

# **TOWN OF FORT QU'APPELLE**

**Financial Statements**

**Year Ended December 31, 2016**

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## **Management's Responsibility for Financial Reporting**

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Management is responsible for the preparation and presentation of the accompanying financial statements, including responsibility for significant accounting judgments and estimates in accordance with Canadian generally accepted accounting principles and ensuring that all information in the annual report is consistent with the statements. This responsibility includes selecting appropriate accounting principles and methods, and making decisions affecting the measurement of transactions in which objective judgment is required.

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

The Council is composed of elected officials who are not employees of the 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 administration and discussing relevant matters with external auditors. The Council is also responsible for recommending the appointment of the Municipality's external auditors.

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

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Mayor

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Chief Administrative Officer



Chartered Professional  
Accountants LLP

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## INDEPENDENT AUDITOR'S REPORT

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### To the Council of Municipality of Town of Fort Qu'Appelle

We have audited the accompanying financial statements of Town of Fort Qu'Appelle, which comprise the statement of financial position as at December 31, 2016, and the statements of operations, changes in net financial assets and cash flow for the year then ended, schedules, 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 for provincial reporting entities and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

### Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of 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 policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

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*An asset to our clients, not an expense*

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### **Basis for Qualified Opinion**

The Town derives a portion of its revenue from fees and charges and other revenues, except for fees and charges related to utilities, the completeness of which is not susceptible of satisfactory audit verification, except water and sewer. Accordingly, our verification of fees and charges and other revenues, except water and sewer, was limited to the amounts recorded in the records of the Town and we were not able to determine whether any adjustments might be necessary to revenues, surplus (deficit) of revenues over expenses, financial assets or net financial assets.

### **Qualified Opinion**

In our opinion, except for the effects of adjustments, if any, which we might have determined to be necessary had we been able to satisfy ourselves concerning the completeness of the revenues referred to in the preceding paragraph, these financial statements present fairly, in all material respects, the financial position of Town of Fort Qu'Appelle as at December 31, 2016 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 for provincial reporting entities.

### **Emphasis of Matter**

Without modifying our opinion, we draw your attention to Note 16 of the financial statements that describes the nature of a subsequent event involving uncertainty surrounding the impact of the 2017-2018 Provincial budget that was released on March 22, 2017.

The image shows a handwritten signature in black ink that reads "MWC LLP". The letters are stylized and cursive.

Chartered Professional Accountants

Regina, Saskatchewan  
May 25, 2017

**Town of Fort Qu'Appelle**  
**Statement of Financial Position**  
**As at December 31, 2016**

Statement 1

	2016	2015
<b>FINANCIAL ASSETS</b>		
Cash and Temporary Investments (Note 2)	1,456,276	1,367,098
Taxes Receivable - Municipal (Note 3)	124,333	203,988
Other Accounts Receivable (Note 4)	465,496	162,074
Land for Resale (Note 5)	61,573	62,561
Long-Term Investments	-	-
Debt Charges Recoverable	-	-
Other	-	-
<b>Total Financial Assets</b>	<b>2,107,678</b>	<b>1,795,721</b>

<b>LIABILITIES</b>		
Bank Indebtedness (Note 7)	-	-
Accounts Payable	191,288	280,263
Accrued Liabilities Payable	-	-
Deposits	38,100	36,763
Deferred Revenue (Note 8)	46,664	62,787
Accrued Landfill Costs (Note 9)	-	-
Liability for Contaminated Sites	-	-
Other Liabilities	-	-
Long-Term Debt (Note 10)	-	-
Lease Obligations	-	-
<b>Total Liabilities</b>	<b>276,052</b>	<b>379,813</b>

<b>NET FINANCIAL ASSETS (DEBT)</b>	<b>1,831,626</b>	<b>1,415,908</b>
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<b>NON-FINANCIAL ASSETS</b>		
Tangible Capital Assets (Schedule 6, 7)	13,713,372	14,075,856
Prepayments and Deferred Charges	44,391	38,049
Inventory (Note 6)	7,119	12,204
Other	-	-
<b>Total Non-Financial Assets</b>	<b>13,764,882</b>	<b>14,126,109</b>

<b>ACCUMULATED SURPLUS (DEFICIT) (Schedule 8)</b>	<b>15,596,508</b>	<b>15,542,017</b>
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**LEASE COMMITMENTS (Note 11)**

**CONTRACTUAL COMMITMENTS (Note 12)**

**CONTINGENT LIABILITY (Note 13)**

**Town of Fort Qu'Appelle  
Statement of Operations  
As at December 31, 2016**

Statement 2

	<b>2016 Budget</b> <i>(unaudited)</i>	<b>2016</b>	2015
<b>REVENUES</b>			
Taxes and Other Unconditional Revenue <i>(Schedule 1)</i>	2,529,840	2,543,401	2,500,964
Fees and Charges <i>(Schedule 4, 5)</i>	1,229,420	1,385,506	1,314,763
Conditional Grants <i>(Schedule 4, 5)</i>	48,370	63,536	50,567
Tangible Capital Asset Sales - Gain <i>(Schedule 4, 5)</i>	-	7,500	500
Land Sales - Gain <i>(Schedule 4, 5)</i>	30,000	13,969	37,776
Investment Income and Commissions <i>(Schedule 4, 5)</i>	16,400	7,826	17,548
Other Revenues <i>(Schedule 4, 5)</i>	-	600	600
<b>Total Revenues</b>	<b>3,854,030</b>	<b>4,022,338</b>	<b>3,922,718</b>
<b>EXPENSES</b>			
General Government Services <i>(Schedule 3)</i>	661,490	718,562	682,070
Protective Services <i>(Schedule 3)</i>	299,400	308,034	312,507
Transportation Services <i>(Schedule 3)</i>	922,150	1,092,532	1,233,289
Environmental and Public Health Services <i>(Schedule 3)</i>	368,090	388,453	275,924
Planning and Development Services <i>(Schedule 3)</i>	25,000	14,166	548
Recreation and Cultural Services <i>(Schedule 3)</i>	867,190	804,360	838,115
Utility Services <i>(Schedule 3)</i>	788,860	837,094	853,565
<b>Total Expenses</b>	<b>3,932,180</b>	<b>4,163,201</b>	<b>4,196,018</b>
<b>Surplus (Deficit) of Revenues over Expenses before Other Capital Contributions</b>	<b>(78,150)</b>	<b>(140,863)</b>	<b>(273,300)</b>
Provincial/Federal Capital Grants and Contributions <i>(Schedule 4, 5)</i>	235,530	195,354	122,811
<b>Surplus (Deficit) of Revenues over Expenses</b>	<b>157,380</b>	<b>54,491</b>	<b>(150,489)</b>
<b>Accumulated Surplus (Deficit), Beginning of Year</b>	<b>15,542,017</b>	<b>15,542,017</b>	<b>15,692,506</b>
<b>Accumulated Surplus (Deficit), End of Year</b>	<b>15,699,397</b>	<b>15,596,508</b>	<b>15,542,017</b>

