

TOWN OF ASQUITH

Auditor's Report

Financial Statements

December 31, 2018

MANAGEMENT'S RESPONSIBILITY

To the Ratepayers of
Town of Asquith :

Management is responsible for the preparation and presentation of the accompanying financial statements, including responsibility for significant accounting judgments and estimates in accordance with Canadian public sector accounting standards and ensuring that all information in the annual report is consistent with the statements. This responsibility includes selecting appropriate accounting principles and methods, and making decisions affecting the measurement of transactions in which objective judgment is required.

In discharging its responsibilities for the integrity and fairness of the financial statements, management designs and maintains the necessary accounting systems and related internal controls to provide reasonable assurance that transactions are authorized, assets are safeguarded and financial records are properly maintained to provide reliable information for the preparation of financial statements.

The Council is composed of elected officials who are not employees of the Town. The Council is responsible for overseeing management in the performance of its financial reporting responsibilities. The Council fulfils these responsibilities by reviewing the financial information prepared by the administration and discussing relevant matters with external auditors. The Council is also responsible for recommending the appointment of the Municipality's external auditors.

Jensen Stromberg Chartered Professional Accountants, an independent firm of Chartered Professional Accountants, is appointed by the Council to audit the financial statements and report directly to them; their report follows. The external auditors have full and free access to, and meet periodically and separately with, both the Council and administration to discuss their audit findings.



Mayor



Administrator



CHARTERED PROFESSIONAL ACCOUNTANTS

Bill Jensen, C.P.A. Prof. Corp.
Jeff Stromberg, C.P.A. Prof. Corp.

INDEPENDENT AUDITOR'S REPORT

To the Mayor and Council of Town of Asquith

Report on the Financial Statements

Opinion

We have audited the financial statements of **Town of Asquith**, which comprise the statement of financial position as at **December 31, 2018** and the statements of financial activities, changes in net financial assets, and changes in financial position 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 Town as at **December 31, 2018** and its financial performance and 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 *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Town 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 these 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 Town's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and the use of the going concern basis of accounting unless management either intends to liquidate the Town or cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibility 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 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 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 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 Town'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 Town'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 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 Town 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.

Saskatoon, Saskatchewan
June 11, 2019


Chartered Professional Accountants

TOWN OF ASQUITH

Statement 1

STATEMENT OF FINANCIAL POSITION

December 31, 2018
with comparative figures for 2017

	<u>2018</u>	<u>2017</u>
<u>ASSETS</u>		
Financial assets:		
Cash (Note 2)	\$ 1,060,858	819,235
Taxes receivable - Municipal (Note 3)	140,983	154,325
Other accounts receivable (Note 4)	68,757	104,297
Land for re-sale (Note 5)	36,522	36,522
Long term investments	-	-
Debt charges recoverable	-	-
Other	-	-
	<hr/>	<hr/>
Total financial assets	1,307,120	1,114,379
<u>LIABILITIES</u>		
Bank overdraft	-	-
Accounts payable	12,805	238
Accrued liabilities payable	1,213	-
Deposits	20,505	20,000
Deferred revenue	-	-
Accrued landfill costs	-	-
Liability for contaminated sites	-	-
Other liabilities	-	-
Long term debt (Note 6)	385,297	442,594
Lease obligations	-	-
	<hr/>	<hr/>
Total liabilities	419,820	462,832
NET FINANCIAL ASSETS (DEBT)	887,300	651,547
Non-financial assets:		
Tangible capital assets (Schedule 6, 7)	4,104,194	4,124,126
Prepaid and deferred charges	4,912	4,201
Stock and supplies	-	-
	<hr/>	<hr/>
Total non-financial assets	4,109,106	4,128,327
Accumulated Surplus (Deficit) (Schedule 8)	\$ 4,996,406	4,779,874

APPROVED ON BEHALF OF COUNCIL:

_____ Mayor

_____ Councillor

See accompanying notes to the financial statements.

TOWN OF ASQUITH

Statement 2

STATEMENT OF FINANCIAL ACTIVITIES

Year ended December 31, 2018
with comparative figures for 2017

		<u>2018</u> <u>Budget</u>	<u>2018</u> <u>Actual</u>	<u>2017</u> <u>Actual</u>
Revenues:				
Taxes and other unconditional revenue	(Schedule 1)	\$ 584,533	591,547	600,286
Fees and charges	(Schedule 4, 5)	422,665	438,677	422,313
Conditional - operating	(Schedule 4, 5)	-	-	-
Tangible capital asset sales - gain (loss)	(Schedule 4, 5)	-	-	-
Land sales - gain (loss)	(Schedule 4, 5)	60,000	-	25,702
Investment income and commissions	(Schedule 4, 5)	2,000	4,912	9,397
Other revenues	(Schedule 4, 5)	<u>3,050</u>	<u>15,549</u>	<u>31,021</u>
Total Revenues		<u>1,072,248</u>	<u>1,050,685</u>	<u>1,088,719</u>
OPERATING EXPENSES:				
General government services	(Schedule 3)	251,695	254,050	213,880
Protective services	(Schedule 3)	99,990	82,186	67,078
Transportation services	(Schedule 3)	157,910	157,379	161,371
Environmental and public health services	(Schedule 3)	91,080	83,515	84,381
Planning and development services	(Schedule 3)	-	-	-
Recreation and cultural services	(Schedule 3)	35,160	29,834	41,919
Utility services	(Schedule 3)	<u>313,160</u>	<u>264,032</u>	<u>324,801</u>
Total Expenditures		<u>948,995</u>	<u>870,996</u>	<u>893,430</u>
Surplus (deficit) of revenues over expenditures before other capital contributions		<u>123,253</u>	<u>179,689</u>	<u>195,289</u>
Provincial/Federal capital grants and contributions	(Schedule 4, 5)	<u>35,090</u>	<u>36,843</u>	<u>36,662</u>
Surplus (deficit) of revenues over expenditures		158,343	216,532	231,951
Accumulated surplus (deficit), beginning of year		<u>4,779,874</u>	<u>4,779,874</u>	<u>4,547,923</u>
Accumulated surplus (deficit), end of year		<u>\$ 4,938,217</u>	<u>4,996,406</u>	<u>4,779,874</u>

See accompanying notes to the financial statements.

