

TOWN OF DALMENY

Auditor's Report

Financial Statements

December 31, 2017

MANAGEMENT'S RESPONSIBILITY

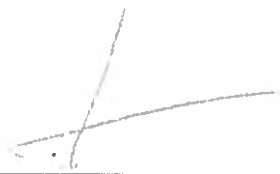
To the Ratepayers of
Town of Dalmeny :

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

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

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

To the Mayor and Council of Town of Dalmeny

Report on the Financial Statements

We have audited the accompanying financial statements of **Town of Dalmeny**, 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.

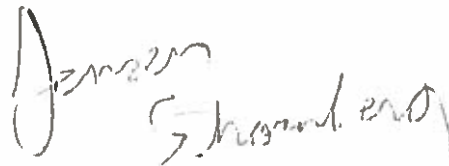
The audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of risks of material misstatement of the financial statements, whether due to fraud or error. 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 Dalmeny** 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
June 21, 2018



Chartered Professional Accountants

TOWN OF DALMENY

Statement 1

STATEMENT OF FINANCIAL POSITION

December 31, 2017
with comparative figures for 2016

	<u>2017</u>	<u>2016</u>
<u>ASSETS</u>		
Financial assets:		
Cash (Note 2)	\$ 1,968,573	3,053,111
Taxes Receivable - Municipal (Note 3)	234,013	255,594
Other accounts receivable (Note 4)	1,365,543	411,625
Land for re-sale (Note 5)	23,761	140,412
Long term investments (Note 6)	14,291	14,291
Debt charges recoverable	-	-
Other	-	-
	<hr/>	<hr/>
Total financial assets	3,606,181	3,875,033
<u>LIABILITIES</u>		
Bank overdraft (Note 7)	-	-
Accounts payable	107,502	172,079
Accrued liabilities payable	158,629	268,781
Deposits	-	-
Deferred revenue	9,059	12,691
Accrued landfill costs	-	-
Liability for contaminated sites	-	-
Other current liabilities	-	-
Long term debt (Note 8)	2,479,618	2,711,811
Lease obligations	-	-
	<hr/>	<hr/>
Total liabilities	<u>2,754,808</u>	<u>3,165,362</u>
NET FINANCIAL ASSETS (DEBT)	851,373	709,671
Non-financial assets:		
Tangible capital assets (Schedule 6, 7)	17,781,102	14,892,303
Prepaid and deferred charges	94,461	81,779
Stock and supplies	-	-
	<hr/>	<hr/>
Total non-financial assets	<u>17,875,563</u>	<u>14,974,082</u>
Accumulated Surplus (Deficit) (Schedule 8)	<u>\$18,726,936</u>	<u>15,683,753</u>

APPROVED ON BEHALF OF COUNCIL:

_____ Mayor

_____ Councillor

See accompanying notes to the financial statements.

TOWN OF DALMENY

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>
Revenues:				
Taxes and other unconditional revenue	(Schedule 1)	\$ 2,151,838	2,270,709	2,085,576
Fees and charges	(Schedule 4, 5)	1,401,656	2,779,652	1,360,665
Conditional - operating	(Schedule 4, 5)	62,597	74,350	71,650
Tangible capital asset sales - gain (loss)	(Schedule 4, 5)	-	-	11,721
Land sales - gain	(Schedule 4, 5)	-	158,795	-
Investment income and commissions	(Schedule 4, 5)	35,000	35,861	51,318
Other revenues	(Schedule 4, 5)	-	-	-
Total Revenues		<u>3,651,091</u>	<u>5,319,367</u>	<u>3,580,930</u>
OPERATING EXPENSES:				
General government services	(Schedule 3)	316,644	347,056	330,459
Protective services	(Schedule 3)	526,017	506,302	504,035
Transportation services	(Schedule 3)	362,410	403,722	358,802
Environmental and public health services	(Schedule 3)	170,032	161,180	151,055
Planning and development services	(Schedule 3)	83,699	76,870	79,457
Recreation and cultural services	(Schedule 3)	556,334	731,478	677,125
Utility services	(Schedule 3)	<u>766,807</u>	<u>1,036,095</u>	<u>975,413</u>
Total Expenditures		<u>2,781,943</u>	<u>3,262,703</u>	<u>3,076,346</u>
Surplus (deficit) of revenues over expenditures before other capital contributions		<u>869,148</u>	<u>2,056,664</u>	<u>504,584</u>
Provincial/Federal capital grants and contributions	(Schedule 4, 5)	<u>126,939</u>	<u>986,519</u>	<u>356,342</u>
Surplus (deficit) of revenues over expenditures		996,087	3,043,183	860,926
Accumulated surplus (deficit), beginning of year		<u>15,683,753</u>	<u>15,683,753</u>	<u>14,822,827</u>
Accumulated surplus (deficit), end of year		<u>\$ 16,679,840</u>	<u>18,726,936</u>	<u>15,683,753</u>

See accompanying notes to the financial statements.

