

**RURAL MUNICIPALITY OF CANWOOD NO. 494**  
**Consolidated Financial Statements**  
**Year Ended December 31, 2018**

	Page
MANAGEMENT'S RESPONSIBILITY	1
AUDITORS' REPORT	2 - 3
CONSOLIDATED FINANCIAL STATEMENTS	
Consolidated Statement of Financial Position	4
Consolidated Statement of Operations	5
Consolidated Statement of Change in Net Financial Assets	6
Consolidated Statement of Cash Flow	7
Notes to Consolidated Financial Statements	8 - 15
Taxes and Other Unconditional Revenue ( <i>Schedule 1</i> )	16
Schedule of Operating and Capital Revenue by Function ( <i>Schedule 2 - 1</i> )	17
Schedule of Operating and Capital Revenue by Function ( <i>Schedule 2 - 2</i> )	18
Schedule of Operating and Capital Revenue by Function ( <i>Schedule 2 - 3</i> )	19
Schedule of Operating and Capital Revenue by Function ( <i>Schedule 2 - 4</i> )	20
Total Expenses by Function ( <i>Schedule 3 - 1</i> )	21
Total Expenses by Function ( <i>Schedule 3 - 2</i> )	22
Total Expenses by Function ( <i>Schedule 3 - 3</i> )	23
Consolidated Schedule of Segment Disclosure by Function ( <i>Schedule 4</i> )	24
Consolidated Schedule of Segment Disclosure by Function ( <i>Schedule 5</i> )	25
Consolidated Schedule of Tangible Capital Assets by Object ( <i>Schedule 6</i> )	26
Consolidated Schedule of Tangible Capital Assets by Function ( <i>Schedule 7</i> )	27
Consolidated Schedule of Accumulated Surplus ( <i>Schedule 8</i> )	28
Schedule of Mill Rates and Assessments ( <i>Schedule 9</i> )	29
Schedule of Council Remuneration ( <i>Schedule 10</i> )	30

---

## Management's Responsibility

---

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

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

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

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



Lorna Benson, Administrator



Mr. Lyndon Pease, Reeve

Canwood, SK

Date:

April 24/19

---

## INDEPENDENT AUDITOR'S REPORT

---

To the Council of the Rural Municipality of Canwood No. 494:

### *Opinion*

We have audited the consolidated financial statements of the Rural Municipality of Canwood No. 494 (the Municipality), which comprise the consolidated statement of financial position as at December 31, 2018, and the consolidated statements of operations and cash flow for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

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

### *Basis for Opinion*

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

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

Management is responsible for the preparation and fair presentation of the 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.

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

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

### *Auditor's Responsibilities for the Audit of the Consolidated Financial Statements*

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements. As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Municipality's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Municipality's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Municipality to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Rosthern, SK  
April 22, 2019



Chartered Professional Accountants

**RURAL MUNICIPALITY OF CANWOOD NO. 494**  
**Consolidated Statement of Financial Position**  
**As at December 31, 2018**

**Statement 1**

	2018	2017
<b>FINANCIAL ASSETS</b>		
Cash (Note 2)	\$ 2,096,543	\$ 1,737,445
Taxes Receivable (Note 3)	488,748	431,172
Other Accounts Receivable (Note 4)	227,314	267,371
Land for Resale (Note 5)	13,547	13,580
Long-Term Investments (Note 6)	438,043	439,743
Debt Charges Recoverable (Note 7)	-	-
Other	-	-
<b>Total Financial Assets</b>	<b>3,264,195</b>	<b>2,889,311</b>
<b>LIABILITIES</b>		
Bank indebtedness (Note 8)	-	-
Accounts Payable	186,467	294,064
Accrued Liabilities Payable	61,695	-
Deposits	-	-
Deferred Revenue (Note 9)	7,785	13,614
Accrued Landfill Costs (Note 10)	210,187	251,845
Liability for Contaminated Sites (Note 11)	-	-
Other Liabilities	-	-
Long term debt (Note 12)	2,385,382	511,871
Lease Obligations (Note 13)	-	-
<b>Total Liabilities</b>	<b>2,851,516</b>	<b>1,071,394</b>
<b>NET FINANCIAL ASSETS</b>	<b>412,679</b>	<b>1,817,917</b>
<b>NON-FINANCIAL ASSETS</b>		
Tangible Capital Assets(Schedule 6, 7)	13,245,075	11,544,884
Prepayments and Deferred Charges	1,365	3,082
Stock and Supplies	362,915	370,530
Other (Note 14)	-	-
<b>Total Non-Financial Assets</b>	<b>13,609,355</b>	<b>11,918,496</b>
<b>ACCUMULATED SURPLUS (Schedule 8)</b>	<b>\$ 14,022,034</b>	<b>\$ 13,736,413</b>

**RURAL MUNICIPALITY OF CANWOOD NO. 494**
**Consolidated Statement of Operations**
**Year Ended December 31, 2018**
**Statement 2**

	Budget 2018	2018	2017
<b>REVENUES</b>			
Taxes and Other Unconditional Revenue (Schedule 1)	\$ 3,144,309	\$ 3,080,499	\$ 2,915,490
Fees and Charges (Schedule 4, 5)	202,300	785,910	835,177
Conditional Grants (Schedule 4, 5)	58,000	114,183	1,516
Tangible Capital Assets Sales - Gain (Loss) (Schedule 4, 5)	75,000	(61,912)	(185,426)
Land Sales - Gain (Loss) (Schedule 4, 5)	-	433	-
Investment Income and Commissions (Schedule 4, 5)	14,500	15,864	11,955
Other Revenues (Schedule 4, 5)	-	3,700	18,133
<b>Total Revenues</b>	<b>3,494,109</b>	<b>3,938,677</b>	<b>3,596,845</b>
<b>EXPENSES</b>			
General Government Services (Schedule 3)	501,655	473,608	456,229
Protective Services (Schedule 3)	149,000	91,902	89,826
Transportation Services (Schedule 3)	2,517,300	2,510,763	2,550,130
Environmental and Public Health Services (Schedule 3)	138,890	644,906	543,327
Planning and Development Services (Schedule 3)	6,500	-	245
Recreation and Cultural Services (Schedule 3)	38,300	46,812	45,898
Utility Services (Schedule 3)	-	-	-
<b>Total Expenses</b>	<b>3,351,645</b>	<b>3,767,991</b>	<b>3,685,655</b>
<b>Surplus (Deficit) of Revenues over Expenses before Other Capital Contributions</b>	<b>142,464</b>	<b>170,686</b>	<b>(88,810)</b>
Provincial/Federal Capital Grants and Contributions (Schedule 4, 5)	106,142	114,937	110,952
<b>Surplus (Deficit) of Revenues over Expenses</b>	<b>248,606</b>	<b>285,623</b>	<b>22,142</b>
Accumulated Surplus (Deficit), Beginning of Year	13,736,413	13,736,411	13,714,271
<b>ACCUMULATED SURPLUS - END OF YEAR</b>	<b>\$ 13,985,019</b>	<b>\$ 14,022,034</b>	<b>\$ 13,736,413</b>

