

R. M. of Martin No. 122

FINANCIAL STATEMENTS

Year Ended December 31, 2018

R. M. of Martin No. 122

Moosomin, Saskatchewan

December 31, 2018

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Management's Responsibility

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

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

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

Baker Tilly SK LLP, an independent firm of chartered professional accountants, is appointed by the council to audit the financial statements and report directly to them; their report follows. The external auditors have full and free access to, and meet periodically and separately with, both the council and management to discuss their audit findings.



Reeve



Administrator



Independent Auditors' Report

To the Council
R. M. of Martin No. 122

Opinion

We have audited the financial statements of R. M. of Martin No. 122, (the municipality), which comprise the Statement of Financial Position as at December 31, 2018 and the Statements of Operations, Changes in Net Financial Assets and Cash Flow for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

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

Basis for Opinion

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

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

Management is responsible for the preparation and fair presentation of the financial statements in accordance with Canadian public sector accounting standards, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Council is responsible for overseeing the municipality's financial reporting process.



Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect 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 municipality's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the municipality's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the municipality to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the 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.

Baker Tilly SK LLP

Baker Tilly SK LLP

Yorkton, SK
April 18, 2019

R. M. of Martin No. 122
 Moosomin, Saskatchewan
 Statement of Financial Position as at December 31, 2018

Statement 1

	2018	2017
Assets		
Financial Assets		
Cash and temporary investments - note 2	1,663,662	1,848,124
Taxes receivable - municipal - note 3	39,442	18,787
Other accounts receivable - note 4	136,619	167,179
Long-term investments - note 5	58,455	55,952
Other	<u>120,668</u>	<u>119,868</u>
Total Financial Assets	<u>2,018,846</u>	<u>2,209,910</u>
Liabilities		
Accounts payable	64,852	30,456
Long-term debt - note 6	<u>584,414</u>	<u>652,243</u>
Total Liabilities	<u>649,266</u>	<u>682,699</u>
Net Financial Assets	<u>1,369,580</u>	<u>1,527,211</u>
Non-Financial Assets		
Tangible capital assets - schedules 6 and 7	7,138,362	5,750,419
Prepayments and deferred charges	109,837	170,330
Stock and supplies	<u>314,153</u>	<u>271,335</u>
Total Non-Financial Assets	<u>7,562,352</u>	<u>6,192,084</u>
Accumulated Surplus - schedule 8	<u>\$ 8,931,932</u>	<u>\$ 7,719,295</u>

Approved on behalf of the council:

 Reeve

 Councillor

R. M. of Martin No. 122
Statement of Operations
For the year ended December 31, 2018

Statement 2

	2018 Budget (Note 9)	2018 Actual	2017 Actual
Revenues			
Taxes and other unconditional revenue - schedule 1	1,879,630	1,874,486	1,841,782
Fees and charges - schedules 4 and 5	83,080	94,304	88,444
Conditional grants - schedules 4 and 5	5,900	2,188	4,611
Tangible capital asset sales - gain - schedules 4 and 5		(61,288)	(89,504)
Investment income and commissions - schedules 4 and 5	11,280	26,883	14,864
Total Revenue	<u>1,979,890</u>	<u>1,936,573</u>	<u>1,860,197</u>
Expenses - schedule 3			
General government services	203,460	215,890	186,204
Protective services	71,200	48,350	37,985
Transportation services	838,030	1,017,534	997,150
Environmental and public health services	17,050	15,689	21,041
Planning and development services	10,970	11,054	11,559
Recreation and cultural services	5,400	5,263	7,287
Utilities services	2,100	2,091	3,652
Total Expenses	<u>1,148,210</u>	<u>1,315,871</u>	<u>1,264,878</u>
Surplus of Revenues over Expenses before Other Capital Contributions	831,680	620,702	595,319
Provincial/Federal Capital Grants and Contributions - schedules 4 and 5	<u>595,720</u>	<u>591,935</u>	<u>398,873</u>
Surplus of Revenue over Expenses	1,427,400	1,212,637	994,192
Accumulated Surplus, Beginning of Year	<u>7,719,295</u>	<u>7,719,295</u>	<u>6,725,103</u>
Accumulated Surplus, End of Year	<u>\$ 9,146,695</u>	<u>\$ 8,931,932</u>	<u>\$ 7,719,295</u>

