

# **TOWN OF ASQUITH**

**Auditor's Report**

**Financial Statements**

**December 31, 2017**

## 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.

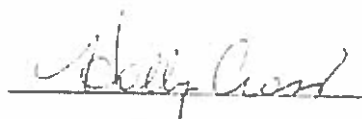
In discharging its responsibilities for the integrity and fairness of the financial statements, management designs and maintains the necessary accounting systems and related internal controls to provide reasonable assurance that transactions are authorized, assets are safeguarded and financial records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

INDEPENDENT AUDITOR'S REPORT

To the **Mayor** and Council of **Town of Asquith**

*Report on the Financial Statements*

We have audited the accompanying financial statements of **Town of Asquith**, which comprise the statement of financial position as at **December 31, 2017** and the statements of financial activities, changes in net financial assets, and changes in financial position for the year then ended, and a summary of significant accounting policies and other explanatory information.

*Management's Responsibility 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.

*Auditor's Responsibility*

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

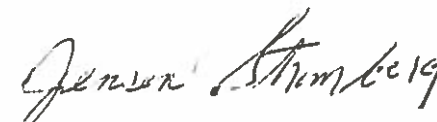
The audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the consolidated financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

*Opinion*

In our opinion, the financial statements present fairly, in all material respects, the financial position of **Town of Asquith** as at **December 31, 2017**, and the results of its financial activities, change in its net financial assets, and change in its financial position for the year then ended in accordance with Canadian public sector accounting standards.

Saskatoon, Saskatchewan  
April 26, 2018

  
Chartered Professional Accountants

# TOWN OF ASQUITH

Statement 1

## STATEMENT OF FINANCIAL POSITION

December 31, 2017  
with comparative figures for 2016

	<u>2017</u>	<u>2016</u>
<b><u>ASSETS</u></b>		
Financial assets:		
Cash (Note 2)	\$ 819,235	713,352
Taxes receivable - Municipal (Note 3)	154,325	157,076
Other accounts receivable (Note 4)	104,297	144,809
Land for re-sale (Note 5)	36,522	35,442
Long term investments	-	-
Debt charges recoverable	-	-
Other	-	-
	1,114,379	1,050,679
<b><u>LIABILITIES</u></b>		
Bank Overdraft	-	-
Accounts Payable	238	6,052
Accrued liabilities payable	-	-
Deposits	20,000	19,665
Deferred revenue	-	-
Accrued landfill costs	-	-
Liability for contaminated sites	-	-
Other Liabilities	-	-
Long term debt (Note 6)	442,594	503,326
Lease obligations	-	-
	462,832	529,043
Total liabilities	462,832	529,043
<b>NET FINANCIAL ASSETS (DEBT)</b>	<b>651,547</b>	<b>521,636</b>
Non-financial assets:		
Tangible capital assets (Schedule 6, 7)	4,124,126	4,023,052
Deferred income	4,201	3,235
Stock and supplies	-	-
	4,128,327	4,026,287
Total non-financial assets	4,128,327	4,026,287
Accumulated Surplus (Deficit) (Schedule 8)	<u>\$ 4,779,874</u>	<u>4,547,923</u>

**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, 2017  
with comparative figures for 2016

		<u>2017</u> <u>Budget</u>	<u>2017</u> <u>Actual</u>	<u>2016</u> <u>Actual</u>
<b>Revenues:</b>				
Taxes and other unconditional revenue	(Schedule 1)	\$ 599,858	600,286	602,926
Fees and charges	(Schedule 4, 5)	422,498	422,313	495,343
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)	1,090	9,397	1,092
Other revenues	(Schedule 4, 5)	<u>3,370</u>	<u>31,021</u>	<u>6,081</u>
<b>Total Revenues</b>		<u>1,086,816</u>	<u>1,088,719</u>	<u>1,105,442</u>
<b>OPERATING EXPENSES:</b>				
General government services	(Schedule 3)	255,265	213,880	190,277
Protective services	(Schedule 3)	96,580	67,078	89,805
Transportation services	(Schedule 3)	256,860	161,371	163,784
Environmental and public health services	(Schedule 3)	71,510	84,381	202,920
Planning and development services	(Schedule 3)	280	-	282
Recreation and cultural services	(Schedule 3)	44,918	41,919	33,373
Utility services	(Schedule 3)	<u>325,250</u>	<u>324,801</u>	<u>332,736</u>
<b>Total Expenditures</b>		<u>1,050,663</u>	<u>893,430</u>	<u>1,013,177</u>
Surplus (deficit) of revenues over expenditures before other capital contributions		<u>36,153</u>	<u>195,289</u>	<u>92,265</u>
Provincial/Federal capital grants and contributions	(Schedule 4, 5)	<u>35,090</u>	<u>36,662</u>	<u>35,095</u>
Surplus (deficit) of revenues over expenditures		71,243	231,951	127,360
Accumulated surplus (deficit), beginning of year		<u>4,547,923</u>	<u>4,547,923</u>	<u>4,420,563</u>
Accumulated surplus (deficit), end of year		<u>\$ 4,619,166</u>	<u>4,779,874</u>	<u>4,547,923</u>

See accompanying notes to the financial statements.

