

TOWN OF KYLE
FINANCIAL STATEMENTS
DECEMBER 31, 2017

INDEPENDENT AUDITOR'S REPORT

To the Council of Town of Kyle:

We have audited the accompanying financial statements of the Town of Kyle, which comprise the statement of financial position as at December 31, 2017, and the statements of operations, changes in net financial assets and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the organization'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 organization's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Basis for Qualified Opinion

Public Sector Accounting Standards require that the town accrue a liability for the estimated closure and post-closure care costs for its landfill. Due to problems associated with estimations and environmental requirements, we were unable to obtain sufficient and appropriate audit evidence over the extent of the landfill closure adjustments required to the town's financial statements as at December 31, 2017 and December 31, 2016.

Public Sector Accounting Standards require that controlled entities be consolidated into the financial statements of the Municipality, as they make up part of the Municipality's government reporting entity. As explained in Note 1 (a), the Municipality has not proportionately consolidated Saskatchewan Landing Regional Water Pipeline Utility that it jointly controls. Financial statements for that organization were unavailable at the time of our audit and, therefore, we were unable to obtain sufficient appropriate audit evidence over the extent of adjustments required to the Municipality's financial statements as at December 31, 2017 and December 31, 2016.

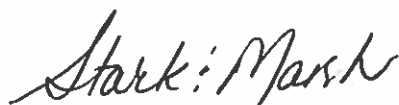
INDEPENDENT AUDITOR'S REPORT (continued)

Qualified Opinion

In our opinion, except for the effects of the matter described in the Basis for Qualified Opinion paragraph, the financial statements present fairly, in all material respects, the financial position of the Town of Kyle as at December 31, 2017, and its financial performance and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Other Matter

The supplementary information listed in Schedules 1 to 10 has been taken from the accounting records of the organization but has not been audited by us other than in the course of our examination of the aforementioned financial statements to the extent necessary to allow us to render an opinion thereon.



CPA LLP

Chartered Professional Accountants
Licensed Professional Accountants

Swift Current, Saskatchewan
May 9, 2018

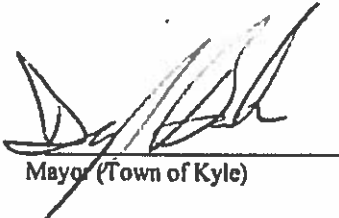
Management's Responsibility

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.

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



Mayor (Town of Kyle)



Administrator

Town of Kyle
Statement of Financial Position
As at December 31, 2017

Statement 1

	2017	2016
FINANCIAL ASSETS		
Cash and Temporary Investments (Note 2)	739,547	781,716
Taxes Receivable - Municipal (Note 3)	47,442	60,322
Other Accounts Receivable (Note 4)	193,626	150,620
Land for Resale (Note 5)	-	-
Long-Term Investments (Note 6)	192,823	227,355
Debt Charges Recoverable (Note 7)	-	-
Long-term Loan Receivable (Note 12)	2,541,415	2,642,788
Total Financial Assets	3,714,853	3,862,801
LIABILITIES		
Bank Indebtedness (Note 8)		
Accounts Payable	90,567	72,890
Accrued Liabilities Payable	77,437	80,596
Deposits	13,884	13,598
Deferred Revenue (Note 9)	-	-
Accrued Landfill Costs (Note 10)	-	-
Liability for Contaminated Sites (Note 11)		
Other Liabilities	16,561	32,838
Long-Term Debt (Note 12)	2,541,415	2,642,788
Lease Obligations (Note 13)		
Total Liabilities	2,739,864	2,842,710
NET FINANCIAL ASSETS (DEBT)	974,989	1,020,091
NON-FINANCIAL ASSETS		
Tangible Capital Assets (Schedule 6, 7)	1,694,134	1,411,687
Prepayments and Deferred Charges	1,689	2,776
Stock and Supplies		
Other (Note 14)	-	-
Total Non-Financial Assets	1,695,823	1,414,463
ACCUMULATED SURPLUS (DEFICIT) (Schedule 8)	2,670,812	2,434,554