TOWN OF ASQUITH

Statement 3

STATEMENT OF CHANGES IN NET FINANCIAL ASSETS

Year ended December 31, 2018
with comparative figures for 2017

	<u>2018</u> <u>Budget</u>	<u>2018</u> <u>Actual</u>	<u>2017</u> <u>Actual</u>
Surplus (deficit)	\$ 158,343	216,532	231,951
(Acquisition) of tangible capital assets	-	(108,216)	(221,702)
Amortization of tangible capital assets	-	128,148	120,628
Proceeds on disposal of tangible capital assets	-	-	-
Loss (gain) on disposal of tangible capital assets	-	-	-
Surplus (deficit) of capital expenses over expenditures	<u>-</u>	<u>19,932</u>	<u>(101,074)</u>
(Acquisition) of supplies inventories	-	-	-
(Acquisition) of prepaid expenses	-	(4,912)	(4,201)
Consumption of supplies inventories	-	-	-
Use of prepaid expenses	-	4,201	3,235
Surplus (deficit) of expenses of other non-financial over expenditures	<u>-</u>	<u>(711)</u>	<u>(966)</u>
Increase (decrease) in Net Financial Assets	158,343	235,753	129,911
Net Financial Assets (Debt) - Beginning of the year	<u>651,547</u>	<u>651,547</u>	<u>521,636</u>
Net Financial Assets (Debt)- End of year	<u>\$ 809,890</u>	<u>887,300</u>	<u>651,547</u>

See accompanying notes to the financial statements.

TOWN OF ASQUITH

Statement 4

STATEMENT OF CHANGES IN FINANCIAL POSITION

Year ended December 31, 2018
with comparative figures for 2017

	<u>2018</u>	<u>2017</u>
Cash provided by (used in) the following activities:		
Operating:		
Surplus (deficit)	\$ 216,532	231,951
Amortization	128,148	120,628
Loss (gain) on disposal of tangible capital assets	<u>-</u>	<u>-</u>
	344,680	352,579
Change in assets/liabilities		
Taxes receivable - Municipal	13,342	2,752
Other accounts receivable	35,540	40,512
Land for re-sale	-	(1,080)
Other financial assets	-	-
Accounts and accrued liabilities payable	13,782	(5,817)
Deposits	505	335
Deferred revenue	-	-
Accrued landfill costs	-	-
Liability for contaminated sites	-	-
Other liabilities	-	-
Stock and supplies	-	-
Prepayments and deferred charges	(712)	(965)
Other	<u>-</u>	<u>-</u>
Net cash from operations	<u>407,137</u>	<u>388,316</u>
Capital:		
Acquisition of capital assets	(108,216)	(221,702)
Proceeds from the disposal of capital assets	-	-
Other capital	<u>-</u>	<u>-</u>
Net cash used for capital	<u>(108,216)</u>	<u>(221,702)</u>
Investing:		
Long-term investments	-	-
Other investments	<u>-</u>	<u>-</u>
Net cash from investing	<u>-</u>	<u>-</u>
Financing activities:		
Debt charges recovered	-	-
Long-term debt issued	-	-
Long-term debt repaid	(57,298)	(60,731)
Other financing	<u>-</u>	<u>-</u>
Net cash used for financing	<u>(57,298)</u>	<u>(60,731)</u>
Increase (decrease) in cash resources	241,623	105,883
Cash and temporary investments, beginning of year	<u>819,235</u>	<u>713,352</u>
Cash and temporary investments, end of year (Note 2)	<u>\$ 1,060,858</u>	<u>819,235</u>

See accompanying notes to the financial statements.

TOWN OF ASQUITH
NOTES TO THE FINANCIAL STATEMENTS

December 31, 2018

1. SIGNIFICANT ACCOUNTING POLICIES

The consolidated financial statements of the municipality are prepared by management in accordance with the local government accounting standards established by the Public Sector Accounting Board. Significant aspects of the accounting policies are as follows:

(a) Basis of Accounting

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

(b) Reporting Entity

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

(c) Collection of funds for other authorities

Collection of funds by the municipality for the school board and conservation and development authorities are collected and remitted in accordance with the relevant legislation. The amounts collected are disclosed in Note 3.

(d) 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 expenditures or revenues in the period that the events giving rise to the transfer occurred, as long as:

- 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.

(e) 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.

(f) Local Improvement Charges

Local improvement projects financed by frontage taxes recognize any prepayment charges as revenue in the period assessed.

TOWN OF ASQUITH

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2018

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

(g) 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.

(h) 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.

(i) Appropriated Reserves

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

(j) 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.

(k) Investments

Portfolio investments are valued at the lower of cost, less any provisions for other than temporary impairment.

Investments with terms longer than one year have been classified as other long-term investments concurrent with the nature of the investment. The long-term investments in the Saskatchewan Association of Rural Municipalities - Self Insurance Fund are accounted for on the equity basis.

(l) 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 of the inventory in the ordinary course of business.

TOWN OF ASQUITH

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2018

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

(m) **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 the contribution. The tangible capital assets that are recognized at a nominal value are disclosed on Schedule 6. The costs of these tangible capital assets less any residual value are amortized over the asset's useful life using the straight-line method of amortization. The Town's tangible capital asset useful lives are estimated as follows:

<i>General Assets</i>	<u>Asset</u>	<u>Useful Life</u>
	Land	Indefinite
	Land improvements	5 to 20 years
	Buildings	10 to 50 years
	Vehicles and equipment	
	Vehicles	5 to 10 years
	Machinery & Equipment	5 to 20 years
<i>Infrastructure Assets</i>		
	Water and sewer	30 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 Town does not capitalize interest incurred while a tangible capital asset is under construction.