# TOWN OF ASQUITH

Statement 3

## STATEMENT OF CHANGES IN NET FINANCIAL ASSETS

Year ended December 31, 2017  
with comparative figures for 2016

	<u>2017</u> <u>Budget</u>	<u>2017</u> <u>Actual</u>	<u>2016</u> <u>Actual</u>
<b>Surplus (deficit)</b>	\$ <u>71,243</u>	<u>231,951</u>	<u>127,360</u>
(Acquisition) of tangible capital assets	-	(221,702)	(26,538)
Amortization of tangible capital assets	-	120,628	126,052
Proceeds on disposal of tangible capital assets	-	-	-
Loss (gain) on disposal of tangible capital assets	<u>-</u>	<u>-</u>	<u>-</u>
<b>Surplus (deficit) of capital expenses over expenditures</b>	<u>-</u>	<u>(101,074)</u>	<u>99,514</u>
(Acquisition) of supplies inventories	-	-	-
(Acquisition) of prepaid expenses	-	(966)	(3,236)
Consumption of supplies inventories	-	-	-
Use of prepaid expenses	<u>-</u>	<u>-</u>	<u>39,172</u>
<b>Surplus (deficit) of expenses of other non-financial over expenditures</b>	<u>-</u>	<u>(966)</u>	<u>35,936</u>
<b>Increase (decrease) in Net Financial Assets</b>	71,243	129,911	262,810
<b>Net Financial Assets (Debt) - Beginning of the year</b>	<u>521,636</u>	<u>521,636</u>	<u>258,826</u>
<b>Net Financial Assets (Debt)- End of year</b>	\$ <u>592,879</u>	<u>651,547</u>	<u>521,636</u>

See accompanying notes to the financial statements.

# TOWN OF ASQUITH

Statement 4

## STATEMENT OF CHANGES IN FINANCIAL POSITION

Year ended December 31, 2017  
with comparative figures for 2016

	<u>2017</u>	<u>2016</u>
<b>Cash provided by (used in) the following activities:</b>		
Operating:		
Surplus (deficit)	\$ 231,951	127,360
Amortization	120,628	126,052
Loss (gain) on disposal of tangible capital assets	<u>-</u>	<u>-</u>
	352,579	253,412
Change in assets/liabilities		
Taxes receivable - Municipal	2,752	(42,756)
Other accounts receivable	40,512	(46,655)
Land for re-sale	(1,080)	-
Other financial assets	-	-
Accounts and accrued liabilities payable	(5,817)	3,797
Deposits	335	(7,082)
Deferred revenue	-	-
Accrued landfill costs	-	-
Liability for contaminated sites	-	-
Other liabilities	-	-
Stock and supplies	-	-
Prepayments and deferred charges	(965)	35,936
Other	<u>-</u>	<u>-</u>
Net cash from operations	<u>388,316</u>	<u>196,652</u>
Capital:		
Acquisition of capital assets	(221,702)	(26,538)
Proceeds from the disposal of capital assets	-	-
Other capital	<u>-</u>	<u>-</u>
Net cash used for capital	<u>(221,702)</u>	<u>(26,538)</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	(60,731)	(96,218)
Other financing	<u>-</u>	<u>-</u>
Net cash used for financing	<u>(60,731)</u>	<u>(96,218)</u>
Increase (decrease) in cash resources	105,883	73,896
Cash and temporary investments, beginning of year	<u>713,352</u>	<u>639,456</u>
Cash and temporary investments, end of year (Note 2)	<u>\$ 819,235</u>	<u>713,352</u>

See accompanying notes to the financial statements.

**TOWN OF ASQUITH**  
**NOTES TO THE FINANCIAL STATEMENTS**

**December 31, 2017**

**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, 2017**

**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, 2017

**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 10 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, 2017**

**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, 2017

**2. CASH AND TEMPORARY INVESTMENTS**

	<u>2017</u>	<u>2016</u>
Cash	\$ 386,634	289,868
Temporary investments	<u>432,601</u>	<u>423,484</u>
	<u>\$ 819,235</u>	<u>713,352</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>2017</u>	<u>2016</u>
Municipal: - Current	\$ 70,865	68,641
- Arrears	<u>83,817</u>	<u>88,792</u>
	154,682	157,433
Less: allowance for uncollectibles	<u>(357)</u>	<u>(357)</u>
Total municipal taxes receivable	<u>154,325</u>	<u>157,076</u>
School: - Current	31,805	29,505
- Arrears	<u>26,176</u>	<u>31,928</u>
Total school taxes receivable	<u>57,981</u>	<u>61,433</u>
Other: - Current	-	-
- Arrears	<u>-</u>	<u>-</u>
Total other collections receivable	<u>-</u>	<u>-</u>
Total taxes and grants in lieu receivable	212,306	218,509
Deduct taxes receivable to be collected on behalf of other organizations	<u>(57,981)</u>	<u>(61,433)</u>
Total taxes receivable - Municipal	<u>\$ 154,325</u>	<u>157,076</u>

