 2018 was \$52,777 (2017 - \$43,631). The benefits accrued to the municipality's employees from MEPP are calculated using the following: pensionable years of service, highest average salary, and the plan accrual rate.

10. Related Parties

The financial statements include transactions with related parties. The municipality is related to key management personnel (council and senior management) and their close family members. Transactions with these related parties are in the normal course of operations and are settled on normal trade terms.

TOWN OF BALGONIE
Notes to the Financial Statements
For the year ended December 31, 2018

11. Fair Value

The fair value of the financial assets and liabilities approximates their carrying value due to their short term nature. The fair value of the municipality's long term debt approximates the carrying value as the terms and conditions are comparable to current market conditions, or they are due in a relatively short period of time.

12. Interest Rate Risk

The town is not exposed to significant interest rate risk of its monetary current assets and current liabilities due to their short term maturity. The municipality is exposed to interest rate price risk on its long term debt that has a fixed interest rate. The interest rate and maturity date of the debt is disclosed in Note 7.

13. Credit Risk

The municipality is exposed to credit risk on the accounts receivable. The municipality does not have significant exposure to any individual creditor.

TOWN OF BALGONIE
Schedule of Taxes and Other Unconditional Revenue
For the year ended December 31, 2018

Schedule 1

	2018 Budget	2018	2017
TAXES			
General municipal tax levy	\$ 1,329,920	\$ 1,330,891	\$ 1,276,767
Abatements and adjustments	(3,000)	(3,300)	(2,200)
Discount on current year taxes	(60,000)	(54,431)	(53,279)
Net Municipal Taxes	1,266,920	1,273,160	1,221,288
Potash tax share	-	-	-
Trailer license fees	-	-	-
Penalties on tax arrears	10,000	12,470	12,386
Special tax levy	-	-	-
Other -	-	-	-
Total Taxes	1,276,920	1,285,630	1,233,674
UNCONDITIONAL GRANTS			
Equalization (Revenue Sharing)	351,830	351,950	377,500
Organized Hamlet	-	-	-
Other -	-	-	-
Total Unconditional Grants	351,830	351,950	377,500
GRANTS IN LIEU OF TAXES			
Federal	-	-	-
Provincial	-	-	-
S.P.C. Electrical	-	-	-
SaskEnergy Gas	10,000	16,160	12,817
TransGas	-	-	-
Central Services	-	-	-
SaskTel	2,270	2,329	2,271
Other -	-	-	-
Local/Other	-	-	-
Housing Authority	4,170	4,353	4,172
C.P.R. Mainline	15,520	16,020	15,519
Treaty Land Entitlement	-	-	-
Other -	-	-	-
Other Government Transfers	-	-	-
S.P.C. Surcharges	63,000	70,275	67,653
SaskEnergy Surcharge	-	-	-
Other -	-	-	-
Total Grants in Lieu of Taxes	94,960	109,137	102,432
TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	\$ 1,723,710	\$ 1,746,717	\$ 1,713,606

TOWN OF BALGONIE
Schedule of Operating and Capital Revenue by Function
For the year ended December 31, 2018

Schedule 2-1

	2018 Budget	2018	2017
GENERAL GOVERNMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work and rentals	\$ 6,000	\$ 6,451	\$ 7,362
- Sales of supplies	-	-	-
- Other - Licences and permits	10,660	10,950	15,633
Total Fees and Charges	16,660	17,401	22,995
- Tangible capital asset sales - gain (loss)	-	-	(1,422)
- Land sales - gain	-	-	-
- Investment income and commissions	20,000	70,712	30,350
- Other - Donations and rebates	60	1,720	55
Total Other Segmented Revenue	36,720	89,833	51,978
Conditional Grants			
- Student employment	-	-	-
- Other -	-	-	-
Total Conditional Grants	-	-	-
Total Operating	36,720	89,833	51,978
Capital			
Conditional Grants			
- Gas Tax	-	-	-
- Can/Sask Municipal Rural Infrastructure	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other -	-	-	-
Total Capital	-	-	-
Total General Government Services	\$ 36,720	\$ 89,833	\$ 51,978