**Town of Fort Qu'Appelle**  
**Statement of Change in Net Financial Assets**  
**As at December 31, 2016**

Statement 3

	<b>2016 Budget</b> <i>(unaudited)</i>	<b>2016</b>	<b>2015</b>
<b>Surplus (Deficit)</b>	157,380	54,491	(150,489)
(Acquisition) of tangible capital assets		(247,798)	(318,836)
Amortization of tangible capital assets		610,282	614,266
Proceeds on disposal of tangible capital assets		7,500	500
Loss (gain) on the disposal of tangible capital assets		(7,500)	(500)
<b>Surplus (Deficit) of capital expenses over expenditures</b>	<b>-</b>	<b>362,484</b>	<b>295,430</b>
(Acquisition) of supplies inventories			(12,204)
(Acquisition) of prepaid expense		(6,342)	-
Consumption of supplies inventory		5,085	-
Use of prepaid expense			14,572
<b>Surplus (Deficit) of expenses of other non-financial over expenditures</b>	<b>-</b>	<b>(1,257)</b>	<b>2,368</b>
<b>Increase/Decrease in Net Financial Assets</b>	<b>157,380</b>	<b>415,718</b>	<b>147,309</b>
<b>Net Financial Assets (Debt) - Beginning of Year</b>	<b>1,415,908</b>	<b>1,415,908</b>	<b>1,268,599</b>
<b>Net Financial Assets (Debt) - End of Year</b>	<b>1,573,288</b>	<b>1,831,626</b>	<b>1,415,908</b>

Town of Fort Qu'Appelle  
Statement of Cash Flow  
As at December 31, 2016

Statement 4

	2016	2015
<b>Cash provided by (used for) the following activities</b>		
<b>Operating:</b>		
Surplus (Deficit)	54,491	(150,489)
Amortization	610,282	614,266
Loss (gain) on disposal of tangible capital assets	(7,500)	(500)
	657,273	463,277
<b>Change in assets/liabilities</b>		
Taxes Receivable - Municipal	79,655	(52,798)
Other Receivables	(303,422)	(106,709)
Land for Resale	988	4,281
Other Financial Assets	-	-
Accounts and Accrued Liabilities Payable	(88,975)	(84,580)
Deposits	1,337	4,347
Deferred Revenue	(16,123)	6,546
Accrued Landfill Costs	-	-
Liability for Contaminated Sites	-	-
Other Liabilities	-	-
Stock and Supplies	5,085	(12,204)
Prepayments and Deferred Charges	(6,342)	14,572
Other	-	-
<b>Cash provided by operating transactions</b>	<b>329,476</b>	<b>236,732</b>
<b>Capital:</b>		
Acquisition of capital assets	(247,798)	(318,836)
Proceeds from the disposal of capital assets	7,500	500
Other capital	-	-
<b>Cash applied to capital transactions</b>	<b>(240,298)</b>	<b>(318,336)</b>
<b>Investing:</b>		
Long-term investments	-	-
Other investments	-	-
<b>Cash provided by (applied to) investing transactions</b>	<b>-</b>	<b>-</b>
<b>Financing:</b>		
Debt charges recovered	-	-
Long-term debt issued	-	-
Long-term debt repaid	-	-
Other financing	-	-
<b>Cash provided by (applied to) financing transactions</b>	<b>-</b>	<b>-</b>
<b>Change in Cash and Temporary Investments during the year</b>	<b>89,178</b>	<b>(81,604)</b>
<b>Cash and Temporary Investments - Beginning of Year</b>	<b>1,367,098</b>	<b>1,448,702</b>
<b>Cash and Temporary Investments - End of Year</b>	<b>1,456,276</b>	<b>1,367,098</b>



## 1. Significant Accounting Policies

The 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 revenues as they become available and measurable; expenses are recognized as they are incurred and measurable as a result of the receipt of goods and services and the creation of a legal obligation to pay.

- a) **Reporting Entity:** The 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. Entities included in these financial statements are as follows:

Entity  
None

All inter-organizational transactions and balances have been eliminated.

- b) **Revenue Recognition:**

Property tax revenue is based on assessments determined in accordance with provincial legislation and the formulas, principles, and rules in the Saskatchewan Assessment Manual. Tax mill rates are established annually. Penalties on overdue taxes are recorded in the period levied.

Government transfers are the transfer of assets from senior levels of government that are not the result of an exchange transaction, are not expected to be repaid in the future, or the result of a direct financial return. Government transfers are recognized as revenue in the period that the events giving rise to the transfer occurred, as long as:

- i) the transfers are authorized
- ii) any eligibility criteria have been met; and
- iii) reasonable estimates of the amounts can be made.

Unearned government transfer amounts received but not earned are recorded as deferred revenue  
Earned government transfer amounts not received are recorded as accounts receivable.

Fees and charges are recognized when the related services are performed.

Utility revenue is recognized on a quarterly basis based on the established rates for sewer, water and waste water usage.

Investment income and commissions are recognized in the period in which they are earned.