*The notes to financial statements are an integral
part of these financial statements.*

R. M. of Martin No. 122
Statement of Change in Net Financial Assets
For the year ended December 31, 2018

Statement 3

	2018 Budget (Note 9)	2018 Actual	2017 Actual
Surplus	<u>1,427,400</u>	<u>1,212,637</u>	<u>994,192</u>
(Acquisition) of tangible capital assets	(1,687,000)	(1,893,577)	(1,473,694)
Amortization of tangible capital assets		242,947	259,670
Proceeds on disposal of tangible capital assets		201,400	205,000
Loss on the disposal of tangible capital assets		<u>61,288</u>	<u>89,504</u>
Surplus (Deficit) of Capital Expenses over Expenditures	<u>(1,687,000)</u>	<u>(1,387,942)</u>	<u>(919,520)</u>
(Acquisition) of supplies inventories		(148,070)	(69,665)
(Acquisition) of prepaid expense		(600)	(166,186)
Consumption of supplies inventory		105,251	106,222
Use of prepaid expense		<u>61,093</u>	
Surplus (Deficit) of Expenses of Other Non-Financial over Expenditures	<u>0</u>	<u>17,674</u>	<u>(129,629)</u>
Increase (Decrease) in Net Financial Assets	(259,600)	(157,631)	(54,957)
Net Financial Assets, beginning of year	<u>1,527,211</u>	<u>1,527,211</u>	<u>1,582,168</u>
Net Financial Assets, End of Year	<u>\$ 1,267,611</u>	<u>\$ 1,369,580</u>	<u>\$ 1,527,211</u>

The notes to financial statements are an integral part of these financial statements.

R. M. of Martin No. 122
Statement of Cash Flow
For the year ended December 31, 2018

Statement 4

	2018	2017
Cash Provided by (used for) the Following Activities		
Operating:		
Surplus	1,212,637	994,192
Amortization	242,947	259,670
Loss on disposal of tangible capital assets	<u>61,288</u>	<u>89,504</u>
	1,516,872	1,343,366
Change in Assets/Liabilities		
Taxes receivable - municipal	(20,656)	2,949
Other receivables	30,559	(48,378)
Other financial assets	(800)	(579)
Accounts payable	34,397	14,065
Stock and supplies for use	(42,819)	36,557
Prepayments and deferred charges	<u>60,493</u>	<u>(166,184)</u>
Net Cash from (used for) Operations	<u>1,578,046</u>	<u>1,181,796</u>
Capital:		
Acquisition of capital assets	(1,893,577)	(1,473,694)
Proceeds from the disposal of capital assets	<u>201,400</u>	<u>205,000</u>
Net Cash from (used for) Capital	<u>(1,692,177)</u>	<u>(1,268,694)</u>
Investing:		
Long-term investments	<u>(2,503)</u>	<u>(1,453)</u>
Financing:		
Long-term debt repaid	<u>(67,828)</u>	<u>(65,647)</u>
Increase (Decrease) in Cash Resources	(184,462)	(153,998)
Cash and Investments, beginning of year	<u>1,848,124</u>	<u>2,002,122</u>
Cash and Investments, End of Year	<u>\$ 1,663,662</u>	<u>\$ 1,848,124</u>

*The notes to financial statements are an integral
part of these financial statements.*

R. M. of Martin No. 122
Notes to Financial Statements
For the year ended December 31, 2018

1. Significant Accounting Policies

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

(a) Basis of accounting

The financial statements are prepared using the accrual basis of accounting. The accrual basis of accounting recognized revenue 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) Collection of funds for other authorities

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

(c) Government transfers

Government transfers are recognized as either expenditures or revenues in the period that the events giving rise to the transfer occurred, as long as:

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

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

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

(d) Deferred revenue - fees and charges

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

(e) 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.

R. M. of Martin No. 122
Notes to Financial Statements
For the year ended December 31, 2018

1. **Significant Accounting Policies** - continued

(f) 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.

(g) Appropriated reserves

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

(h) Investments

Portfolio investments are valued at the lower of cost, less any provisions for other than temporary impairment. Investments with maturity dates longer than one year from the date of the Statement of Financial Position 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.

