

Rural Municipality of Moose Range No. 486

December 31, 2018

Ingram & Yeadon Accountants

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INDEPENDENT AUDITORS' REPORT

To the Reeve and Council of the Rural Municipality of Moose Range No. 486

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of the Rural Municipality of Moose Range No. 486, which comprise the consolidated statement of financial position as at December 31, 2018 and the consolidated statements of operations, changes in net financial assets and cash flow for the year then ended, and the notes to the financial statements, including a summary of significant accounting policies.

In our opinion the accompanying financial statements present fairly, in all material respects, the financial position of the Rural Municipality of Moose Range No. 486 as at December 31, 2018, and the results of its operations, changes in net financial assets and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Opinion

We have conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Rural Municipality of Moose Range No. 486 in accordance with ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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

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

In preparing the financial statements, management is responsible for assessing the Rural Municipality of Moose Range No. 486's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Rural Municipality of Moose Range No. 486 or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Rural Municipality of Moose Range No. 486's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error and to issue an 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 financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than from 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 Rural Municipality of Moose Range No. 486'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 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 Rural Municipality of Moose Range No. 486's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Rural Municipality of Moose Range No. 486 to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

Melfort, Saskatchewan

Date of Approval:

Ingram and Yeadon Accountants

Management's Responsibility

To the Ratepayers of Rural Municipality of Moose Range No. 486

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 judgment and estimates by management is required.

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

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

Ingram & Yeadon Accountants, an independent firm registered with the Chartered Professional Accountants of Saskatchewan, is appointed by Council to audit the consolidated financial statements and report directly to them; their report follows. The external auditors have full and free access to, and meet periodically and separately with, both the Council and administration to discuss their audit findings.

Reeve

Administrator

Rural Municipality of Moose Range No. 486
Consolidated Statement of Financial Position
As at December 31, 2018

Statement 1

	2018	2017
FINANCIAL ASSETS		
Cash and Temporary Investments (Note 2)	2,638,309	3,189,621
Taxes Receivable - Municipal (Note 3)	127,195	117,244
Other Accounts Receivable (Note 4)	407,106	65,921
Land for Resale (Note 5)	5,617	-
Long-Term Investments (Note 6)	1,058,440	936,613
Debt Charges Recoverable		
Other		
Total Financial Assets	4,236,667	4,309,399
LIABILITIES		
Bank Indebtedness		
Accounts Payable	72,981	163,590
Accrued Liabilities Payable		
Deposits		
Deferred Revenue (Note 7)	4,443	11,492
Accrued Landfill Costs		
Liability for Contaminated Sites		
Other Liabilities	3,000	2,750
Long-Term Debt		
Lease Obligations		
Total Liabilities	80,424	177,832
NET FINANCIAL ASSETS (DEBT)	4,156,243	4,131,567
Non-Financial Assets		
Tangible Capital Assets (Schedule 6, 7)	5,434,898	5,054,423
Prepayments and Deferred Charges	1,500	1,500
Stock and Supplies	643,105	135,365
Other		
Total Non-Financial Assets	6,079,503	5,191,288
Accumulated Surplus (Deficit) (Schedule 8)	10,235,746	9,322,855

Rural Municipality of Moose Range No. 486

Consolidated Statement of Operations

As at December 31, 2018

Statement 2

	2018 Budget	2018	2017
REVENUES			
Taxes and Other Unconditional Revenue (Schedule 1)	2,540,750	2,548,297	2,356,449
Fees and Charges (Schedule 4, 5)	71,500	126,451	114,769
Conditional Grants (Schedule 4, 5)	46,700	38,687	42,462
Tangible Capital Asset Sales - Gain (Schedule 4, 5)	27,000	27,000	(9,230)
Land Sales - Gain (Schedule 4, 5)	-	-	-
Investment Income and Commissions (Schedule 4, 5)	147,150	51,353	135,942
Other Revenues (Schedule 4, 5)	150,000	253,659	176,915
Total Revenues	2,983,100	3,045,447	2,817,307
EXPENSES			
General Government Services (Schedule 3)	339,400	359,562	318,498
Protective Services (Schedule 3)	177,800	157,856	167,614
Transportation Services (Schedule 3)	2,361,130	1,713,587	1,903,266
Environmental and Public Health Services (Schedule 3)	273,850	232,956	241,334
Planning and Development Services (Schedule 3)	12,000	18,504	7,091
Recreation and Cultural Services (Schedule 3)	43,000	49,440	40,185
Utility Services (Schedule 3)	-	-	-
Total Expenses	3,207,180	2,531,905	2,677,988
Surplus (Deficit) of Revenues over Expenses before Other Capital Contributions	(224,080)	513,542	139,319
Provincial/Federal Capital Grants and Contributions (Schedule 4, 5)	73,000	399,349	169,064
Surplus (Deficit) of Revenues over Expenses	(151,080)	912,891	308,383
Accumulated Surplus (Deficit), Beginning of Year	9,322,855	9,322,855	9,014,472
Accumulated Surplus (Deficit), End of Year	9,171,775	10,235,746	9,322,855