- c) **Collection of Funds for Other Authorities:** The District collects taxes for the Prairie South School Division. Amounts are collected and remitted in accordance with relevant legislation. The amounts collected are disclosed in Note 3.
- d) **Deferred Revenue** - Deferred revenue includes monies received in advance for taxes and utilities.
- 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) **Investments:** The Town's investments are primarily in short-term bonds and money market funds and as such, are classified as temporary investments and are recorded at market value.

1. Significant accounting policies - continued

- 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 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.
- 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 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.

A full year's amortization is recorded in the year of acquisition, permitted the asset has been placed into use, except for Road Network Assets which are amortized in the year following the year in which the costs were incurred. No amortization is recorded in the year of disposal. Assets acquired but not placed into use are classified as Assets Under Construction and are not amortized until they have been placed into use.

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>
<i>General Assets</i>	
Land	Indefinite
Land improvements	5 to 20 Yrs
Buildings	10 to 50 Yrs
<b>Vehicles &amp; Equipment:</b>	
Vehicles	5 to 10 Yrs
Machinery and Equipment	5 to 10 Yrs
<i>Infrastructure Assets</i>	
Infrastructure Assets:	30 to 75 Yrs
Water & Sewer	25 to 30 Yrs
Road Network Assets	15 to 60 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 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 Town does not maintain a waste disposal site. Instead it utilizes the landfill of an adjoining municipality.
- n) **Trust Funds:** Funds held in trust for others are neither included in the municipality's assets or equity. As at December 31, 2016 the Town does not hold any funds in trust.
- o) **Employee Benefit Plans:** Contributions to the municipality's defined benefit plans are expensed when contributions are made. Under the defined benefit plan, the municipality's obligations are limited to their contributions.

**Town of Fort Qu'Appelle**  
**Notes to the Financial Statements**  
**As at December 31, 2016**

- p) **Measurement Uncertainty:** The preparation of financial statements in conformity with generally accepted accounting principles 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.

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

The segments (functions) are as follows:

General Government: Provides for the administration of the municipality.

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

Transportation Services: Responsible for the delivery of public works services related to the development and maintenance of roadway systems and street lighting.

Environmental and Public Health: The environmental segment provides waste disposal and other environmental services. The public health segment provides for expenses related to public health services in the municipality.

Planning and Development: Provides for neighbourhood development and sustainability.

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

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

**2. Cash and Temporary Investments**

	2016	2015
Cash	1,214,766	1,127,040
Temporary Investments	241,510	240,058
Restricted Cash		
<b>Total Cash and Temporary Investments</b>	<b>1,456,276</b>	<b>1,367,098</b>

Temporary investments include a money market fund and investment in fixed income bond pools and are recorded at market value.

**3. Taxes Receivable - Municipal**

	2016	2015
Municipal - Current	73,705	141,308
- Arrears	50,628	62,680
	<b>124,333</b>	<b>203,988</b>
- Less Allowance for Uncollectibles	-	-
Total municipal taxes receivable	<b>124,333</b>	<b>203,988</b>
School - Current	42,127	68,823
- Arrears	14,284	37,054
Total school taxes receivable	<b>56,411</b>	<b>105,877</b>
Other	-	-
Total taxes and grants in lieu receivable	<b>180,744</b>	<b>309,865</b>
Deduct taxes receivable to be collected on behalf of other organizations	<b>(56,411)</b>	<b>(105,877)</b>
<b>Total Taxes Receivable - Municipal</b>	<b>124,333</b>	<b>203,988</b>

**Town of Fort Qu'Appelle**  
**Notes to the Financial Statements**  
**As at December 31, 2016**

**4. Other Accounts Receivable**

	2016	2015
Federal Government	98,249	65,292
Provincial Government	-	-
Local Government	-	-
Utility	212,068	32,029
Trade	135,766	27,913
Over (under) payment to the school division	28,090	36,840
<b>Total Other Accounts Receivable</b>	<b>474,173</b>	<b>162,074</b>
Less: Allowance for Uncollectibles	(8,677)	-
<b>Net Other Accounts Receivable</b>	<b>465,496</b>	<b>162,074</b>

**5. Land for Resale**

	2016	2015
Tax Title Property	-	-
Allowance for market value adjustment	-	-
Net Tax Title Property	-	-
Other Land	61,573	62,561
Allowance for market value adjustment	-	-
Net Other Land	61,573	62,561
<b>Total Land for Resale</b>	<b>61,573</b>	<b>62,561</b>

**6. Inventory**

	2016	2015
Columbarium	7,119	12,204
<b>Total Inventory</b>	<b>7,119</b>	<b>12,204</b>

**7. Bank Indebtedness**

The Town has an operating line of credit of \$100,000 of which \$NIL (2015 - \$NIL) has been drawn at yearend.

**8. Deferred Revenue**

	2016	2015
Prepaid taxes	42,898	57,447
Prepaid utilities	2,666	5,340
Other	1,100	-
<b>Total Deferred Revenue</b>	<b>46,664</b>	<b>62,787</b>

## Town of Fort Qu'Appelle

### Notes to the Financial Statements

As at December 31, 2016

#### 9. Accrued Landfill Costs

	2016	2015
Environmental Liabilities	-	-

The Town utilizes landfill services from an adjoining municipality and does not operate their own landfill. The Town is therefore not subject to any environmental liabilities.

#### 10. Long-Term Debt

a) The debt limit of the municipality is \$3,145,919. 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)).

The Town has not established any long-term debt facilities.

#### 11. Lease Commitments

The Town has operating lease agreements with regards to office and maintenance equipment. With agreements expiring between April 2018 and April 2019.

In addition, the Town has entered into an agreement with the City of Prince Albert for dispatching services. The agreement renews each year unless it is terminated. Under the terms of the agreement, either party may terminate the agreement by providing 120 days written notice.

Future minimum lease payments are as follows:

Year	Payment Amount
2017	100,404
2018	50,526
2019	3,078
2020	2,543
2021	2,543

#### 12. Contractual Commitments

In 2014 the Town entered into a contract for a new residential development. The total estimated contract cost is \$47,000. As of December 31, 2016 \$26,984 of work has been completed. An estimated \$20,015 of work has yet to be completed and paid for.