**Cogent**

CHARTERED PROFESSIONAL  
ACCOUNTANTS LLP

**RURAL MUNICIPALITY OF CANWOOD NO. 494**
**Consolidated Statement of Change in Net Financial Assets**
**Year Ended December 31, 2018**
**Statement 3**

	Budget 2018	2018	2017
<b>Surplus (Deficit)</b>	\$ 248,606	\$ 285,623	\$ 22,142
(Acquisition) of tangible capital assets	-	(2,335,963)	(1,221,489)
Amortization of tangible capital assets	476,050	541,960	466,893
Proceeds on disposal of tangible capital assets	-	31,898	344,022
Loss (gain) on the disposal of tangible capital assets	-	61,912	185,426
<b>Surplus (Deficit) of capital expenses over expenditures</b>	<b>476,050</b>	<b>(1,700,193)</b>	<b>(225,148)</b>
(Acquisition) of supplies inventories	-	(362,915)	(370,530)
(Acquisition) of prepaid expense	-	(1,365)	(3,082)
Consumption of supplies inventory	-	370,530	435,365
Use of prepaid expense	-	3,082	443
<b>Surplus (Deficit) of expenses of other non-financial over expenditures</b>	<b>-</b>	<b>9,332</b>	<b>62,196</b>
<b>Increase/Decrease in Net Financial Assets</b>	<b>724,656</b>	<b>(1,405,238)</b>	<b>(140,810)</b>
<b>Net Financial Assets (Debt) - Beginning of Year</b>	<b>1,817,917</b>	<b>1,817,917</b>	<b>1,958,727</b>
<b>Net Financial Assets (Debt) - End of Year</b>	<b>\$ 2,542,573</b>	<b>\$ 412,679</b>	<b>\$ 1,817,917</b>

**RURAL MUNICIPALITY OF CANWOOD NO. 494**
**Consolidated Statement of Cash Flow**
**Year Ended December 31, 2018**
**Statement 4**

	2018	2017
<b>Cash provided by (used for) the following activities</b>		
<b>Operating:</b>		
Surplus (Deficit)	\$ 285,623	\$ 22,142
Amortization	541,960	466,893
Loss (gain) on disposal of tangible capital assets	61,912	185,426
	<u>889,495</u>	<u>674,461</u>
Change in assets/liabilities		
Taxes Receivable - Municipal	(57,577)	(13,295)
Other Receivables	40,057	131,195
Land for Resale	33	-
Accounts Payable and Accrued Liabilities	(45,902)	160,073
Deferred Revenue	(5,829)	8,614
Accrued Landfill Costs	(41,658)	239,845
Prepayments and Deferred Charges	1,717	(2,638)
Stock and Supplies	7,615	64,835
	<u>(101,544)</u>	<u>588,629</u>
<b>Cash provided by operating transactions</b>	<u>787,951</u>	<u>1,263,090</u>
<b>Capital:</b>		
Acquisition of capital assets	(2,335,963)	(1,221,489)
Proceeds from disposal of capital assets	31,898	344,022
<b>Cash applied to capital transactions</b>	<u>(2,304,065)</u>	<u>(877,467)</u>
<b>Investing:</b>		
Long-Term Investments	1,700	(2,482)
Other investments	-	-
<b>Cash provided by (applied to) investing transactions</b>	<u>1,700</u>	<u>(2,482)</u>
<b>Financing:</b>		
Debt charges recovered	-	-
Long-term debt issued	-	-
Long-term debt repaid	-	-
Other financing	-	-
Proceeds from long term financing	2,135,437	353,685
Repayment of long term debt	(261,925)	(164,769)
<b>Cash provided by (applied to) financing transactions</b>	<u>1,873,512</u>	<u>188,916</u>
<b>Change in Cash and Temporary Investments during the year</b>	<u>359,098</u>	<u>572,057</u>
<b>Cash and Temporary Investments - Beginning of Year</b>	<u>1,737,445</u>	<u>1,165,388</u>
<b>Cash and Temporary Investments - End of Year (Note 2)</b>	<u>\$ 2,096,543</u>	<u>\$ 1,737,445</u>

**1. Significant accounting policies**

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

**Basis of accounting:** The consolidated 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.

**(a) Reporting Entity:**

The consolidated 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:

Entity: Highway 55 Waste Management Corporation (60%)

All inter-organizational transactions and balances have been eliminated.

**(b) Collection of funds for other authorities:**

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

**(c) 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 revenue in the period that the events giving rise to the transfer occur, providing:

- a) the transfers are authorized
- b) any eligibility criteria have been met; and
- c) reasonable estimates of the amounts can be made.

Unearned government transfer amounts received will be recorded as deferred revenue.

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

**(d) Deferred Revenue - Fees and Charges:**

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

**(e) Local Improvement Charges:**

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

**(f) 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.

**(g) 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.

**(h) 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.

(continues)

**1. Significant accounting policies (continued)****(i) 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.

**(j) Investments:**

Portfolio investments are valued at the lower of cost, less any provisions for other than temporary impairment. Investments with terms of 91 days to one year have been classified as other short-term investments and 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.

