
INDEPENDENT AUDITORS' REPORT

To the Reeve and Council of the
Municipality of Torch River No. 488

Report on the Financial Statements

We have audited the accompanying financial statements of the Municipality of Torch River No. 488, which comprise the statement of financial position as at December 31, 2014, and the statement of operations, changes in net financial assets and cash flow for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian public sector accounting (PSA) 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.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on my 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 an 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 my audit opinion.

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of the Municipality of Torch River No. 488 as at December 31, 2014, and the results of its operations, changes in net financial assets, and its cash flow for the year then ended in accordance with Canadian public sector accounting (PSA) standards.

Tisdale, Saskatchewan
May 8, 2015


Chartered Professional Accountants

Management's Responsibility


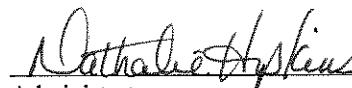
To the Ratepayers of Municipality of Torch River No. 488

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 public sector accounting (PSA) standards 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.

Janke Jellicoe LLP, an independent firm of chartered professional accountant, 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.


Reeve
Administrator

Municipality of Torch River No. 488
Consolidated Statement of Financial Position
As at December 31, 2014

Statement 1

	2014	2013
ASSETS		
Financial Assets		
Cash and Temporary Investments (Note 2)	2,376,351	2,076,473
Taxes Receivable - Municipal (Note 3)	281,509	304,775
Other Accounts Receivable (Note 4)	87,574	69,965
Land for Resale (Note 5)	3,500	20,886
Long-Term Investments (Note 6)	166,852	157,544
Other (Specify)	-	-
Total Financial Assets	2,915,786	2,629,643
LIABILITIES		
Bank Indebtedness (Note 7)	-	-
Accounts Payable	151,272	63,954
Accrued Liabilities Payable	-	-
Deposits	-	-
Deferred Revenue (Note 8)	-	-
Accrued Landfill Costs (Note 9)	-	-
Other Liabilities	5,000	5,583
Long-Term Debt (Note 10)	-	-
Lease Obligations (Note 11)	-	-
Total Liabilities	156,272	69,537
NET FINANCIAL ASSETS	2,759,514	2,560,106
Non-Financial Assets		
Tangible Capital Assets (Schedule 6, 7)	10,168,182	10,128,728
Prepayments and Deferred Charges	5,051	5,110
Stock and Supplies	273,478	201,205
Other (Note 12)	-	-
Total Non-Financial Assets	10,446,711	10,335,043
Accumulated Surplus (Deficit) (Schedule 8)	13,206,225	12,895,149

Municipality of Torch River No. 488
Consolidated Statement of Operations
As at December 31, 2014

Statement 2

	2014 Budget	2014	2013
Revenues			
Taxes and Other Unconditional Revenue (Schedule 1)	2,922,308	2,919,938	2,820,210
Fees and Charges (Schedule 4, 5)	71,229	132,744	148,054
Conditional Grants (Schedule 4, 5)	27,500	34,022	32,281
Tangible Capital Asset Sales - Gain (Schedule 4, 5)	-	3,308	(106,075)
Land Sales - Gain (Schedule 4, 5)	-	570	-
Investment Income and Commissions (Schedule 4, 5)	21,800	33,115	22,802
Other Revenues (Schedule 4, 5)	-	1,000	644
Total Revenues	3,042,837	3,124,697	2,917,916
Expenses			
General Government Services (Schedule 3)	338,627	406,425	266,405
Protective Services (Schedule 3)	154,786	160,922	151,394
Transportation Services (Schedule 3)	2,473,912	2,279,023	2,172,189
Environmental and Public Health Services (Schedule 3)	129,213	111,894	90,401
Planning and Development Services (Schedule 3)	27,304	22,214	13,577
Recreation and Cultural Services (Schedule 3)	38,500	37,553	37,282
Utility Services (Schedule 3)	42,465	44,777	43,183
Total Expenses	3,204,807	3,062,808	2,774,431
Surplus (Deficit) of Revenues over Expenses before Other Capital Contributions	(161,970)	61,889	143,485
Provincial/Federal Capital Grants and Contributions (Schedule 4, 5)	480,600	249,187	325,343
Surplus (Deficit) of Revenues over Expenses	318,630	311,076	468,828
Accumulated Surplus (Deficit), Beginning of Year	12,895,149	12,895,149	12,426,321
Accumulated Surplus (Deficit), End of Year	13,213,779	13,206,225	12,895,149