PROTECTIVE SERVICES

Operating			
Other Segmented Revenue			
Fees and Charges			
- Other - Fire fees and fines	\$ 22,500	\$ 63,998	\$ 37,088
Total Fees and Charges	22,500	63,998	37,088
- Tangible capital asset sales - gain (loss)	-	-	-
- Other - Donations	6,760	7,051	4,470
Total Other Segmented Revenue	29,260	71,049	41,558
Conditional Grants			
- Student Employment	-	-	-
- Local Government	56,100	56,100	50,000
- Other -	-	-	-
Total Conditional Grants	56,100	56,100	50,000
Total Operating	85,360	127,149	91,558
Capital			
Conditional Grants			
- Gas Tax	-	-	-
- Can/Sask Municipal Rural Infrastructure	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other -	-	-	-
Total Capital	-	-	-
Total Protective Services	\$ 85,360	\$ 127,149	\$ 91,558

TOWN OF BALGONIE
Schedule of Operating and Capital Revenue by Function
For the year ended December 31, 2018

Schedule 2-2

	2018 Budget	2018	2017
TRANSPORTATION SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work	\$ 2,500	\$ 697	\$ 2,567
- Sales of supplies	-	-	-
- Road maintenance agreements	-	-	-
- Frontage	-	-	-
- Other - Contributed capital assets	-	-	-
Total Fees and Charges	2,500	697	2,567
- Tangible capital asset sales - gain (loss)	-	3,000	(9,240)
- Other -	-	-	-
Total Other Segmented Revenue	2,500	3,697	(6,673)
Conditional Grants			
- Primary Weight Corridor	-	-	-
- Student Employment	-	-	-
- Other - Designated municipal roads	105,000	105,000	-
Total Conditional Grants	105,000	105,000	-
Total Operating	107,500	108,697	(6,673)
Capital			
Conditional Grants			
- Gas Tax	-	-	-
- Can/Sask Municipal Rural Infrastructure	-	-	-
- Heavy Haul	-	-	-
- Designated Municipal Roads and Bridges	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other - Contributed capital assets	-	-	-
Total Capital	-	-	-
Total Transportation Services	\$ 107,500	\$ 108,697	\$ (6,673)

ENVIRONMENTAL AND PUBLIC HEALTH SERVICES

Operating			
Other Segmented Revenue			
Fees and Charges			
- Waste and disposal fees	\$ 100	\$ 660	\$ 355
- Other - Cemetary fees	500	2,429	1,002
Total Fees and Charges	600	3,089	1,357
- Tangible capital asset sales - gain (loss)	-	-	-
- Other - Donations	-	-	-
Total Other Segmented Revenue	600	3,089	1,357
Conditional Grants			
- Student Employment	-	-	-
- Local Government	-	-	-
- Other - SUMA recycling	7,080	7,187	7,082
Total Conditional Grants	7,080	7,187	7,082
Total Operating	7,680	10,276	8,439
Capital			
Conditional Grants			
- Gas Tax	-	-	-
- Can/Sask Municipal Rural Infrastructure	-	-	-
- Transit for Disabled	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other -	-	-	-
Total Capital	-	-	-
Total Environmental and Public Health Services	\$ 7,680	\$ 10,276	\$ 8,439

TOWN OF BALGONIE
Schedule of Operating and Capital Revenue by Function
For the year ended December 31, 2018

Schedule 2-3

PLANNING AND DEVELOPMENT SERVICES

Operating

	2018 Budget	2018	2017
Other Segmented Revenue			
Fees and Charges			
- Maintenance and development charges	\$ -	\$ 118,673	\$ 50
- Other -	-	-	-
Total Fees and Charges	-	118,673	50
- Tangible capital asset sales - gain (loss)	-	-	-
- Other - Recovery of allowances	-	-	-
Total Other Segmented Revenue	-	118,673	50
Conditional Grants			
- Student Employment	-	-	-
- Other -	-	-	-
Total Conditional Grants	-	-	-
Total Operating	-	118,673	50

