

RURAL MUNICIPALITY OF LIPTON NO. 217
Financial Statements
December 31, 2017

INDEX

Page 1	Independent Auditors' Report
Page 2	Statement of Financial Position
Page 3	Statement of Operations
Page 4	Statement of Changes in Net Financial Assets
Page 5	Statement of Cash Flows
Pages 6 - 12	Notes to the Financial Statements
Page 13	Schedule of Taxes and Other Unconditional Revenue
Pages 14 - 17	Schedule of Operating and Capital Revenue by Function
Pages 18 - 20	Schedule of Total Expenses by Function
Pages 21 - 22	Schedule of Segment Disclosure by Function
Page 23	Schedule of Tangible Capital Assets by Object
Page 24	Schedule of Tangible Capital Assets by Function
Page 25	Schedule of Accumulated Surplus
Page 26	Schedule of Mill Rates and Assessments
Page 27	Schedule of Council Remuneration

INDEPENDENT AUDITORS' REPORT

To the Reeve and Councillors
Rural Municipality of Lipton No. 217

We have audited the accompanying financial statements of the **RURAL MUNICIPALITY OF LIPTON NO. 217**, which comprise the statement of financial position as at December 31, 2017 and the statements of operations, changes in net financial assets and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the 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 principles used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of the **RURAL MUNICIPALITY OF LIPTON NO. 217** as at December 31, 2017 and its financial performance and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.



Dudley & Company LLP
Chartered Professional Accountants

Regina, Saskatchewan
March 12, 2018

RURAL MUNICIPALITY OF LIPTON NO. 217

Statement of Financial Position

As at December 31, 2017

Statement 1

	2017	2016
ASSETS		
Financial Assets		
Cash & Temporary Investments (Note 2)	\$ 1,417,902	\$ 756,497
Taxes Receivable - Municipal (Note 3)	80,758	75,204
Other Accounts Receivable (Note 4)	36,942	97,302
Land for Resale (Note 5)	214	214
SARM (Note 6)	60,161	58,611
Other Investments (Note 7)	6,317	4,100
Total Financial Assets	1,602,294	991,928
LIABILITIES		
Bank Indebtedness	-	-
Accounts Payable (Note 8)	4,091	4,292
Accrued Liabilities Payable	-	-
Deposits	-	-
Deferred Revenue	-	-
Accrued Landfill Costs	-	-
Other Liabilities	-	-
Long-Term Debt (Note 9)	68,987	51,103
Lease Obligations	-	-
Total Liabilities	73,078	55,395
NET FINANCIAL ASSETS	1,529,216	936,533
Non-Financial Assets		
Tangible Capital Assets (Schedules 6, 7)	3,153,631	3,222,128
Prepayment and Deferred Charges	1,583	1,369
Stock and Supplies	80,814	67,042
Other	-	-
Total Non-Financial Assets	3,236,028	3,290,539
Accumulated Surplus (Deficit) (Schedule 8)	\$ 4,765,244	\$ 4,227,072

The accompanying notes form an integral part of these financial statements.

RURAL MUNICIPALITY OF LIPTON NO. 217**Statement of Operations**For the year ended December 31, 2017

Statement 2

Revenues

		2017 Budget	2017	2016
Taxes and Other Unconditional Revenue	(Schedule 1)	\$ 1,247,930	\$ 1,243,685	\$ 1,213,749
Fees and Charges	(Schedule 4, 5)	31,150	69,006	34,296
Conditional Grants	(Schedule 4, 5)	40,980	54,202	137,004
Tangible Capital Assets Sales - Gain	(Schedule 4, 5)	60,000	16,200	(2,503)
Land Sales - Gain	(Schedule 4, 5)	-	-	-
Investment Income and Commissions	(Schedule 4, 5)	19,670	26,663	26,585
Other Revenues	(Schedule 4, 5)	-	-	-
Total Revenues		1,399,730	1,409,756	1,409,131

Expenses

General Government Services	(Schedule 3)	160,690	155,391	156,760
Protective Services	(Schedule 3)	33,780	38,776	31,676
Transportation Services	(Schedule 3)	1,038,180	664,769	935,328
Environmental and Public Health Services	(Schedule 3)	32,020	29,785	26,760
Planning and Development Services	(Schedule 3)	1,500	250	1,148
Recreation and Cultural Services	(Schedule 3)	8,140	8,392	8,138
Utility Services	(Schedule 3)	-	-	-
Total Expenses		1,274,310	897,363	1,159,810

Surplus (Deficit) before Other Capital Contributions	125,420	512,393	249,321
---	----------------	----------------	----------------

Provincial/Federal Capital Grants and Contributions (Schedule 4, 5)	24,680	25,779	24,677
---	--------	--------	--------

Surplus (Deficit) of Revenues over Expenses	150,100	538,172	273,998
--	----------------	----------------	----------------

Accumulated Surplus (Deficit), Beginning of Year	4,227,072	4,227,072	3,953,074
---	------------------	------------------	------------------

Accumulated Surplus (Deficit), End of Year	\$ 4,377,172	\$ 4,765,244	\$ 4,227,072
---	---------------------	---------------------	---------------------

The accompanying notes form an integral part of these financial statements.