The Town has also entered into a contract to complete capital improvements on one of its lift stations. Total estimated cost to complete the improvements is \$14,055.

Costs incurred as of December 31, 2016 for both projects have been capitalized as Assets Under Construction and will be amortized once the project is complete and assets are placed into use.

#### 13. Contingent Liabilities

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

#### 14. 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 pension expense in 2016 was \$62,824 (2015 - \$56,250). 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.

## **15. Financial Instruments**

The Town is exposed to various risks through its financial instruments and management is responsible to monitor, evaluate and manage these risks. The following analysis provides information about the Town's risk exposure and concentration as of December 31, 2016

### **Credit Risk**

Credit risk arises from the potential that a counter party will fail to perform its obligations. The Town is exposed to credit risk from ratepayers. In order to reduce its credit risk, the Town has security as it is able to place a lien on all properties with unpaid taxes. For non-tax payer accounts, the Town uses an allowance for doubtful accounts.

### **Liquidity Risk**

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities. The Town is exposed to this risk mainly in respect of its receipt of funds from grants, proceeds from borrowings and accounts payable. The Town mitigates liquidity risk through its budgetary financial management process.

### **Market Risk**

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: currency rate risk, interest rate risk and other price risk.

- a) Currency rate risk is the risk to the Town's earnings that arise from fluctuations of foreign exchange rates and the degree of volatility of these rates. The Town does not have significant transactions, nor does it hold financial instruments in a foreign currency and therefore has minimal exposure to this risk.
- b) Interest rate risk is the risk that the value of a financial instrument might be adversely affected by a change in the interest rates. As the Town does not hold any long-term debt or other borrowings it is their opinion that there is minimal exposure to this risk.
- c) Other price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. The Town does not have any significant transactions or accounts exposed to other price risk.

## **16. Subsequent Event**

On March 22, 2016, the Provincial Budget released its 2017-18 budget. There is uncertainty regarding changes to the Municipal revenue sharing formula as well as Provincial grants in lieu. Municipalities are currently in discussion with the Provincial government regarding replacement funding and the ultimate impact on the Town is not known.

## **17. Corresponding Figures**

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

## **18. Budget Information**

Budget figures were approved by Council and have been included for informational purposes only and were not subject to audit.

**Town of Fort Qu'Appelle**  
**Schedule of Taxes and Other Unconditional Revenue**  
**As at December 31, 2016**

Schedule 1

	<b>2016 Budget</b> <i>(Unaudited)</i>	<b>2016</b>	<b>2015</b>
<b>TAXES</b>			
General municipal tax levy	2,074,900	2,072,456	2,058,292
Abatements and adjustments	(5,000)	(11,527)	(19,054)
Discount on current year taxes	(275,000)	(282,180)	(276,734)
<b>Net Municipal Taxes</b>	<b>1,794,900</b>	<b>1,778,749</b>	<b>1,762,504</b>
Potash tax share	-	-	-
Trailer license fees	5,540	7,023	6,880
Penalties on tax arrears	30,000	26,055	31,286
Special tax levy	-	-	12,438
Other	-	-	-
<b>Total Taxes</b>	<b>1,830,440</b>	<b>1,811,827</b>	<b>1,813,108</b>
<b>UNCONDITIONAL GRANTS</b>			
Revenue Sharing (Organized Hamlet)	468,720 -	468,728	457,850
<b>Total Unconditional Grants</b>	<b>468,720</b>	<b>468,728</b>	<b>457,850</b>
<b>GRANTS IN LIEU OF TAXES</b>			
Federal	32,900	18,582	18,582
Provincial			
S.P.C. Electrical	-	-	-
SaskEnergy Gas	-	-	-
TransGas	-	-	-
SPMC - Municipal Share	-	3,810	3,013
SaskTel	-	3,505	3,505
Liquor Board	10,360	3,873	5,306
Local/Other			
Housing Authority	14,600	12,387	12,387
C.P.R. Mainline	-	-	-
Treaty Land Entitlement	9,000	22,548	23,386
Other	-	-	-
Other Government Transfers			
S.P.C. Surcharge	110,590	137,056	110,593
Sask Energy Surcharge	53,230	61,085	53,234
Other			
<b>Total Grants in Lieu of Taxes</b>	<b>230,680</b>	<b>262,846</b>	<b>230,006</b>
<b>TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE</b>	<b>2,529,840</b>	<b>2,543,401</b>	<b>2,500,964</b>

Town of Fort Qu'Appelle  
 Schedule of Operating and Capital Revenue by Function  
 As at December 31, 2016

Schedule 2 - 1

	2016 Budget (Unaudited)	2016	2015
<b>GENERAL GOVERNMENT SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
- Custom work	10,000	9,154	33,404
- Sales of supplies	-	-	-
- Other ( <i>Cemetery certificates, licenses and other miscellaneous</i> )	24,770	39,702	40,714
Total Fees and Charges	34,770	48,856	74,118
- Tangible capital asset sales - gain (loss)	-	-	-
- Land sales - gain	30,000	13,969	37,776
- Investment income and commissions	16,400	7,826	17,548
- Other ( <i>Board of revisions</i> )	-	600	600
Total Other Segmented Revenue	81,170	71,251	130,042
Conditional Grants			
- Student Employment	-	-	-
- Other ( <i>Ministry of Highways</i> )	10,270	10,271	10,271
Total Conditional Grants	10,270	10,271	10,271
<b>Total Operating</b>	<b>91,440</b>	<b>81,522</b>	<b>140,313</b>
<b>Capital</b>			
Conditional Grants			
- Federal Gas Tax	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other	-	-	-
<b>Total Capital</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total General Government Services</b>	<b>91,440</b>	<b>81,522</b>	<b>140,313</b>