**(k) 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.

**(l) 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 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. Tangible capital assets that are recognized at a nominal value are disclosed on Schedule 6. The municipality's tangible capital asset useful lives are estimated as follows:

<u>Asset</u>	<u>Useful Life</u>
<b>General Assets</b>	
Land	Indefinite
Land Improvements	5 to 20 Years
Buildings	10 to 50 Years
Vehicles & Equipment	
Vehicles	5 to 10 Years
Machinery and Equipment	5 to 10 Years
<b>Infrastructure Assets</b>	
Infrastructure Assets	30 to 75 Years
Water & Sewer	30 to 75 Years
Road Network 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 municipality does not capitalize interest incurred while a tangible capital asset is under construction.

**Leases:** All leases are recorded on the consolidated financial statements as either a capital or operating lease. Any lease that transfers substantially all of the benefits and risk associated with the leased asset is classified as a capital lease and recorded as a tangible capital asset. 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 lease 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.

(continues)

1. **Significant accounting policies** *(continued)*

(m) **Landfill liability:**

The municipality maintains a waste disposal site. The annual provision is reported as an expense and the accumulated provision is reported on the Consolidated Statement of Financial Position. Recommended disclosure is provided in Note 10.

The municipality does not maintain a waste disposal site, but its reporting entity does.

(n) **Trust Funds:**

Funds held in trust for others, under a trust agreement or statute, are not included in the consolidated financial statements as they are not controlled by the municipality. Trust fund activities administered by the municipality are disclosed in Note 18.

(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 their contributions.

(p) **Liability for Contaminated Sites:**

Contaminated sites are a result of contamination being introduced into air, soil, water or sediment of a chemical, organic or radioactive material or live organism that exceeds an environmental standard. The liability is recorded net of any expected recoveries. A liability for remediation of contaminated sites is recognized when all the following criteria are met:

- a) an environmental standard exists;
- b) contamination exceeds the environmental standard;
- c) The municipality:
  - i. is directly responsible; or
  - ii. accepts responsibility;
- d) it is expected that future economic benefits will be given up; and
- e) a reasonable estimate of the amount can be made.

(q) **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 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.

*(continues)*

---

1. **Significant accounting policies** (*continued*)

(r) **Basis of segmentation/Segment report:**

The municipality follows 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:** Provides for the administration of the municipality.

**Protective Services:** Comprised of expenses for Police and Fire protection.

**Transportation Services:** 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:** Provides for neighbourhood development and sustainability.

**Recreation and Culture:** Provides for community services through the provision of recreation and leisure services.

**Utility Services:** Provides for delivery of water, collecting and treating of wastewater and providing collection and disposal of solid waste.

(s) **Budget Information:**

Budget Information: Budget information is presented on a basis consistent with that used for actual results. The budget was approved by Council on June 29, 2018.

(t) **New Accounting Standards:**

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

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

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

**PS 3210 Assets** provides additional guidance for applying the definition of assets and establishing disclosure requirements for assets. Disclosure about the major categories of assets that are not recognized is required. When an asset is not recognized because a reasonable estimate cannot be made, the reason(s) for this should be disclosed.

The adoption of this standard has no impact on the consolidated financial statements.

**PS 3320 Contingent Assets** defines and establishes disclosure standards on the reporting and disclosure of possible assets that may arise from existing conditions or situations involving uncertainty. Disclosure is required when the occurrence of the confirming future event is likely.

The municipality does not have any reportable contingent assets.

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

The municipality does not have any reportable contractual rights.

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

This standard has no impact on the consolidated financial statements.

---

**2. Cash and Temporary Investments**

	2018	2017
Cash	\$ 1,824,830	\$ 1,521,392
Temporary Investments	-	-
Restricted Cash	271,713	216,053
<b>Total Cash and Temporary Investments</b>	<b>\$ 2,096,543</b>	<b>\$ 1,737,445</b>

Cash and temporary investments include balances with banks, term deposits, marketable securities and short-term investments with maturities of three months or less. Cash subject to restrictions that prevent its use for current purposes is included in restricted cash.

**3. Taxes Receivable - Municipal**

	2018	2017
<u>Municipal</u>		
- current	\$ 309,945	\$ 257,787
- arrears	192,531	187,114
	502,476	444,902
Less - allowance for uncollectibles	(13,728)	(13,728)
Total municipal taxes receivable	488,748	431,173
<u>School</u>		
- current	70,892	59,744
- arrears	39,537	45,551
Total school taxes receivable	110,429	105,295
Other (Hail)	3,097	20,559
Total taxes and grants in lieu receivable	602,274	557,027
Deduct taxes receivable to be collected on behalf of other organizations	(113,526)	(125,855)
<b>Total Taxes Receivable - Municipal</b>	<b>\$ 488,748</b>	<b>\$ 431,172</b>

**4. Other Accounts Receivable**

	2018	2017
Federal Government	\$ 70,817	\$ 89,520
Provincial Government	5,615	-
Local Government	5,550	-
Utility	-	-
Trade	74,729	94,647
Other (Highway 55 Waste Management Corporation)	70,603	83,204
Total Other Accounts Receivable	227,314	267,371
Less: allowance for uncollectibles	-	-
<b>Net Other Accounts Receivable</b>	<b>\$ 227,314</b>	<b>\$ 267,371</b>

**5. Land for Resale**

	2018	2017
Tax Title Property	\$ 13,547	\$ 13,580
Allowance for market value adjustment	-	-
Net Tax Title Property	13,547	13,580
Other Land	-	-
Allowance for market value adjustment	-	-
Net Other Land	-	-
<b>Total Land for Resale</b>	<b>\$ 13,547</b>	<b>\$ 13,580</b>

**6. Investments**

	2018	2017
<b>Short-term Investments</b>		
<b>Long-term Investments</b>		
Sask. Assoc. of Rural Municipalities - Self Insurance Fund	\$ 102,484	\$ 104,184
Regional Waste Management	335,317	335,317
Credit Union Equity	242	242
<b>Total Investments</b>	<b>\$ 438,043</b>	<b>\$ 439,743</b>

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

All other investments are recorded at cost which approximates their fair value as at December 31.

**7. Debt Charges Recoverable**

	2018	2017
Current debt charges recoverable	\$ -	\$ -
Non-current debt charges recoverable	-	-
<b>Total Debt Charges Recoverable</b>	<b>\$ -</b>	<b>\$ -</b>

**8. Bank Indebtedness**

The Municipality has no lines of credits as of December 31, 2018.