Town of Kyle
Statement of Operations
As at December 31, 2017

Statement 2

	2017 Budget (unaudited)	2017	2016
REVENUES			
Taxes and Other Unconditional Revenue(Schedule 1)	579,681	594,011	592,576
Fees and Charges(Schedule 4, 5)	461,359	474,982	277,649
Conditional Grants(Schedule 4, 5)	6,661	352,707	47,432
Tangible Capital Asset Sales - Gain(Schedule 4, 5)	50,500	4,804	-
Land Sales - Gain(Schedule 4, 5)	-	-	19,999
Investment Income and Commissions(Schedule 4, 5)	3,800	118,590	141,671
Other Revenues(Schedule 4, 5)	1,705	3,200	1,111
Total Revenues	1,103,706	1,548,294	1,080,438
EXPENSES			
General Government Services(Schedule 3)	301,738	336,542	347,558
Protective Services(Schedule 3)	78,430	70,792	67,942
Transportation Services(Schedule 3)	279,813	225,093	164,807
Environmental and Public Health Services(Schedule 3)	31,620	133,120	125,820
Planning and Development Services(Schedule 3)	15,700	48,983	37,759
Recreation and Cultural Services(Schedule 3)	112,003	104,788	133,882
Utility Services(Schedule 3)	387,126	479,531	411,083
Total Expenses	1,206,430	1,398,849	1,288,851
Surplus (Deficit) of Revenues over Expenses before Other Capital Contributions	(102,724)	149,445	(208,413)
Provincial/Federal Capital Grants and Contributions(Schedule 4, 5)	86,243	86,813	85,677
Surplus (Deficit) of Revenues over Expenses	(16,481)	236,258	(122,736)
Accumulated Surplus (Deficit), Beginning of Year	2,434,554	2,434,554	2,557,290
Accumulated Surplus (Deficit), End of Year	2,418,073	2,670,812	2,434,554

Town of Kyle

Statement of Change in Net Financial Assets

As at December 31, 2017

Statement 3

	2017 Budget (unaudited)	2017	2016
Surplus (Deficit)	(16,481)	236,258	(122,736)
(Acquisition) of tangible capital assets		(437,200)	(30,199)
Amortization of tangible capital assets		110,454	108,568
Proceeds on disposal of tangible capital assets		49,103	
Loss (gain) on the disposal of tangible capital assets		(4,804)	-
Surplus (Deficit) of capital expenses over expenditures	-	(282,447)	78,369
(Acquisition) of supplies inventories			
(Acquisition) of prepaid expense			(989)
Consumption of supplies inventory			
Use of prepaid expense		1,087	
Surplus (Deficit) of expenses of other non-financial over expenditures	-	1,087	(989)
Increase/Decrease in Net Financial Assets	(16,481)	(45,102)	(45,356)
Net Financial Assets (Debt) - Beginning of Year	1,020,091	1,020,091	1,065,447
Net Financial Assets (Debt) - End of Year	1,003,610	974,989	1,020,091

**Town of Kyle
Statement of Cash Flow
As at December 31, 2017**

Statement 4

	2017	2016
Cash provided by (used for) the following activities		
Operating:		
Surplus (Deficit)	236,258	(122,736)
Amortization	110,454	108,568
Loss (gain) on disposal of tangible capital assets	(4,804)	-
	341,908	(14,168)
Change in assets/liabilities		
Taxes Receivable - Municipal	12,880	(2,505)
Other Receivables	(43,006)	(17,150)
Land for Resale	-	5,220
Other Financial Assets	101,373	97,100
Accounts and Accrued Liabilities Payable	14,518	37,350
Deposits	286	38
Deferred Revenue	-	-
Accrued Landfill Costs	-	-
Liability for Contaminated Sites	-	-
Other Liabilities	(16,277)	53
Stock and Supplies	-	-
Prepayments and Deferred Charges	1,087	(989)
Other (Specify)	-	-
Cash provided by operating transactions	412,769	104,949
Capital:		
Acquisition of capital assets	(437,200)	(30,199)
Proceeds from the disposal of capital assets	49,103	-
Other capital	-	-
Cash applied to capital transactions	(388,097)	(30,199)
Investing:		
Long-term investments	34,532	(2,733)
Other investments	-	-
Cash provided by (applied to) investing transactions	34,532	(2,733)
Financing:		
Debt charges recovered	-	-
Long-term debt issued	-	-
Long-term debt repaid	(101,373)	(97,100)
Other financing	-	-
Cash provided by (applied to) financing transactions	(101,373)	(97,100)
Change in Cash and Temporary Investments during the year	(42,169)	(25,083)
Cash and Temporary Investments - Beginning of Year	781,716	806,799
Cash and Temporary Investments - End of Year	739,547	781,716

1. Significant accounting policies

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

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

- a) **Reporting Entity:** The financial statements consolidates the assets, liabilities and flow of resources of the municipality. The entity is comprised of all of the organizations that are owned or controlled by the municipality and are, therefore, accountable to the Council for the administration of their financial affairs and resources. The following organization has not been consolidated into the Town's financial statements.