RURAL MUNICIPALITY OF LIPTON NO. 217
Statement of Changes in Net Financial Assets
For the year ended December 31, 2017

Statement 3

	2017 Budget	2017	2016
Surplus (Deficit)	\$ 150,100	\$ 538,172	\$ 273,998
(Acquisition) of tangible capital assets	(145,750)	(139,202)	(427,698)
Amortization of tangible capital assets	-	157,699	171,557
Proceeds of disposal of tangible capital assets	-	66,200	2,602
Loss (gain) on disposal of tangible capital assets	(60,000)	(16,200)	2,503
Surplus (Deficit) of capital expenses over expenditures	(205,750)	68,497	(251,036)
(Acquisition) of supplies inventories	-	(13,772)	-
(Acquisition) of prepaid expense	-	(214)	(466)
Consumption of supplies inventory	-	-	21,755
Use of prepaid expense	-	-	-
Surplus (Deficit) of expenses of other non-financial over expenditures	-	(13,986)	21,289
Increase/Decrease in Net Financial Assets	(55,650)	592,683	44,251
Net Financial Assets - Beginning of Year	936,533	936,533	892,282
Net Financial Assets - End of Year	\$ 880,883	\$ 1,529,216	\$ 936,533

The accompanying notes form an integral part of these financial statements.

RURAL MUNICIPALITY OF LIPTON NO. 217**Statement of Cash Flows****For the year ended December 31, 2017****Statement 4**

	2017	2016
Cash provided by (used for) the following activities		
Operating:		
Surplus (Deficit)	\$ 538,172	\$ 273,998
Amortization	157,699	171,557
Loss (gain) on disposal of tangible capital assets	(16,200)	2,503
	679,671	448,058
Changes in assets / liabilities		
Taxes Receivable - Municipal	(5,554)	(21,479)
Other Receivables	60,360	371,427
Land for Resale	-	-
Other Financial Assets	(2,217)	-
Accounts and Accrued Liabilities Payable	(201)	(76,743)
Deposits	-	-
Deferred Revenues	-	-
Other Liabilities	-	-
Stock and Supplies for Use	(13,772)	21,755
Prepayments and Deferred Charges	(214)	(466)
Other	-	-
Net cash from (used for) operations	718,073	742,552
Capital:		
Acquisition of Capital Assets	(139,202)	(427,698)
Proceeds from the Disposal of Capital Assets	66,200	2,602
Other Capital	-	-
Net cash from (used for) capital	(73,002)	(425,096)
Investing:		
SARM Investments	(1,550)	(2,150)
Other Investments	-	-
Net cash from (used for) investing	(1,550)	(2,150)
Financing:		
Long-Term Debt Issued	85,000	-
Long-Term Debt Repaid	(67,116)	(66,357)
Other Financing	-	-
Net cash from (used for) financing	17,884	(66,357)
Increase (Decrease) in cash resources	661,405	248,949
Cash and Investments - Beginning of Year	756,497	507,548
Cash and Investments - End of Year	\$ 1,417,902	\$ 756,497

The accompanying notes form an integral part of these financial statements.

RURAL MUNICIPALITY OF LIPTON NO. 217

Notes to the Financial Statements
For the year ended December 31, 2017

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The consolidated financial statements of the municipality are prepared by management in accordance with the local government accounting standards established by the Public Sector Accounting Board of the Accounting Standards Oversight Council.

Significant aspects of the accounting policies are as follows:

Basis of Accounting:

The financial statements are prepared using the accrual basis of accounting. The accrual basis of accounting recognizes 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.

(a) Reporting Entity:

The financial statement consolidates 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.

(b) Collection of Funds for Other Authorities:

Collection of funds by the municipality for the school board and municipal hall are collected and remitted in accordance with relevant legislation. The amounts uncollected are disclosed in Note 3.

(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 either expenses 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.

(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.

RURAL MUNICIPALITY OF LIPTON NO. 217

Notes to the Financial Statements
For the year ended December 31, 2017

(e) Net-Financial Assets:

Net-Financial Assets at the end of an accounting period are the net amounts 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.

(f) Non-Financial Assets:

Tangible capital and other Non-Financial Assets are accounted for as assets by the government because they can be used to provide government services in future periods. These assets do not normally provide resources to discharge the liabilities of the government unless they are sold.

(g) Appropriated Reserves:

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

(h) 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. Taxation revenues are recognized when the tax has been authorized by bylaw and the taxable event has occurred. Requisitions from other taxing authorities operate as a flow through and are excluded from municipal revenue.

(i) Investments:

Portfolio investments are valued at cost, less any provision for other than temporary impairment. Investments with terms longer than one year have been classified as other long-term investments concurrent with the nature of the investment.

