



Rural Municipality of Prince Albert No. 461
Consolidated Financial Statements
December 31, 2015

Rural Municipality of Prince Albert No. 461

Contents

For the year ended December 31, 2015

	Page
Management's Responsibility	
Independent Auditors' Report	
Consolidated Financial Statements	
Statement 1 - Consolidated Statement of Financial Position	2
Statement 2 - Consolidated Statement of Operations	3
Statement 3 - Consolidated Statement of Changes in Net Financial Assets	4
Statement 4 - Consolidated Statement of Cash Flow	5
Notes to the Consolidated Financial Statements	6
Schedules	
Schedule 1 - Schedule of Taxes and Other Unconditional Revenue	13
Schedule 2 - Schedule of Operating and Capital Revenue by Function	14
Schedule 3 - Schedule of Total Expenses by Function	18
Schedule 4 - Schedule of Current Year Segment Disclosure by Function	21
Schedule 5 - Schedule of Prior Year Segment Disclosure by Function	22
Schedule 6 - Schedule of Tangible Capital Assets by Object	23
Schedule 7 - Schedule of Tangible Capital Assets by Function	24
Schedule 8 - Schedule of Accumulated Surplus	25
Schedule 9 - Schedule of Mill Rates and Assessments	26
Schedule 10 - Schedule of Council Remuneration	27

Management's Responsibility

To the Ratepayers of Rural Municipality of Prince Albert No. 461:

Management is responsible for the preparation and presentation of the accompanying consolidated financial statements, including responsibility for significant accounting judgments and estimates in accordance with Canadian public sector accounting standards. 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 consolidated 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 consolidated financial statements.

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

MNP LLP, an independent firm of Chartered Professional Accountants, is appointed by Council to audit the consolidated 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 Council and administration to discuss their audit findings.

April 14, 2016



Administrator

To the Reeve and Council of Rural Municipality of Prince Albert No. 461:

We have audited the accompanying consolidated financial statements of the Rural Municipality of Prince Albert No.461, which comprise the consolidated statement of financial position as at December 31, 2015, and the consolidated statements of operations, changes in net financial assets, cash flows and supporting schedules for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Consolidated Financial Statements

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

Auditors' Responsibility

Our responsibility is to express an opinion on these consolidated 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 consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the consolidated 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 consolidated 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 consolidated financial statements present fairly, in all material respects, the consolidated financial position of Rural Municipality of Prince Albert No.461 as at December 31, 2015, and the consolidated results of its operations, changes in its net financial assets, and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Prince Albert, Saskatchewan

MNP LLP

April 14, 2016

Chartered Professional Accountants

MNP

Rural Municipality of Prince Albert No. 461
 Consolidated Statement of Financial Position
 As at December 31, 2015

Statement 1

	2015	2014
ASSETS		
Financial Assets		
Cash and Temporary Investments (Note 5)	2,882,250	3,006,857
Taxes Receivable - Municipal (Note 3)	152,201	212,554
Other Accounts Receivable (Note 5)	813,123	498,022
Land for Resale	-	-
Long-Term Investments (Note 5)	467,518	853,306
Other (Water Utility Subscriber Loans Receivable)	57,264	105,930
Total Financial Assets	4,372,356	4,676,669

LIABILITIES		
Bank Indebtedness (Note 6)	-	-
Accounts Payable	1,404,973	693,379
Accrued Liabilities Payable	-	-
Deposits (Note 7)	9,781	11,245
Deferred Revenue (Note 3)	463,520	1,350,922
Accrued Landfill Costs	-	-
Other Liabilities	-	-
Long-Term Debt (Note 8)	241,948	546,838
Lease Obligations	-	-
Total Liabilities	2,120,222	2,602,384

NET FINANCIAL ASSETS	2,252,134	2,074,285
-----------------------------	------------------	------------------

Non-Financial Assets		
Tangible Capital Assets (Schedule F)	13,780,327	11,542,667
Prepayments and Deferred Charges	373	230
Stock and Supplies	525,291	170,119
Other	-	-
Total Non-Financial Assets	14,305,991	11,713,016

Accumulated Surplus	16,558,125	13,787,301
----------------------------	-------------------	-------------------

Approved on behalf of the Reeve and Council


 Reeve


 Councilor

Rural Municipality of Prince Albert No. 461
Consolidated Statement of Operations
As at December 31, 2015