Entity

Saskatchewan Landing Regional Water Pipeline Utility (proportionate)

- 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	5 to 20 Yrs
Buildings	10 to 50 Yrs
Vehicles & Equipment	
Vehicles	5 to 10 Yrs
Machinery and Equipment	5 to 10 Yrs
Infrastructure Assets	
Infrastructure Assets	30 to 75 Yrs
Water & Sewer	
Road Network Assets	

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

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

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

Leases: All leases are recorded on the financial statement as either a capital or operating lease. Any lease that transfers the majority of benefits and risk associated with the leased asset is classified as a capital lease. At the inception of a capital lease, an asset and a payment obligation are recorded at an amount equal to the lesser of the present value of the minimum lease payments and the asset's fair market value. Assets under capital leases are amortized on a straight-line basis, over their estimated useful lives. 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 maintains a waste disposal site. The municipality has not yet estimated future closure and post-closure care costs. No amount has been recorded as an asset or a liability.
- n) **Trust Funds:** Funds held in trust for others are neither included in the municipality's assets or equity. They are disclosed in Note 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.

- s) **Revenue recognition:** Revenue is recognized in the period it is earned.

2. Cash and Temporary Investments

	2017	2016
Cash	739,547	781,716
Temporary Investments		
Restricted Cash		
Total Cash and Temporary Investments	739,547	781,716

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

	2017	2016
Municipal - Current	32,557	38,325
- Arrears	29,515	25,997
	62,072	64,322
- Less Allowance for Uncollectibles	(14,630)	(4,000)
Total municipal taxes receivable	47,442	60,322
School - Current	4,545	5,104
- Arrears	2,815	2,657
Total school taxes receivable	7,360	7,761
Other	30,886	32,065
Total taxes and grants in lieu receivable	85,688	100,148
Deduct taxes receivable to be collected on behalf of other organizations	(38,246)	(39,826)
Total Taxes Receivable - Municipal	47,442	60,322

Town of Kyle
Notes to the Financial Statements
As at December 31, 2017

4. Other Accounts Receivable

	2017	2016
Federal Government	2,638	18,190
Provincial Government	2,432	4,017
Local Government	68,511	
Utility	38,031	28,719
Trade	4,577	19,098
Accrued interest	77,437	80,596
Total Other Accounts Receivable	193,626	150,620
Less: Allowance for Uncollectibles		
Net Other Accounts Receivable	193,626	150,620

5. Land for Resale

	2017	2016
Tax Title Property	54,259	54,259
Allowance for market value adjustment	(54,259)	(54,259)
Net Tax Title Property	-	-
Other Land		
Allowance for market value adjustment		
Net Other Land	-	-
Total Land for Resale	-	-

6. Long-Term Investments

	2017	2016
Term deposits with greater than three months to maturity	192,823	227,355
Other		
Total Long-Term Investments	192,823	227,355

The term deposits are valued at their original cost.

7. Debt Charges Recoverable

The town has no debt charges recoverable.

Town of Kyle

Notes to the Financial Statements

As at December 31, 2017

8. Bank Indebtedness

The town has access to a bank overdraft with a limit of \$250,000, none of which is drawn.

9. Deferred Revenue

The town has no deferred revenue.

10. Accrued Landfill Costs

The town operates a landfill (waste disposal) site but it has not yet estimated future closure and post-closure care costs for the site. Accordingly, there is no accrued liability for this purpose.

11. Liability for Contaminated Sites

The town has no known contaminated sites and accordingly there is no accrued liability for estimated future clean up costs for such a site.

Town of Kyle
Notes to the Financial Statements
As at December 31, 2017

12. Long-Term Debt

a) The debt limit of the municipality in 2017 was \$844,356. 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)).

b) The town has two debenture issues outstanding, both of which were used to loan funds to the Saskatchewan Landing Regional Water Pipeline Utility to assist in the cost of construction of the pipeline system. Bylaw No. 07-2013 has a principal balance of \$2,385,165, with interest at 4.4%, requiring annual payments of \$210,781 in years 2018 through 2033. Bylaw No. 09-2013 has a principal balance of \$156,250, with interest at 2.8%, requiring a payment of \$160,625 in 2018. These debentures were approved by the Local Government Committee of the Saskatchewan Municipal Board on October 7, 2013.

