

**Town of Lemberg**

**CONSOLIDATED FINANCIAL STATEMENTS**

**Year Ended December 31, 2018**

**Town of Lemberg**  
Lemberg, Saskatchewan  
December 31, 2018

---

**Table of Contents**

	Page
Management's Responsibility	1
Independent Auditors' Report	2-3
Consolidated Statement of Financial Position	4
Consolidated Statement of Operations	5
Consolidated Statement of Change in Net Financial Assets	6
Consolidated Statement of Cash Flow	7
Notes to Consolidated Financial Statements	8-14
Schedule of Taxes and Other Unconditional Revenue	15
Schedule of Operating and Capital Revenue by Function	16-18
Total Expenses by Function	19-20
Schedule of Segment Disclosure by Function	21-22
Schedule of Tangible Capital Assets by Object	23
Schedule of Tangible Capital Assets by Function	24
Schedule of Accumulated Surplus	25
Schedule of Mill Rates and Assessments	26
Schedule of Council Remuneration	27

## Management's Responsibility

The municipality's management is responsible for the preparation and presentation of the accompanying consolidated financial statements in accordance with Canadian public sector accounting standards (PSAS). The preparation of the statements necessarily includes selecting appropriate accounting principles and methods, and making decisions affecting the measurement of transactions in which objective judgments and estimates by management is required.

In discharging its responsibilities for the integrity and fair presentation of the consolidated financial statements, management designs and maintains the necessary accounting, budget and other related internal controls to provide reasonable assurance that transactions are appropriately authorized and accurately recorded, that assets are properly accounted for and safeguarded, and that financial records are properly maintained to provide reliable information for the preparation of the consolidated 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 management and discussing relevant matters with external auditors. The council is also responsible for recommending the appointment of the municipality's external auditors.

Baker Tilly SK LLP, an independent firm of chartered professional accountants, is appointed by the council to audit the consolidated 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 management to discuss their audit findings.

---

**Mayor**

---

**Administrator**



## Independent Auditors' Report

To the Council  
Town of Lemberg

### *Opinion*

We have audited the consolidated financial statements of Town of Lemberg, (the municipality), which comprise the consolidated Statement of Financial Position as at December 31, 2018 and the consolidated Statements of Operations, Changes in Net Financial Assets and Cash Flow for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the municipality as at December 31, 2018, and results of its operations and its consolidated cash flow for the year then ended in accordance with Canadian public sector accounting standards.

### *Basis for Opinion*

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the consolidated financial statements section of our report. We are independent of the municipality in accordance with the ethical requirements that are relevant to our audit of the consolidated financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### *Responsibilities of Management and Those Charged with Governance for the Consolidated Financial Statements*

Management is responsible for the preparation and fair presentation of the 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.

In preparing the consolidated financial statements, management is responsible for assessing the municipality's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the municipality or to cease operations, or has no realistic alternative but to do so.

Council is responsible for overseeing the municipality's financial reporting process.



*Auditors' Responsibilities for the Audit of the Consolidated Financial Statements*

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 municipality's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the municipality's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the municipality to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the municipality to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

**Baker Tilly SK LLP**

*Baker Tilly SK LLP*

Yorkton, SK  
April 23, 2019

**Town of Lemberg**

Lemberg, Saskatchewan

Statement 1

Consolidated Statement of Financial Position as at December 31, 2018

	2018	2017 (Note 10)
<b>Assets</b>		
<b>Financial Assets</b>		
Cash and temporary investments - note 2	1,104,786	1,018,214
Taxes receivable - municipal - note 3	46,891	44,964
Other accounts receivable - note 4	34,857	12,301
Land for resale - note 5	29,548	29,548
<b>Total Financial Assets</b>	<u>1,216,082</u>	<u>1,105,027</u>
<b>Liabilities</b>		
Accounts payable	3,202	5,896
Deposits	2,952	2,352
Accrued landfill costs - note 6	20,000	20,000
<b>Total Liabilities</b>	<u>26,154</u>	<u>28,248</u>
<b>Net Financial Assets</b>	<u>1,189,928</u>	<u>1,076,779</u>
<b>Non-Financial Assets</b>		
Tangible capital assets - schedules 6 and 7	244,043	224,917
Prepayments and deferred charges	9,383	11,287
<b>Total Non-Financial Assets</b>	<u>253,426</u>	<u>236,204</u>
<b>Accumulated Surplus - schedule 8</b>	<u>\$ 1,443,354</u>	<u>\$ 1,312,983</u>

Approved on behalf of the council:

\_\_\_\_\_  
Mayor\_\_\_\_\_  
Councillor

*The notes to consolidated financial statements are an integral part of these consolidated financial statements.*