Leases: All leases are recorded on the financial statements as either a capital or operating lease. Any lease that transfers the majority of benefits and risk associated with the leased asset is classified as a capital lease. At the inception of a capital lease, an asset and a payment obligation are recorded at an amount equal to the lesser of the present value of the minimum lease payments and the asset's fair market value. Assets under capital leases are amortized on a straight line basis, over their estimated useful lives (lease term). Any other lease not meeting the before-mentioned criteria is classified as an operating lease and rental payments are expensed as incurred.

(n) **Landfill liability**

The Town of Asquith has decommissioned their waste disposal site. Post-closure costs are estimated to not be material so no amount has been recorded as a liability.

TOWN OF ASQUITH

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2018

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

(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 its contributions.

(p) **Measurement Uncertainty**

The preparation of the financial statements in conformity with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amounts 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 period in which they become known.

(q) **Basis of Segmentation/Segment Report**

The Town follows the Public Sector Accounting Board's recommendations requiring financial information to be provided on a segmented basis. Town 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 borrowing.

These segments (functions) are as follows:

General Government: The general government segment provides for the administration of the Town.

Protective Services: Protective services 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 expenses related to public health services in the Town.

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 the delivery of water, collecting and treating of wastewater and providing collection and disposal of solid waste.

TOWN OF ASQUITH

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2018

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

(r) **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.

The Municipality does not have any contaminated sites.

(s) **New Accounting Standards**

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

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 relationships 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 Municipality does not have any significant related party relationships to disclose.

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 reasons 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 event is likely.

The Town 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 contractual rights to disclose.

PS 3240 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. The Municipality does not have any inter-entity transactions to disclose.

TOWN OF ASQUITH
NOTES TO THE FINANCIAL STATEMENTS

December 31, 2018

2. CASH AND TEMPORARY INVESTMENTS

	<u>2018</u>	<u>2017</u>
Cash	\$ 377,198	386,634
Temporary investments	<u>683,660</u>	<u>432,601</u>
	<u>\$ 1,060,858</u>	<u>819,235</u>

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

3. TAXES AND GRANTS IN LIEU RECEIVABLE

	<u>2018</u>	<u>2017</u>
Municipal: - Current	\$ 51,237	70,865
- Arrears	<u>90,103</u>	<u>83,817</u>
	141,340	154,682
Less: allowance for uncollectibles	<u>(357)</u>	<u>(357)</u>
Total municipal taxes receivable	<u>140,983</u>	<u>154,325</u>
School: - Current	23,092	31,805
- Arrears	<u>25,543</u>	<u>26,176</u>
Total school taxes receivable	<u>48,635</u>	<u>57,981</u>
Other: - Current	-	-
- Arrears	<u>-</u>	<u>-</u>
Total other collections receivable	<u>-</u>	<u>-</u>
Total taxes and grants in lieu receivable	189,618	212,306
Deduct taxes receivable to be collected on behalf of other organizations	<u>(48,635)</u>	<u>(57,981)</u>
Total taxes receivable - Municipal	<u>\$ 140,983</u>	<u>154,325</u>

4. OTHER ACCOUNTS RECEIVABLE

	<u>2018</u>	<u>2017</u>
Federal government	\$ 10,794	18,780
Provincial government	-	8,136
Local government	3,840	842
Utility	34,117	35,951
Trade	12,343	36,266
Other	<u>7,663</u>	<u>4,322</u>
Total other accounts receivable	68,757	104,297
Less: allowance for uncollectibles	<u>-</u>	<u>-</u>
Net other accounts receivable	<u>\$ 68,757</u>	<u>104,297</u>

TOWN OF ASQUITH

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2018

5. LAND FOR RESALE

	<u>2018</u>	<u>2017</u>
Tax title property	\$ 10,735	10,735
Less: - allowance for market value adjustment	<u>-</u>	<u>-</u>
Net tax title Property	<u>10,735</u>	<u>10,735</u>
Other land	25,787	25,787
Less: - allowance for market value adjustment	<u>-</u>	<u>-</u>
Net other land	<u>25,787</u>	<u>25,787</u>
Total land for resale	<u>\$ 36,522</u>	<u>36,522</u>

6. LONG-TERM DEBT

a) The authorized debt limit for the Town is \$759,460. The authorized debt limit for a Town is the total amount of the Town's own source revenues for the preceding year (the *Municipalities Act* section 161(1)). The incremental debt above the debt limit authorized in the *Municipalities Act* is approved by the Saskatchewan Municipal Board.

b) Bank loans:

	<u>2018</u>	<u>2017</u>
CMHC loan payable in annual instalments of \$51,159 including interest at 3.97%, maturing December, 2024	\$ 268,444	307,399
CMHC loan payable in annual instalments of \$18,898 including interest at 3.35%, maturing October, 2025	116,853	131,453
CNH Capital loan payable in monthly payments of \$756 including interest at 4.75%, maturing May, 2018, secured by equipment	<u>-</u>	<u>3,742</u>
	<u>\$ 385,297</u>	<u>442,594</u>

Future principal and interest payments are as follows:

Year	Principal	Interest	Current Total	Prior Year Total
2019	\$ 55,485	14,572	70,057	73,840
2020	57,595	12,462	70,057	70,057
2021	59,786	10,271	70,057	70,057
2022	62,060	7,997	70,057	70,057
2023	64,421	5,636	70,057	70,057
Thereafter	<u>85,950</u>	<u>3,823</u>	<u>89,773</u>	<u>159,964</u>
Balance	<u>\$ 385,297</u>	<u>54,761</u>	<u>440,058</u>	<u>514,032</u>

TOWN OF ASQUITH

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2018

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.

7. 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 \$14,336 (2017 - \$11,428). 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.