Rural Municipality of Moose Range No. 486
Consolidated Statement of Change in Net Financial Assets
As at December 31, 2018

Statement 3

	2018 Budget	2018	2017
Surplus (Deficit)	(151,080)	912,891	308,383
(Acquisition) of tangible capital assets		(746,206)	(296,557)
Amortization of tangible capital assets	321,130	365,730	365,801
Proceeds on disposal of tangible capital assets		27,001	14,520
Loss (gain) on the disposal of tangible capital assets		(27,000)	9,230
Surplus (Deficit) of capital expenses over expenditures	321,130	(380,475)	92,994
(Acquisition) of supplies inventories		(507,740)	
(Acquisition) of prepaid expense			
Consumption of supplies inventory			131,218
Use of prepaid expense			
Surplus (Deficit) of expenses of other non-financial over expenditures	-	(507,740)	131,218
Increase/Decrease in Net Financial Assets	170,050	24,676	532,595
Net Financial Assets (Debt) - Beginning of Year	3,598,972	4,131,567	3,598,972
Net Financial Assets (Debt) - End of Year	3,769,022	4,156,243	4,131,567

Rural Municipality of Moose Range No. 486
 Consolidated Statement of Cash Flow
 As at December 31, 2018

Statement 4

	2018	2017
Cash provided by (used for) the following activities		
Operating:		
Surplus (Deficit)	912,891	308,383
Amortization	365,730	365,801
Loss (gain) on disposal of tangible capital assets	(27,000)	9,230
	1,251,621	683,414
Change in assets/liabilities		
Taxes Receivable - Municipal	(9,951)	43,218
Other Receivables	(341,185)	2,307
Land for Resale	(5,617)	-
Other Financial Assets		
Accounts and accrued liabilities payable	(90,609)	(184,458)
Deposits		
Deferred Revenue	(7,049)	(3,796)
Accrued Landfill Costs		
Liability for Contaminated Sites		
Other Liabilities	250	(100)
Stock and supplies for use	(507,740)	131,219
Prepayments and Deferred Charges	-	
Other		
Cash provided by operating transactions	289,720	671,804
Capital:		
Acquisition of capital assets	(746,206)	(296,557)
Proceeds from the disposal of capital assets	27,001	14,520
Other capital		
Cash applied to capital transactions	(719,205)	(282,037)
Investing:		
Long-term investments	(121,827)	(244,830)
Other investments		
Cash provided by (applied to) investing transactions	(121,827)	(244,830)
Financing:		
Debt charges recoverable		
Long-term debt issued		
Long-term debt repaid		
Other financing		
Cash provided by (applied to) financing transactions	-	-
Change in Cash and Temporary Investments during the year	(551,312)	144,937
Cash and Temporary Investments - Beginning of Year	3,189,621	3,044,684
Cash and Temporary Investments - End of Year	2,638,309	3,189,621

1. Significant accounting policies

The consolidated financial statements of the Municipality are prepared by management in accordance with the local government accounting standards established by the Public Sector Accounting Board of the Accounting Standards Oversight Council. Significant aspects of the accounting policies are as follows:

Basis of Accounting: The consolidated financial statements are prepared using the accrual basis of accounting. The accrual basis of accounting recognized revenue as they become available and measurable; expenses are recognized as they are incurred and measurable as a result of the receipt of goods and services and the creation of a legal obligation to pay.

- a) **Reporting Entity:** The consolidated financial statements 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. 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 recognized as either expenditures or revenues in the period that the events giving rise to the transfer occurred, as long as
 - a) the transfer is authorized
 - b) eligibility criteria have been met by the recipient; and
 - c) a reasonable estimate of the amount can be made.