Future principal and interest payments are as follows:

Year	Principal	Interest	Current Year Total	Prior Year Total
2018	262,083	109,322	371,405	215,156
2019	110,490	100,291	210,781	
2020	115,352	95,429	210,781	
2021	120,427	90,354	210,781	
2022	125,726	85,055	210,781	
Thereafter	1,807,337	511,250	2,318,587	
Balance	2,541,415	991,701	3,533,116	215,156

c) As noted above, the proceeds of the debenture issues were loaned to the Saskatchewan Landing Regional Water Pipeline Utility to be used for part of the cost of construction of the pipeline utility. This amount is repayable to the Town of Kyle in the same amounts and years as the future debenture payments listed above.

13. Lease Obligations

The town has no significant long-term lease obligations.

14. Other Non-financial Assets

The town has no "other" non-financial assets.

15. Contingent Liabilities

The town has no contingent liabilities.

16. Pension Plan

The municipality is an employer member of the Municipal Employee Pension Plan (MEPP), which is a multi-employer 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 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.

Every three years, an actuarial valuation is performed to assess the financial position of the plan and the adequacy of plan funding. Any actuarially determined deficiency is the responsibility of the participating employers and employees, which could affect future contribution rates and/or benefits. Contributions to MEPP are not segregated in separate accounts or restricted to provide benefits to the employees of a particular employer. As a result, individual employers are not able to identify their share of the underlying assets and liabilities, and the net pension assets or liabilities for this plan are not recognized in these financial statements. Rather, the plan is accounted for as a defined contribution plan whereby the contributions are expensed when made.

Details of MEPP

	2017	2016
Number of active members	6	6
Member contribution rate (percentage of salary)	8.15%	8.15%
Employer contribution rate (percentage of salary)	8.15%	8.15%
Member contributions for the year	19,348	18,861
Employer contributions for the year	19,348	18,861
Plan Assets	**	2,323,947,000
Plan Liabilities	**	1,979,463,000
Plan Surplus	**	344,484,000

** 2017 MEPP financial information is not yet available.

17. Comparative Figures

Some prior year comparative figures may have been restated to conform to the current year's presentation.

18. Trusts Administered by the Municipality

The town does not administer any trusts.

Town of Kyle

Schedule of Taxes and Other Unconditional Revenue

As at December 31, 2017

Schedule 1

	2017 Budget (unaudited)	2017	2016
TAXES			
General municipal tax levy	452,607	452,808	435,292
Abatements and adjustments	(6,200)	(7,995)	(2,526)
Discount on current year taxes	(6,965)	(7,411)	(7,134)
Net Municipal Taxes	439,442	437,402	425,632
Potash tax share			
Trailer license fees			
Penalties on tax arrears	3,000	7,738	6,403
Special tax levy			
Other (Specify)			
Total Taxes	442,442	445,140	432,035
UNCONDITIONAL GRANTS			
Revenue Sharing (Organized Hamlet)	97,542	97,542	102,295
Total Unconditional Grants	97,542	97,542	102,295
GRANTS IN LIEU OF TAXES			
Federal	11,997	11,959	11,997
Provincial			
S.P.C. Electrical	27,700	29,295	27,700
SaskEnergy Gas			
TransGas			
Central Services			
SaskTel		4,489	3,993
Other (Specify)			
Local/Other			
Housing Authority			
C.P.R. Mainline			
Treaty Land Entitlement			
Other (Specify)			
Other Government Transfers			
S.P.C. Surcharge		5,586	14,556
Sask Energy Surcharge			
Other (Specify)			
Total Grants in Lieu of Taxes	39,697	51,329	58,246
TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	579,681	594,011	592,576

Town of Kyle
Schedule of Operating and Capital Revenue by Function
As at December 31, 2017

Schedule 2 - 1

	2017 Budget (unaudited)	2017	2016
GENERAL GOVERNMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work	500	2,909	1,707
- Sales of supplies			
- Other (<i>rentals & other fees</i>)	5,393	9,896	12,353
Total Fees and Charges	5,893	12,805	14,060
- Tangible capital asset sales - gain (loss)		-	
- Land sales - gain	-	-	19,999
- Investment income and commissions	3,800	118,590	141,671
- Other (<i>Specify</i>)			
Total Other Segmented Revenue	9,693	131,395	175,730
Conditional Grants			
- Student Employment			
- Other (<i>Specify</i>)			
Total Conditional Grants	-	-	-
Total Operating	9,693	131,395	175,730
Capital			
Conditional Grants			
- Federal Gas Tax			
- Provincial Disaster Assistance			
- Other (<i>Specify</i>)			
Total Capital	-	-	-
Total General Government Services	9,693	131,395	175,730