**4. OTHER ACCOUNTS RECEIVABLE**

	<u>2017</u>	<u>2016</u>
Federal government	\$ 18,780	20,192
Provincial government	8,136	3,480
Local government	842	74,146
Utility	35,951	33,185
Trade	36,266	9,684
Other	<u>4,322</u>	<u>4,122</u>
Total other accounts receivable	104,297	144,809
Less: allowance for uncollectibles	<u>-</u>	<u>-</u>
Net other accounts receivable	<u>\$ 104,297</u>	<u>144,809</u>

**TOWN OF ASQUITH**  
**NOTES TO THE FINANCIAL STATEMENTS**

December 31, 2017

**5. LAND FOR RESALE**

	<u>2017</u>	<u>2016</u>
Tax title property	\$ 10,735	5,358
Less: - allowance for market value adjustment	<u>-</u>	<u>-</u>
Net tax title Property	<u>10,735</u>	<u>5,358</u>
Other land	25,787	30,084
Less: - allowance for market value adjustment	<u>-</u>	<u>-</u>
Net other land	<u>25,787</u>	<u>30,084</u>
Total land for resale	<u>\$ 36,522</u>	<u>35,442</u>

**6. LONG-TERM DEBT**

a) The authorized debt limit for the Town is \$927,679. 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>2017</u>	<u>2016</u>
CMHC loan payable in annual instalments of \$51,159 including interest at 3.97%, maturing December, 2024	\$ 307,399	344,867
CMHC loan payable in annual instalments of \$18,898 including interest at 3.35%, maturing October, 2025	131,453	145,580
CNH Capital loan payable in monthly payments of \$756 including interest at 4.75%, maturing May, 2018, secured by equipment	<u>3,742</u>	<u>12,879</u>
	<u>\$ 442,594</u>	<u>503,326</u>

Future principal and interest payments are as follows:

Year	Principal	Interest	Current Total	Prior Year Total
2018	\$ 57,191	16,649	73,840	79,588
2019	55,482	14,575	70,057	73,711
2020	57,592	12,465	70,057	70,057
2021	59,781	10,276	70,057	70,057
2022	62,056	8,001	70,057	70,057
Thereafter	<u>150,492</u>	<u>9,472</u>	<u>159,964</u>	<u>230,377</u>
Balance	<u>\$ 442,594</u>	<u>71,438</u>	<u>514,032</u>	<u>593,847</u>

**TOWN OF ASQUITH**  
**NOTES TO THE FINANCIAL STATEMENTS**

**December 31, 2017**

**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 2017 was \$11,428 (2016 - \$10,839). 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, 2017:

Assets

PS 3210, Assets, provides additional guidance on the definition of assets and new disclosure requirements for those assets not recognized in the government's financial statements.

Contingent Assets

PS 3380, Contingent Assets defines and establishes standards on the reporting and disclosure of possible assets that may arise from existing conditions or situations involving uncertainty.

Contractual Rights

PS 3380, Contractual Rights defines and establishes 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.

Inter-Entity Transactions

PS 3420, Inter-Entity Transactions specifically addresses the reporting of transactions between entities controlled by a government that comprise the government's reporting entity from both a provider and recipient perspective.

Related Party Transactions

PS 2200, Related Party Transactions 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 different value 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 financial statements.

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.

**TOWN OF ASQUITH**  
**NOTES TO THE FINANCIAL STATEMENTS**

**December 31, 2017**

**9. RECENT ACCOUNTING PRONOUNCEMENTS (continued)**

**Standards Effective On Or After April 1, 2019**

**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.

**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.

**TOWN OF ASQUITH**  
**NOTES TO THE FINANCIAL STATEMENTS**

**December 31, 2017**

**9. BUDGET**

The Financial Plan (Budget) adopted by the Council on May 30, 2017 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 budget figures anticipated use of reserves and/or surpluses accumulated in previous years to increase current year revenues in excess of expenditures. In addition, the budget expensed expected loan payments. As a result, the budget figures presented in the statements of operations and change in net financial assets include the following adjustments:

	<u>2017</u>
Approved budget operating surplus for the year	\$ 1,183
Add: Loan payments	70,060
Transfer to reserves	15,000
Capital purchases	90,000
Less: Transfer from Reserves	<u>(105,000)</u>
Budget surplus (deficit) per statement of operations	<u>71,243</u>