Municipality of Torch River No. 488

Consolidated Statement of Change in Net Financial Assets

As at December 31, 2014

Statement 3

	2014 Budget	2014	2013
Surplus (Deficit)	318,630	311,076	468,828
(Acquisition) of tangible capital assets	(1,027,850)	(655,871)	(1,118,639)
Amortization of tangible capital assets	582,667	583,440	564,475
Proceeds on disposal of tangible capital assets	21,000	36,285	258,931
Loss (gain) on the disposal of tangible capital assets	-	(3,308)	106,075
Surplus (Deficit) of capital expenses over expenditures	(424,183)	(39,454)	(189,158)
(Acquisition) of supplies inventories	-	(294,219)	(58,582)
(Acquisition) of prepaid expense	-	(1,000)	(4,000)
Consumption of supplies inventory	-	221,946	219,654
Use of prepaid expense	-	1,059	480
Surplus (Deficit) of expenses of other non-financial over expenditures	-	(72,214)	157,552
Increase/Decrease in Net Financial Assets	(105,553)	199,408	437,222
Net Financial Assets - Beginning of Year	2,560,106	2,560,106	2,122,884
Net Financial Assets - End of Year	2,454,553	2,759,514	2,560,106

Municipality of Torch River No. 488
Consolidated Statement of Cash Flow
As at December 31, 2014

Statement 4

	2014	2013
Cash provided by (used for) the following activities		
Operating:		
Surplus (Deficit)	311,076	468,828
Amortization	583,440	564,475
Loss (gain) on disposal of tangible capital assets	(3,308)	106,075
	<u>891,208</u>	<u>1,139,378</u>
Change in assets/liabilities		
Taxes Receivable - Municipal	23,266	(77,560)
Other Receivables	(17,609)	62,064
Land for Resale	17,386	(1,735)
Other Financial Assets	-	-
Accounts and accrued liabilities payable	87,318	(20,425)
Deposits	-	-
Deferred Revenue	-	-
Accrued Landfill costs	-	-
Other Liabilities	(583)	83
Stock and supplies for use	(72,273)	161,072
Prepayments and Deferred Charges	59	(3,520)
Other (specify)	-	-
Net cash from (used for) operations	928,772	1,259,357
Capital:		
Acquisition of capital assets	(655,871)	(1,118,639)
Proceeds from the disposal of capital assets	36,285	258,931
Other capital	-	-
Net cash from (used for) capital	(619,586)	(859,708)
Investing:		
Long-term investments	(9,308)	13,982
Other investments	-	-
Net cash from (used for) investing	(9,308)	13,982
Financing:		
Long-term debt issued	-	-
Long-term debt repaid	-	-
Other financing	-	-
Net cash from (used for) financing	-	-
Increase (Decrease) in cash resources	299,878	413,631
Cash and Investments - Beginning of Year	2,076,473	1,662,842
Cash and Investments - End of Year	2,376,351	2,076,473

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 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 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

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. The amounts collected are disclosed in note 3
- 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. Taxation revenues are recorded at the time tax billings are issued. Assessments are subject to appeal.
- 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	15 Years
Buildings	40 Years
Vehicles & Equipment	
Vehicles	10 Years
Machinery and Equipment	10 to 20 Years
Infrastructure Assets	
Infrastructure Assets	
Water & Sewer	40 Years
Road Network Assets	15 to 40 Years

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

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

Capitalization of Interest: The municipality does 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 Municipality of Torch River maintains a waste disposal site. The Municipality is unable to estimate closure and post-closure costs. No amount has been recorded as an asset or a liability.
- n) **Trust Funds:** Funds held in trust for others are neither included in the municipality's assets or equity. They are disclosed in Note [16].
- 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.

Municipality of Torch River No. 488
Notes to the Consolidated Financial Statements
As at December 31, 2014

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

Protective Services: Protective Services is comprised of expenses for Police and Fire protection.

Transportation services: The Transportation services segment is responsible for the delivery of public works services related to the development and maintenance of roadway systems and street lighting.

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

Planning and Development: The planning and development segment provides for neighbourhood development and sustainability.

Recreation and Culture: The recreation and culture segment provides for community services through the provision of recreation and leisure services.

Utility Services: The Utility services segment provides for delivery of water, collecting and treating of wastewater and providing collection and disposal of solid waste.