Statement 2

	2015 Budget	2015	2014
Revenues			
Taxes and Other Unconditional Revenue (Schedule 2)	3,247,080	3,265,297	3,122,708
Fees and Charges (Schedules 4, 5)	1,059,161	1,176,111	1,072,277
Conditional Grants (Schedule 4, 5)	82,000	109,080	35,122
Tangible Capital Asset Sales - Gain (loss) (Schedule 4)	-	(48,482)	-
Land Sales - Gain (Schedule 4, 5)	-	(99)	-
Investment Income and Commissions (Schedule 4, 5)	30,600	31,734	53,845
Other Revenues (Schedule 4, 5)	39,803	22,733	58,859
Total Revenues	4,458,644	4,556,374	4,342,811
Expenses			
General Government Services (Schedule 3)	529,450	535,279	482,999
Protective Services (Schedule 3)	372,500	397,715	336,960
Transportation Services (Schedule 3)	2,324,250	2,439,107	2,579,627
Environmental and Public Health Services (Schedule 3)	103,000	119,443	96,559
Planning and Development Services (Schedule 3)	80,000	37,566	38,887
Recreation and Cultural Services (Schedule 3)	74,870	73,785	84,988
Utility Services (Schedule 3)	852,116	837,013	791,390
Total Expenses	4,336,186	4,439,908	4,411,410
Surplus (deficit) of Revenues over Expenses before Other Capital Contributions	122,458	116,466	(68,599)
Provincial/Federal Capital Grants and Contributions	2,005,897	2,654,358	654,747
Surplus of Revenues over Expenses	2,128,355	2,770,824	586,148
Accumulated Surplus, Beginning of Year	13,787,301	13,787,301	13,201,153
Accumulated Surplus, End of Year	15,915,656	16,558,125	13,787,301

See accompanying notes.

Rural Municipality of Prince Albert No. 461
 Consolidated Statement of Change in Net Financial Assets
 As at December 31, 2015

Statement 3

	2015 Budget	2015	2014
Surplus	2,128,355	2,770,824	586,148
(Acquisition) of tangible capital assets	(2,278,000)	(2,950,865)	(672,170)
Amortization of tangible capital assets	-	503,445	504,234
Proceeds on disposal of tangible capital assets	-	161,278	-
Loss (gain) on the disposal of tangible capital assets	-	48,482	-
Deficit of capital expenses over expenditures	(2,278,000)	(2,237,660)	(167,936)
(Acquisition) of supplies inventories	-	(525,291)	(170,119)
(Acquisition) of prepaid expense	-	(373)	(230)
Consumption of supplies inventory	-	170,119	200,308
Use of prepaid expense	-	230	179
Surplus (Deficit) of expenses of other non-financial over expenditures	-	(355,315)	30,138
Increase/Decrease in Net Financial Assets	(149,645)	177,849	448,350
Net Financial Assets - Beginning of Year	2,074,285	2,074,285	1,625,935
Net Financial Assets - End of Year	1,924,640	2,252,134	2,074,285

See accompanying notes.

Rural Municipality of Prince Albert No. 461
 Consolidated Statement of Cash Flow
 As at December 31, 2015

Statement 4

	2015	2014
Cash provided by (used for) the following activities		
Operating:		
Surplus	2,770,824	586,148
Amortization	503,445	504,234
Tangible capital asset transfer (note 14)	(495,000)	-
Loss (gain) on disposal of tangible capital assets	48,482	-
	<u>2,827,751</u>	<u>1,090,382</u>
Change in assets/liabilities		
Taxes Receivable - Municipal	60,353	(71,486)
Other Receivables	(315,101)	50,799
Land for Resale	-	-
Other Financial Assets	-	-
Accounts and accrued liabilities payable	711,594	(207,460)
Deposits	(1,464)	(186)
Deferred Revenue	(887,402)	591,630
Other Liabilities	-	-
Stock and supplies for use	(355,172)	30,189
Prepayments and Deferred Charges	(143)	(51)
Other (specify)	-	-
Net cash from operations	2,040,416	1,483,817
Capital:		
Acquisition of capital assets	(2,455,865)	(672,170)
Proceeds from the disposal of capital assets	161,278	-
Other capital	-	-
Net cash used for capital	(2,294,587)	(672,170)
Investing:		
Long-term investments	385,788	(3,024)
Other (Water Utility Subscriber Loans Receivable)	48,666	47,626
Net cash from investing	434,454	44,602
Financing:		
Long-term debt issued	176,000	229,800
Long-term debt repaid	(480,890)	(255,348)
Other financing	-	-
Net cash from (used for) financing	(304,890)	(25,548)
Increase (decrease) in cash resources	(124,607)	830,701
Cash and Investments - Beginning of Year	3,006,857	2,176,156
Cash and Investments - End of Year	2,882,250	3,006,857

See accompanying notes.

Rural Municipality of Prince Albert No. 461
Notes to the Consolidated Financial Statements
As at December 31, 2015

1. Significant accounting policies

The consolidated financial statements of the municipality are prepared by management in accordance with the Canadian public sector accounting policies established by the Public Sector Accounting Board of the Accounting Standards Oversight Council. Significant aspects of the accounting policies are as follows:

- a) **Basis of accounting:** The consolidated 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) **Reporting Entity:** The financial statements consolidate the assets, liabilities and flow of resources of the municipality. The entity is comprised of all of the organizations that are owned or controlled by the municipality and are, therefore, accountable to the Council for the administration of their financial affairs and resources. Entities included in these consolidated financial statements are as follows:

<u>Entity</u>	<u>Method of accounting</u>
Prince Albert Rural Water Utility	58.1% proportionate consolidation (2014 - 57.7%)

All inter-organizational transactions and balances have been eliminated.