## TOWN OF ASQUITH

## SCHEDULE OF TAXES AND OTHER UNCONDITIONAL REVENUES

Year ended December 31, 2017  
with comparative figures for 2016

	<u>2017</u> <u>Budget</u>	<u>2017</u> <u>Actual</u>	<u>2016</u> <u>Actual</u>
<b>TAXES</b>			
General municipal tax levy	\$ 406,818	404,924	408,443
Abatements and adjustments	(14,430)	(12,830)	(14,432)
Discount on current year taxes	<u>(12,770)</u>	<u>(12,767)</u>	<u>(12,767)</u>
<b>Net municipal taxes</b>	379,618	379,327	381,244
Potash tax share	28,181	27,982	26,876
Trailer license fees	-	-	-
Penalties on tax arrears	23,877	23,878	17,044
Special tax levy	-	-	-
Other	-	-	-
<b>Total Taxes</b>	<u>431,676</u>	<u>431,187</u>	<u>425,164</u>
<b>UNCONDITIONAL GRANTS</b>			
Revenue Sharing	137,962	137,962	140,384
Organized Hamlet	-	-	-
Other	-	-	-
<b>Total Unconditional Grants</b>	<u>137,962</u>	<u>137,962</u>	<u>140,384</u>
<b>GRANTS IN LIEU OF TAXES</b>			
Federal	910	910	1,079
Provincial			
S.P.C. Electrical	-	-	-
SaskEnergy Gas	5,680	5,683	12,664
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	22,830	23,744	22,835
Other	-	-	-
<b>Total Grants in Lieu of Taxes</b>	<u>30,220</u>	<u>31,137</u>	<u>37,378</u>
<b>TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE</b>	<u>\$ 599,858</u>	<u>600,286</u>	<u>602,926</u>

See accompanying notes to the financial statements.

## TOWN OF ASQUITH

## SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION

Year ended December 31, 2017  
with comparative figures for 2016

	<u>2017</u> <u>Budget</u>	<u>2017</u> <u>Actual</u>	<u>2016</u> <u>Actual</u>
<b>GENERAL GOVERNMENT SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
Custom work	\$ 2,260	3,494	2,256
Sales of supplies	-	-	-
Other Fees and Charges	<u>12,660</u>	<u>9,986</u>	<u>14,466</u>
Total Fees and Charges	14,920	13,480	16,722
Tangible capital asset sales - gain (loss)	-	-	-
Land sales - gain (loss)	60,000	25,702	-
Investment income and commissions	1,090	9,397	1,092
Other	-	-	-
Total other segmented revenue	<u>76,010</u>	<u>48,579</u>	<u>17,814</u>
Conditional Grants			
Student employment	-	-	-
Other	-	-	-
Total Conditional Grants	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total Operating</b>	<u>76,010</u>	<u>48,579</u>	<u>17,814</u>
<b>Capital</b>			
Conditional Grants			
Federal Gas Tax	-	-	-
Provincial Disaster Assistance	-	-	-
Other	-	-	-
<b>Total Capital</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total General Government Services</b>	<u>76,010</u>	<u>48,579</u>	<u>17,814</u>
<b>PROTECTIVE SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
Other Fees and Charges	39,615	44,081	48,147
Total Fees and Charges	<u>39,615</u>	<u>44,081</u>	<u>48,147</u>
Tangible capital asset sales - gain (loss)	-	-	-
Other	250	28,221	2,961
Total other segmented revenue	<u>39,865</u>	<u>72,302</u>	<u>51,108</u>
Conditional Grants			
Student employment	-	-	-
Local government	-	-	-
Other	-	-	-
Total Conditional Grants	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total Operating</b>	<u>39,865</u>	<u>72,302</u>	<u>51,108</u>
<b>Capital</b>			
Conditional Grants			
Federal Gas Tax	-	-	-
Provincial Disaster Assistance	-	-	-
Local government	-	-	-
Other	-	-	-
<b>Total Capital</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total Protective Services</b>	<u>39,865</u>	<u>72,302</u>	<u>51,108</u>

See accompanying notes to the financial statements.

## TOWN OF ASQUITH

## SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION

Year ended December 31, 2017  
with comparative figures for 2016

	<u>2017</u> <u>Budget</u>	<u>2017</u> <u>Actual</u>	<u>2016</u> <u>Actual</u>
<b>TRANSPORTATION SERVICES</b>			
<b>Operating</b>			
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>
<b>Total Operating</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Capital</b>			
Conditional Grants			
Federal Gas Tax	-	-	-
MREP (Heavy Haul, CTP, Municipal Bridges)	-	-	-
Provincial Disaster Assistance	-	-	-
Other	-	-	-
<b>Total Capital</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total Transportation Services</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>ENVIRONMENTAL AND PUBLIC HEALTH SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
Waste and Disposal Fees	64,210	63,288	129,200
Other Fees and Charges	500	250	-
Total Fees and Charges	<u>64,710</u>	<u>63,538</u>	<u>129,200</u>
Tangible capital asset sales - gain (loss)	-	-	-
Other	3,120	2,800	3,120
Total other segmented revenue	<u>67,830</u>	<u>66,338</u>	<u>132,320</u>
Conditional Grants			
Student employment	-	-	-
TAPD	-	-	-
Local government	-	-	-
Other	-	-	-
Total Conditional Grants	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total Operating</b>	<u>67,830</u>	<u>66,338</u>	<u>132,320</u>
<b>Capital</b>			
Conditional Grants			
Federal Gas Tax	-	-	-
TAPD	-	-	-
Provincial Disaster Assistance	-	-	-
Other	-	-	-
<b>Total Capital</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total Environmental and Public Health Services Services</b>	<u>67,830</u>	<u>66,338</u>	<u>132,320</u>

See accompanying notes to the financial statements.