2. Cash and temporary investments

	2014	2013
Cash	2,376,351	2,076,473
Temporary Investments	-	-
Total Cash and temporary investments	2,376,351	2,076,473

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

3. Taxes and grants in lieu receivable

	2014	2013
Municipal - Current	239,448	257,149
- Arrears	98,632	49,714
	338,080	306,863
- Less Allowance for Uncollectibles	(56,571)	(2,088)
Total municipal taxes receivable	281,509	304,775
School - Current	45,490	49,293
- Arrears	28,941	22,935
Total school taxes receivable	74,431	72,228
Other	26,502	17,802
Total taxes and grants in lieu receivable	382,442	394,805
Deduct taxes receivable to be collected on behalf of other organizations	(100,933)	(90,030)
Municipal and grants in lieu taxes receivable	281,509	304,775

Municipality of Torch River No. 488
Notes to the Consolidated Financial Statements
As at December 31, 2014

	2014	2013
4. Other Accounts Receivable		
Federal government	44,277	32,970
Provincial government	11,163	3,420
Local government	16,768	21,262
Utility	-	-
Trade	25,605	13,604
Other (specify)	-	-
Total Other Accounts Receivable	97,813	71,256
Less Allowance for Uncollectibles	(10,239)	(1,291)
Net Other Accounts Receivable	87,574	69,965

5. Land for Resale

Tax Title Property	19,151	20,886
Allowance for market value adjustment	(15,651)	-
Net Tax Title Property	3,500	20,886
Other Land	-	-
Allowance for market value adjustment	-	-
Net Other Land	-	-
Total Land for Resale	3,500	20,886

6. Long-term investments

Torch River Rail	25,000	25,000
Sask Assoc of Rural Municipalities - Self Insurance Fund	133,932	126,989
Pineland Co-op Equity	7,920	5,555
Total Long-term investments	166,852	157,544

The long term investments in the Saskatchewan Rural - Self Insurance Fund and the Pineland Co-op are accounted for on the equity basis. The long term investment in Torch River Rail is accounted for on the cost basis.

7. Bank indebtedness

Bank indebtedness includes an operating loan amounting to [\$] ([prior year] - [\$]) and bearing interest at prime plus [#]%. Assets pledged as collateral are [describe assets].

Credit Arrangements

At December 31, 2012, the Municipality had lines of credit totaling \$0, none of which were drawn.

8. Deferred revenue

	2014	2013
[describe deferred revenue]		
Total deferred revenue	-	-

Municipality of Torch River No. 488

Notes to the Consolidated Financial Statements

As at December 31, 2014

9. Accrued landfill costs

	2014	2013
Environmental liabilities	-	-

[In [year] the Municipality has accrued an overall liability for environmental matters in the amount of [\$] (prior year - \$) which represents management's best estimate of this liability. By their nature, these estimates are subject to measurement uncertainty and the effect on the consolidated financial statements of changes in such estimates in future periods could be significant.]

[Included in environmental liabilities is [\$ -] (prior year - \$) of the estimated total landfill closure and post-closure care expenses. The estimated liability for these expenses is recognized as the landfill site's capacity is used. Estimated total expenses represent the sum of the discounted future cash flows for closure and post-closure care activities discounted at the Municipality's average long-term borrowing rate of [%] (prior year - %).]

[Landfill closure and post-closure care requirements have been defined in accordance with the Environmental Act and include final covering and landscaping of the landfill, pumping of ground, methane gas and leachate management, and ongoing environmental monitoring, site inspection and maintenance. The reported liability is based on estimates and assumptions with respect to events extending over a 100-year period using the best information available to management. Future events may result in significant changes to the estimated total expense, capacity used or total capacity and the estimated liability, and would be recognized prospectively, as a change in estimate, when applicable.]

10. Long-term debt

- The debt limit of the municipality is \$2,130,002. 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).
- Debenture debt is repayable at [describe terms including interest rates, repayment dates and amounts, and whether any amount is due on demand].

Future principal and interest payments are as follows:

Year	Principal	Interest	Current Total	Prior Year Total
2015			-	-
2016			-	-
2017			-	-
2018			-	-
2019			-	-
Thereafter			-	-
Balance	-	-	-	-

Bank loans are repayable [describe terms including interest rates, repayment dates and amounts, and whether any amount is due on demand].