- c) **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.
- d) **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
 - 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.
- 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 so 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 investment in Saskatchewan Rural Municipalities - Self insurance fund is accounted for on the equity basis.

1. Significant accounting policies - continued

- 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 in the ordinary course of business.
- 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 contribution. The tangible capital assets that are recognized at a nominal value are disclosed on Schedule 6. The cost of these tangible capital assets less any residual value are amortized over the asset's useful life using the straight-line method of amortization. The municipality's tangible capital asset useful lives are estimated as follows:

<u>Asset</u>	<u>Useful Life</u>
General Assets	
Land	Indefinite
Land Improvements	5 to 20 Yrs
Buildings	10 to 50 Yrs
Vehicles & Equipment	
Vehicles	5 to 10 Yrs
Machinery and Equipment	5 to 10 Yrs
Infrastructure Assets	
Infrastructure Assets	30 to 75 Yrs
Water & Sewer	60 Yrs
Road Network Assets	5 - 40 Yrs

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

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

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

Leases: All leases are recorded on the consolidated 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. Any other lease not meeting the before mentioned criteria is classified as a operating lease and rental payments are expensed as incurred.

Rural Municipality of Prince Albert No. 461
Notes to the Consolidated Financial Statements
As at December 31, 2015

1. Significant accounting policies - continued

- n) **Measurement Uncertainty:** The preparation of financial statements in conformity with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the consolidated 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.

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

The segments (functions) are as follows:

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

Protective Services: 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.

2. Cash and temporary investments

	2015	2014
Cash	2,496,138	2,990,355
Temporary Investments	386,112	16,502
Total Cash and temporary investments	2,882,250	3,006,857

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

	2015	2014
Municipal - Current	121,903	181,196
- Arrears	32,054	32,754
	153,957	213,950
- Less Allowance for Uncollectibles	(1,841)	(1,841)
Total municipal taxes receivable	152,116	212,109
School - Current	65,695	96,245
- Arrears	19,186	18,816
Total school taxes receivable	84,881	115,061
Other	10,133	10,950
Total taxes and grants in lieu receivable	247,130	338,120
Deduct taxes receivable to be collected on behalf of other organizations	(94,929)	(125,566)
Municipal and grants in lieu taxes receivable	152,201	212,554

Rural Municipality of Prince Albert No. 461
Notes to the Consolidated Financial Statements
As at December 31, 2015

	2015	2014
4. Other Accounts Receivable		
Federal government	151,405	105,182
Provincial government	438,864	133,339
Local government	-	-
Utility	139,538	160,841
Trade	12,032	13,940
Other (Utility custom work and accrued interest)	77,997	88,327
Total Other Accounts Receivable	819,836	501,629
Less Allowance for Uncollectibles	(6,713)	(3,607)
Net Other Accounts Receivable	813,123	498,022

5. Long-term investments

	2015	2014
Sask Assoc of Rural Municipalities - Self Insurance Fund	103,211	105,236
Term deposits	364,307	748,070
Total	467,518	853,306

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

6. Bank Indebtedness

As at December 31, 2015, the Municipality had an authorized line of credit totalling \$400,000 (2014 - \$400,000), none of which was drawn, interest is calculated at prime plus 0%. The line of credit is secured by taxes levied, unconditional provincial or federal grants receivable in the year.

7. Deposits

The deposits are liabilities of Prince Albert Rural Water Utility and have been included in these financial statements on proportionate consolidation basis.

8. Deferred revenue

	2015	2014
Gas tax - New Deal for Cities and Communities		
Opening deferred revenue	717,049	646,620
Grant distributions	204,537	204,177
Interest to date	6,133	6,075
Eligible costs	(464,199)	(139,823)
Ending deferred gas tax revenue	463,520	717,049
Provincial Disaster Assistance Program	-	633,873
Total Deferred Grant Revenue	463,520	1,350,922
Prepaid Taxes	-	-
Total deferred revenue	463,520	1,350,922

Rural Municipality of Prince Albert No. 461
Notes to the Consolidated Financial Statements
As at December 31, 2015

9. Long-term debt

The debt limit of the municipality is \$2,210,906. 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).

Utility Services:

Bank loans are owed by the Prince Albert Rural Water Utility and these have been included in these consolidated financial statements on proportionate consolidation basis. The total loans of the Utility are repayable in varying amounts, ranging from monthly to annual instalments at varying interest rates ranging from prime plus 1.00% to 5.29%.

Long-term debt of the Utility totalling \$39,014 (2014 - \$467,606) is guaranteed by the Rural Municipalities of Prince Albert, Buckland and Duck Lake.

Rural Municipality of Prince Albert No. 491:

A loan in the amount of \$131,244 is payable to Conexus Credit Union in monthly payments of \$5,966 plus interest at Conexus Credit Union prime. A loan in the amount of \$88,310 is payable to Conexus Credit Union with monthly payments of \$7,815 plus interest at Conexus Credit Union Prime. The loans are secured by term deposits.

