

THE CITY OF PRINCE ALBERT



**CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2014**

TABLE OF CONTENTS
December 31, 2014 Consolidated Financial Statements

	<u>Schedule</u>	<u>Page</u>
Management's Report		3
Auditor's Report		4
Consolidated Financial Statements		
Consolidated Statement of Financial Position		5
Consolidated Statement of Operations		6
Consolidated Statement of Change in Net Debt		7
Consolidated Statement of Cash Flows		8
Notes to the Consolidated Financial Statements		9
Schedule of Consolidated Statement of Financial Position		
Segmented by Fund	1	19
Schedule of Consolidated Statement of Financial Position - Prior Year		
Segmented by Fund	2	21
Schedule of Consolidated Statement of Operations		
Segmented by Fund	3	23
Schedule of Consolidated Statement of Operations - Prior Year		
Segmented by Fund	4	25
Schedule of General Fund Statement of Operations		
Segmented by Department	5	27
Schedule of General Fund Statement of Operations - Prior Year		
Segmented by Department	6	28
Schedule of Tangible Capital Assets		
Segmented by Fund	7	29
Schedule of Fund Balances		
Segmented by Fund	8	31
Schedule of Reserves		
Segmented by Fund	9	33
Schedule of Funds Held in Trust	10	35
Schedule of Trust Fund Transactions	11	36

The management of The City of Prince Albert is responsible for the integrity of the accompanying consolidated financial statements and all other information within this Annual Report. The consolidated financial statements have been prepared by management in accordance with Canadian Public Sector Accounting Standards. The preparation of the consolidated financial statements necessarily includes some amounts which are based on the best estimates and judgments of management.

To assist in meeting its responsibility, management maintains accounting, budget and other internal controls. These controls provide reasonable assurance that transactions are appropriately authorized and accurately recorded, that assets are properly accounted for and safeguarded, in order that the integrity of financial records is maintained.

The consolidated financial statements have been audited by the independent firm of Deloitte LLP. Their report to the Mayor and City Council, stating the scope of their examination and opinion of the consolidated financial statements, follows.



Jim Toye
City Manager



Joe Day, L.A.A.S, M.A.A.S.
Director of Financial Services



INDEPENDENT AUDITOR'S REPORT

To His Worship the Mayor and Members of City Council

We have audited the accompanying consolidated financial statements of the City of Prince Albert, which comprise the consolidated statement of financial position as at December 31, 2013, and the consolidated statements of operations, change in net debt and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of these consolidated 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 consolidated 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 consolidated financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated 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 consolidated 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 consolidated financial statements.

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

Opinion

In our opinion, the consolidated financial statements present fairly, in all material respects, the financial position of the City of Prince Albert as at December 31, 2013, and the results of its operations, changes in net debt and cash flow for the year then ended in accordance with Canadian public sector accounting standards.

Our audit was conducted for the purpose of forming an opinion on the basic consolidated financial statements. The current year's supplementary information included in the schedules and appendices is not a required part of the basic consolidated financial statements. Such supplementary information has been subjected to the auditing procedures applied in the basic consolidated financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic consolidated financial statements taken as a whole.

A handwritten signature in black ink that reads "Deloitte LLP".

Chartered Accountants
June 15, 2015
Prince Albert, Saskatchewan

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at December 31, 2014

	<u>2014</u>	<u>2013</u>
FINANCIAL ASSETS		
Cash	\$ 13,268,809	\$ 11,786,440
Temporary investments	118,067	251,432
Taxes receivable	2,629,064	2,539,693
Accounts receivable (Note 2)	<u>10,112,765</u>	<u>10,571,967</u>
	<u>26,128,705</u>	<u>25,149,532</u>
LIABILITIES		
Accounts payable and accrued liabilities (Note 3)	9,082,011	8,011,570
Wages and employee benefits payable	1,435,524	1,498,832
Deposits and deferred revenue (Note 4)	2,723,173	5,547,540
Due to local school divisions (Note 5)	580,468	653,238
Due to Trusts	10,216	10,455
Long-term debt (Note 6)	12,729,104	14,405,947
Vested sick leave	<u>3,073,711</u>	<u>3,145,973</u>
	<u>29,634,207</u>	<u>33,273,555</u>
NET DEBT	<u>(3,505,502)</u>	<u>(8,124,023)</u>
NON-FINANCIAL ASSETS		
Property acquired for taxes (Note 7)	606,091	650,882
Prepaid expenses	215,801	346,134
Supplies inventory	1,829,607	1,862,380
Land available for sale	4,332,562	3,854,019
Work in progress (Note 8)	10,380,311	7,906,306
Tangible Capital Assets (Note 9) (Schedule 7)	<u>282,509,198</u>	<u>273,610,811</u>
	<u>299,873,570</u>	<u>288,230,532</u>
ACCUMULATED SURPLUS	<u>\$ 296,368,068</u>	<u>\$ 280,106,509</u>

CONSOLIDATED STATEMENT OF OPERATIONS

For the year ended December 31, 2014

	<u>Budget</u> (unaudited)	<u>2014</u>	<u>2013</u>
REVENUES			
Taxation (Note 11)	\$ 34,015,320	\$ 33,959,318	\$ 32,573,996
User charges and fees	29,292,640	29,853,274	27,523,606
Operating grants and donations	10,975,510	11,392,735	11,431,772
Grants-in-lieu-of-taxes (Note 12)	9,460,060	10,056,664	9,517,472
Interest and penalties	741,060	704,669	740,641
Land sales	3,433,000	3,537,612	1,029,847
Sundry	<u>234,350</u>	<u>728,578</u>	<u>1,048,351</u>
	<u>88,151,940</u>	<u>90,232,850</u>	<u>83,865,685</u>
EXPENSES			
Airport operations	826,140	1,499,522	1,526,926
Community services	10,550,060	12,047,434	11,993,786
General government	11,569,850	9,503,377	10,260,700
Land development operations	502,900	664,890	546,173
Protective services - Emergency Call Centre	4,581,020	4,104,635	3,576,400
Protective services - Fire Services	6,846,470	6,981,760	6,667,002
Protective services - Police Services	17,739,180	18,303,783	17,230,474
Sanitation Utility Services	2,863,920	3,518,174	3,162,978
Transportation services	6,124,330	9,181,955	9,115,097
Water utility services	10,886,060	15,771,737	14,348,503
Consolidated entities (Note 1)	<u>-</u>	<u>307,532</u>	<u>132,096</u>
	<u>72,489,930</u>	<u>81,884,799</u>	<u>78,560,135</u>
SURPLUS OF REVENUES OVER EXPENSES BEFORE CAPITAL TRANSACTIONS			
	<u>15,662,010</u>	<u>8,348,051</u>	<u>5,305,550</u>
Capital revenue	4,267,600	7,967,477	3,336,732
Gain on disposal of Tangible Capital Assets	-	(47,617)	(898,598)
Transfer from other Funds	<u>(433,700)</u>	<u>-</u>	<u>-</u>
	<u>3,833,900</u>	<u>7,919,860</u>	<u>2,438,134</u>
SURPLUS OF REVENUES OVER EXPENSES			
	<u>\$ 19,495,910</u>	<u>\$ 16,267,911</u>	<u>\$ 7,743,684</u>
Accumulated surplus, beginning of year		\$ 280,106,509	\$ 273,850,775
Change in share of equity in consolidated entities (Note 1)		<u>(6,352)</u>	<u>(1,487,950)</u>
ACCUMULATED SURPLUS, END OF YEAR			
		<u>\$ 296,368,068</u>	<u>\$ 280,106,509</u>

See accompanying notes

Page 6

CONSOLIDATED STATEMENT OF CHANGE IN NET DEBT

For the year ended December 31, 2014

	Budget	2014	2013
	(unaudited)		
Surplus of revenues over expenses	\$ 19,495,910	\$ 16,267,911	\$ 7,743,684
Consolidation equity adjustment (Note: 1)	-	-	1,126,447
Change in share of equity of consolidated entities	-	(6,353)	(1,487,946)
	<u>19,495,910</u>	<u>16,261,558</u>	<u>7,382,185</u>
Changes in Tangible Capital Assets ("TCA")			
Acquisition of TCA	(17,406,300)	(17,753,910)	(9,964,815)
Acquisition of work in progress	-	(4,318,696)	(4,200,916)
Amortization of TCA	-	10,269,822	10,039,128
Proceeds on disposal of TCA	-	382,777	72,672
Loss (gain) on disposal of TCA	-	47,617	898,598
	<u>(17,406,300)</u>	<u>(11,372,390)</u>	<u>(3,155,333)</u>
Change in Non-Financial Assets			
Change in property acquired for taxes	-	44,791	(125,225)
Change in prepaid expenses	-	130,333	256,416
Change in supplies inventory	-	32,773	(313,841)
Land available for sale - developments during the year	-	(779,476)	(150,729)
Land available for sale - sold during the year	-	300,932	720,435
	<u>-</u>	<u>(270,647)</u>	<u>387,056</u>
DECREASE (INCREASE) IN NET DEBT	<u>2,089,610</u>	<u>4,618,521</u>	<u>4,613,908</u>
NET DEBT, BEGINNING OF YEAR		<u>(8,124,023)</u>	<u>(12,737,931)</u>
NET DEBT, END OF YEAR		<u>\$ (3,505,502)</u>	<u>\$ (8,124,023)</u>