**Town of Lemberg**  
 Consolidated Statement of Operations  
 For the year ended December 31, 2018

Statement 2

	2018 Budget (Note 9)	2018 Actual	2017 Actual (Note 10)
<b>Revenues</b>			
Taxes and other unconditional revenue - schedule 1	388,142	394,809	393,070
Fees and charges - schedules 4 and 5	164,750	312,461	337,534
Conditional grants - schedules 4 and 5	2,916	23,516	
Investment income and commissions - schedules 4 and 5	3,600	12,839	5,305
<b>Total Revenue</b>	<u>559,408</u>	<u>743,625</u>	<u>735,909</u>
<b>Expenses - schedule 3</b>			
General government services	135,586	104,089	121,219
Protective services	20,326	39,383	42,487
Transportation services	188,102	157,554	150,303
Environmental and public health services	80,885	77,690	38,048
Recreation and cultural services	15,851	131,025	139,633
Utilities services	109,984	120,337	79,757
<b>Total Expenses</b>	<u>550,734</u>	<u>630,078</u>	<u>571,447</u>
<b>Surplus of Revenues over Expenses before Other Capital Contributions</b>	8,674	113,547	164,462
Provincial/Federal Capital Grants and Contributions - schedules 4 and 5	8,165	16,821	16,659
<b>Surplus of Revenue over Expenses</b>	16,839	130,368	181,121
<b>Accumulated Surplus, Beginning of Year</b>	<u>1,312,983</u>	<u>1,312,983</u>	<u>1,131,862</u>
<b>Accumulated Surplus, End of Year</b>	<u>\$ 1,329,822</u>	<u>\$ 1,443,351</u>	<u>\$ 1,312,983</u>

*The notes to consolidated financial statements are an integral part of these consolidated financial statements.*

**Town of Lemberg**  
 Consolidated Statement of Change in Net Financial Assets  
 For the year ended December 31, 2018

Statement 3

	2018 Budget (Note 9)	2018 Actual	2017 Actual (Note 10)
<b>Surplus</b>	<u>16,839</u>	<u>130,368</u>	<u>181,121</u>
(Acquisition) of tangible capital assets	( 15,000)	( 58,191)	
Amortization of tangible capital assets		<u>39,065</u>	<u>35,362</u>
<b>Surplus (Deficit) of Capital Expenses over Expenditures</b>	<u>( 15,000)</u>	<u>( 19,126)</u>	<u>35,362</u>
(Acquisition) of prepaid expense		( 9,382)	( 11,288)
Use of prepaid expense		<u>11,289</u>	<u>15,486</u>
<b>Surplus of Expenses of Other Non-Financial over Expenditures</b>	<u>0</u>	<u>1,907</u>	<u>4,198</u>
<b>Increase in Net Financial Assets</b>	1,839	113,149	220,681
Net Financial Assets, beginning of year	<u>1,076,779</u>	<u>1,076,779</u>	<u>856,098</u>
<b>Net Financial Assets, End of Year</b>	<u>\$ 1,078,618</u>	<u>\$ 1,189,928</u>	<u>\$ 1,076,779</u>

*The notes to consolidated financial statements are an integral part of these consolidated financial statements.*



## Town of Lemberg

Consolidated Statement of Cash Flow  
For the year ended December 31, 2018

Statement 4

	2018	2017 (Note 10)
<b>Cash Provided by (used for) the Following Activities</b>		
<b>Operating:</b>		
<b>Surplus</b>	130,368	181,121
Amortization	<u>39,065</u>	<u>35,362</u>
	169,433	216,483
<b>Change in Assets/Liabilities</b>		
Taxes receivable - municipal	( 1,928)	17,240
Other receivables	( 22,555)	1,531
Land for resale		( 27,297)
Accounts payable and accrued liabilities	( 2,690)	( 6,851)
Utility deposits	600	( 200)
Other liabilities		20,000
Prepayments and deferred charges	<u>1,903</u>	<u>4,199</u>
<b>Net Cash from (used for) Operations</b>	<u>144,763</u>	<u>225,105</u>
<b>Capital:</b>		
Acquisition of capital assets	<u>( 58,191)</u>	<u>0</u>
<b>Investing:</b>		
Long-term investments	<u>0</u>	<u>37,398</u>
<b>Increase in Cash Resources</b>	86,572	262,503
Cash and investments, beginning of year	<u>1,018,214</u>	<u>755,711</u>
<b>Cash and Investments, End of Year</b>	<u>\$ 1,104,786</u>	<u>\$ 1,018,214</u>

*The notes to consolidated financial statements are an integral part of these consolidated financial statements.*

**Town of Lemberg**  
Notes to Consolidated Financial Statements  
For the year ended December 31, 2018

---

**1. Significant Accounting Policies**

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

(a) Basis of accounting

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

(b) Reporting entity

The consolidated 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.

