

---

**VILLAGE OF PIERCELAND**

**FINANCIAL STATEMENTS**

**DECEMBER 31, 2016**

---



**Vantage**

**CHARTERED PROFESSIONAL ACCOUNTANTS**

## Management's Responsibility

---

To the Ratepayers of Village of Pierceland

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

Vantage, an independent firm of Chartered Professional Accountants, is appointed by the councillors 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



Administrator

April 12, 2017



## INDEPENDENT AUDITORS' REPORT

The Council  
Village of Pierceland  
Pierceland, Saskatchewan

We have audited the accompanying financial statements of the Village of Pierceland, which comprise the statement of financial position as at December 31, 2016, the statements of operations, change in net financial assets and cash flow for the year then ended, and a summary of significant accounting policies and other explanatory information.

### *Management's Responsibility for the Financial Statements*

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

### *Auditors' 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 auditors' judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

### *Opinion*

In our opinion, the financial statements present fairly, in all material respects, the financial position of the Village of Pierceland as at December 31, 2016, and its financial performance and cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Chartered Professional Accountants

North Battleford, Saskatchewan  
April 12, 2017

Village of Pierceland  
Statement of Financial Position  
As at December 31, 2016

Statement 1

	2016	2015
<b>FINANCIAL ASSETS</b>		
Cash and Temporary Investments (Note 2)	195,960	81,554
Taxes Receivable - Municipal (Note 3)	79,786	54,348
Other Accounts Receivable (Note 4)	93,300	112,933
Land for Resale (Note 5)	4,152	4,152
Long-Term Investments		
Debt Charges Recoverable		
Other (Specify)	1,531	1,531
<b>Total Financial Assets</b>	<b>374,729</b>	<b>254,518</b>
<b>LIABILITIES</b>		
Bank Indebtedness		
Accounts Payable	13,897	69,240
Accrued Liabilities Payable		
Deposits	30,350	35,350
Deferred Revenue		
Accrued Landfill Costs		
Liability for Contaminated Sites		
Other Liabilities		
Long-Term Debt		5,000
Lease Obligations		
<b>Total Liabilities</b>	<b>44,247</b>	<b>109,590</b>
<b>NET FINANCIAL ASSETS (DEBT)</b>	<b>330,482</b>	<b>144,928</b>
<b>NON-FINANCIAL ASSETS</b>		
Tangible Capital Assets (Schedule 6, 7)	1,570,773	1,611,208
Prepayments and Deferred Charges	103	103
Stock and Supplies		
Other		
<b>Total Non-Financial Assets</b>	<b>1,570,876</b>	<b>1,611,311</b>
<b>ACCUMULATED SURPLUS (DEFICIT) (Schedule 8)</b>	<b>1,901,358</b>	<b>1,756,239</b>

Village of Pierceland  
Statement of Operations  
For the year ended December 31, 2016

Statement 2

	2016 Budget	2016	2015
<b>REVENUES</b>			
Taxes and Other Unconditional Revenue (Schedule 1)	532,060	535,783	530,123
Fees and Charges (Schedule 4, 5)	368,510	421,444	484,363
Conditional Grants (Schedule 4, 5)	3,000	5,460	3,499
Tangible Capital Asset Sales - Gain (Schedule 4, 5)		2,137	1,020
Land Sales - Gain (Schedule 4, 5)		40,000	
Investment Income and Commissions (Schedule 4, 5)	80	413	72
Other Revenues (Schedule 4, 5)			
<b>Total Revenues</b>	<b>903,650</b>	<b>1,005,237</b>	<b>1,019,077</b>
<b>EXPENSES</b>			
General Government Services (Schedule 3)	241,650	228,205	330,249
Protective Services (Schedule 3)	65,720	57,188	61,344
Transportation Services (Schedule 3)	178,930	162,593	152,387
Environmental and Public Health Services (Schedule 3)	92,700	123,066	141,846
Planning and Development Services (Schedule 3)	13,800	6,683	7,951
Recreation and Cultural Services (Schedule 3)	23,050	26,211	17,417
Utility Services (Schedule 3)	261,170	288,240	256,907
<b>Total Expenses</b>	<b>877,020</b>	<b>892,186</b>	<b>968,101</b>
<b>Surplus (Deficit) of Revenues over Expenses before Other Capital Contributions</b>	<b>26,630</b>	<b>113,051</b>	<b>50,976</b>
Provincial/Federal Capital Grants and Contributions (Schedule 4, 5)	32,000	32,068	31,297
<b>Surplus (Deficit) of Revenues over Expenses</b>	<b>58,630</b>	<b>145,119</b>	<b>82,273</b>
<b>Accumulated Surplus (Deficit), Beginning of Year</b>	<b>1,756,239</b>	<b>1,756,239</b>	<b>1,673,966</b>
<b>Accumulated Surplus (Deficit), End of Year</b>	<b>1,814,869</b>	<b>1,901,358</b>	<b>1,756,239</b>

