

ANNUAL FINANCIAL STATEMENTS

And Supporting Schedules

MUNICIPALITY OF MOOSE JAW #161

For the Year Ended December 31, 2016

Management's Responsibility

To the Ratepayers of the Municipality of Moose Jaw 3161

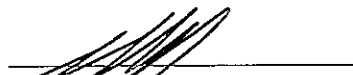
Management is responsible for the preparation and presentation of the accompanying financial statements, including responsibility for significant accounting judgments and estimates in accordance with Canadian generally accepted accounting principles and ensuring that all information in the annual report 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.

Robert A. Tiede, an independent Chartered Professional Accountant, is appointed by the Council to audit the financial statements and report directly to them; his 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.


Councillor/Reeve/Mayor


CFO/Administrator

Robert A. Tiede
Chartered Accountant

R.A. (Bob) Tiede, B.Comm., C.A

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INDEPENDENT AUDITOR'S REPORT

To: The Council of the Rural Municipality of Moose Jaw #161

I have audited the accompanying financial statements of the Municipality of Moose Jaw #161, which comprise the consolidated statement of financial position as at December 31, 2016, and the consolidated statement of operations, consolidated statement of change in net financial assets and consolidated statement of cash flow for the year then ended, and a summary of significant policies and other explanatory information.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

My responsibility is to express an opinion on these financial statements based on my audit. I conducted my audit in accordance with Canadian generally accepted auditing standards. Those standards require that I 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.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

Opinion

In my opinion, the financial statements present fairly, in all material respects, the financial position of the Municipality as at December 31, 2016, and the results of its operations, changes in its net financial assets, and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Moose Jaw, Saskatchewan
June 8, 2017

RA Tiede
Chartered Professional Accountant

Municipality of Moose Jaw #161
 Consolidated Statement of Financial Position
 As at December 31, 2016

Statement 1

	2016	2015
FINANCIAL ASSETS		
Cash and Temporary Investments (Note 2)	2,693,569	2,090,353
Taxes Receivable - Municipal (Note 3)	43,865	41,955
Other Accounts Receivable (Note 4)	80,576	96,495
Land for Resale (Note 5)	7,528	7,295
Long-Term Investments (Note 6)	661,331	836,667
Debt Charges Recoverable (Note 7)		
Other (Specify)		
Total Financial Assets	3,486,869	3,072,765
LIABILITIES		
Bank Indebtedness (Note 8)		
Accounts Payable	25,838	7,031
Accrued Liabilities Payable		
Deposits		
Deferred Revenue (Note 9)		
Accrued Landfill Costs (Note 10)		
Liability for Contaminated Sites (Note 11)		
Other Liabilities	2,086	1,553
Long-Term Debt (Note 12)	633,750	731,250
Lease Obligations (Note 13)		
Total Liabilities	661,674	739,834
NET FINANCIAL ASSETS (DEBT)	2,825,195	2,332,931
NON-FINANCIAL ASSETS		
Tangible Capital Assets (Schedule 6, 7)	5,269,981	5,253,272
Prepayments and Deferred Charges	335,886	335,886
Stock and Supplies	1,405,286	1,559,085
Other (Note 14)		
Total Non-Financial Assets	7,011,153	7,148,243
ACCUMULATED SURPLUS (DEFICIT) (Schedule 8)	9,836,348	9,481,174

Municipality of Moose Jaw #161
Consolidated Statement of Operations
As at December 31, 2016

Statement 2

	2016 Budget	2016	2015
REVENUES			
Taxes and Other Unconditional Revenue (Schedule 1)	1,880,720	1,932,184	1,835,123
Fees and Charges (Schedule 4, 5)	270,670	150,198	157,943
Conditional Grants (Schedule 4, 5)	35,780	51,471	48,571
Tangible Capital Asset Sales - Gain (Schedule 4, 5)	6,000	(4,039)	(24,841)
Land Sales - Gain (Schedule 4, 5)		2,036	
Investment Income and Commissions (Schedule 4, 5)	34,100	42,198	44,261
Other Revenues (Schedule 4, 5)			
Total Revenues	2,227,270	2,174,048	2,061,057
EXPENSES			
General Government Services (Schedule 3)	338,090	327,852	288,461
Protective Services (Schedule 3)	128,900	139,194	133,579
Transportation Services (Schedule 3)	1,143,650	1,106,116	1,120,749
Environmental and Public Health Services (Schedule 3)	199,020	197,227	183,383
Planning and Development Services (Schedule 3)	68,500	40,513	58,874
Recreation and Cultural Services (Schedule 3)	79,680	74,727	74,823
Utility Services (Schedule 3)			
Total Expenses	1,957,840	1,885,629	1,859,869
Surplus (Deficit) of Revenues over Expenses before Other Capital Contributions	269,430	288,419	201,188
Provincial/Federal Capital Grants and Contributions (Schedule 4, 5)	65,150	66,755	118,385
Surplus (Deficit) of Revenues over Expenses	334,580	355,174	319,573
Accumulated Surplus (Deficit), Beginning of Year	9,481,174	9,481,174	9,161,601
Accumulated Surplus (Deficit), End of Year	9,815,754	9,836,348	9,481,174