Entities included in these consolidated financial statements are as follows:

Entity	Basis of Recording
Lemberg Community Hall Complex	Full consolidation
Lemberg Fire Brigade	Full consolidation
Lemberg Recreation Board	Full consolidation
Lemberg Rink Board	Full consolidation

All inter-organizational transactions and balances have been eliminated.

(c) Collection of funds for other authorities

Collection of funds by the municipality for the school board is collected and remitted in accordance with relevant legislation. The amounts collected are disclosed in note 3.

(d) Government transfers

Government transfers are recognized as either expenditures or revenues in the period that the events giving rise to the transfer occurred, as long as:

- (i) the transfer is authorized;
- (ii) eligibility criteria have been met by the recipient; and
- (iii) a reasonable estimate of the amount can be made.

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

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

**Town of Lemberg**  
Notes to Consolidated Financial Statements  
For the year ended December 31, 2018

---

1. **Significant Accounting Policies** - continued

(e) 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.

(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) 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.

(j) Tangible capital assets

All tangible capital asset acquisitions or betterments made throughout the year are recorded at their acquisition cost. Initial costs for tangible capital assets that were acquired and developed prior to 2009 were obtained via historical cost information or using current fair market values discounted by a relevant inflation factor back to the point of acquisition. Donated tangible capital assets received are recorded at their fair market value at the date of contribution. The tangible capital assets that are recognized at a nominal value are disclosed in schedule 6. The cost of these tangible capital assets less any residual value are amortized over the asset's useful life using the straight-line method of amortization. The municipality's tangible capital asset useful lives are estimated as follows:

<b>Assets</b>	<b>Useful Life</b>
General Assets	
Land	Indefinite
Land improvements	15 years
Buildings	40 years
Vehicles	10 years
Machinery and equipment	10 to 20 years
Linear assets	40 years

**Town of Lemberg**  
Notes to Consolidated Financial Statements  
For the year ended December 31, 2018

---

1. **Significant Accounting Policies** - continued

(k) 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.

(l) Capitalization of interest

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

(m) Leases

All leases are recorded on the consolidated financial statement as either a capital or operating lease. Any lease that transfers the majority of benefits and risk associated with the leased asset is classified as a capital lease. At the inception of a capital lease, an asset and a payment obligation are recorded at an amount equal to the lesser of the present value of the minimum lease payments and the asset's fair market value. Assets under capital leases are amortized on a straight-line basis over their estimated useful lives (lease term). Any other lease not meeting the before-mentioned criteria is classified as an operating lease and rental payments are expensed as incurred.

(n) Revenue

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 annually upon receipt of the taxable assessment values as per the Saskatchewan Assessment Management Agency. Penalties on overdue taxes are recorded in the period levied.

Utility revenue is recognized in the period in which the service has been provided.

All other revenue is recorded when received, or receivable, collection is likely, and the amount can be reasonably determined.

(o) Measurement uncertainty

The preparation of financial statements in conformity with the Public Sector Accounting Board's recommendations 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.

**Town of Lemberg**  
Notes to Consolidated Financial Statements  
For the year ended December 31, 2018

1. **Significant Accounting Policies** - continued

(p) Basis of segmentation/segment report

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

The segments (functions) are as follows:

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

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

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

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

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

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

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

(q) 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:

- (i) an environmental standard exists;
- (ii) contamination exceeds the environmental standard;
- (iii) The municipality:
  - a) is directly responsible; or
  - b) accepts responsibility;
- (iv) it is expected that future economic benefits will be given up; and
- (v) a reasonable estimate of the amount can be made.

	2018	2017
<b>2. Cash and Temporary Investments</b>		
Cash	673,290	980,213
Temporary investments	431,496	38,001
<b>Total Cash and Temporary Investments</b>	<b>\$ 1,104,786</b>	<b>\$ 1,018,214</b>

Cash and temporary investments include balances with banks, term deposits, marketable securities and short-term investments with maturities of three months or less.