Principal repayment amounts based on the existing repayment schedule are approximately:

Year	Utility	Transportation	Total
2016	11,197	157,207	168,404
2017	11,197	62,347	73,544
2018	-	-	-
2019	-	-	-
2020	-	-	-
Thereafter	-	-	-
Balance	<u>22,394</u>	<u>219,554</u>	<u>241,948</u>

10. Recent accounting pronouncement

Financial instruments

In June 2011, the Public Sector Accounting Board issued PS 3450 Financial Instruments to establish standards for recognition, measurement, presentation and disclosure of financial assets, financial liabilities and non-financial derivatives. As a result of issuance of PS 3450, there have been numerous consequential amendments made to other Sections. PS 3450 is effective for fiscal years beginning on or after April 1, 2016. Earlier adoption is permitted.

PS 3450 is applied prospectively in the fiscal year of initial adoption; therefore, financial instruments of prior periods, including comparative information, are not restated. The Municipality has not yet determined the effect of these new standards on its consolidated financial statements.

Rural Municipality of Prince Albert No. 461
Notes to the Consolidated Financial Statements
As at December 31, 2015

11. Budget

On May 8, 2015, the Council approved its operating budget on planned expenses relating to the current year funding and other current year sources of revenue.

12. Government Partnership

The financial position and results of operations of the Prince Albert Rural Water Utility as at and for the year ended December 31, 2015 are summarized as follows. The Rural Municipality of Prince Albert's proportionate share is 58.1%.

	<u>2015</u>	<u>2014</u>
Assets		
Cash and temporary investments	414,295	539,814
Subscriber custom work	126,770	129,123
Subscriber loans receivable	99,763	184,546
Utility billings receivable	243,098	280,211
Other accounts receivable	14,949	16,408
Total financial assets	<u>898,875</u>	<u>1,150,102</u>
Liabilities		
Accounts payable & accrued liabilities	27,508	35,876
Deferred revenue	17,041	19,591
Long term debt	39,014	467,606
Total liabilities	<u>83,563</u>	<u>523,073</u>
Net assets	<u>815,312</u>	<u>627,029</u>
Non-financial assets		
Tangible capital assets	7,560,476	7,487,850
Inventory	124,645	94,055
Total non-financial assets	<u>7,685,121</u>	<u>7,581,905</u>
Accumulated surplus	<u>8,500,433</u>	<u>8,208,934</u>
Change in accumulated surplus		
Revenues	1,748,116	1,647,806
Expenses	1,456,617	1,377,136
Surplus of revenues over expenses	<u>291,499</u>	<u>270,670</u>

Rural Municipality of Prince Albert No. 461
Notes to the Consolidated Financial Statements
As at December 31, 2015

13. 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.

14. Contributed tangible capital assets

In 2015, a 1.5 kilometer road with a value of \$495,000 was transferred from the Province of Saskatchewan to the Municipality. The transfer has been recorded in these consolidated financial statements as a capital grant and an addition to tangible capital assets.

15. Comparative figures

Prior year comparative figures have been restated to conform to the current year's presentation.

Rural Municipality of Prince Albert No. 461
 Schedule of Taxes and Other Unconditional Revenue
 As at December 31, 2015

Schedule 1

	2015 Budget	2015	2014
TAXES			
General municipal tax levy	1,944,240	1,944,639	1,785,945
Abatements and adjustments	(10,720)	(8,933)	(2,094)
Discount on current year taxes	(94,330)	(117,188)	(107,931)
Net Municipal Taxes	1,839,190	1,818,518	1,675,920
Potash tax share	-	-	-
Trailer license fees	-	-	-
Penalties on tax arrears	8,000	12,342	8,422
Special tax levy	343,460	348,400	342,940
Other (Annexation)	-	-	-
Total Taxes	2,190,650	2,179,260	2,027,282
UNCONDITIONAL GRANTS			
Equalization (Revenue Sharing)	585,000	585,419	585,000
Other (land gift)	-	199	-
Total Unconditional Grants	585,000	585,618	585,000
GRANTS IN LIEU OF TAXES			
Federal	470,000	499,429	509,447
Provincial			
S.P.C. Electrical	-	-	-
SaskEnergy Gas	-	-	-
TransGas	630	625	625
SPMC - Municipal Share	-	-	-
SaskTel	500	-	-
Other (Specify)	300	365	354
Local/Other			
Housing Authority	-	-	-
C.P.R. Mainline	-	-	-
Treaty Land Entitlement	-	-	-
Other (Specify)	-	-	-
Other Government Transfers			
S.P.C. Surcharge	-	-	-
Sask Energy Surcharge	-	-	-
Other (Specify)	-	-	-
Total Grants in Lieu of Taxes	471,430	500,419	510,426
TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	3,247,080	3,265,297	3,122,708

Rural Municipality of Prince Albert No. 461
 Schedule of Operating and Capital Revenue by Function
 As at December 31, 2015