Municipality of Moose Jaw #161
 Consolidated Statement of Change in Net Financial Assets
 As at December 31, 2016

Statement 3

	2016 Budget	2016	2015
Surplus (Deficit)	334,580	355,174	319,573
(Acquisition) of tangible capital assets	(443,444)	(303,523)	(645,006)
Amortization of tangible capital assets	251,460	231,653	222,132
Proceeds on disposal of tangible capital assets	55,644	51,122	229,026
Loss (gain) on the disposal of tangible capital assets	(6,000)	4,039	24,841
Surplus (Deficit) of capital expenses over expenditures	(142,340)	(16,709)	(169,007)
(Acquisition) of supplies inventories			(58,043)
(Acquisition) of prepaid expense			
Consumption of supplies inventory		153,799	
Use of prepaid expense			82,664
Surplus (Deficit) of expenses of other non-financial over expenditures		153,799	24,621
Increase/Decrease in Net Financial Assets	192,240	492,264	175,187
Net Financial Assets (Debt) - Beginning of Year	2,332,931	2,332,931	2,157,744
Net Financial Assets (Debt) - End of Year	2,525,171	2,825,195	2,332,931

Municipality of Moose Jaw #161
 Consolidated Statement of Cash Flow
 As at December 31, 2016

Statement 4

	2016	2015
Cash provided by (used for) the following activities		
Operating:		
Surplus (Deficit)	355,174	319,573
Amortization	231,653	222,132
Loss (gain) on disposal of tangible capital assets	4,039	24,841
	<u>590,866</u>	<u>566,546</u>
Change in assets/liabilities		
Taxes Receivable - Municipal	(1,910)	3,399
Other Receivables	15,919	(21,991)
Land for Resale	(233)	
Other Financial Assets		
Accounts and Accrued Liabilities Payable	18,807	(4,806)
Deposits		(2,500)
Deferred Revenue		
Accrued Landfill Costs		
Liability for Contaminated Sites		
Other Liabilities	533	1,553
Stock and Supplies	153,799	(58,043)
Prepayments and Deferred Charges		82,664
Other (Specify)		
Cash provided by operating transactions	<u>777,781</u>	<u>566,822</u>
Capital:		
Acquisition of capital assets	(303,523)	(645,006)
Proceeds from the disposal of capital assets	51,122	229,026
Other capital		
Cash applied to capital transactions	<u>(252,401)</u>	<u>(415,980)</u>
Investing:		
Long-term investments	175,336	75,338
Other investments		
Cash provided by (applied to) investing transactions	<u>175,336</u>	<u>75,338</u>
Financing:		
Debt charges recovered		
Long-term debt issued		
Long-term debt repaid	(97,500)	(97,500)
Other financing		
Cash provided by (applied to) financing transactions	<u>(97,500)</u>	<u>(97,500)</u>
Change in Cash and Temporary Investments during the year	<u>603,216</u>	<u>128,680</u>
Cash and Temporary Investments - Beginning of Year	<u>2,090,353</u>	<u>1,961,673</u>
Cash and Temporary Investments - End of Year	<u>2,693,569</u>	<u>2,090,353</u>

I. Significant accounting policies

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

Basis of accounting: The financial statements are prepared using the accrual basis of accounting. The accrual basis of accounting recognizes 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
[Local arena board]
[Local swimming pool]

All inter-organizational transactions and balances have been eliminated.

- b) **Collection of funds for other authorities:** Collection of funds by the municipality for the school board, municipal hail and conservation and development authorities are collected and remitted in accordance with relevant legislation.
- c) **Government Transfers:** Government transfers are the transfer of assets from senior levels of government that are not the result of an exchange transaction, are not expected to be repaid in the future, or the result of a direct financial return. Government transfers are recognized as revenue in the period that the events giving rise to the transfer occurred, as long as:
- a) the transfers are authorized
 - b) any eligibility criteria have been met; and
 - c) reasonable estimates of the amounts can be made.