**Town of Lemberg**  
Notes to Consolidated Financial Statements  
For the year ended December 31, 2018

	<b>2018</b>	<b>2017</b>
<b>3. Taxes and Grants In Lieu Receivable</b>		
Municipal - current	32,154	28,918
Municipal - arrears	17,166	18,475
	<u>49,320</u>	<u>47,393</u>
Less: Allowance for uncollectibles	2,429	2,429
Total municipal taxes receivable	<u>46,891</u>	<u>44,964</u>
School - current	5,026	7,060
School - arrears	2,093	1,888
Total school taxes receivable	<u>7,119</u>	<u>8,948</u>
Total taxes and grants in lieu receivable	54,010	53,912
Less: Taxes receivable to be collected on behalf of other organizations	<u>7,119</u>	<u>8,948</u>
<b>Municipal and Grants In Lieu Taxes Receivable</b>	<u>\$ 46,891</u>	<u>\$ 44,964</u>
<b>4. Other Accounts Receivable</b>		
Utility	19,983	8,409
Trade	7,876	361
Other	8,998	5,531
Total other accounts receivable	<u>36,857</u>	<u>14,301</u>
Less: Allowance for uncollectibles	<u>2,000</u>	<u>2,000</u>
<b>Net Other Accounts Receivable</b>	<u>\$ 34,857</u>	<u>\$ 12,301</u>
<b>5. Land for Resale</b>		
Tax title property	48,814	48,814
Less: Allowance for market value adjustment	19,816	19,816
Net tax title property	<u>28,998</u>	<u>28,998</u>
Other land	<u>550</u>	<u>550</u>
<b>Total Land for Resale</b>	<u>\$ 29,548</u>	<u>\$ 29,548</u>

**Town of Lemberg**  
Notes to Consolidated Financial Statements  
For the year ended December 31, 2018

	2018	2017
<b>6. Accrued Landfill Costs</b>		
Accrued landfill costs	<u>\$ 20,000</u>	<u>\$ 20,000</u>

In 2018, the municipality has accrued an overall liability for environmental matters in the amount of \$20,000 (2017 - \$20,000) which represents management's best estimate of this liability. By their nature, these estimates are subject to measurement uncertainty and the effect on the consolidated financial statements of changes in such estimates in future periods could be significant.

Included in environmental liabilities is \$20,000 (2017 - \$20,000) of the estimated total landfill closure and post-closure care expenses. The estimated liability for these expenses is recognized as the landfill site's capacity is used. Estimated total expenses represent the sum of the discounted future cash flows for closure and post-closure care activities discounted at the municipality's average long-term borrowing rate of 5% (2017 - 5%).

**7. Long-Term Debt**

The debt limit of the municipality for 2019 is \$617,407. 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).

**8. Employee Benefit Plans**

The municipality participates in contributory defined benefit pension plan for all of its employees. For defined benefit plans considered to be multi-employer plans, contributions are expensed when they are due and payable. The municipality currently participates in the Municipal Employees Pension Plan.

The contributions by the participating employers are not segregated in separate accounts or restricted to provide benefits to the employees of a particular employer. The portion of the annual benefit costs and of the asset surpluses (deficits) that are attributable to the municipality cannot be easily determined.

Accordingly, the multi-employer plans are accounted for on the defined contribution basis. No portion of the asset (deficit) surplus of the plan is recognized in these consolidated financial statements. The benefit expense reflected in the consolidated financial statements is equal to the municipality's contributions for the year.

All contributions by employees are matched equally by the employer. Employee contribution rates in effect for the year are as follows:

	2018	2017
General members	9.00 %	8.15 %
Designated members	12.50 %	11.35 %

Contributions to the plan during the year were as follows:

Benefit expense	\$ 12,695	\$ 11,406
-----------------	-----------	-----------

As per the most recently audited consolidated financial statements dated December 30, 2017, the plan surplus (in thousands) is \$454,177,000.

**Town of Lemberg**  
Notes to Consolidated Financial Statements  
For the year ended December 31, 2018

---

9. **Budget**

The figures shown under the "Budget" column in the statement of operations and attached schedules have not been audited and are provided for information purposes only.

10. **Comparative Figures**

Certain balances for comparative purposes have been reclassified to conform with the current year's presentation.



## Town of Lemberg

Schedule of Taxes and Other Unconditional Revenue  
For the year ended December 31, 2018

Schedule 1

	2018 Budget (Note 9)	2018 Actual	2017 Actual (Note 10)
<b>Taxes</b>			
General municipal tax levy	295,862	296,962	286,719
Abatements and adjustments	( 10,000)	( 4,855)	( 116)
Net municipal taxes	<u>285,862</u>	<u>292,107</u>	<u>286,603</u>
Penalties on tax arrears	<u>10,000</u>	<u>5,723</u>	<u>6,694</u>
<b>Total Taxes</b>	<u>295,862</u>	<u>297,830</u>	<u>293,297</u>
<b>Unconditional Grants</b>			
Equalization (revenue sharing)	<u>64,080</u>	<u>64,080</u>	<u>68,611</u>
<b>Total Unconditional Grants</b>	<u>64,080</u>	<u>64,080</u>	<u>68,611</u>
<b>Grants In Lieu of Taxes</b>			
Federal	1,562	3,124	
Provincial			
SaskTel	1,839	1,839	1,839
Local/Other			
Housing authority	4,399	4,399	4,399
Other Government Transfers			
S.P.C. surcharge	20,400	18,716	21,484
Sask Energy Surcharge		4,821	3,440
<b>Total Grants In Lieu of Taxes</b>	<u>28,200</u>	<u>32,899</u>	<u>31,162</u>
<b>Total Taxes and Other Unconditional Revenue</b>	<u>\$ 388,142</u>	<u>\$ 394,809</u>	<u>\$ 393,070</u>