**9. Deferred Revenue**

	2018	2017
BRFN Fire Retainer	\$ 5,000	\$ 5,000
Other (Highway 55 Waste Management Corporation)	2,785	8,614
<b>Total Deferred Revenue</b>	<b>\$ 7,785</b>	<b>\$ 13,614</b>

**10. Accrued Landfill Costs**

	2018	2017
Accrued Landfill Costs	\$ 210,187	\$ 251,845

The municipality does not directly own a landfill. However, as a member of the Highway 55 Waste Management Corporation, a para-municipal corporation, the municipality recognizes its proportionate share of the corporations accrued landfill closure costs.

**11. Liability for Contaminated Sites**

The Municipality has no liability for contaminated sites.

**12. Long-term Debt**

The debt limit of the municipality is \$3,004,325. 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(1)).

Bank loan of \$96,328 is repayable at the Affinity Credit Union in annual blended payments of \$50,951 on November 1 of each year and matures in 2020. The loan bears interest at a rate of 3.59% per annum and is secured by a general security agreement. The loan is callable on demand.

Debenture of \$2,000,000 is repayable to Affinity Credit Union in annual blended payments of \$138,819 on February 1 of each year and matures in 2038. The loan bears interest at a rate of 3.35% per annum and is secured by a general security agreement. The loan is callable on demand.

Finance loan of \$138,989 was repaid to Caterpillar Finance in 2018.

Future principal and interest payments are as follows:

Year	Principal	Interest	2018	2017
2019	\$ 119,312	\$ 70,458	\$ 189,770	\$ 50,951
2020	123,061	66,709	189,770	50,951
2021	76,711	62,108	138,819	-
2022	79,281	59,538	138,819	-
2023	81,937	56,882	138,819	-
Thereafter	1,616,026	466,260	2,082,286	-
Balance	2,096,328	781,955	2,878,283	101,902

Following is the Municipality's proportionate share of Highway 55 Waste Management Corporation (the "Corporation") loans. Currently, the Corporation holds three active loans with total monthly blended payments of \$11,948 at various interest rates. Two of the loans have no security while the third is secured by a general security agreement over a specific piece of equipment with a carrying value of \$250,681.

Future principal repayments are estimated as follows:

Year				
2019	79,870	6,156	86,026	47,873
2020	83,611	2,415	86,026	49,575
2021	84,274	1,752	86,026	47,873
2022	33,367	99	33,466	13,361
2023	7,200	-	7,200	41,818
Thereafter	732	-	732	-
Balance	289,054	10,422	299,476	200,500
	\$ 2,385,382	\$ 792,377	\$ 3,177,759	\$ 302,402

**13. Lease Obligations**

The Municipality has no lease obligations.

**14. Other Non-financial Assets**

The municipality has no other non-financial assets.

**15. 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.

**16. Pension Plan**

The municipality is an employer member of the Municipal Employee Pension Plan (MEPP), which is a multi-employer defined benefit pension plan. The Commission of MEPP, representing plan member employers, is responsible for overseeing the management of the pension plan, including investment of assets and administration of benefits. The municipality pension expense in 2018 was \$70,693. 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.

---

**17. Trusts Administered by the Municipality**

The municipality does not administer any trusts.

---

**18. Related Parties**

The consolidated financial statements include transactions with related parties. The municipality is related to Highway 55 under the common control of the Council.

Transactions with these related parties are in the normal course of operations and are settled on normal trade terms.

---

**19. Contingent Assets**

The Municipality does not have any current contingent assets.

---

**20. Contractual Rights**

Contractual rights are rights to economic resources arising from contracts or agreements that will result in an asset and revenue in the future. The municipality does not have any contractual rights.

---

**21. Contractual Obligations and Commitments**

The municipality has not entered into any multiple-year contracts for the delivery of services or the construction of tangible capital assets which would become liabilities in the future when the terms of the contracts are met.

---

**RURAL MUNICIPALITY OF CANWOOD NO. 494**
**Schedule of Taxes and Other Unconditional Revenue**
**Year Ended December 31, 2018**
**Schedule 1**

	Budget 2018	2018	2017
<b>TAXES</b>			
General municipal tax levy	\$ 2,480,000	\$ 2,464,068	\$ 2,260,932
Abatements and adjustments	25,000	(11,247)	(31,249)
Discount on current year taxes	(90,000)	(99,420)	(90,623)
<b>Net Municipal Taxes</b>	<b>2,415,000</b>	<b>2,353,401</b>	<b>2,139,060</b>
Potash tax share	-	-	-
Trailer license fees	-	-	-
Penalties on tax arrears	25,000	23,963	22,950
Special tax levy	-	-	-
Other	-	1,265	-
<b>Total Taxes</b>	<b>2,440,000</b>	<b>2,378,629</b>	<b>2,162,010</b>
<b>UNCONDITIONAL GRANTS</b>			
Equalization (Revenue Sharing)	674,309	674,212	725,698
Organized Hamlet	-	-	-
Other	-	-	-
<b>Total Unconditional Grants</b>	<b>674,309</b>	<b>674,212</b>	<b>725,698</b>
<b>GRANTS IN LIEU OF TAXES</b>			
Provincial			
S.P.C. Electrical	-	-	-
SaskEnergy Gas	-	-	-
Transgas	-	-	-
Central Services	-	-	-
SaskTel	10,000	9,808	9,686
Other	-	-	-
Local/Other			
Housing Authority	-	-	-
C.P.R. Mainline	-	-	-
Treaty land Entitlement	-	-	-
Other (SARM)	20,000	17,850	18,096
Other Government Transfers			
S.P.C. Surcharge	-	-	-
SaskEnergy Surcharge	-	-	-
Other	-	-	-
<b>Total Grants in Lieu of Taxes</b>	<b>30,000</b>	<b>27,658</b>	<b>27,782</b>
<b>TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE</b>	<b>\$ 3,144,309</b>	<b>\$ 3,080,499</b>	<b>\$ 2,915,490</b>