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

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

- d) **Deferred Revenue - Fees and charges:** Certain user charges and fees are collected for which the related services have yet to be performed. Revenue is recognized in the period when the related expenses are incurred or services performed.
- e) **Local Improvement Charges:** Local improvement projects financed by frontage taxes recognize any prepayment charges as revenue in the period assessed.
- f) **Net Financial Assets:** Net Financial Assets at the end of an accounting period are the net amount of financial assets less liabilities outstanding. Financial assets represent items such as cash and those other assets on hand which could provide resources to discharge existing liabilities or finance future operations. These include realizable assets which are convertible to cash and not intended for consumption in the normal course of operations.
- g) **Non-financial assets:** Tangible capital and other non-financial assets are accounted for as assets by the government because they can be used to provide government services in future periods. These assets do not normally provide resources to discharge the liabilities of the government unless they are sold.
- h) **Appropriated Reserves:** Reserves are established at the discretion of Council to designate surplus for future operating and capital transactions. Amounts so designated are described on Schedule 8.
- i) **Property Tax Revenue:** Property tax revenue is based on assessments determined in accordance with Saskatchewan Legislation and the formulas, principles, and rules in the Saskatchewan Assessment Manual. Tax mill rates are established annually by council following the guidance of the Government of Saskatchewan. Tax revenues are recognized when the tax has been authorized by bylaw and the taxable event has occurred. Requisitions operate as a flow through and are excluded from municipal revenue.
- j) **Investments:** Portfolio investments are valued at the lower of cost, less any provisions for other than temporary impairment. Investments with terms longer than one year have been classified as other long-term investments concurrent with the nature of the investment. The long term investments in the Saskatchewan Association of 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 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 tangible capital assets that are recognized at a nominal value are disclosed on Schedule 6. The municipality's tangible capital asset useful lives are estimated as follows:

<u>Asset</u>	<u>Useful Life</u>
General Assets	
Land	Indefinite
Land Improvements	15 Yrs
Buildings	40 Yrs
Vehicles & Equipment	
Vehicles	10 Yrs
Machinery and Equipment	5 to 20 Yrs
Infrastructure Assets	
Infrastructure Assets	15 to 40 Yrs
Water & Sewer	40 Yrs
Road Network Assets	15 to 40 Yrs

[If method other than straight line used the method must be separately disclosed]

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 *[amortization method]* 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 does not maintain 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. [Any municipality that has recorded a landfill liability in past or has incurred a liability during the year should disclose in accordance with PS 3270.21 of the Public Sector Accounting Board's handbook] See recommended disclosure in Note 10.
- n) **Trust Funds:** Funds held in trust for others are neither included in the municipality's assets or equity. They are disclosed in Note [18].
- o) **Employee benefit plans:** Contributions to the municipality's defined benefit plans are expensed when contributions are made. Under the defined benefit plan, the municipality's obligations are limited to their contributions.
- p) **Liability for Contaminated Sites:** Contaminated sites are a result of contamination being introduced into air, soil, water or sediment of a chemical, organic or radioactive material or live organism that exceeds an environmental standard. The liability is recorded net of any expected recoveries. A liability for remediation of contaminated sites is recognized when all the following criteria are met:
- an environmental standard exists;
 - contamination exceeds the environmental standard;
 - The municipality:
 - is directly responsible; or
 - accepts responsibility;
 - it is expected that future economic benefits will be given up; and
 - a reasonable estimate of the amount can be made.

- q) **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.

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

The segments (functions) are as follows:

General Government: Provides for the administration of the municipality.

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

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

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

Planning and Development: Provides for neighbourhood development and sustainability.

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

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

2. Cash and Temporary Investments

	2016	2015
Cash	2,693,569	2,090,353
Temporary Investments		
Restricted Cash		
Total Cash and Temporary Investments	2,693,569	2,090,353

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

3. Taxes Receivable - Municipal

	2016	2015
Municipal - Current	41,432	44,577
- Arrears	7,075	2,020
	48,507	46,597
- Less Allowance for Uncollectibles	(4,642)	(4,642)
Total municipal taxes receivable	43,865	41,955
School - Current	42,354	42,431
- Arrears	7,310	2,369
Total school taxes receivable	49,664	44,800
Hail, C & D	9,789	13,214
Total taxes and grants in lieu receivable	103,318	99,969
Deduct taxes receivable to be collected on behalf of other organizations	(59,453)	(58,014)
Total Taxes Receivable - Municipal	43,865	41,955

4. Other Accounts Receivable

	2016	2015
Federal Government		29,469
Provincial Government		
Local Government	27,600	
Utility		
Trade	52,976	67,026
Other (Specify)		
Total Other Accounts Receivable	80,576	96,495
Less: Allowance for Uncollectibles		
Net Other Accounts Receivable	80,576	96,495