TOWN OF DALMENY

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>
Surplus (deficit)	\$ <u>996,087</u>	<u>3,043,183</u>	<u>860,926</u>
(Acquisition) of tangible capital assets	-	(3,435,842)	(1,572,695)
Amortization of tangible capital assets	-	547,043	511,850
Proceeds on disposal of tangible capital assets	-	-	21,000
Loss (gain) on disposal of tangible capital assets	<u>-</u>	<u>-</u>	<u>(11,721)</u>
Surplus (deficit) of capital expenses over expenditures	<u>-</u>	<u>(2,888,799)</u>	<u>(1,051,566)</u>
(Acquisition) of supplies inventories	-	-	-
(Acquisition) of prepaid expenses	-	(12,682)	(81,780)
Consumption of supplies inventories	-	-	-
Use of prepaid expenses	<u>-</u>	<u>-</u>	<u>77,156</u>
Surplus (deficit) of expenses of other non-financial over expenditures	<u>-</u>	<u>(12,682)</u>	<u>(4,624)</u>
Increase (decrease) in Net Financial Assets	996,087	141,702	(195,264)
Net Financial Assets (Debt) - Beginning of the year	<u>709,671</u>	<u>709,671</u>	<u>904,935</u>
Net Financial Assets (Debt)- End of year	<u>\$ 1,705,758</u>	<u>851,373</u>	<u>709,671</u>

See accompanying notes to the financial statements.

TOWN OF DALMENY

Statement 4

STATEMENT OF CHANGES IN FINANCIAL POSITION

Year ended December 31, 2017
with comparative figures for 2016

Cash provided by (used in) the following activities:	<u>2017</u>	<u>2016</u>
Operating:		
Surplus (deficit)	\$ 3,043,183	860,926
Amortization	547,043	511,850
Loss (gain) on disposal of tangible capital assets	<u>-</u>	<u>(11,721)</u>
	3,590,226	1,361,055
Change in assets/liabilities		
Taxes receivable - Municipal	21,582	2,698
Other accounts receivable	(953,918)	35,257
Land for re-sale	116,651	-
Other financial assets	-	-
Accounts and accrued liabilities payable	(174,729)	120,734
Deposits	-	-
Deferred revenue	(3,633)	(155,567)
Accrued landfill costs	-	-
Liability for contaminated sites	-	-
Other liabilities	-	-
Stock and supplies	-	-
Prepayments and deferred charges	(12,682)	(4,622)
Other	<u>-</u>	<u>-</u>
Net cash from operations	<u>2,583,497</u>	<u>1,359,555</u>
Capital:		
Aquisition of capital assets	(3,435,842)	(1,572,695)
Proceeds from the disposal of capital assets	-	21,000
Other capital	<u>-</u>	<u>-</u>
Net cash used for capital	<u>(3,435,842)</u>	<u>(1,551,695)</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	-	144,182
Long-term debt repaid	(232,193)	(199,123)
Other financing	<u>-</u>	<u>-</u>
Net cash used for financing	<u>(232,193)</u>	<u>(54,941)</u>
Increase (decrease) in cash resources	(1,084,538)	(247,081)
Cash and temporary investments, beginning of year	<u>3,053,111</u>	<u>3,300,192</u>
Cash and temporary investments, end of year (Note 2)	<u>\$ 1,968,573</u>	<u>3,053,111</u>

See accompanying notes to the financial statements.

TOWN OF DALMENY
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 DALMENY
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 DALMENY
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>	Infrastructure assets	30 to 75 Years

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

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

Capitalization of interest: The 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 Dalmeny maintains a waste disposal site. The municipality is unable to estimate closure and post closure costs. No amount has been recorded as an asset or liability.

TOWN OF DALMENY

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2017

I. 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 DALMENY
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2017

2. CASH AND TEMPORARY INVESTMENTS

	<u>2017</u>	<u>2016</u>
Cash	\$ 1,968,573	3,053,111
Temporary investments	<u>-</u>	<u>-</u>
	<u>\$ 1,968,573</u>	<u>3,053,111</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	\$ 144,225	120,536
- Arrears	<u>89,788</u>	<u>135,058</u>
	234,013	255,594
Less: allowance for uncollectibles	<u>-</u>	<u>-</u>
Total municipal taxes receivable	<u>234,013</u>	<u>255,594</u>
School: - Current	33,193	34,562
- Arrears	<u>25,246</u>	<u>38,577</u>
Total school taxes receivable	<u>58,439</u>	<u>73,139</u>
Other: - Current	-	-
- Arrears	<u>-</u>	<u>-</u>
Total other collections receivable	<u>-</u>	<u>-</u>
Total taxes and grants in lieu receivable	292,452	328,733
Deduct taxes receivable to be collected on behalf of other organizations	<u>(58,438)</u>	<u>(73,139)</u>
Total taxes receivable - Municipal	<u>\$ 234,013</u>	<u>255,594</u>