(i) Inventories

Inventories of materials and supplies expected to be used by the municipality are valued at the lower of cost or replacement cost. Inventories of land, materials and supplies held for resale are valued at the lower of cost or net realizable value. Cost is determined by the average cost method. Net realizable value is the estimated selling price in the ordinary course of business.

(j) Tangible capital assets

All tangible capital asset acquisitions or betterments made throughout the year are recorded at their acquisition cost. Initial costs for tangible capital assets that were acquired and developed prior to 2009 were obtained via historical cost information or using current fair market values discounted by a relevant inflation factor back to the point of acquisition. Donated tangible capital assets received are recorded at their fair market value at the date of contribution. The tangible capital assets that are recognized at a nominal value are disclosed in schedule 6. The cost of these tangible capital assets less any residual value are amortized over the asset's useful life using the straight-line method of amortization. The municipality's tangible capital asset useful lives are estimated as follows:

Assets	Useful Life
General Assets	
Land	indefinite life
Land improvements	15 years
Buildings	40 years
Vehicles	10-20 years
Mobile equipment	5-20 years
Linear assets	40-60 years
Infrastructure Assets	
Paving, sidewalks and roadways	15 years

R. M. of Martin No. 122
Notes to Financial Statements
For the year ended December 31, 2018

1. **Significant Accounting Policies** - continued

(k) 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.

(l) Capitalization of interest

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

(m) Leases

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

All other revenue is recorded when received, or receivable, collection is likely, and the amount can be reasonably determined.

R. M. of Martin No. 122
Notes to Financial Statements
For the year ended December 31, 2018

1. **Significant Accounting Policies** - continued

(o) Measurement uncertainty

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

The measurement of materials and supplies are based on estimates of volume and quality.

The opening asset costs of tangible capital assets have been estimated where actual costs were not available.

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

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

(p) Basis of segmentation/segment report

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

The segments (functions) are as follows:

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

Protective services: 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 municipality.

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

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

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

R. M. of Martin No. 122
Notes to Financial Statements
For the year ended December 31, 2018

1. **Significant Accounting Policies** - continued

(q) New accounting standards

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

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

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

PS 3210 Assets provides additional guidance for applying the definition of assets and establishing disclosure requirements for assets. Disclosure about the major categories of assets that are not recognized is required. When an asset is not recognized because a reasonable estimate cannot be made, the 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 future event is likely.

The municipality does not have any reportable contingent assets.

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

The municipality does not have any reportable contractual rights.

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

This standard has no impact on the financial statements.

	2018	2017
2. Cash and Temporary Investments		
Cash	1,477,048	1,279,184
Temporary investments	186,614	568,940
Total Cash and Temporary Investments	\$ 1,663,662	\$ 1,848,124

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

R. M. of Martin No. 122
Notes to Financial Statements
For the year ended December 31, 2018

	2018	2017
3. Taxes and Grants In Lieu Receivable		
Municipal - current	36,908	18,056
Municipal - arrears	4,535	2,731
	41,443	20,787
Less: Allowance for uncollectibles	2,000	2,000
Total municipal taxes receivable	39,443	18,787
School - current	13,460	5,561
School - arrears	2,172	1,818
Total school taxes receivable	15,632	7,379
Other	3,765	4,315
Total taxes and grants in lieu receivable	58,840	30,481
Less: Taxes receivable to be collected on behalf of other organizations	19,398	11,694
Municipal and Grants In Lieu Taxes Receivable	\$ 39,442	\$ 18,787
4. Other Accounts Receivable		
Federal government		50
Provincial government	315	34,218
Trade	42,950	52,622
Other	93,354	80,289
	136,619	167,179
Net Other Accounts Receivable	\$ 136,619	\$ 167,179
5. Long-Term Investments		
Sask. Assoc. of Rural Municipalities - Self-Insurance Fund	58,350	55,847
Other	105	105
	58,455	55,952
	\$ 58,455	\$ 55,952

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

R. M. of Martin No. 122
Notes to Financial Statements
For the year ended December 31, 2018

6. Long-Term Debt

The debt limit of the municipality for 2019 is \$1,715,382. The debt limit for a municipality is the total amount of the municipality's own source revenues for the preceding year (*The Municipalities Act* Section 161).