Future principal repayments are estimated as follows:

Year	Principal	Interest	Current Total	Prior Year Total
2015			-	-
2016			-	-
2017			-	-
2018			-	-
2019			-	-
Thereafter			-	-
Balance	-	-	-	-

Municipality of Torch River No. 488
Notes to the Consolidated Financial Statements
As at December 31, 2014

11. Lease obligations

Future minimum lease payments under the capital leases together with the balance of the obligation due under the capital leases are as follows:

Year	
2015	-
2016	-
2017	-
2018	-
2019	-
Thereafter	-
Total future minimum lease payments	-
Amounts representing interest at a weighted average rate of _____ %	-
Capital lease liability	-

12. Other non-financial assets

(List if any)

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 under which both the municipality and employees make contributions of 8.15% (2013 - 8.15%) of an employee's gross salary. The Commission of MEPP, representing plan member employers, is responsible for overseeing the management of the pension plan, including investment of assets and administration of benefits. The Municipality's pension expense in 2014 was \$64,991 (2013 - \$52,063). The benefits accrued to the Municipality's employees from MEPP are calculated using the following: Pensionable Years of Service, Highest Average Salary, and

15. Comparative figures

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

16. Trusts Administered by the Municipality

A summary of trust fund activity by the municipality during the year is as follows:

[Description of Trust i.e. Cemetery]

	Current Total	Prior Year Total
Balance - Beginning of Year		
Revenue (Specify)		
Interest revenue		
Expenditure (Specify)		
Balance - End of Year		

Municipality of Torch River No. 488

Schedule of Taxes and Other Unconditional Revenue

As at December 31, 2014

Schedule 1

	2014 Budget	2014	2013
TAXES			
General municipal tax levy	2,152,653	2,149,289	2,021,045
Abatements and adjustments	(9,000)	(9,674)	(7,345)
Discount on current year taxes	(77,800)	(73,930)	(71,236)
Net Municipal Taxes	2,065,853	2,065,685	1,942,464
Potash tax share	-	-	-
Trailer license fees	-	-	-
Penalties on tax arrears	12,800	24,083	18,835
Special tax levy	-	-	-
Other (Specify)	104,651	103,513	103,278
Total Taxes	2,183,304	2,193,281	2,064,577
UNCONDITIONAL GRANTS			
Equalization (Revenue Sharing)	683,053	683,053	703,118
Organized Hamlet	8,287	8,287	8,456
Total Unconditional Grants	691,340	691,340	711,574
GRANTS IN LIEU OF TAXES			
Federal	756	718	752
Provincial			
S.P.C. Electrical	-	-	-
SaskEnergy Gas	-	-	-
TransGas	-	-	-
SPMC - Municipal Share	-	-	-
SaskTel	5,928	5,632	5,631
Other - Pastures, Hamlets	40,980	28,967	37,676
Local/Other			
Housing Authority	-	-	-
C.P.R. Mainline	-	-	-
Treaty Land Entitlement	-	-	-
Other (Specify)	-	-	-
Other Government Transfers			
S.P.C. Surcharge	-	-	-
Sask Energy Surcharge	-	-	-
Other (Specify)	-	-	-
Total Grants in Lieu of Taxes	47,664	35,317	44,059
TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	2,922,308	2,919,938	2,820,210

Municipality of Torch River No. 488
Schedule of Operating and Capital Revenue by Function
As at December 31, 2014

Schedule 2 - 1

	2014 Budget	2014	2013
GENERAL GOVERNMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work	-	-	-
- Sales of supplies	2,000	4,439	2,521
- Other - Tax certificates, permits, rentals	7,169	10,667	7,706
Total Fees and Charges	9,169	15,106	10,227
- Tangible capital asset sales - gain (loss)	-	-	-
- Land sales - gain	-	570	-
- Investment income and commissions	21,800	33,115	22,802
- Other: New Hires Credit	-	1,000	-
Total Other Segmented Revenue	30,969	49,791	33,029
Conditional Grants			
- Student Employment	-	-	-
- Other (Specify)	-	-	-
Total Conditional Grants	-	-	-
Total Operating	30,969	49,791	33,029
Capital			
Conditional Grants			
- Gas Tax	-	-	-
- Canada/Sask Municipal Rural Infrastructure Fund	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other (Specify)	-	-	-
Total Capital	-	-	-
Total General Government Services	30,969	49,791	33,029

