

Rural Municipality of Rosthern No. 403
Consolidated Financial Statements
For the Year Ended December 31, 2012

Rural Municipality of Rosthern No. 403
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For the Year Ended December 31, 2012

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Management's Responsibility

To the Ratepayers,
Rural Municipality of Rosthern No. 403:

Management is responsible for the preparation and presentation of the accompanying consolidated financial statements, including responsibility for significant accounting judgments 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 judgment is required.

In discharging its responsibilities for the integrity and fairness of the consolidated 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 consolidated financial statements.

Council is composed of elected officials who are not employees of the municipality. Council is responsible for overseeing management in the performance of its financial reporting responsibilities. Council fulfils these responsibilities by reviewing the financial information prepared by management and discussing relevant matters with the external auditor. Council is also responsible for the appointment of the municipality's auditor.

C.S. Skrupski Certified General Accountant Professional Corporation, an independent Certified General Accountant firm, is appointed by Council to audit the consolidated financial statements and report directly to them; their report follows. The external auditor has full and free access to, and meets periodically and separately with, both Council and management to discuss its audit findings.

Reeve

Administrator

March 15, 2013

C.S. Skrupski
Certified General Accountant
Professional Corporation

INDEPENDENT AUDITOR'S REPORT

Reeve and Members of Council,
Rural Municipality of Rosthern No. 403:

I have audited the accompanying consolidated financial statements of the Rural Municipality of Rosthern No. 403, which are comprised of the consolidated statement of financial position as at December 31, 2012, and the consolidated 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 Consolidated Financial Statements

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

Auditor's Responsibility

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


An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the municipality's preparation and fair presentation of the consolidated financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the municipality's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the consolidated financial statements.

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

Opinion

In my opinion, the consolidated financial statements present fairly, in all material respects, the financial position of the Rural Municipality of Rosthern No. 403 as at December 31, 2012, and the results of its operations and cash flow for the year then ended in accordance with Canadian public sector accounting standards.

Rosthern, Saskatchewan
March 15, 2013


Certified General Accountant
Professional Corporation

Rural Municipality of Rosthern No. 403
Consolidated Statement of Financial Position
As at December 31, 2012

Statement 1

	2012	2011
ASSETS		
Financial Assets		
Cash and Temporary Investments (Note 2)	1,581,977	1,036,461
Taxes Receivable - Municipal (Note 3)	53,471	43,647
Other Accounts Receivable (Note 4)	51,649	17,862
Land for Resale (Note 5)	-	-
Long-term Investments (Note 6)	-	16,000
Other	-	-
Total Financial Assets	1,687,097	1,113,970
LIABILITIES		
Bank Indebtedness (Note 7)	-	-
Accounts Payable	59,649	22,979
Accrued Liabilities Payable	-	-
Deposits	66,300	68,300
Deferred Revenue (Note 8)	2,276	2,276
Accrued Landfill Costs (Note 9)	-	-
Other Liabilities	9,662	7,879
Long-term Debt (Note 10)	-	-
Lease Obligations (Note 11)	-	-
Total Liabilities	137,887	101,434
NET FINANCIAL ASSETS (NET DEBT)	1,549,210	1,012,536
Non-financial Assets		
Tangible Capital Assets (Schedule 6, 7)	2,579,707	2,445,344
Prepayments and Deferred Charges	305	382
Stock and Supplies	1,014,962	1,308,698
Other (Note 12)	-	-
Total Non-financial Assets	3,594,974	3,754,424
Accumulated Surplus (Deficit) (Schedule 8)	5,144,184	4,766,960

Rural Municipality of Rosthern No. 403
Consolidated Statement of Operations
For the Year Ended December 31, 2012