8. RECENT ACCOUNTING PRONOUNCEMENTS

A number of new and amended standards have been issued that may impact the Town :

Standards Effective On Or After April 1, 2018

Restructuring Transactions

PS 3430, Restructuring Transactions establishes how to record and report restructuring transactions, for both transferors and recipients, the transfer of assets and/or liabilities together with related programs or operations responsibilities.

Standards Effective On Or After April 1, 2021

Financial Statement Presentation

PS 1201, Financial Statement Presentation requires a new statement of re-measurement gains and losses separate from the statement of operations. Included in this new statement are the unrealized gains and losses arising from the re-measurement of financial instruments and items denominated in foreign currencies as well as the government's proportionate share of other comprehensive income that arises when a government includes the results of government business enterprises and partnerships.

Foreign Currency Translation

PS 2601, Foreign Currency Translation requires that monetary assets and liabilities denominated in a foreign currency and non-monetary items included in the fair value category, denominated in foreign currency, be adjusted to reflect the exchange rates in effect at the financial statement date. Unrealized gains and losses are to be presented in the statement of re-measurement gains and losses.

Portfolio Investments

PS 3041, Portfolio Investments has removed the distinction between temporary and portfolio investments. This section was amended to conform to PS 3450, Financial Instruments and now includes pooled investments in its scope. Upon adoption of PS 3450 and PS3041, PS 3030, Temporary Investments will no longer apply.

TOWN OF ASQUITH
NOTES TO THE FINANCIAL STATEMENTS

December 31, 2018

8. RECENT ACCOUNTING PRONOUNCEMENTS (continued)

Financial Instruments

PS 3450, Financial Instruments establishes recognition, measurement and disclosure requirements for derivative and non-derivative financial instruments. The standard requires fair value measurement of derivatives and equity instruments that are quoted in an active market; all other financial instruments can be measured at cost/amortized cost or fair value at the election of the government. Unrealized gains and losses are presented in a new statement of remeasurement gains and losses. There is the requirement to disclose the nature and extent of risks arising from financial instruments and clarification is given for the de-recognition of financial liabilities.

The Town continues to assess the impacts of the above accounting standards. The extent of impact resulting from the adoption of these standards is not known at this time..

9. BUDGET

The Financial Plan (Budget) adopted by Council on May 9, 2018 was not prepared on a basis consistent with that used to report actual results. The budget was prepared on a modified accrual basis while Public Sector Accounting Standards require a full accrual basis. The approved budget expensed tangible capital expenditures and repayment of long-term debt, and included transfers from reserves as revenues. As a result, the budget figures presented in the statements of operations and change in net financial assets include the following adjustments:

	<u>2018</u>
Approved budget operating surplus (deficit) for the year	\$ 3,283
Add: Purchase of tangible capital assets	110,000
Payments on loan principal	70,060
Less: Transfer from reserves	<u>(25,000)</u>
Budget surplus (deficit) per statement of operations	\$ <u>158,343</u>

TOWN OF ASQUITH

SCHEDULE OF TAXES AND OTHER UNCONDITIONAL REVENUES

Year ended December 31, 2018
with comparative figures for 2017

	<u>2018</u> <u>Budget</u>	<u>2018</u> <u>Actual</u>	<u>2017</u> <u>Actual</u>
TAXES			
General municipal tax levy	\$ 411,380	410,421	404,924
Abatements and adjustments	(14,430)	(14,076)	(12,830)
Discount on current year taxes	<u>(12,770)</u>	<u>(12,376)</u>	<u>(12,767)</u>
Net municipal taxes	384,180	383,969	379,327
Potash tax share	22,870	21,097	27,982
Trailer license fees	-	-	-
Penalties on tax arrears	24,103	23,014	23,878
Special tax levy	-	-	-
Other	-	-	-
Total Taxes	<u>431,153</u>	<u>428,080</u>	<u>431,187</u>
UNCONDITIONAL GRANTS			
Revenue sharing	128,670	128,712	137,962
Organized Hamlet	-	-	-
Other	-	-	-
Total Unconditional Grants	<u>128,670</u>	<u>128,712</u>	<u>137,962</u>
GRANTS IN LIEU OF TAXES			
Federal	910	910	910
Provincial			
S.P.C. Electrical	-	-	-
SaskEnergy Gas	-	8,364	5,683
TransGas	-	-	-
Provincial - SPMC - Municipal Share	-	-	-
Sasktel	-	-	-
Other	800	800	800
Local/Other			
Housing Authority	-	-	-
C.P.R. Mainline	-	-	-
Treaty Land Entitlement	-	-	-
Other	-	-	-
Other Government Transfers			
S.P.C. Surcharge	23,000	24,681	23,744
Other	-	-	-
Total Grants in Lieu of Taxes	<u>24,710</u>	<u>34,755</u>	<u>31,137</u>
TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	<u>\$ 584,533</u>	<u>591,547</u>	<u>600,286</u>

See accompanying notes to the financial statements.