Village of Pierceland  
Statement of Change in Net Financial Assets  
For the year ended December 31, 2016

Statement 3

	2016 Budget	2016	2015
<b>Surplus (Deficit)</b>	58,630	145,119	82,273
(Acquisition) of tangible capital assets		(42,976)	(37,839)
Amortization of tangible capital assets		45,572	44,145
Proceeds on disposal of tangible capital assets		39,976	33,339
Loss (gain) on the disposal of tangible capital assets		(2,137)	(1,020)
<b>Surplus (Deficit) of capital expenses over expenditures</b>		<b>40,435</b>	<b>38,625</b>
(Acquisition) of supplies inventories			
(Acquisition) of prepaid expense			
Consumption of supplies inventory			
Use of prepaid expense			274
<b>Surplus (Deficit) of expenses of other non-financial over expenditures</b>			<b>274</b>
<b>Increase/Decrease in Net Financial Assets</b>	<b>58,630</b>	<b>185,554</b>	<b>121,172</b>
<b>Net Financial Assets (Debt) - Beginning of Year</b>	<b>144,928</b>	<b>144,928</b>	<b>23,756</b>
<b>Net Financial Assets (Debt) - End of Year</b>	<b>203,558</b>	<b>330,482</b>	<b>144,928</b>

Village of Pierceland  
Statement of Cash Flow  
For the year ended December 31, 2016

Statement 4

	2016	2015
<b>Cash provided by (used for) the following activities</b>		
<b>Operating:</b>		
Surplus (Deficit)	145,119	82,273
Amortization	45,572	44,145
Loss (gain) on disposal of tangible capital assets	(2,137)	(1,020)
	188,554	125,398
<b>Change in assets/liabilities</b>		
Taxes receivable - municipal	(25,438)	25,918
Other receivables	19,633	6,082
Land for resale		
Other financial assets		
Accounts and accrued liabilities payable	(55,343)	(26,108)
Deposits	(5,000)	300
Deferred revenue		
Accrued landfill costs		
Liability for contaminated sites		
Other liabilities		
Stock and supplies		
Prepayments and deferred charges		274
Other (Specify)		(35,441)
<b>Cash provided by operating transactions</b>	<b>122,406</b>	<b>96,423</b>
<b>Capital:</b>		
Acquisition of tangible capital assets	(42,976)	(37,839)
Proceeds from the disposal of tangible capital assets	39,976	33,339
Other capital		
<b>Cash applied to capital transactions</b>	<b>(3,000)</b>	<b>(4,500)</b>
<b>Investing:</b>		
Long-term investments		
Other investments		
<b>Cash provided by (applied to) investing transactions</b>		
<b>Financing:</b>		
Debt charges recovered		
Long-term debt issued		
Long-term debt repaid	(5,000)	(35,000)
Other financing		
<b>Cash provided by (applied to) financing transactions</b>	<b>(5,000)</b>	<b>(35,000)</b>
<b>Change in Cash and Temporary Investments during the year</b>	<b>114,406</b>	<b>56,923</b>
<b>Cash and Temporary Investments - Beginning of Year</b>	<b>81,554</b>	<b>24,631</b>
<b>Cash and Temporary Investments - End of Year</b>	<b>195,960</b>	<b>81,554</b>

## 1. Significant accounting policies

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

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 consolidate 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.
- 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>
<b>General assets</b>	
Land	Indefinite
Land improvements	
Buildings	10 to 50 Yrs
Vehicles and equipment	
Vehicles	5 to 10 Yrs
Machinery and equipment	5 to 10 Yrs
<b>Infrastructure assets</b>	
Infrastructure assets	
Water and sewer	75 Yrs
Road network assets	40 Yrs

**Government contributions:** Government contributions for the acquisition of tangible 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 the lease term. Any other lease not meeting the before mentioned criteria is classified as a operating lease and rental payments are expensed as incurred.