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

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

- d) **Deferred Revenue - Fees and charges:** Certain user charges and fees are collected for which the related services have yet to be preformed. 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.
- 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 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 equity basis.

1. Significant accounting policies - continued

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

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

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

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

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

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

- m) **Landfill Liability:** The Rural Municipality of Moose Range No. 486 does not maintain a waste disposal site.
- n) **Employee Benefit Plans:** Contributions to the Rural Municipality of Moose Range No. 486's defined benefit plans are expensed when contributions are made. Under the defined benefit plan, the Rural Municipality of Moose Range No. 486's obligations are limited to their contributions.
- o) **Trust Funds:** Funds held in trust for others are neither included in the municipality's assets or equity.
- 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.

Rural Municipality of Moose Range No. 486
Notes to the Consolidated Financial Statements
As at December 31, 2018

- 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.

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

The segments (functions) are as follows:

General Government: 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 is presented on a basis consistent with that used for actual results. The budget was approved by Council on April 13, 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.

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

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

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.

Rural Municipality of Moose Range No. 486
Notes to the Consolidated Financial Statements
As at December 31, 2018

2. Cash and Temporary Investments	2018	2017
Cash	2,638,309	3,189,621
Temporary Investments		
Total Cash and Temporary Investments	2,638,309	3,189,621

3. Taxes Receivable - Municipal	2018	2017
Municipal - Current	101,660	89,938
- Arrears	25,535	27,306
	127,195	117,244
- Less Allowance for Uncollectibles	-	-
Total municipal taxes receivable	127,195	117,244

School - Current	20,148	19,909
- Arrears	4,064	6,363
Total school taxes receivable	24,212	26,272

Other	36,553	20,907
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Total taxes and grants in lieu receivable 187,960 164,423

Deduct taxes receivable to be collected on behalf of other organiz (60,765) (47,179)

Total Taxes Receivable - Municipal **127,195** **117,244**

4. Other Accounts Receivable	2018	2017
Federal government	49,111	37,214
Provincial government	320,933	
Local government	12,631	9,510
Utility		
Trade	24,431	19,197
Other		
Total Other Accounts Receivable	407,106	65,921

Less Allowance for Uncollectibles _____

Net Other Accounts Receivable **407,106** **65,921**

5. Land for Resale	2018	2017
Tax Title Property	5,617	
Allowance for market value adjustment		
Net Tax Title Property	5,617	-
Total Land for Resale	5,617	-

6. Long-term Investments	2018	2017
Sask. Assoc of Rural Municipalities - Self Insurance Fund	37,173	35,025
The Pasquia Trust - Cash Endowment	1,021,267	901,588
Total Long-term Investments	1,058,440	936,613

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

The Pasquia Trust Endowment fund is recorded using the equity basis. This balance represents the RM of Moose Range's portion of the endowment.

Rural Municipality of Moose Range No. 486
Notes to the Consolidated Financial Statements
As at December 31, 2018

7. Deferred Revenue

	2018	2017
Prepaid Taxes	4,443	11,492
Total Long-term Investments	4,443	11,492

8. Contingent Liabilities

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

9. Contractual Obligations and Commitments

The Municipality has committed \$82,475 to the Kelsey Trail Health Region as their contribution towards the purchase of a Diagnostic Imaging Radiography. This commitment will be paid in one installment of 16,475 in 2015 and four annual installments of \$16,500 from 2016 to 2019 inclusive.

The Municipality has committed \$5,000 to the North East Outreach & Support Services. This commitment will be made in annual payments of \$1,000 per year from 2016 to 2020.

The Municipality has committed \$40,000 per year for five years to the Town of Carrot River as their contribution towards economic development and recreation costs. This commitment will be paid in installments of \$16,000 in March and \$24,000 in September of each year for 2015 to 2019 inclusive.

The Municipality has committed to pay 50% of actual expenditures relating to Community Hall repairs, up to a maximum of \$25,000 per year for five years. This commitment will be paid annually from 2016 to 2020 inclusive.

The Municipality has committed \$7,500 per year for five years to the Town of Carrot River for use of the lagoon. This commitment will be paid annually from 2018 to 2022 inclusive.

The Municipality has committed \$5,000 per year for three years to Carrot River Senior Citizen Housing. This commitment will be paid annually from 2017 to 2019 inclusive.

The Municipality has committed \$12,000 per year for three years to Pasquia Regional Park. This commitment will be paid annually from 2018 to 2020 inclusive.