Statement 2

	<i>2012 Budget</i>	2012	2011
Revenues			
Taxes and Other Unconditional Revenue (Schedule 1)	<i>1,912,900</i>	1,889,819	1,582,822
Fees and Charges (Schedule 4, 5)	<i>174,440</i>	191,935	166,622
Conditional Grants (Schedule 4, 5)	<i>3,260</i>	3,264	672
Tangible Capital Asset Sales - Gain (Schedule 4, 5)	<i>-</i>	(45,848)	-
Land Sales - Gain (Schedule 4, 5)	<i>-</i>	14,211	-
Investment Income and Commissions (Schedule 4, 5)	<i>10,050</i>	11,149	10,530
Other Revenues (Schedule 4, 5)	<i>500</i>	500	500
Total Revenues	<i>2,101,150</i>	2,065,030	1,761,146
Expenses			
General Government Services (Schedule 3)	<i>228,038</i>	219,093	223,023
Protective Services (Schedule 3)	<i>197,405</i>	205,285	166,896
Transportation Services (Schedule 3)	<i>1,189,936</i>	1,247,364	1,277,009
Environmental and Public Health Services (Schedule 3)	<i>86,530</i>	55,954	67,659
Planning and Development Services (Schedule 3)	<i>-</i>	8,641	4,934
Recreation and Cultural Services (Schedule 3)	<i>142,510</i>	137,128	95,648
Utility Services (Schedule 3)	<i>250</i>	244	467
Total Expenses	<i>1,844,669</i>	1,873,709	1,835,636
Surplus (Deficit) of Revenues Over Expenses Before Other Capital Contributions	<i>256,481</i>	191,321	(74,490)
Provincial/Federal Capital Grants and Contributions (Schedule 4, 5)	<i>112,798</i>	185,903	110,768
Surplus (Deficit) of Revenues Over Expenses	<i>369,279</i>	377,224	36,278
Accumulated Surplus (Deficit), Beginning of Year	<i>4,766,960</i>	4,766,960	4,730,682
Accumulated Surplus (Deficit), End of Year	<i>5,136,239</i>	5,144,184	4,766,960

Rural Municipality of Rosthern No. 403
Consolidated Statement of Change in Net Financial Assets
For the Year Ended December 31, 2012

Statement 3

	<i>2012 Budget</i>	2012	2011
Surplus (Deficit)	<u>369,279</u>	<u>377,224</u>	<u>36,278</u>
(Acquisition) of Tangible Capital Assets	(359,315)	(440,958)	-
Amortization of Tangible Capital Assets	-	165,748	174,353
Proceeds on Disposal of Tangible Capital Assets	-	95,000	-
Loss (Gain) on the Disposal of Tangible Capital Assets	-	45,848	-
Surplus (Deficit) of Capital Expenses over Expenditures	<u>(359,315)</u>	<u>(134,362)</u>	<u>174,353</u>
(Acquisition) of Supplies Inventories	-	-	-
(Acquisition) of Prepaid Expense	-	76	(85)
Consumption of Supplies Inventory	-	293,736	75,134
Use of Prepaid Expense	-	-	-
Surplus (Deficit) of Other Non-financial Expenses Over Expenditures	<u>-</u>	<u>293,812</u>	<u>75,049</u>
Increase (Decrease) in Net Financial Assets	<u>9,964</u>	<u>536,674</u>	<u>285,680</u>
Net Financial Assets (Net Debt) - Beginning of Year	<u>1,012,536</u>	<u>1,012,536</u>	<u>726,856</u>
Net Financial Assets (Net Debt) - End of Year	<u><u>1,022,500</u></u>	<u><u>1,549,210</u></u>	<u><u>1,012,536</u></u>

Rural Municipality of Rosthern No. 403
Consolidated Statement of Cash Flow
For the Year Ended December 31, 2012

Statement 4

	2012	2011
Cash Provided by (Used for) the Following Activities		
Operating:		
Surplus (Deficit)	377,224	36,278
Amortization	165,748	-
Loss (Gain) on Disposal of Tangible Capital Assets	45,848	-
	588,820	210,631
Changes in Assets/Liabilities::		
Taxes Receivable - Municipal	(9,823)	17,318
Other Receivables	(33,788)	(10,574)
Land for Resale	-	(102)
Other Financial Assets	-	-
Accounts and Accrued Liabilities Payable	36,668	(37,783)
Deposits	(2,000)	14,000
Deferred Revenue	-	(1,430)
Other Liabilities	1,783	7,879
Stock and Supplies for Use	293,736	75,134
Prepayments and Deferred Charges	78	-
Other	-	-
Net Cash From (Used for) Operations	875,474	274,988
Capital:		
Acquisition of Tangible Capital Assets	(440,958)	-
Proceeds From the Disposal of Tangible Capital Assets	95,000	-
Other Capital	-	-
Net Cash From (Used for) Capital	(345,958)	-
Investing:		
Long-term Investments	16,000	4,000
Other Investments	-	-
Net Cash From (Used for) Investing	16,000	4,000
Financing:		
Long-term Debt Issued	-	-
Long-term Debt Repaid	-	(37,189)
Other Financing	-	-
Net Cash From (Used for) Financing	-	(37,189)
Increase (Decrease) in Cash Resources	545,516	241,799
Cash and Investments - Beginning of Year	1,036,461	794,662
Cash and Investments - End of Year	1,581,977	1,036,461