- (a) Bank loan is repayable at 3.02% with monthly blended repayments of \$7,211 principal and interest.

Future principal and interest payments are as follows:

	Principal	Interest	2018 Total	2017 Total
2018				86,532
2019	69,847	16,685	86,532	86,532
2020	71,944	14,588	86,532	86,532
2021	74,189	12,343	86,532	86,531
2022	76,461	10,071	86,532	
Thereafter	<u>291,973</u>	<u>16,365</u>	<u>308,338</u>	<u>394,927</u>
	<u>\$ 584,414</u>	<u>\$ 70,052</u>	<u>\$ 654,466</u>	<u>\$ 741,054</u>

7. Employee Benefit Plans

The municipality participates in contributory defined benefit pension plan for all of its employees. For defined benefit plans considered to be multi-employer plans, contributions are expensed when they are due and payable. The municipality currently participates in the Municipal Employees Pension Plan.

The contributions by the participating employers are not segregated in separate accounts or restricted to provide benefits to the employees of a particular employer. The portion of the annual benefit costs and of the asset surpluses (deficits) that are attributable to the municipality cannot be easily determined.

Accordingly, the multi-employer plans are accounted for on the defined contribution basis. No portion of the asset (deficit) surplus of the plan is recognized in these financial statements. The benefit expense reflected in the financial statements is equal to the municipality's contributions for the year.

All contributions by employees are matched equally by the employer. The contribution rates were updated on July 1, 2018. Employee contribution rates in effect for the year are as follows:

	2018	2017
General members	9.00 %	8.15 %
Designated members	12.50 %	11.35 %

Contributions to the plan during the year were as follows:

Benefit expense	\$ 30,301	\$ 29,194
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As per the most recently audited financial statements dated December 31, 2017, the plan surplus is \$454,177,000.

R. M. of Martin No. 122
Notes to Financial Statements
For the year ended December 31, 2018

8. Contingent Liabilities

The municipality is contingently liable under terms of the Saskatchewan Association of Rural Municipalities Self-Insurance Plan for its proportionate share of claims and future claims in excess of the Plan's reserve fund.

9. Budget

Budget information is presented on a basis consistent with that used for actual results. The budget was approved by council on May 9, 2018.

R. M. of Martin No. 122
 Schedule of Taxes and Other Unconditional Revenue
 For the year ended December 31, 2018

Schedule 1

	2018 Budget (Note 9)	2018 Actual	2017 Actual
Taxes			
General municipal tax levy	1,457,990	1,457,989	1,386,513
Abatements and adjustments	2,880		
Discount on current year taxes	(40,260)	(42,459)	(40,260)
Net municipal taxes	<u>1,420,610</u>	<u>1,415,530</u>	<u>1,346,253</u>
Potash tax share	178,670	178,665	202,606
Penalties on tax arrears	<u>1,690</u>	<u>1,280</u>	<u>1,694</u>
Total Taxes	<u>1,600,970</u>	<u>1,595,475</u>	<u>1,550,553</u>
Unconditional Grants			
Equalization (revenue sharing)	<u>130,970</u>	<u>130,954</u>	<u>150,392</u>
Total Unconditional Grants	<u>130,970</u>	<u>130,954</u>	<u>150,392</u>
Grants In Lieu of Taxes			
Provincial			
Wildlife	1,130	1,175	1,118
Community pasture	9,100	9,160	8,713
SaskTel	440	465	444
Local/Other			
C.P.R. mainline	134,890	135,014	128,428
Treaty land entitlement	2,130	2,243	2,134
Other Government Transfers			
Total Grants In Lieu of Taxes	<u>147,690</u>	<u>148,057</u>	<u>140,837</u>
Total Taxes and Other Unconditional Revenue	<u>\$ 1,879,630</u>	<u>\$ 1,874,486</u>	<u>\$ 1,841,782</u>

*The notes to financial statements are an integral
 part of these financial statements.*