Schedule 2 - 1

	2015 Budget	2015	2014
GENERAL GOVERNMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work	-	-	-
- Sales of supplies	-	-	-
- Other (Rentals, bank charges, general office services)	9,300	14,112	12,303
Total Fees and Charges	9,300	14,112	12,303
- Tangible capital asset sales - gain (loss)	-	-	-
- Land sales - gain (loss)	-	-	-
- Investment income and commissions	-	(99)	-
- Other (insurance proceeds)	30,600	15,939	31,849
Total Other Segmented Revenue	-	-	36,126
Conditional Grants	39,900	29,952	80,278
- Student Employment	-	-	-
- Other (Specify)	-	-	2,625
Total Conditional Grants	-	-	-
Total Operating	-	-	2,625
Capital	39,900	29,952	82,903
Conditional Grants			
- Gas Tax	-	-	-
- Canada/Sask Municipal Rural Infrastructure Fund	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other (CTP Primary Weight)	4,290	4,290	4,290
Total Capital	4,290	4,290	4,290
Total General Government Services	44,190	34,242	87,193

PROTECTIVE SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Other (Fire fees)	6,000	9,462	6,124
Total Fees and Charges	6,000	9,462	6,124
- Tangible capital asset sales - gain (loss)	-	-	-
- Other (Specify)	-	-	-
Total Other Segmented Revenue	-	-	-
Conditional Grants	6,000	9,462	6,124
- Student Employment	-	-	-
- Local government	-	-	-
- Other (Specify)	-	-	-
Total Conditional Grants	-	-	-
Total Operating	-	-	-
Capital	6,000	9,462	6,124
Conditional Grants			
- Gas Tax	-	-	-
- Provincial Disaster Assistance	-	-	-
- Local government	-	-	-
- Other (Specify)	-	-	-
Total Capital	-	-	-
Total Protective Services	6,000	9,462	6,124

Rural Municipality of Prince Albert No. 461
 Schedule of Operating and Capital Revenue by Function
 As at December 31, 2015

Schedule 2 - 2

TRANSPORTATION SERVICES

2015 Budget 2015 2014

Operating

Other Segmented Revenue			
Fees and Charges			
- Custom work	5,000	5,988	4,180
- Sales of supplies	8,500	7,985	6,852
- Road Maintenance and Restoration Agreements	6,930	71,005	88,767
- Frontage	-	-	-
- Other (Development charges)	2,000	15,569	5,905
Total Fees and Charges	22,430	100,547	105,704
- Tangible capital asset sales - gain (loss)	-	(50,579)	-
- Other (Specify)	-	-	-
Total Other Segmented Revenue	22,430	49,968	105,704
Conditional Grants			
- Primary Weight Corridor	-	-	-
- Student Employment	-	-	-
- Other (Pest control, Highway)	82,000	109,080	32,497
Total Conditional Grants	82,000	109,080	32,497
Total Operating	104,430	159,048	138,201

Capital

Conditional Grants			
- Gas Tax	-	464,219	139,823
- Canada/Sask Municipal Rural Infrastructure Fund	-	-	-
- Heavy Haul	-	-	-
- Designated Municipal Roads and Bridges	-	-	-
- Provincial Disaster Assistance	2,000,000	1,610,849	354,465
- Other (Building Canada, EFDRP, Provincial)	-	575,000	152,827
Total Capital	2,000,000	2,650,068	647,115
Total Transportation Services	2,104,430	2,809,116	785,316

ENVIRONMENTAL AND PUBLIC HEALTH SERVICES

Operating

Other Segmented Revenue			
Fees and Charges			
- Waste and Disposal Fees	-	-	-
- Other (Specify)	-	-	-
Total Fees and Charges	-	-	-
- Tangible capital asset sales - gain (loss)	-	-	-
- Other (Specify)	-	-	-
Total Other Segmented Revenue	-	-	-
Conditional Grants			
- Student Employment	-	-	-
- Local government	-	-	-
- Other (Specify)	-	-	-
Total Conditional Grants	-	-	-
Total Operating	-	-	-

Capital

Conditional Grants			
- Gas Tax	-	-	-
- Canada/Sask Municipal Rural Infrastructure Fund	-	-	-
- Transit for Disabled	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other (Specify)	-	-	-
Total Capital	-	-	-
Total Environmental and Public Health Services	-	-	-

Rural Municipality of Prince Albert No. 461
 Schedule of Operating and Capital Revenue by Function
 As at December 31, 2015

Schedule 2 - 3

PLANNING AND DEVELOPMENT SERVICES

Operating

	2015 Budget	2015	2014
Other Segmented Revenue			
Fees and Charges			
- Maintenance and Development Charges	26,000	66,464	27,644
- Other (Specify)	-	-	-
Total Fees and Charges	26,000	66,464	27,644
- Tangible capital asset sales - gain (loss)	-	-	-
- Other (Specify)	-	-	-
Total Other Segmented Revenue	26,000	66,464	27,644
Conditional Grants			
- Student Employment	-	-	-
- Other (Specify)	-	-	-
Total Conditional Grants	-	-	-
Total Operating	26,000	66,464	27,644