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

(j) 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 and 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.

RURAL MUNICIPALITY OF LIPTON NO. 217

Notes to the Financial Statements
For the year ended December 31, 2017

(k) Tangible Capital Assets:

All tangible capital asset acquisitions or betterments made throughout the year are recorded at their acquisition cost. Initial costs for tangible 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 values 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. No amortization is claimed on capital assets in the year of acquisition. The municipality's tangible capital asset useful lives are estimated as follows:

<u>Assets</u>	<u>Useful Life</u>
General Assets	
Land	Indefinite
Land Improvements	5 to 20 years
Buildings	10 to 50 years
Vehicles and Equipment	
Vehicles	5 to 10 years
Machinery and Equipment	5 to 10 years
Infrastructure Assets	
Infrastructure Assets	
Road Network Assets	35 to 40 years

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

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

Capitalization of Interest: The municipality capitalizes interest incurred while a tangible capital asset is under construction.

Leases: All leases are recorded on the financial statement as either a capital or operating lease. Any lease that transfers the majority of benefits and risk associated with the leased asset is classified as a capital lease. At the inception of a capital lease, an asset and a payment obligation are recorded at an amount equal to the lesser of the present value of the minimum lease payments and the asset's fair market value. Assets under capital lease are amortized on a straight line basis, over their estimated useful lives. Any other lease not meeting the before mentioned criteria is classified as an operating lease and rental payments are expensed as incurred.

(l) Landfill Liability:

The municipality of **RURAL MUNICIPALITY OF LIPTON NO. 217** does not maintain a waste disposal site.

(m) Employee Benefit Plans:

Contributions to the municipality's defined benefit plans are expensed when contributions are due and payable. Under the defined benefit multiemployer plans, the municipality's obligations are limited to their contributions.

RURAL MUNICIPALITY OF LIPTON NO. 217

Notes to the Financial Statements
For the year ended December 31, 2017

(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 financial statements, and the reported amounts of revenue and expenses 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 Assets 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:

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 segment 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 items relating 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.

RURAL MUNICIPALITY OF LIPTON NO. 217

Notes to the Financial Statements
For the year ended December 31, 2017

2. Cash and Temporary Investments	2017	2016
Cash	\$ 1,417,902	\$ 756,497
Total Cash and Temporary Investments	\$ 1,417,902	\$ 756,497

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

3. Taxes and Grants in Lieu Receivable	2017	2016
Municipal - Current	\$ 61,544	\$ 60,010
- Arrears	21,614	15,194
	83,158	75,204
- Less Allowance for Uncollectables	(2,400)	-
Total Municipal Taxes Receivable	80,758	75,204

School - Current	11,086	9,380
- Arrears	3,760	3,507
Total School Taxes Receivable	14,846	12,887

Other	10,262	9,028
-------	--------	-------

Total Taxes and Grants in Lieu Receivable	105,866	97,119
---	---------	--------

Deduct taxes to be collected on behalf of other organizations	(25,108)	(21,915)
---	----------	----------

Total Taxes and Grants in Lieu Receivable	\$ 80,758	\$ 75,204
--	------------------	------------------

4. Other Accounts Receivable	2017	2016
Trade receivables	\$ 6,415	\$ 13,776
Federal government	95	-
Provincial government	14,550	36,307
GST receivable	15,882	47,219
Total Other Accounts Receivable	36,942	97,302

Less Allowance for Uncollectables	-	-
-----------------------------------	---	---

Net Other Accounts Receivable	\$ 36,942	\$ 97,302
--------------------------------------	------------------	------------------

RURAL MUNICIPALITY OF LIPTON NO. 217

Notes to the Financial Statements
For the year ended December 31, 2017

5. Land for Resale	2017	2016
Tax title property	\$ 214	\$ 214
Allowance for market value adjustment	-	-
Net Tax Title Property	214	214
Other land	-	-
Allowance for market value adjustment	-	-
Net Other Land	-	-
Total Land for Resale	\$ 214	\$ 214

6. SARM Investments	2017	2016
SARM Liability Insurance	\$ 53,812	\$ 52,469
SARM Property Insurance	6,349	6,142
Total Long Term Investments	\$ 60,161	\$ 58,611

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

7. Other Investments	2017	2016
Lipton Co-op equity	\$ 100	\$ 100
Dysart Co-op equity	6,217	5,000
Cupar & District Nursing Home shares	1,000	1,000
Raymore Credit Union	2,576	2,114
Valuation allowance	(3,576)	(4,114)
Total Long Term Investments	\$ 6,317	\$ 4,100

8. Accounts Payable	2017	2016
Trade payables	\$ 1,799	\$ 3,706
Accrued interest	-	130
Due to school division	172	172
Municipal Hail collections	2,000	168
Overpaid taxes	120	116
Total Accounts Payable	\$ 4,091	\$ 4,292

RURAL MUNICIPALITY OF LIPTON NO. 217

Notes to the Financial Statements For the year ended December 31, 2017

9. Long-Term Debt

a) The debt limit of the municipality is \$943,163 (2016 - \$845,473). 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)).

b) Long Term Liability: Consists of a Royal Bank demand loan in the amount of \$68,987. This loan is repayable in monthly payments of \$2,462.47 principal and interest with a fixed interest rate of 2.75%.