*The notes to consolidated financial statements are an integral part of these consolidated financial statements.*

## Town of Lemberg

Schedule of Operating and Capital Revenue by Function  
For the year ended December 31, 2018

Schedule 2-1

	2018 Budget (Note 9)	2018 Actual	2017 Actual (Note 10)
<b>General Government Services</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and charges			
Custom work	1,000	825	285
Sale of supplies	1,250	1,636	2,580
Rentals, licenses and permits	6,000	6,650	5,383
Total Fees and Charges	<u>8,250</u>	<u>9,111</u>	<u>8,248</u>
Investment income and commissions	3,600	12,839	5,305
Total Other Segmented Revenue	<u>11,850</u>	<u>21,950</u>	<u>13,553</u>
Conditional Grants			
Student employment	1,316	1,316	
Total Conditional Grants	<u>1,316</u>	<u>1,316</u>	<u>0</u>
<b>Total General Government Services</b>	<u>\$ 13,166</u>	<u>\$ 23,266</u>	<u>\$ 13,553</u>
<b>Protective Services</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and charges			
Lemberg Fire Brigade		25,769	17,394
Total Other Segmented Revenue	<u>0</u>	<u>25,769</u>	<u>17,394</u>
<b>Total Protective Services</b>	<u>\$ 0</u>	<u>\$ 25,769</u>	<u>\$ 17,394</u>
<b>Transportation Services</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and charges			
Sale of supplies	100	30	
Total Other Segmented Revenue	<u>100</u>	<u>30</u>	<u>0</u>
<b>Total Operating</b>	<u>100</u>	<u>30</u>	<u>0</u>
<b>Capital</b>			
Conditional Grants			
Gas tax	8,165	16,741	16,659
<b>Total Capital</b>	<u>8,165</u>	<u>16,741</u>	<u>16,659</u>
<b>Total Transportation Services</b>	<u>\$ 8,265</u>	<u>\$ 16,771</u>	<u>\$ 16,659</u>

*The notes to consolidated financial statements are an integral part of these consolidated financial statements.*

## Town of Lemberg

Schedule of Operating and Capital Revenue by Function  
For the year ended December 31, 2018

Schedule 2-2

	2018 Budget (Note 9)	2018 Actual	2017 Actual (Note 10)
<b>Environmental and Public Health Services</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and charges			
Waste and disposal fees	10,200	7,152	
Cemetery fees	<u>1,200</u>	<u>975</u>	1,300
Total Fees and Charges	<u>11,400</u>	<u>8,127</u>	<u>1,300</u>
Total Other Segmented Revenue	<u>11,400</u>	<u>8,127</u>	<u>1,300</u>
Conditional Grants			
SARM - Pest control	<u>1,600</u>	<u>1,600</u>	
Total Conditional Grants	<u>1,600</u>	<u>1,600</u>	<u>0</u>
<b>Total Operating</b>	<u>13,000</u>	<u>9,727</u>	<u>1,300</u>
<b>Capital</b>			
Conditional Grants			
Fine option		80	
<b>Total Capital</b>	<u>0</u>	<u>80</u>	<u>0</u>
<b>Total Environmental and Public Health Services</b>	<u>\$ 13,000</u>	<u>\$ 9,807</u>	<u>\$ 1,300</u>

*The notes to consolidated financial statements are an integral part of these consolidated financial statements.*

## Town of Lemberg

Schedule of Operating and Capital Revenue by Function  
For the year ended December 31, 2018

Schedule 2-2

	2018 Budget (Note 9)	2018 Actual	2017 Actual (Note 10)
<b>Planning and Development Services</b>			
<b>Recreation and Cultural Services</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and charges			
Recreation fees		2,576	
Lemberg Community Hall Complex		32,662	63,313
Lemberg Recreation Board		4,449	4,443
Lemberg Rink Board		75,798	90,576
Total Fees and Charges	<u>0</u>	<u>115,485</u>	<u>158,332</u>
Total Other Segmented Revenue	<u>0</u>	<u>115,485</u>	<u>158,332</u>
Conditional Grants			
Local government		600	
Community Initiatives Fund-Children's Program		20,000	
Total Conditional Grants	<u>0</u>	<u>20,600</u>	<u>0</u>
<b>Total Recreation and Cultural Services</b>	<u>\$ 0</u>	<u>\$ 136,085</u>	<u>\$ 158,332</u>
<b>Utility Services</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and charges			
Water & sewer	145,000	153,939	152,260
Total Other Segmented Revenue	<u>145,000</u>	<u>153,939</u>	<u>152,260</u>
<b>Total Utility Services</b>	<u>\$ 145,000</u>	<u>\$ 153,939</u>	<u>\$ 152,260</u>
<b>Total Operating and Capital Revenue by Function</b>	<u>\$ 179,431</u>	<u>\$ 365,637</u>	<u>\$ 359,498</u>
<b>Summary</b>			
Total Other Segmented Revenue	168,350	325,300	342,839
Total Conditional Grants	2,916	23,516	0
Total Capital Grants and Contributions	<u>8,165</u>	<u>16,821</u>	<u>16,659</u>
<b>Total Operating and Capital Revenue by Function</b>	<u>\$ 179,431</u>	<u>\$ 365,637</u>	<u>\$ 359,498</u>