Capital

Conditional Grants			
- Gas Tax	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other - Middleton Developments	-	726,313	-
Total Capital	-	726,313	-

Total Planning and Development Services	\$ -	\$ 844,986	\$ 50
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RECREATION AND CULTURAL SERVICES

Operating

Other Segmented Revenue			
Fees and Charges			
- Other -	\$ 338,900	\$ 721,447	\$ 622,345
Total Fees and Charges	338,900	721,447	622,345
- Tangible capital asset sales - gain (loss)	-	-	26,500
- Other - SPRA Rink Affordability Program	-	-	-
Total Other Segmented Revenue	338,900	721,447	648,845
Conditional Grants			
- Student Employment	-	1,732	-
- Local Government	-	-	-
- Donations	-	10,000	-
- Other - Rec matching grant	2,500	2,500	2,500
Total Conditional Grants	2,500	14,232	2,500
Total Operating	341,400	735,679	651,345

Capital

Conditional Grants			
- Gas Tax	-	-	-
- Federal RinC	-	-	-
- Provincial RinC	-	-	-
- Other - RM of Edenwold	-	-	-
Total Capital	-	-	-

Total Recreation and Cultural Services	\$ 341,400	\$ 735,679	\$ 651,345
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TOWN OF BALGONIE
Schedule of Operating and Capital Revenue by Function
For the year ended December 31, 2018

Schedule 2-4

	2018 Budget	2018	2017
UTILITY SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Water	\$ 538,750	\$ 562,574	\$ 570,212
- Sewer	445,760	502,745	465,054
- Other - Interest	12,000	17,189	14,294
Total Fees and Charges	996,510	1,082,508	1,049,560
- Tangible capital asset sales - gain (loss)	-	(60)	-
- Other - Sale of supplies	-	-	-
Total Other Segmented Revenue	996,510	1,082,448	1,049,560
Conditional Grants			
- Student Employment	-	-	-
- Other -	-	-	-
Total Conditional Grants	-	-	-
Total Operating	996,510	1,082,448	1,049,560
Capital			
Conditional Grants			
- Gas Tax	98,800	99,288	98,800
- Building Canada Fund	565,150	254,014	934,846
- Infrastructure Canada	666,520	201,794	833,479
- Other -	-	-	-
Total Capital	1,330,470	555,096	1,867,125
Total Utility Services	\$ 2,326,980	\$ 1,637,544	\$ 2,916,685

TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	\$ 2,905,640	\$ 3,554,164	\$ 3,713,382
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SUMMARY

Total Other Segmented Revenue	\$ 1,404,490	\$ 2,090,236	\$ 1,786,675
Total Conditional Grants	170,680	182,519	59,582
Total Capital Grants and Contributions	1,330,470	1,281,409	1,867,125

TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	\$ 2,905,640	\$ 3,554,164	\$ 3,713,382
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TOWN OF BALGONIE
Schedule of Total Expenses by Function
For the year ended December 31, 2018

Schedule 3-1

	2018 Budget	2018	2017
GENERAL GOVERNMENT SERVICES			
Council remuneration and travel	\$ 91,030	\$ 84,244	\$ 100,197
Wages and benefits	211,530	204,354	178,545
Professional/Contractual services	96,580	80,025	98,322
Utilities	3,360	4,522	3,362
Maintenance, materials, and supplies	32,460	27,989	13,820
Grants and contributions - operating	11,200	13,220	21,236
- capital	-	-	-
Amortization	4,720	11,057	4,722
Interest	-	-	-
Allowance for uncollectible	-	2,939	14,300
Other -	-	-	-
Total General Government Services	\$ 450,880	\$ 428,350	\$ 434,504