Future principal and interest payments are as follows:

Year	Principal	Interest	Current Total	Prior Year Principal
2017	\$ -	\$ -	\$ -	\$ 51,103
2018	27,973	1,577	29,550	-
2019	28,783	767	29,550	-
2020	12,231	81	12,312	-
2021	-	-	-	-
2022	-	-	-	-
Thereafter	-	-	-	-
Balance	\$ 68,987	\$ 2,425	\$ 71,412	\$ 51,103

10. 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.

11. Fair Value

The fair value of the financial assets and liabilities approximates their carrying value due to their short term nature. The fair value of the municipality's long term debt approximates the carrying value as the terms and conditions are comparable to current market conditions, or they are due in a relatively short period of time.

12. Interest Rate Risk

The rural municipality is not exposed to significant interest rate risk of its monetary current assets and current liabilities due to their short term maturity. The municipality is exposed to interest rate price risk on its long term debt that has a fixed interest rate. The interest rate and maturity date of the debt is disclosed in Note 9.

13. Credit Risk

The municipality is exposed to credit risk on the accounts receivable. The municipality does not have significant exposure to any individual creditor.

14. Pension Plan

The municipality is an employer member of the Municipal Employee Pension Plan (MEPP), which is a multiemployer 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's pension expense in 2016 was \$17,257 (2016 - \$16,391). 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.

RURAL MUNICIPALITY OF LIPTON NO. 217
Schedule of Taxes and Other Unconditional Revenue
For the year ended December 31, 2017

Schedule 1

	2017 Budget	2017	2016
TAXES			
General municipal tax levy	\$ 1,011,640	\$ 1,008,856	\$ 955,064
Abatements and adjustments	-	(1,236)	(672)
Discount on current year taxes	(45,000)	(47,082)	(44,619)
Net Municipal Taxes	966,640	960,538	909,773
Potash tax share	-	-	-
Trailer license fees	-	-	-
Penalties on tax arrears	4,000	5,295	4,005
Special tax levy	-	-	-
Other -	-	-	-
Total Taxes	970,640	965,833	913,778
UNCONDITIONAL GRANTS			
Equalization (Revenue Sharing)	277,060	277,077	299,744
Organized Hamlet	-	-	-
Other - CPR rail abandonment	-	-	-
Total Unconditional Grants	277,060	277,077	299,744
GRANTS IN LIEU OF TAXES			
Federal	-	-	-
Provincial			
S.P.C. Electrical	-	-	-
SaskEnergy Gas	-	-	-
TransGas	-	500	-
Central Services	-	-	-
SaskTel	230	275	227
Other -	-	-	-
Local/Other			
Housing Authority	-	-	-
C.P.R. Mainline	-	-	-
Treaty Land Entitlement	-	-	-
Other -	-	-	-
Other Government Transfers			
S.P.C. Surcharges	-	-	-
SaskEnergy Surcharge	-	-	-
Other -	-	-	-
Total Grants in Lieu of Taxes	230	775	227
TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	\$ 1,247,930	\$ 1,243,685	\$ 1,213,749

RURAL MUNICIPALITY OF LIPTON NO. 217
Schedule of Operating and Capital Revenue by Function
For the year ended December 31, 2017

Schedule 2-1

	2017 Budget	2017	2016
GENERAL GOVERNMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work	\$ 200	\$ 15,186	\$ 5,075
- Sales of supplies	500	507	677
- Other - Licences and permits	600	390	690
Total Fees and Charges	1,300	16,083	6,442
- Tangible capital asset sales - gain (loss)	-	-	-
- Land sales - gain	-	-	-
- Investment income and commissions	19,670	26,663	26,585
- Other - Allowance recoveries	-	-	-
Total Other Segmented Revenue	20,970	42,746	33,027
Conditional Grants			
- Student Employment	-	-	-
- Other -	-	-	-
Total Conditional Grants	-	-	-
Total Operating	20,970	42,746	33,027
Capital			
Conditional Grants			
- Gas Tax	-	-	-
- Can/Sask Municipal Rural Infrastructure	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other - Saskatchewan Heritage Foundation	-	-	-
Total Capital	-	-	-
Total General Government Services	\$ 20,970	\$ 42,746	\$ 33,027

PROTECTIVE SERVICES

Operating

Other Segmented Revenue			
Fees and Charges			
- Other - Fire fees	\$ 3,000	\$ 6,500	\$ 1,050
Total Fees and Charges	3,000	6,500	1,050
- Tangible capital asset sales - gain (loss)	-	-	-
- Other -	-	-	-
Total Other Segmented Revenue	3,000	6,500	1,050
Conditional Grants			
- Student Employment	-	-	-
- Local Government	-	-	-
- Other -	-	-	-
Total Conditional Grants	-	-	-
Total Operating	3,000	6,500	1,050