5. Land for Resale

	2016	2015
Tax Title Property	10,932	10,699
Allowance for market value adjustment	(3,404)	(3,404)
Deduct portion due to other tax authority		
Net Tax Title Property	7,528	7,295
Other Land		
Allowance for market value adjustment		
Net Other Land		
Total Land for Resale	7,528	7,295

6. Long-Term Investments

	2016	2015
Sask Assoc. of Rural Municipalities - Self Insurance Fund	73,518	72,299
Other - Financial	587,813	764,368
Total Long-Term Investments	661,331	836,667

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

Marketable securities are valued at the lower of cost and market value. Market value at [date] was [\$] ([Prior Year] - [\$]).

[Marketable securities/Portfolio investments] represent investments in common shares [of public companies] and are stated at the lower of cost or market value. At year-end, cost was substantially the same as the quoted market value.

7. Debt Charges Recoverable

	2016	2015
Current debt charges recoverable		
Non-current debt charges recoverable		
Total Debt Charges Recoverable		

The municipality has undertaken a project with [describe nature of project and identify partners]. The municipality assumed the long-term financing of [\$ - amount]; however [\$ - amount] plus interest at [#]% is recoverable from [name of municipality] with respect to this financing. Amounts are recoverable in annual principal instalments of [\$] plus interest, and mature [date].

Future debt charges recoverable are as follows:

Year	Principal	Interest	Total
2017			
2018			
2019			
2020			
2021			
Thereafter			
Balance			

8. 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

{Disclosure appropriate where lines of credit have been authorized, but nil amount is drawn at statement date}
 At December 31, 2016, the Municipality had a line of credit totaling \$ 100,000, none of which was drawn. The following has been collateralized in connection with this line of credit:
 -- General security agreement.

9. Deferred Revenue

	2016	2015
[Describe deferred revenue]		
Total Deferred Revenue		

10. Accrued Landfill Costs

	2016	2015
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 water, 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.]

11. Liability for Contaminated Sites

The municipality recognizes and estimates a liability of [\$] ([prior year] - [\$]) for remediation of [name of the contaminated sites] using [name of the valuation method]. The nature of the liability is [description of the nature of the liability including the event of transaction creating the liability]. The assumptions used in estimating the liability include [descriptions of assumptions and measurement basis used]. The amount of estimated recoveries is [\$] ([prior year] - [\$]).

[Note: additional disclosure is required of the estimated total undiscounted expenditures and discount rate (when a net present value technique is used), as well as the reason for not recognizing a liability, if appropriate.]

12. Long-Term Debt

a) The debt limit of the municipality is \$ 1,492,354. 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)).

or

b) The debt limit of the municipality is \$ _____. The debt limit for the municipality has been established by the Saskatchewan Municipal Board (the *Municipalities Act* section 161(2)).

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 Year Total	Prior Year Total
2017				
2018				
2019				
2020				
2021				
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 Year Total	Prior Year Total
2016				
2017	97,500		97,500	97,500
2018	97,500		97,500	97,500
2019	97,500		97,500	97,500
2020	97,500		97,500	97,500
Thereafter	243,750		243,750	341,250
Balance	633,750		633,750	731,250

13. 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	Payment Amount
2017	
2018	
2019	
2020	
2021	
Thereafter	
Total future minimum lease payments	
Amounts representing interest at a weighted average rate of _____ %	
Capital Lease Liability	

Municipality of Moose Jaw #161
Notes to the Consolidated Financial Statements
As at December 31, 2016

14. Other Non-financial Assets	<u>2016</u>	<u>2015</u>
<i>(List if any)</i>		

15. Contingent Liabilities

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

The municipality is also contingently liable for the following:

(List if any)

16. 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 \$ 29,987. The benefits accrued to the municipality's employees from MEPP are calculated using the following: Pensionable Years of Service, Highest Average Salary, and the plan accrual rate.

17. Comparative Figures

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

18. 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]

	<u>Current Year Total</u>	<u>Prior Year Total</u>
Balance - Beginning of Year		
Revenue <i>(Specify)</i>		
Interest revenue		
Expenditure <i>(Specify)</i>		
Balance - End of Year		