CONSOLIDATED STATEMENT OF CASH FLOWS

For the year ended December 31, 2014

	<u>2014</u>	<u>2013</u>
CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES		
Surplus of revenues over expenses	\$ 16,267,911	\$ 7,743,684
Adjusted for non-cash items		
Amortization of TCA	10,269,822	10,039,128
Loss on disposal of TCA	47,617	898,598
Consolidation opening equity adjustment (Note: 1)	-	1,126,447
Change of share in equity in consolidated entities	<u>(6,353)</u>	<u>(1,487,946)</u>
	<u>26,578,997</u>	<u>18,319,911</u>
Net changes in non-cash working capital		
Taxes receivable	(89,371)	(136,235)
Accounts receivable	459,201	5,027,777
Due to Trusts	(239)	-
Accounts payable and accrued liabilities	1,070,441	(865,074)
Wages and employee benefits payable	(63,308)	(47,151)
Deposits and deferred revenue	(2,824,367)	(2,787,888)
Due to local school divisions	(72,770)	(196,405)
Vested sick leave	(72,262)	(1,905)
Property acquired for taxes	44,791	(125,225)
Prepaid expenses	130,333	256,416
Supplies inventory	32,773	(313,841)
Land available for sale - developments during the year	(779,477)	(150,729)
Land available for sale - sold during the year	<u>300,933</u>	<u>720,435</u>
	<u>(1,863,322)</u>	<u>1,380,175</u>
CAPITAL ACTIVITIES		
Acquisition of tangible capital assets	(17,753,910)	(9,964,815)
Proceeds from the disposal of tangible capital assets	382,777	72,672
Development of work in progress	<u>(4,318,696)</u>	<u>(4,200,916)</u>
	<u>(21,689,829)</u>	<u>(14,093,059)</u>
CASH FLOWS USED IN FINANCING ACTIVITIES		
Long-term debt repaid	<u>(1,676,842)</u>	<u>(1,586,236)</u>
	<u>(1,676,842)</u>	<u>(1,586,236)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Long-term investments	<u>-</u>	<u>138,443</u>
NET INCREASE IN CASH AND TEMPORARY INVESTMENTS	1,349,004	4,159,234
CASH AND TEMPORARY INVESTMENTS, BEGINNING OF YEAR	<u>12,037,872</u>	<u>7,878,638</u>
CASH AND TEMPORARY INVESTMENTS, END OF YEAR	<u>\$ 13,386,876</u>	<u>\$ 12,037,872</u>
CONSISTING OF:		
Cash	\$ 13,268,809	\$ 11,786,440
Temporary investments	<u>118,067</u>	<u>251,432</u>
	<u>\$ 13,386,876</u>	<u>\$ 12,037,872</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2014

1. SIGNIFICANT ACCOUNTING POLICIES

The consolidated financial statements of The City of Prince Albert ("the City") are prepared by management in accordance with Canadian Public Sector Accounting Standards ("PSAS") as recommended by the Chartered Professional Accountants of Canada ("CPA Canada"). Significant aspects of the accounting policies adopted by the City are as follows:

Fund Accounting (Segment Disclosures - see Schedule 1)

The City's consolidated financial statements are prepared in accordance with PSAS 2700, Segment Disclosures. The City's segments are divided into different funds, a description of each is provided below:

General Operating Fund

The General Operating Fund accounts for the City's general operations and is funded by a variety of sources and is balanced by property tax revenue.

Sanitation Operating Fund

The Sanitation Operating Fund accounts for the City's sanitation utility (landfill and recycling) operations and is funded by user fees and sanitation surcharges. The fund is a self sustaining fund.

Water Utility Operating Fund

The Water Utility Operating Fund accounts for the City's water utility (water and waste water) operations and is funded by user fees. The fund is a self sustaining fund.

Land Operating Fund

The Land Operating Fund accounts for the development of residential, commercial and industrial properties and is funded by land sales. The Land Fund is self sustaining.

Airport Operating Fund

The Airport Operating Fund accounts for the operations at the Airport and is funded by user fees and a transfer from general operations.

Equipment Fund

The Equipment Fund accounts for the operations of the City's equipment and fleet. The fund earns revenues by charging the City's operational areas for the use of equipment and fleet units. The fund is also responsible for the operational costs and maintenance of the equipment and fleet. The net surplus in this fund is transferred to the equipment reserve at year end.

Reporting Entity and Basis of Consolidation

These financial statements consolidate the financial position, operations, changes in net debt and cash flows of the General, Sanitation, Water Utility, Land, and Airport, and Equipment Operating Funds of the City.

The following organization is 100% consolidated based on the City's control of the organization:

John M. Cuelenaere Public Library Board ("JMC")

The following organization is a government partnership and is proportionately consolidated:

North Central Saskatchewan Waste Management Corporation (2014 - 84.65% : 2013 - 85.08%)

All interfund assets, liabilities, revenues and expenses have been eliminated through consolidation (see Schedules 1, 2, 3 and 4).

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2014

1. SIGNIFICANT ACCOUNTING POLICIES (continued from previous page)

Use of Estimates

The preparation of consolidated financial statements in conformity with PSAS requires management to make estimates and use assumptions that affect the reported amounts of assets and liabilities at the date of the consolidated financial statements and the reported amounts of revenues and expenses during the year.

Significant estimates made by management include revenue recognition, the valuation of allowances for doubtful accounts, amortization of tangible capital assets, employee benefits, closure and post closure costs of the landfill, and vested sick leave. Actual results could differ from those estimates.

Cash

Cash consist of cash on hand and balances with banks.

Temporary Investments

Temporary investments are recorded at cost which approximates their fair value due to their short-term maturity.

Deposits and Deferred Revenue

Deposits and deferred revenue includes monies received in advance for servicing and subdivision revenue, property sales, and external funding for capital projects to be completed in future years.

Vested Sick Leave

Sick leave is earned by employees through a bi-weekly allotment. Unused sick leave is accumulated and vests with the employee and is paid out upon termination of employment. The benefit vests with the employee after five years continuous service for permanent unionized employees and after ten years continuous service for management and non-permanent unionized employees. Payment calculations are limited by 194 days (148 for the Fire Department) of accumulated sick time and a maximum of 30 years of employment. The value of the vested sick leave reflects the present value of the liability of future employees' earnings.

Property Acquired for Taxes

Property acquired for taxes is recorded at the lower of carrying amount or net recoverable amount. Impairment losses are not reversed in subsequent years, if net recoverable value subsequently increases.

Supplies Inventory

Inventory is valued using the average cost method and are valued at the lower of cost and net realizable value.

Land Available for Sale

Land available for sale is recorded at the lower of cost to prepare the land for sale and the market value of the land. Costs to prepare the land for sale include leveling, grading and SaskPower and SaskEnergy service connections and is considered available for sale when all the land preparation is completed.

Land available for sale is not reported as a financial assets as the properties are typically held as inventory for more than one year.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2014

1. SIGNIFICANT ACCOUNTING POLICIES (continued from previous page)

Tangible Capital Assets and Work in Progress

Tangible capital assets are recorded at cost which includes all amounts that are directly attributable to acquisition, construction, development or betterment of the asset. The cost less residual value of the tangible capital assets are amortized on a straight-line basis over their estimated useful lives as follows:

Land Improvements	9 to 100 years
Buildings	20 to 100 years
Machinery and Equipment	5 to 15 years
Fleet	5 to 15 years
Roads	10 to 100 years
Water, Sanitary and Storm Sewer Infrastructure	20 to 100 years

One-half of the annual amortization is charged in the year that the asset is put into service and in the year of disposal. Assets under construction are recorded as Work in Progress and are not amortized until the asset is available for productive use

Contributed tangible capital assets are recorded at fair market value. The City has recorded nil contributed tangible capital assets in the current year. (2013- nil).

Revenue and Expenses Recognition

Revenues are recorded using the accrual basis of accounting whereby revenues are recognized as they are earned and measurable. Funds from external parties and earnings thereon restricted by agreement or legislation are accounted for as deferred revenue until used for the purpose specified. Expenses are accounted for in the period the goods and services are acquired and a liability is incurred or transfers are due.

Property tax revenue is based on assessments determined in accordance with Provincial legislation and the formulas, principles and rules in the Saskatchewan Assessment Manual. Tax mill rates are established annually. Taxation revenues are recorded net of a provision for potential losses on outstanding assessment appeals and uncollected taxes. By their nature, these provisions are subject to measurement uncertainty and the impact on the financial statements of future periods could be material. Penalties on overdue taxes are recorded in the period levied.

Government transfers are recognized in the financial statements as revenues in the period in which events giving rise to the transfer occur, providing the transfers are authorized, eligibility criteria have been met, and reasonable estimates can be made.

Land sales are recognized in the consolidated financial statements as revenues in the period in which the contract is signed and deposit is received.

Pension

Employees of the City participate in the Municipal Employees Pension Plan ("MEPP"). Since this plan is a multi-employer defined benefit plan, defined contribution accounting has been applied and the City's pension expense is limited to its contributions to the plan.

Trust Funds

Trust funds and their related operations administered by the City are not consolidated, but are reported separately on the schedule of funds held in trust (Schedule 10) and schedule of trust fund transactions (Schedule 11).

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2014

1. SIGNIFICANT ACCOUNTING POLICIES (continued from previous page)

Budget Figures

The Council approved 201 operating budgets are reflected on the Statement of Operations, and does not include budget figures for the consolidated entities. The budget figures are not audited.

Adoption of New and Revised Standards

In the current year, the City has applied a new amendment to PSAS that is mandatorily effective for accounting periods that begin on or after April 1, 2014:

Amendments to PSAS 3260, Liability for Contaminated Sites

The application of the above amendments and interpretations has had no material effect on these consolidated financial statements

New Standards and Amendments to Standards

A number of new standards and amendments to standards which may impact the City are not yet effective for the year ended December 31, 2014, and have not been applied in preparing these consolidated financial statements.

PS 2601, *Financial Currency Translation* (effective for accounting periods beginning on or after April 1, 2016)

PS 3041, *Portfolio Investments* (effective for accounting periods beginning on or after April 1, 2016)

PS 3450, *Financial Instruments* (effective for accounting periods beginning on or after April 1, 2016)

PS 2200, *Related Party Disclosure* (effective for accounting periods beginning on or after April 1, 2017)

The extent of the impact on the adoption of these standards is not known at this time.

2. ACCOUNTS RECEIVABLE

Accounts receivable have been reported net of an allowance for doubtful accounts of \$1,074,201 (2013 - \$1,605,327). The allowance has been determined through an annual review of outstanding amounts.