- m) **Landfill liability:** The Village of Pierceland maintains a waste disposal site.
- n) **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.
- o) **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:
  - a) an environmental standard exists;
  - b) contamination exceeds the environmental standard;
  - c) The municipality:
    - i. is directly responsible; or
    - ii. accepts responsibility;
  - d) it is expected that future economic benefits will be given up; and
  - e) a reasonable estimate of the amount can be made.

Village of Pierceland  
Notes to the Financial Statements  
For the year ended December 31, 2016

1. Significant accounting policies - continued

- p) **Measurement uncertainty:** The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenue and expenditures during the period. Accounts receivable are stated after evaluation as to their collectability and an appropriate allowance for doubtful accounts is provided where considered necessary.

The measurement of materials and supplies is based on estimates of volume and quality.  
The 'Opening Asset Costs' of tangible capital assets have been estimated where actual costs were not available.  
Amortization is based on the estimated useful lives of tangible capital assets.

These estimates and assumptions are reviewed periodically and, as adjustments become necessary, they are reported in earnings in the periods in which they become known.

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

The segments (functions) are as follows:

General government: provides for the administration of the municipality.

Protective services: comprised of expenses for police and fire protection.

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

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

Planning and development: provides for neighbourhood development and sustainability.

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

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

2. Cash and temporary investments

	2016	2015
Cash	195,960	81,554
Temporary investments		
Restricted cash		
<b>Total cash and temporary investments</b>	<b>195,960</b>	<b>81,554</b>

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

3. Taxes receivable - municipal

	2016	2015
Municipal - Current	59,008	38,573
- Arrears	24,278	19,275
	83,286	57,848
- Less allowance for uncollectibles	(3,500)	(3,500)
<b>Total municipal taxes receivable</b>	<b>79,786</b>	<b>54,348</b>
School - Current	17,408	20,583
- Arrears	8,188	1,267
<b>Total school taxes receivable</b>	<b>25,596</b>	<b>21,850</b>
Other		
<b>Total taxes and grants in lieu receivable</b>	<b>105,382</b>	<b>76,198</b>
Deduct taxes receivable to be collected on behalf of other organizations	(25,596)	(21,850)
<b>Total taxes receivable - municipal</b>	<b>79,786</b>	<b>54,348</b>

Village of Pierceland  
Notes to the Financial Statements  
For the year ended December 31, 2016

4. Other accounts receivable

2016 2015

	2016	2015
Federal government	24,143	19,207
Provincial government		4,946
Local government	971	13,639
Utility	66,400	65,488
Trade		
Other (Specify)	22,307	13,653
<b>Total other accounts receivable</b>	<b>113,821</b>	<b>116,933</b>
Less: allowance for uncollectibles	(20,521)	(4,000)
<b>Net other accounts receivable</b>	<b>93,300</b>	<b>112,933</b>

5. Land for resale

2016 2015

Tax title property		
Allowance for market value adjustment		
Net tax title property		
Other land	4,152	4,152
Allowance for market value adjustment		
Net other land	4,152	4,152
<b>Total land for resale</b>	<b>4,152</b>	<b>4,152</b>

5. Long-term debt

The debt limit of the municipality is \$845,149. 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)).

7. Contingent liabilities

The municipality may be contingently liable for claims or future claims pertaining to its landfill operations.

8. Pension plan

The municipality is an employer member of the Municipal Employee Pension Plan (MEPP), which is a multiemployer defined benefit pension plan. The Commission of MEPP, representing plan member employers, is responsible for overseeing the management of the pension plan, including investment of assets and administration of benefits. The municipality's pension expense in 2016 was \$10,094. 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.

9. Comparative figures

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

10. Budget figures

Budget figures are reported for information purposes only and are not included in the scope of the external audit.

Village of Pierceland  
 Schedule of Taxes and Other Unconditional Revenue  
 For the year ended December 31, 2016