4. OTHER ACCOUNTS RECEIVABLE

	<u>2017</u>	<u>2016</u>
Federal government	\$ 182,652	130,008
Provincial government	446,377	-
Local government	-	-
Utility	204,652	174,861
Trade	377,680	71,727
Other	<u>154,182</u>	<u>35,029</u>
Total other accounts receivable	1,365,543	411,625
Less: allowance for uncollectibles	<u>-</u>	<u>-</u>
Net other accounts receivable	<u>\$ 1,365,543</u>	<u>411,625</u>

TOWN OF DALMENY
NOTES TO THE FINANCIAL STATEMENTS

December 31, 2017

5. LAND FOR RESALE

	<u>2017</u>	<u>2016</u>
Tax title property	\$ 8,141	8,141
Less: - allowance for market value adjustment	-	-
- due to other taxing authorities	<u>(4,360)</u>	<u>(4,360)</u>
Net tax title Property	<u>3,781</u>	<u>3,781</u>
Other land	19,980	136,631
Less: - allowance for market value adjustment	<u>-</u>	<u>-</u>
Net other land	<u>19,980</u>	<u>136,631</u>
Total land for resale	<u>\$ 23,761</u>	<u>140,412</u>

6. LONG-TERM INVESTMENTS

	<u>2017</u>	<u>2016</u>
Nursing Home shares	<u>\$ 14,291</u>	<u>\$ 14,291</u>
Total long term investments	<u>\$ 14,291</u>	<u>14,291</u>

7. BANK INDEBTEDNESS

Credit Arrangements

At December 31, 2017, the Town had a line of credit totaling \$300,000, none of which was drawn.

TOWN OF DALMENY
NOTES TO THE FINANCIAL STATEMENTS

December 31, 2017

8. LONG-TERM DEBT

a) The authorized debt limit for the Town is \$3,052,047. 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) Debenture debt:

	<u>2017</u>	<u>2016</u>
Debenture, repayable in annual payments of \$65,050; including interest at 5%; matures in 2023.	\$ 330,173	376,403
Debenture, repayable in annual payments of \$121,377; including interest at 5.10%; matures in 2028.	1,002,931	1,069,750
Debenture, repayable in annual payments of \$86,396; including interest at 5.15%; matures in 2028.	712,021	759,312
CMHC Loan, repayable in annual payments of \$43,877, including interest at 3.65%; matures in 2026.	331,506	362,164
Mack Financial Services loan, repayable in monthly payments of \$3,493 including interest at 0.00%, matures in 2020.	<u>102,987</u>	<u>144,182</u>
	<u>\$ 2,479,618</u>	<u>2,711,811</u>

Future principal and interest payments are as follows:

Year	Principal	Interest	Current Total	Prior Year Total
2018	\$ 241,467	\$ 118,445	\$ 359,912	\$ 334,436
2019	251,196	108,717	359,913	316,699
2020	240,807	98,510	339,317	316,700
2021	230,919	87,801	318,720	316,699
2022	242,155	74,544	316,699	316,699
Thereafter	<u>1,273,074</u>	<u>114,155</u>	<u>1,387,229</u>	<u>2,120,683</u>
Balance	<u>\$ 2,479,618</u>	<u>\$ 602,172</u>	<u>\$ 3,081,790</u>	<u>\$ 3,721,916</u>

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. 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 \$61,094 (2016 - \$46,244). 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.

TOWN OF DALMENY
NOTES TO THE FINANCIAL STATEMENTS

December 31, 2017

10. 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.

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.

TOWN OF DALMENY
NOTES TO THE FINANCIAL STATEMENTS

December 31, 2017

10. RECENT ACCOUNTING PRONOUNCEMENTS (continued)

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.

11. BUDGET

The Financial Plan (Budget) adopted by Council on June 26, 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 expensed all tangible capital expenditures rather than including amortization expense. 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>
Budget net surplus	\$ 416,454
Add: Investment in tangible capital assets	<u>579,633</u>
Budget surplus per statement of operations	<u>\$ 996,087</u>

TOWN OF DALMENY

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>
TAXES			
General municipal tax levy	\$ 1,606,208	1,605,130	1,540,566
Abatements and adjustments	(919)	(919)	(177)
Discount on current year taxes	-	-	-
Net municipal taxes	<u>1,605,289</u>	<u>1,604,211</u>	<u>1,540,389</u>
Potash tax share	62,317	61,875	60,214
Trailer license fees	-	-	-
Penalties on tax arrears	28,000	27,119	27,740
Special tax levy	-	117,783	-
Other	-	-	-
Total Taxes	<u>1,695,606</u>	<u>1,810,988</u>	<u>1,628,343</u>
UNCONDITIONAL GRANTS			
Revenue sharing	390,477	390,477	392,550
Organized Hamlet	-	-	-
Other	-	-	-
Total Unconditional Grants	<u>390,477</u>	<u>390,477</u>	<u>392,550</u>
GRANTS IN LIEU OF TAXES			
Federal	2,358	2,392	2,359
Provincial			
S.P.C. Electrical	59,000	61,976	58,111
Provincial - Sask. Energy Gas	-	-	-
TransGas	-	-	-
Provincial - SPMC - Municipal Share	-	-	-
Provincial - Sasktel	3,941	3,922	3,942
Provincial - other	-	-	-
Local/Other			
Local/Other - Housing Authority	456	954	271
Local/Other - C.P.R. Mainline	-	-	-
Local/Other - Treaty Land Entitlement	-	-	-
Sasktel	-	-	-
Other Government Transfers			
Other Government Transfers - S.P.C. Surcharge	-	-	-
Other Government Transfers	-	-	-
Total Grants in Lieu of Taxes	<u>65,755</u>	<u>69,244</u>	<u>64,683</u>
TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	<u>\$ 2,151,838</u>	<u>2,270,709</u>	<u>2,085,576</u>