R. M. of Martin No. 122
 Schedule of Operating and Capital Revenue by Function
 For the year ended December 31, 2018

Schedule 2-1

	2018 Budget (Note 9)	2018 Actual	2017 Actual
General Government Services			
Operating			
Other Segmented Revenue			
Fees and charges			
Sale of supplies	550	5,180	1,917
Other	850	830	565
Total Fees and Charges	<u>1,400</u>	<u>6,010</u>	<u>2,482</u>
Investment income and commissions	11,280	26,883	14,864
Total Other Segmented Revenue	<u>12,680</u>	<u>32,893</u>	<u>17,346</u>
Total General Government Services	<u>\$ 12,680</u>	<u>\$ 32,893</u>	<u>\$ 17,346</u>
Protective Services			
Operating			
Other Segmented Revenue			
Fees and charges			
Fire fees	2,000	4,590	8,260
Total Other Segmented Revenue	<u>2,000</u>	<u>4,590</u>	<u>8,260</u>
Total Protective Services	<u>\$ 2,000</u>	<u>\$ 4,590</u>	<u>\$ 8,260</u>
Transportation Services			
Operating			
Other Segmented Revenue			
Fees and charges			
Custom work	7,780	21,827	5,902
Sale of supplies	2,400	7,308	1,800
Licenses and permits	2,000	1,175	2,825
Road maintenance and restoration agreements	60,000	31,155	52,334
Other	7,200	22,213	14,297
Total Fees and Charges	<u>79,380</u>	<u>83,678</u>	<u>77,158</u>
Tangible capital asset sales - gain (loss)		(61,288)	(89,504)
Total Other Segmented Revenue	<u>0</u>	<u>(61,288)</u>	<u>(89,504)</u>
Total Operating	<u>79,380</u>	<u>22,390</u>	<u>(12,346)</u>
Capital			
Conditional Grants			
Gas tax	20,840	20,346	20,246
Heavy haul	36,300	33,000	33,000
Designated/municipal road - bridges	538,580	538,589	345,627
Total Capital	<u>595,720</u>	<u>591,935</u>	<u>398,873</u>
Total Transportation Services	<u>\$ 675,100</u>	<u>\$ 614,325</u>	<u>\$ 386,527</u>

The notes to financial statements are an integral part of these financial statements.

R. M. of Martin No. 122
 Schedule of Operating and Capital Revenue by Function
 For the year ended December 31, 2018

Schedule 2-2

	2018 Budget (Note 9)	2018 Actual	2017 Actual
Environmental and Public Health Services			
Operating			
Other Segmented Revenue			
Fees and charges			
Sale of supplies	300	26	544
Total Other Segmented Revenue	<u>300</u>	<u>26</u>	<u>544</u>
Conditional Grants			
Pest control	5,900	2,188	4,611
Total Conditional Grants	<u>5,900</u>	<u>2,188</u>	<u>4,611</u>
Total Environmental and Public Health Services	<u>\$ 6,200</u>	<u>\$ 2,214</u>	<u>\$ 5,155</u>
Total Operating and Capital Revenue by Function	<u>\$ 695,980</u>	<u>\$ 654,022</u>	<u>\$ 417,288</u>
Summary			
Total Other Segmented Revenue	94,360	59,899	13,804
Total Conditional Grants	5,900	2,188	4,611
Total Capital Grants and Contributions	<u>595,720</u>	<u>591,935</u>	<u>398,873</u>
Total Operating and Capital Revenue by Function	<u>\$ 695,980</u>	<u>\$ 654,022</u>	<u>\$ 417,288</u>

*The notes to financial statements are an integral
 part of these financial statements.*