Schedule I

	2016 Budget	2016	2015
<b>TAXES</b>			
General municipal tax levy	365,000	368,213	363,554
Abatements and adjustments	210	(310)	
Discount on current year taxes	(11,800)	(11,674)	(11,797)
<b>Net Municipal Taxes</b>	<b>353,410</b>	<b>356,229</b>	<b>351,757</b>
Potash tax share			
Trailer license fees			
Penalties on tax arrears	9,190	7,831	8,957
Special tax levy		119	
Other (Specify)			
<b>Total Taxes</b>	<b>362,600</b>	<b>364,179</b>	<b>360,714</b>
<b>UNCONDITIONAL GRANTS</b>			
Revenue Sharing	125,500	128,452	125,506
Organized Hamlet			
<b>Total Unconditional Grants</b>	<b>125,500</b>	<b>128,452</b>	<b>125,506</b>
<b>GRANTS IN LIEU OF TAXES</b>			
Federal	18,500	18,515	9,752
Provincial			
S.P.C. Electrical			
SaskEnergy Gas			
TransGas			
Central Services			
SaskTel			
Other (Specify)			
Local/Other			
Housing Authority		2,093	8,686
C.P.R. Mainline			
Treaty Land Entitlement			
Other (Specify)			
Other Government Transfers			
S.P.C. Surcharge	25,460	22,544	25,465
Sask Energy Surcharge			
Other (Specify)			
<b>Total Grants in Lieu of Taxes</b>	<b>43,960</b>	<b>43,152</b>	<b>43,903</b>
<b>TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE</b>	<b>532,060</b>	<b>535,783</b>	<b>530,123</b>

Village of Pierceland  
 Schedule of Operating and Capital Revenue by Function  
 For the year ended December 31, 2016

Schedule 2 - 1

	2016 Budget	2016	2015
<b>GENERAL GOVERNMENT SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
- Custom work			
- Sales of supplies			
- Other (Rent & Fees)	33,860	39,314	37,839
Total Fees and Charges	33,860	39,314	37,839
- Tangible capital asset sales - gain (loss)			
- Land sales - gain		40,000	
- Investment income and commissions	80	413	72
- Other (Specify)			
Total Other Segmented Revenue	33,940	79,727	37,911
Conditional Grants			
- Student Employment	3,000	3,360	2,999
- Other (Specify)			
Total Conditional Grants	3,000	3,360	2,999
<b>Total Operating</b>	<b>36,940</b>	<b>83,087</b>	<b>40,910</b>
<b>Capital</b>			
Conditional Grants			
- Federal Gas Tax	32,000	32,068	31,297
- Provincial Disaster Assistance			
- Other (Specify)			
Total Capital	32,000	32,068	31,297
<b>Total General Government Services</b>	<b>68,940</b>	<b>115,155</b>	<b>72,207</b>

**PROTECTIVE SERVICES**

<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
- Other (Specify)	35,500	38,463	72,432
Total Fees and Charges	35,500	38,463	72,432
- Tangible capital asset sales - gain (loss)			
- Other (Specify)			
Total Other Segmented Revenue	35,500	38,463	72,432
Conditional Grants			
- Student Employment			
- Local government			
- Other (Specify)			
Total Conditional Grants			
<b>Total Operating</b>	<b>35,500</b>	<b>38,463</b>	<b>72,432</b>
<b>Capital</b>			
Conditional Grants			
- Federal Gas Tax			
- Provincial Disaster Assistance			
- Local government			
- Other (Specify)			
Total Capital			
<b>Total Protective Services</b>	<b>35,500</b>	<b>38,463</b>	<b>72,432</b>

Village of Pierceland  
 Schedule of Operating and Capital Revenue by Function  
 For the year ended December 31, 2016

Schedule 2 - 2

	2016 Budget	2016	2015
<b>TRANSPORTATION SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
- Custom work			
- Sales of supplies			
- Road Maintenance and Restoration Agreements			
- Frontage			
- Other (Specify)			
Total Fees and Charges		2,137	1,020
- Tangible capital asset sales - gain (loss)			
- Other (Specify)			
Total Other Segmented Revenue		2,137	1,020
Conditional Grants			
- MREP (CTP)			
- Student Employment			
- Other (Specify)			
Total Conditional Grants			
<b>Total Operating</b>		<b>2,137</b>	<b>1,020</b>
<b>Capital</b>			
Conditional Grants			
- Federal Gas Tax			
- MREP (Heavy Haul, CTP, Municipal Bridges)			
- Provincial Disaster Assistance			
- Other (Specify)			
<b>Total Capital</b>			
<b>Total Transportation Services</b>		<b>2,137</b>	<b>1,020</b>