See accompanying notes to the financial statements.

TOWN OF DALMENY

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>
GENERAL GOVERNMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Custom work	\$ -	-	-
Sales of supplies	-	-	-
Other Fees and Charges	760	2,412	1,289
Total Fees and Charges	<u>760</u>	<u>2,412</u>	<u>1,289</u>
Tangible capital asset sales - gain (loss)	-	-	-
Land sales - gain	-	158,795	-
Investment income and commissions	35,000	35,861	51,318
Other Segmented Revenue	-	-	-
Total other segmented revenue	<u>35,760</u>	<u>197,068</u>	<u>52,607</u>
Conditional Grants			
Federal - Student Employment	-	-	-
Other	-	5,873	-
Total Conditional Grants	<u>-</u>	<u>5,873</u>	<u>-</u>
Total Operating	<u>35,760</u>	<u>202,941</u>	<u>52,607</u>
Capital			
Conditional Grants			
Federal Gas Tax	-	-	-
Provincial - Disaster Assistance	-	-	-
Other	-	-	-
Total Capital	<u>-</u>	<u>-</u>	<u>-</u>
Total General Government Services	<u>35,760</u>	<u>202,941</u>	<u>52,607</u>
PROTECTIVE SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Other Fees and Charges	41,200	54,186	34,753
Total Fees and Charges	<u>41,200</u>	<u>54,186</u>	<u>34,753</u>
Tangible capital asset sales - gain (loss)	-	-	13,594
Other Segmented Revenue	-	-	-
Total other segmented revenue	<u>41,200</u>	<u>54,186</u>	<u>48,347</u>
Conditional Grants			
Federal - Student Employment	-	-	-
Local government-Operating	-	-	-
Other	2,000	250	10,230
Total Conditional Grants	<u>2,000</u>	<u>250</u>	<u>10,230</u>
Total Operating	<u>43,200</u>	<u>54,436</u>	<u>58,577</u>
Capital			
Conditional Grants			
Federal Gas Tax	-	-	-
Provincial - Disaster Assistance	-	-	-
Local Government-Capital	-	80,000	240,000
Other	-	-	10,000
Total Capital	<u>-</u>	<u>80,000</u>	<u>250,000</u>
Total Protective Services	<u>43,200</u>	<u>134,436</u>	<u>308,577</u>

See accompanying notes to the financial statements.

TOWN OF DALMENY

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>
TRANSPORTATION SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Custom work	\$ -	150	-
Sale of gravel and supplies	-	-	-
Road maintenance and restoration agreements	-	-	-
Frontage	-	-	-
Other Fees and Charges	-	-	2,940
Total Fees and Charges	<u>-</u>	<u>150</u>	<u>2,940</u>
Tangible capital asset sales - gain (loss)	-	-	-
Other Segmented Revenue	-	-	-
Total other segmented revenue	<u>-</u>	<u>150</u>	<u>2,940</u>
Conditional Grants			
TS-Federal - Primary Weight Corridor	-	-	-
Federal - Student Employment	-	-	-
Other	-	-	-
Total Conditional Grants	<u>-</u>	<u>-</u>	<u>-</u>
Total Operating	<u>-</u>	<u>150</u>	<u>2,940</u>
Capital			
Conditional Grants			
Federal Gas Tax	-	-	-
MREP (Heavy Haul, CTP, Municipal Bridges)	-	-	-
Provincial - Disaster Assistance	-	-	-
Other	-	-	-
Total Capital	<u>-</u>	<u>-</u>	<u>-</u>
Total Transportation Services	<u>-</u>	<u>150</u>	<u>2,940</u>
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Waste and Disposal Charges	163,535	172,693	155,748
Other Fees and Charges	2,836	3,342	3,055
Total Fees and Charges	<u>166,371</u>	<u>176,035</u>	<u>158,803</u>
Tangible capital asset sales - gain (loss)	-	-	-
Other Segmented Revenue	-	-	-
Total other segmented revenue	<u>166,371</u>	<u>176,035</u>	<u>158,803</u>
Conditional Grants			
Federal - Student Employment	-	-	-
TAPD	-	-	-
Local government-Operating	7,304	7,637	7,304
Other (Transit)	1,757	1,842	1,259
Total Conditional Grants	<u>9,061</u>	<u>9,479</u>	<u>8,563</u>
Total Operating	<u>175,432</u>	<u>185,514</u>	<u>167,366</u>
Capital			
Conditional Grants			
Federal Gas Tax	-	-	-
TAPD	-	-	-
Provincial - Disaster Assistance	-	-	-
Other	-	-	-
Total Capital	<u>-</u>	<u>-</u>	<u>-</u>
Total Environmental and Public Health Services Services	<u>175,432</u>	<u>185,514</u>	<u>167,366</u>

See accompanying notes to the financial statements.