**PROTECTIVE SERVICES**

<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
- Other ( <i>Police, fire and pound fees</i> )	79,000	95,798	76,070
Total Fees and Charges	79,000	95,798	76,070
- Tangible capital asset sales - gain (loss)	-	-	-
- Other	-	-	-
Total Other Segmented Revenue	79,000	95,798	76,070
Conditional Grants			
- Student Employment	-	-	-
- Local government	-	-	-
- Other	-	-	-
Total Conditional Grants	-	-	-
<b>Total Operating</b>	<b>79,000</b>	<b>95,798</b>	<b>76,070</b>
<b>Capital</b>			
Conditional Grants			
- Federal Gas Tax	-	-	-
- Provincial Disaster Assistance	-	-	-
- Local government	-	-	-
- Other	-	-	-
<b>Total Capital</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Protective Services</b>	<b>79,000</b>	<b>95,798</b>	<b>76,070</b>



Town of Fort Qu'Appelle  
 Schedule of Operating and Capital Revenue by Function  
 As at December 31, 2016

Schedule 2 - 2

	2016 Budget (Unaudited)	2016	2015
<b>TRANSPORTATION SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
- Custom work	-	-	-
- Sales of supplies	-	-	-
- Road Maintenance and Restoration Agreements	-	-	-
- Frontage	-	-	-
- Other	-	-	-
Total Fees and Charges	-	-	-
- Tangible capital asset sales - gain (loss)	-	7,500	500
- Other	-	-	-
Total Other Segmented Revenue	-	7,500	500
Conditional Grants			
- MREP (CTP)	-	-	-
- Student Employment	-	-	-
- Other	-	-	-
Total Conditional Grants	-	-	-
<b>Total Operating</b>	-	7,500	500
<b>Capital</b>			
Conditional Grants			
- Federal Gas Tax	-	-	-
- MREP (Heavy Haul, CTP, Municipal Bridges)	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other	-	-	-
<b>Total Capital</b>	-	-	-
<b>Total Transportation Services</b>	-	7,500	500

**ENVIRONMENTAL AND PUBLIC HEALTH SERVICES**

<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
- Waste and Disposal Fees	-	-	-
- Other (Transit Van)	9,500	7,892	9,480
Total Fees and Charges	9,500	7,892	9,480
- Tangible capital asset sales - gain (loss)	-	-	-
- Other	-	-	-
Total Other Segmented Revenue	9,500	7,892	9,480
Conditional Grants			
- Student Employment	-	-	-
- TAPD	-	-	-
- Local government	-	-	-
- Other (Transit van grant)	5,860	13,025	5,859
Total Condit	5,860	13,025	5,859
<b>Total Operating</b>	15,360	20,917	15,339
<b>Capital</b>			
Conditional Grants			
- Federal Gas Tax	-	-	-
- TAPD	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other	-	-	-
<b>Total Capital</b>	-	-	-
<b>Total Environmental and Public Health Services</b>	15,360	20,917	15,339

Town of Fort Qu'Appelle  
Schedule of Operating and Capital Revenue by Function  
As at December 31, 2016

Schedule 2 - 3

	2016 Budget (Unaudited)	2016	2015
<b>PLANNING AND DEVELOPMENT SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
- Maintenance and Development Charges	12,000	21,432	83,576
- Other	-	-	-
Total Fees and Charges	12,000	21,432	83,576
- Tangible capital asset sales - gain (loss)	-	-	-
- Other	-	-	-
Total Other Segmented Revenue	12,000	21,432	83,576
Conditional Grants			
- Student Employment	-	-	-
- Other	-	-	-
Total Conditional Grants	-	-	-
<b>Total Operating</b>	<b>12,000</b>	<b>21,432</b>	<b>83,576</b>
<b>Capital</b>			
Conditional Grants			
- Federal Gas Tax	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other	-	-	-
<b>Total Capital</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Planning and Development Services</b>	<b>12,000</b>	<b>21,432</b>	<b>83,576</b>

**RECREATION AND CULTURAL SERVICES**

<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
- Other ( <i>Advertising, campground and rentals</i> )	190,600	248,997	200,928
Total Fees and Charges	190,600	248,997	200,928
- Tangible capital asset sales - gain (loss)	-	-	-
- Other	-	-	-
Total Other Segmented Revenue	190,600	248,997	200,928
Conditional Grants			
- Student Employment		-	-
- Local government		-	-
Donations	-	-	3,250
- Other ( <i>Sask Lotteries, CRAG grant and First Nations Job Fund</i> )	32,240	40,240	31,187
Total Conditional Grants	32,240	40,240	34,437
<b>Total Operating</b>	<b>222,840</b>	<b>289,237</b>	<b>235,365</b>
<b>Capital</b>			
Conditional Grants			
- Federal Gas Tax	-	-	-
- Local government	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other ( <i>Donations</i> )	-	7,285	7,280
<b>Total Capital</b>	<b>-</b>	<b>7,285</b>	<b>7,280</b>
<b>Total Recreation and Cultural Services</b>	<b>222,840</b>	<b>296,522</b>	<b>242,645</b>

**Town of Fort Qu'Appelle**  
**Schedule of Operating and Capital Revenue by Function**  
**As at December 31, 2016**

Schedule 2 - 4

	<b>2016 Budget</b> <i>(Unaudited)</i>	<b>2016</b>	<b>2015</b>
<b>UTILITY SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
- Water	220,550	237,055	204,435
- Sewer	683,000	725,476	666,156
- Other	-	-	-
Total Fees and Charges	903,550	962,531	870,591
- Tangible capital asset sales - gain (loss)		-	-
- Other		-	-
Total Other Segmented Revenue	903,550	962,531	870,591
Conditional Grants			
- Student Employment		-	-
- Other		-	-
Total Conditional Grants	-	-	-
<b>Total Operating</b>	<b>903,550</b>	<b>962,531</b>	<b>870,591</b>
<b>Capital</b>			
Conditional Grants			
- Federal Gas Tax	115,530	118,379	115,531
- New Building Canada Fund (SCF, NRP)	120,000	69,690	-
- Clean Water and Wastewater Fund	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other	-	-	-
<b>Total Capital</b>	<b>235,530</b>	<b>188,069</b>	<b>115,531</b>
<b>Total Utility Services</b>	<b>1,139,080</b>	<b>1,150,600</b>	<b>986,122</b>
<b>TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION</b>	<b>1,559,720</b>	<b>1,674,291</b>	<b>1,544,565</b>
<b>SUMMARY</b>			
Total Other Segmented Revenue	1,275,820	1,415,401	1,371,187
Total Conditional Grants	48,370	63,536	50,567
Total Capital Grants and Contributions	235,530	195,354	122,811
<b>TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION</b>	<b>1,559,720</b>	<b>1,674,291</b>	<b>1,544,565</b>