**ENVIRONMENTAL AND PUBLIC HEALTH SERVICES**

<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
- Waste and Disposal Fees	49,250	69,154	54,724
- Other (Graveyard donations)	3,000	2,340	71,743
Total Fees and Charges	52,250	71,494	126,467
- Tangible capital asset sales - gain (loss)			
- Other (Specify)			
Total Other Segmented Revenue	52,250	71,494	126,467
Conditional Grants			
- Student Employment			
- TAPD			
- Local government			
- Other (Specify)			
Total Conditional Grants			
<b>Total Operating</b>	<b>52,250</b>	<b>71,494</b>	<b>126,467</b>
<b>Capital</b>			
Conditional Grants			
- Federal Gas Tax			
- TAPD			
- Provincial Disaster Assistance			
- Other (Specify)			
<b>Total Capital</b>			
<b>Total Environmental and Public Health Services</b>	<b>52,250</b>	<b>71,494</b>	<b>126,467</b>

Village of Pierceland  
 Schedule of Operating and Capital Revenue by Function  
 For the year ended December 31, 2016

Schedule 2 - 3

	2016 Budget	2016	2015
<b>PLANNING AND DEVELOPMENT SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
- Maintenance and Development Charges	200		4,000
- Other (Specify)			
Total Fees and Charges	200		4,000
- Tangible capital asset sales - gain (loss)			
- Other (Specify)			
Total Other Segmented Revenue	200		4,000
Conditional Grants			
- Student Employment			
- Other (Specify)			
Total Conditional Grants			
<b>Total Operating</b>	<b>200</b>		<b>4,000</b>
<b>Capital</b>			
Conditional Grants			
- Federal Gas Tax			
- Provincial Disaster Assistance			
- Other (Specify)			
<b>Total Capital</b>			
<b>Total Planning and Development Services</b>	<b>200</b>		<b>4,000</b>

<b>RECREATION AND CULTURAL SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
- Other (Specify)		1,683	948
Total Fees and Charges		1,683	948
- Tangible capital asset sales - gain (loss)			
- Other (Specify)			
Total Other Segmented Revenue		1,683	948
Conditional Grants			
- Student Employment			
- Local government			
- Donations		2,100	500
- Other (Specify)			
Total Conditional Grants		2,100	500
<b>Total Operating</b>		<b>3,783</b>	<b>1,448</b>
<b>Capital</b>			
Conditional Grants			
- Federal Gas Tax			
- Local government			
- Provincial Disaster Assistance			
- Other (Specify)			
<b>Total Capital</b>			
<b>Total Recreation and Cultural Services</b>		<b>3,783</b>	<b>1,448</b>

Village of Pierceland  
 Schedule of Operating and Capital Revenue by Function  
 For the year ended December 31, 2016

Schedule 2 - 4

	2016 Budget	2016	2015
<b>UTILITY SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
- Water	175,200	166,912	171,823
- Sewer	71,500	68,578	70,854
- Other (One time payment - Sask Water)		35,000	
Total Fees and Charges	246,700	270,490	242,677
- Tangible capital asset sales - gain (loss)			
- Other (Specify)			
Total Other Segmented Revenue	246,700	270,490	242,677
Conditional Grants			
- Student Employment			
- Other (Specify)			
Total Conditional Grants			
<b>Total Operating</b>	<b>246,700</b>	<b>270,490</b>	<b>242,677</b>
<b>Capital</b>			
Conditional Grants			
- Federal Gas Tax			
- New Building Canada Fund (SCF, NRP)			
- Clean Water and Wastewater Fund			
- Provincial Disaster Assistance			
- Other (Specify)			
<b>Total Capital</b>			
<b>Total Utility Services</b>	<b>246,700</b>	<b>270,490</b>	<b>242,677</b>
<b>TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION</b>	<b>403,590</b>	<b>501,522</b>	<b>520,251</b>
<b>SUMMARY</b>			
Total Other Segmented Revenue	368,590	463,994	485,455
Total Conditional Grants	3,000	5,460	3,499
Total Capital Grants and Contributions	32,000	32,068	31,297
<b>TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION</b>	<b>403,590</b>	<b>501,522</b>	<b>520,251</b>



	2016 Budget	2016	2015
<b>GENERAL GOVERNMENT SERVICES</b>			
Council remuneration and travel	29,550	27,375	28,078
Wages and benefits	84,800	82,686	89,503
Professional/Contractual services	65,200	50,497	50,391
Utilities	7,990	8,183	7,610
Maintenance, materials and supplies	50,200	35,759	145,846
Grants and contributions - operating			1,020
- capital			
Amortization		1,774	1,774
Interest	1,780	1,268	2,027
Allowance for uncollectibles	2,130	20,663	4,000
Other (Specify)			
<b>Total Government Services</b>	<b>241,650</b>	<b>228,205</b>	<b>330,249</b>