3. LANDFILL CLOSURE AND POST-CLOSURE

Environmental law requires closure and post-closure care of solid waste landfill sites. Closure care includes final covering and landscaping of the landfill and implementation of drainage and gas management plans. Post-closure care requirements include cap maintenance, groundwater monitoring, gas management system operations, inspections and annual reports. The landfill is broken into eight cells. Each cell will be decommissioned individually as the cell reaches capacity. Once the landfill is closed, it is estimated that the total cost of post closure and remaining closure expenditures will be \$3,371,990 on a undiscounted basis.

The calculation of the liability in the amount of \$374,666 (2013 - \$307,518) is included in accounts payable and accrued liabilities and is based on the cumulative capacity used at December 31, 2014 compared to the total estimated landfill capacity at the same date. At December 31, 2014 the estimated capacity of the site was 4,000,000 cubic metres (2013 - estimated capacity was 4,000,000 cubic metres), of which 891,000 cubic metres (2013 - 811,000 cubic metres) have been used as of December 31, 2014 22.25% (2013 - 20.0%). The existing landfill site is expected to reach capacity in approximately 2053.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2014

4. DEPOSITS AND DEFERRED REVENUE

Deposits and deferred revenue include funds that are externally restricted as follows:

	<u>New Deal - Federal Gas Tax</u>	<u>Emergency Communications Centre</u>	<u>Other Deposits and Deferred Revenues</u>	<u>Deferred Property Tax</u>	<u>Total</u>
Opening balance	\$ 2,843,009	\$ 1,011,450	\$ 1,024,858	\$ 668,224	\$ 5,547,541
Funds received	2,985,965	3,092,330	994,331	1,205,846	8,278,472
Interest earned	20,766	-	-	-	20,766
Adjustment	173,183	-	-	-	173,183
Eligible project costs/ /revenue earned"	<u>(6,022,923)</u>	<u>(3,696,931)</u>	<u>(908,711)</u>	<u>(668,224)</u>	<u>(11,296,789)</u>
Ending balance	<u>\$ -</u>	<u>\$ 406,849</u>	<u>\$ 1,110,478</u>	<u>\$ 1,205,846</u>	<u>\$ 2,723,173</u>

New Deal - Federal Gas Tax Program is funding received by the City from the Funding Agreement on the Transfer of Federal Gas Tax Revenues under the New Deal for Cities and Communities. The use of these funds are restricted to eligible projects as identified in the funding agreement. Authorization and approval are required before the funds can be expended. In 2014, \$7,656,049 total funds were expended and an entry was done to record a receivable of \$1,633,126 from future funding from the Gas Tax Program.

Emergency Communications Centre revenues are an accumulation of revenues collected in 2014 dispatching services, which were not expended during the year, and are therefore deferred for use in 2015.

Other deposits and deferred revenues are funds received prior to related expenses being incurred, or revenues received before the year in which they are earned. Included in the other amount is \$353,555 in Water Utility deposits; \$166,375 for 2015 Business Licences; \$119,923 in Saskatchewan Lotteries Grants; \$96,450 in custom work deposits; \$105,527 in prepaid rentals; \$74,281 in Urban Connector 2015 funding; \$66,958 in Cooke 100th Anniversary legacy funding; \$36,000 in donations to the waterslide repairs; and, \$15,000 in donations for the 2015 SUMA golf tournament.

5. DUE TO LOCAL SCHOOL DIVISIONS

Amounts owing to each school division are shown net of an allowance for doubtful accounts. The net amounts owing are as follows:

	<u>Public School</u>	<u>Separate School</u>	<u>Total 2014</u>	<u>Total 2013</u>
Taxes payable	\$ 761,482	\$ 134,386	\$ 895,868	\$ 896,530
Allowance for doubtful accounts	<u>(314,049)</u>	<u>(1,352)</u>	<u>(315,401)</u>	<u>(243,292)</u>
	<u>\$ 447,433</u>	<u>\$ 133,034</u>	<u>\$ 580,467</u>	<u>\$ 653,238</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2014

6. LONG-TERM DEBT

	2014	2013
General Fund		
Loan payable - TrafCo (Canada) Ltd. monthly payments of \$14,595 including interest, due November 1, 2016	\$ 293,894	\$ 447,230
Loan payable - Bank of Montreal ("BMO"), monthly payments of \$40,466 including interest at 2.83%, secured by a first assignment of water utility user fees and charges and land sales, due April 1, 2018	356,913	394,789
Capital lease payable - Roynat Inc., monthly payments of \$2,336 including interest at 9.89%, due May 1, 2015	11,370	36,896
	662,177	878,915
Water Utility Fund		
Loan payable - Canada Mortgage and Housing Corporation ("CMHC"), annual payments of \$718,523 including interest at 3.98%, due September 1, 2024	5,833,671	6,301,399
Loan payable - Saskatchewan Municipal Financing Corporation ("SMFC"), annual payments of \$871,846 including interest at 6%, due September 1, 2018	3,021,037	3,672,531
	8,854,708	9,973,930
Land Fund		
Loan payable - Bank of Montreal ("BMO"), monthly payments of \$40,466 including interest at 2.83%, secured by a first assignment of water utility user fees and charges and land sales, due April 1, 2018	3,212,219	3,553,102
Total Long-Term Debt	\$ 12,729,104	\$ 14,405,947

Amounts due is as follows:

	Principal	Interest	Total
2015	\$ 1,731,250	\$ 531,521	\$ 2,262,771
2016	1,779,063	457,447	2,236,510
2017	1,714,043	361,921	2,075,964
2018	1,793,348	282,617	2,075,965
2019	1,004,772	199,347	1,204,119
Remainder	4,706,628	474,176	5,180,804
	\$ 12,729,104	\$ 2,307,029	\$ 15,036,133

The regulation under The Cities Act requires that individual long term borrowing bylaws be submitted, reviewed and approved by the Saskatchewan Municipal Board ("SMB"). There is an exception of those cities that apply to the SMB for a pre-approved debt limit. The approved debt limit includes all amounts available to the City as a line of credit. The general bank account is covered by a \$12,000,000 revolving credit line. The interest on the credit line is prime less 0.75% per year. The credit line is secured by a hypothecation of taxes and grants. The balance at December 31, 2014 is nil (2013 - nil).

As of December 31, 2014 The City has an SMB approved debt limit of \$40,000,000. Subsequent to year end, the SBM approved a debt limit of \$55,000,000.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2014

7. PROPERTY ACQUIRED FOR TAXES

Property acquired through the tax enforcement process and temporarily held is recorded at the lesser of carrying amount (cost equal to the outstanding taxes including any applicable penalties up to the date of acquisition plus any costs necessary to maintain after acquisition) and the net recoverable amount. This amount has been recorded net of an allowance of \$677,114 (2013 - \$575,862) for properties calculated through an annual review of cost and market value.

8. WORK IN PROGRESS

Work in progress is comprised of tangible capital assets that have not yet been put into service because they are still being constructed or not ready for use. Work in progress is recorded at cost, which includes all amounts directly attributable to the asset. The City does not capitalize interest costs.

In the year that the asset is ready for service, the asset is reallocated to the tangible capital assets and amortized based on The City's capital asset policies. Work in progress is as follows:

	<u>Opening Balance</u>	<u>Capitalized during year</u>	<u>Additions</u>	<u>Ending Balance</u>
General Fund				
Roads	\$ 396,810	\$ (339,086)	\$ 1,050,756	\$ 1,108,480
Machinery and Equipment	16,386	(16,121)	-	265
Buildings	49,220	(37,720)	32,800	44,300
Fire Sub-Station	<u>15,540</u>	<u>-</u>	<u>-</u>	<u>15,540</u>
	<u>477,956</u>	<u>(392,927)</u>	<u>1,083,556</u>	<u>1,168,585</u>
Sanitation Fund				
Garbage	<u>24,873</u>	<u>(24,873)</u>	<u>-</u>	<u>-</u>
Water Utility Fund				
Water Treatment Plant	21,448	-	15,273	36,721
Waste Water Treatment Plant	1,842,660	(1,426,891)	195,851	611,620
Water Infrastructure	<u>5,539,367</u>	<u>-</u>	<u>3,024,017</u>	<u>8,563,384</u>
	<u>7,403,475</u>	<u>(1,426,891)</u>	<u>3,235,141</u>	<u>9,211,725</u>
	<u>\$ 7,906,304</u>	<u>\$ (1,844,691)</u>	<u>\$ 4,318,697</u>	<u>\$ 10,380,310</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2014

9. TANGIBLE CAPITAL ASSETS

For segmented detail, please refer to Schedule 7:

	<u>Closing Cost</u>	<u>Accumulated Amortization</u>	<u>2014 Net Book Value</u>	<u>2013 Net Book Value</u>
Land	\$ 19,547,496	\$ -	\$ 19,547,496	\$ 19,547,496
Land Improvements	26,926,661	(10,705,763)	16,220,898	17,202,915
Buildings	52,355,203	(17,109,043)	35,246,160	35,840,018
Machinery and Equipment	5,934,192	(3,065,546)	2,868,646	2,847,324
Fleet	20,596,856	(9,959,018)	10,637,838	10,388,382
Roads	93,057,676	(43,152,143)	49,905,533	45,840,650
Water, Sanitary and Storm Sewer Infrastructure	245,582,836	(98,186,504)	147,396,332	141,259,029
Consolidated Entities Capital Assets	<u>997,074</u>	<u>(310,765)</u>	<u>686,309</u>	<u>684,997</u>
	<u>\$ 464,997,994</u>	<u>\$ (182,488,782)</u>	<u>\$ 282,509,212</u>	<u>\$ 273,610,811</u>