TOWN OF DALMENY

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>
PLANNING AND DEVELOPMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Maintenance and development charges	\$ -	48,013	25,455
Other Fees and Charges (Cost recoveries)	24,500	1,244,252	23,963
Total Fees and Charges	<u>24,500</u>	<u>1,292,265</u>	<u>49,418</u>
Tangible capital asset sales - gain (loss)	-	-	-
Other Segmented Revenue	-	-	-
Total other segmented revenue	<u>24,500</u>	<u>1,292,265</u>	<u>49,418</u>
Conditional Grants			
Federal - Student Employment	-	-	-
Other	-	-	-
Total Conditional Grants	<u>-</u>	<u>-</u>	<u>-</u>
Total Operating	<u>24,500</u>	<u>1,292,265</u>	<u>49,418</u>
Capital			
Conditional Grants			
Federal Gas Tax	-	-	-
Provincial - Disaster Assistance	-	-	-
Other	-	-	-
Total Capital	<u>-</u>	<u>-</u>	<u>-</u>
Total Planning and Development Services	<u>24,500</u>	<u>1,292,265</u>	<u>49,418</u>
RECREATION AND CULTURAL SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Other Fees and Charges	240,600	252,382	219,256
Total Fees and Charges	<u>240,600</u>	<u>252,382</u>	<u>219,256</u>
Tangible capital asset sales - gain (loss)	-	-	-
Other Segmented Revenue	-	-	-
Total other segmented revenue	<u>240,600</u>	<u>252,382</u>	<u>219,256</u>
Conditional Grants			
Student Employment	3,000	3,000	4,533
Local government-Operating	26,786	26,958	27,014
Donations	21,750	28,790	21,310
Other	-	-	-
Total Conditional Grants	<u>51,536</u>	<u>58,748</u>	<u>52,857</u>
Total Operating	<u>292,136</u>	<u>311,130</u>	<u>272,113</u>
Capital			
Conditional Grants			
Federal Gas Tax	-	-	-
Local Government-Capital	15,000	15,000	-
Provincial - Disaster Assistance	-	-	-
Other (CIF, Affinity CU)	10,500	14,922	-
Total Capital	<u>25,500</u>	<u>29,922</u>	<u>-</u>
Total Recreation and Cultural Services	<u>317,636</u>	<u>341,052</u>	<u>272,113</u>

See accompanying notes to the financial statements.

TOWN OF DALMENY

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>
UTILITY SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
Water	\$ 467,225	532,766	438,268
Sewer	461,000	468,978	455,774
Other Fees and Charges	-	478	164
Total Fees and Charges	<u>928,225</u>	<u>1,002,222</u>	<u>894,206</u>
Tangible capital asset sales - gain (loss)	-	-	(1,873)
Other Segmented Revenue	-	-	-
Total other segmented revenue	<u>928,225</u>	<u>1,002,222</u>	<u>892,333</u>
Conditional Grants			
Federal - Student Employment	-	-	-
Other	-	-	-
Total Conditional Grants	<u>-</u>	<u>-</u>	<u>-</u>
Total Operating	<u>928,225</u>	<u>1,002,222</u>	<u>892,333</u>
Capital			
Conditional Grants			
Federal Gas Tax	101,439	103,482	99,056
New Building Canada Fund (SCF, NRP)	-	-	-
Clean Water and Wastewater Fund	-	773,115	-
Provincial - Disaster Assistance	-	-	-
Other	-	-	7,286
Total Capital	<u>101,439</u>	<u>876,597</u>	<u>106,342</u>
Total Utility Services	<u>1,029,664</u>	<u>1,878,819</u>	<u>998,675</u>
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	<u>\$ 1,626,192</u>	<u>4,035,177</u>	<u>1,851,696</u>
SUMMARY			
Total Other Segmented Revenue	\$ 1,436,656	2,974,308	1,423,704
Total Conditional Grants	62,597	74,350	71,650
Total Capital Grants and Contributions	<u>126,939</u>	<u>986,519</u>	<u>356,342</u>
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	<u>\$ 1,626,192</u>	<u>4,035,177</u>	<u>1,851,696</u>

See accompanying notes to the financial statements.