Municipality of Moose Jaw #161

Schedule of Taxes and Other Unconditional Revenue

As at December 31, 2016

Schedule 1

	2016 Budget	2016	2015
TAXES			
General municipal tax levy	1,214,000	1,256,125	1,156,155
Abatements and adjustments			(392)
Discount on current year taxes	(57,060)	(59,119)	(52,414)
Net Municipal Taxes	1,156,940	1,197,006	1,103,349
Potash tax share	196,300	196,957	164,667
Trailer license fees			
Penalties on tax arrears	500	3,278	2,221
Special tax levy	1,050	1,054	44,754
Other (<i>Specify</i>)			
Total Taxes	1,354,790	1,398,295	1,314,991
UNCONDITIONAL GRANTS			
Revenue Sharing (Organized Hamlet)	198,000	203,127	198,651
Total Unconditional Grants	198,000	203,127	198,651
GRANTS IN LIEU OF TAXES			
Federal	276,180	276,179	270,764
Provincial			
S.P.C. Electrical			
SaskEnergy Gas			
TransGas			
Central Services			
SaskTel	1,250	1,430	1,212
Other (<i>Specify</i>)			
Local/Other			
Housing Authority			
C.P.R. Mainline	50,500	53,153	49,505
Treaty Land Entitlement			
Other (<i>Specify</i>)			
Other Government Transfers			
S.P.C. Surcharge			
Sask Energy Surcharge			
Other (<i>Specify</i>)			
Total Grants in Lieu of Taxes	327,930	330,762	321,481
TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	1,880,720	1,932,184	1,835,123

Municipality of Moose Jaw #161
 Schedule of Operating and Capital Revenue by Function
 As at December 31, 2016

Schedule 2 - 1

	2016 Budget	2016	2015
GENERAL GOVERNMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work	750	1,307	656
- Sales of supplies	1,500	1,406	1,526
- Rentals	17,320	17,320	17,320
Total Fees and Charges	19,570	20,033	19,502
- Tangible capital asset sales - gain (loss)			
- Land sales - gain		2,036	
- Investment income and commissions	34,100	42,198	44,261
- Other (<i>Specify</i>)			
Total Other Segmented Revenue	53,670	64,267	63,763
Conditional Grants			
- Student Employment			
- Other (<i>Specify</i>)			
Total Conditional Grants			
Total Operating	53,670	64,267	63,763
Capital			
Conditional Grants			
- Federal Gas Tax			
- Provincial Disaster Assistance			
- Other (<i>Specify</i>)			
Total Capital			
Total General Government Services	53,670	64,267	63,763

PROTECTIVE SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Fire fees	25,000	32,085	51,202
Total Fees and Charges	25,000	32,085	51,202
- Tangible capital asset sales - gain (loss)			
- Other (<i>Specify</i>)			
Total Other Segmented Revenue	25,000	32,085	51,202
Conditional Grants			
- Student Employment			
- Local government			
- Other (<i>Specify</i>)			
Total Conditional Grants			
Total Operating	25,000	32,085	51,202
Capital			
Conditional Grants			
- Federal Gas Tax			
- Provincial Disaster Assistance			
- Local government			
- Other (<i>Specify</i>)			
Total Capital			
Total Protective Services	25,000	32,085	51,202

	2016 Budget	2016	2015
TRANSPORTATION SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work	14,000	15,006	15,981
- Sales of supplies	3,000	4,866	27,590
- Road Maintenance and Restoration Agreements	20,000	22,420	1,250
- Frontage			
- Licenses and permits	750	525	2,838
Total Fees and Charges	37,750	42,817	47,659
- Tangible capital asset sales - gain (loss)	6,000	(4,039)	(24,841)
- Other (<i>Specify</i>)			
Total Other Segmented Revenue	43,750	38,778	22,818
Conditional Grants			
- MREP (CTP)	6,500	12,010	12,010
- Student Employment			
- Local government	15,000	15,468	15,468
Total Conditional Grants	21,500	27,478	27,478
Total Operating	65,250	66,256	50,296
Capital			
Conditional Grants			
- Federal Gas Tax	65,150	66,755	65,150
- MREP (Heavy Haul, CTP, Municipal Bridges)			
- Provincial Disaster Assistance			
- Local government			53,235
Total Capital	65,150	66,755	118,385
Total Transportation Services	130,400	133,011	168,681

ENVIRONMENTAL AND PUBLIC HEALTH SERVICES

Operating			
Other Segmented Revenue			
Fees and Charges			
- Waste and Disposal Fees			
- Sale of supplies	5,600	11,169	8,213
Total Fees and Charges	5,600	11,169	8,213
- Tangible capital asset sales - gain (loss)			
- Other (<i>Specify</i>)			
Total Other Segmented Revenue	5,600	11,169	8,213
Conditional Grants			
- Student Employment			
- TAPD			
- Local government	7,000	16,710	13,810
- Other (<i>Specify</i>)			
Total Conditional Grants	7,000	16,710	13,810
Total Operating	12,600	27,879	22,023
Capital			
Conditional Grants			
- Federal Gas Tax			
- TAPD			
- Provincial Disaster Assistance			
- Other (<i>Specify</i>)			
Total Capital			
Total Environmental and Public Health Services	12,600	27,879	22,023