## TOWN OF ASQUITH

## SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION

Year ended December 31, 2017  
with comparative figures for 2016

	<u>2017</u> <u>Budget</u>	<u>2017</u> <u>Actual</u>	<u>2016</u> <u>Actual</u>
<b>PLANNING AND DEVELOPMENT SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
Maintenance and Development Charges	\$ -	-	-
Other Fees and Charges	-	-	-
Total Fees and Charges	-	-	-
Tangible capital asset sales - gain (loss)	-	-	-
Other	-	-	-
Total other segmented revenue	-	-	-
Conditional Grants			
Student employment	-	-	-
Other	-	-	-
Total Conditional Grants	-	-	-
<b>Total Operating</b>	-	-	-
<b>Capital</b>			
Conditional Grants			
Federal Gas Tax	-	-	-
Provincial Disaster Assistance	-	-	-
Other	-	-	-
<b>Total Capital</b>	-	-	-
<b>Total Planning and Development Services</b>	-	-	-
<b>RECREATION AND CULTURAL SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
Other Fees and Charges	20,273	23,640	16,055
Total Fees and Charges	20,273	23,640	16,055
Tangible capital asset sales - gain (loss)	-	-	-
Other	-	-	-
Total other segmented revenue	20,273	23,640	16,055
Conditional Grants			
Student employment	-	-	-
Local government	-	-	-
Donations	-	-	-
Other	-	-	-
Total Conditional Grants	-	-	-
<b>Total Operating</b>	20,273	23,640	16,055
<b>Capital</b>			
Conditional Grants			
Federal Gas Tax	-	-	-
Local government	-	-	-
Provincial Disaster Assistance	-	-	-
Other	-	-	-
<b>Total Capital</b>	-	-	-
<b>Total Recreation and Cultural Services</b>	20,273	23,640	16,055

See accompanying notes to the financial statements.

## TOWN OF ASQUITH

## SCHEDULE OF OPERATING AND CAPITAL REVENUE BY FUNCTION

Year ended December 31, 2017  
with comparative figures for 2016

	<u>2017</u> <u>Budget</u>	<u>2017</u> <u>Actual</u>	<u>2016</u> <u>Actual</u>
<b>UTILITY SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
Water	\$ 140,280	133,751	142,519
Sewer	142,700	143,823	142,700
Other Fees and Charges	-	-	-
Total Fees and Charges	<u>282,980</u>	<u>277,574</u>	<u>285,219</u>
Tangible capital asset sales - gain (loss)	-	-	-
Other	-	-	-
Total other segmented revenue	<u>282,980</u>	<u>277,574</u>	<u>285,219</u>
Conditional Grants			
Student employment	-	-	-
Other	-	-	-
Total Conditional Grants	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total Operating</b>	<u>282,980</u>	<u>277,574</u>	<u>285,219</u>
<b>Capital</b>			
Conditional Grants			
Federal Gas Tax	35,090	36,662	35,095
New Building Canada Fund (SCF, NRP)	-	-	-
Clean Water and Wastewater Fund	-	-	-
Provincial Disaster Assistance	-	-	-
Other	-	-	-
<b>Total Capital</b>	<u>35,090</u>	<u>36,662</u>	<u>35,095</u>
<b>Total Utility Services</b>	<u>318,070</u>	<u>314,236</u>	<u>320,314</u>
<b>TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION</b>	<u>\$ 522,048</u>	<u>525,095</u>	<u>537,611</u>
<b>SUMMARY</b>			
Total Other Segmented Revenue	\$ 486,958	488,433	502,516
Total Conditional Grants	-	-	-
Total Capital Grants and Contributions	<u>35,090</u>	<u>36,662</u>	<u>35,095</u>
<b>TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION</b>	<u>\$ 522,048</u>	<u>525,095</u>	<u>537,611</u>

See accompanying notes to the financial statements.