TOWN OF DALMENY
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>
GENERAL GOVERNMENT SERVICES			
Council remuneration and travel	\$ 37,920	34,301	34,689
Wages and benefits	169,749	171,090	168,668
Professional/Contractual services	86,705	99,114	87,411
Utilities	9,650	10,546	8,813
Maintenance, materials, and supplies	12,620	15,028	18,098
Grants and contributions	-	-	-
-operating	-	-	-
-capital	-	-	-
Amortization - General government	-	16,977	15,862
Interest	-	-	-
Allowance for uncollectibles	-	-	(3,082)
Total Government Services	<u>316,644</u>	<u>347,056</u>	<u>330,459</u>
PROTECTIVE SERVICES - POLICING			
Police protection			
Wages and benefits	273,842	269,727	273,539
Professional/Contractual services	11,800	11,598	12,312
Utilities	5,350	6,521	8,389
Maintenance, materials, and supplies	28,100	17,057	23,240
Grants and contributions	-	-	-
-operating	-	-	-
-capital	-	-	-
Amortization	-	6,011	12,630
Interest	-	-	-
Other	-	-	-
Fire protection			
Wages and benefits	53,600	51,408	39,451
Professional/Contractual services	63,475	42,020	42,880
Utilities	9,600	9,950	8,755
Maintenance, materials, and supplies	80,250	52,173	57,659
Grants and contributions	-	-	-
-operating	-	-	-
-capital	-	-	-
Amortization	-	39,837	25,180
Interest	-	-	-
Other	-	-	-
Total Protective Services	<u>526,017</u>	<u>506,302</u>	<u>504,035</u>
TRANSPORTATION SERVICES - MAINTENANCE			
Wages and benefits	170,825	166,318	142,830
Contractual services	44,935	27,243	15,722
Utilities	25,400	24,941	23,944
Maintenance, materials, and supplies	106,250	73,877	70,382
Gravel	15,000	13,178	18,376
Grants and contributions	-	-	-
-operating	-	-	-
-capital	-	-	-
Amortization	-	98,165	87,548
Interest	-	-	-
Other	-	-	-
Total Transportation Services	<u>362,410</u>	<u>403,722</u>	<u>358,802</u>

See accompanying notes to the financial statements.

TOWN OF DALMENY
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>
ENVIRONMENTAL SERVICES			
Wages and benefits	8,057	7,749	5,545
Contractual services	161,975	153,431	145,510
Utilities	-	-	-
Maintenance, materials, and supplies	-	-	-
Grants and contributions			
-operating			
Grants and contributions-operating	-	-	-
Grants and contributions-operating	-	-	-
-capital			
Grants and contributions-capital	-	-	-
Grants and contributions-capital	-	-	-
Amortization - Environmental health services	-	-	-
Interest	-	-	-
Other	-	-	-
Total Environmental and Public Health Services	<u>170,032</u>	<u>161,180</u>	<u>151,055</u>
PLANNING AND DEVELOPMENT SERVICES			
Wages and benefits	23,574	23,439	23,593
Professional/Contractual services	60,125	34,158	43,499
Maintenance, materials, and supplies	-	1,951	-
Grants and contributions			
-operating	-	-	-
-capital	-	-	-
Amortization	-	17,322	12,365
Interest	-	-	-
Other	-	-	-
Total Planning and Development Services	<u>83,699</u>	<u>76,870</u>	<u>79,457</u>
RECREATION AND CULTURAL SERVICES			
Wages and benefits	252,402	268,935	252,884
Professional/Contractual services	63,620	48,225	39,947
Utilities	71,550	79,488	69,158
Maintenance, materials, and supplies	113,700	117,907	99,774
Grants and contributions			
-operating	31,200	31,652	33,171
-capital	-	-	-
Amortization	-	161,016	160,176
Interest	18,820	17,858	20,105
Allowance for uncollectibles	3,592	3,593	-
Other	1,450	2,804	1,910
Total Recreation and Cultural Services	<u>556,334</u>	<u>731,478</u>	<u>677,125</u>
UTILITIES - WATER			
Wages and benefits	142,206	143,295	136,775
Professional/Contractual services	40,120	54,410	46,505
Utilities	384,700	441,852	395,804
Maintenance, materials, and supplies	88,300	80,632	82,390
Grants and contributions			
-operating	-	-	-
-capital	-	-	-
Amortization	-	207,715	198,089
Interest	106,881	103,592	112,404
Allowance for uncollectibles	4,600	4,599	3,446
Other	-	-	-
Total Utility Services	<u>766,807</u>	<u>1,036,095</u>	<u>975,413</u>
TOTAL EXPENDITURES BY FUNCTION	<u>\$ 2,781,943</u>	<u>3,262,703</u>	<u>3,076,346</u>

See accompanying notes to the financial statements.