**Town of Fort Qu'Appelle**  
**Total Expenses by Function**  
**As at December 31, 2016**

Schedule 3 - 1

	<b>2016 Budget</b> <i>(Unaudited)</i>	<b>2016</b>	2015
<b>GENERAL GOVERNMENT SERVICES</b>			
Council remuneration and travel	59,000	55,045	60,342
Wages and benefits	368,830	390,161	361,936
Professional/Contractual services	148,850	148,653	142,102
Utilities	22,110	22,232	22,062
Maintenance, materials and supplies	29,200	64,911	56,130
Grants and contributions - operating	27,000	10,570	12,913
- capital	-	-	-
Amortization	-	9,387	8,237
Interest	1,500	1,276	1,285
Allowance for uncollectibles	2,000	8,677	1,939
Other ( <i>website, gifts</i> )	3,000	7,650	15,124
<b>Total Government Services</b>	<b>661,490</b>	<b>718,562</b>	<b>682,070</b>

**PROTECTIVE SERVICES**

**Police protection**

Wages and benefits	-	17,828	-
Professional/Contractual services	180,000	159,337	179,423
Utilities	-	-	-
Maintenance, material and supplies	-	-	-
Grants and contributions - operating	-	-	-
- capital	-	-	-
Other	-	-	-

**Fire protection**

Wages and benefits	38,500	35,650	37,630
Professional/Contractual services	6,500	4,871	7,386
Utilities	9,000	8,387	8,251
Maintenance, material and supplies	62,600	36,744	33,223
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization	-	44,601	44,150
Interest	-	-	-
Other ( <i>Insurance, memberships and travel</i> )	2,800	616	2,444
<b>Total Protective Services</b>	<b>299,400</b>	<b>308,034</b>	<b>312,507</b>

**TRANSPORTATION SERVICES**

Wages and benefits	254,400	240,304	295,828
Professional/Contractual Services	376,750	288,226	377,921
Utilities	48,950	48,395	46,876
Maintenance, materials, and supplies	217,050	174,472	175,651
Gravel	25,000	32,163	20,147
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization	-	308,972	316,866
Interest	-	-	-
Other	-	-	-
<b>Total Transportation Services</b>	<b>922,150</b>	<b>1,092,532</b>	<b>1,233,289</b>

Town of Fort Qu'Appelle  
 Total Expenses by Function  
 As at December 31, 2016

Schedule 3 - 2

2016 Budget (Unaudited)	2016	2015
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**ENVIRONMENTAL AND PUBLIC HEALTH SERVICES**

Wages and benefits	99,250	88,295	14,674
Professional/Contractual services	254,000	281,818	247,661
Utilities	1,700	1,677	1,692
Maintenance, materials and supplies	11,640	10,629	7,332
Grants and contributions - operating			
o Waste disposal	-	-	-
o Public Health	-	-	-
- capital			
o Waste disposal	-	-	-
o Public Health	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other ( <i>Cemetery</i> )	1,500	6,034	4,565
<b>Total Environmental and Public Health Services</b>	<b>368,090</b>	<b>388,453</b>	<b>275,924</b>

**PLANNING AND DEVELOPMENT SERVICES**

Wages and benefits	-	-	-
Professional/Contractual Services	25,000	14,166	228
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other ( <i>telephone</i> )	-	-	320
<b>Total Planning and Development Services</b>	<b>25,000</b>	<b>14,166</b>	<b>548</b>

**RECREATION AND CULTURAL SERVICES**

Wages and benefits	346,470	282,980	276,823
Professional/Contractual services	99,970	83,489	95,730
Utilities	134,750	126,886	115,512
Maintenance, materials and supplies	256,500	167,971	206,369
Grants and contributions - operating	29,500	25,260	25,778
- capital	-	-	-
Amortization	-	117,774	117,903
Interest	-	-	-
Allowance for uncollectibles	-	-	-
Other	-	-	-
<b>Total Recreation and Cultural Services</b>	<b>867,190</b>	<b>804,360</b>	<b>838,115</b>

**Town of Fort Qu'Appelle**  
**Total Expenses by Function**  
**As at December 31, 2016**

Schedule 3 - 3

	<b>2016 Budget</b> <i>(Unaudited)</i>	<b>2016</b>	<b>2015</b>
<b>UTILITY SERVICES</b>			
Wages and benefits	96,460	105,174	95,942
Professional/Contractual services	5,000	8,199	23,495
Utilities	505,300	482,201	495,163
Maintenance, materials and supplies	176,800	111,822	107,270
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization	-	129,548	127,110
Interest	-	-	-
Allowance for uncollectibles	-	-	-
Other ( <i>Training, memberships</i> )	5,300	150	4,585
<b>Total Utility Services</b>	<b>788,860</b>	<b>837,094</b>	<b>853,565</b>
<b>TOTAL EXPENSES BY FUNCTION</b>	<b>3,932,180</b>	<b>4,163,201</b>	<b>4,196,018</b>

Town of Fort Qu'Appelle  
Schedule of Segment Disclosure by Function  
As at December 31, 2016