Capital

Conditional Grants			
- Gas Tax	-	-	-
- Can/Sask Municipal Rural Infrastructure	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other -	-	-	-
Total Capital	-	-	-
Total Protective Services	\$ 3,000	\$ 6,500	\$ 1,050

RURAL MUNICIPALITY OF LIPTON NO. 217
Schedule of Operating and Capital Revenue by Function
For the year ended December 31, 2017

Schedule 2-2

	2017 Budget	2017	2016
TRANSPORTATION SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work	\$ 2,500	\$ 290	\$ 1,340
- Sales of supplies	800	5,631	836
- Road maintenance agreements	20,000	34,649	21,077
- Frontage	-	-	-
- Other -	-	-	-
Total Fees and Charges	23,300	40,570	23,253
- Tangible capital asset sales - gain (loss)	60,000	16,200	(2,503)
- Other -	-	-	-
Total Other Segmented Revenue	83,300	56,770	20,750
Conditional Grants			
- Primary Weight Corridor	31,680	28,800	31,680
- Provincial Disaster Assistance	-	14,910	88,486
- Other -	-	-	-
Total Conditional Grants	31,680	43,710	120,166
Total Operating	114,980	100,480	140,916
Capital			
Conditional Grants			
- Gas Tax	24,680	25,779	24,677
- Can/Sask Municipal Rural Infrastructure	-	-	-
- MEEP	-	-	-
- Designated Municipal Roads and Bridges	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other -	-	-	-
Total Capital	24,680	25,779	24,677
Total Transportation Services	\$ 139,660	\$ 126,259	\$ 165,593

ENVIRONMENTAL AND PUBLIC HEALTH SERVICES

Operating			
Other Segmented Revenue			
Fees and Charges			
- Waste and disposal fees	\$ -	\$ -	\$ -
- Other - Pest control supplies	1,300	1,679	1,301
Total Fees and Charges	1,300	1,679	1,301
- Tangible capital asset sales - gain (loss)	-	-	-
- Other -	-	-	-
Total Other Segmented Revenue	1,300	1,679	1,301
Conditional Grants			
- Student Employment	-	-	-
- Provincial Government	9,300	10,492	16,838
- Other - Cemetery fees	-	-	-
Total Conditional Grants	9,300	10,492	16,838
Total Operating	10,600	12,171	18,139
Capital			
Conditional Grants			
- Gas Tax	-	-	-
- Can/Sask Municipal Rural Infrastructure	-	-	-
- Transit for Disabled	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other -	-	-	-
Total Capital	-	-	-
Total Environmental and Public Health Services	\$ 10,600	\$ 12,171	\$ 18,139

RURAL MUNICIPALITY OF LIPTON NO. 217
Schedule of Operating and Capital Revenue by Function
For the year ended December 31, 2017

Schedule 2-3

	2017 Budget	2017	2016
PLANNING AND DEVELOPMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Maintenance and development charges	\$ -	\$ 1,924	\$ -
- Other - Land rent	2,250	2,250	2,250
Total Fees and Charges	2,250	4,174	2,250
- Tangible capital asset sales - gain (loss)	-	-	-
- Other -	-	-	-
Total Other Segmented Revenue	2,250	4,174	2,250
Conditional Grants			
- Student Employment	-	-	-
- Other -	-	-	-
Total Conditional Grants	-	-	-
Total Operating	2,250	4,174	2,250
Capital			
Conditional Grants			
- Gas Tax	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other -	-	-	-
Total Capital	-	-	-
Total Planning and Development Services	\$ 2,250	\$ 4,174	\$ 2,250

RECREATION AND CULTURAL SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Other - Recreation fees	\$ -	\$ -	\$ -
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	-	-	-
Total Operating	-	-	-
Capital			
Conditional Grants			
- Gas Tax	-	-	-
- Local Government	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other - Community Initiative Fund	-	-	-
Total Capital	-	-	-
Total Recreation and Cultural Services	\$ -	\$ -	\$ -

RURAL MUNICIPALITY OF LIPTON NO. 217
Schedule of Operating and Capital Revenue by Function
For the year ended December 31, 2017

Schedule 2-4

	2017 Budget	2017	2016
UTILITY SERVICES			
Operating			
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	-	-	-
Total Operating	-	-	-
Capital			
Conditional Grants			
- Gas Tax	-	-	-
- Sask Water Corp.	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other -	-	-	-
Total Capital	-	-	-
Total Utility Services	\$ -	\$ -	\$ -

TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	\$ 176,480	\$ 191,850	\$ 220,059
--	-------------------	-------------------	-------------------

SUMMARY

Total Other Segmented Revenue	\$ 110,820	\$ 111,869	\$ 58,378
Total Conditional Grants	40,980	54,202	137,004
Total Capital Grants and Contributions	24,680	25,779	24,677

TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	\$ 176,480	\$ 191,850	\$ 220,059
--	-------------------	-------------------	-------------------

RURAL MUNICIPALITY OF LIPTON NO. 217

Schedule of Total Expenses by Function

For the year ended December 31, 2017

Schedule 3-1

	2017 Budget	2017	2016
GENERAL GOVERNMENT SERVICES			
Council remuneration and travel	\$ 29,770	\$ 21,730	\$ 22,612
Wages and benefits	80,260	79,387	84,143
Professional/Contractual services	34,250	33,203	33,744
Utilities	6,260	6,215	6,002
Maintenance, materials, and supplies	7,150	7,243	4,941
Grants and contributions - operating	2,850	3,274	1,846
- capital	-	-	1,000
Amortization	-	2,447	1,292
Interest	-	-	-
Allowance for uncollectible	150	1,892	1,180
Other -	-	-	-
Total General Government Services	\$ 160,690	\$ 155,391	\$ 156,760

PROTECTIVE SERVICES**Police Protection**

Wages and benefits	\$ -	\$ -	\$ -
Professional/Contractual services	18,550	17,230	18,506
Utilities	-	-	-
Maintenance, materials, and supplies	-	-	-
Grants and contributions - operating	-	-	-
- capital	-	-	-
Other - Bylaw enforcement officer	-	-	-

Fire Protection

Wages and benefits	-	-	-
Professional/Contractual services	11,230	16,296	9,170
Utilities	-	-	-
Maintenance, materials, and supplies	-	-	-
Grants and contributions - operating	4,000	4,000	4,000
- capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other - Allowance for uncollectible	-	1,250	-

Total Protective Services	\$ 33,780	\$ 38,776	\$ 31,676
----------------------------------	------------------	------------------	------------------

TRANSPORTATION SERVICES

Wages and benefits	\$ 190,730	\$ 176,731	\$ 156,252
Council remuneration and travel	14,440	7,172	7,177
Professional/Contractual services	486,450	105,681	227,044
Utilities	5,530	6,032	5,323
Maintenance, materials, and supplies	94,630	83,028	71,318
Gravel	243,000	114,105	258,965
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization	-	155,252	170,265
Interest	2,400	1,893	2,403
Allowance for uncollectible	-	-	-
Other - Flood damages	-	14,875	36,307
Other - Crop damages	1,000	-	274

Total Transportation Services	\$ 1,038,180	\$ 664,769	\$ 935,328
--------------------------------------	---------------------	-------------------	-------------------

RURAL MUNICIPALITY OF LIPTON NO. 217

Schedule of Total Expenses by Function

For the year ended December 31, 2017

Schedule 3-2

	2017 Budget	2017	2016
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Wages and benefits	\$ -	\$ -	\$ -
Professional/Contractual services	28,000	25,768	23,745
Utilities	-	-	-
Maintenance, materials, and supplies	2,000	2,113	1,583
Grants and contributions - operating	-	-	-
- Farm stewardship	2,020	1,904	1,432
- Public health	-	-	-
- capital	-	-	-
- Waste disposal	-	-	-
- Public health	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other - Housing Authority deficit	-	-	-
Total Environmental and Public Health Services	\$ 32,020	\$ 29,785	\$ 26,760

PLANNING AND DEVELOPMENT SERVICES			
Wages and benefits	\$ -	\$ -	\$ -
Professional/Contractual services	1,500	250	1,148
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other -	-	-	-
Total Planning and Development Services	\$ 1,500	\$ 250	\$ 1,148

RECREATION AND CULTURAL SERVICES			
Wages and benefits	\$ -	\$ -	\$ -
Professional/Contractual services	5,140	5,392	5,138
Utilities	-	-	-
Maintenance, materials, and supplies	-	-	-
Grants and contributions - operating	3,000	3,000	3,000
- capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Allowance for uncollectibles	-	-	-
Other -	-	-	-
Total Recreation and Cultural Services	\$ 8,140	\$ 8,392	\$ 8,138

RURAL MUNICIPALITY OF LIPTON NO. 217

Schedule of Total Expenses by Function

For the year ended December 31, 2017

Schedule 3-3

	2017 Budget	2017	2016
UTILITY SERVICES			
Wages and benefits	\$ -	\$ -	\$ -
Professional/Contractual services	-	-	-
Utilities	-	-	-
Maintenance, materials, and supplies	-	-	-
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Allowance for uncollectibles	-	-	-
Other -	-	-	-
Total Utility Services	\$ -	\$ -	\$ -
TOTAL EXPENSES BY FUNCTION	\$ 1,274,310	\$ 897,363	\$ 1,159,810

RURAL MUNICIPALITY OF LIPTON NO. 217
Schedule of Segment Disclosure by Function
For the year ended December 31, 2017