PROTECTIVE SERVICES

Police Protection

Wages and benefits	\$ -	\$ -	\$ -
Professional/Contractual services	118,000	108,368	90,400
Utilities	-	-	-
Maintenance, materials, and supplies	100	-	281
Grants and contributions - operating	-	-	-
- capital	-	-	-
Other - EMO contract	1,500	-	485

Fire Protection

Wages and benefits	8,590	7,915	12,736
Professional/Contractual services	18,780	23,117	16,462
Utilities	12,400	11,489	11,445
Maintenance, materials, and supplies	40,000	37,834	46,474
Grants and contributions - operating	21,200	17,840	21,210
- capital	-	-	-
Amortization	22,310	24,481	22,305
Interest	-	-	-
Other -	-	-	-

Total Protective Services	\$ 242,880	\$ 231,044	\$ 221,798
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TRANSPORTATION SERVICES

Wages and benefits	\$ 280,050	\$ 262,458	\$ 200,067
Council remuneration and travel	-	-	-
Professional/Contractual services	231,350	237,348	239,587
Utilities	40,000	39,844	36,978
Maintenance, materials, and supplies	65,250	52,443	48,253
Gravel	17,000	9,136	16,209
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization	133,420	95,451	56,980
Interest	-	-	-
Other -	-	-	-

Total Transportation Services	\$ 767,070	\$ 696,680	\$ 598,074
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TOWN OF BALGONIE
Schedule of Total Expenses by Function
For the year ended December 31, 2018

Schedule 3-2

	2018 Budget	2018	2017
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Wages and benefits	\$ -	\$ -	\$ -
Professional/Contractual services	145,240	150,131	135,564
Utilities	-	-	-
Maintenance, materials, and supplies	1,000	1,347	881
Grants and contributions - operating	-	-	-
- Waste disposal	-	-	-
- Public health	-	-	-
- capital	-	-	-
- Waste disposal	-	-	-
- Public health	-	-	-
Amortization	940	944	944
Interest	-	-	-
Other - Housing Authority deficit	-	-	-
Total Environmental and Public Health Services	\$ 147,180	\$ 152,422	\$ 137,389

PLANNING AND DEVELOPMENT SERVICES			
Wages and benefits	\$ -	\$ -	\$ -
Professional/Contractual services	30,000	26,450	18,477
Grants and contributions - operating	-	-	-
- capital	-	-	-
Utilities	-	-	-
Interest	-	-	-
Other - Annexation costs	-	-	-
Total Planning and Development Services	\$ 30,000	\$ 26,450	\$ 18,477

RECREATION AND CULTURAL SERVICES			
Wages and benefits	\$ 199,030	\$ 267,979	\$ 273,496
Professional/Contractual services	123,810	108,353	110,126
Utilities	104,120	98,344	100,758
Maintenance, materials, and supplies	73,640	300,980	253,005
Grants and contributions - operating	12,200	7,700	12,200
- capital	-	-	-
Amortization	118,040	131,104	118,044
Interest	-	-	-
Allowance for uncollectibles	-	-	-
Other - Park	5,860	-	5,857
Total Recreation and Cultural Services	\$ 636,700	\$ 914,460	\$ 873,486

TOWN OF BALGONIE
Schedule of Total Expenses by Function
For the year ended December 31, 2018

Schedule 3-3

	2018 Budget	2018	2017
UTILITY SERVICES			
Wages and benefits	\$ 115,630	\$ 114,543	\$ 112,383
Professional/Contractual services	489,770	477,962	514,407
Utilities	28,500	25,302	27,477
Maintenance, materials, and supplies	33,880	32,551	22,272
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization	248,470	297,651	248,322
Interest	153,540	142,138	110,089
Allowance for uncollectibles	-	-	-
Other -	-	-	-
Total Utility Services	\$ 1,069,790	\$ 1,090,147	\$ 1,034,950
TOTAL EXPENSES BY FUNCTION	\$ 3,344,500	\$ 3,539,553	\$ 3,318,678