10. ACCUMULATED SURPLUS

	<u>2014</u>	<u>2013</u>
General Operating Fund		
Fund Balance (Schedule 8)	\$ 121,965,296	\$ 112,747,976
Reserves (Schedule 9)	<u>9,468,681</u>	<u>8,749,986</u>
	131,433,977	121,497,962
Sanitation Operating Fund		
Fund Balance (Schedule 8)	9,399,111	9,161,123
Reserves (Schedule 9)	<u>30,000</u>	<u>45,127</u>
	9,429,111	9,206,250
Water Utility Operating Fund		
Fund Balance (Schedule 8)	145,754,205	137,077,534
Reserves (Schedule 9)	<u>1,567,164</u>	<u>1,683,546</u>
	147,321,369	138,761,080
Land Operating Fund		
Fund Balance (Schedule 8)	(8,540,253)	(5,909,124)
Reserves (Schedule 9)	<u>(964,192)</u>	<u>(1,574,970)</u>
	(9,504,445)	(7,484,094)
Airport Operating Fund		
Fund Balance (Schedule 8)	15,149,506	15,696,344
Reserves (Schedule 9)	<u>1,062,727</u>	<u>829,401</u>
	16,212,233	16,525,745
John M. Cuelenaere Public Library Board	202,182	343,797
North Central Saskatchewan Waste Management Corporation	<u>1,273,640</u>	<u>1,255,769</u>
	<u>\$ 296,368,067</u>	<u>\$ 280,106,509</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2014

11. TAXATION REVENUE

	<u>Budget</u>	<u>2014</u>	<u>2013</u>
	(unaudited)		
General Municipal Taxation Levy	\$ 26,215,100	\$ 26,083,957	\$ 24,802,549
Special Levy Base Tax	1,312,100	1,318,326	1,311,316
Special Levy - Pineview Terrace	684,700	682,872	678,041
Special Levy - Paving	4,010,500	4,029,816	4,007,881
General Municipal Taxation - Supplementals	80,000	69,617	101,461
General Municipal Taxation Surcharges	200,000	276,468	239,195
Abatements on Current Year Taxes	(30,000)	(44,056)	(55,628)
Discounts on Current Year Taxes	<u>(72,500)</u>	<u>(86,381)</u>	<u>(72,879)</u>
	32,399,900	32,330,619	31,011,936
Wellness Centre - Special Levy	1,430,420	1,417,189	1,408,152
Street Oiling Levies	35,000	34,421	29,561
Penalties on Tax Arrears	<u>150,000</u>	<u>228,502</u>	<u>175,011</u>
	\$ 34,015,320	\$ 34,010,731	\$ 32,624,660
Less consolidation eliminations	<u>-</u>	<u>(51,413)</u>	<u>(50,664)</u>
	<u>\$ 34,015,320</u>	<u>\$ 33,959,318</u>	<u>\$ 32,573,996</u>

Refer to Schedule 3 and Schedule 4 for the consolidation adjustments.

12. GRANTS-IN-LIEU-OF-TAXES

	<u>Budget</u>	<u>2014</u>	<u>2013</u>
	(unaudited)		
Grants-in-Lieu of Taxes			
Federal	\$ 300,060	\$ 313,197	\$ 300,063
Provincial	2,105,600	2,176,869	2,128,415
First Nations Reserve Lands	418,600	436,942	421,796
Domtar	<u>1,137,710</u>	<u>1,137,710</u>	<u>1,103,325</u>
	3,961,970	4,064,718	3,953,599
Franchise Fees			
Sask Power	4,644,530	4,982,762	4,694,362
Sask Energy	807,460	962,236	800,722
TransGas	<u>46,100</u>	<u>46,948</u>	<u>68,789</u>
	<u>\$ 9,460,060</u>	<u>\$ 10,056,664</u>	<u>\$ 9,517,472</u>

13. PENSION FUND

Employees of the City participate in MEPP and contributions are a percentage of salary. Police and Firefighters contributed 11.35% (2013 - 11.35%) of their salary. All other members contributed 8.4% (2013 - 8.4%) to the plan. The City matches all the employees' contributions to the plan. Pension expense for the year included in the Salaries, Wages and Benefits expenses is \$3,408,067 (2013 - \$3,228,809).

Based on the latest information available MEPP had a surplus in the net assets available for benefits of \$334,002,000 (2013 had a surplus of \$186,314,000 as restated by MEPP). The City's portion of this is not readily determinable.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2014

14. CONTINGENT LIABILITIES AND GUARANTEES

The City is a third party, by way of being a member of MEPP in a the legal proceeding between the Canadian Union of Public Employees ("CUPE") and the Municipal Employees Pension Commission (the "Commission"). CUPE alleges that the Commission has inappropriately funded administration fees from the pension plan. The outcome and economic impact of the losses, if any, are currently not determinable and no provision has been made in these financial statements

The City is in receipt of a statement of claim from Domtar Pulp and Paper Inc. ("Domtar") with respect to property taxes it paid in 2009 and 2010. Domtar alleges that they have been over-charged for property taxes for those respective years. The outcome and economic impact of the losses, if any, are currently not determinable and no provision has been made in these financial statements.

Various other lawsuits and claims are pending by and against the City, however no provisions have been recorded in the financial statements. It is not expected that the final determination of any pending claims will materially affect the financial position of the City.

15. COMPARATIVE FIGURES

Certain of the prior year's figures have been reclassified to conform to the current year's presentation.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

Schedule 1

SEGMENTED BY FUND

As at December 31, 2014

	<u>GENERAL OPERATING FUND</u>	<u>SANITATION OPERATING FUND</u>	<u>WATER UTILITY OPERATING FUND</u>	<u>LAND OPERATING FUND</u>	<u>AIRPORT OPERATING FUND</u>
FINANCIAL ASSETS					
Cash	\$ 12,177,352	\$ -	\$ -	\$ -	\$ 360,823
Temporary investments	-	-	-	-	-
Taxes receivable	2,629,064	-	-	-	-
Accounts receivable	<u>5,282,265</u>	<u>112,681</u>	<u>3,673,387</u>	<u>957,618</u>	<u>65,788</u>
	<u>20,088,681</u>	<u>112,681</u>	<u>3,673,387</u>	<u>957,618</u>	<u>426,611</u>
LIABILITIES					
Accounts payable and accrued liabilities	8,288,954	374,666	167,837	140,947	-
Wages and employee benefits payable	1,371,775	9,670	49,453	-	4,625
Deposits and deferred revenue	2,252,517	15,700	449,955	5,000	-
Due to local school divisions	580,468	-	-	-	-
Due to Trusts	10,216	-	-	-	-
Long-term debt	662,177	-	8,854,708	3,212,219	-
Vested sick leave	<u>2,620,159</u>	<u>72,388</u>	<u>333,604</u>	<u>-</u>	<u>47,561</u>
	<u>15,786,266</u>	<u>472,424</u>	<u>9,855,557</u>	<u>3,358,166</u>	<u>52,186</u>
NET FINANCIAL ASSETS (DEBT)	<u>4,302,415</u>	<u>(359,743)</u>	<u>(6,182,170)</u>	<u>(2,400,548)</u>	<u>374,425</u>
NON-FINANCIAL ASSETS					
Property acquired for taxes	606,091	-	-	-	-
Prepaid expenses	186,395	-	-	-	-
Supplies inventory	1,422,545	-	407,061	-	-
Land available for sale	-	-	-	4,332,562	-
Work in progress	1,168,585	-	9,211,725	-	-
Tangible Capital Assets	108,693,885	8,222,499	150,134,915	-	14,771,604
Due from (to) other funds	<u>15,054,061</u>	<u>1,566,355</u>	<u>(6,250,162)</u>	<u>(11,436,459)</u>	<u>1,066,204</u>
	<u>127,131,562</u>	<u>9,788,854</u>	<u>153,503,539</u>	<u>(7,103,897)</u>	<u>15,837,808</u>
ACCUMULATED SURPLUS	<u>\$ 131,433,977</u>	<u>\$ 9,429,111</u>	<u>\$ 147,321,369</u>	<u>\$ (9,504,445)</u>	<u>\$ 16,212,233</u>

See accompanying notes

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

Schedule 1 (continued)

SEGMENTED BY FUND

As at December 31, 2014

	J MC PUBLIC LIBRARY <u>BOARD</u>	NORTH CENTRAL SASK WASTE MGMT CORP	CONSOLIDATION ADJUSTMENTS	TOTAL CONSOLIDATED
FINANCIAL ASSETS				
Cash	\$ 101,297	\$ 629,337	\$ -	\$ 13,268,809
Temporary investments	118,067	-	-	118,067
Taxes receivable	-	-	-	2,629,064
Accounts receivable	<u>21,013</u>	<u>-</u>	<u>-</u>	<u>10,112,766</u>
	<u>240,377</u>	<u>629,337</u>	<u>-</u>	<u>26,128,706</u>
LIABILITIES				
Accounts payable and accrued liabilities	105,374	4,233	-	9,082,011
Wages and employee benefits payable	-	-	-	1,435,524
Deposits and deferred revenue	-	-	-	2,723,173
Due to local school divisions	-	-	-	580,468
Due to Trusts	-	-	-	10,216
Long-term debt	-	-	-	12,729,104
Vested sick leave	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,073,711</u>
	<u>105,374</u>	<u>4,233</u>	<u>-</u>	<u>29,634,207</u>
NET FINANCIAL ASSETS (DEBT)	<u>135,003</u>	<u>625,104</u>	<u>-</u>	<u>(3,505,501)</u>
NON-FINANCIAL ASSETS				
Property acquired for taxes	-	-	-	606,091
Prepaid expenses	29,406	-	-	215,801
Supplies inventory	-	-	-	1,829,607
Land available for sale	-	-	-	4,332,562
Work in progress	-	-	-	10,380,311
Tangible Capital Assets	37,773	648,536	-	282,509,202
Due from (to) other funds	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>67,179</u>	<u>648,536</u>	<u>-</u>	<u>299,873,574</u>
ACCUMULATED SURPLUS	<u>\$ 202,182</u>	<u>\$ 1,273,640</u>	<u>\$ -</u>	<u>\$ 296,368,067</u>