PROTECTIVE SERVICES

Operating

Other Segmented Revenue			
Fees and Charges			
- Other - Fines, Fire fees	-	9,260	-
Total Fees and Charges	-	9,260	-
- Tangible capital asset sales - gain (loss)	-	-	-
- Other (Specify)	-	-	-
Total Other Segmented Revenue	-	9,260	-
Conditional Grants			
- Student Employment	-	-	-
- Local government	-	-	-
- Other (Specify)	-	-	-
Total Conditional Grants	-	-	-
Total Operating	-	9,260	-

Capital

Conditional Grants			
- Gas Tax	-	-	-
- Provincial Disaster Assistance	-	-	-
- Local government	-	-	-
- Other (Specify)	-	-	-
Total Capital	-	-	-
Total Protective Services	-	9,260	-

Municipality of Torch River No. 488
Schedule of Operating and Capital Revenue by Function
As at December 31, 2014

Schedule 2 - 2

	2014 Budget	2014	2013
TRANSPORTATION SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work	800	220	43,017
- Sales of supplies	500	30,702	10,996
- Road Maintenance and Restoration Agreements	15,000	34,138	30,650
- Frontage	-	-	-
- Other (Specify)	-	-	10,984
Total Fees and Charges	16,300	65,060	95,647
- Tangible capital asset sales - gain (loss)	-	3,308	(106,075)
- Other - MEPP refund	-	-	-
Total Other Segmented Revenue	16,300	68,368	(10,428)
Conditional Grants			
- Primary Weight Corridor	-	-	-
- Student Employment	-	-	-
- Other - Donation (Culvert Installation)	-	-	-
Total Conditional Grants	-	-	-
Total Operating	16,300	68,368	(10,428)
Capital			
Conditional Grants			
- Gas Tax	83,000	83,236	83,089
- Canada/Sask Municipal Rural Infrastructure Fund	397,600	165,951	242,254
- Heavy Haul	-	-	-
- Designated Municipal Roads and Bridges	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other (Specify)	-	-	-
Total Capital	480,600	249,187	325,343
Total Transportation Services	496,900	317,555	314,915

ENVIRONMENTAL AND PUBLIC HEALTH SERVICES

Operating			
Other Segmented Revenue			
Fees and Charges			
- Waste and Disposal Fees	26,100	27,668	24,215
- Other (Specify)	-	120	175
Total Fees and Charges	26,100	27,788	24,390
- Tangible capital asset sales - gain (loss)	-	-	-
- Other (Specify)	-	-	644
Total Other Segmented Revenue	26,100	27,788	25,034
Conditional Grants			
- Student Employment	-	-	-
- Local government	-	-	-
- Other - Pest Control and Cemetary Donations	27,500	34,022	18,194
Total Conditional Grants	27,500	34,022	18,194
Total Operating	53,600	61,810	43,228
Capital			
Conditional Grants			
- Gas Tax	-	-	-
- Canada/Sask Municipal Rural Infrastructure Fund	-	-	-
- Transit for Disabled	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other (Specify)	-	-	-
Total Capital	-	-	-
Total Environmental and Public Health Services	53,600	61,810	43,228

Municipality of Torch River No. 488
Schedule of Operating and Capital Revenue by Function
As at December 31, 2014

Schedule 2 - 3

2014 Budget 2014 2013

PLANNING AND DEVELOPMENT SERVICES

Operating

Other Segmented Revenue			
Fees and Charges			
- Maintenance and Development Charges	5,500	2,220	5,290
- Other (Specify)	-	-	-
Total Fees and Charges	5,500	2,220	5,290
- Tangible capital asset sales - gain (loss)	-	-	-
- Other (Specify)	-	-	-
Total Other Segmented Revenue	5,500	2,220	5,290
Conditional Grants			
- Student Employment	-	-	-
- Other (Specify)	-	-	-
Total Conditional Grants	-	-	-
Total Operating	5,500	2,220	5,290

Capital

Conditional Grants			
- Gas Tax	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other (Specify)	-	-	-
Total Capital	-	-	-
Total Planning and Development Services	5,500	2,220	5,290

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	-	-	-
- Donations	-	-	14,087
- Other (Specify)	-	-	-
Total Conditional Grants	-	-	14,087
Total Operating	-	-	14,087

Capital

Conditional Grants			
- Gas Tax	-	-	-
- Local government	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other (Specify)	-	-	-
Total Capital	-	-	-
Total Recreation and Cultural Services	-	-	14,087