TOWN OF BALGONIE
Schedule of Segment Disclosure by Function
For the 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	\$ 17,401	\$ 63,998	\$ 697	\$ 3,089	\$ 118,673	\$ 721,447	\$ 1,082,508	\$ 2,007,813
Tangible Capital Asset Sales - Gain	-	-	3,000	-	-	-	(60)	2,940
Investment Income and Commissions	70,712	-	-	-	-	-	-	70,712
Other Revenues	1,720	7,051	-	-	-	-	-	8,771
Grants - Conditional	-	56,100	105,000	7,187	-	14,232	-	182,519
- Capital	-	-	-	-	726,313	-	555,096	1,281,409
Total Revenues	89,833	127,149	108,697	10,276	844,986	735,679	1,637,544	3,554,164
Expenses (Schedule 3)								
Wages and Benefits	288,598	7,915	262,458	-	-	267,979	114,543	941,493
Professional / Contractual Services	80,025	131,485	237,348	150,131	26,450	108,353	477,962	1,211,754
Utilities	4,522	11,489	39,844	-	-	98,344	25,302	179,501
Maintenance, Materials, and Supplies	27,989	37,834	61,579	1,347	-	300,980	32,551	462,280
Grants and Contributions	13,220	17,840	-	-	-	7,700	-	38,760
Amortization	11,057	24,481	95,451	944	-	131,104	297,651	560,688
Interest	-	-	-	-	-	-	142,138	142,138
Allowance for Uncollectibles	2,939	-	-	-	-	-	-	2,939
Total Expenses	428,350	231,044	696,680	152,422	26,450	914,460	1,090,147	3,539,553
Surplus (Deficit) by Function	\$ (338,517)	\$ (103,895)	\$ (587,983)	\$ (142,146)	\$ 818,536	\$ (178,781)	\$ 547,397	\$ 14,611

Taxation and Other Unconditional Revenue (Schedule 1)

\$ 1,746,717

Net Surplus (Deficit)

\$ 1,761,328

TOWN OF BALGONIE
Schedule of Segment Disclosure by Function
For the year ended December 31, 2017

Schedule 5

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	(Restated) Total
Revenues (Schedule 2)								
Fees and Charges	\$ 22,995	\$ 37,088	\$ 2,567	\$ 1,357	\$ 50	\$ 622,345	\$ 1,049,560	\$ 1,735,962
Tangible Capital Asset Sales - Gain	(1,422)	-	(9,240)	-	-	26,500	-	15,838
Investment Income and Commissions	30,350	-	-	-	-	-	-	30,350
Other Revenues	55	4,470	-	-	-	-	-	4,525
Grants - Conditional	-	50,000	-	7,082	-	2,500	-	59,582
- Capital	-	-	-	-	-	-	1,867,125	1,867,125
Total Revenues	51,978	91,558	(6,673)	8,439	50	651,345	2,916,685	3,713,382
Expenses (Schedule 3)								
Wages and Benefits	278,742	12,736	200,067	-	-	273,496	112,383	877,424
Professional / Contractual Services	98,322	106,862	239,587	135,564	18,477	110,126	514,407	1,223,345
Utilities	3,362	11,445	36,978	-	-	100,758	27,477	180,020
Maintenance, Materials, and Supplies	13,820	46,755	64,462	881	-	253,005	22,272	401,195
Grants and Contributions	21,236	21,210	-	-	-	12,200	-	54,646
Amortization	4,722	22,305	56,980	944	-	118,044	248,322	451,317
Interest	-	-	-	-	-	-	110,089	110,089
Allowance for Uncollectibles	14,300	-	-	-	-	-	-	14,300
Other	-	485	-	-	-	5,857	-	6,342
Total Expenses	434,504	221,798	598,074	137,389	18,477	873,486	1,034,950	3,318,678
Surplus (Deficit) by Function	\$ (382,526)	\$ (130,240)	\$ (604,747)	\$ (128,950)	\$ (18,427)	\$ (222,141)	\$ 1,881,735	\$ 394,704