*The notes to consolidated financial statements are an integral part of these consolidated financial statements.*

**Town of Lemberg**  
 Total Expenses by Function  
 For the year ended December 31, 2018

Schedule 3-1

	<b>2018 Budget (Note 9)</b>	<b>2018 Actual</b>	<b>2017 Actual (Note 10)</b>
<b>General Government Services</b>			
Council remuneration and travel	16,620	14,981	18,429
Wages and benefits	45,308	47,109	43,640
Professional/Contractual services	42,410	20,559	34,542
Utilities	12,345	11,310	8,142
Maintenance, materials and supplies	16,450	8,861	14,429
Amortization	1,353	751	1,175
Allowance for uncollectibles	100	353	
Other	1,000	165	862
<b>Total General Government Services</b>	<b>\$ 135,586</b>	<b>\$ 104,089</b>	<b>\$ 121,219</b>
<b>Protective Services</b>			
Police protection			
Professional/Contractual services	14,000	14,493	13,351
Fire protection			
Professional/Contractual services	1,598	1,718	530
Utilities	3,728	3,580	4,735
Maintenance, materials and supplies	1,000		4,600
Lemberg Fire Brigade		19,592	19,271
<b>Total Protective Services</b>	<b>\$ 20,326</b>	<b>\$ 39,383</b>	<b>\$ 42,487</b>
<b>Transportation Services</b>			
Wages and benefits	59,520	53,514	66,502
Professional/Contractual services	10,000	8,790	
Utilities	19,600	18,844	15,483
Maintenance, materials and supplies	72,200	46,910	44,786
Gravel	2,500	3,355	1,280
Culverts/drainage	2,000		777
Amortization	22,282	26,141	21,475
<b>Total Transportation Services</b>	<b>\$ 188,102</b>	<b>\$ 157,554</b>	<b>\$ 150,303</b>
<b>Environmental and Public Health Services</b>			
Wages and benefits	33,599	20,565	13,385
Professional/Contractual services	47,286	56,532	24,663
Other		593	
<b>Total Environmental and Public Health Services</b>	<b>\$ 80,885</b>	<b>\$ 77,690</b>	<b>\$ 38,048</b>

*The notes to consolidated financial statements are an integral part of these consolidated financial statements.*

**Town of Lemberg**  
 Total Expenses by Function  
 For the year ended December 31, 2018

Schedule 3-2

	<b>2018 Budget (Note 9)</b>	<b>2018 Actual</b>	<b>2017 Actual (Note 10)</b>
<b>Recreation and Cultural Services</b>			
Wages and benefits		1,645	
Professional/Contractual services	2,500	6,338	267
Utilities	720	713	814
Maintenance, materials and supplies	2,000	1,818	
Grants and contributions - operating	5,200	4,132	5,170
Amortization	5,431	4,891	5,430
Insurance		7,871	
Lemberg Rink Board		71,730	72,048
Lemberg Community Hall Complex		27,424	51,299
Lemberg Recreation Board		4,463	4,605
<b>Total Recreation and Cultural Services</b>	<b><u>\$ 15,851</u></b>	<b><u>\$ 131,025</u></b>	<b><u>\$ 139,633</u></b>
<b>Utility Services</b>			
Wages and benefits	38,429	35,831	47,539
Professional/Contractual services	42,000	51,769	6,320
Utilities	19,094	16,289	17,155
Maintenance, materials and supplies	3,180	9,166	1,461
Amortization	7,281	7,282	7,282
<b>Total Utility Services</b>	<b><u>\$ 109,984</u></b>	<b><u>\$ 120,337</u></b>	<b><u>\$ 79,757</u></b>
<b>Total Expenses by Function</b>	<b><u>\$ 550,734</u></b>	<b><u>\$ 630,078</u></b>	<b><u>\$ 571,447</u></b>

*The notes to consolidated financial statements are an integral part of these consolidated financial statements.*

**Town of Lemberg**

Schedule of Segment Disclosure by Function  
For the year ended December 31, 2018