The Municipality has a joint cost sharing agreement with the Town of Carrot River for operations of the Fire Department and Cemetery.

10. Long-term Debt

- a) The debt limit of the municipality is \$2,133,536. 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)).

11. Pension Plan

The Rural Municipality of Moose Range No. 486 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 employees of the Rural Municipality of Moose Range participate in MEPP and contributions are a percentage of salary. The employees contribute 9% effective July 1 (2017 -8.15%) to the plan. The Rural Municipality matches all employees contributions. Pension expense for the year was \$43,317 (2017 - \$37,631). The benefits accrued to the Rural Municipality of Moose Range employees from MEPP are calculated using the following: Pensionable Years of Service, Highest Average Salary and the plan accrual rate.

Based on the latest information available MEPP had a surplus in net assets available for benefits of \$454,177,000 (2016 had a surplus of \$344,484,000). The Rural Municipalities portion of this is not readily determinable.

Rural Municipality of Moose Range No. 486
Schedule of Taxes and Other Unconditional Revenue
As at December 31, 2018

Schedule 1

	2018 Budget	2018	2017
TAXES			
General municipal tax levy	2,440,000	2,441,476	2,201,096
Abatements and adjustments	-	(973)	(872)
Discount on current year taxes	(300,000)	(295,788)	(272,909)
Net Municipal Taxes	2,140,000	2,144,715	1,927,315
Potash tax share			
Trailer license fees			
Penalties on tax arrears	7,000	5,767	6,545
Special tax levy			
Other (Specify)			
Total Taxes	2,147,000	2,150,482	1,933,860

UNCONDITIONAL GRANTS

Revenue Sharing	370,000	369,070	396,954
Organized Hamlet			
Other (Specify)			
Total Unconditional Grants	370,000	369,070	396,954

GRANTS IN LIEU OF TAXES

Federal			
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Provincial			
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S.P.C. Electrical			
SaskEnergy Gas			
Transgas			
SPMC - Municipal Share			
Sasktel	3,000	3,603	3,250
Other (Specify) <i>Pasture Land</i>	20,750	25,142	22,385

Local/Other			
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Housing Authority			
C.P.R. Mainline			
Treaty Land Entitlement			
Other (Specify)			

Other Government Transfers			
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S.P.C. Surcharge			
Sask Energy Surcharge			
Other (Specify)			

Total Grants in Lieu of Taxes	23,750	28,745	25,635
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TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	2,540,750	2,548,297	2,356,449
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Rural Municipality of Moose Range No. 486
 Schedule of Operating and Capital Revenue by Function
 As at December 31, 2018

Schedule 2 - 1

	2018 Budget	2018	2017
GENERAL GOVERNMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work			
- Sales of supplies	5,500	29,700	10,165
- Other (Specify): <i>Rentals</i>	19,000	12,755	18,045
Total Fees and Charges	24,500	42,455	28,210
- Tangible capital asset sales - gain (loss)			
- Land sales - gain			
- Investment income and commissions	147,150	51,353	135,942
- Other (Specify) <i>Donations, Insurance proceeds, ADD Board</i>	150,000	253,659	176,915
Total Other Segmented Revenue	321,650	347,467	341,067
Conditional Grants			
- Student Employment			
- Other (Specify)			
Total Conditional Grants	-	-	-
Total Operating	321,650	347,467	341,067
Capital			
Conditional Grants			
- Federal Gas Tax			
- Provincial Disaster Assistance			
- Other (Specify)			
Total Capital	-	-	-
Total General Government Services	321,650	347,467	341,067

PROTECTIVE SERVICES

Operating			
Other Segmented Revenue			
Fees and Charges			
- Other (Specify) <i>Fire Fees</i>	10,000	31,512	32,191
Total Fees and Charges	10,000	31,512	32,191
- Tangible capital asset sales - gain (loss)			
- Other (Specify)			
Total Other Segmented Revenue	10,000	31,512	32,191
Conditional Grants			
- Student Employment			
- Local government			
- Other (Specify)			
Total Conditional Grants	-	-	-
Total Operating	10,000	31,512	32,191
Capital			
Conditional Grants			
- Federal Gas Tax			
- Provincial Disaster Assistance			
- Local government			
- Other (Specify)			
Total Capital	-	-	-
Total Protective Services	10,000	31,512	32,191

Rural Municipality of Moose Range No. 486
 Schedule of Operating and Capital Revenue by Function
 As at December 31, 2018