Taxation and Other Unconditional Revenue (Schedule 1)

\$ 1,713,606

Net Surplus (Deficit)

\$ 2,108,310

TOWN OF BALGONIE
Schedule of Tangible Capital Assets by Object
For the year ended December 31, 2018

Schedule 6

2018							2017		
	General Assets					Infrastructure Assets	General / Infrastructure Assets Under Construction	Total	Total
	Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment	Linear Assets			
Asset Cost									
Opening Asset Costs	\$ 1,258,473	\$ 593,181	\$ 5,874,724	\$ 591,384	\$ 1,638,681	\$ 20,874,477	\$ 3,213,475	\$ 34,044,395	\$ 30,618,593
Additions during the year	-	214,395	21,925	39,220	50,389	763,899	483,052	1,572,880	3,458,237
Disposals and write downs during the year	(60)	-	(15,454)	-	-	-	-	(15,514)	(32,435)
Transfers (from) assets under construction	-	-	-	-	-	3,143,799	(3,143,799)	-	-
Closing Asset Costs	\$ 1,258,413	\$ 807,576	\$ 5,861,195	\$ 630,604	\$ 1,689,070	\$ 24,782,175	\$ 552,728	\$ 35,601,761	\$ 34,044,395
Accumulated Amortization									
Opening Accum. Amort. Cost	\$ -	\$ 208,248	\$ 2,463,462	\$ 217,974	\$ 609,829	\$ 6,402,293	\$ -	\$ 9,901,806	\$ 9,465,963
Add: Amortization taken	-	36,091	119,095	25,774	86,453	293,275	-	560,688	451,317
Less: Accum. Amort. on Disposals	-	-	(15,454)	-	-	-	-	(15,454)	(15,474)
Closing Accumulated Amort.	\$ -	\$ 244,339	\$ 2,567,103	\$ 243,748	\$ 696,282	\$ 6,695,568	\$ -	\$ 10,447,040	\$ 9,901,806
Net Book Value	\$ 1,258,413	\$ 563,237	\$ 3,314,092	\$ 386,856	\$ 992,788	\$ 18,086,607	\$ 552,728	\$ 25,154,721	\$ 24,142,589

1. Total contributed/donated assets received in 2018:

2. List of assets recognized at nominal value are:

- Infrastructure assets
- Vehicles
- Machinery and Equipment

3. Amount of interest capitalized in 2018:

\$ -
\$ -
\$ -
\$ -
\$ -
\$ -

TOWN OF BALGONIE
Schedule of Tangible Capital Assets by Function
For the year ended December 31, 2018

Schedule 7

	2018								2017
	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Water & Sewer	Total	Total
Asset Cost									
Opening Asset Costs	\$ 630,535	\$ 712,624	\$ 4,966,627	\$ 20,215	\$ -	\$ 4,330,359	\$ 23,384,035	\$ 34,044,395	\$ 30,618,593
Additions during the year	21,378	22,431	66,036	-	-	216,084	1,246,951	1,572,880	3,458,237
Disposals and write-downs during the year	-	-	-	-	-	-	(15,514)	(15,514)	(32,435)
Closing Asset Costs	\$ 651,913	\$ 735,055	\$ 5,032,663	\$ 20,215	\$ -	\$ 4,546,443	\$ 24,615,472	\$ 35,601,761	\$ 34,044,395
Accumulated Amortization									
Opening Accum. Amort. Costs	\$ 161,142	\$ 183,732	\$ 3,297,372	\$ 10,385	\$ -	\$ 1,172,035	\$ 5,077,140	\$ 9,901,806	\$ 9,465,963
Add: Amortization taken	11,057	24,481	95,452	944	-	131,104	297,650	560,688	451,317
Less: Accum. Amort. on Disposals	-	-	-	-	-	-	(15,454)	(15,454)	(15,474)
Closing Accumulated Amortization	\$ 172,199	\$ 208,213	\$ 3,392,824	\$ 11,329	\$ -	\$ 1,303,139	\$ 5,359,336	\$ 10,447,040	\$ 9,901,806
Net Book Value	\$ 479,714	\$ 526,842	\$ 1,639,839	\$ 8,886	\$ -	\$ 3,243,304	\$ 19,256,136	\$ 25,154,721	\$ 24,142,589