Rural Municipality of Rosthern No. 403
Notes to the Consolidated Financial Statements
For the Year Ended December 31, 2012

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 Canadian Institute of Chartered Accountants. 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 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 Council for the administration of their financial affairs and resources. Entities included in these financial statements are as follows:

Entity
N/A

All inter-organizational transactions and balances have been eliminated.

- b) **Collection of Funds for Other Authorities:** Collection of funds by the municipality for the school board, municipal hail and conservation and development authorities are collected and remitted in accordance with relevant legislation. The amounts collected are disclosed in Note 3.
- c) **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:
- a) the transfer is authorized;
 - b) eligibility criteria have been met by the recipient; and
 - c) 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.

- 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 municipality because they can be used to provide municipal services in future periods. These assets do not normally provide resources to discharge the liabilities of the municipality 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 in 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. The municipality does not hold any investments in the Saskatchewan Association of Rural Municipalities - Self Insurance Fund.

Rural Municipality of Rosthern No. 403
Notes to the Consolidated Financial Statements
For the Year Ended December 31, 2012

1. Significant Accounting Policies - continued

- j) **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.
- k) **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 assets' 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	30 to 75 Yrs
Road Network Assets	30 to 75 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 capitalizes interest incurred while a tangible capital asset is under construction.

Leases: All leases are recorded in the financial statements 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 the straight-line basis, over their estimated useful lives (lease term). Any lease not meeting the aforementioned criteria is classified as an operating lease, and lease payments are expensed as incurred.

- l) **Landfill Liability:** The municipality maintains a waste disposal site in conjunction with the Town of Hague. The municipality is unable to estimate closure and post-closure costs. No amount has been recorded as an asset or a liability.
- m) **Trust Funds:** Funds held in trust for others are neither included in the municipality's assets or equity. They are disclosed in Note 16.

Rural Municipality of Rosthern No. 403
Notes to the Consolidated Financial Statements
For the Year Ended December 31, 2012

1. Significant Accounting Policies - continued

- n) **Measurement Uncertainty:** The preparation of financial statements in conformity with public sector accounting standards require 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 collectibility 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 Assets 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.

- o) **Basis of Segmentation/Segment Reporting:** The municipality has adopted 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 and functions are as follows:

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

Protective Services: The protective services segment 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.

2. Cash and Temporary Investments

	2012	2011
Cash	1,581,977	1,036,461
Temporary Investments	-	-
Total Cash and Temporary Investments	1,581,977	1,036,461

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.

Rural Municipality of Rosthern No. 403
Notes to the Consolidated Financial Statements
For the Year Ended December 31, 2012

	2012	2011
3. Taxes and Grants in Lieu Receivable		
Municipal - Current	-	-
- Arrears	53,471	44,153
	53,471	44,153
- Less Allowance for Uncollectibles	-	(506)
Total Municipal Taxes Receivable	53,471	43,647
School - Current	-	-
- Arrears	29,356	27,622
Total School Taxes Receivable	29,356	27,622
Other	1,132	4,316
Total Taxes and Grants in Lieu Receivable	83,959	75,585
Deduct Taxes Receivable to be Collected on Behalf of Other Organizations	(30,488)	(31,938)
Municipal Taxes and Grants in Lieu Receivable	53,471	43,647
	2012	2011
4. Other Accounts Receivable		
Federal Government	12,926	9,960
Provincial Government	-	-
Local Government	-	-
Utility	9,662	7,879
Trade	29,061	23
Other	-	-
Total Other Accounts Receivable	51,649	17,862
Less Allowance for Uncollectibles		
Net Other Accounts Receivable	51,649	17,862
	2012	2011
5. Land for Resale		
Tax Title Property	324	324
Allowance for Market Value Adjustment	(324)	(324)
Net Tax Title Property	-	-
Other Land	-	-
Allowance for Market Value Adjustment	-	-
Net Other Land	-	-
Total Land for Resale		

Rural Municipality of Rosthern No. 403
Notes to the Consolidated Financial Statements
For the Year Ended December 31, 2012

6. Long-term Investments

	2012	2011
Economic Development loan receivable		16,000

The loan is repayable, with no interest, in equal annual instalments of \$4,000, secured by a charge against the assets of the borrower.