TOWN OF ASQUITH

SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION

Year ended December 31, 2018
with comparative figures for 2017

	<u>2018</u> <u>Budget</u>	<u>2018</u> <u>Actual</u>	<u>2017</u> <u>Actual</u>
GENERAL GOVERNMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Custom work	\$ 2,260	2,516	3,494
Sales of supplies	-	-	-
Other Fees and Charges	8,585	9,787	9,986
Total Fees and Charges	<u>10,845</u>	<u>12,303</u>	<u>13,480</u>
Tangible capital asset sales - gain (loss)	-	-	-
Land sales - gain (loss)	60,000	-	25,702
Investment income and commissions	2,000	4,912	9,397
Other	-	-	-
Total other segmented revenue	<u>72,845</u>	<u>17,215</u>	<u>48,579</u>
Conditional Grants			
Student employment	-	-	-
Other	-	-	-
Total Conditional Grants	<u>-</u>	<u>-</u>	<u>-</u>
Total Operating	<u>72,845</u>	<u>17,215</u>	<u>48,579</u>
Capital			
Conditional Grants			
Federal Gas Tax	-	-	-
Provincial Disaster Assistance	-	-	-
Other	-	-	-
Total Capital	<u>-</u>	<u>-</u>	<u>-</u>
Total General Government Services	<u>72,845</u>	<u>17,215</u>	<u>48,579</u>
PROTECTIVE SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Other Fees and Charges	47,690	77,075	44,081
Total Fees and Charges	<u>47,690</u>	<u>77,075</u>	<u>44,081</u>
Tangible capital asset sales - gain (loss)	-	-	-
Other	250	708	28,221
Total other segmented revenue	<u>47,940</u>	<u>77,783</u>	<u>72,302</u>
Conditional Grants			
Student employment	-	-	-
Local government	-	-	-
Other	-	-	-
Total Conditional Grants	<u>-</u>	<u>-</u>	<u>-</u>
Total Operating	<u>47,940</u>	<u>77,783</u>	<u>72,302</u>
Capital			
Conditional Grants			
Federal Gas Tax	-	-	-
Provincial Disaster Assistance	-	-	-
Local government	-	-	-
Other	-	-	-
Total Capital	<u>-</u>	<u>-</u>	<u>-</u>
Total Protective Services	<u>47,940</u>	<u>77,783</u>	<u>72,302</u>

See accompanying notes to the financial statements.

TOWN OF ASQUITH

SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION

Year ended December 31, 2018
with comparative figures for 2017

	<u>2018</u> <u>Budget</u>	<u>2018</u> <u>Actual</u>	<u>2017</u> <u>Actual</u>
TRANSPORTATION SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Custom work	\$ -	-	-
Sales of supplies	-	-	-
Road Maintenance and Restoration Agreements	-	-	-
Frontage	-	-	-
Other Fees and Charges	-	-	-
Total Fees and Charges	<u>-</u>	<u>-</u>	<u>-</u>
Tangible capital asset sales - gain (loss)	-	-	-
Other	-	-	-
Total other segmented revenue	<u>-</u>	<u>-</u>	<u>-</u>
Conditional Grants			
TS-Federal - Primary Weight Corridor	-	-	-
Student employment	-	-	-
Other	-	-	-
Total Conditional Grants	<u>-</u>	<u>-</u>	<u>-</u>
Total Operating	<u>-</u>	<u>-</u>	<u>-</u>
Capital			
Conditional Grants			
Federal Gas Tax	-	-	-
MREP (Heavy Haul, CTP, Municipal Bridges)	-	-	-
Provincial Disaster Assistance	-	-	-
Other	-	-	-
Total Capital	<u>-</u>	<u>-</u>	<u>-</u>
Total Transportation Services	<u>-</u>	<u>-</u>	<u>-</u>
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Waste and Disposal Fees	63,410	63,577	63,288
Other Fees and Charges	<u>250</u>	<u>250</u>	<u>250</u>
Total Fees and Charges	<u>63,660</u>	<u>63,827</u>	<u>63,538</u>
Tangible capital asset sales - gain (loss)	-	-	-
Other (Donations)	<u>2,800</u>	<u>14,841</u>	<u>2,800</u>
Total other segmented revenue	<u>66,460</u>	<u>78,668</u>	<u>66,338</u>
Conditional Grants			
Student employment	-	-	-
TAPD	-	-	-
Local government	-	-	-
Other (Transit)	-	-	-
Total Conditional Grants	<u>-</u>	<u>-</u>	<u>-</u>
Total Operating	<u>66,460</u>	<u>78,668</u>	<u>66,338</u>
Capital			
Conditional Grants			
Federal Gas Tax	-	-	-
TAPD	-	-	-
Provincial Disaster Assistance	-	-	-
Other	-	-	-
Total Capital	<u>-</u>	<u>-</u>	<u>-</u>
Total Environmental and Public Health Services Services	<u>66,460</u>	<u>78,668</u>	<u>66,338</u>

See accompanying notes to the financial statements.

TOWN OF ASQUITH

SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION

Year ended December 31, 2018
with comparative figures for 2017

	<u>2018</u> <u>Budget</u>	<u>2018</u> <u>Actual</u>	<u>2017</u> <u>Actual</u>
PLANNING AND DEVELOPMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Maintenance and Development Charges	\$ -	-	-
Other Fees and Charges (Cost recoveries)	-	-	-
Total Fees and Charges	<u>-</u>	<u>-</u>	<u>-</u>
Tangible capital asset sales - gain (loss)	-	-	-
Other	-	-	-
Total other segmented revenue	<u>-</u>	<u>-</u>	<u>-</u>
Conditional Grants			
Student employment	-	-	-
Other	-	-	-
Total Conditional Grants	<u>-</u>	<u>-</u>	<u>-</u>
Total Operating	<u>-</u>	<u>-</u>	<u>-</u>
Capital			
Conditional Grants			
Federal Gas Tax	-	-	-
Provincial Disaster Assistance	-	-	-
Other	-	-	-
Total Capital	<u>-</u>	<u>-</u>	<u>-</u>
Total Planning and Development Services	<u>-</u>	<u>-</u>	<u>-</u>
RECREATION AND CULTURAL SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Other Fees and Charges	20,270	16,078	23,640
Total Fees and Charges	<u>20,270</u>	<u>16,078</u>	<u>23,640</u>
Tangible capital asset sales - gain (loss)	-	-	-
Other	-	-	-
Total other segmented revenue	<u>20,270</u>	<u>16,078</u>	<u>23,640</u>
Conditional Grants			
Student Employment	-	-	-
Local government	-	-	-
Donations	-	-	-
Other	-	-	-
Total Conditional Grants	<u>-</u>	<u>-</u>	<u>-</u>
Total Operating	<u>20,270</u>	<u>16,078</u>	<u>23,640</u>
Capital			
Conditional Grants			
Federal Gas Tax	-	-	-
Local government	-	-	-
Provincial Disaster Assistance	-	-	-
Other (CIF, Affinity CU)	-	-	-
Total Capital	<u>-</u>	<u>-</u>	<u>-</u>
Total Recreation and Cultural Services	<u>20,270</u>	<u>16,078</u>	<u>23,640</u>

See accompanying notes to the financial statements.