**PROTECTIVE SERVICES****Police protection**

Wages and benefits			
Professional/Contractual services	37,780	38,453	37,772
Utilities			
Maintenance, materials and supplies			
Grants and contributions - operating			
- capital			
Other (Specify)			

**Fire protection**

Wages and benefits	1,070	1,023	1,023
Professional/Contractual services	17,490	10,313	12,954
Utilities	2,830	2,735	1,403
Maintenance, materials and supplies			
Grants and contributions - operating			
- capital			
Amortization	6,550	4,664	6,504
Interest			1,688
Other (Specify)			

<b>Total Protective Services</b>	<b>65,720</b>	<b>57,188</b>	<b>61,344</b>
----------------------------------	---------------	---------------	---------------

**TRANSPORTATION SERVICES**

Wages and benefits	72,120	72,756	67,036
Professional/Contractual services	4,200	3,401	2,636
Utilities	15,060	14,415	15,842
Maintenance, materials and supplies	76,070	46,878	43,681
Gravel		16,920	15,114
Grants and contributions - operating			
- capital			
Amortization	7,980	7,979	7,600
Interest	500	244	478
Other (Specify)	3,000		

<b>Total Transportation Services</b>	<b>178,930</b>	<b>162,593</b>	<b>152,387</b>
--------------------------------------	----------------	----------------	----------------

	2016 Budget	2016	2015
<b>ENVIRONMENTAL AND PUBLIC HEALTH SERVICES</b>			
Wages and benefits			
Professional/Contractual services	92,700	120,828	88,841
Utilities			
Maintenance, materials and supplies		2,238	53,005
Grants and contributions - operating			
o Waste disposal			
o Public Health			
- capital			
o Waste disposal			
o Public Health			
Amortization			
Interest			
Other (Specify)			
<b>Total Environmental and Public Health Services</b>	<b>92,700</b>	<b>123,066</b>	<b>141,846</b>

<b>PLANNING AND DEVELOPMENT SERVICES</b>			
Wages and benefits			
Professional/Contractual services	13,800	6,683	7,951
Grants and contributions - operating			
- capital			
Amortization			
Interest			
Other (Specify)			
<b>Total Planning and Development Services</b>	<b>13,800</b>	<b>6,683</b>	<b>7,951</b>

<b>RECREATION AND CULTURAL SERVICES</b>			
Wages and benefits	4,090	4,286	3,312
Professional/Contractual services			
Utilities			
Maintenance, materials and supplies	8,870	11,190	4,496
Grants and contributions - operating	9,650	10,313	9,187
- capital			
Amortization	440	422	422
Interest			
Allowance for uncollectibles			
Other (Specify)			
<b>Total Recreation and Cultural Services</b>	<b>23,050</b>	<b>26,211</b>	<b>17,417</b>

Village of Pierceland

Total Expenses by Function

For the year ended December 31, 2016

Schedule 3 - 3

	2016 Budget	2016	2015
<b>UTILITY SERVICES</b>			
Wages and benefits	24,960	28,533	23,418
Professional/Contractual services	197,970	226,799	201,396
Utilities	9,220	2,175	4,248
Maintenance, materials and supplies			
Grants and contributions - operating			
- capital			
Amortization	29,020	30,733	27,845
Interest			
Allowance for uncollectibles			
Other (Specify)			
<b>Total Utility Services</b>	<b>261,170</b>	<b>288,240</b>	<b>256,907</b>
<b>TOTAL EXPENSES BY FUNCTION</b>	<b>877,020</b>	<b>892,186</b>	<b>968,101</b>

Village of Pierceland  
 Schedule of Segment Disclosure by Function  
 For the year ended December 31, 2016