See accompanying notes

CONSOLIDATED STATEMENT OF FINANCIAL POSITION - PRIOR YEAR

Schedule 2

SEGMENTED BY FUND

As at December 30, 2013

	<u>GENERAL OPERATING FUND</u>	<u>SANITATION OPERATING FUND</u>	<u>WATER UTILITY OPERATING FUND</u>	<u>LAND OPERATING FUND</u>	<u>AIRPORT OPERATING FUND</u>
FINANCIAL ASSETS					
Cash	\$ 10,675,275	\$ -	\$ -	\$ -	\$ 357,466
Temporary investments	-	-	-	-	-
Taxes receivable	2,539,693	-	-	-	-
Accounts receivable	5,696,271	159,625	4,383,546	240,744	84,271
Long-term investments	-	-	-	-	-
	<u>18,911,239</u>	<u>159,625</u>	<u>4,383,546</u>	<u>240,744</u>	<u>441,737</u>
LIABILITIES					
Accounts payable and accrued liabilities	7,438,957	307,518	157,479	-	-
Wages and employee benefits payable	1,442,448	12,591	38,862	-	4,930
Deposits and deferred revenue	5,171,105	14,600	356,835	5,000	-
Due to local school divisions	653,238	-	-	-	-
Due to Trusts	10,455	-	-	-	-
Long-term debt	878,915	-	9,973,929	3,553,102	-
Vested sick leave	<u>2,717,757</u>	<u>89,934</u>	<u>276,545</u>	<u>-</u>	<u>61,737</u>
	<u>18,312,875</u>	<u>424,643</u>	<u>10,803,650</u>	<u>3,558,102</u>	<u>66,667</u>
NET FINANCIAL ASSETS (DEBT)	<u>598,364</u>	<u>(265,018)</u>	<u>(6,420,104)</u>	<u>(3,317,358)</u>	<u>375,070</u>
NON-FINANCIAL ASSETS					
Property acquired for taxes	650,882	-	-	-	-
Prepaid expenses	337,100	-	-	-	-
Supplies inventory	1,447,730	-	414,139	-	-
Land available for sale	-	-	-	3,854,019	-
Work in progress	477,955	24,873	7,403,477	-	-
Tangible Capital Assets	105,103,897	8,323,064	144,118,511	-	15,380,342
Due to (from) other funds	<u>12,882,034</u>	<u>1,123,331</u>	<u>(6,754,943)</u>	<u>(8,020,755)</u>	<u>770,333</u>
	<u>120,899,598</u>	<u>9,471,268</u>	<u>145,181,184</u>	<u>(4,166,736)</u>	<u>16,150,675</u>
ACCUMULATED SURPLUS	<u>\$ 121,497,962</u>	<u>\$ 9,206,250</u>	<u>\$ 138,761,080</u>	<u>\$ (7,484,094)</u>	<u>\$ 16,525,745</u>

See accompanying notes

CONSOLIDATED STATEMENT OF FINANCIAL POSITION - PRIOR YEAR

Schedule 2 (continued)

SEGMENTED BY FUND

As at December 30, 2013

	J MC PUBLIC LIBRARY <u>BOARD</u>	NORTH CENTRAL SASK WASTE MGMT CORP	CONSOLIDATION ADJUSTMENTS	TOTAL CONSOLIDATED
FINANCIAL ASSETS				
Cash	\$ 164,826	\$ 588,873	\$ -	\$ 11,786,440
Temporary investments	251,432	-	-	251,432
Taxes receivable	-	-	-	2,539,693
Accounts receivable	7,509	-	-	10,571,965
Long-term investments	-	-	-	-
	<u>423,767</u>	<u>588,873</u>	<u>-</u>	<u>25,149,530</u>
LIABILITIES				
Accounts payable and accrued liabilities	103,531	4,084	-	8,011,570
Wages and employee benefits payable	-	-	-	1,498,832
Deposits and deferred revenue	-	-	-	5,547,540
Due to local school divisions	-	-	-	653,238
Due to Trusts	-	-	-	10,455
Long-term debt	-	-	-	14,405,947
Vested sick leave	-	-	-	3,145,973
	<u>103,531</u>	<u>4,084</u>	<u>-</u>	<u>33,273,555</u>
NET FINANCIAL ASSETS (DEBT)	<u>320,236</u>	<u>584,789</u>	<u>-</u>	<u>(8,124,025)</u>
NON-FINANCIAL ASSETS				
Property acquired for taxes	-	-	-	650,882
Prepaid expenses	9,034	-	-	346,134
Supplies inventory	-	510	-	1,862,380
Land available for sale	-	-	-	3,854,019
Work in progress	-	-	-	7,906,306
Tangible Capital Assets	14,527	670,470	-	273,610,811
Due to (from) other funds	-	-	-	-
	<u>23,561</u>	<u>670,980</u>	<u>-</u>	<u>288,230,532</u>
ACCUMULATED SURPLUS	<u>\$ 343,797</u>	<u>\$ 1,255,769</u>	<u>\$ -</u>	<u>\$ 280,106,509</u>

See accompanying notes

Schedule 3

CONSOLIDATED STATEMENT OF OPERATIONS

SEGMENTED BY FUND

For the year ended December 31, 2014

	GENERAL OPERATING FUND (SCHEDULE 5)	SANITATION OPERATING FUND	WATER UTILITY OPERATING FUND	LAND OPERATING FUND	AIRPORT OPERATING FUND
REVENUES					
Taxation	\$ 34,010,731	\$ -	\$ -	\$ -	\$ -
User charges and fees	10,901,337	3,969,297	13,906,415	79,999	934,718
Operating grants and donations	11,226,138	-	-	-	-
Grants-in-lieu-of-taxes	10,056,664	-	-	-	-
Interest and penalties	335,731	1,815	350,664	-	8,908
Land sales	-	-	-	3,537,612	-
Sundry	<u>343,062</u>	<u>-</u>	<u>377,438</u>	<u>-</u>	<u>2,186</u>
	<u>66,873,663</u>	<u>3,971,112</u>	<u>14,634,517</u>	<u>3,617,611</u>	<u>945,812</u>
EXPENSES					
Council remuneration	\$ 366,502	\$ -	\$ -	\$ -	\$ -
Salaries, wages and benefits	38,307,775	1,016,168	5,551,571	57,278	358,330
Contracted and general services	2,846,575	508,306	350,800	47,815	102,757
Financial charges	20,355	5,602	160	-	40
Grants and donations	3,675,082	162,310	-	-	-
Utilities	2,340,449	35,892	932,325	-	103,281
Interest on long term debt	50,567	-	451,482	96,154	-
Fleet expenses	2,613,252	930,820	901,037	-	164,957
Maintenance, material and supplies	5,532,526	350,961	3,537,310	92,715	117,569
Insurance	443,577	7,742	110,113	-	22,003
Bad debt expense	354,530	(22,062)	144,869	(5,523)	(20,698)
Cost of land sales	-	-	-	376,451	-
Amortization	<u>5,265,653</u>	<u>522,435</u>	<u>3,792,070</u>	<u>-</u>	<u>651,283</u>
	<u>61,816,843</u>	<u>3,518,174</u>	<u>15,771,737</u>	<u>664,890</u>	<u>1,499,522</u>
SURPLUS OF REVENUES OVER EXPENSES BEFORE CAPITAL AND INTERFUND TRANSACTIONS	<u>5,056,820</u>	<u>452,938</u>	<u>(1,137,220)</u>	<u>2,952,721</u>	<u>(553,710)</u>
Capital revenue	310,116	-	7,657,361	-	-
Gain (Loss) on disposal of TCA	152,536	(25,553)	(166,959)	-	(7,641)
Interfund transactions	<u>3,361,519</u>	<u>(204,524)</u>	<u>(816,909)</u>	<u>(894,029)</u>	<u>247,840</u>
	<u>3,824,171</u>	<u>(230,077)</u>	<u>6,673,493</u>	<u>(894,029)</u>	<u>240,199</u>
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	<u>\$ 8,880,991</u>	<u>\$ 222,861</u>	<u>\$ 5,536,273</u>	<u>\$ 2,058,692</u>	<u>\$ (313,511)</u>

See accompanying notes

Schedule 3 (continued)

CONSOLIDATED STATEMENT OF OPERATIONS

SEGMENTED BY FUND

For the year ended December 31, 2014

	<u>EQUIPMENT FUND</u>	<u>J MC PUBLIC LIBRARY BOARD</u>	<u>NORTH CENTRAL SASK WASTE MGMT CORP</u>	<u>CONSOLIDATION ADJUSTMENTS</u>	<u>TOTAL CONSOLIDATED</u>
REVENUES					
Taxation	\$ -	\$ -	\$ -	\$ (51,413)	\$ 33,959,318
User charges and fees	-	61,512	162,306	(162,310)	29,853,274
Operating grants and donations	-	1,677,766	17,441	(1,528,610)	11,392,735
Grants-in-lieu-of-taxes	-	-	-	-	10,056,664
Interest and penalties	-	1,635	5,916	-	704,669
Land sales	-	-	-	-	3,537,612
Sundry	-	-	5,892	-	728,578
	<u>-</u>	<u>1,740,913</u>	<u>191,555</u>	<u>(1,742,333)</u>	<u>90,232,850</u>
EXPENSES					
Council remuneration	\$ -	\$ -	\$ -	\$ -	\$ 366,502
Salaries, wages and benefits	-	1,106,837	-	-	46,397,959
Contracted and general services	-	135,997	56,727	-	4,048,977
Financial charges	-	2,630	-	-	28,789
Grants and donations	-	-	-	(1,690,920)	2,146,472
Utilities	-	54,072	-	-	3,466,018
Interest on long term debt	-	-	-	-	598,203
Fleet expenses	(1,693,897)	-	-	-	2,916,169
Maintenance, material and supplies	-	562,203	89,997	(51,413)	10,231,869
Insurance	-	-	2,068	-	585,504
Bad debt expense	-	-	-	-	451,116
Cost of land sales	-	-	-	-	376,451
Amortization	-	20,789	18,545	-	10,270,774
	<u>(1,693,897)</u>	<u>1,882,528</u>	<u>167,337</u>	<u>(1,742,333)</u>	<u>81,884,803</u>
SURPLUS OF REVENUES OVER EXPENSES BEFORE CAPITAL AND INTERFUND TRANSACTIONS	<u>1,693,897</u>	<u>(141,615)</u>	<u>24,218</u>	<u>-</u>	<u>8,348,047</u>
Capital revenue	-	-	-	-	7,967,477
Gain (Loss) on disposal of TCA	-	-	-	-	(47,617)
Interfund transactions	(1,693,897)	-	-	-	-
	<u>(1,693,897)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>7,919,860</u>
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	<u>\$ -</u>	<u>\$ (141,615)</u>	<u>\$ 24,218</u>	<u>\$ -</u>	<u>\$ 16,267,907</u>