TOWN OF ASQUITH

SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION

Year ended December 31, 2018
with comparative figures for 2017

	<u>2018</u> <u>Budget</u>	<u>2018</u> <u>Actual</u>	<u>2017</u> <u>Actual</u>
UTILITY SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Water	\$ 137,500	125,792	133,751
Sewer	142,700	143,602	143,823
Other Fees and Charges	-	-	-
Total Fees and Charges	<u>280,200</u>	<u>269,394</u>	<u>277,574</u>
Tangible capital asset sales - gain (loss)	-	-	-
Other	-	-	-
Total other segmented revenue	<u>280,200</u>	<u>269,394</u>	<u>277,574</u>
Conditional Grants			
Student employment	-	-	-
Other	-	-	-
Total Conditional Grants	<u>-</u>	<u>-</u>	<u>-</u>
Total Operating	<u>280,200</u>	<u>269,394</u>	<u>277,574</u>
Capital			
Conditional Grants			
Federal Gas Tax	35,090	36,843	36,662
New Building Canada Fund (SCF, NRP)	-	-	-
Clean Water and Wastewater Fund	-	-	-
Provincial Disaster Assistance	-	-	-
Other	-	-	-
Total Capital	<u>35,090</u>	<u>36,843</u>	<u>36,662</u>
Total Utility Services	<u>315,290</u>	<u>306,237</u>	<u>314,236</u>
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	<u>\$ 522,805</u>	<u>495,981</u>	<u>525,095</u>
SUMMARY			
Total Other Segmented Revenue	\$ 487,715	459,138	488,433
Total Conditional Grants	-	-	-
Total Capital Grants and Contributions	<u>35,090</u>	<u>36,843</u>	<u>36,662</u>
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	<u>\$ 522,805</u>	<u>495,981</u>	<u>525,095</u>

See accompanying notes to the financial statements.

TOWN OF ASQUITH

TOTAL EXPENSES BY FUNCTION

Year ended December 31, 2018
with comparative figures for 2017

	<u>2018</u> <u>Budget</u>	<u>2018</u> <u>Actual</u>	<u>2017</u> <u>Actual</u>
GENERAL GOVERNMENT SERVICES			
Council remuneration and travel	\$ 11,700	11,726	10,430
Wages and benefits	111,776	117,889	87,570
Professional/Contractual services	101,139	99,779	88,320
Utilities	4,450	4,596	4,162
Maintenance, materials, and supplies	20,100	18,310	21,748
Grants and contributions	-	-	-
-operating	2,200	1,750	1,650
-capital	-	-	-
Amortization - General government	330	-	-
Interest	-	-	-
Allowance for uncollectibles	-	-	-
Total Government Services	<u>251,695</u>	<u>254,050</u>	<u>213,880</u>
PROTECTIVE SERVICES			
Police protection			
Wages and benefits	-	-	-
Professional/Contractual services	27,030	29,164	27,728
Utilities	-	-	-
Maintenance, materials, and supplies	-	-	-
Grants and contributions	-	-	-
-operating	-	-	-
-capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other	-	-	-
Fire protection			
Wages and benefits	19,300	12,556	10,517
Professional/Contractual services	9,420	8,584	4,071
Utilities	9,860	9,515	9,814
Maintenance, materials, and supplies	20,770	15,730	7,385
Grants and contributions	-	-	-
-operating	-	-	-
-capital	-	-	-
Amortization	13,610	6,637	7,563
Interest	-	-	-
Other	-	-	-
Total Protective Services	<u>99,990</u>	<u>82,186</u>	<u>67,078</u>
TRANSPORTATION SERVICES			
Wages and benefits	65,410	58,786	65,327
Contractual services	21,000	36,013	26,443
Utilities	13,250	13,219	12,922
Maintenance, materials, and supplies	24,350	15,350	20,965
Gravel	15,000	5,036	15,272
Grants and contributions	-	-	-
-operating	-	-	-
-capital	-	-	-
Amortization	18,900	28,295	19,848
Interest	-	230	394
Other	-	450	200
Total Transportation Services	<u>157,910</u>	<u>157,379</u>	<u>161,371</u>

See accompanying notes to the financial statements.

TOWN OF ASQUITH

TOTAL EXPENSES BY FUNCTION

Year ended December 31, 2018
with comparative figures for 2017

	<u>2018</u> <u>Budget</u>	<u>2018</u> <u>Actual</u>	<u>2017</u> <u>Actual</u>
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Wages and benefits	4,250	1,701	2,320
Professional/Contractual services	84,330	80,195	81,372
Utilities	-	-	-
Maintenance, materials, and supplies	200	44	388
Grants and contributions			
-operating	-	-	-
Waste disposal	-	-	-
Public Health	-	-	-
-capital	-	-	-
Waste disposal	-	-	-
Public Health	-	-	-
Amortization	300	301	301
Interest	-	-	-
Other - Housing Authority	2,000	1,274	-
Total Environmental and Public Health Services	<u>91,080</u>	<u>83,515</u>	<u>84,381</u>
PLANNING AND DEVELOPMENT SERVICES			
Wages and benefits	-	-	-
Professional/Contractual services	-	-	-
Grants and contributions			
-operating	-	-	-
-capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other	-	-	-
Total Planning and Development Services	<u>-</u>	<u>-</u>	<u>-</u>
RECREATION AND CULTURAL SERVICES			
Wages and benefits	5,660	4,089	3,257
Professional/Contractual services	2,500	-	4,452
Utilities	1,000	988	924
Maintenance, materials, and supplies	1,200	1,242	10,383
Grants and contributions			
-operating	19,310	18,022	17,411
-capital	-	-	-
Amortization	5,490	5,493	5,492
Interest	-	-	-
Allowance for uncollectibles	-	-	-
Other	-	-	-
Total Recreation and Cultural Services	<u>35,160</u>	<u>29,834</u>	<u>41,919</u>
UTILITY SERVICES			
Wages and benefits	48,250	44,353	45,317
Professional/Contractual services	127,020	71,273	126,260
Utilities	24,500	23,314	22,768
Maintenance, materials, and supplies	24,410	19,956	24,569
Grants and contributions			
-operating	-	-	-
-capital	-	-	-
Amortization	87,430	87,422	87,424
Interest	1,550	17,714	18,463
Allowance for uncollectibles	-	-	-
Other	-	-	-
Total Utility Services	<u>313,160</u>	<u>264,032</u>	<u>324,801</u>
TOTAL EXPENDITURES BY FUNCTION	<u>\$ 948,995</u>	<u>870,996</u>	<u>893,430</u>