PROTECTIVE SERVICES

Operating			
Other Segmented Revenue			
Fees and Charges			
- Other (<i>fire fees</i>)	21,500	29,754	21,388
Total Fees and Charges	21,500	29,754	21,388
- Tangible capital asset sales - gain (loss)			
- Other (<i>Specify</i>)			
Total Other Segmented Revenue	21,500	29,754	21,388
Conditional Grants			
- Student Employment			
- Local government			
- Other (<i>Specify</i>)			
Total Conditional Grants	-	-	-
Total Operating	21,500	29,754	21,388
Capital			
Conditional Grants			
- Federal Gas Tax			
- Provincial Disaster Assistance			
- Local government			
- Other (<i>Specify</i>)			
Total Capital	-	-	-
Total Protective Services	21,500	29,754	21,388

Town of Kyle
Schedule of Operating and Capital Revenue by Function
As at December 31, 2017

Schedule 2 - 2

	2017 Budget (unaudited)	2017	2016
TRANSPORTATION SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work			
- Sales of supplies			
- Road Maintenance and Restoration Agreements			
- Frontage			
- Other (Specify)			
Total Fees and Charges	-	-	-
- Tangible capital asset sales - gain (loss)	50,500	4,804	
- Other (sale of equipment - not TCA)	1,705	1,705	
Total Other Segmented Revenue	52,205	6,509	-
Conditional Grants			
- MREP (CTP)			
- Student Employment			
- Other (Specify)			
Total Conditional Grants	-	-	-
Total Operating	52,205	6,509	-
Capital			
Conditional Grants			
- Federal Gas Tax			
- MREP (Heavy Haul, CTP, Municipal Bridges)			
- Provincial Disaster Assistance			
- Other (Specify)			
Total Capital	-	-	-
Total Transportation Services	52,205	6,509	-

ENVIRONMENTAL AND PUBLIC HEALTH SERVICES

Operating

Other Segmented Revenue			
Fees and Charges			
- Waste and Disposal Fees	24,946	48,559	30,284
- Other (cemetery fees)	300	475	300
Total Fees and Charges	25,246	49,034	30,584
- Tangible capital asset sales - gain (loss)			
- Other (Specify)			
Total Other Segmented Revenue	25,246	49,034	30,584
Conditional Grants			
- Student Employment			
- TAPD	-		
- Local government	200		
- Other (Specify)			
Total Conditional Grants	200	-	-
Total Operating	25,446	49,034	30,584
Capital			
Conditional Grants			
- Federal Gas Tax			
- TAPD			
- Provincial Disaster Assistance			
- Other (Specify)			
Total Capital	-	-	-
Total Environmental and Public Health Services	25,446	49,034	30,584

Town of Kyle
Schedule of Operating and Capital Revenue by Function
As at December 31, 2017

Schedule 2 - 3

	2017 Budget (unaudited)	2017	2016
PLANNING AND DEVELOPMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Maintenance and Development Charges			
- Other (<i>Specify</i>)			
Total Fees and Charges	-	-	-
- Tangible capital asset sales - gain (loss)			
- Other (<i>donations - operating</i>)		-	
Total Other Segmented Revenue	-	-	-
Conditional Grants			
- Student Employment			
- Other (<i>Specify</i>)		-	
Total Conditional Grants	-	-	-
Total Operating	-	-	-
Capital			
Conditional Grants			
- Federal Gas Tax			
- Provincial Disaster Assistance			
- Other (<i>Specify</i>)			
Total Capital	-	-	-
Total Planning and Development Services	-	-	-

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>rebates & recoveries</i>)		1,495	1,111
Total Other Segmented Revenue	-	1,495	1,111
Conditional Grants			
- Student Employment			
- Local government			
- Other (<i>donations - sports centre roof & others</i>)	6,461	352,707	47,432
Total Conditional Grants	6,461	352,707	47,432
Total Operating	6,461	354,202	48,543
Capital			
Conditional Grants			
- Federal Gas Tax			
- Local government			
- Provincial Disaster Assistance			
- Other		-	
Total Capital	-	-	-
Total Recreation and Cultural Services	6,461	354,202	48,543

Town of Kyle
Schedule of Operating and Capital Revenue by Function
As at December 31, 2017