See accompanying notes

Schedule 4

**CONSOLIDATED STATEMENT OF OPERATIONS - PRIOR YEAR
SEGMENTED BY FUND
For the year ended December 30, 2013**

	GENERAL OPERATING FUND (SCHEDULE 6)	SANITATION OPERATING FUND	WATER UTILITY OPERATING FUND	LAND OPERATING FUND	AIRPORT OPERATING FUND
REVENUES					
Taxation	\$ 32,624,660	\$ -	\$ -	\$ -	\$ -
User charges and fees	10,278,044	3,660,702	12,481,588	82,144	963,924
Operating grants and donations	11,327,622	-	-	-	-
Grants-in-lieu-of-taxes	9,517,472	-	-	-	-
Interest and penalties	448,368	750	270,394	-	13,072
Land sales	-	-	-	1,029,847	-
Sundry	<u>435,658</u>	<u>825</u>	<u>530,795</u>	<u>72,176</u>	<u>1,439</u>
	<u>64,631,824</u>	<u>3,662,277</u>	<u>13,282,777</u>	<u>1,184,167</u>	<u>978,435</u>
EXPENSES					
Council remuneration	\$ 366,101	\$ -	\$ -	\$ -	\$ -
Salaries, wages and benefits	36,861,462	1,035,082	4,689,954	79,389	341,193
Contracted and general services	2,770,042	196,006	300,333	52,535	93,404
Financial charges	20,612	5,770	391	-	63
Grants and donations	3,546,742	182,600	-	-	-
Utilities	2,367,127	52,223	929,157	-	107,132
Interest on long term debt	54,522	-	507,618	120,365	-
Fleet expenses	2,594,407	728,262	850,470	-	199,611
Maintenance, material and supplies	5,668,862	446,855	3,075,678	33,245	71,694
Insurance	448,221	9,666	123,878	-	22,857
Bad debt expense	545,204	(7,909)	132,890	5,523	3,215
Cost of land sales	-	-	-	255,116	-
Amortization	<u>5,073,584</u>	<u>514,423</u>	<u>3,738,134</u>	<u>-</u>	<u>687,757</u>
	<u>60,316,886</u>	<u>3,162,978</u>	<u>14,348,503</u>	<u>546,173</u>	<u>1,526,926</u>
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE CAPITAL AND INTERFUND TRANSACTIONS	<u>4,314,938</u>	<u>499,299</u>	<u>(1,065,726)</u>	<u>637,994</u>	<u>(548,491)</u>
Capital revenue	619,080	-	2,798,867	(13,563)	(67,651)
Gain (Loss) on disposal of TCA	(80,811)	-	(817,786)	-	-
Interfund transactions	<u>2,228,458</u>	<u>(156,630)</u>	<u>(614,000)</u>	<u>(215,899)</u>	<u>231,500</u>
	<u>2,766,727</u>	<u>(156,630)</u>	<u>1,367,081</u>	<u>(229,462)</u>	<u>163,849</u>
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	<u>\$ 7,081,665</u>	<u>\$ 342,669</u>	<u>\$ 301,355</u>	<u>\$ 408,532</u>	<u>\$ (384,642)</u>

See accompanying notes

Schedule 4 (continued)

CONSOLIDATED STATEMENT OF OPERATIONS - PRIOR YEAR

SEGMENTED BY FUND

For the year ended December 30, 2013

	<u>EQUIPMENT FUND</u>	<u>J MC PUBLIC LIBRARY BOARD</u>	<u>NORTH CENTRAL SASK WASTE MGMT CORP</u>	<u>CONSOLIDATION ADJUSTMENTS</u>	<u>TOTAL CONSOLIDATED</u>
REVENUES					
Taxation	\$ -	\$ -	\$ -	\$ (50,664)	\$ 32,573,996
User charges and fees	-	57,211	182,593	(182,600)	27,523,606
Operating grants and donations	-	1,459,846	88,204	(1,443,900)	11,431,772
Grants-in-lieu-of-taxes	-	-	-	-	9,517,472
Interest and penalties	-	2,339	5,717	-	740,641
Land sales	-	-	-	-	1,029,847
Sundry	-	-	7,459	-	1,048,351
	<u>-</u>	<u>1,519,396</u>	<u>283,973</u>	<u>(1,677,164)</u>	<u>83,865,685</u>
EXPENSES					
Council remuneration	\$ -	\$ -	\$ -	\$ -	\$ 366,101
Salaries, wages and benefits	-	1,122,537	-	-	44,129,616
Contracted and general services	-	115,258	122,326	-	3,649,904
Financial charges	-	1,656	-	-	28,492
Grants and donations	-	-	-	(1,626,500)	2,102,842
Utilities	-	52,032	-	-	3,507,672
Interest on long term debt	-	-	-	-	682,505
Fleet expenses	(1,473,429)	-	-	-	2,899,321
Maintenance, material and supplies	-	300,252	67,976	(50,664)	9,613,898
Insurance	-	-	1,993	-	606,615
Bad debt expense	-	-	-	-	678,922
Cost of land sales	-	-	-	-	255,116
Amortization	-	6,592	18,638	-	10,039,128
	<u>(1,473,429)</u>	<u>1,598,327</u>	<u>210,933</u>	<u>(1,677,164)</u>	<u>78,560,132</u>
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE CAPITAL AND INTERFUND TRANSACTIONS	<u>1,473,429</u>	<u>(78,931)</u>	<u>73,040</u>	<u>-</u>	<u>5,305,553</u>
Capital revenue	-	-	-	-	3,336,732
Gain (Loss) on disposal of TCA	-	-	-	-	(898,598)
Interfund transactions	(1,473,429)	-	-	-	-
	<u>(1,473,429)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,438,134</u>
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	<u>\$ -</u>	<u>\$ (78,931)</u>	<u>\$ 73,040</u>	<u>\$ -</u>	<u>\$ 7,743,687</u>

See accompanying notes

Schedule 5

**GENERAL FUND STATEMENT OF OPERATIONS
SEGMENTED BY DEPARTMENT
For the year ended December 31, 2014**

	GENERAL GOVERNMENT INCLUDING EXTERNAL AGENCIES	PROTECTIVE SERVICES (EMERGENCY COMM. CENTRE)	PROTECTIVE SERVICES (POLICE SERVICE)	PROTECTIVE SERVICES (FIRE SERVICES)	TRANSPORTATION SERVICES (PUBLIC WORKS)	COMMUNITY SERVICES	TOTAL GENERAL FUND
REVENUES							
Taxation	\$ 34,010,731	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 34,010,731
User charges and fees	1,186,428	4,104,635	1,050,269	216,106	869,441	3,474,459	10,901,337
Operating grants and donations	7,302,748	-	3,034,100	-	547,699	341,591	11,226,138
Grants-in-lieu-of-taxes	10,056,664	-	-	-	-	-	10,056,664
Interest and penalties	335,731	-	-	-	-	-	335,731
Sundry	<u>173,502</u>	<u>-</u>	<u>-</u>	<u>27,304</u>	<u>6,003</u>	<u>136,252</u>	<u>343,062</u>
	<u>53,065,804</u>	<u>4,104,635</u>	<u>4,084,369</u>	<u>243,410</u>	<u>1,423,143</u>	<u>3,952,302</u>	<u>66,873,663</u>
EXPENSES							
Council remuneration	\$ 366,502	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 366,502
Salaries, wages and benefits	5,793,095	3,688,357	15,691,648	5,943,468	2,156,700	5,034,508	38,307,775
Contracted and general services	215,790	53,083	137,020	2,526	1,588,964	849,192	2,846,575
Financial charges	5,831	40	260	40	220	13,964	20,355
Grants and donations	3,216,826	-	43,150	-	-	415,105	3,675,082
Utilities	-	-	109,343	38,291	1,056,366	1,136,448	2,340,449
Interest on long term debt	34,305	-	13,751	-	-	2,511	50,567
Fleet expenses	45,415	-	574,928	438,275	747,499	807,136	2,613,252
Maintenance, material and supplies	823,578	363,155	1,351,339	345,731	467,050	2,181,671	5,532,526
	-	-	-	-	-	-	-
Insurance	171,649	-	17,645	3,032	17,682	233,569	443,577
Bad debt expense	354,530	-	-	-	-	-	354,530
Amortization	<u>169,753</u>	<u>-</u>	<u>364,699</u>	<u>210,397</u>	<u>3,147,474</u>	<u>1,373,330</u>	<u>5,265,653</u>
	<u>11,197,274</u>	<u>4,104,635</u>	<u>18,303,783</u>	<u>6,981,760</u>	<u>9,181,955</u>	<u>12,047,434</u>	<u>61,816,843</u>
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE CAPITAL AND INTERFUND TRANSACTIONS	<u>41,868,530</u>	<u>-</u>	<u>(14,219,414)</u>	<u>(6,738,350)</u>	<u>(7,758,812)</u>	<u>(8,095,132)</u>	<u>5,056,820</u>
Capital revenue	9,100	-	8,938	-	92,342	199,736	310,116
Gain (Loss) on disposal of TCA	(2,226)	-	7,625	159,117	(27,349)	15,369	152,536
Interfund transactions	<u>3,361,519</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,361,519</u>
	<u>3,368,393</u>	<u>-</u>	<u>16,563</u>	<u>159,117</u>	<u>64,993</u>	<u>215,105</u>	<u>3,824,171</u>
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	<u>\$ 45,236,923</u>	<u>\$ -</u>	<u>\$ (14,202,851)</u>	<u>\$ (6,579,233)</u>	<u>\$ (7,693,819)</u>	<u>\$ (7,880,027)</u>	<u>\$ 8,880,991</u>