	Budget 2018	2018	2017
<b>GENERAL GOVERNMENT SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and charges	\$ 5,100	\$ 3,320	\$ 3,669
- Custom work	-	-	-
- Sales of supplies	-	-	-
- Other - Rentals	200	1,100	200
Total Fees and Charges	5,300	4,420	3,869
- Tangible capital asset sales - gain (loss)	-	-	-
- Land sales - gain (loss)	-	433	-
- Investment income and commissions	14,500	15,864	11,955
- Other	-	3,700	18,133
Total Other Segmented Revenue	19,800	24,417	33,957
Conditional Grants			
- Student Employment	-	-	-
- Other	-	-	-
Total Conditional Grants	-	-	-
<b>Total Operating</b>	<b>19,800</b>	<b>24,417</b>	<b>33,957</b>
<b>Capital</b>			
Conditional Grants			
- Federal Gas Tax	-	-	-
- Canada/Sask Municipal Rural Infrastructure Fund	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other	-	-	-
<b>Total Capital</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total General Government Services</b>	<b>19,800</b>	<b>24,417</b>	<b>33,957</b>
<b>PROTECTIVE SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and charges	32,000	24,713	22,063
- Other	-	-	-
Total Fees and Charges	32,000	24,713	22,063
- Tangible capital asset sales - gain (loss)	-	-	-
- Other	-	-	-
Total Other Segmented Revenue	32,000	24,713	22,063
Conditional Grants			
- Student Employment	-	-	-
- Local government	-	-	-
- Other	-	-	-
Total Conditional Grants	-	-	-
<b>Total Operating</b>	<b>32,000</b>	<b>24,713</b>	<b>22,063</b>
<b>Capital</b>			
Conditional Grants			
- Federal Gas Tax	-	-	-
- Provincial Disaster Assistance	-	-	-
- Local government	-	-	-
- Other	-	-	-
<b>Total Capital</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Protective Services</b>	<b>\$ 32,000</b>	<b>\$ 24,713</b>	<b>\$ 22,063</b>

**RURAL MUNICIPALITY OF CANWOOD NO. 494**
**Schedule of Operating and Capital Revenue by Function**
**Year Ended December 31, 2018**
**Schedule 2 - 2**

	Budget 2018	2018	2017
<b>TRANSPORTATION SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges	\$ -	\$ -	\$ -
- Custom work	10,000	11,767	5,074
- Sales of supplies	65,000	68,150	63,557
- Road Maintenance and Restoration			
Agreements	51,000	6,237	45,789
- Frontage	-	-	-
- Other (SARM)	3,000	1,673	4,022
Total Fees and Charges	129,000	87,827	118,442
- Tangible capital asset sales - gain (loss)	75,000	(61,912)	(179,010)
- Other	-	-	-
Total Other Segmented Revenue	204,000	25,915	(60,568)
Conditional Grants			
- MREP (CTP)	56,500	113,000	-
- Student Employment	-	-	-
- Other (Rat control)	1,500	1,183	1,516
Total Conditional Grants	58,000	114,183	1,516
<b>Total Operating</b>	<b>262,000</b>	<b>140,098</b>	<b>(59,052)</b>
<b>Capital</b>			
Conditional Grants			
- Gas Tax	89,142	87,006	86,579
- Canada/Sask Municipal Rural Infrastructure Fund	-	-	-
- Heavy Haul	-	-	-
- MREP (Heavy Haul, CTP, Municipal Bridges)	-	-	-
- Provincial Disaster Assistance	-	-	4,076
- Other (Sask. Water / Mistawasis First Nation)	17,000	27,931	20,297
Total Capital	106,142	114,937	110,952
<b>Total Transportation Services</b>	<b>368,142</b>	<b>255,035</b>	<b>51,900</b>
<b>ENVIRONMENTAL AND PUBLIC HEALTH SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges	-	-	-
- Waste and Disposal Fees	5,000	655,070	664,303
- Other	-	-	-
Total Fees and Charges	5,000	655,070	664,303
- Tangible capital asset sales - gain (loss)	-	-	(6,416)
- Other	-	-	-
Total Other Segmented Revenue	5,000	655,070	657,887
Conditional Grants			
- Student Employment	-	-	-
- Local government	-	-	-
- Other	-	-	-
Total Conditional Grants	-	-	-
<b>Total Operating</b>	<b>5,000</b>	<b>655,070</b>	<b>657,887</b>
<b>Capital</b>			
Conditional Grants			
- Federal Gas Tax	-	-	-
- TAPD	-	-	-
- Transit for Disabled	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other	-	-	-
Total Capital	-	-	-
<b>Total Environmental and Public Health Services</b>	<b>\$ 5,000</b>	<b>\$ 655,070</b>	<b>\$ 657,887</b>

See notes to financial statements

**RURAL MUNICIPALITY OF CANWOOD NO. 494**
**Schedule of Operating and Capital Revenue by Function**
**Year Ended December 31, 2018**
**Schedule 2 - 3**

	Budget 2018	2018	2017
<b>PLANNING AND DEVELOPMENT SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges	\$ -	\$ -	\$ -
- Maintenance and Development Charges	-	-	-
- Other (Permits)	31,000	13,880	26,500
Total Fees and Charges	31,000	13,880	26,500
- Tangible capital asset sales - gain (loss)	-	-	-
- Other	-	-	-
Total Other Segmented Revenue	31,000	13,880	26,500
Conditional Grants			
- Student Employment	-	-	-
- Other	-	-	-
Total Conditional Grants	-	-	-
<b>Total Operating</b>	<b>31,000</b>	<b>13,880</b>	<b>26,500</b>
<b>Capital</b>			
Conditional Grants			
- Federal Gas Tax	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other	-	-	-
<b>Total Capital</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Planning and Development Services</b>	<b>31,000</b>	<b>13,880</b>	<b>26,500</b>
<b>RECREATION AND CULTURAL SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenues			
Fees and Charges	-	-	-
- Other	-	-	-
Total Fees and Charges	-	-	-
- Tangible capital asset sales - gain (loss)	-	-	-
- Other	-	-	-
Total Other Segmented Revenue	-	-	-
Conditional Grants			
- Student Employment	-	-	-
- Local Government	-	-	-
- Donations	-	-	-
- Other	-	-	-
Total Conditional Grants	-	-	-
<b>Total Operating</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Capital</b>			
Conditional Grants			
- Gas Tax	-	-	-
- Local government	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other	-	-	-
<b>Total Capital</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Recreation and Cultural Services</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