Municipality of Torch River No. 488
Schedule of Operating and Capital Revenue by Function
As at December 31, 2014

Schedule 2 - 4

	2014 Budget	2014	2013
UTILITY SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Water	14,160	13,310	12,500
- Sewer	-	-	-
- Other (Specify)	-	-	-
Total Fees and Charges	14,160	13,310	12,500
- Tangible capital asset sales - gain (loss)	-	-	-
- Other (Specify)	-	-	-
Total Other Segmented Revenue	14,160	13,310	12,500
Conditional Grants			
- Student Employment	-	-	-
- Other (Specify)	-	-	-
Total Conditional Grants	-	-	-
Total Operating	14,160	13,310	12,500
Capital			
Conditional Grants			
- Gas Tax	-	-	-
- Sask Water Corp.	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other - Snowden Ditching	-	-	-
Total Capital	-	-	-
Total Utility Services	14,160	13,310	12,500
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	601,129	453,946	423,049

SUMMARY

Total Other Segmented Revenue	93,029	170,737	65,425
Total Conditional Grants	27,500	34,022	32,281
Total Capital Grants and Contributions	480,600	249,187	325,343
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	601,129	453,946	423,049

Municipality of Torch River No. 488

Total Expenses by Function

As at December 31, 2014

Schedule 3 - I

2014 Budget

2014

2013

GENERAL GOVERNMENT SERVICES

Council remuneration and travel	46,025	36,023	41,127
Wages and benefits	177,030	170,720	126,588
Professional/Contractual services	70,235	69,296	61,322
Utilities	8,068	7,155	6,986
Maintenance, materials and supplies	29,980	35,148	20,093
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization	3,289	3,289	3,289
Interest	-	-	-
Allowance for uncollectibles	4,000	84,794	7,000
Other (Specify)	-	-	-
Total Government Services	338,627	406,425	266,405

PROTECTIVE SERVICES**Police protection**

Wages and benefits	-	-	-
Professional/Contractual services	55,563	57,870	55,564
Utilities	-	-	-
Maintenance, material and supplies	-	-	-
Grants and contributions - operating	-	-	-
- capital	-	-	-
Other (Specify)	-	-	-

Fire protections

Wages and benefits	-	-	-
Professional/Contractual services	5,115	3,495	3,865
Utilities	-	-	-
Maintenance, material and supplies	-	-	-
Grants and contributions - operating	94,108	99,557	91,965
- capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other (Specify)	-	-	-

Total Protective Services	154,786	160,922	151,394
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TRANSPORTATION SERVICES

Wages and benefits	842,210	788,665	709,391
Professional/Contractual Services	49,400	50,354	63,625
Utilities	18,100	17,110	16,866
Maintenance, materials, and supplies	649,750	569,087	519,018
Gravel	360,000	299,993	327,957
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization	554,452	553,814	535,332
Interest	-	-	-
Other (Specify)	-	-	-

Total Transportation Services	2,473,912	2,279,023	2,172,189
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	2014 Budget	2014	2013
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Wages and benefits	45,842	52,914	36,130
Professional/Contractual services	45,690	30,135	28,419
Utilities	-	280	-
Maintenance, materials and supplies	11,800	6,327	9,411
Grants and contributions - operating			
o Pest Control	7,500	6,076	6,132
o Public Health	17,100	14,911	9,058
- capital			
o Waste disposal	-	-	-
o Public Health	-	-	-
Amortization	1,281	1,251	1,251
Interest	-	-	-
Other (Specify)	-	-	-
Total Environmental and Public Health Services	129,213	111,894	90,401

PLANNING AND DEVELOPMENT SERVICES

Wages and benefits	-	-	-
Professional/Contractual Services	8,900	6,188	5,338
Grants and contributions - operating	18,404	16,026	8,239
- capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other (Specify)	-	-	-
Total Planning and Development Services	27,304	22,214	13,577

RECREATION AND CULTURAL SERVICES

Wages and benefits	-	-	-
Professional/Contractual services	17,500	17,855	16,500
Utilities	-	-	-
Maintenance, materials and supplies	-	-	-
Grants and contributions - operating	1,000	1,015	782
- capital	20,000	18,200	20,000
Amortization	-	483	-
Interest	-	-	-
Allowance for uncollectibles	-	-	-
Other (Specify)	-	-	-
Total Recreation and Cultural Services	38,500	37,553	37,282