	2016 Budget	2016	2015
PLANNING AND DEVELOPMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Maintenance and Development Charges	182,750	44,094	31,367
- Other (<i>Specify</i>)			
Total Fees and Charges	182,750	44,094	31,367
- Tangible capital asset sales - gain (loss)			
- Other (<i>Specify</i>)			
Total Other Segmented Revenue	182,750	44,094	31,367
Conditional Grants			
- Student Employment			
- Other (<i>Specify</i>)			
Total Conditional Grants			
Total Operating	182,750	44,094	31,367
Capital			
Conditional Grants			
- Federal Gas Tax			
- Provincial Disaster Assistance			
- Other (<i>Specify</i>)			
Total Capital			
Total Planning and Development Services	182,750	44,094	31,367

RECREATION AND CULTURAL SERVICES

Operating			
Other Segmented Revenue			
Fees and Charges			
- Other (<i>Specify</i>)			
Total Fees and Charges			
- Tangible capital asset sales - gain (loss)			
- Other (<i>Specify</i>)			
Total Other Segmented Revenue			
Conditional Grants			
- Student Employment			
- Local government	7,280	7,283	7,283
- Other (<i>Specify</i>)			
Total Conditional Grants	7,280	7,283	7,283
Total Operating	7,280	7,283	7,283
Capital			
Conditional Grants			
- Federal Gas Tax			
- Local government			
- Provincial Disaster Assistance			
- Other (<i>Specify</i>)			
Total Capital			
Total Recreation and Cultural Services	7,280	7,283	7,283

Municipality of Moose Jaw #161
 Schedule of Operating and Capital Revenue by Function
 As at December 31, 2016

Schedule 2 - 4

	2016 Budget	2016	2015
UTILITY SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Water			
- Sewer			
- Other (<i>Specify</i>)			
Total Fees and Charges			
- Tangible capital asset sales - gain (loss)			
- Other (<i>Specify</i>)			
Total Other Segmented Revenue			
Conditional Grants			
- Student Employment			
- Other (<i>Specify</i>)			
Total Conditional Grants			
Total Operating			
Capital			
Conditional Grants			
- Federal Gas Tax			
- New Building Canada Fund (SCF, NRP)			
- Clean Water and Wastewater Fund			
- Provincial Disaster Assistance			
- Other (<i>Specify</i>)			
Total Capital			
Total Utility Services			
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	411,700	308,619	344,319

SUMMARY

Total Other Segmented Revenue	310,770	190,393	177,363
Total Conditional Grants	35,780	51,471	48,571
Total Capital Grants and Contributions	65,150	66,755	118,385
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	411,700	308,619	344,319

	2016 Budget	2016	2015
GENERAL GOVERNMENT SERVICES			
Council remuneration and travel	59,300	49,708	46,589
Wages and benefits	167,150	165,774	161,868
Professional/Contractual services	93,930	94,385	63,153
Utilities	6,710	6,346	6,094
Maintenance, materials and supplies	9,280	9,301	8,118
Grants and contributions - operating	500		500
- capital			
Amortization	1,100	1,092	1,092
Interest	120	1,246	103
Allowance for uncollectibles			
Other (<i>Specify</i>)			944
Total Government Services	338,090	327,852	288,461

PROTECTIVE SERVICES**Police protection**

Wages and benefits			
Professional/Contractual services	49,000	49,521	48,645
Utilities			
Maintenance, material and supplies			
Grants and contributions - operating			
- capital			
Other (<i>Specify</i>)			

Fire protection

Wages and benefits	400	400	400
Professional/Contractual services	79,500	89,273	84,534
Utilities			
Maintenance, material and supplies			
Grants and contributions - operating			
- capital			
Amortization			
Interest			
Other (<i>Specify</i>)			

Total Protective Services

	128,900	139,194	133,579
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TRANSPORTATION SERVICES

Wages and benefits	289,350	276,913	268,554
Professional/Contractual Services	237,400	161,575	162,773
Utilities	8,790	7,388	8,453
Maintenance, materials, and supplies	131,250	105,437	115,153
Gravel	225,000	322,742	343,276
Grants and contributions - operating	1,500	1,500	1,500
- capital			
Amortization	250,360	230,561	221,040
Interest			
Other (<i>Specify</i>)			