**Cogent**

CHARTERED PROFESSIONAL  
ACCOUNTANTS LLP

See notes to financial statements

**RURAL MUNICIPALITY OF CANWOOD NO. 494**

**Schedule of Operating and Capital Revenue by Function**

**Year Ended December 31, 2018**

**Schedule 2 - 4**

	Budget 2018	2018	2017
<b>UTILITY SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges	\$ -	\$ -	\$ -
- Water	-	-	-
- Sewer	-	-	-
- Other	-	-	-
Total Fees and Charges	-	-	-
- Tangible capital asset sales - gain (loss)	-	-	-
- Other	-	-	-
Total Other Segmented Revenue	-	-	-
Conditional Grants			
- Student Employment	-	-	-
- Other	-	-	-
Total Conditional Grants	-	-	-
Capital	-	-	-
Total Utility Services	-	-	-
<b>TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION</b>	<b>\$ 455,942</b>	<b>\$ 973,115</b>	<b>\$ 792,307</b>

**SUMMARY**

Total Other Segmented Revenue	\$ 291,800	\$ 743,995	\$ 679,839
Total Conditional Grants	58,000	114,183	1,516
Total Capital Grants and Contributions	106,142	114,937	110,952
<b>TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION</b>	<b>\$ 455,942</b>	<b>\$ 973,115</b>	<b>\$ 792,307</b>

**RURAL MUNICIPALITY OF CANWOOD NO. 494**
**Total Expenses by Function**
**Year Ended December 31, 2018**
**Schedule 3 - 1**

	Budget 2018	2018	2017
<b>GENERAL GOVERNMENT SERVICES</b>			
Council remuneration and travel	\$ 78,000	\$ 55,796	\$ 64,794
Wages and benefits	262,500	255,257	248,788
Professional/Contractual services	106,600	93,488	89,036
Utilities	9,700	8,454	8,489
Maintenance, materials and supplies	33,700	55,574	29,403
Grants and contributions			
- operating	3,305	4,195	12,335
- capital	-	-	-
Amortization	850	844	844
Interest	5,000	-	1,167
Allowance For Uncollectibles	-	-	-
Other (Municipal functions)	2,000	-	1,373
<b>Total General Government Services</b>	<b>501,655</b>	<b>473,608</b>	<b>456,229</b>
<b>PROTECTIVE SERVICES</b>			
<b>Police Protection</b>			
Wages and benefits	-	-	-
Professional/Contractual Services	65,000	63,029	61,232
Utilities	-	-	-
Maintenance, Materials and Supplies	-	-	-
Grants and contributions			
- Operating	-	-	-
- Capital	-	-	-
Other	-	-	-
<b>Fire Protection</b>			
Wages and benefits	8,100	7,053	4,677
Professional/Contractual Services	54,450	5,168	4,379
Utilities	3,100	2,457	3,018
Maintenance, Materials and Supplies	10,000	5,731	8,280
Grants and contributions			
- Operating	8,150	5,236	8,140
- Capital	-	-	-
Amortization	200	714	100
Interest	-	-	-
Other	-	2,514	-
<b>Total Protective Services</b>	<b>149,000</b>	<b>91,902</b>	<b>89,826</b>
<b>TRANSPORTATION SERVICES</b>			
Wages and Benefits	819,800	792,855	740,914
Professional/Contractual Services	91,800	80,062	68,393
Utilities	24,500	23,179	22,762
Maintenance, Materials and Supplies	766,200	721,984	653,051
Gravel	400,000	398,275	653,147
Grants and contributions			
- Operating	-	-	-
- Capital	-	-	-
Amortization	415,000	427,810	411,435
Interest	-	66,598	428
Other	-	-	-
<b>Total Transportation Services</b>	<b>\$ 2,517,300</b>	<b>\$ 2,510,763</b>	<b>\$ 2,550,130</b>

**Cogent**

CHARTERED PROFESSIONAL  
ACCOUNTANTS LLP

See notes to financial statements

## Total Expenses by Function

Year Ended December 31, 2018

Schedule 3 - 2

	Budget 2018	2018	2017
<b>ENVIRONMENTAL AND PUBLIC HEALTH SERVICES</b>			
Wages and Benefits	\$ -	\$ -	\$ -
Professional/Contractual Services	71,980	525,409	481,908
Utilities	-	-	-
Maintenance, Materials and Supplies	-	-	-
Grants and contributions	-	-	-
- operating	-	-	-
Waste disposal	-	-	-
Public Health	6,910	6,905	6,905
- Capital	-	-	-
Waste disposal	-	-	-
Public Health	-	-	-
Amortization	60,000	112,592	54,514
Interest	-	-	-
Other	-	-	-
<b>Total Environmental and Public Health Services</b>	<b>138,890</b>	<b>644,906</b>	<b>543,327</b>
<b>PLANNING AND DEVELOPMENT SERVICES</b>			
Wages and Benefits	-	-	-
Professional/Contractual Services	6,500	-	245
Grants and contributions	-	-	-
- Operating	-	-	-
- Capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other	-	-	-
<b>Total Planning and Development Services</b>	<b>6,500</b>	<b>-</b>	<b>245</b>
<b>RECREATION AND CULTURAL SERVICES</b>			
Wages and Benefits	-	-	-
Professional/Contractual Services	-	-	-
Utilities	-	-	-
Maintenance, Materials, and Supplies	-	-	-
Grants and contributions	-	-	-
- Operating	38,300	46,812	45,898
- Capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Allowance For Uncollectibles	-	-	-
Other	-	-	-
<b>Total Recreation and Cultural Services</b>	<b>\$ 38,300</b>	<b>\$ 46,812</b>	<b>\$ 45,898</b>

## Total Expenses by Function

Year Ended December 31, 2018

Schedule 3 - 3

	Budget 2018	2018	2017
<b>UTILITY SERVICES</b>			
Wages and Benefits	\$ -	\$ -	\$ -
Professional/Contractual Services	-	-	-
Utilities	-	-	-
Maintenance, Materials and Supplies	-	-	-
Grants and contributions			
- Operating	-	-	-
- Capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Allowance For Uncollectibles	-	-	-
Other	-	-	-
<b>TOTAL EXPENSES BY FUNCTION</b>	<b>\$ 3,351,645</b>	<b>\$ 3,767,991</b>	<b>\$ 3,685,655</b>