Municipality of Torch River No. 488

Total Expenses by Function

As at December 31, 2014

Schedule 3 - 3

	2014 Budget	2014	2013
UTILITY SERVICES			
Wages and benefits	3,700	3,808	3,678
Professional/Contractual services	870	5,362	1,029
Utilities	6,100	5,379	5,086
Maintenance, materials and supplies	8,150	5,625	8,787
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization	23,645	24,603	24,603
Interest	-	-	-
Allowance for uncollectibles	-	-	-
Other (Specify)	-	-	-
Total Utility Services	42,465	44,777	43,183
TOTAL EXPENSES BY FUNCTION			
	3,204,807	3,062,808	2,774,431

Schedule 4

Taxation and other unconditional revenue (Schedule 1)	2,919,938
Net Surplus (Deficit)	311,076

Municipality of Torch River No. 488
Consolidated Schedule of Segment Disclosure by Function
As at December 31, 2013

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	10,227	-	95,647	24,390	5,290	-	12,500	148,054
Tangible Capital Asset Sales - Gain	-	-	(106,075)	-	-	-	-	(106,075)
Land Sales - Gain	-	-	-	-	-	-	-	-
Investment Income and Commissions	22,802	-	-	644	-	-	-	22,802
Other Revenues	-	-	-	18,194	-	-	-	644
Grants - Conditional	-	-	-	-	-	14,087	-	32,281
- Capital	-	-	325,343	-	-	-	-	325,343
Total revenues	33,029	-	314,915	43,228	5,290	14,087	12,500	423,049
Expenses (Schedule 3)								
Wages & Benefits	167,715	-	709,391	36,130	-	-	3,678	916,914
Professional/ Contractual Services	61,322	59,429	63,625	28,419	5,338	16,500	1,029	235,662
Utilities	6,986	-	16,866	-	-	-	5,086	28,938
Maintenance Materials and Supplies	20,093	-	846,975	9,411	-	-	8,787	885,266
Grants and Contributions	-	91,965	-	15,190	8,239	20,782	-	136,176
Amortization	3,289	-	535,332	1,251	-	-	24,603	564,475
Interest	-	-	-	-	-	-	-	-
Allowance for Uncollectibles	7,000	-	-	-	-	-	-	7,000
Other	-	-	-	-	-	-	-	-
Total expenses	266,405	151,394	2,172,189	90,401	13,577	37,282	43,183	2,774,431
Surplus (Deficit) by Function	(233,376)	(151,394)	(1,857,274)	(47,173)	(8,287)	(23,195)	(30,683)	(2,351,382)

Taxation and other unconditional revenue (Schedule 1)

2,820,210

Net Surplus (Deficit)

468,828

2014													2013	
	General Assets						Infrastructure Assets	General/Infrastructure		Total	Total			
	Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment	Linear assets	Assets Under Construction							
Assets														
Asset cost														
Opening Asset costs	316,892	-	543,123	22,500	3,321,500	21,696,805	400	25,901,220		25,291,431				
Additions during the year	-	-	-	36,463	360,595	3,775	255,038	655,871		1,118,639				
Disposals and write-downs during the year	-	-	-	(22,500)	(136,129)	-	-	(158,629)		(508,850)				
Transfers (from) assets under construction	-	-	-	-	-	400	(400)	-		-				
Closing Asset Costs	316,892	-	543,123	36,463	3,545,966	21,700,980	255,038	26,398,462		25,901,220				
Amortization														
Accumulated Amortization Cost														
Opening Accumulated Amortization Costs	-	-	239,850	22,500	932,308	14,577,834	-	15,772,492		15,351,861				
Add: Amortization taken	-	-	13,104	-	160,278	410,058	-	583,440		564,475				
Less: Accumulated amortization on disposals	-	-	-	(22,500)	(103,152)	-	-	(125,652)		(143,844)				
Closing Accumulated Amortization Costs	-	-	252,954	-	989,434	14,987,892	-	16,230,280		15,772,492				
Net Book Value	316,892	-	290,169	36,463	2,556,532	6,713,088	255,038	10,168,182		10,128,728				

1. Total contributed/donated assets received in 2014: \$ -

2. List of assets recognized at nominal value in 2014 are:

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

3. Amount of interest capitalized in 20__ \$ -

Municipality of Torch River No. 488
Consolidated Schedule of Tangible Capital Assets by Function
As at December 31, 2014