Schedule 2 - 2

	2018 Budget	2018	2017
TRANSPORTATION SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work	2,500	6,550	2,314
- Sales of supplies	14,000	2,289	26,129
- Road Maintenance and Restoration Agreements	10,000	19,729	14,901
- Frontage			
- Other (Specify)			
Total Fees and Charges	26,500	28,568	43,344
- Tangible capital asset sales - gain (loss)	27,000	27,000	(9,230)
- Other (Specify)			
Total Other Segmented Revenue	53,500	55,568	34,114
Conditional Grants			
- MREP (CTP)	11,000	11,000	11,000
- Student Employment			
- Other (Specify) <i>EI Hiring Credit</i>	2,200	1,316	2,898
Total Conditional Grants	13,200	12,316	13,898
Total Operating	66,700	67,884	48,012
Capital			
Conditional Grants			
- Federal Gas Tax	64,000	69,104	68,765
- MREP (Heavy Haul, CTP, Municipal Bridges)		320,933	88,262
- Provincial Disaster Assistance			
- Contributed Capital			
- Other (Specify) <i>Sask Water Corp</i>	9,000	9,312	12,037
Total Capital	73,000	399,349	169,064
Total Transportation Services	139,700	467,233	217,076

ENVIRONMENTAL AND PUBLIC HEALTH SERVICES

Operating			
Other Segmented Revenue			
Fees and Charges			
- Waste and Disposal Fees			
- Other (Specify) <i>Fees & Charges</i>	10,000	23,416	10,524
Total Fees and Charges	10,000	23,416	10,524
- Tangible capital asset sales - gain (loss)			
- Other (Specify)			
Total Other Segmented Revenue	10,000	23,416	10,524
Conditional Grants			
- Student Employment			
- TAPD			
- Local Government	12,500	13,740	18,304
- Other (Specify) <i>Cemetery</i>	21,000	12,631	10,260
Total Conditional Grants	33,500	26,371	28,564
Total Operating	43,500	49,787	39,088
Capital			
Conditional Grants			
- Federal Gas Tax			
- TAPD			
- Provincial Disaster Assistance			
- Other (Specify)			
Total Capital	-	-	-
Total Environmental and Public Health Services	43,500	49,787	39,088

Rural Municipality of Moose Range No. 486
Schedule of Operating and Capital Revenue by Function
As at December 31, 2018

Schedule 2 - 3

	2018 Budget	2018	2017
PLANNING AND DEVELOPMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Maintenance and Development Charges	500	500	500
- Other (Specify)			
Total Fees and Charges	500	500	500
- Tangible capital asset sales - gain (loss)			
- Other (Specify)			
Total Other Segmented Revenue	500	500	500
Conditional Grants			
- Student Employment			
- Other (Specify)			
Total Conditional Grants	-	-	-
Total Operating	500	500	500
Capital			
Conditional Grants			
- Federal Gas Tax			
- Provincial Disaster Assistance			
- Other (Specify)			
Total Capital	-	-	-
Total Planning and Development Services	500	500	500

RECREATION AND CULTURAL SERVICES

Operating			
Other Segmented Revenue			
Fees and Charges			
- Other (Specify)			
Total Fees and Charges	-	-	-
- Tangible capital asset sales - gain (loss)			
- Other (Specify)			
Total Other Segmented Revenue	-	-	-
Conditional Grants			
- Student Employment			
- Local government			
- Other (Specify)			
Total Conditional Grants	-	-	-
Total Operating	-	-	-
Capital			
Conditional Grants			
- Federal Gas Tax			
- Local government			
- Provincial Disaster Assistance			
- Other (Specify)			
Total Capital	-	-	-
Total Recreation and Cultural Services	-	-	-

Rural Municipality of Moose Range No. 486
Schedule of Operating and Capital Revenue by Function
As at December 31, 2018

Schedule 2 - 4

	2018 Budget	2018	2017
UTILITY SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Water			
- Sewer			
- Infrastructure			
- Other (Specify)			
Total Fees and Charges	-	-	-
- Tangible capital asset sales - gain (loss)			
- Other (Specify)			
Total Other Segmented Revenue	-	-	-
Conditional Grants			
- Student Employment			
- Other (Specify)			
Total Conditional Grants	-	-	-
Total Operating	-	-	-
Capital			
Conditional Grants			
- Federal Gas Tax			
- New Building Canada Fund (SCF, NRP)			
- Clean Water and Wastewater Fund			
- Provincial Disaster Assistance			
- Other (Specify)			
Total Capital	-	-	-
Total Utility Services	-	-	-
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	515,350	896,499	629,922