R. M. of Martin No. 122
 Total Expenses by Function
 For the year ended December 31, 2018

Schedule 3-1

	2018 Budget (Note 9)	2018 Actual	2017 Actual
General Government Services			
Council remuneration and travel	46,780	44,821	46,222
Wages and benefits	79,510	84,426	74,938
Professional/Contractual services	33,090	35,462	29,408
Utilities	5,400	5,998	4,762
Maintenance, materials and supplies	28,850	31,973	21,409
Grants and contributions - operating	50	50	50
Insurance	9,270	11,935	9,105
Interest	10	7	9
Other	500	1,218	301
Total General Government Services	\$ 203,460	\$ 215,890	\$ 186,204
Protective Services			
Police protection			
Professional/Contractual services	15,000	13,190	13,192
Grants and contributions - operating	200	200	200
Fire protection			
Professional/Contractual services	3,000	6,886	2,905
Grants and contributions - operating	53,000	28,074	21,688
Total Protective Services	\$ 71,200	\$ 48,350	\$ 37,985
Transportation Services			
Wages and benefits	407,590	367,513	409,432
Professional/Contractual services	44,000	45,048	36,657
Utilities	10,740	10,400	5,789
Maintenance, materials and supplies	26,200	44,344	16,888
Gravel	135,000	75,996	63,229
Machinery costs/fuel/blades	175,500	132,233	171,088
Culverts/drainage	15,000	18,579	3,544
Amortization		242,947	259,670
Interest	22,000	18,707	20,885
Other	2,000	61,767	9,968
Total Transportation Services	\$ 838,030	\$ 1,017,534	\$ 997,150

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 part of these financial statements.*

R. M. of Martin No. 122
 Total Expenses by Function
 For the year ended December 31, 2018

Schedule 3-2

	2018 Budget (Note 9)	2018 Actual	2017 Actual
Environmental and Public Health Services			
Maintenance, materials and supplies	13,000	11,644	14,285
Grants and contributions - operating	2,600	2,600	2,600
Grants and contributions - public health	<u>1,450</u>	<u>1,445</u>	<u>4,156</u>
Total Environmental and Public Health Services	<u>\$ 17,050</u>	<u>\$ 15,689</u>	<u>\$ 21,041</u>
Planning and Development Services			
Professional/Contractual services	10,970	10,954	10,959
Grants and contributions - operating		100	100
Maintenance, materials and supplies			<u>500</u>
Total Planning and Development Services	<u>\$ 10,970</u>	<u>\$ 11,054</u>	<u>\$ 11,559</u>
Recreation and Cultural Services			
Grants and contributions - operating	1,200	1,450	3,100
Libraries	<u>4,200</u>	<u>3,813</u>	<u>4,187</u>
Total Recreation and Cultural Services	<u>\$ 5,400</u>	<u>\$ 5,263</u>	<u>\$ 7,287</u>
Utility Services			
Contractual services		300	
Utilities	1,600	1,637	1,531
Maintenance, materials and supplies	<u>500</u>	<u>154</u>	<u>2,121</u>
Total Utility Services	<u>\$ 2,100</u>	<u>\$ 2,091</u>	<u>\$ 3,652</u>
Total Expenses by Function	<u>\$ 1,148,210</u>	<u>\$ 1,315,871</u>	<u>\$ 1,264,878</u>

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 part of these financial statements.*

R. M. of Martin No. 122
 Schedule of Segment Disclosure by Function
 For the year ended December 31, 2018

Schedule 4

	General Government	Protective Services	Transport. Services	Environ. & Public Health	Planning & Develop.	Rec. & Culture	Utilities Services	Total
Revenues - schedule 2								
Fees and charges	6,010	4,590	83,678	26				94,304
Tangible capital asset sales - gain			(61,288)					(61,288)
Investment income and commissions	26,883							26,883
Grants - conditional				2,188				2,188
Grants - capital			591,935					591,935
Total Revenues	<u>32,893</u>	<u>4,590</u>	<u>614,325</u>	<u>2,214</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>654,022</u>
Expenses - schedule 3								
Wages and benefits	84,426		367,513					451,939
Professional/contractual services	80,283	20,076	45,048		10,954		300	156,661
Utilities	5,998		10,400				1,637	18,035
Maintenance materials and supplies	31,973		120,340	11,644			154	164,111
Machinery costs/fuel/blades			132,233					132,233
Culverts/drainage			18,579					18,579
Grants and contributions	50	28,274		4,045	100	1,450		33,919
Amortization			242,947					242,947
Insurance	11,935							11,935
Libraries						3,813		3,813
Interest	7		18,707					18,714
Other	1,218		61,767					62,985
Total Expenses	<u>215,890</u>	<u>48,350</u>	<u>1,017,534</u>	<u>15,689</u>	<u>11,054</u>	<u>5,263</u>	<u>2,091</u>	<u>1,315,871</u>
Surplus (Deficit) by Function	<u>\$ (182,997)</u>	<u>\$ (43,760)</u>	<u>\$ (403,209)</u>	<u>\$ (13,475)</u>	<u>\$ (11,054)</u>	<u>\$ (5,263)</u>	<u>\$ (2,091)</u>	<u>(661,849)</u>
Taxation and other unconditional revenue - schedule 1								<u>1,874,486</u>
Net Surplus								<u>\$ 1,212,637</u>