The municipality does not participate in the Saskatchewan Association of Rural Municipalities - Self Insurance Fund.

7. Bank Indebtedness

The municipality has no bank indebtedness.

8. Deferred Revenue

	2012	2011
Deposits	2,276	2,276
Total Deferred Revenue	2,276	2,276

9. Accrued Landfill Costs

	2012	2011
Environmental liabilities		

The municipality owns a landfill in conjunction with the Town of Hague. No landfill closure costs have been accrued.

Rural Municipality of Rosthern No. 403
Notes to the Consolidated Financial Statements
For the Year Ended December 31, 2012

10. Long-term Debt

The debt limit of the municipality is \$1,327,419. 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).

The municipality has no long-term debt.

11. Lease Obligations

The municipality has no lease obligations.

Rural Municipality of Rosthern No. 403
Notes to the Consolidated Financial Statements
For the Year Ended December 31, 2012

12. Other Non-financial Assets

	<u>2012</u>	<u>2011</u>
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The municipality has no other non-financial assets.

13. Contingent Liabilities

The municipality has no contingent liabilities.

14. Change in Accounting Policies

Effective January 1, 2009, the municipality adopted the Public Sector Accounting Board's recommendations for recording tangible capital assets and the new financial statement presentation. The tangible capital asset section, PSAB 3150, establishes standards on how to account for and report tangible capital assets in government financial statements. The financial statement presentation section, PSAB 1201, establishes general reporting principles and standards for the disclosure of information based on the underlying financial statement concepts and the objectives of the government financial statements.

15. Comparative Figures

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

16. Trusts Administered by the Municipality

The municipality does not administer any trusts.

17. Budget Figures

The 2012 budget figures are provided for informative purposes only, and were not covered by the scope of the external audit.

Rural Municipality of Rosthern No. 403
Schedule of Taxes and Other Unconditional Revenue
For the Year Ended December 31, 2012

Schedule 1

	<i>2012 Budget</i>	2012	2011
TAXES			
General Municipal Tax Levy	1,501,361	1,462,507	1,199,905
Abatements and Adjustments	-	-	-
Discount on Current Year Taxes	(55,000)	(64,357)	(56,530)
Net Municipal Taxes	1,446,361	1,398,150	1,143,375
Potash Tax Share	-	-	-
Trailer Licence Fees	-	-	-
Penalties on Tax Arrears	3,600	1,886	3,580
Special Tax Levy	-	-	-
Other	-	-	-
Total Taxes	1,449,961	1,400,036	1,146,955

UNCONDITIONAL GRANTS			
Equalization (Revenue Sharing)	424,802	452,603	397,721
Organized Hamlet	28,177	26,789	28,177
Other	-	-	-
Total Unconditional Grants	452,979	479,392	425,898

GRANTS IN LIEU OF TAXES

Federal	380	381	381
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Provincial			
SPC Electrical	-	-	-
SaskEnergy Gas	-	-	-
Transgas	-	-	-
SPMC - Municipal Share	-	-	-
SaskTel	6,780	6,779	6,779
Other	-	-	-

Local/Other			
Housing Authority	-	-	-
CPR Mainline	-	-	-
Treaty Land Entitlement	2,800	3,231	2,809
Other	-	-	-

Other Government Transfers			
SPC Surcharge	-	-	-
SaskEnergy Surcharge	-	-	-
Other	-	-	-
Total Grants in Lieu of Taxes	9,960	10,391	9,969

TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	1,912,900	1,889,819	1,582,822
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Rural Municipality of Rosthern No. 403
Schedule of Operating and Capital Revenue by Function
For the Year Ended December 31, 2012