SUMMARY

Total Other Segmented Revenue	395,650	458,463	418,396
Total Conditional Grants	46,700	38,687	42,462
Total Capital Grants and Contributions	73,000	399,349	169,064
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	515,350	896,499	629,922

Rural Municipality of Moose Range No. 486

Total Expenses by Function

As at December 31, 2018

Schedule 3 - 1

	2018 Budget	2018	2017
GENERAL GOVERNMENT SERVICES			
Council remuneration and travel	53,000	50,425	53,961
Wages and benefits	132,450	128,316	114,014
Professional/Contractual services	94,800	131,794	89,187
Utilities	13,350	12,060	9,485
Maintenance, materials and supplies	31,300	23,186	37,850
Grants and contributions - operating	2,000	1,495	1,595
- capital			
Amortization	5,500	6,312	5,465
Interest			
Allowance for uncollectibles			
Other (specify) <i>Public Relations</i>	7,000	5,974	6,941
Total Government Services	339,400	359,562	318,498

PROTECTIVE SERVICES

Police protection

Wages and benefits			
Professional/Contractual services	50,000	45,640	45,419
Utilities			
Maintenance, material and supplies			
Grants and contributions - operating			
- capital			
Other (specify)			

Fire protections

Wages and benefits			
Professional/Contractual services	106,900	92,709	102,689
Utilities			
Maintenance, material and supplies			
Grants and contributions - operating			
- capital			
Amortization	20,900	19,507	19,506
Interest			
Other (specify)			

Total Protective Services	177,800	157,856	167,614
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TRANSPORTATION SERVICES

Wages and benefits	533,000	462,727	433,762
Professional/Contractual Services	334,000	273,465	331,089
Utilities	35,000	45,026	22,085
Maintenance, materials, and supplies	323,500	300,972	330,381
Gravel	820,000	332,104	485,737
Grants and contributions - operating			
- capital			
Amortization	315,630	299,293	300,212
Interest			
Other (specify)			

Total Transportation Services	2,361,130	1,713,587	1,903,266
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Rural Municipality of Moose Range No. 486

Total Expenses by Function

As at December 31, 2018

Schedule 3 - 2

	2018 Budget	2018	2017
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Wages and benefits	27,600	26,347	24,821
Professional/Contractual services	81,550	64,920	51,433
Utilities			
Maintenance, materials and supplies			
Grants and contributions - operating	124,700	101,071	124,462
o Waste disposal			
o Public Health			
- capital			
o Waste disposal			
o Public Health			
Amortization	40,000	40,618	40,618
Interest			
Other (specify)			
Total Environmental and Public Health Services	273,850	232,956	241,334

PLANNING AND DEVELOPMENT SERVICES			
Wages and benefits			
Professional/Contractual Services	12,000	18,504	7,091
Grants and contributions - operating			
- capital			
Amortization			
Interest			
Other (specify)			
Total Planning and Development Services	12,000	18,504	7,091

RECREATION AND CULTURAL SERVICES			
Wages and benefits			
Professional/Contractual services	16,000	15,690	15,690
Utilities			
Maintenance, materials and supplies			
Grants and contributions - operating	27,000	33,750	24,495
- capital			
Amortization			
Interest			
Allowance for uncollectibles			
Other (specify)			
Total Recreation and Cultural Services	43,000	49,440	40,185

Rural Municipality of Moose Range No. 486

Total Expenses by Function

As at December 31, 2018

Schedule 3 - 3

	2018 Budget	2018	2017
UTILITY SERVICES			
Wages and benefits			
Professional/Contractual services			
Utilities			
Maintenance, materials and supplies			
Grants and contributions - operating			
- capital			
Amortization			
Interest			
Allowance for uncollectibles			
Other (specify)			
Total Utility Services	-	-	-
TOTAL EXPENSES BY FUNCTION	3,207,180	2,531,905	2,677,988

Rural Municipality of Moose Range No. 486
 Schedule of Segment Disclosure by Function
 As at December 31, 2018