Total Transportation Services

	1,143,650	1,106,116	1,120,749
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	2016 Budget	2016	2015
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Wages and benefits	500	136	446
Professional/Contractual services	27,090	13,281	12,868
Utilities			
Maintenance, materials and supplies	18,500	30,877	22,136
Grants and contributions - operating			
o Waste disposal			
o Public Health	2,500	2,500	2,500
- capital			
o Waste disposal			
o Public Health	150,430	150,433	145,433
Amortization			
Interest			
Other (<i>Specify</i>)			
Total Environmental and Public Health Services	199,020	197,227	183,383

PLANNING AND DEVELOPMENT SERVICES

Wages and benefits	2,500	2,006	2,363
Professional/Contractual Services	66,000	38,507	56,511
Grants and contributions - operating			
- capital			
Amortization			
Interest			
Other (<i>Specify</i>)			
Total Planning and Development Services	68,500	40,513	58,874

RECREATION AND CULTURAL SERVICES

Wages and benefits	2,000	884	924
Professional/Contractual services	16,000	15,685	15,341
Utilities			
Maintenance, materials and supplies			
Grants and contributions - operating	36,680	33,158	33,558
- capital	25,000	25,000	25,000
Amortization			
Interest			
Allowance for uncollectibles			
Other (<i>Specify</i>)			
Total Recreation and Cultural Services	79,680	74,727	74,823

	2016 Budget	2016	2015
UTILITY SERVICES			
Wages and benefits			
Professional/Contractual services			
Utilities			
Maintenance, materials and supplies			
Grants and contributions - operating			
- capital			
Amortization			
Interest			
Allowance for uncollectibles			
Other (<i>Specify</i>)			
Total Utility Services			
TOTAL EXPENSES BY FUNCTION	1,957,840	1,885,629	1,859,869

Municipality of Moose Jaw #161
 Consolidated 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
Revenues (Schedule 2)								
Fees and Charges	20,033	32,085	42,817	11,169	44,094			150,198
Tangible Capital Asset Sales - Gain			(4,039)					(4,039)
Land Sales - Gain	2,036							2,036
Investment Income and Commissions	42,198							42,198
Other Revenues								
Grants - Conditional			27,478	16,710		7,283		51,471
- Capital			66,755					66,755
Total Revenues	64,267	32,085	133,011	27,879	44,094	7,283		308,619
Expenses (Schedule 3)								
Wages & Benefits	215,482	400	276,913	136	2,006	884		495,821
Professional/ Contractual Services	94,385	138,794	161,575	13,281	38,507	15,685		462,227
Utilities	6,346		7,388					13,734
Maintenance Materials and Supplies	9,301		428,179	30,877				468,357
Grants and Contributions			1,500	152,933		58,158		212,591
Amortization	1,092		230,561					231,653
Interest	1,246							1,246
Allowance for Uncollectibles								
Other								
Total Expenses	327,852	139,194	1,106,116	197,227	40,513	74,727		1,885,629
Surplus (Deficit) by Function	(263,585)	(107,109)	(973,105)	(169,348)	3,581	(67,444)		(1,577,010)

Taxes and other unconditional revenue (Schedule 1)

1,932,184

Net Surplus (Deficit)

355,174

Municipality of Moose Jaw #161
 Consolidated 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
Revenues (Schedule 2)								
Fees and Charges	19,502	51,202	47,659	8,213	31,367			157,943
Tangible Capital Asset Sales - Gain			(24,841)					(24,841)
Land Sales - Gain								
Investment Income and Commissions	44,261							44,261
Other Revenues								
Grants - Conditional			27,478	13,810		7,283		48,571
- Capital			118,385					118,385
Total Revenues	63,763	51,202	168,681	22,023	31,367	7,283		344,319
Expenses (Schedule 3)								
Wages & Benefits	208,457	400	268,554	446	2,363	924		481,144
Professional/ Contractual Services	63,153	133,179	162,773	12,868	56,511	15,341		443,825
Utilities	6,094		8,453					14,547
Maintenance Materials and Supplies	8,118		458,429	22,136				488,683
Grants and Contributions	500		1,500	147,933		58,558		208,491
Amortization	1,092		221,040					222,132
Interest	103							103
Allowance for Uncollectibles								
Other	944							944
Total Expenses	288,461	133,579	1,120,749	183,383	58,874	74,823		1,859,869
Surplus (Deficit) by Function	(224,698)	(82,377)	(952,068)	(161,360)	(27,507)	(67,540)		(1,515,550)

Taxes and other unconditional revenue (Schedule 1)

1,835,123

Net Surplus (Deficit)