## TOWN OF ASQUITH

## TOTAL EXPENSES BY FUNCTION

Year ended December 31, 2017  
with comparative figures for 2016

	<u>2017</u> <u>Budget</u>	<u>2017</u> <u>Actual</u>	<u>2016</u> <u>Actual</u>
<b>GENERAL GOVERNMENT SERVICES</b>			
Council remuneration and travel	\$ 10,300	10,430	9,403
Wages and benefits	90,215	87,570	86,978
Professional/Contractual services	112,160	88,320	71,449
Utilities	4,350	4,162	4,143
Maintenance, materials, and supplies	34,210	21,748	16,320
Grants and contributions	3,700	1,650	1,650
-operating	-	-	-
-capital	-	-	-
Amortization - General government	330	-	334
Interest	-	-	-
Allowance for uncollectibles	-	-	-
<b>Total Government Services</b>	<u>255,265</u>	<u>213,880</u>	<u>190,277</u>
<b>PROTECTIVE SERVICES</b>			
<b>Police protection</b>			
Wages and benefits	-	-	-
Professional/Contractual services	26,030	27,728	26,034
Utilities	-	-	-
Maintenance, materials, and supplies	-	-	-
Grants and contributions	-	-	-
-operating	-	-	-
-capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other	-	-	-
<b>Fire protection</b>			
Wages and benefits	17,900	10,517	17,900
Professional/Contractual services	9,420	4,071	4,053
Utilities	8,860	9,814	8,546
Maintenance, materials, and supplies	20,760	7,385	19,663
Grants and contributions	-	-	-
-operating	-	-	-
-capital	-	-	-
Amortization	13,610	7,563	13,609
Interest	-	-	-
Other	-	-	-
<b>Total Protective Services</b>	<u>96,580</u>	<u>67,078</u>	<u>89,805</u>
<b>TRANSPORTATION SERVICES</b>			
Wages and benefits	62,810	65,327	58,145
Contractual services	87,570	26,443	43,656
Utilities	12,210	12,922	12,205
Maintenance, materials, and supplies	54,350	20,965	14,772
Gravel	20,000	15,272	13,979
Grants and contributions	-	-	-
-operating	-	-	-
-capital	-	-	-
Amortization	18,900	19,848	18,892
Interest	20	394	1,025
Other	1,000	200	1,110
<b>Total Transportation Services</b>	<u>256,860</u>	<u>161,371</u>	<u>163,784</u>

See accompanying notes to the financial statements.

## TOWN OF ASQUITH

## TOTAL EXPENSES BY FUNCTION

Year ended December 31, 2017  
with comparative figures for 2016

	<u>2017</u> <u>Budget</u>	<u>2017</u> <u>Actual</u>	<u>2016</u> <u>Actual</u>
<b>ENVIRONMENTAL AND PUBLIC HEALTH SERVICES</b>			
Wages and benefits	2,880	2,320	2,467
Professional/Contractual services	67,660	81,372	199,720
Utilities	-	-	-
Maintenance, materials, and supplies	500	388	261
Grants and contributions			
-operating			
Waste disposal	-	-	-
Public Health	-	-	-
-capital			
Waste disposal	-	-	-
Public Health	-	-	-
Amortization	300	301	301
Interest	-	-	-
Other	170	-	171
<b>Total Environmental and Public Health Services</b>	<u>71,510</u>	<u>84,381</u>	<u>202,920</u>
<b>PLANNING AND DEVELOPMENT SERVICES</b>			
Wages and benefits	-	-	-
Professional/Contractual services	-	-	-
Grants and contributions			
-operating	-	-	-
-capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other	280	-	282
<b>Total Planning and Development Services</b>	<u>280</u>	<u>-</u>	<u>282</u>
<b>RECREATION AND CULTURAL SERVICES</b>			
Wages and benefits	5,660	3,257	5,660
Professional/Contractual services	2,500	4,452	1,800
Utilities	800	924	808
Maintenance, materials, and supplies	1,200	10,383	894
Grants and contributions			
-operating	29,268	17,411	18,719
-capital	-	-	-
Amortization	5,490	5,492	5,492
Interest	-	-	-
Allowance for uncollectibles	-	-	-
Other	-	-	-
<b>Total Recreation and Cultural Services</b>	<u>44,918</u>	<u>41,919</u>	<u>33,373</u>
<b>UTILITY SERVICES</b>			
Wages and benefits	47,520	45,317	42,326
Professional/Contractual services	142,060	126,260	141,237
Utilities	20,340	22,768	20,321
Maintenance, materials, and supplies	22,250	21,754	16,976
Grants and contributions			
-operating	-	-	-
-capital	-	-	-
Amortization	87,430	87,424	87,424
Interest	2,490	18,463	21,292
Allowance for uncollectibles	-	-	-
Other	3,160	2,815	3,160
<b>Total Utility Services</b>	<u>325,250</u>	<u>324,801</u>	<u>332,736</u>
<b>TOTAL EXPENDITURES BY FUNCTION</b>	<u>\$ 1,050,663</u>	<u>893,430</u>	<u>1,013,177</u>

See accompanying notes to the financial statements.