## Consolidated Schedule of Segment Disclosure by Function

Year Ended December 31, 2018

Schedule 4

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
<b>Revenues (Schedule 2)</b>								
Fees and Charges	\$ 4,420	\$ 24,713	\$ 87,827	\$ 655,070	\$ 13,880	\$ -	\$ -	\$ 785,910
Tangible Capital Asset Sales - Gain (Loss)	-	-	(61,912)	-	-	-	-	(61,912)
Land Sales - Gain (Loss)	433	-	-	-	-	-	-	433
Investment Income and Commissions	15,864	-	-	-	-	-	-	15,864
Other Revenues	3,700	-	-	-	-	-	-	3,700
Grants - Conditional	-	-	114,183	-	-	-	-	114,183
- Capital	-	-	114,937	-	-	-	-	114,937
<b>Total Revenues</b>	<b>24,417</b>	<b>24,713</b>	<b>255,035</b>	<b>655,070</b>	<b>13,880</b>	<b>-</b>	<b>-</b>	<b>973,115</b>
<b>Expenses (Schedule 3)</b>								
Wages and Benefits	311,053	7,053	792,855	-	-	-	-	1,110,961
Professional/Contractual Services	93,488	68,197	80,062	525,409	-	-	-	767,156
Utilities	8,454	2,457	23,179	-	-	-	-	34,090
Maintenance Material and Supplies	55,574	5,731	1,120,259	-	-	-	-	1,181,564
Grants and Contributions	4,195	5,236	-	6,905	-	46,812	-	63,148
Amortization	844	714	427,810	112,592	-	-	-	541,960
Interest	-	-	66,598	-	-	-	-	66,598
Allowance for Uncollectibles	-	-	-	-	-	-	-	-
Other	-	2,514	-	-	-	-	-	2,514
<b>Total Expenses</b>	<b>473,608</b>	<b>91,902</b>	<b>2,510,763</b>	<b>644,906</b>	<b>-</b>	<b>46,812</b>	<b>-</b>	<b>3,767,991</b>
<b>Surplus (Deficit) by Function</b>	<b>(449,191)</b>	<b>(67,189)</b>	<b>(2,255,728)</b>	<b>10,164</b>	<b>13,880</b>	<b>(46,812)</b>	<b>-</b>	<b>(2,794,876)</b>
Taxes and other unconditional revenue (Schedule 1)								3,080,499
<b>Net Surplus (Deficit)</b>								<b>\$ 285,623</b>

See notes to financial statements

**RURAL MUNICIPALITY OF CANWOOD NO. 494**  
**Consolidated Schedule of Segment Disclosure by Function**  
**Year Ended December 31, 2017**

Schedule 5

	General Government	Protective Services	Transportation Services	Environmental & Public	Planning and Development	Recreation and Culture	Utility Services	Total
<b>Revenues (Schedule 2)</b>								
Fees and Charges	\$ 3,869	\$ 22,063	\$ 118,442	\$ 664,303	\$ 26,500	\$ -	\$ -	\$ 835,177
Tangible Capital Asset Sales - Gain (Loss)	-	-	(179,010)	(6,416)	-	-	-	(185,426)
Land Sales - Gain (Loss)	-	-	-	-	-	-	-	-
Investment Income and Commissions	11,955	-	-	-	-	-	-	11,955
Other Revenues	18,133	-	-	-	-	-	-	18,133
Grants - Conditional	-	-	1,516	-	-	-	-	1,516
- Capital	-	-	110,952	-	-	-	-	110,952
<b>Total Revenues</b>	<b>33,957</b>	<b>22,063</b>	<b>51,900</b>	<b>657,887</b>	<b>26,500</b>	<b>-</b>	<b>-</b>	<b>792,307</b>
<b>Expenses (Schedule 3)</b>								
Wages and Benefits	313,582	4,677	740,914	-	-	-	-	1,059,173
Professional/ Contractual Services	89,036	65,611	68,393	481,908	245	-	-	705,193
Utilities	8,489	3,018	22,762	-	-	-	-	34,269
Maintenance Material and Supplies	29,403	8,280	1,306,198	-	-	-	-	1,343,881
Grants and Contributions	12,335	8,140	-	6,905	-	45,898	-	73,278
Amortization	844	100	411,435	54,514	-	-	-	466,893
Interest	1,167	-	428	-	-	-	-	1,595
Allowance for Uncollectibles	-	-	-	-	-	-	-	-
Other	1,373	-	-	-	-	-	-	1,373
<b>Total Expenses</b>	<b>456,229</b>	<b>89,826</b>	<b>2,550,130</b>	<b>543,327</b>	<b>245</b>	<b>45,898</b>	<b>-</b>	<b>3,685,655</b>
<b>Surplus (Deficit) by Function</b>	<b>(422,272)</b>	<b>(67,763)</b>	<b>(2,498,230)</b>	<b>114,560</b>	<b>26,255</b>	<b>(45,898)</b>	<b>-</b>	<b>(2,893,348)</b>
Taxes and other unconditional revenue (Schedule 1)								2,915,490
<b>Net Surplus (Deficit)</b>								<b>\$ 22,142</b>