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	42,455	31,512	28,568	23,416	500	-	-	126,451
Tangible Capital Asset Sales - Gain	-	-	27,000	-	-	-	-	27,000
Land Sales - Gain	-	-	-	-	-	-	-	-
Investment Income and Commissions	51,353	-	-	-	-	-	-	51,353
Other Revenues	253,659	-	-	-	-	-	-	253,659
Grants - Conditional	-	-	12,316	26,371	-	-	-	38,687
- Capital	-	-	399,349	-	-	-	-	399,349
Total revenues	347,467	31,512	467,233	49,787	500	-	-	896,499
Expenses (Schedule 3)								
Wages & Benefits	178,741	-	462,727	26,347	-	-	-	667,815
Professional/ Contractual Services	131,794	138,349	273,465	64,920	18,504	15,690	-	642,722
Utilities	12,060	-	45,026	-	-	-	-	57,086
Maintenance Materials and Supplies	23,186	-	633,076	-	-	-	-	656,262
Grants and Contributions	1,495	-	-	101,071	-	33,750	-	136,316
Amortization	6,312	19,507	299,293	40,618	-	-	-	365,730
Interest	-	-	-	-	-	-	-	-
Allowance for Uncollectibles	-	-	-	-	-	-	-	-
Other	5,974	-	-	-	-	-	-	5,974
Total expenses	359,562	157,856	1,713,587	232,956	18,504	49,440	-	2,531,905
Surplus (Deficit) by Function	(12,095)	(126,344)	(1,246,354)	(183,169)	(18,004)	(49,440)	-	(1,635,406)
Taxation and other unconditional revenue (Schedule 1)								2,548,297
Net Surplus (Deficit)								912,891

Rural Municipality of Moose Range No. 486
 Schedule of Segment Disclosure by Function
 As at December 31, 2017

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	28,210	32,191	43,344	10,524	500	-	-	114,769
Tangible Capital Asset Sales - Gain	-	-	(9,230)	-	-	-	-	(9,230)
Land Sales - Gain	-	-	-	-	-	-	-	-
Investment Income and Commissions	135,942	-	-	-	-	-	-	135,942
Other Revenues	176,915	-	-	-	-	-	-	176,915
Grants - Conditional	-	-	13,898	28,564	-	-	-	42,462
- Capital	-	-	169,064	-	-	-	-	169,064
Total revenues	341,067	32,191	217,076	39,088	500	-	-	629,922
Expenses (Schedule 3)								
Wages & Benefits	167,975	-	433,762	24,821	-	-	-	626,558
Professional/ Contractual Services	89,187	148,108	331,089	51,433	7,091	15,690	-	642,598
Utilities	9,485	-	22,085	-	-	-	-	31,570
Maintenance Materials and Supplies	37,850	-	816,118	-	-	-	-	853,968
Grants and Contributions	1,595	-	-	124,462	-	24,495	-	150,552
Amortization	5,465	19,506	300,212	40,618	-	-	-	365,801
Interest	-	-	-	-	-	-	-	-
Allowance for Uncollectibles	-	-	-	-	-	-	-	-
Other	6,941	-	-	-	-	-	-	6,941
Total expenses	318,498	167,614	1,903,266	241,334	7,091	40,185	-	2,677,988
Surplus (Deficit) by Function	22,569	(135,423)	(1,686,190)	(202,246)	(6,591)	(40,185)	-	(2,048,066)

Taxation and other unconditional revenue (Schedule 1)

2,356,449

Net Surplus (Deficit)

308,383

Rural Municipality of Moose Range No. 486
 Schedule of Tangible Capital Assets by Object
 As at December 31, 2018

Schedule 6

		2018						2017		
		General Assets					Infrastructure Assets	General/Infrastructure Assets Under Construction	Total	Total
		Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment	Linear assets			
Assets	Asset cost									
	Opening Asset costs	94,409	-	1,836,964	774,037	1,550,868	6,813,382		11,069,660	10,812,622
	Additions during the year			25,516		315,869	83,888	320,933	746,206	296,557
	Disposals and write-downs during the year				(40,902)		(33,805)		(74,707)	(39,519)
	Transfers (from) assets under construction									-
	Closing Asset Costs	94,409	-	1,862,480	733,135	1,866,737	6,863,465	320,933	11,741,159	11,069,660
Amortization	Accumulated Amortization Cost									
	Opening Accumulated Amortization Costs			722,983	304,900	534,764	4,452,590		6,015,237	5,665,205
	Add: Amortization taken			45,924	52,324	135,391	132,091		365,730	365,801
	Less: Accumulated amortization on disposals				(40,902)		(33,804)		(74,706)	(15,769)
		Closing Accumulated Amortization Costs	-	-	768,907	316,322	670,155	4,550,877	-	6,306,261
	Net Book Value	94,409	-	1,093,573	416,813	1,196,582	2,312,588	320,933	5,434,898	5,054,423