TOWN OF DALMENY

SCHEDULE OF SEGMENT DISCLOSURE BY FUNCTION

Year ended December 31, 2017

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and charges	\$ 2,412	54,186	150	176,035	1,292,265	252,382	1,002,222	2,779,652
Tangible capital asset sales - Gain (loss)	-	-	-	-	-	-	-	-
Land sales - Gain (loss)	158,795	-	-	-	-	-	-	158,795
Investment income and commissions	35,861	-	-	-	-	-	-	35,861
Other revenues	-	-	-	-	-	-	-	-
Grants - Conditional	5,873	250	-	9,479	-	58,748	-	74,350
Grants - Capital	-	80,000	-	-	-	29,922	876,597	986,519
Total revenues	202,941	134,436	150	185,514	1,292,265	341,052	1,878,819	4,035,177
Expenses (Schedule 3)								
Wages & Benefits	205,391	321,135	166,318	7,749	23,439	268,935	143,295	1,136,262
Professional/Contractual Services	99,114	53,618	27,243	153,431	34,158	48,225	54,410	470,199
Utilities	10,546	16,471	24,941	-	-	79,488	441,852	573,298
Maintenance, materials and supplies	15,028	69,230	87,055	-	1,951	120,711	80,632	374,607
Grants and contributions	-	-	-	-	-	31,652	-	31,652
Amortization	16,977	45,848	98,165	-	17,322	161,016	207,715	547,043
Interest	-	-	-	-	-	17,858	103,592	121,450
Allowance for uncollectibles.	-	-	-	-	-	3,593	4,599	8,192
Other	-	-	-	-	-	-	-	-
Total expenses	347,056	506,302	403,722	161,180	76,870	731,478	1,036,095	3,262,703
Surplus (deficit) by function	(144,115)	(371,866)	(403,572)	24,334	1,215,395	(390,426)	842,724	772,474
Taxation and other unconditional revenue (Schedule 1)								
Net Surplus (Deficit)								\$ 3,043,183

See accompanying notes to the financial statements.



TOWN OF DALMENY

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
Revenues (Schedule 2)								
Fees and charges	\$ 1,289	34,753	2,940	158,803	49,418	219,256	894,206	1,360,665
Tangible capital asset sales - Gain (loss)	-	13,594	-	-	-	-	(1,873)	11,721
Land sales - Gain (loss)	-	-	-	-	-	-	-	-
Investment income and commissions	51,318	-	-	-	-	-	-	51,318
Other revenues	-	-	-	-	-	-	-	-
Grants - Conditional	-	10,230	-	8,563	-	52,857	-	71,650
Grants - Capital	-	250,000	-	-	-	-	106,342	356,342
Total revenues	52,607	308,577	2,940	167,366	49,418	272,113	998,675	1,851,696
Expenses (Schedule 3)								
Wages & Benefits	203,357	312,990	142,830	5,545	23,593	252,884	136,775	1,077,974
Professional/Contractual Services	87,411	55,192	15,722	145,510	43,499	39,947	46,505	433,786
Utilities	8,813	17,144	23,944	-	-	69,158	395,804	514,863
Maintenance, materials and supplies	18,098	80,899	88,758	-	-	101,684	82,390	371,829
Grants and contributions	-	-	-	-	-	33,171	-	33,171
Amortization	15,862	37,810	87,548	-	12,365	160,176	198,089	511,850
Interest	-	-	-	-	-	20,105	112,404	132,509
Allowance for uncollectibles.	(3,082)	-	-	-	-	-	3,446	364
Other	-	-	-	-	-	-	-	-
Total expenses	330,459	504,035	358,802	151,055	79,457	677,125	975,413	3,076,346
Surplus (deficit) by function	(277,852)	(195,458)	(355,862)	16,311	(30,039)	(405,012)	23,262	(1,224,650)
Taxation and other unconditional revenue (Schedule 1)								
Net Surplus (Deficit)								\$ 860,926

See accompanying notes to the financial statements.