Schedule 2-1

	2012 Budget	2012	2011
GENERAL GOVERNMENT SERVICES			
Operating			
Other Segmented Revenue	-	-	-
Fees and Charges	-	-	-
- Custom Work	-	-	-
- Sales of Supplies	3,450	5,263	3,948
- Other - Permits, Office Services	-	-	-
Total Fees and Charges	-	77,1	-
- Tangible Capital Asset Sales - Gain (Loss)	-	4,000	-
- Land Sales - Gain	-	14,211	-
- Investment Income and Commissions	10,050	11,149	10,530
- Other (Donations)	500	500	500
Total Other Segmented Revenue	89,990	107,612	-
Conditional Grants	-	-	-
- Student Employment	-	-	-
- Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	89,990	107,612	80,776
Capital			
Conditional Grants	-	-	-
- Gas Tax	-	-	-
- Canada/Sask Municipal Rural Infrastructure Fund	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other	-	-	-
Total Capital	-	-	-
Total General Government Services	89,990	107,612	80,776
PROTECTIVE SERVICES			
Operating			
Other Segmented Revenue	-	-	-
Fees and Charges	20,000	20,223	13,184
- Other	-	-	-
Total Fees and Charges	20,000	20,223	13,184
- Tangible Capital Asset Sales - Gain (Loss)	-	-	-
- Other	-	-	-
Total Other Segmented Revenue	20,000	20,223	13,184
Conditional Grants	-	-	-
- Student Employment	-	-	-
- Local Government	-	-	-
- Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	20,000	20,223	13,184
Capital			
Conditional Grants	-	-	-
- Gas Tax	-	-	-
- Provincial Disaster Assistance	-	-	-
- Local Government	-	-	-
- Other	-	-	-
Total Capital	-	-	-
Total Protective Services	20,000	20,223	13,184

Rural Municipality of Rosthern No. 403
Schedule of Operating and Capital Revenue by Function
For the Year Ended December 31, 2012

Schedule 2-2

	2012 Budget	2012	2011
TRANSPORTATION SERVICES			
Operating			
Other Segmented Revenue	-	-	-
Fees and Charges	-	-	-
- Custom Work	24,000	26,299	29,437
- Sales of Supplies	-	-	-
- Road Maintenance and Restoration Agreements	30,000	42,900	33,191
- Frontage	-	-	-
- Other	-	5,079	-
Total Fees and Charges	54,000	74,278	62,628
- Tangible Capital Asset Sales - Gain (Loss)	-	(49,848)	-
- Other	-	-	-
Total Other Segmented Revenue	54,000	24,430	62,628
Conditional Grants	-	-	-
- Primary Weight Corridor	-	-	-
- Student Employment	-	-	-
- Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	54,000	24,430	62,628
Capital			
Conditional Grants	-	-	-
- Gas Tax	110,768	112,409	110,768
- Canada/Sask Municipal Rural Infrastructure Fund	-	-	-
- Heavy Haul	-	-	-
- Designated Municipal Roads and Bridges	-	28,052	-
- Provincial Disaster Assistance	2,030	45,442	-
- Other	-	-	-
Total Capital	112,798	185,903	110,768
Total Transportation Services	166,798	210,333	173,396
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Operating			
Other Segmented Revenue	-	-	-
Fees and Charges	-	-	-
- Waste and Disposal Fees	15,000	15,470	15,180
- Other	6,000	4,212	5,884
Total Fees and Charges	21,000	19,682	21,064
- Tangible Capital Asset Sales - Gain (Loss)	-	-	-
- Other	-	-	-
Total Other Segmented Revenue	21,000	19,682	21,064
Conditional Grants	-	-	-
- Student Employment	-	-	-
- Local Government	3,260	3,264	672
- Other	-	-	-
Total Conditional Grants	3,260	3,264	672
Total Operating	24,260	22,946	21,736
Capital			
Conditional Grants	-	-	-
- Gas Tax	-	-	-
- Canada/Sask Municipal Rural Infrastructure Fund	-	-	-
- Transit for Disabled	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other	-	-	-
Total Capital	-	-	-
Total Environmental and Public Health Services	24,260	22,946	21,736

Rural Municipality of Rosthern No. 403
Schedule of Operating and Capital Revenue by Function
For the Year Ended December 31, 2012

Schedule 2-3

2012 Budget

2012

2011

PLANNING AND DEVELOPMENT SERVICES

Operating

Other Segmented Revenue	-	-	-
Fees and Charges	-	-	-
- Maintenance and Development Charges	-	-	-
- Other - Licences and Permits	-	-	-
Total Fees and Charges	-	-	-
- Tangible Capital Asset Sales - Gain (Loss)	-	-	-
- Other	-	-	-
Total Other Segmented Revenue	-	-	-
Conditional Grants	-	-	-
- Student Employment	-	-	-
- Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	-	-	-