1. Total contributed/donated assets received in 2018: \$ -
2. List of assets recognized at nominal value in 2018 are:
 - Infrastructure Assets \$ -
 - Vehicles \$ -
 - Machinery and Equipment \$ -
3. Amount of interest capitalized in Schedule 6: \$ -

Rural Municipality of Moose Range No. 486
 Schedule of Tangible Capital Assets by Function
 As at December 31, 2018

Schedule 7

		2018							2017	
		General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Water & Sewer	Total	Total
Assets	Asset cost									
	Opening Asset costs	252,315	399,957	8,808,638	1,608,750	-			11,069,660	10,812,622
	Additions during the year	8,469		737,737					746,206	296,557
	Disposals and write-downs during the year			(74,707)					(74,707)	(39,519)
	Closing Asset Costs	260,784	399,957	9,471,668	1,608,750	-	-	-	11,741,159	11,069,660
Amortization	Accumulated Amortization Cost									
	Opening Accumulated Amortization Costs	153,030	206,897	5,092,012	563,298				6,015,237	5,665,205
	Add: Amortization taken	6,312	19,507	299,293	40,618				365,730	365,801
	Less: Accumulated amortization on disposals			(74,706)					(74,706)	(15,769)
	Closing Accumulated Amortization Costs	159,342	226,404	5,316,599	603,916	-	-	-	6,306,261	6,015,237
	Net Book Value	101,442	173,553	4,155,069	1,004,834	-	-	-	5,434,898	5,054,423

Rural Municipality of Moose Range No. 486
 Consolidated Schedule of Accumulated Surplus
 As at December 31, 2018

Schedule 8

	2017	Changes	2018
UNAPPROPRIATED SURPLUS	2,523,012	210,986	2,733,998

APPROPRIATED RESERVES

Machinery and Equipment	570,000	165,000	735,000
Public Reserve	50,582	500	51,082
Pasquia Trust	901,588	119,680	1,021,268
Capital Trust	52,750	36,250	89,000
Fire	150,000		150,000
Other	-		-
Off site levy	20,500		20,500
Total Appropriated	1,745,420	321,430	2,066,850

ORGANIZED HAMLETS

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

NET INVESTMENT IN TANGIBLE CAPITAL ASSETS

Tangible capital assets (Schedule 6, 7)	5,054,423	380,475	5,434,898
Less: Related debt			
Net Investment in Tangible Capital Assets	5,054,423	380,475	5,434,898

Other

Total Accumulated Surplus	9,322,855	912,891	10,235,746
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Rural Municipality of Moose Range No. 486
 Schedule of Mill Rates and Assessments
 As at December 31, 2018

Schedule 9

	PROPERTY CLASS						Total
	Agriculture	Residential	Residential Condominium	Seasonal Residential	Commercial & Industrial	Potash Mine(s)	
Taxable Assessment	169,096,210	20,308,790			14,905,200		204,310,200
Regional Park Assessment							
Total Assessment							204,310,200
Mill Rate Factor(s)	1.0180	0.8500			1.0000		
Total Base/Minimum Tax (generated for each property class)							-
Total Municipal Tax Levy (include base and/or minimum tax and special levies)	2,057,072	206,287			178,117		2,441,476

MILL RATES:	MILLS
Average Municipal*	11.9498
Average School*	2.0505
Potash Mill Rate	
Uniform Municipal Mill Rate	11.9500

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

Rural Municipality of Moose Range No. 486
Schedule of Council Remuneration
As at December 31, 2018

Position	Name	Remuneration	Reimbursed Costs	Total
Reeve	Bud Charko	15,675	1,931	17,606
Councillor	Roman Charko	6,683	1,367	8,050
Councillor	Robert Nagus	3,094	494	3,588
Councillor	Brian Digness	2,475	310	2,785
Councillor	Tadausz (Ted) Myslicki	3,712	682	4,394
Councillor	Keith Stacey	6,105	1,023	7,128
Councillor	Albert Boschman	3,053	1,020	4,073
Councillor	Jacob Buhler	742	70	812
Councillor	Kenneth Stewart	742	163	905
Councillor	Roy Forbes	825	259	1,084
Total		43,106	7,319	50,425