Capital

Conditional Grants			
- Gas Tax	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other (Specify)	-	-	-
Total Capital	-	-	-

Total Planning and Development Services

26,000	66,464	27,644
--------	--------	--------

RECREATION AND CULTURAL SERVICES

Operating

Other Segmented Revenue			
Fees and Charges			
- Other (Specify)	-	-	-
Total Fees and Charges	-	-	-
- Tangible capital asset sales - gain (loss)	-	-	-
- Other (Saskatchewan Lotteries)	-	-	-
Total Other Segmented Revenue	22,870	22,733	22,733
Conditional Grants	22,870	22,733	22,733
- Student Employment	-	-	-
- Local government	-	-	-
- Donations	-	-	-
- Other (Specify)	-	-	-
Total Conditional Grants	-	-	-
Total Operating	22,870	22,733	22,733

Capital

Conditional Grants			
- Gas Tax	-	-	-
- Local government	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other (Specify)	-	-	-
Total Capital	-	-	-

Total Recreation and Cultural Services

22,870	22,733	22,733
--------	--------	--------

Rural Municipality of Prince Albert No. 461
 Schedule of Operating and Capital Revenue by Function
 As at December 31, 2015

Schedule 2 - 4

	2015 Budget	2015	2014
UTILITY SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Water	995,431	985,526	920,502
- Sewer	-	-	-
- Other (Specify)	-	-	-
Total Fees and Charges	995,431	985,526	920,502
- Tangible capital asset sales - gain (loss)	-	2,097	-
- Other (Investment income and commissions)	16,933	15,795	21,996
Total Other Segmented Revenue	1,012,364	1,003,418	942,498
Conditional Grants			
- Student Employment	-	-	-
- Other (Specify)	-	-	-
Total Conditional Grants	-	-	-
Total Operating	1,012,364	1,003,418	942,498
Capital			
Conditional Grants			
- Gas Tax	-	-	-
- Sask Water Corp.	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other (Water Utility)	1,607	-	3,342
Total Capital	1,607	-	3,342
Total Utility Services	1,013,971	1,003,418	945,840
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	3,217,461	3,945,435	1,874,850
SUMMARY			
Total Other Segmented Revenue	1,129,564	1,181,997	1,184,981
Total Conditional Grants	82,000	109,080	35,122
Total Capital Grants and Contributions	2,005,897	2,654,358	654,747
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	3,217,461	3,945,435	1,874,850

Rural Municipality of Prince Albert No. 461
 Total Expenses by Function
 As at December 31, 2015

Schedule 3 - 1

	2015 Budget	2015	2014
GENERAL GOVERNMENT SERVICES			
Council remuneration and travel	47,500	42,187	47,554
Wages and benefits	292,000	297,176	270,729
Professional/Contractual services	112,300	113,093	92,773
Utilities	-	-	-
Maintenance, materials and supplies	64,000	65,764	57,406
Grants and contributions - operating	1,650	1,226	-
- capital	-	-	-
Amortization	-	7,159	7,160
Interest	12,000	8,674	7,377
Allowance for uncollectibles	-	-	-
Other (Emergency flood reduction program)	-	-	-
Total Government Services	529,450	535,279	482,999
PROTECTIVE SERVICES			
Police protection			
Wages and benefits	-	-	-
Professional/Contractual services	150,000	152,722	141,955
Utilities	-	-	-
Maintenance, material and supplies	-	-	-
Grants and contributions - operating	-	-	-
- capital	-	-	-
Other (Building inspections/permits)	30,000	43,299	11,850
Fire protections			
Wages and benefits	-	-	-
Professional/Contractual services	175,000	183,857	169,275
Utilities	-	-	-
Maintenance, material and supplies	-	-	-
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other (Bylaw control officer, allowance for uncollectibles)	17,500	17,837	13,880
Total Protective Services	372,500	397,715	336,960
TRANSPORTATION SERVICES			
Wages and benefits	913,750	836,746	821,819
Professional/Contractual Services	34,000	27,092	27,206
Utilities	1,500	894	1,484
Maintenance, materials, and supplies	830,000	778,373	945,784
Gravel	420,000	376,335	345,979
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization	-	357,729	365,325
Interest	-	-	-
Other (Culverts/drainage, EFDRP, PDAP)	125,000	61,938	72,030
Total Transportation Services	2,324,250	2,439,107	2,579,627

Rural Municipality of Prince Albert No. 461

Total Expenses by Function

As at December 31, 2015

Schedule 3 - 2

2015 Budget

2015

2014

ENVIRONMENTAL AND PUBLIC HEALTH SERVICES

Wages and benefits	-	-	-
Professional/Contractual services	31,000	48,442	25,558
Utilities	-	-	-
Maintenance, materials and supplies	-	-	-
Grants and contributions - operating	-	-	-
o Waste disposal	-	-	-
o Public Health	-	-	-
- capital	-	-	-
o Waste disposal	-	-	-
o Public Health	71,000	71,001	71,001
Amortization	-	-	-
Interest	-	-	-
Other (Pound fees)	1,000	-	-
Total Environmental and Public Health Services	103,000	119,443	96,559