Schedule 4

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and Charges	\$ 16,083	\$ 6,500	\$ 40,570	\$ 1,679	\$ 4,174	\$ -	\$ -	\$ 69,006
Tangible Capital Asset Sales - Gain	-	-	16,200	-	-	-	-	16,200
Investment Income and Commissions	26,663	-	-	-	-	-	-	26,663
Grants - Conditional	-	-	43,710	10,492	-	-	-	54,202
- Capital	-	-	25,779	-	-	-	-	25,779
Total Revenues	42,746	6,500	126,259	12,171	4,174	-	-	191,850
Expenses (Schedule 3)								
Wages and Benefits	101,117	-	183,903	-	-	-	-	285,020
Professional / Contractual Services	33,203	33,526	105,681	25,768	250	5,392	-	203,820
Utilities	6,215	-	6,032	-	-	-	-	12,247
Maintenance, Materials, and Supplies	7,243	-	197,133	2,113	-	-	-	206,489
Grants and Contributions	3,274	4,000	-	1,904	-	3,000	-	12,178
Amortization	2,447	-	155,252	-	-	-	-	157,699
Interest	-	-	1,893	-	-	-	-	1,893
Allowance for Uncollectibles	1,892	-	-	-	-	-	-	1,892
Other	-	1,250	14,875	-	-	-	-	16,125
Total Expenses	155,391	38,776	664,769	29,785	250	8,392	-	897,363
Surplus (Deficit) by Function	\$ (112,645)	\$ (32,276)	\$ (538,510)	\$ (17,614)	\$ 3,924	\$ (8,392)	\$ -	\$ (705,513)
Taxation and Other Unconditional Revenue (Schedule 1)								\$ 1,243,685
Net Surplus (Deficit)								\$ 538,172

RURAL MUNICIPALITY OF LIPTON NO. 217
Schedule of Segment Disclosure by Function
For the year ended December 31, 2016

Schedule 5

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and Charges	\$ 6,442	\$ 1,050	\$ 23,253	\$ 1,301	\$ 2,250	\$ -	\$ -	\$ 34,296
Tangible Capital Asset Sales - Gain	-	-	(2,503)	-	-	-	-	(2,503)
Investment Income and Commissions	26,585	-	-	-	-	-	-	26,585
Grants - Conditional	-	-	120,166	16,838	-	-	-	137,004
- Capital	-	-	24,677	-	-	-	-	24,677
Total Revenues	33,027	1,050	165,593	18,139	2,250	-	-	220,059
Expenses (Schedule 3)								
Wages and Benefits	106,755	-	163,429	-	-	-	-	270,184
Professional / Contractual Services	33,744	27,676	227,044	23,745	1,148	5,138	-	318,495
Utilities	6,002	-	5,323	-	-	-	-	11,325
Maintenance, Materials, and Supplies	4,941	-	330,283	1,583	-	-	-	336,807
Grants and Contributions	2,846	4,000	-	1,432	-	3,000	-	11,278
Amortization	1,292	-	170,265	-	-	-	-	171,557
Interest	-	-	2,403	-	-	-	-	2,403
Allowance for Uncollectibles	1,180	-	-	-	-	-	-	1,180
Other	-	-	36,581	-	-	-	-	36,581
Total Expenses	156,780	31,676	935,328	26,760	1,148	8,138	-	1,159,810
Surplus (Deficit) by Function	\$ (123,733)	\$ (30,626)	\$ (769,735)	\$ (8,621)	\$ 1,102	\$ (8,138)	\$ -	\$ (938,751)

Taxation and Other Unconditional Revenue (Schedule 1)

\$ 1,213,749

Net Surplus (Deficit)

\$ 273,998

RURAL MUNICIPALITY OF LIPTON NO. 217
Schedule of Tangible Capital Assets by Object
For the year ended December 31, 2017

Schedule 6

2017										2016	
	General Assets					Infrastructure Assets		General / Infrastructure Assets Under Construction	Total	Total	
	Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment	Linear Assets					
Asset Cost											
Opening Asset Costs	\$ 34,301	\$ -	\$ 171,382	\$ -	\$ 804,869	\$ 5,147,161	\$ -	\$ 6,157,713	\$ 6,157,713	\$ 5,756,902	
Additions during the year	-	-	-	-	139,202	-	-	139,202	139,202	427,698	
Disposals and write downs during the year	-	-	-	-	(97,385)	-	-	(97,385)	(97,385)	(26,887)	
Transfers (from) assets under construction	-	-	-	-	-	-	-	-	-	-	
Closing Asset Costs	\$ 34,301	\$ -	\$ 171,382	\$ -	\$ 846,686	\$ 5,147,161	\$ -	\$ 6,199,830	\$ 6,199,830	\$ 6,157,713	
Accumulated Amortization											
Opening Accum. Amort. Cost	\$ -	\$ -	\$ 48,511	\$ -	\$ 323,551	\$ 2,563,523	\$ -	\$ 2,935,585	\$ 2,935,585	\$ 2,785,810	
Add: Amortization taken	-	-	3,124	-	51,874	102,701	-	157,699	157,699	171,557	
Less: Accum. Amort. on Disposals	-	-	-	-	(47,385)	-	-	(47,385)	(47,385)	(21,782)	
Closing Accumulated Amort.	\$ -	\$ -	\$ 51,635	\$ -	\$ 328,040	\$ 2,666,224	\$ -	\$ 3,045,899	\$ 3,045,899	\$ 2,935,585	
Net Book Value	\$ 34,301	\$ -	\$ 119,747	\$ -	\$ 518,646	\$ 2,480,937	\$ -	\$ 3,153,831	\$ 3,153,831	\$ 3,222,128	