*The notes to financial statements are an integral
 part of these financial statements.*

R. M. of Martin No. 122
 Schedule of Segment Disclosure by Function
 For the year ended December 31, 2017

Schedule 5

	General Government	Protective Services	Transport. Services	Environ. & Public Health	Planning & Develop.	Rec. & Culture	Utilities Services	Total
Revenues - schedule 2								
Fees and charges	2,482	8,260	77,158	544				88,444
Tangible capital asset sales - gain			(89,504)					(89,504)
Investment income and commissions	14,864							14,864
Grants - conditional				4,611				4,611
Grants - capital			398,873					398,873
Total Revenues	<u>17,346</u>	<u>8,260</u>	<u>386,527</u>	<u>5,155</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>417,288</u>
Expenses - schedule 3								
Wages and benefits	74,938		409,432					484,370
Professional/contractual services	75,630	16,097	36,657		10,959			139,343
Utilities	4,762		5,789				1,531	12,082
Maintenance materials and supplies	21,409		80,117	14,285	500		2,121	118,432
Machinery costs/fuel/blades			171,088					171,088
Culverts/drainage			3,544					3,544
Grants and contributions	50	21,888		6,756	100	3,100		31,894
Amortization			259,670					259,670
Insurance	9,105							9,105
Libraries						4,187		4,187
Interest	9		20,885					20,894
Other	301		9,968					10,269
Total Expenses	<u>186,204</u>	<u>37,985</u>	<u>997,150</u>	<u>21,041</u>	<u>11,559</u>	<u>7,287</u>	<u>3,652</u>	<u>1,264,878</u>
Surplus (Deficit) by Function	<u>\$ (168,858)</u>	<u>\$ (29,725)</u>	<u>\$ (610,623)</u>	<u>\$ (15,886)</u>	<u>\$ (11,559)</u>	<u>\$ (7,287)</u>	<u>\$ (3,652)</u>	<u>(847,590)</u>
Taxation and other unconditional revenue - schedule 1								<u>1,841,782</u>
Net Surplus								<u>\$ 994,192</u>

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 part of these financial statements.*

R. M. of Martin No. 122
 Schedule of Tangible Capital Assets by Object
 For the year ended December 31, 2018

Schedule 6

	2018							2017	
	General Assets					Infrastruct. Assets	General/ Infrastruct. Assets under Constr.	Total	Total
	Land	Land Improve.	Buildings	Vehicles	Machinery & Equipment	Linear Assets			
Asset Cost									
Opening Asset Cost	172,535	23,020	72,758	311,847	1,072,567	7,422,693	1,458,533	10,533,953	9,551,425
Additions during the year			938,509		389,986	117,538	447,544	1,893,577	1,473,694
Disposals and write-down during the year					(337,812)	(192,375)		(530,187)	(491,166)
Transfer (from) assets under construction						1,458,533	(1,458,533)		
Closing Asset Costs	<u>172,535</u>	<u>23,020</u>	<u>1,011,267</u>	<u>311,847</u>	<u>1,124,741</u>	<u>8,806,389</u>	<u>447,544</u>	<u>11,897,343</u>	<u>10,533,953</u>
Accumulated Amortization Cost									
Opening Accumulated Amortization Costs	0	18,567	41,529	71,631	331,464	4,320,343	0	4,783,534	4,720,526
Add: Amortization taken		575	1,791	19,124	51,492	169,965		242,947	259,670
Less: Accumulated amortization on disposals					75,125	192,375		267,500	196,662
Closing Accumulated Amortization Costs	<u>0</u>	<u>19,142</u>	<u>43,320</u>	<u>90,755</u>	<u>307,831</u>	<u>4,297,933</u>	<u>0</u>	<u>4,758,981</u>	<u>4,783,534</u>
Net Book Value	<u>\$ 172,535</u>	<u>\$ 3,878</u>	<u>\$ 967,947</u>	<u>\$ 221,092</u>	<u>\$ 816,910</u>	<u>\$ 4,508,456</u>	<u>\$ 447,544</u>	<u>\$ 7,138,362</u>	<u>\$ 5,750,419</u>