PLANNING AND DEVELOPMENT SERVICES

Wages and benefits	-	-	-
Professional/Contractual Services	80,000	37,566	35,262
Grants and contributions - operating	-	-	2,625
- capital	-	-	1,000
Amortization	-	-	-
Interest	-	-	-
Other (Specify)	-	-	-
Total Planning and Development Services	80,000	37,566	38,887

RECREATION AND CULTURAL SERVICES

Wages and benefits	-	-	-
Professional/Contractual services	52,000	51,002	51,255
Utilities	-	-	-
Maintenance, materials and supplies	-	-	-
Grants and contributions - operating	22,870	22,783	33,733
- capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Allowance for uncollectibles	-	-	-
Other (Specify)	-	-	-
Total Recreation and Cultural Services	74,870	73,785	84,988

Rural Municipality of Prince Albert No. 461

Total Expenses by Function

As at December 31, 2015

Schedule 3 - 3

	2015 Budget	2015	2014
UTILITY SERVICES			
Wages and benefits	173,922	164,684	162,307
Professional/Contractual services	10,045	6,631	8,001
Utilities	32,259	31,089	27,969
Maintenance, materials and supplies	126,924	91,961	93,411
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization	103,320	138,557	131,749
Interest	8,725	6,656	15,756
Allowance for uncollectibles	-	-	-
Other (Water purchase)	396,921	397,435	352,197
Total Utility Services	852,116	837,013	791,390
TOTAL EXPENSES BY FUNCTION	4,336,186	4,439,908	4,411,410

Rural Municipality of Prince Albert No. 461
 Consolidated Schedule of Segment Disclosure by Function
 As at December 31, 2015

Schedule 4

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues								
Fees and Charges	14,112	9,462	100,547	-	66,464	-	985,526	1,176,111
Tangible Capital Asset Sales - Gain (loss)	-	-	(50,579)	-	-	-	2,097	(48,482)
Land Sales - Gain (loss)	(99)	-	-	-	-	-	-	(99)
Investment Income and Commissions	15,939	-	-	-	-	22,733	15,795	31,734
Other Revenues	-	-	109,080	-	-	-	-	22,733
Grants - Conditional	-	-	2,650,068	-	-	-	-	109,080
- Capital	4,290	-	-	-	-	-	-	2,654,358
Total revenues	34,242	9,462	2,809,116	-	66,464	22,733	1,003,418	3,945,435
Expenses								
Wages & Benefits	339,363	-	836,746	-	-	-	164,684	1,340,793
Professional/ Contractual Services	113,093	336,579	27,092	48,442	37,566	51,002	6,631	620,405
Utilities	-	-	894	-	-	-	31,089	31,983
Maintenance Materials and Supplies	65,764	-	1,154,708	-	-	-	91,961	1,312,433
Grants and Contributions	1,226	-	-	71,001	-	22,783	-	95,010
Amortization	7,159	-	357,729	-	-	-	138,557	503,445
Interest	8,674	-	-	-	-	-	6,656	15,330
Allowance for Uncollectibles	-	-	-	-	-	-	-	-
Other	-	61,136	61,938	-	-	-	397,435	520,509
Total expenses	535,279	397,715	2,439,107	119,443	37,566	73,785	837,013	4,439,908
Deficit by Function	(501,037)	(388,253)	370,009	(119,443)	28,898	(51,052)	166,405	(494,473)
Taxation and other unconditional revenue (including								
								3,265,297
Net Surplus								2,770,824

Rural Municipality of Prince Albert No. 461
 Consolidated Schedule of Tangible Capital Assets by Object
 as at December 31, 2015

Schedule 6

2015

2014

Asset cost	General Assets						Infrastructure Assets		General/Infrastructure Assets Under Construction		Total
	Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment	Linear assets	Assets Under Construction	Total	Total		
	38,204	11,422	606,803	85,319	3,246,823	13,503,715	332,622	17,924,908	17,252,738		
	13,920	-	19,224	398,790	2,488,897	30,033	2,950,865	672,170			
	-	-	-	(379,229)	-	-	(379,229)	-			
	-	-	-	-	195,904	(195,904)	-	-			
Closing Asset Costs	38,204	125,342	606,803	104,543	3,266,384	16,188,516	166,751	20,496,544	17,924,908		
Accumulated Amortization Cost											
Opening Accumulated Amortization Costs	-	2,476	99,662	75,677	1,050,713	5,153,713	-	6,382,241	5,878,007		
Add: Amortization taken	-	-	16,695	2,252	247,336	237,161	-	503,445	504,234		
Less: Accumulated amortization on disposals	-	-	-	-	(169,469)	-	-	(169,469)	-		
Closing Accumulated Amortization Costs	-	2,476	116,357	77,929	1,128,580	5,390,874	-	6,716,216	6,382,241		
Net Book Value	38,204	122,866	490,446	26,615	2,137,804	10,797,642	166,751	13,780,327	11,542,667		