See accompanying notes

Schedule 6

**GENERAL FUND STATEMENT OF OPERATIONS - PRIOR YEAR
SEGMENTED BY DEPARTMENT
For the year ended December 30, 2013**

	GENERAL GOVERNMENT INCLUDING EXTERNAL AGENCIES	PROTECTIVE SERVICES (EMERGENCY COMM. CENTRE)	PROTECTIVE SERVICES (POLICE SERVICE)	PROTECTIVE SERVICES (FIRE SERVICES)	TRANSPORTATION SERVICES (PUBLIC WORKS)	COMMUNITY SERVICES	TOTAL GENERAL FUND
REVENUES							
Taxation	\$ 32,624,660	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 32,624,660
User charges and fees	1,065,299	3,576,400	1,158,757	293,323	819,791	3,364,474	10,278,044
Operating grants and donations	7,487,336	-	2,900,648	-	523,008	416,630	11,327,622
Grants-in-lieu-of-taxes	9,517,472	-	-	-	-	-	9,517,472
Interest and penalties	448,368	-	-	-	-	-	448,368
Sundry	<u>337,790</u>	<u>-</u>	<u>-</u>	<u>9,145</u>	<u>(34,355)</u>	<u>123,077</u>	<u>435,658</u>
	<u>51,480,925</u>	<u>3,576,400</u>	<u>4,059,405</u>	<u>302,468</u>	<u>1,308,444</u>	<u>3,904,181</u>	<u>64,631,824</u>
EXPENSES							
Council remuneration	\$ 366,101	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 366,101
Salaries, wages and benefits	5,898,356	3,209,140	14,797,511	5,631,148	2,244,795	5,080,512	36,861,462
Contracted and general services	362,653	19,982	97,695	3,686	1,529,469	756,558	2,770,042
Financial charges	2,528	106	554	158	544	16,723	20,612
Grants and donations	3,070,968	-	45,500	-	-	430,274	3,546,742
Utilities	-	-	109,941	39,703	1,082,559	1,134,925	2,367,127
Interest on long term debt	33,361	-	16,256	-	-	4,904	54,522
Fleet expenses	44,411	-	576,537	433,422	743,449	796,588	2,594,407
Maintenance, material and supplies	1,064,431	347,172	1,243,990	336,297	480,378	2,196,594	5,668,862
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Insurance	171,748	-	16,266	3,946	19,823	236,438	448,221
Bad debt expense	545,204	-	-	-	-	-	545,204
Amortization	<u>174,368</u>	<u>-</u>	<u>326,224</u>	<u>218,642</u>	<u>3,014,080</u>	<u>1,340,270</u>	<u>5,073,584</u>
	<u>11,734,129</u>	<u>3,576,400</u>	<u>17,230,474</u>	<u>6,667,002</u>	<u>9,115,097</u>	<u>11,993,786</u>	<u>60,316,886</u>
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE CAPITAL AND INTERFUND TRANSACTIONS	<u>39,746,796</u>	<u>-</u>	<u>(13,171,069)</u>	<u>(6,364,534)</u>	<u>(7,806,653)</u>	<u>(8,089,605)</u>	<u>4,314,938</u>
Capital revenue	-	-	-	-	63,930	555,150	619,080
Gain (Loss) on disposal of TCA	-	-	(20,357)	-	(51,010)	(9,445)	(80,811)
Interfund transactions	<u>2,228,458</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,228,458</u>
	<u>2,228,458</u>	<u>-</u>	<u>(20,357)</u>	<u>-</u>	<u>12,920</u>	<u>545,705</u>	<u>2,766,727</u>
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	<u>\$ 41,975,254</u>	<u>\$ -</u>	<u>\$ (13,191,426)</u>	<u>\$ (6,364,534)</u>	<u>\$ (7,793,733)</u>	<u>\$ (7,543,900)</u>	<u>\$ 7,081,665</u>

See accompanying notes

Schedule 7

TANGIBLE CAPITAL ASSETS - COST

Segmented by Fund

For the year ended December 31, 2014

	<u>Opening Cost</u>	<u>Current Year Additions</u>	<u>Disposals</u>	<u>Closing Cost</u>
General Fund				
Land	\$ 11,806,385	\$ -	\$ -	\$ 11,806,385
Land improvements	8,049,650	168,070	-	8,217,720
Buildings	49,796,842	438,632	(41,000)	50,194,474
Machinery and equipment	4,658,472	498,050	(280,867)	4,875,655
Fleet	12,828,096	965,138	(595,692)	13,197,542
Roads	<u>88,241,942</u>	<u>6,872,053</u>	<u>(2,056,319)</u>	<u>93,057,676</u>
	<u>175,381,387</u>	<u>8,941,943</u>	<u>(2,973,878)</u>	<u>181,349,452</u>
Sanitation Fund				
Land	1	-	-	1
Land improvements	6,050,079	-	-	6,050,079
Buildings	922,335	-	-	922,335
Machinery and equipment	349,446	-	-	349,446
Fleet	<u>3,628,909</u>	<u>461,599</u>	<u>(192,920)</u>	<u>3,897,588</u>
	<u>10,950,770</u>	<u>461,599</u>	<u>(192,920)</u>	<u>11,219,449</u>
Water Utility Fund				
Land	1,492,147	-	-	1,492,147
Land improvements	208,546	-	-	208,546
Buildings	295,237	-	-	295,237
Machinery and equipment	116,405	-	-	116,405
Fleet	2,787,301	86,959	(364,645)	2,509,615
Water, sanitary and storm sewer infrastructure	<u>235,967,728</u>	<u>10,003,890</u>	<u>(388,782)</u>	<u>245,582,836</u>
	<u>240,867,364</u>	<u>10,090,849</u>	<u>(753,427)</u>	<u>250,204,786</u>
Airport Capital Fund				
Land	6,248,963	-	-	6,248,963
Land improvements	12,450,316	-	-	12,450,316
Buildings	943,157	-	-	943,157
Machinery and equipment	532,510	60,176	-	592,686
Fleet	<u>1,055,203</u>	<u>-</u>	<u>(63,092)</u>	<u>992,111</u>
	<u>21,230,149</u>	<u>60,176</u>	<u>(63,092)</u>	<u>21,227,233</u>
Consolidated Entities Capital				
JMC Public Library Board	44,666	44,035	-	88,701
North Central Saskatchewan Waste Management Corporation	<u>912,989</u>	<u>-</u>	<u>(4,616)</u>	<u>908,373</u>
	<u>957,655</u>	<u>44,035</u>	<u>(4,616)</u>	<u>997,074</u>
	<u>\$ 449,387,325</u>	<u>\$ 19,598,602</u>	<u>\$ (3,987,933)</u>	<u>\$ 464,997,994</u>

TANGIBLE CAPITAL ASSETS- ACCUMULATED AMORTIZATION
Schedule 7 (continued) **Segmented by Fund**
For the year ended December 31, 2014

	Opening Accumulated Amortization	Amortization	Disposals	Closing Accumulated Amortization	2014 Net Book Value	2013 Net Book Value
General Fund						
Land	\$ -	\$ -	\$ -	\$ -	\$ 11,806,385	\$ 11,806,385
Land improvements	(3,867,299)	(277,988)	-	(4,145,287)	4,072,433	4,182,352
Buildings	(15,657,214)	(983,332)	41,000	(16,599,546)	33,594,928	34,139,628
Machinery and equipment	(2,415,904)	(481,543)	279,987	(2,617,460)	2,258,195	2,242,568
Fleet	(5,935,782)	(715,238)	509,889	(6,141,131)	7,056,411	6,892,314
Roads	<u>(42,401,291)</u>	<u>(2,807,171)</u>	<u>2,056,319</u>	<u>(43,152,143)</u>	<u>49,905,533</u>	<u>45,840,650</u>
	<u>(70,277,490)</u>	<u>(5,265,272)</u>	<u>2,887,195</u>	<u>(72,655,567)</u>	<u>108,693,885</u>	<u>105,103,897</u>
Sanitation Fund						
Land	-	-	-	-	1	1
Land improvements	(694,353)	(283,073)	-	(977,426)	5,072,653	5,355,726
Buildings	(224,319)	(20,104)	-	(244,423)	677,912	698,016
Machinery and equipment	(253,562)	(19,802)	-	(273,364)	76,082	95,885
Fleet	<u>(1,455,472)</u>	<u>(198,884)</u>	<u>152,619</u>	<u>(1,501,737)</u>	<u>2,395,851</u>	<u>2,173,436</u>
	<u>(2,627,706)</u>	<u>(521,863)</u>	<u>152,619</u>	<u>(2,996,950)</u>	<u>8,222,499</u>	<u>8,323,064</u>
Water Utility Fund						
Land	-	-	-	-	1,492,147	1,492,147
Land improvements	(119,286)	(7,136)	-	(126,422)	82,124	89,260
Buildings	(103,632)	(7,403)	-	(111,035)	184,202	191,605
Machinery and equipment	(54,157)	(11,952)	-	(66,109)	50,296	62,248
Fleet	(1,763,079)	(83,363)	266,641	(1,579,801)	929,814	1,024,222
Water, sanitary and storm Sewer infrastructure	<u>(94,708,699)</u>	<u>(3,682,216)</u>	<u>204,411</u>	<u>(98,186,504)</u>	<u>147,396,332</u>	<u>141,259,029</u>
	<u>(96,748,853)</u>	<u>(3,792,070)</u>	<u>471,052</u>	<u>(100,069,871)</u>	<u>150,134,915</u>	<u>144,118,511</u>
Airport Capital Fund						
Land	-	-	-	-	6,248,963	6,248,963
Land improvements	(4,874,741)	(581,887)	-	(5,456,628)	6,993,688	7,575,577
Buildings	(132,386)	(21,653)	-	(154,039)	789,118	810,769
Machinery and equipment	(85,888)	(22,725)	-	(108,613)	484,073	446,623
Fleet	<u>(756,792)</u>	<u>(25,018)</u>	<u>45,461</u>	<u>(736,349)</u>	<u>255,762</u>	<u>298,410</u>
	<u>(5,849,807)</u>	<u>(651,283)</u>	<u>45,461</u>	<u>(6,455,629)</u>	<u>14,771,604</u>	<u>15,380,342</u>
Consolidated Entities Capital						
JMC Public Library Board	(30,139)	(20,789)	-	(50,928)	37,773	14,527
North Central Saskatchewan Waste Management Corporation	<u>(242,519)</u>	<u>(18,545)</u>	<u>1,227</u>	<u>(259,837)</u>	<u>648,536</u>	<u>670,470</u>
	<u>(272,658)</u>	<u>(39,334)</u>	<u>1,227</u>	<u>(310,765)</u>	<u>686,309</u>	<u>684,997</u>
	<u>\$ (175,776,514)</u>	<u>\$ (10,269,822)</u>	<u>\$ 3,557,554</u>	<u>\$ (182,488,782)</u>	<u>\$ 282,509,212</u>	<u>\$ 273,610,811</u>