Schedule 7

2014							2013	
Assets	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Water & Sewer	Total
Asset cost								
Opening Asset costs	98,876	-	24,809,585	32,511	-	19,885	940,363	25,901,220
Additions during the year	-	-	655,871	-	-	-	-	1,118,639
Disposals and write-downs during the year	-	-	(158,629)	-	-	-	-	(508,850)
Closing Asset Costs	98,876	-	25,306,827	32,511	-	19,885	940,363	25,901,220
Amortization								
Accumulated Amortization Cost								
Opening Accumulated Amortization Costs	73,871	-	14,841,041	8,029	-	-	849,551	15,772,492
Add: Amortization taken	3,289	-	553,814	1,251	-	483	24,603	564,475
Less: Accumulated amortization on disposals	-	-	(125,652)	-	-	-	-	(143,844)
Closing Accumulated Amortization Costs	77,160	-	15,269,203	9,280	-	483	874,154	15,772,492
Net Book Value	21,716	-	10,037,624	23,231	-	19,402	66,209	10,168,182
								10,128,728

Municipality of Torch River No. 488
Consolidated Schedule of Accumulated Surplus
As at December 31, 2014

Schedule 8

	2013	Changes	2014
UNAPPROPRIATED SURPLUS	1,324,951	199,242	1,524,193

APPROPRIATED RESERVES

Machinery and Equipment	223,721	-	223,721
Public Reserve	2,276	-	2,276
Capital Trust	75,000	45,000	120,000
Utility	-	-	-
Other (Specify)	1,072,949	20,956	1,093,905
Total Appropriated	1,373,946	65,956	1,439,902

ORGANIZED HAMLETS (add lines if required)

Organized Hamlet of Garrick	22,391	3,380	25,771
Organized Hamlet of Snowden	24,981	6,944	31,925
Organized Hamlet of Shipman	20,152	(3,900)	16,252
Organized Hamlet of (Name)	-	-	-
Organized Hamlet of (Name)	-	-	-
Organized Hamlet of (Name)	-	-	-
Total Organized Hamlets	67,524	6,424	73,948

NET INVESTMENT IN TANGIBLE CAPITAL ASSETS

Tangible capital assets (Schedule 6)	10,128,728	39,454	10,168,182
Less: Related debt	-	-	-
Net Investment in Tangible Capital Assets	10,128,728	39,454	10,168,182

Total Accumulated Surplus	12,895,149	311,076	13,206,225
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Municipality of Torch River No. 488
Schedule of Mill Rates and Assessments
As at December 31, 2014

Schedule 9

	PROPERTY CLASS						Total
	Agriculture	Residential	Residential Condominium	Seasonal Residential	Commercial & Industrial	Potash Mine(s)	
Taxable Assessment	93,810,235	27,871,125	1,595,020	5,448,375	5,041,452	-	133,766,207
Regional Park Assessment							
Total Assessment							133,766,207
Mill Rate Factor(s)	1.00	0.75	0.75	0.75	1.47		
Total Base/Minimum Tax (generated for each property class)	589,350	11,325	-	-	725		601,400
Total Municipal Tax Levy (include base and/or minimum tax and special levies)	1,663,467	304,812	17,047	58,229	105,734		2,149,289

MILL RATES:	MILLS
Average Municipal*	16.07
Average School*	3.54
Potash Mill Rate	-
Uniform Municipal Mill Rate	14.25

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

Municipality of Torch River No. 488
Schedule of Council Remuneration
As at December 31, 2014

Schedule 10

Position	Name	Remuneration	Reimbursed Costs	Total
Reeve	David Smith	8,025	3,236	11,261
Councillor/Alderman	Terry Cunningham	2,625	24	2,649
Councillor/Alderman	Richard Pickett	1,800	907	2,707
Councillor/Alderman	Mike Rudnicki	1,800	786	2,586
Councillor/Alderman	Kevin Dahl	5,475	1,620	7,095
Councillor/Alderman	Tyler Shymanski	2,700	875	3,575
Councillor/Alderman	Thomas Jensen	2,625	841	3,466
Councillor/Alderman	Connie Black - Sturby	525	124	649
Councillor/Alderman	Jason Newton	300	19	319
Councillor/Alderman	Michelle Fox - Waddington	338	-	338
			-	-
				-
				-
				-
				-
Total		26,213	8,432	34,645