Capital

Conditional Grants	-	-	-
- Gas Tax	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other	-	-	-
Total Capital	-	-	-
Total Planning and Development Services	-	-	-

RECREATION AND CULTURAL SERVICES

Operating

Other Segmented Revenue	-	-	-
Fees and Charges	-	-	-
- Other	-	-	-
Total Fees and Charges	-	-	-
- Tangible Capital Asset Sales - Gain (Loss)	-	-	-
- Other	-	-	-
Total Other Segmented Revenue	-	-	-
Conditional Grants	-	-	-
- Student Employment	-	-	-
- Local Government	-	-	-
- Donations	-	-	-
- Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	-	-	-

Capital

Conditional Grants	-	-	-
- Gas Tax	-	-	-
- Local Government	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other	-	-	-
Total Capital	-	-	-
Total Recreation and Cultural Services	-	-	-

Rural Municipality of Rosthern No. 403
Schedule of Operating and Capital Revenue by Function
For the Year Ended December 31, 2012

Schedule 2-4

	2012 Budget	2012	2011
UTILITY SERVICES			
Operating			
Other Segmented Revenue	-	-	-
Fees and Charges	-	-	-
- Water	-	-	-
- Sewer	-	-	-
- Other	-	-	-
Total Fees and Charges	-	-	-
- Tangible Capital Asset Sales - Gain (Loss)	-	-	-
- Other	-	-	-
Total Other Segmented Revenue	-	-	-
Conditional Grants	-	-	-
- Student Employment	-	-	-
- Other	-	-	-
Total Conditional Grants	-	-	-
Total Operating	-	-	-
Capital			
Conditional Grants	-	-	-
- Gas Tax	-	-	-
- SaskWater Corporation	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other	-	-	-
Total Capital	-	-	-
Total Utility Services	-	-	-

TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	301,048	361,114	289,092
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SUMMARY

Total Other Segmented Revenue	184,990	171,947	177,652
Total Conditional Grants	3,260	3,264	672
Total Capital Grants and Contributions	112,798	185,903	110,768
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	301,048	361,114	289,092

Rural Municipality of Rosthern No. 403
Schedule of Total Expenses by Function
For the Year Ended December 31, 2012

Schedule 3-1

2012 Budget

2012

2011

GENERAL GOVERNMENT SERVICES

Council Remuneration and Travel	38,470	32,255	32,337
Wages and Benefits	122,390	122,763	122,526
Professional/Contractual Services	46,838	52,748	54,182
Utilities	4,880	3,604	4,748
Maintenance, Materials, and Supplies	14,500	7,345	8,722
Grants and Contributions - Operating	-	-	-
- Capital	-	-	-
Amortization	260	256	255
Interest	-	-	-
Allowance for Uncollectibles	200	122	253
Other	500	-	-
Total Government Services	228,038	219,093	223,023

PROTECTIVE SERVICES

Police Protection

Wages and Benefits	-	-	-
Professional/Contractual Services	64,685	69,616	59,908
Utilities	-	-	-
Maintenance, Material, and Supplies	15,000	7,889	-
Grants and Contributions - Operating	-	-	-
- Capital	-	-	-
Other	-	-	-

Fire Protection

Wages and Benefits	10,000	22,565	8,798
Professional/Contractual Services	40,580	45,497	39,744
Utilities	-	-	-
Maintenance, Material, and Supplies	-	-	-
Grants and Contributions - Operating	51,200	44,240	42,968
- Capital	-	-	-
Amortization	15,940	15,478	15,478
Interest	-	-	-
Other	-	-	-
Total Protective Services	197,405	205,285	166,896

TRANSPORTATION SERVICES

Wages and Benefits	223,750	234,897	217,111
Professional/Contractual Services	16,970	19,971	101,738
Utilities	11,221	7,638	7,463
Maintenance, Materials, and Supplies	422,065	334,161	470,446
Gravel	350,000	487,266	322,202
Grants and Contributions - Operating	-	-	-
- Capital	-	-	-
Amortization	162,800	163,431	158,049
Interest	-	-	-
Other	3,130	-	-
Total Transportation Services	1,189,936	1,247,364	1,277,009

Rural Municipality of Rosthern No. 403
Schedule of Total Expenses by Function
For the Year Ended December 31, 2012