Schedule 4

	General Government Services	Protective Services	Transport. Services	Environ. & Public Health	Planning & Develop.	Rec. & Culture	Utilities Services	Total
<b>Revenues - schedule 2</b>								
Fees and charges	9,111	25,769	30	8,127		115,485	153,939	312,461
Investment income and commissions	12,839							12,839
Grants - conditional	1,316		16,741	1,600		20,600		23,516
Grants - capital				80				16,821
<b>Total Revenues</b>	<b>23,266</b>	<b>25,769</b>	<b>16,771</b>	<b>9,807</b>	<b>0</b>	<b>136,085</b>	<b>153,939</b>	<b>365,637</b>
<b>Expenses - schedule 3</b>								
Wages and benefits	47,109		53,514	20,565		1,645	35,831	158,664
Professional/contractual services	35,540	16,211	8,790	56,532		6,338	51,769	175,180
Utilities	11,310	3,580	18,844			713	16,289	50,736
Maintenance materials and supplies	8,861		50,265			1,818	9,166	70,110
Grants and contributions		19,592				4,132	7,282	23,724
Amortization	751		26,141			4,891		39,065
Insurance						7,871		7,871
Lemberg Rec Boards						103,617		103,617
Allowance for uncollectibles	353							353
Other	165			593				758
<b>Total Expenses</b>	<b>104,089</b>	<b>39,383</b>	<b>157,554</b>	<b>77,690</b>	<b>0</b>	<b>131,025</b>	<b>120,337</b>	<b>630,078</b>
<b>Surplus (Deficit) by Function</b>	<b>\$ ( 80,823) \$</b>	<b>\$ ( 13,614) \$</b>	<b>\$ ( 140,783) \$</b>	<b>\$ ( 67,883) \$</b>	<b>0 \$</b>	<b>5,060 \$</b>	<b>33,602</b>	<b>( 264,441)</b>
Taxation and other unconditional revenue								
- schedule 1								394,809
<b>Net Surplus</b>								<b>\$ 130,368</b>

The notes to consolidated financial statements are an integral part of these consolidated financial statements.

**Town of Lemberg**

Schedule of Segment Disclosure by Function  
For the year ended December 31, 2017

Schedule 5

	General Government Services	Protective Services	Transport. Services	Environ. & Public Health	Planning & Develop.	Rec. & Culture	Utilities Services	Total
<b>Revenues - schedule 2</b>								
Fees and charges	8,248	17,394		1,300		158,332	152,260	337,534
Investment income and commissions	5,305		16,659					5,305
Grants - capital								16,659
<b>Total Revenues</b>	<b>13,553</b>	<b>17,394</b>	<b>16,659</b>	<b>1,300</b>	<b>0</b>	<b>158,332</b>	<b>152,260</b>	<b>359,498</b>
<b>Expenses - schedule 3</b>								
Wages and benefits	43,640		66,502	13,385			47,539	171,066
Professional/contractual services	52,971	13,881		24,663		267	6,320	98,102
Utilities	8,142	4,735	15,483			814	17,155	46,329
Maintenance materials and supplies	14,429	4,600	46,066				1,461	66,556
Culverts/drainage			777					777
Grants and contributions	1,175	19,271				5,170		24,441
Amortization			21,475			5,430	7,282	35,362
Lemberg Rec Boards						127,952		127,952
Other	862							862
<b>Total Expenses</b>	<b>121,219</b>	<b>42,487</b>	<b>150,303</b>	<b>38,048</b>	<b>0</b>	<b>139,633</b>	<b>79,757</b>	<b>571,447</b>
<b>Surplus (Deficit) by Function</b>	<b>\$( 107,666)</b>	<b>\$( 25,093)</b>	<b>\$( 133,644)</b>	<b>\$( 36,748)</b>	<b>\$ 0</b>	<b>\$ 18,699</b>	<b>\$ 72,503</b>	<b>( 211,949)</b>

Taxation and other unconditional revenue  
- schedule 1

393,070

**Net Surplus**

**\$ 181,121**

The notes to consolidated financial statements are an integral part of these consolidated financial statements.



**Town of Lemberg**

Schedule of Tangible Capital Assets by Object  
For the year ended December 31, 2018

Schedule 6

	2018						2017	
	Land	Land Improve.	Buildings	Vehicles	Machinery & Equipment	Infrastruct. Assets	General/Infrastruct. Assets under Constr.	Total
Asset Cost			232,563	34,743	150,889	557,902		976,097
Opening Asset Cost								
Additions during the year	0	0	232,563	20,000	6,466	31,725	0	58,191
Closing Asset Costs	0	0	232,563	54,743	157,355	589,627	0	1,034,288
Accumulated Amortization Cost								
Opening Accumulated Amortization Costs			188,728	27,041	124,999	410,412		751,180
Add: Amortization taken			3,592	3,959	6,854	24,660		39,065
Closing Accumulated Amortization Costs	0	0	192,320	31,000	131,853	435,072	0	751,180
Net Book Value	\$ 0	\$ 0	\$ 40,243	\$ 23,743	\$ 25,502	\$ 154,555	\$ 0	\$ 244,043
								\$ 224,917

The notes to consolidated financial statements are an integral part of these consolidated financial statements.