319,573

Municipality of Moose Jaw #161
 Consolidated 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
Assets	Asset cost									
	Opening Asset costs	6,029	24,877	142,014	115,602	1,197,199	6,167,954	1,794	7,655,469	7,351,437
	Additions during the year					72,337	213,967	17,219	303,523	645,006
	Disposals and write-downs during the year					(55,161)			(55,161)	(340,974)
	Transfers (from) assets under construction						1,794	(1,794)		
Closing Asset Costs		6,029	24,877	142,014	115,602	1,214,375	6,383,715	17,219	7,903,831	7,655,469
Amortization	Accumulated Amortization Cost									
	Opening Accumulated Amortization Costs		2,774	92,746	51,393	211,688	2,043,596		2,402,197	2,267,172
	Add: Amortization taken		1,658	5,219	7,134	64,388	153,254		231,653	222,132
	Less: Accumulated amortization on disposals									(87,107)
Closing Accumulated Amortization Costs			4,432	97,965	58,527	276,076	2,196,850		2,633,850	2,402,197
Net Book Value		6,029	20,445	44,049	57,075	938,299	4,186,865	17,219	5,269,981	5,253,272

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 \$ -

Municipality of Moose Jaw #161
 Consolidated 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
<i>Assets</i>	Asset cost									
	Opening Asset costs	12,558		7,642,911					7,655,469	7,351,437
	Additions during the year			303,523					303,523	645,006
	Disposals and write-downs during the year			(55,161)					(55,161)	(340,974)
	Closing Asset Costs	12,558		7,891,273					7,903,831	7,655,469
<i>Amortization</i>	Accumulated Amortization Cost									
	Opening Accumulated Amortization Costs	2,184		2,400,013					2,402,197	2,267,172
	Add: Amortization taken	1,092		230,561					231,653	222,132
	Less: Accumulated amortization on disposals									(87,107)
	Closing Accumulated Amortization Costs	3,276		2,630,574					2,633,850	2,402,197
	Net Book Value	9,282		5,260,699					5,269,981	5,253,272

Municipality of Moose Jaw #161
 Consolidated Schedule of Accumulated Surplus
 As at December 31, 2016

Schedule 8

	2015	Changes	2016
UNAPPROPRIATED SURPLUS	2,689,682	310,433	3,000,115

APPROPRIATED RESERVES

Machinery and Equipment	50,000	90,000	140,000
Public Reserve	17,787	(4,535)	13,252
Buildings	175,000	15,000	190,000
Health	95,433	(95,433)	
Infrastructure	1,200,000	23,000	1,223,000
Total Appropriated	1,538,220	28,032	1,566,252

ORGANIZED HAMLETS (add lines if required)

Organized Hamlet of (Name)			
Organized Hamlet of (Name)			
Organized Hamlet of (Name)			
Organized Hamlet of (Name)			
Organized Hamlet of (Name)			
Organized Hamlet of (Name)			
Total Organized Hamlets			

NET INVESTMENT IN TANGIBLE CAPITAL ASSETS

Tangible capital assets (Schedule 6)	5,253,272	16,709	5,269,981
Less: Related debt			
Net Investment in Tangible Capital Assets	5,253,272	16,709	5,269,981

Total Accumulated Surplus	9,481,174	355,174	9,836,348
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Municipality of Moose Jaw #161
 Schedule of Mill Rates and Assessments
 As at December 31, 2016

	PROPERTY CLASS						Total
	Agriculture	Residential	Residential Condominium	Seasonal Residential	Commercial & Industrial	Potash Mine(s)	
Taxable Assessment	68,166,580	48,287,418			127,754,636		244,208,634
Regional Park Assessment							
Total Assessment							244,208,634
Mill Rate Factor(s)							
Total Base/Minimum Tax (generated for each property class)	7,910	7,035			210		15,155
Total Municipal Tax Levy (include base and/or minimum tax and special levies)	352,888	252,649			651,642		1,257,179

MILL RATES:

MILLS

Average Municipal*	5.1479
Average School*	7.0392
Potash Mill Rate	
Uniform Municipal Mill Rate	5.1000

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

Municipality of Moose Jaw #161
 Schedule of Council Remuneration
 As at December 31, 2016

Schedule 10

Position	Name	Remuneration	Reimbursed Costs	Total
Reeve	Ron Brumwell	12,684	2,476	15,160
Councillor	Jeff Crichton	6,570	928	7,498
Councillor	Marc Girard	8,113	1,310	9,423
Councillor	Jim Wilk	534	32	566
Councillor	Tom Hetherington	3,442	443	3,885
Councillor	Dave Delahey	500	80	580
Councillor	Kim dalgarno	3,675	272	3,947
Councillor	Brent Evans	4,680	725	5,405
Councillor	Karyn Mossing	6,132	943	7,075
Total		46,330	7,209	53,539