Schedule 3-2

	2012 Budget	2012	2011
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Wages and Benefits	-	-	877
Professional/Contractual Services	84,890	54,667	65,656
Utilities	-	645	532
Maintenance, Materials, and Supplies	-	71	-
Grants and Contributions- Operating	-	-	-
- Waste Disposal	-	-	-
- Public Health	-	-	-
- Capital	-	-	-
- Waste Disposal	-	-	-
- Public Health	-	-	-
Amortization	590	571	571
	-	-	-
	1,050	-	-
Total Environmental and Public Health Services	86,530	55,954	67,659
PLANNING AND DEVELOPMENT SERVICES			
Wages and Benefits	-	-	-
Professional/Contractual Services	-	8,641	4,934
Grants and Contributions- Operating	-	-	-
- Capital	-	-	-
Amortization	-	-	-
	-	-	-
	-	-	-
Total Planning and Development Services	-	8,641	4,934
RECREATION AND CULTURAL SERVICES			
Wages and Benefits	-	-	-
Professional/Contractual Services	45,710	43,041	26,168
Utilities	-	-	-
Maintenance, Materials, and Supplies	-	-	-
Grants and Contributions- Operating	96,800	94,087	69,480
- Capital	-	-	-
Amortization	-	-	-
	-	-	-
	-	-	-
	-	-	-
Total Recreation and Cultural Services	142,510	137,128	95,648

Rural Municipality of Rosthern No. 403
Schedule of Total Expenses by Function
For the Year Ended December 31, 2012

Schedule 3-3

	<i>2012 Budget</i>	2012	2011
UTILITY SERVICES			
Wages and Benefits	-	-	-
Professional/Contractual Services	250	244	467
Utilities	-	-	-
Maintenance, Materials, and Supplies	-	-	-
Grants and Contributions - Operating	-	-	-
- Capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Allowance for Uncollectibles	-	-	-
Other	-	-	-
Total Utility Services	250	244	467
TOTAL EXPENSES BY FUNCTION	1,844,669	1,873,709	1,835,636

Rural Municipality of Rosthern No. 403
Consolidated Schedule of Segment Disclosure by Function
For the Year Ended December 31, 2012

Schedule 4

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and Charges	77,752	20,223	74,278	19,682	-	-	-	191,935
Tangible Capital Asset Sales - Gain	4,000	-	(49,848)	-	-	-	-	(45,848)
Land Sales - Gain	14,211	-	-	-	-	-	-	14,211
Investment Income and Commissions	11,149	-	-	-	-	-	-	11,149
Other Revenues	500	-	-	-	-	-	-	500
Grants - Conditional	-	-	-	3,264	-	-	-	3,264
- Capital	-	-	185,903	-	-	-	-	185,903
Total Revenues	107,612	20,223	210,333	22,946	-	-	-	361,114

Expenses (Schedule 3)								
Wages and Benefits	155,018	22,565	234,897	-	-	-	-	412,480
Professional/Contractual Services	52,748	115,113	19,971	54,667	8,641	43,041	244	294,425
Utilities	3,604	-	7,638	645	-	-	-	11,887
Maintenance, Materials, and Supplies	7,345	7,889	821,427	71	-	-	-	836,732
Grants and Contributions	-	44,240	-	-	-	94,087	-	138,327
Amortization	256	15,478	163,431	571	-	-	-	179,736
Interest	-	-	-	-	-	-	-	-
Allowance for Uncollectibles	122	-	-	-	-	-	-	122
Other	-	-	-	-	-	-	-	-
Total Expenses	219,093	205,285	1,247,364	55,954	8,641	137,128	244	1,873,709

Surplus (Deficit) by Function	(111,481)	(185,062)	(1,037,031)	(33,008)	(8,641)	(137,128)	(244)	(1,512,595)
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Taxation and Other Unconditional Revenue (Schedule 1) 1,889,819

Net Surplus (Deficit) 377,224

Rural Municipality of Rosthern No. 403
Consolidated Schedule of Segment Disclosure by Function
For the Year Ended December 31, 2011