1. Total contributed/donated assets received in 2015: \$ 495,000

2. List of assets recognized at nominal value in 2015 are:

- Infrastructure Assets \$
- Vehicles \$
- Machinery and Equipment \$

3. Amount of interest capitalized in 2015 \$

ral Municipality of Prince Albert No. 461
 Consolidated Schedule of Tangible Capital Assets by Function
 at December 31, 2015

Schedule 7

	2015						2014		
	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Water & Sewer	Total	Total
Asset cost									
Opening Asset costs	303,445	-	11,810,405	-	-	82,390	5,728,668	17,924,908	17,252,738
Additions during the year	-	-	2,751,193	-	-	-	199,672	2,950,865	672,170
Disposals and write-downs during the year	-	-	(330,660)	-	-	-	(48,569)	(379,229)	-
Closing Asset Costs	303,445	-	14,230,938	-	-	82,390	5,879,771	20,496,544	17,924,908
Accumulated Amortization Cost									
Opening Accumulated Amortization Costs	59,333	-	5,017,500	-	-	-	1,305,408	6,382,241	5,878,007
Add: Amortization taken	7,159	-	357,729	-	-	-	138,557	503,445	504,234
Less: Accumulated amortization on disposals	-	-	(140,328)	-	-	-	(29,141)	(169,469)	-
Closing Accumulated Amortization Costs	66,492	-	5,234,901	-	-	-	1,414,823	6,716,216	6,382,241
Net Book Value	236,953	-	8,996,037	-	-	82,390	4,464,947	13,780,327	11,542,667

Rural Municipality of Prince Albert No. 461
 Consolidated Schedule of Accumulated Surplus
 As at December 31, 2015

Schedule 8

	2014	Changes	2015
UNAPPROPRIATED SURPLUS	808,930	225,820	1,034,750

APPROPRIATED RESERVES

Essential services	248,473	-	248,473
Public Reserve	60,865	-	60,865
Municipal stabilization	295,363	-	295,363
Shop Development	-	144,348	144,348
Hwy 11 Commercial corridor plan	-	30,000	30,000
Utility	717,322	(155,392)	561,930
Pineview Terrace	16,502	(16,502)	-
Other (Road maintenance)	644,017	-	644,017
Total Appropriated	1,982,542	2,454	1,984,996

ORGANIZED HAMLETS (add lines if required)

Organized Hamlet of (Name)	-	-	-
Organized Hamlet of (Name)	-	-	-
Organized Hamlet of (Name)	-	-	-
Organized Hamlet of (Name)	-	-	-
Organized Hamlet of (Name)	-	-	-
Organized Hamlet of (Name)	-	-	-
Total Organized Hamlets	-	-	-

NET INVESTMENT IN TANGIBLE CAPITAL ASSETS

Tangible capital assets	11,542,667	2,237,660	13,780,327
Less: Related debt	(546,838)	304,890	(241,948)
Net Investment in Tangible Capital Assets	10,995,829	2,542,550	13,538,379

Total Accumulated Surplus	13,787,301	2,770,824	16,558,125
----------------------------------	-------------------	------------------	-------------------

Municipality of Prince Albert
 Schedule of Mill Rates and Assessments
 As at December 31, 2015

Schedule 9

	PROPERTY CLASS						Total
	Agriculture	Residential	Residential Condominium	Seasonal Residential	Commercial & Industrial	Potash Mine(s)	
Taxable Assessment	51,721,380	147,876,380	-	-	36,116,100	-	235,713,860
Regional Park Assessment							
Total Assessment							235,713,860
Mill Rate Factor(s)							
Total Base/Minimum Tax (generated for each property class)							
Total Municipal Tax Levy (include base and/or minimum tax and special levies)	426,701	1,219,980	-	-	297,958	-	1,944,639

MILL RATES:

	MILLS
Average Municipal*	8.2500
Average School*	5.0100
Potash Mill Rate	0.0000
Uniform Municipal Mill Rate	8.2500

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

Rural Municipality of Prince Albert No. 461
Schedule of Council Remuneration
As at December 31, 2015

Schedule 10

Position	Name	Remuneration	Reimbursed	
			Costs	Total
Reeve	Norma Sheldon	13,550	712	14,262
Councillor	Ted Hradec	3,315	202	3,517
Councillor	Paul Rybka	4,548	1,052	5,600
Councillor	Robert Placsko	2,090	250	2,340
Councillor	Barton Franc	820	126	946
Councillor	Richard Wilson	3,705	1,230	4,935
Councillor	Eugene Matwishyn	6,315	927	7,242
Councillor	Michel Ethier	2,690	611	3,301
Total		37,033	5,110	42,143