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 part of these financial statements.*

R. M. of Martin No. 122
 Schedule of Tangible Capital Assets by Function
 For the year ended December 31, 2018

Schedule 7

	2018							2017	
	General Government	Protective Services	Transport. Services	Environ. & Public Health	Planning & Develop.	Rec. & Culture	Water & Sewer	Total	Total
Asset Cost									
Opening Asset Cost	0	0	10,533,953	0	0	0	0	10,533,953	9,551,425
Additions during the year			1,893,577					1,893,577	1,473,694
Disposals and write-down during the year			(530,187)					(530,187)	(491,166)
Closing Asset Costs	<u>0</u>	<u>0</u>	<u>11,897,343</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>11,897,343</u>	<u>10,533,953</u>
Accumulated Amortization Cost									
Opening Accumulated Amortization Costs	0	0	4,783,534	0	0	0	0	4,783,534	4,720,526
Add: Amortization taken			242,947					242,947	259,670
Less: Accumulated amortization on disposals			267,500					267,500	196,662
Closing Accumulated Amortization Costs	<u>0</u>	<u>0</u>	<u>4,758,981</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>4,758,981</u>	<u>4,783,534</u>
Net Book Value	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 7,138,362</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 7,138,362</u>	<u>\$ 5,750,419</u>

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 part of these financial statements.*

R. M. of Martin No. 122
 Schedule of Accumulated Surplus
 For the year ended December 31, 2018

Schedule 8

	2017	Changes	2018
Unappropriated Surplus	<u>2,052,179</u>	<u>139,191</u>	<u>2,191,370</u>
Appropriated Surplus			
Public reserve	22,165	(17,165)	5,000
Capital trust reserve	481,225	(381,225)	100,000
Other			
Health care	<u>65,550</u>	<u>16,064</u>	<u>81,614</u>
Total Appropriated	<u>568,940</u>	<u>(382,326)</u>	<u>186,614</u>
Net Investments in Tangible Capital Assets			
Tangible capital assets - schedule 6	5,750,419	1,387,943	7,138,362
Less: Related debt	<u>652,243</u>	<u>(67,829)</u>	<u>584,414</u>
Net Investment in Tangible Capital Assets	<u>5,098,176</u>	<u>1,455,772</u>	<u>6,553,948</u>
Total Accumulated Surplus	<u>\$ 7,719,295</u>	<u>\$ 1,212,637</u>	<u>\$ 8,931,932</u>

*The notes to financial statements are an integral
 part of these financial statements.*

R. M. of Martin No. 122
 Schedule of Mill Rates and Assessments
 For the year ended December 31, 2018

Schedule 9

	<u>Property Class</u>				Total
	Agriculture	Residential	Condominium Residential	Commercial & Industrial	
Taxable Assessment	59,412,155	8,743,445		64,489,100	132,644,700
Regional Park Assessment					
Total Assessment					132,644,700
Mill Rate Factor(s)	0.55	0.58		1.62	
Total Base/Minimum Tax (generated for each property class)	350			25	375
Total Municipal Tax Levy (include base and/or minimum tax and special levies)	335,146	51,980		1,070,863	1,457,989
Mill Rates:					
		Mills			
Average Municipal*		10.9917			
Average School*		5.3910			
Potash Mill Rate					
Uniform Municipal Mill Rate		10.2500			

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

R. M. of Martin No. 122
Schedule of Council Remuneration
For the year ended December 31, 2018

Schedule 10

Name	Remuneration	Reimbursed Costs	Total
Gerald Flaman	8,200	480	8,680
Wayne Beckett	5,850	363	6,213
Glen Ekert	6,700	468	7,168
Peter Currie	8,850	1,156	10,006
Brian Schwanke	5,200	406	5,606
Ray Donald	8,750	942	9,692
John Gordon	7,700	1,757	9,457
Hal Garrett	1,000	48	1,048
	<u>52,250</u>	<u>5,620</u>	<u>57,870</u>
	\$ 52,250	\$ 5,620	\$ 57,870

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part of these financial statements.*