1. Total contributed/donated assets received in 2017:

2. List of assets recognized at nominal value are:

- Infrastructure assets

- Vehicles

- Machinery and Equipment

3. Amount of interest capitalized in 2017:

RURAL MUNICIPALITY OF LIPTON NO. 217
Schedule of Tangible Capital Assets by Function
For the year ended December 31, 2017

Schedule 7

	2017						2016	
	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Water & Sewer	Total
Asset Cost								
Opening Asset Costs	\$ 30,310	\$ -	\$ 6,127,386	\$ 17	\$ -	\$ -	\$ -	\$ 6,157,713
Additions during the year	-	-	139,202	-	-	-	-	139,202
Disposals and write-downs during the year	-	-	(97,385)	-	-	-	-	(97,385)
Closing Asset Costs	\$ 30,310	\$ -	\$ 6,169,203	\$ 17	\$ -	\$ -	\$ -	\$ 6,199,630
Accumulated Amortization								
Opening Accum. Amort. Costs	\$ 20,807	\$ -	\$ 2,914,778	\$ -	\$ -	\$ -	\$ -	\$ 2,935,585
Add: Amortization taken	2,447	-	155,252	-	-	-	-	157,699
Less: Accum. Amort. on Disposals	-	-	(47,385)	-	-	-	-	(47,385)
Closing Accumulated Amortization	\$ 23,254	\$ -	\$ 3,022,645	\$ -	\$ -	\$ -	\$ -	\$ 3,045,899
Net Book Value	\$ 7,056	\$ -	\$ 3,146,558	\$ 17	\$ -	\$ -	\$ -	\$ 3,183,831
								\$ 3,222,128

RURAL MUNICIPALITY OF LIPTON NO. 217**Schedule of Accumulated Surplus**
For the year ended December 31, 2017

Schedule 8

	2016	Changes	2017
UNAPPROPRIATED SURPLUS	\$ 672,010	\$ 171,329	\$ 843,339
APPROPRIATED RESERVES			
Reserve for future	256,011	369,300	625,311
Public Reserve	140	1,924	2,064
Road Maintenance Reserve	111,999	82,000	193,999
Municipal Emergency Disaster Contingency Fund	15,887	-	15,887
Other	-	-	-
Total Appropriated	384,037	453,224	837,261
NET INVESTMENT IN TANGIBLE CAPITAL ASSETS			
Tangible Capital Assets (Schedule 6)	3,222,128	(68,497)	3,153,631
Less: Related debt	(51,103)	(17,884)	(68,987)
Net Investment in Tangible Capital Assets	3,171,025	(86,381)	3,084,644
OTHER	-	-	-
Total Accumulated Surplus	\$ 4,227,072	\$ 538,172	\$ 4,765,244

RURAL MUNICIPALITY OF LIPTON NO. 217
Schedule of Mill Rates and Assessments
For the year ended December 31, 2017

Schedule 9

	PROPERTY CLASS						Total
	Agriculture	Residential	Residential Condominium	Seasonal Residential	Commercial & Industrial	Potash Mine(s)	
Taxable Assessment	\$ 108,437,620	\$ 3,890,515	\$ -	\$ -	\$ 1,799,100	\$ -	\$ 114,127,235
Regional Park Assessment							-
Total Assessment							114,127,235
Mill Rate Factor(s)	0.981	1.390	-	-	1.300		
Total Minimum Tax	-	-	-	-	-		-
Total Municipal Tax Levy	\$ 940,376	\$ 47,805	\$ -	\$ -	\$ 20,675		\$ 1,008,856

MILL RATES:

Average Municipal*	8.840
Average School*	1.598
Potash Mill Rate	-
Uniform Municipal Mill Rate	8.840

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

RURAL MUNICIPALITY OF LIPTON NO. 217**Schedule of Council Remuneration**
For the year ended December 31, 2017

Schedule 10

Name	Remuneration	Reimbursed Costs	Total
Corey Senft	\$ 5,727	\$ 351	\$ 6,078
Bill Huber	2,537	482	3,019
William Tyson	3,298	686	3,984
Dale Czemerer	3,239	871	4,110
James Slywka	3,262	466	3,728
Twila Miller	2,789	456	3,245
Barry Bradshaw	2,744	848	3,592
Total	\$ 23,596	\$ 4,160	\$ 27,756