See accompanying notes to the financial statements.

TOWN OF ASQUITH

Schedule 4

SCHEDULE OF SEGMENT DISCLOSURE BY FUNCTION

Year ended December 31, 2018

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and charges	\$ 12,303	77,075	-	63,827	-	16,078	269,394	438,677
Tangible capital asset sales - Gain (loss)	-	-	-	-	-	-	-	-
Land sales - Gain (loss)	-	-	-	-	-	-	-	-
Investment income and commissions	4,912	-	-	-	-	-	-	4,912
Other revenues	-	708	-	14,841	-	-	-	15,549
Grants	-	-	-	-	-	-	-	-
- Conditional	-	-	-	-	-	-	-	-
- Capital	-	-	-	-	-	-	36,843	36,843
Total revenues	<u>17,215</u>	<u>77,783</u>	<u>-</u>	<u>78,668</u>	<u>-</u>	<u>16,078</u>	<u>306,237</u>	<u>495,981</u>
Expenses (Schedule 3)								
Wages & Benefits	129,615	12,556	58,786	1,701	-	4,089	44,353	251,100
Professional/Contractual Services	99,779	37,748	36,013	80,195	-	-	71,273	325,008
Utilities	4,596	9,515	13,219	-	-	988	23,314	51,632
Maintenance, materials and supplies	18,310	15,730	20,386	44	-	1,242	19,956	75,668
Grants and contributions	1,750	-	-	-	-	18,022	-	19,772
Amortization	-	6,637	28,295	301	-	5,493	87,422	128,148
Interest	-	-	230	-	-	-	17,714	17,944
Allowance for uncollectibles	-	-	-	-	-	-	-	-
Other	-	-	450	1,274	-	-	-	1,724
Total expenses	<u>254,050</u>	<u>82,186</u>	<u>157,379</u>	<u>83,515</u>	<u>-</u>	<u>29,834</u>	<u>264,032</u>	<u>870,996</u>
Surplus (deficit) by function	(236,835)	(4,403)	(157,379)	(4,847)	-	(13,756)	42,205	(375,015)
Taxation and other unconditional revenue (Schedule 1)								
Net Surplus (Deficit)								
								\$ <u>591,547</u>
								\$ <u>216,532</u>

See accompanying notes to the financial statements.



TOWN OF ASQUITH

Schedule 5

SCHEDULE OF SEGMENT DISCLOSURE BY FUNCTION

Year ended December 31, 2017

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and charges	\$ 13,480	44,081	-	63,538	-	23,640	277,574	422,313
Tangible capital asset sales - Gain (loss)	-	-	-	-	-	-	-	-
Land sales - Gain (loss)	25,702	-	-	-	-	-	-	25,702
Investment income and commissions	9,397	-	-	-	-	-	-	9,397
Other revenues	-	28,221	-	2,800	-	-	-	31,021
Grants - Conditional	-	-	-	-	-	-	-	-
Grants - Capital	-	-	-	-	-	-	36,662	36,662
Total revenues	48,579	72,302	-	66,338	-	23,640	314,236	525,095
Expenses (Schedule 3)								
Wages & Benefits	98,000	10,517	65,327	2,320	-	3,257	45,317	224,738
Professional/Contractual Services	88,320	31,799	26,443	81,372	-	4,452	126,260	358,646
Utilities	4,162	9,814	12,922	-	-	924	22,768	50,590
Maintenance, materials and supplies	21,748	7,385	36,237	388	-	10,383	24,569	100,710
Grants and contributions	1,650	-	-	-	-	17,411	-	19,061
Amortization	-	7,563	19,848	301	-	5,492	87,424	120,628
Interest	-	-	394	-	-	-	18,463	18,857
Allowance for uncollectibles	-	-	-	-	-	-	-	-
Other	-	-	200	-	-	-	-	200
Total expenses	213,880	67,078	161,371	84,381	-	41,919	324,801	893,430
Surplus (deficit) by function	(165,301)	5,224	(161,371)	(18,043)	-	(18,279)	(10,565)	(368,335)
Taxation and other unconditional revenue (Schedule 1)								
Net Surplus (Deficit)								\$ 600,286
								\$ 231,951

See accompanying notes to the financial statements.