Schedule 2 - 4

	2017 Budget (unaudited)	2017	2016
UTILITY SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Water	355,600	336,369	175,764
- Sewer	53,120	47,020	35,853
- Other (<i>Specify</i>)			
Total Fees and Charges	408,720	383,389	211,617
- Tangible capital asset sales - gain (loss)			
- Other (<i>Specify</i>)			
Total Other Segmented Revenue	408,720	383,389	211,617
Conditional Grants			
- Student Employment			
- Other (<i>Specify</i>)			
Total Conditional Grants	-	-	-
Total Operating	408,720	383,389	211,617
Capital			
Conditional Grants			
- Federal Gas Tax	26,000	26,570	25,434
- New Building Canada Fund (SCF, NRP)			
- Clean Water and Wastewater Fund			
- Provincial Disaster Assistance			
- Other (<i>R.M. of Lacadena - water pipeline</i>)	60,243	60,243	60,243
Total Capital	86,243	86,813	85,677
Total Utility Services	494,963	470,202	297,294
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	610,268	1,041,096	573,539

SUMMARY

Total Other Segmented Revenue	517,364	601,576	440,430
Total Conditional Grants	6,661	352,707	47,432
Total Capital Grants and Contributions	86,243	86,813	85,677
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	610,268	1,041,096	573,539

Town of Kyle

Total Expenses by Function

As at December 31, 2017

Schedule 3 - 1

	2017 Budget	2017	2016
GENERAL GOVERNMENT SERVICES	(unaudited)		
Council remuneration and travel	19,000	15,880	18,520
Wages and benefits	85,553	94,168	129,696
Professional/Contractual services	63,745	73,326	61,038
Utilities	6,240	5,150	5,271
Maintenance, materials and supplies	22,200	21,342	8,582
Grants and contributions - operating - capital			
Amortization		5,422	5,422
Interest	105,000	110,624	115,029
Allowance for uncollectibles		10,630	4,000
Other (Specify)			
Total Government Services	301,738	336,542	347,558

PROTECTIVE SERVICES

Police protection

Wages and benefits			
Professional/Contractual services	33,200	34,572	33,191
Utilities			
Maintenance, material and supplies			
Grants and contributions - operating - capital			
Other (Specify)			

Fire protection

Wages and benefits	12,175	8,635	10,424
Professional/Contractual services	13,125	8,861	8,957
Utilities	5,430	6,075	3,646
Maintenance, material and supplies	14,000	2,575	2,000
Grants and contributions - operating - capital			
Amortization		9,724	9,724
Interest			
Other (sundry)	500	350	

Total Protective Services	78,430	70,792	67,942
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TRANSPORTATION SERVICES

Wages and benefits	145,734	44,777	49,587
Professional/Contractual Services	12,578	78,677	18,566
Utilities	15,801	15,455	14,866
Maintenance, materials, and supplies	95,700	55,818	50,134
Gravel	10,000	2,714	2,869
Grants and contributions - operating - capital			
Amortization		27,652	28,785
Interest			
Other (Specify)			

Total Transportation Services	279,813	225,093	164,807
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Town of Kyle
Total Expenses by Function
As at December 31, 2017

Schedule 3 - 2

	2017 Budget (unaudited)	2017	2016
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Wages and benefits	300	54,013	61,397
Professional/Contractual services	15,390	51,948	40,609
Utilities	2,780	3,946	2,545
Maintenance, materials and supplies	13,150	10,801	11,470
Grants and contributions - operating			
o Waste disposal			
o Public Health			
- capital			
o Waste disposal			
o Public Health			
Amortization		12,412	9,799
Interest			
Other (<i>Specify</i>)			
Total Environmental and Public Health Services	31,620	133,120	125,820

PLANNING AND DEVELOPMENT SERVICES

Wages and benefits		35,643	33,825
Professional/Contractual Services	15,700	13,340	3,934
Grants and contributions - operating			
- capital			
Amortization			
Interest			
Other (<i>Specify</i>)			
Total Planning and Development Services	15,700	48,983	37,759

RECREATION AND CULTURAL SERVICES

Wages and benefits		721	1,304
Professional/Contractual services	6,606	12,170	9,237
Utilities			
Maintenance, materials and supplies	6,000	4,613	4,692
Grants and contributions - operating	99,397	49,397	80,762
- capital			
Amortization		37,887	37,887
Interest			
Allowance for uncollectibles			
Other (<i>Specify</i>)			
Total Recreation and Cultural Services	112,003	104,788	133,882