TOWN OF ASQUITH

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
<b>Revenues (Schedule 2)</b>								
Fees and charges	\$ 13,480	44,081	-	63,538	-	23,640	277,574	422,313
Tangible capital asset sales - Gain (loss)	-	-	-	-	-	-	-	25,702
Land sales - Gain (loss)	25,702	-	-	-	-	-	-	9,397
Investment income and commissions	9,397	-	-	-	-	-	-	31,021
Other revenues	-	28,221	-	2,800	-	-	-	-
Grants	-	-	-	-	-	-	-	36,662
- Conditional	-	-	-	-	-	-	-	-
- Capital	-	-	-	-	-	-	36,662	-
<b>Total revenues</b>	<u>48,579</u>	<u>72,302</u>	<u>-</u>	<u>66,338</u>	<u>-</u>	<u>23,640</u>	<u>314,236</u>	<u>525,095</u>
<b>Expenses (Schedule 3)</b>								
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	338,646
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	21,754	97,895
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	-	-	-	2,815	3,015
<b>Total expenses</b>	<u>213,880</u>	<u>67,078</u>	<u>161,371</u>	<u>84,381</u>	<u>-</u>	<u>41,919</u>	<u>324,801</u>	<u>893,430</u>
<b>Surplus (deficit) by function</b>	(165,301)	5,224	(161,371)	(18,043)	-	(18,279)	(10,565)	(368,335)
Taxation and other unconditional revenue (Schedule 1)								600,286
<b>Net Surplus (Deficit)</b>								<u>\$ 231,951</u>

See accompanying notes to the financial statements.



TOWN OF ASQUITH

SCHEDULE OF SEGMENT DISCLOSURE BY FUNCTION

Year ended December 31, 2016

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
<b>Revenues (Schedule 2)</b>								
Fees and charges	\$ 16,722	48,147	-	129,200	-	16,055	285,219	495,343
Tangible capital asset sales - Gain (loss)	-	-	-	-	-	-	-	-
Land sales - Gain (loss)	-	-	-	-	-	-	-	-
Investment income and commissions	1,092	-	-	-	-	-	-	1,092
Other revenues	-	2,961	-	3,120	-	-	-	6,081
Grants	-	-	-	-	-	-	-	-
- Conditional	-	-	-	-	-	-	35,095	35,095
- Capital	-	-	-	-	-	-	-	-
<b>Total revenues</b>	<u>17,814</u>	<u>51,108</u>	<u>-</u>	<u>132,320</u>	<u>-</u>	<u>16,055</u>	<u>320,314</u>	<u>537,611</u>
<b>Expenses (Schedule 3)</b>								
Wages & Benefits	96,381	17,900	58,145	2,467	-	5,660	42,326	222,879
Professional/Contractual Services	71,449	30,087	43,656	199,720	-	1,800	141,237	487,949
Utilities	4,143	8,546	12,205	-	-	808	20,321	46,023
Maintenance, materials and supplies	16,320	19,663	28,751	261	-	894	16,976	82,865
Grants and contributions	1,650	-	-	-	-	18,719	-	20,369
Amortization	334	13,609	18,892	301	-	5,492	87,424	126,052
Interest	-	-	1,025	-	-	-	21,292	22,317
Allowance for uncollectibles.	-	-	-	-	-	-	-	-
Other	-	-	1,110	171	282	-	3,160	4,723
<b>Total expenses</b>	<u>190,277</u>	<u>89,805</u>	<u>163,784</u>	<u>202,920</u>	<u>282</u>	<u>33,373</u>	<u>332,736</u>	<u>1,013,177</u>
<b>Surplus (deficit) by function</b>	(172,463)	(38,697)	(163,784)	(70,600)	(282)	(17,318)	(12,422)	(475,566)
Taxation and other unconditional revenue (Schedule 1)								602,926
<b>Net Surplus (Deficit)</b>								<u>\$ 127,360</u>

See accompanying notes to the financial statements.

**TOWN OF ASQUITH**  
**SCHEDULE OF TANGIBLE CAPITAL ASSETS BY OBJECT**

Year ended December 31, 2017  
with comparative figures for 2016

	2017						2016
	Land		General Assets		Infrastructure Assets	General / Infrastructure Assets Under Construction	Total
	Improvements	Buildings	Vehicles	Machinery & Equipment	Linear Assets	Total	
Asset cost							
Opening asset costs	\$ 166,823	1,946,383	30,306	588,029	3,948,203	21,759	6,674,965
Additions during the year	15,000	-	29,507	-	73,500	103,695	26,538
Disposals and write-downs during the year	-	-	-	-	-	-	-
Transfers (from) assets under construction	-	-	-	-	-	-	-
Closing asset costs	<u>181,823</u>	<u>1,946,383</u>	<u>59,813</u>	<u>588,029</u>	<u>4,021,703</u>	<u>125,454</u>	<u>6,701,503</u>
Accumulated amortization cost							
Opening accumulated amortization costs	-	1,176,690	30,306	503,983	967,472	-	2,552,399
Add: Amortization taken	-	60,572	-	10,180	49,876	-	126,052
Less: Accumulated amortization on disposals	-	-	-	-	-	-	-
Closing accumulated amortization costs	<u>-</u>	<u>1,237,262</u>	<u>30,306</u>	<u>514,163</u>	<u>1,017,348</u>	<u>-</u>	<u>2,678,451</u>
Net book value	<u>\$ 181,823</u>	<u>709,121</u>	<u>29,507</u>	<u>73,866</u>	<u>3,004,355</u>	<u>125,454</u>	<u>4,023,052</u>

1. Total contributed/donated assets received in 2017: \$ -

2. List of assets recognized at nominal value in 2017 are:

-Infrastructure Assets

-Vehicles

-Machinery and Equipment

3. Amount of interest capitalized in 2017: \$ -

See accompanying notes to the financial statements.