TOWN OF ASQUITH
SCHEDULE OF TANGIBLE CAPITAL ASSETS BY OBJECT

Year ended December 31, 2018
with comparative figures for 2017

	2018						2017	
	General Assets		Machinery & Equipment	Infrastructure Assets		General / Infrastructure Assets Under Construction	Total	Total
	Land Improvements	Buildings		Vehicles	Linear Assets			
Asset cost								
Opening asset costs	\$ 181,823	1,946,383	588,029	59,813	4,021,703	125,454	6,923,205	6,701,503
Additions during the year	-	82,814	-	-	-	25,402	108,216	221,702
Disposals and write-downs during the year	-	-	-	-	-	-	-	-
Transfers (from) assets under construction	-	-	-	-	-	-	-	-
Closing asset costs	<u>181,823</u>	<u>2,029,197</u>	<u>588,029</u>	<u>59,813</u>	<u>4,021,703</u>	<u>150,856</u>	<u>7,031,421</u>	<u>6,923,205</u>
Accumulated amortization cost								
Opening accumulated amortization costs	-	1,237,262	514,163	30,306	1,017,348	-	2,799,079	2,678,451
Add: Amortization taken	-	64,718	9,880	-	53,550	-	128,148	120,628
Less: Accumulated amortization on disposals	-	-	-	-	-	-	-	-
Closing accumulated amortization costs	<u>-</u>	<u>1,301,980</u>	<u>524,043</u>	<u>30,306</u>	<u>1,070,898</u>	<u>-</u>	<u>2,927,227</u>	<u>2,799,079</u>
Net book value	<u>\$ 181,823</u>	<u>727,217</u>	<u>63,986</u>	<u>29,507</u>	<u>2,950,805</u>	<u>150,856</u>	<u>4,104,194</u>	<u>4,124,126</u>

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

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

-Infrastructure Assets \$ -

-Vehicles \$ -

-Machinery and Equipment \$ -

3. Amount of interest capitalized in 2018: \$ -

See accompanying notes to the financial statements.

TOWN OF ASQUITH
SCHEDULE OF TANGIBLE CAPITAL ASSETS BY FUNCTION

Year ended December 31, 2018
with comparative figures for 2017

	2018							2017
	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Water & Sewer	Total
Asset cost								
Opening asset costs	\$ 95,488	634,562	1,073,448	20,396	-	772,901	4,326,410	6,701,503
Additions during the year	-	25,402	82,814	-	-	-	-	221,702
Disposals and write-downs during the year	-	-	-	-	-	-	-	-
Closing asset costs	<u>95,488</u>	<u>659,964</u>	<u>1,156,262</u>	<u>20,396</u>	<u>-</u>	<u>772,901</u>	<u>4,326,410</u>	<u>6,923,205</u>
Accumulated amortization cost								
Opening accumulated amortization costs	31,656	410,650	612,293	2,709	-	683,790	1,057,981	2,678,451
Add: Amortization taken	-	6,637	28,295	301	-	5,493	87,422	120,628
Less: Accumulated amortization on disposals	-	-	-	-	-	-	-	-
Closing accumulated amortization costs	<u>31,656</u>	<u>417,287</u>	<u>640,588</u>	<u>3,010</u>	<u>-</u>	<u>689,283</u>	<u>1,145,403</u>	<u>2,799,079</u>
Net book value	<u>\$ 63,832</u>	<u>242,677</u>	<u>515,674</u>	<u>17,386</u>	<u>-</u>	<u>83,618</u>	<u>3,181,007</u>	<u>4,124,126</u>

See accompanying notes to the financial statements.

TOWN OF ASQUITH
SCHEDULE OF ACCUMULATED SURPLUS
Year ended December 31, 2018

	<u>2017</u>	<u>Changes</u>	<u>2018</u>
UNAPPROPRIATED SURPLUS	\$ <u>815,121</u>	<u>143,636</u>	<u>958,757</u>
APPROPRIATED RESERVES			
Machinery and equipment	45,227	25,240	70,467
Public reserve	-	-	-
Capital trust	-	-	-
Utility	56,015	-	56,015
Other	<u>181,979</u>	<u>11,502</u>	<u>193,481</u>
Total Appropriated	<u>283,221</u>	<u>36,742</u>	<u>319,963</u>
NET INVESTMENT IN TANGIBLE CAPITAL ASSETS			
Tangible capital assets (Schedule 6)	4,124,126	(19,932)	4,104,194
Less: Related debt	<u>(442,594)</u>	<u>56,086</u>	<u>(386,508)</u>
Net Investment in Tangible Capital Assets	<u>3,681,532</u>	<u>36,154</u>	<u>3,717,686</u>
Total Accumulated Surplus	\$ <u>4,779,874</u>	<u>216,532</u>	<u>4,996,406</u>

See accompanying notes to the financial statements.

TOWN OF ASQUITH
SCHEDULE OF MILL RATES AND ASSESSMENTS

Year ended December 31, 2018
 with comparative figures for 2017

	PROPERTY CLASS					Total
	Agriculture	Residential	Residential Condominium	Seasonal Residential	Commercial & Industrial	
Taxable Assessment	\$ 210,720	42,127,360	-	-	1,582,200	\$ 43,920,280
Regional Park Assessment						
Total Assessment						\$ 43,920,280
Mill Rate Factor(s)	1.0000	1.0000	1.0000	1.0000	1.0000	
Total Base/Minimum Tax (generated for each property class)	2.000	19.815	-	-	4.013	25.828
Total Municipal Tax Levy (include base and/or minimum tax and special levies)	\$ 3.038	391.772	-	-	15.611	410.421

	MILLS
Average Municipal*	9.345
Average School*	4.185
Potash Mill Rate	-
Uniform Municipal Mill Rate	9.150

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

See accompanying notes to the financial statements.

TOWN OF ASQUITH

SCHEDULE OF COUNCIL REMUNERATION

Year ended December 31, 2018
with comparative figures for 2017

Position	Name	<u>Remuneration</u>	<u>Reimbursed Costs</u>	<u>Total</u>
		\$ -	-	-
Mayor	Gail Erhart	2,000	79	2,079
Councillor	Dylan Claypool	2,250	373	2,623
Councillor	Jordan Claypool	975	-	975
Councillor	Harold Edwards	1,125	-	1,125
Councillor	Ted Goodnough	2,175	652	2,827
Councillor	Jeff Eide	525	-	525
Councillor	Sue Sawicki	1,350	130	1,480
Councillor	Audra Jewitt	<u>1,275</u>	<u>-</u>	<u>1,275</u>
Total		<u>\$ 11,675</u>	<u>1,234</u>	<u>12,909</u>

See accompanying notes to the financial statements.