Town of Kyle

Total Expenses by Function

As at December 31, 2017

Schedule 3 - 3

	2017 Budget	2017	2016
UTILITY SERVICES	(unaudited)		
Wages and benefits		12,478	21,523
Professional/Contractual services	22,320	23,866	18,037
Utilities	130,000	193,162	129,725
Maintenance, materials and supplies	19,650	17,513	9,582
Grants and contributions - operating			
- capital	215,156	215,155	215,155
Amortization		17,357	16,951
Interest			
Allowance for uncollectibles			
Other (<i>Specify</i>)			110
Total Utility Services	387,126	479,531	411,083
TOTAL EXPENSES BY FUNCTION	1,206,430	1,398,849	1,288,851

Town of Kyle

Schedule of Segment Disclosure by Function
As at December 31, 2017

Schedule 4

Revenues (Schedule 2)		General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Fees and Charges		12,805	29,754	-	49,034	-	-	383,389	474,982
Tangible Capital Asset Sales - Gain		-	-	4,804	-	-	-	-	4,804
Land Sales - Gain		-	-	-	-	-	-	-	-
Investment Income and Commissions		118,590	-	1,705	-	-	1,495	-	118,590
Other Revenues		-	-	-	-	-	352,707	-	3,200
Grants - Conditional		-	-	-	-	-	-	-	352,707
- Capital		-	-	-	-	-	-	86,813	86,813
Total Revenues		131,395	29,754	6,509	49,034	-	354,202	470,202	1,041,096
Expenses (Schedule 3)									
Wages & Benefits		110,048	8,635	44,777	54,013	35,643	721	12,478	266,315
Professional/ Contractual Services		73,326	43,433	78,677	51,948	13,340	12,170	23,866	296,760
Utilities		5,150	6,075	15,455	3,946	-	-	193,162	223,788
Maintenance Materials and Supplies		21,342	2,575	58,532	10,801	-	4,613	17,513	115,376
Grants and Contributions		-	-	-	-	-	49,397	215,155	264,552
Amortization		5,422	9,724	27,652	12,412	-	37,887	17,357	110,454
Interest		110,624	-	-	-	-	-	-	110,624
Allowance for Uncollectibles		10,630	-	-	-	-	-	-	10,630
Other		-	350	-	-	-	-	-	350
Total Expenses		336,542	70,792	225,093	133,120	48,983	104,788	479,531	1,398,849
Surplus (Deficit) by Function		(205,147)	(41,038)	(218,584)	(84,086)	(48,983)	249,414	(9,329)	(357,753)
Taxes and other unconditional revenue (Schedule 1)									594,011
Net Surplus (Deficit)									236,258

Revenues (Schedule 2)		General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Fees and Charges		14,060	21,388	-	30,584	-	-	211,617	277,649
Tangible Capital Asset Sales - Gain		-	-	-	-	-	-	-	-
Land Sales - Gain		19,999	-	-	-	-	-	-	19,999
Investment Income and Commissions		141,671	-	-	-	-	1,111	-	141,671
Other Revenues		-	-	-	-	-	47,432	-	1,111
Grants - Conditional		-	-	-	-	-	-	-	47,432
- Capital		-	-	-	-	-	-	85,677	85,677
Total Revenues		175,730	21,388	-	30,584	-	48,543	297,294	573,539
Expenses (Schedule 3)									
Wages & Benefits		148,216	10,424	49,587	61,397	33,825	1,304	21,523	326,276
Professional/ Contractual Services		61,038	42,148	18,566	40,609	3,934	9,237	18,037	193,569
Utilities		5,271	3,646	14,866	2,545	-	-	129,725	156,053
Maintenance Materials and Supplies		8,582	2,000	53,003	11,470	-	4,692	9,582	89,329
Grants and Contributions		-	-	-	-	-	80,762	215,155	295,917
Amortization		5,422	9,724	28,785	9,799	-	37,887	16,951	108,568
Interest		115,029	-	-	-	-	-	-	115,029
Allowance for Uncollectibles		4,000	-	-	-	-	-	-	4,000
Other		-	-	-	-	-	-	110	110
Total Expenses		347,558	67,942	164,807	125,820	37,759	133,882	411,083	1,288,851
Surplus (Deficit) by Function		(171,828)	(46,554)	(164,807)	(95,236)	(37,759)	(85,339)	(113,789)	(715,312)
Taxes and other unconditional revenue (Schedule 1)									592,576
Net Surplus (Deficit)									(122,736)

Town of Kyle
Schedule of Tangible Capital Assets by Object
As at December 31, 2017