See notes to financial statements

	2018								2017 Total
	General Assets					Infrastructure Assets		General/ Infrastructure Assets Under Construction	
	Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment	Infrastructure Assets			
						Linear Assets			
<b>Asset cost</b>									
Opening Asset costs	\$ 1,279,300	\$ 2,255,380	\$ 306,028	\$ 367,545	\$ 2,425,591	\$ 11,802,112	\$ -	\$ 18,435,956	\$ 18,066,738
Additions during the year	2,019,182	156,781	-	-	138,800	21,200	-	2,335,963	1,221,489
Disposals and write-downs during the year	(2,700)	-	-	-	(209,345)	-	-	(212,045)	(852,271)
Transfers (from) assets under construction	-	-	-	-	-	-	-	-	-
<b>Closing Asset Costs</b>	<b>3,295,782</b>	<b>2,412,161</b>	<b>306,028</b>	<b>367,545</b>	<b>2,355,046</b>	<b>11,823,312</b>	<b>-</b>	<b>20,559,874</b>	<b>18,435,956</b>
<b>Accumulated Amortization Cost</b>									
Opening Accumulated Amortization Costs	-	751,488	125,946	6,284	573,535	5,433,819	-	6,891,072	6,747,003
Add: Amortization taken	-	112,592	4,877	4,010	143,808	276,673	-	541,960	466,893
Less: Accumulated amortization on disposals	-	-	-	-	(118,233)	-	-	(118,233)	(322,824)
<b>Closing Accumulated Amortization Costs</b>	<b>-</b>	<b>864,080</b>	<b>130,823</b>	<b>10,294</b>	<b>599,110</b>	<b>5,710,492</b>	<b>-</b>	<b>7,314,799</b>	<b>6,891,072</b>
<b>Net Book Value</b>	<b>\$ 3,295,782</b>	<b>\$ 1,548,081</b>	<b>\$ 175,205</b>	<b>\$ 357,251</b>	<b>\$ 1,755,936</b>	<b>\$ 6,112,820</b>	<b>\$ -</b>	<b>\$ 13,245,075</b>	<b>\$ 11,544,884</b>

1. Total contributed donated assets received in 2018:

\$ -

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

a) Infrastructure Assets

\$ -

b) Vehicles

\$ -

c) Machinery and Equipment

\$ -

3. Amount of interest capitalized in 2018:

\$ -

See notes to financial statements

2018

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Water & Sewer	2018 Total	2017 Total
<b>Asset cost</b>									
Opening Asset costs	\$ 912,626	\$ 137,500	\$ 15,109,687	\$ 2,276,143	\$ -	\$ -	\$ -	\$ 18,435,956	\$ 18,066,738
Additions during the year	-	-	2,335,963	-	-	-	-	2,335,963	1,221,489
Disposals and write-downs during the year	-	-	(212,045)	-	-	-	-	(212,045)	(852,271)
<b>Closing Asset Costs</b>	<b>912,626</b>	<b>137,500</b>	<b>17,233,605</b>	<b>2,276,143</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>20,559,874</b>	<b>18,435,956</b>
<b>Accumulated Amortization Cost</b>									
Opening Accumulated Amortization Costs	38,651	99,227	6,000,704	751,490	-	-	-	6,891,072	6,747,003
Add: Amortization taken	844	714	-	540,402	-	-	-	541,960	466,893
Less: Accumulated amortization on disposals	-	-	-	(118,233)	-	-	-	(118,233)	(322,824)
<b>Closing Accumulated Amortization Costs</b>	<b>40,495</b>	<b>99,941</b>	<b>6,000,704</b>	<b>1,173,659</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>7,314,799</b>	<b>6,891,072</b>
<b>Net Book Value</b>	<b>\$ 872,131</b>	<b>\$ 37,559</b>	<b>\$ 11,232,901</b>	<b>\$ 1,102,484</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 13,245,075</b>	<b>\$ 11,544,884</b>

See notes to financial statements

## RURAL MUNICIPALITY OF CANWOOD NO. 494

## Consolidated Schedule of Accumulated Surplus

Year Ended December 31, 2018

Schedule 8

	2017	Changes	2018
<b>UNAPPROPRIATED SURPLUS</b>	<b>\$ 2,823,026</b>	<b>\$ 207,098</b>	<b>\$ 3,030,124</b>
<b>APPROPRIATED RESERVES</b>			
Machinery and Equipment	-	-	-
Public Reserve	48,650	-	48,650
Capital Trust	51,440	-	51,440
Utility	-	-	-
Other (Development, Cemetery, and Appeals)	32,129	-	32,129
<b>Total Appropriated</b>	<b>132,219</b>	<b>-</b>	<b>132,219</b>
<b>ORGANIZED HAMLETS</b>			
Organized Hamlet of	-	-	-
<b>Total Organized Hamlets</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>NET INVESTMENT IN TANGIBLE CAPITAL ASSETS</b>			
Tangible capital assets (Schedule 6)	11,544,884	1,700,191	13,245,075
Less: Related debt	(763,716)	(1,621,666)	(2,385,382)
<b>Net Investment in Tangible Capital Assets</b>	<b>10,781,168</b>	<b>78,525</b>	<b>10,859,693</b>
<b>Total Accumulated Surplus</b>	<b>\$ 13,736,413</b>	<b>\$ 285,623</b>	<b>\$ 14,022,034</b>

PROPERTY CLASS

	Agriculture	Residential	Residential Condominium	Seasonal Residential	Commercial & Industrial	Potash Mine(s)	Total
Taxable Assessment	\$171,099,655	\$ 82,945,835	\$ -	\$ -	\$ 1,699,700	\$ -	\$255,745,190
Regional Park Assessment	-	-	-	-	-	-	-
Total Assessment	171,099,655	82,945,835	-	-	1,699,700	-	255,745,190
Mill Rate Factor(s)	0.8500	1.0000	-	-	1.9800	-	-
Total Base/Minimum Tax (generated for each property class)	47,200	415,500	-	-	23,800	-	486,500
Total Municipal Tax Levy (include base and/or minimum tax and special levies)	\$ 1,335,933	\$ 1,076,545	\$ -	\$ -	\$ 51,590	\$ -	\$ 2,464,068

MILL RATES:

Average Municipal \*  
Average School  
Potash Mill Rate  
Uniform Municipal Mill Rate

MILLS
9.6349
3.3028
-
9.0000

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

	Name	Remuneration	Reimbursed Costs	Total
<b>Position</b>				
<b>Mayor/Reeve</b>	Lyndon Pease	\$ 6,075	\$ 1,101	\$ 7,176
Councillor/Alderman	Ivan Beukac	2,756	994	3,750
Councillor/Alderman	Dennis Benke	7,031	4,460	11,491
Councillor/Alderman	Dale Benson	3,206	398	3,604
Councillor/Alderman	Gaetan Couture	6,806	2,588	9,394
Councillor/Alderman	Richard De Bruijn	7,650	2,778	10,428
Councillor/Alderman	Raymond J. Duret	1,294	521	1,815
Councillor/Alderman	Ralph Korody	5,231	1,368	6,599
Councillor/Alderman	Leonard Smith	1,013	526	1,539
<b>Total</b>		\$ 41,062	\$ 14,734	\$ 55,796