TOWN OF DALMENEY
SCHEDULE OF TANGIBLE CAPITAL ASSETS BY OBJECT

Year ended December 31, 2017
with comparative figures for 2016

	2017						2016	
	General Assets			Machinery & Equipment	Infrastructure Assets	General / Infrastructure Assets Under Construction	Total	Total
	Land Improvements	Buildings	Vehicles		Linear Assets			
Asset cost								
Opening asset costs	\$ 1,038,308	5,767,030	7,206,857	1,323,612	760,888	5,845,327	26,696	21,968,718
Additions during the year	1,449,756	297,715	66,367	-	6,105	1,642,595	(26,696)	3,435,842
Disposals and write-downs during the year	-	-	-	-	-	-	-	-
Transfers (from) assets under construction	-	-	-	-	-	-	-	-
Closing asset costs	<u>2,488,064</u>	<u>6,064,745</u>	<u>7,273,224</u>	<u>1,323,612</u>	<u>766,993</u>	<u>7,487,922</u>	<u>-</u>	<u>25,404,560</u>
Accumulated amortization cost								
Opening accumulated amortization costs	-	1,676,600	2,027,432	590,302	473,466	2,308,615	-	7,076,415
Add: Amortization taken	-	181,397	169,534	50,275	33,209	112,628	-	547,043
Less: Accumulated amortization on disposals	-	-	-	-	-	-	-	-
Closing accumulated amortization costs	<u>-</u>	<u>1,857,997</u>	<u>2,196,966</u>	<u>640,577</u>	<u>506,675</u>	<u>2,421,243</u>	<u>-</u>	<u>7,623,458</u>
Net book value	<u>\$ 2,488,064</u>	<u>4,206,748</u>	<u>5,076,258</u>	<u>683,035</u>	<u>260,318</u>	<u>5,066,679</u>	<u>-</u>	<u>17,781,102</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 DALMENEY
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	\$ 744,684	1,374,940	3,586,467	-	939,285	5,182,913	10,140,429	21,968,718
Additions during the year	-	14,676	2,136,294	-	73,826	57,796	1,153,250	3,435,842
Disposals and write-downs during the year	-	-	-	-	-	-	-	-
Closing asset costs	<u>744,684</u>	<u>1,389,616</u>	<u>5,722,761</u>	<u>-</u>	<u>1,013,111</u>	<u>5,240,709</u>	<u>11,293,679</u>	<u>25,404,560</u>
Accumulated amortization cost								
Opening accumulated amortization costs	192,520	686,218	1,868,692	-	27,468	1,622,670	2,678,847	6,634,754
Add: Amortization taken	16,977	45,848	98,165	-	17,322	161,016	207,715	511,850
Less: Accumulated amortization on disposals	-	-	-	-	-	-	-	-
Closing accumulated amortization costs	<u>209,497</u>	<u>732,066</u>	<u>1,966,857</u>	<u>-</u>	<u>44,790</u>	<u>1,783,686</u>	<u>2,886,562</u>	<u>7,076,415</u>
Net book value	<u>\$ 535,187</u>	<u>657,550</u>	<u>3,755,904</u>	<u>-</u>	<u>968,321</u>	<u>3,457,023</u>	<u>8,407,117</u>	<u>17,781,102</u>
								<u>14,892,303</u>

See accompanying notes to the financial statements.

TOWN OF DALMENY
SCHEDULE OF ACCUMULATED SURPLUS
Year ended December 31, 2017

	<u>2016</u>	<u>Changes</u>	<u>2017</u>
UNAPPROPRIATED SURPLUS	\$ <u>1,331,256</u>	<u>(180,905)</u>	<u>1,150,351</u>
APPROPRIATED RESERVES			
Machinery and equipment	30,306	-	30,306
Public reserve	96,339	-	96,339
Capital trust fund	-	-	-
Utility reserve	960,462	-	960,462
Other	<u>1,084,898</u>	<u>103,096</u>	<u>1,187,994</u>
Total Appropriated	<u>2,172,005</u>	<u>103,096</u>	<u>2,275,101</u>
NET INVESTMENT IN TANGIBLE CAPITAL ASSETS			
Tangible capital assets (Schedule 6)	14,892,303	2,888,799	17,781,102
Less: Related debt	<u>(2,711,811)</u>	<u>232,193</u>	<u>(2,479,618)</u>
Net Investment in Tangible Capital Assets	<u>12,180,492</u>	<u>3,120,992</u>	<u>15,301,484</u>
Total Accumulated Surplus	\$ <u>15,683,753</u>	<u>3,043,183</u>	<u>18,726,936</u>

See accompanying notes to the financial statements.

TOWN OF DALMENY

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	\$ 45,870	139,401,600	5,409,040	-	4,103,900	\$ 148,960,410
Regional Park Assessment						
Total Assessment						\$ 148,960,410
Mill Rate Factor(s)	1.0000	1.0000	1.0000	1.0000	1.0000	
Total Base/Minimum Tax (generated for each property class)	1.150	863,790	-	-	25,180	890,120
Total Municipal Tax Levy (include base and/or minimum tax and special levies)	\$ 1,370	1,558,881	-	-	44,879	1,605,130

MILLS

Average Municipal*	10.776
Average School*	5.130
Potash Mill Rate	-
Uniform Municipal Mill Rate	5.500

* 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 DALMENY
SCHEDULE OF COUNCIL REMUNERATION

Year ended December 31, 2017
with comparative figures for 2016

Position	Name	<u>Remuneration</u>	<u>Reimbursed Costs</u>	<u>Total</u>
		\$ -	-	-
Mayor	Jon Kroeker	7,341	1,203	8,544
Councillor	Ed Slack	3,263	408	3,671
Councillor	Jon Redekop	3,263	250	3,513
Councillor	Anna Zoller	3,263	541	3,804
Councillor	Christa Willems	3,263	876	4,139
Councillor	Robin Peters	2,447	450	2,897
Councillor	Greg Bueckert	<u>3,263</u>	<u>525</u>	<u>3,788</u>
Total		<u>\$ 26,103</u>	<u>4,253</u>	<u>30,356</u>

See accompanying notes to the financial statements.