Schedule 6

	2017							2016	
	General Assets								
	Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment	Infrastructure Assets	General/Infrastructure Assets Under Construction	Total	Total
Asset cost									
Opening Asset costs	212,115	250,823	1,739,872	192,671	349,278	821,673		3,566,432	3,536,233
Additions during the year			432,700	2,000	2,500			437,200	30,199
Disposals and write-downs during the year	(44,299)							(44,299)	
Transfers (from) assets under construction								-	
Closing Asset Costs	167,816	250,823	2,172,572	194,671	351,778	821,673	-	3,959,333	3,566,432
Accumulated Amortization Cost									
Opening Accumulated Amortization Costs		138,165	1,146,401	51,858	293,810	524,511		2,154,745	2,046,177
Add: Amortization taken		9,904	43,497	10,309	28,559	18,185		110,454	108,568
Less: Accumulated amortization on disposals								-	
Closing Accumulated Amortization Costs	-	148,069	1,189,898	62,167	322,369	542,696	-	2,265,199	2,154,745
Net Book Value	167,816	102,754	982,674	132,504	29,409	278,977	-	1,694,134	1,411,687

1. Total contributed/donated assets received in 2017: \$ -

2. List of assets recognized at nominal value in 2017 are:

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

3. Amount of interest capitalized in 2016 \$ -

Town of Kyle
Schedule of Tangible Capital Assets by Function
As at December 31, 2017

Schedule 7

	2017						2016	
	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Water & Sewer	Total
Assets								
Asset cost								
Opening Asset costs	203,654	160,501	828,525	215,706	102,296	1,272,839	782,911	3,536,233
Additions during the year			4,500			432,700		30,199
Disposals and write-downs during the year			(44,299)					(44,299)
Closing Asset Costs	203,654	160,501	788,726	215,706	102,296	1,705,539	782,911	3,566,432
Amortization								
Accumulated Amortization Cost								
Opening Accumulated Amortization Costs	115,506	70,957	369,118	102,165	12,298	996,307	488,394	2,046,177
Add: Amortization taken	5,422	9,724	27,652	12,412		37,887	17,357	108,568
Less: Accumulated amortization on disposals								-
Closing Accumulated Amortization Costs	120,928	80,681	396,770	114,577	12,298	1,034,194	505,751	2,154,745
Net Book Value	82,726	79,820	391,956	101,129	89,998	671,345	277,160	1,411,687

Town of Kyle
Schedule of Accumulated Surplus
As at December 31, 2017

Schedule 8

	2016	Changes	2017
UNAPPROPRIATED SURPLUS	304,421	(88,233)	216,188

APPROPRIATED RESERVES

Machinery and Equipment	39,029	(31,625)	7,404
Public Reserve			-
Capital Trust			-
Utility	409,511	23,551	433,062
Contingencies, equipment purchase	269,906	50,118	320,024
Total Appropriated	718,446	42,044	760,490

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)	1,411,687	282,447	1,694,134
Less: Related debt			-
Net Investment in Tangible Capital Assets	1,411,687	282,447	1,694,134

Total Accumulated Surplus	2,434,554	236,258	2,670,812
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Town of Kyle

Schedule of Mill Rates and Assessments

As at December 31, 2017

Schedule 9

	PROPERTY CLASS					
	Agriculture	Residential	Residential Condominium	Seasonal Residential	Commercial & Industrial	Potash Mine(s)
Taxable Assessment	2,090	16,735,280			4,826,950	
Regional Park Assessment						
Total Assessment						21,564,320
Mill Rate Factor(s)						
Total Base/Minimum Tax (generated for each property class)	800	178,300			36,500	215,600
Total Municipal Tax Levy (include base and/or minimum tax and special levies)	823	362,388			89,597	452,808

MILL RATES:	MILLS
Average Municipal*	20.9980
Average School*	4.6010
Potash Mill Rate	
Uniform Municipal Mill Rate	11.0000

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

Town of Kyle
Schedule of Council Remuneration (Unaudited)
As at December 31, 2017

Schedule 10

Position	Name	Remuneration	Reimbursed Costs	Total
Mayor	Doug Barker	5,100	172	5,272
Councillor	Shirley Boyer	2,750		2,750
Councillor	Shelly Dashney	1,850	69	1,919
Councillor	Roberta Endicott-Sheets	2,160	491	2,651
Councillor	Brian Knight	1,150		1,150
Councillor	Casey Rempel	2,460		2,460
Councillor	Shari Moate	2,330	69	2,399
				-
				-
				-
				-
				-
				-
				-
Total		17,800	801	18,601