Schedule 4

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
<b>Revenues (Schedule 2)</b>								
Fees and Charges	48,856	95,798	-	7,892	21,432	248,997	962,531	1,385,506
Tangible Capital Asset Sales - Gain	-	-	7,500	-	-	-	-	7,500
Land Sales - Gain	13,969							13,969
Investment Income and Commissions	7,826							7,826
Other Revenues	600	-	-	-	-	-	-	600
Grants - Conditional	10,271	-	-	13,025	-	40,240	-	63,536
- Capital	-	-	-	-	-	7,285	188,069	195,354
<b>Total Revenues</b>	<b>81,522</b>	<b>95,798</b>	<b>7,500</b>	<b>20,917</b>	<b>21,432</b>	<b>296,522</b>	<b>1,150,600</b>	<b>1,674,291</b>
<b>Expenses (Schedule 3)</b>								
Wages & Benefits	445,206	53,478	240,304	88,295	-	282,980	105,174	1,215,437
Professional/ Contractual Services	148,653	164,208	288,226	281,818	14,166	83,489	8,199	988,759
Utilities	22,232	8,387	48,395	1,677		126,886	482,201	689,778
Maintenance Materials and Supplies	64,911	36,744	206,635	10,629		167,971	111,822	598,712
Grants and Contributions	10,570	-	-	-	-	25,260	-	35,830
Amortization	9,387	44,601	308,972	-	-	117,774	129,548	610,282
Interest	1,276	-	-	-	-	-	-	1,276
Allowance for Uncollectibles	8,677							8,677
Other	7,650	616	-	6,034	-	-	150	14,450
<b>Total Expenses</b>	<b>718,562</b>	<b>308,034</b>	<b>1,092,532</b>	<b>388,453</b>	<b>14,166</b>	<b>804,360</b>	<b>837,094</b>	<b>4,163,201</b>
<b>Surplus (Deficit) by Function</b>	<b>(637,040)</b>	<b>(212,236)</b>	<b>(1,085,032)</b>	<b>(367,536)</b>	<b>7,266</b>	<b>(507,838)</b>	<b>313,506</b>	<b>(2,488,910)</b>

Taxes and other unconditional revenue (Schedule 1)

2,543,401

**Net Surplus (Deficit)**

**54,491**

Town of Fort Qu'Appelle  
Schedule of Segment Disclosure by Function  
As at December 31, 2015

Schedule 5

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
<b>Revenues (Schedule 2)</b>								
Fees and Charges	74,118	76,070	-	9,480	83,576	200,928	870,591	1,314,763
Tangible Capital Asset Sales - Gain	-	-	500	-	-	-	-	500
Land Sales - Gain	37,776							37,776
Investment Income and Commissions	17,548							17,548
Other Revenues	600	-	-	-	-	-	-	600
Grants - Conditional	10,271	-	-	5,859	-	34,437	-	50,567
- Capital	-	-	-	-	-	7,280	115,531	122,811
<b>Total Revenues</b>	<b>140,313</b>	<b>76,070</b>	<b>500</b>	<b>15,339</b>	<b>83,576</b>	<b>242,645</b>	<b>986,122</b>	<b>1,544,565</b>
<b>Expenses (Schedule 3)</b>								
Wages & Benefits	422,278	37,630	295,828	14,674	-	276,823	95,942	1,143,175
Professional/ Contractual Services	142,102	186,809	377,921	247,661	228	95,730	23,495	1,073,946
Utilities	22,062	8,251	46,876	1,692		115,512	495,163	689,556
Maintenance Materials and Supplies	56,130	33,223	195,798	7,332		206,369	107,270	606,122
Grants and Contributions	12,913	-	-	-	-	25,778	-	38,691
Amortization	8,237	44,150	316,866	-	-	117,903	127,110	614,266
Interest	1,285	-	-	-	-	-	-	1,285
Allowance for Uncollectibles	1,939							1,939
Other	15,124	2,444	-	4,565	320	-	4,585	27,038
<b>Total Expenses</b>	<b>682,070</b>	<b>312,507</b>	<b>1,233,289</b>	<b>275,924</b>	<b>548</b>	<b>838,115</b>	<b>853,565</b>	<b>4,196,018</b>
<b>Surplus (Deficit) by Function</b>	<b>(541,757)</b>	<b>(236,437)</b>	<b>(1,232,789)</b>	<b>(260,585)</b>	<b>83,028</b>	<b>(595,470)</b>	<b>132,557</b>	<b>(2,651,453)</b>

Taxes and other unconditional revenue (Schedule 1)	2,500,964
<b>Net Surplus (Deficit)</b>	<b>(150,489)</b>



Town of Fort Qu'Appelle  
 Schedule of Tangible Capital Assets by Object  
 As at December 31, 2016

Schedule 6

		2016						2015		
		General Assets				Infrastructure Assets	General/Infrastructure			
		Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment	Linear assets	Assets Under Construction	Total	Total
<b>Assets</b>	<b>Asset cost</b>									
	Opening Asset costs	1,063,976	1,014,149	6,826,485	1,998,385	1,952,198	20,110,291	59,830	33,025,314	32,784,878
	Additions during the year	-	-	53,968	51,600	24,694	13,000	104,536	247,798	318,836
	Disposals and write-downs during the year	-	(335,729)	(33,274)	(286,150)	(850,447)	(3,162,099)	-	(4,667,699)	(78,400)
	Transfers (from) assets under construction	-	-	-	-	-	-	-	-	-
	<b>Closing Asset Costs</b>	<b>1,063,976</b>	<b>678,420</b>	<b>6,847,179</b>	<b>1,763,835</b>	<b>1,126,445</b>	<b>16,961,192</b>	<b>164,366</b>	<b>28,605,413</b>	<b>33,025,314</b>
<b>Amortization</b>	<b>Accumulated Amortization Cost</b>									
	Opening Accumulated Amortization Costs	-	552,711	3,614,251	1,015,725	1,333,293	12,433,478	-	18,949,458	18,413,592
	Add: Amortization taken	-	31,608	128,754	84,258	60,514	305,148	-	610,282	614,266
	Less: Accumulated amortization on disposals	-	(335,729)	(33,274)	(286,150)	(850,447)	(3,162,099)	-	(4,667,699)	(78,400)
		<b>Closing Accumulated Amortization Costs</b>	<b>-</b>	<b>248,590</b>	<b>3,709,731</b>	<b>813,833</b>	<b>543,360</b>	<b>9,576,527</b>	<b>-</b>	<b>14,892,041</b>
	<b>Net Book Value</b>	<b>1,063,976</b>	<b>429,830</b>	<b>3,137,448</b>	<b>950,002</b>	<b>583,085</b>	<b>7,384,665</b>	<b>164,366</b>	<b>13,713,372</b>	<b>14,075,856</b>