	General Government	Protective Services	Transportation Services	Environmental and Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
<b>Revenues (Schedule 2)</b>								
Fees and Charges	39,314	38,463		71,494		1,683	270,490	421,444
Tangible Capital Asset Sales - Gain			2,137					2,137
Land Sales - Gain	40,000							40,000
Investment Income and Commissions	413							413
Other Revenues								
Grants - Conditional	3,360					2,100		5,460
- Capital	32,068							32,068
<b>Total revenues</b>	<b>115,155</b>	<b>38,463</b>	<b>2,137</b>	<b>71,494</b>		<b>3,783</b>	<b>270,490</b>	<b>501,522</b>
<b>Expenses (Schedule 3)</b>								
Wages and Benefits	110,061	1,023	72,756			4,286	28,533	216,659
Professional/Contractual Services	50,497	48,766	3,401	120,828	6,683		226,799	456,974
Utilities	8,183	2,735	14,415				2,175	27,508
Maintenance Materials and Supplies	35,759		63,798	2,238		11,190		112,985
Grants and Contributions						10,313		10,313
Amortization	1,774	4,664	7,979			422	30,733	45,572
Interest	1,268		244					1,512
Allowance for Uncollectibles								
Other	20,663							20,663
<b>Total expenses</b>	<b>228,205</b>	<b>57,188</b>	<b>162,593</b>	<b>123,066</b>	<b>6,683</b>	<b>26,211</b>	<b>288,240</b>	<b>892,186</b>
<b>Surplus (Deficit) by Function</b>	<b>(113,050)</b>	<b>(18,725)</b>	<b>(160,456)</b>	<b>(51,572)</b>	<b>(6,683)</b>	<b>(22,428)</b>	<b>(17,750)</b>	<b>(390,664)</b>
Taxes and other unconditional revenue (Schedule 1)								535,783
<b>Net Surplus (Deficit)</b>								<b>145,119</b>

Village of Pierceland  
 Schedule of Segment Disclosure by Function  
 For the year ended December 31, 2015

	General Government	Protective Services	Transportation Services	Environmental and Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
<b>Revenues (Schedule 2)</b>								
Fees and Charges	37,839	72,432		126,467	4,000	948	242,677	484,363
Tangible Capital Asset Sales - Gain			1,020					1,020
Land Sales - Gain								
Investment Income and Commissions	72							72
Other Revenues						500		3,499
Grants - Conditional - Capital	2,999							31,297
	31,297							
<b>Total revenues</b>	<b>72,207</b>	<b>72,432</b>	<b>1,020</b>	<b>126,467</b>	<b>4,000</b>	<b>1,448</b>	<b>242,677</b>	<b>520,251</b>
<b>Expenses (Schedule 3)</b>								
Wages and Benefits	117,581	1,023	67,036			3,312	23,418	212,370
Professional/Contractual Services	50,391	50,726	2,636	88,841	7,951		201,396	401,941
Utilities	7,610	1,403	15,842				4,248	29,103
Maintenance Materials and Supplies	145,846		58,795	53,005		4,496		262,142
Grants and Contributions	1,020					9,187		10,207
Amortization	1,774	6,504	7,600			422	27,845	44,145
Interest	2,027	1,688	478					4,193
Allowance for Uncollectibles	4,000							4,000
Other								
<b>Total expenses</b>	<b>330,249</b>	<b>61,344</b>	<b>152,387</b>	<b>141,846</b>	<b>7,951</b>	<b>17,417</b>	<b>256,907</b>	<b>968,101</b>
<b>Surplus (Deficit) by Function</b>	<b>(258,042)</b>	<b>11,088</b>	<b>(151,367)</b>	<b>(15,379)</b>	<b>(3,951)</b>	<b>(15,969)</b>	<b>(14,230)</b>	<b>(447,850)</b>
Taxes and other unconditional revenue (Schedule 1)								530,123
<b>Net Surplus (Deficit)</b>								<b>82,273</b>

Village of Pierceland  
 Schedule of Tangible Capital Assets by Object  
 For the year ended December 31, 2016

2015

2016

	General Assets					Infrastructure Assets	General/ Infrastructure	Total	
	Land	Land Improvements	Buildings	Vehicles	Machinery and Equipment				Linear assets
<b>Assets</b>									
Asset cost									
Opening Asset costs	27,427		135,595	47,000	205,724	2,161,991		2,572,217	
Additions during the year					42,976			37,839	
Disposals and write-downs during the year					(37,839)			(32,319)	
Transfers (from) assets under construction									
<b>Closing Asset Costs</b>	<b>27,427</b>		<b>135,595</b>	<b>47,000</b>	<b>210,861</b>	<b>2,161,991</b>		<b>2,577,737</b>	
<b>Amortization</b>									
Accumulated Amortization Cost									
Opening Accumulated Amortization Costs			87,756	14,067	69,116	795,590		922,384	
Add: Amortization taken			4,325	3,133	9,131	28,983		44,145	
Less: Accumulated amortization on disposals									
<b>Closing Accumulated Amortization Costs</b>			<b>92,081</b>	<b>17,200</b>	<b>78,247</b>	<b>824,573</b>		<b>966,529</b>	
<b>Net Book Value</b>	<b>27,427</b>		<b>43,514</b>	<b>29,800</b>	<b>132,614</b>	<b>1,337,418</b>		<b>1,611,208</b>	