See accompanying notes

Page 30

SCHEDULE OF FUND BALANCES**Schedule 8**

For the year ended December 31, 2014

	<u>2013 Balance</u>	<u>Surplus (Deficit)</u>	<u>Net allocations</u>	<u>2014 Balance</u>
GENERAL FUND				
General Fund -				
Accumulated Surplus	\$ 9,082,948	\$ 8,880,991	\$ (6,413,017)	\$ 11,550,922
Police Surplus	1,310,344	-	212,629	1,522,973
Net Investment in Tangible Capital				
Assets - General Fund (Schedule 7)	105,103,896	-	3,589,985	108,693,881
Tangible Capital Assets - Work in Progress	477,955	-	690,630	1,168,585
Amount to be recovered from future revenues - CIBC Loan	(394,789)	-	37,876	(356,913)
Amount to be recovered from future revenues - Equipment Loan	(36,897)	-	25,526	(11,371)
Amount to be recovered from future revenues - Parking Meter Loan	(447,230)	-	153,336	(293,894)
Police Building Reserve	(372,893)	-	64,006	(308,887)
Funding from future budgets	<u>(1,975,358)</u>	<u>-</u>	<u>1,975,358</u>	<u>-</u>
	<u>112,747,976</u>	<u>8,880,991</u>	<u>336,329</u>	<u>121,965,296</u>
SANITATION FUND				
Net Investment in Tangible Capital Assets -				
Sanitation Utility Fund (Schedule 7)	8,323,066	-	(100,564)	8,222,502
Sanitation Improvement	<u>838,057</u>	<u>222,861</u>	<u>115,691</u>	<u>1,176,609</u>
	<u>9,161,123</u>	<u>222,861</u>	<u>15,127</u>	<u>9,399,111</u>
WATER UTILITY FUND				
Amount to be recovered from future revenues - CMHC Loan	(6,301,399)	-	467,727	(5,833,672)
Amount to be recovered from future revenues - SMFC Loan	(3,672,530)	-	651,494	(3,021,036)
Net Investment in Tangible Capital Assets -				
Water Utility Fund (Schedule 7)	144,118,509	-	6,016,405	150,134,914
Waterworks - Work in Progress	7,403,447	-	1,808,278	9,211,725
Waterworks Improvement	<u>(4,470,493)</u>	<u>5,536,273</u>	<u>(5,803,506)</u>	<u>(4,737,726)</u>
	<u>137,077,534</u>	<u>5,536,273</u>	<u>3,140,398</u>	<u>145,754,205</u>
LAND FUND				
Amount to be recovered from future revenues - CIBC Loan	(3,553,102)	-	340,883	(3,212,219)
Land Development	<u>(2,356,022)</u>	<u>2,058,692</u>	<u>(5,030,704)</u>	<u>(5,328,034)</u>
	<u>(5,909,124)</u>	<u>2,058,692</u>	<u>(4,689,821)</u>	<u>(8,540,253)</u>

See accompanying notes

Page 31

SCHEDULE OF FUND BALANCES**Schedule 8 (continued)**

For the year ended December 31, 2014

	<u>2013 Balance</u>	<u>Surplus (Deficit)</u>	<u>Net allocations</u>	<u>2014 Balance</u>
AIRPORT OPERATING FUND				
Airport Improvement	316,000	(313,511)	375,421	377,910
Net Investment in Tangible Capital Assets - Airport Fund (Schedule 7)	<u>15,380,344</u>	<u>-</u>	<u>(608,748)</u>	<u>14,771,596</u>
	<u>15,696,344</u>	<u>(313,511)</u>	<u>(233,327)</u>	<u>15,149,506</u>
CONSOLIDATED ENTITIES				
John M. Cuelenaere Public Library Board	343,797	(141,615)	-	202,182
North Central Saskatchewan Waste Management Corporation	<u>1,255,769</u>	<u>24,218</u>	<u>(6,347)</u>	<u>1,273,640</u>
	<u>1,599,566</u>	<u>(117,397)</u>	<u>(6,347)</u>	<u>1,475,822</u>
	<u>\$ 270,373,419</u>	<u>\$ 16,267,909</u>	<u>\$ (1,437,642)</u>	<u>\$ 285,203,687</u>

SCHEDULE OF RESERVES**Schedule 9**

For the year ended December 31, 2014

	<u>2013 Balance</u>	<u>Net allocations</u>	<u>2014 Balance</u>
GENERAL FUND			
Affordable Housing	\$ 183,193	\$ 165,653	\$ 348,846
Capital Works Committed	1,317,168	294,907	1,612,075
Community Clubs Mechanical Equipment	10,741	(8,855)	1,886
Community Services Building	11,938	-	11,938
Community Services Land Fund	1,008,271	146,529	1,154,800
Dedicated Lands	18,401	-	18,401
E.A. Rawlinson Mechanical Equipment	101,402	10,000	111,402
Equipment and Fleet Reserve	2,212,061	(461,521)	1,750,540
Fire Equipment	484,918	319,460	804,378
Future Infrastructure	1,120,863	(966,351)	154,512
Civic Facilities - City of Prince Albert	-	200,866	200,866
Golf Course Improvements	427,916	25,089	453,005
Golf Course Equipment and Golf Cart Reserve	-	84,116	84,116
In Lieu of Public Reserve	9,834	-	9,834
Information Technology Reserve	135,746	86,313	222,059
Land Development	100,020	-	100,020
Little Red River	9,510	-	9,510
Minor Softball	9,977	3,000	12,977
Northern Housing Development	99,043	-	99,043
PAGCC Mechanical Equipment	5,546	(60,002)	(54,456)
Park Development	56,050	-	56,050
Pehonan Parkway	676,663	82,000	758,663
Police Capital Reserve	159,315	(10,604)	148,711
Police Equipment Reserve	38,881	9,842	48,723
Savings - emergency	506,520	808,470	1,314,990
Community Services - Special Events Marketing	45,000	(10,217)	34,783
Tourism	1,009	-	1,009
	<u>8,749,986</u>	<u>718,695</u>	<u>9,468,681</u>
SANITATION FUND			
Sanitation Capital Works	<u>45,127</u>	<u>(15,127)</u>	<u>30,000</u>
	<u>45,127</u>	<u>(15,127)</u>	<u>30,000</u>
WATER UTILITY FUND			
Waterworks Capital Works	<u>1,683,546</u>	<u>(116,382)</u>	<u>1,567,164</u>

See accompanying notes

Page 33

SCHEDULE OF RESERVES**Schedule 9 (continued)**

For the year ended December 31, 2014

	<u>2013 Balance</u>	<u>Net allocations</u>	<u>2014 Balance</u>
LAND FUND			
Development Levies	(2,366,321)	420,430	(1,945,891)
Future Land Purchases	494,957	52,805	547,762
Planning and Marketing	<u>296,394</u>	<u>137,543</u>	<u>433,937</u>
	<u>(1,574,970)</u>	<u>610,778</u>	<u>(964,192)</u>
AIRPORT OPERATING FUND			
Airport Capital Works	56,500	(56,500)	-
Airport - Passenger Facilities Fees	<u>772,901</u>	<u>289,826</u>	<u>1,062,727</u>
	<u>829,401</u>	<u>233,326</u>	<u>1,062,727</u>
	<u>\$ 9,733,090</u>	<u>\$ 1,431,289</u>	<u>\$ 11,164,380</u>

SCHEDULE OF FUNDS HELD IN TRUST**Schedule 10**

As At December 31, 2014

	<u>2014</u>	<u>2013</u>
FINANCIAL ASSETS		
Cash	\$ 106,910	\$ 95,882
Temporary investments	145,191	144,251
Due from City of Prince Albert	<u>10,216</u>	<u>10,455</u>
NET ASSETS	<u>\$ 262,317</u>	<u>\$ 250,588</u>
LIABILITIES		
Trust funds held for others (Schedule 11)	\$ <u>262,317</u>	\$ <u>250,588</u>
NET LIABILITIES	<u>\$ 262,317</u>	<u>\$ 250,588</u>

SCHEDULE OF TRUST FUND TRANSACTIONS**Schedule 11****For the year ended December 31, 2014**

	<u>2013 Balance</u>	<u>Additions</u>	<u>Expenses</u>	<u>2014 Balance</u>
J. Vandale [1][3]	\$ 3,284	\$ 39	\$ 455	\$ 2,868
Lenore Partridge Estate [1]	144,251	940	-	145,191
Prince Albert Golf and Curling Club [1][2]	20,177	10,294	-	30,471
Uniting to Heal	455	-	-	455
Veteran's Graves [1]	72,421	911	-	73,332
Winterburn Estate	<u>10,000</u>	<u>-</u>	<u>-</u>	<u>10,000</u>
	<u>\$ 250,588</u>	<u>\$ 12,184</u>	<u>\$ 455</u>	<u>\$ 262,317</u>

[1] Interest earned on investment and/or bank account balance

[2] Transfer from General Operating Fund of \$10,000

[3] Payment of John Vandale Memorial Award

See accompanying notes

Page 36