TOWN OF BALGONIE
Schedule of Accumulated Surplus
For the year ended December 31, 2018

Schedule 8

	2017	Changes	2018
UNAPPROPRIATED SURPLUS	\$ 2,968,391	\$ 26,920	\$ 2,995,311
APPROPRIATED RESERVES			
General	-	-	-
Utility	-	-	-
Capital	-	-	-
Parks Projects	11,554	-	11,554
New Deal Grant Projects	28,883	(28,883)	-
Development Fees	709,415	(347,548)	361,867
Municipal Reserve Cash in Lieu	45,640	10,615	56,255
Pool	29,000	2,000	31,000
Curling Rink	34,950	3,000	37,950
Arena	195,258	-	195,258
Heritage Place	-	-	-
Recreation	-	-	-
Fire	100,000	20,000	120,000
Future Capital	211,961	800,000	1,011,961
Hall	103,959	-	103,959
Utility Capital	-	-	-
Lagoon	-	-	-
Total Appropriated	1,470,620	459,184	1,929,804
NET INVESTMENT IN TANGIBLE CAPITAL ASSETS			
Tangible Capital Assets (Schedule 6)	24,142,589	1,012,132	25,154,721
Less: Related debt	(4,332,800)	263,092	(4,069,708)
Net Investment in Tangible Capital Assets	19,809,789	1,275,224	21,085,013
OTHER	-	-	-
Total Accumulated Surplus	\$ 24,248,800	\$ 1,761,328	\$ 26,010,128

TOWN OF BALGONIE
Schedule of Mill Rates and Assessments
For the year ended December 31, 2018

Schedule 9

	PROPERTY CLASS						Total
	Agriculture	Residential	Residential Condominium	Seasonal Residential	Commercial & Industrial	Potash Mine(s)	
Taxable Assessment	\$ 534,950	\$ 176,531,520	\$ 969,840	\$ -	\$ 7,173,300	\$ -	\$ 185,209,610
Regional Park Assessment							
Total Assessment							-
Mill Rate Factor(s)	1.0005	0.9926	0.9926	-	1.1085		185,209,610
Total Base Tax	550	350,900	-	-	9,900		
Total Municipal Tax Levy	\$ 3,360	\$ 1,270,831	\$ 5,054	\$ -	\$ 51,646		\$ 361,350
							\$ 1,330,891

MILL RATES:	MILLS
Average Municipal*	7.186
Average School*	4.196
Potash Mill Rate	-
Uniform Municipal Mill Rate	5.250

* Average Mill Rates (multiply the total tax levy for each taxing authority by 1,000 and divide by the total assessment for the taxing authority).

TOWN OF BALGONIE
Schedule of Council Remuneration
For the year ended December 31, 2018

Schedule 10

Name	Remuneration	Reimbursed Costs	Total
Frank Thauberger	\$ 19,000	\$ 26	\$ 19,026
Darren Kiel	9,150	-	9,150
Lain Lovelace	9,400	-	9,400
Doug Lapchuk	8,825	60	8,885
Kelvin Solie	10,550	-	10,550
Janet Wagman	11,525	-	11,525
Glenn Wagner	10,875	-	10,875
Total	\$ 79,325	\$ 86	\$ 79,411