**TOWN OF ASQUITH**  
**SCHEDULE OF TANGIBLE CAPITAL ASSETS BY FUNCTION**

Year ended December 31, 2017  
 with comparative figures for 2016

	2017							2016
	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Water & Sewer	Total
Asset cost								
Opening asset costs	\$ 80,488	530,868	970,440	20,396	-	772,901	4,326,410	6,701,503
Additions during the year	15,000	103,694	103,008	-	-	-	-	221,702
Disposals and write-downs during the year	-	-	-	-	-	-	-	-
Closing asset costs	<u>95,488</u>	<u>634,562</u>	<u>1,073,448</u>	<u>20,396</u>	<u>-</u>	<u>4,326,410</u>	<u>4,326,410</u>	<u>6,923,205</u>
Accumulated amortization cost								
Opening accumulated amortization costs	31,656	403,087	592,445	2,408	-	678,298	970,557	2,552,399
Add: Amortization taken	-	7,563	19,848	301	-	5,492	87,424	126,052
Less: Accumulated amortization on disposals	-	-	-	-	-	-	-	-
Closing accumulated amortization costs	<u>31,656</u>	<u>410,650</u>	<u>612,293</u>	<u>2,709</u>	<u>-</u>	<u>1,057,981</u>	<u>1,057,981</u>	<u>2,678,451</u>
Net book value	<u>\$ 63,832</u>	<u>223,912</u>	<u>461,155</u>	<u>17,687</u>	<u>-</u>	<u>3,268,429</u>	<u>3,268,429</u>	<u>4,124,126</u>

See accompanying notes to the financial statements.

**TOWN OF ASQUITH**  
**SCHEDULE OF ACCUMULATED SURPLUS**  
Year ended December 31, 2017

	<u>2016</u>	<u>Changes</u>	<u>2017</u>
<b>UNAPPROPRIATED SURPLUS</b>	\$ <u>666,368</u>	<u>148,753</u>	<u>815,121</u>
<b>APPROPRIATED RESERVES</b>			
Machinery and equipment	107,380	(62,153)	45,227
Public reserve	-	-	-
Capital trust	-	-	-
Utility	16,815	39,200	56,015
Other	<u>237,634</u>	<u>(55,655)</u>	<u>181,979</u>
<b>Total Appropriated</b>	<u>361,829</u>	<u>(78,608)</u>	<u>283,221</u>
<b>NET INVESTMENT IN TANGIBLE CAPITAL ASSETS</b>			
Tangible capital assets (Schedule 6)	4,023,052	101,074	4,124,126
Less: Related debt	<u>(503,326)</u>	<u>60,732</u>	<u>(442,594)</u>
<b>Net Investment in Tangible Capital Assets</b>	<u>3,519,726</u>	<u>161,806</u>	<u>3,681,532</u>
<b>Total Accumulated Surplus</b>	\$ <u>4,547,923</u>	<u>231,951</u>	<u>4,779,874</u>

See accompanying notes to the financial statements.

**TOWN OF ASQUITH**  
**SCHEDULE OF MILL RATES AND ASSESSMENTS**

Year ended December 31, 2017  
 with comparative figures for 2016

	PROPERTY CLASS					Total
	Agriculture	Residential	Residential Condominium	Seasonal Residential	Commercial & Industrial	
Taxable Assessment	\$ 238,440	41,630,480	-	-	1,423,700	\$ 43,292,620
Regional Park Assessment						
Total Assessment						\$ 43,292,620
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	21,314	-	-	3,363	26,677
Total Municipal Tax Levy (include base and/or minimum tax and special levies)	\$ 3,293	387,758	-	-	13,873	404,924

**MILL RATES:**

Average Municipal*	9.353
Average School*	5.150
Potash Mill Rate	-
Uniform Municipal Mill Rate	12.000

\* 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, 2017  
with comparative figures for 2016

<b>Position</b>	<b>Name</b>	<b><u>Remuneration</u></b>	<b><u>Reimbursed Costs</u></b>	<b><u>Total</u></b>
Mayor	Gail Erhart	\$ 1,200	592	1,792
Councillor	Dylan Claypool	900	1,722	2,622
Councillor	Jordan Claypool	900	530	1,430
Councillor	Harold Edwards	900	300	1,200
Councillor	Ted Goodnough	900	1,066	1,966
Councillor	Audra Jewitt	225	150	375
Councillor	Jerome Rogan	525	150	675
Councillor	Sue Sawicki	900	756	1,656
<b>Total</b>		<b>\$ 6,450</b>	<b>5,266</b>	<b>11,716</b>

See accompanying notes to the financial statements.