# Town of Lemberg

## Schedule of Tangible Capital Assets by Function For the year ended December 31, 2018

Schedule 7

	2018						2017		
	General Government	Protective Services	Transport. Services	Environ. & Public Health	Planning & Develop.	Rec. & Culture	Water & Sewer	Total	Total
Asset Cost									
Opening Asset Cost	34,167	36,824	450,626			166,583	287,897	976,097	976,097
Additions during the year		58,191	58,191				58,191	58,191	
Closing Asset Costs	<u>34,167</u>	<u>36,824</u>	<u>508,817</u>	<u>0</u>	<u>0</u>	<u>166,583</u>	<u>287,897</u>	<u>1,034,288</u>	<u>976,097</u>
Accumulated Amortization Cost									
Opening Accumulated Amortization costs	32,204		307,929			160,371	250,676	751,180	715,818
Add: Amortization taken	751		26,141			4,891	7,282	39,065	35,362
Closing Accumulated Amortization Costs	<u>32,955</u>	<u>0</u>	<u>334,070</u>	<u>0</u>	<u>0</u>	<u>165,262</u>	<u>257,958</u>	<u>790,245</u>	<u>751,180</u>
Net Book Value	<u>\$ 1,212</u>	<u>\$ 36,824</u>	<u>\$ 174,747</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 1,321</u>	<u>\$ 29,939</u>	<u>\$ 244,043</u>	<u>\$ 224,917</u>

*The notes to consolidated financial statements are an integral part of these consolidated financial statements.*

**Town of Lemberg**  
 Schedule of Accumulated Surplus  
 For the year ended December 31, 2018

Schedule 8

	2017	Changes	2018
<b>Unappropriated Surplus</b>	<u>805,065</u>	<u>111,245</u>	<u>916,310</u>
<b>Appropriated Surplus</b>			
Machinery and equipment			
Future Expenditures	275,001		275,001
Capital Trust	8,000		8,000
	<u>283,001</u>	<u>0</u>	<u>283,001</u>
<b>Total Appropriated</b>	<u>283,001</u>	<u>0</u>	<u>283,001</u>
<b>Net Investments in Tangible Capital Assets</b>			
Tangible capital assets - schedule 6	224,917	19,126	244,043
	<u>224,917</u>	<u>19,126</u>	<u>244,043</u>
<b>Net Investment in Tangible Capital Assets</b>	<u>224,917</u>	<u>19,126</u>	<u>244,043</u>
<b>Total Accumulated Surplus</b>	<u>\$ 1,312,983</u>	<u>\$ 130,371</u>	<u>\$ 1,443,354</u>

*The notes to consolidated financial statements are an integral part of these consolidated financial statements.*

## Town of Lemberg

Schedule of Mill Rates and Assessments  
For the year ended December 31, 2018

Schedule 9

	Property Class				Total
	Agriculture	Residential	Seasonal Residential	Commercial & Industrial	
Taxable Assessment	289,080	2,538,400		2,922,800	5,750,280
Regional Park Assessment					
Total Assessment				1,0000	5,750,280
Mill Rate Factor(s)	1.0000	1.0000			
Total Base/Minimum Tax (generated for each property class)	5,900	192,900		26,650	225,450
Total Municipal Tax Levy (include base and/or minimum tax and special levies)	7,837	249,323		39,802	296,962
<b>Mill Rates:</b>					
Average Municipal*					
Average School*					
Uniform Municipal Mill Rate - Ag					
Uniform Municipal Mill Rate - Other					

\*Average Mill Rates (multiply the total tax levy for each taxing authority by 1,000 and divide by the total assessment for the taxing authority).

*The notes to consolidated financial statements are an integral part of these consolidated financial statements.*

**Town of Lemberg**  
Schedule of Council Remuneration  
For the year ended December 31, 2018

Schedule 10

Name	Remuneration	Reimbursed Costs	Total
Murray Clarke	2,280		2,280
Darcell Graff	960		960
Sandy Thompson	430		430
Herbert MacDonald	2,080		2,080
Robert Peace	1,600		1,600
Gerald Kohlert	1,260		1,260
Kevin Lutz	160		160
Thomas Matt	1,800		1,800
Brad Hodel	1,850		1,850
	<u>1,850</u>	<u>          </u>	<u>1,850</u>
	<u>\$ 12,420</u>	<u>\$ 0</u>	<u>\$ 12,420</u>

*The notes to consolidated financial statements are an integral  
part of these consolidated financial statements.*