1. Total contributed/donated assets received in 2016: \$ -
2. List of assets recognized at nominal value in 2016 are:
  - Infrastructure Assets \$ -
  - Vehicles \$ -
  - Machinery and Equipment \$ -
3. Amount of interest capitalized in 2016 \$ -

Town of Fort Qu'Appelle  
 Schedule of Tangible Capital Assets by Function  
 As at December 31, 2016

Schedule 7

		2016						2015		
		General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Water & Sewer	Total	Total
<b>Assets</b>	<b>Asset cost</b>									
	Opening Asset costs	758,852	1,244,252	18,230,008	23	-	5,188,498	7,603,681	33,025,314	32,784,878
	Additions during the year	-	-	71,897	-	-	61,253	114,648	247,798	318,836
	Disposals and write-downs during the year	(54,660)	(99,785)	(3,254,638)	-	-	(522,657)	(735,959)	(4,667,699)	(78,400)
	<b>Closing Asset Costs</b>	<b>704,192</b>	<b>1,144,467</b>	<b>15,047,267</b>	<b>23</b>	<b>-</b>	<b>4,727,094</b>	<b>6,982,370</b>	<b>28,605,413</b>	<b>33,025,314</b>
<b>Amortization</b>	<b>Accumulated Amortization Cost</b>									
	Opening Accumulated Amortization Costs	144,387	620,134	11,302,915	-	-	3,020,961	3,861,061	18,949,458	18,413,592
	Add: Amortization taken	9,387	44,601	308,973	-	-	117,774	129,547	610,282	614,266
	Less: Accumulated amortization on disposals	(54,660)	(99,785)	(3,254,638)	-	-	(522,657)	(735,959)	(4,667,699)	(78,400)
	<b>Closing Accumulated Amortization Costs</b>	<b>99,114</b>	<b>564,950</b>	<b>8,357,250</b>	<b>-</b>	<b>-</b>	<b>2,616,078</b>	<b>3,254,649</b>	<b>14,892,041</b>	<b>18,949,458</b>
	<b>Net Book Value</b>	<b>605,078</b>	<b>579,517</b>	<b>6,690,017</b>	<b>23</b>	<b>-</b>	<b>2,111,016</b>	<b>3,727,721</b>	<b>13,713,372</b>	<b>14,075,856</b>

**Town of Fort Qu'Appelle**  
**Schedule of Accumulated Surplus**  
**As at December 31, 2016**

Schedule 8

	2015	Changes	2016
<b>UNAPPROPRIATED SURPLUS</b>	<b>901,433</b>	<b>416,975</b>	<b>1,318,408</b>
<b>APPROPRIATED RESERVES</b>			
Machinery and Equipment	-	-	-
Public Reserve	564,728	-	564,728
Capital Trust	-	-	-
Utility	-	-	-
Other	-	-	-
<b>Total Appropriated</b>	<b>564,728</b>	<b>-</b>	<b>564,728</b>
<b>ORGANIZED HAMLETS (add lines if required)</b>			
Organized Hamlet of (Name)	-	-	-
Organized Hamlet of (Name)	-	-	-
Organized Hamlet of (Name)	-	-	-
Organized Hamlet of (Name)	-	-	-
Organized Hamlet of (Name)	-	-	-
Organized Hamlet of (Name)	-	-	-
<b>Total Organized Hamlets</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>NET INVESTMENT IN TANGIBLE CAPITAL ASSETS</b>			
Tangible capital assets (Schedule 6)	14,075,856	(362,484)	13,713,372
Less: Related debt	-	-	-
<b>Net Investment in Tangible Capital Assets</b>	<b>14,075,856</b>	<b>(362,484)</b>	<b>13,713,372</b>
<b>Total Accumulated Surplus</b>	<b>15,542,017</b>	<b>54,491</b>	<b>15,596,508</b>

Town of Fort Qu'Appelle  
 Schedule of Mill Rates and Assessments  
 As at December 31, 2016

Schedule 9

	PROPERTY CLASS						Total
	Agriculture	Residential	Residential Condominium	Seasonal Residential	Commercial & Industrial	Potash Mine(s)	
<b>Taxable Assessment</b>	68,310	88,878,510	9,381,330	283,570	36,180,400		134,792,120
<b>Regional Park Assessment</b>							-
<b>Total Assessment</b>							134,792,120
<b>Mill Rate Factor(s)</b>	7.6800	7.6700	7.6700	7.6700	7.6700		
<b>Total Base/Minimum Tax</b> (generated for each property class)	1,540	819,675	81,968	9,108	126,310		1,038,601
<b>Total Municipal Tax Levy</b> (include base and/or minimum tax and special levies)	2,065	1,501,373	153,923	11,283	403,812		2,072,456

**MILL RATES: MILLS**

<b>Average Municipal*</b>	
<b>Average School*</b>	
<b>Potash Mill Rate</b>	
<b>Uniform Municipal Mill Rate</b>	

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

**Town of Fort Qu'Appelle  
Schedule of Council Remuneration  
As at December 31, 2016**

Schedule 10

<b>Position</b>	<b>Name</b>	<b>Remuneration</b>	<b>Reimbursed Costs</b>	<b>Total</b>
Mayor (outgoing)	Ron Osika	10,075		10,075
Mayor (incoming)	Jerry Whiting	2,300		2,300
Councillor (outgoing)	Jeff Brown	6,099		6,099
Councillor (outgoing)	Brian Janz	4,525		4,525
Councillor (outgoing)	Tanya Kulaway	5,595		5,595
Councillor (outgoing)	Jennifer Melanson	1,270		1,270
Councillor (outgoing)	Robert Morton	5,278		5,278
Councillor	Lee Finishen	7,287		7,287
Councillor (incoming)	Douglas Blatter	1,400		1,400
Councillor (incoming)	Brian Casper	950		950
Councillor (incoming)	Rebecca Hill	1,350		1,350
Councillor (incoming)	Phil Parfitt	1,200		1,200
Councillor (incoming)	Larry Schultz	1,250		1,250
<b>Total</b>		<b>48,579</b>	<b>-</b>	<b>48,579</b>