1. Total contributed/donated assets received in 2016: Nil

2. List of assets recognized at nominal value in 2016 are:

- Infrastructure Assets Nil
- Vehicles Nil
- Machinery and Equipment Nil

3. Amount of interest capitalized in 2016 Nil

Village of Pierceland  
Schedule of Tangible Capital Assets by Function  
For the year ended December 31, 2016

Schedule 7

	2016							2015
	General Government	Protective Services	Transportation Services	Environmental and Public Health	Planning and Development	Recreation and Culture	Water and Sewer	
<b>Assets</b>								
Asset cost								
Opening Asset costs	80,003	205,975	158,220	2		17,518	2,116,019	2,572,217
Additions during the year			42,976				42,976	37,839
Disposals and write-downs during the year			(37,839)				(37,839)	(32,319)
<b>Closing Asset Costs</b>	<b>80,003</b>	<b>205,975</b>	<b>163,357</b>	<b>2</b>		<b>17,518</b>	<b>2,116,019</b>	<b>2,577,737</b>
<b>Accumulated Amortization Cost</b>								
Opening Accumulated Amortization Costs	34,520	45,464	111,955			6,506	768,084	922,384
Add: Amortization taken	1,774	4,664	7,979			422	30,733	44,145
Less: Accumulated amortization on disposals								
<b>Closing Accumulated Amortization Costs</b>	<b>36,294</b>	<b>50,128</b>	<b>119,934</b>			<b>6,928</b>	<b>798,817</b>	<b>966,529</b>
<b>Net Book Value</b>	<b>43,709</b>	<b>155,847</b>	<b>43,423</b>	<b>2</b>		<b>10,590</b>	<b>1,317,202</b>	<b>1,611,208</b>

Village of Pierceland  
 Schedule of Accumulated Surplus  
 For the year ended December 31, 2016

Schedule 8

	2015	Changes	2016
<b>UNAPPROPRIATED SURPLUS</b>	<b>108,981</b>	<b>61,782</b>	<b>170,763</b>

**APPROPRIATED RESERVES**

Machinery and Equipment			
Public Reserve			
Capital Trust			
Utility			
Other (Specify)	36,050	123,772	159,822
<b>Total Appropriated</b>	<b>36,050</b>	<b>123,772</b>	<b>159,822</b>

**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)			
<b>Total Organized Hamlets</b>			

**NET INVESTMENT IN TANGIBLE CAPITAL ASSETS**

Tangible capital assets (Schedule 6)	1,611,208	(40,435)	1,570,773
Less: Related debt			
<b>Net Investment in Tangible Capital Assets</b>	<b>1,611,208</b>	<b>(40,435)</b>	<b>1,570,773</b>

<b>Total Accumulated Surplus</b>	<b>1,756,239</b>	<b>145,119</b>	<b>1,901,358</b>
----------------------------------	------------------	----------------	------------------



Village of Pierceland  
 Schedule of Mill Rates and Assessments  
 For the year ended December 31, 2016

	PROPERTY CLASS						Total
	Agriculture	Residential	Residential Condominium	Seasonal Residential	Commercial and Industrial	Potash Mine(s)	
Taxable Assessment	200	35,742,000			2,407,800		38,150,000
Regional Park Assessment							
Total Assessment							38,150,000
Mill Rate Factor(s)							
Total Base/Minimum Tax (generated for each property class)	300	176,375			30,200		206,875
Total Municipal Tax Levy (include base and/or minimum tax and special levies)	300	327,926			39,987		368,213

	MILLS
Average Municipal*	9.6517
Average School*	5.2200
Potash Mill Rate	
Uniform Municipal Mill Rate	7.2500

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

Village of Pierceland  
 Schedule of Council Remuneration  
 For the year ended December 31, 2016

Schedule 10

Position	Name	Remuneration	Reimbursed Costs	Total
Mayor	Jim Krushelnitzky	17,625		17,625
Councillor	Dons Sims	2,100		2,100
Councillor	William Frolick	1,125		1,125
Councillor	Richard Frey	1,800		1,800
Councillor	Shannon Wilton	3,450		3,450
Councillor	Calvin Gelowitz	600		600
Councillor	Dean Gelowitz	675		675
<b>Total</b>		<b>27,375</b>		<b>27,375</b>