Schedule 5

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and Charges	69,746	13,184	62,628	21,064	-	-	-	166,622
Tangible Capital Asset Sales - Gain	-	-	-	-	-	-	-	-
Land Sales - Gain	-	-	-	-	-	-	-	-
Investment Income and Commissions	10,530	-	-	-	-	-	-	10,530
Other Revenues	500	-	-	-	-	-	-	500
Grants - Conditional	-	-	-	672	-	-	-	672
- Capital	-	-	110,768	-	-	-	-	110,768
Total Revenues	80,776	13,184	173,396	21,736	-	-	-	289,092

Expenses (Schedule 3)								
Wages and Benefits	154,863	8,798	217,111	877	-	-	-	381,649
Professional/Contractual Services	54,182	99,652	101,738	65,656	4,934	26,168	467	352,797
Utilities	4,748	-	7,463	532	-	-	-	12,743
Maintenance, Materials, and Supplies	8,722	-	792,648	23	-	-	-	801,393
Grants and Contributions	-	42,968	-	-	-	69,480	-	112,448
Amortization	255	15,478	158,049	571	-	-	-	174,353
Interest	-	-	-	-	-	-	-	-
Allowance for Uncollectibles	253	-	-	-	-	-	-	253
Other	-	-	-	-	-	-	-	-
Total Expenses	223,023	166,896	1,277,009	67,659	4,934	95,648	467	1,835,636

Surplus (Deficit) by Function	(142,247)	(153,712)	(1,103,613)	(45,923)	(4,934)	(95,648)	(467)	(1,546,544)
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Taxation and Other Unconditional Revenue (Schedule 1) 1,582,822

Net Surplus (Deficit) 36,278

Rural Municipality of Rosthern No. 403
Consolidated Schedule of Tangible Capital Assets by Object
For the Year Ended December 31, 2012

Schedule 6

	2012					2011			
	General Assets					Infrastructure Assets	General / Infrastructure		
	Land	Land Improvements	Buildings	Vehicles	Machinery and Equipment	Linear Assets	Assets Under Construction	Total	Total
Asset Cost									
Opening Asset Costs	13,113	28,549	120,920	-	1,871,569	4,196,556	-	6,230,707	6,230,707
Additions During the Year	-	-	-	-	360,782	80,176	-	440,958	-
Disposals and Write-downs During the Year	-	-	-	-	(256,358)	-	-	(256,358)	-
Transfers (From) Assets Under Construction	-	-	-	-	-	-	-	-	-
Closing Asset Costs	13,113	28,549	120,920	-	1,975,993	4,276,732	-	6,415,307	6,230,707
Accumulated Amortization Cost									
Opening Accumulated Amortization Costs	-	13,704	56,650	-	828,905	2,886,104	-	3,785,363	3,611,010
Add: Amortization Taken	-	571	2,420	-	102,946	59,811	-	165,748	174,353
Less: Accumulated Amortization on Disposals	-	-	-	-	(115,511)	-	-	(115,511)	-
Closing Accumulated Amortization Costs	-	14,275	59,070	-	816,340	2,945,915	-	3,835,600	3,785,363
Net Book Value	13,113	14,274	61,850	-	1,159,653	1,330,817	-	2,579,707	2,445,344

1. Total Contributed/Donated Assets Received in 2012:
2. List of Assets Recognized at Nominal Value in 2012 are:
 - Infrastructure Assets
 - Vehicles
 - Machinery and Equipment
3. Amount of Interest Capitalized in 2012:

Rural Municipality of Rosthern No. 403
Consolidated Schedule of Tangible Capital Assets by Function
For the Year Ended December 31, 2012

Schedule 7

	2012							2011	
	General Government	Protective Services	Transportation Services	Environmental and Public Health	Planning and Development	Recreation and Culture	Utility Services	Total	Total
Asset Cost									
Opening Asset Costs	20,506	309,561	5,872,091	28,549	-	-	-	6,230,707	6,230,707
Additions During the Year	-	-	440,958	-	-	-	-	440,958	-
Disposals and Write-downs During the Year	-	-	(256,358)	-	-	-	-	(256,358)	-
Closing Asset Costs	20,506	309,561	6,056,691	28,549	-	-	-	6,415,307	6,230,707
Accumulated Amortization Cost									
Opening Accumulated Amortization Costs	17,226	200,771	3,553,663	13,703	-	-	-	3,785,363	3,611,010
Add: Amortization Taken	255	15,478	149,444	571	-	-	-	165,748	174,353
Less: Accumulated Amortization on Disposals	-	-	(115,511)	-	-	-	-	(115,511)	-
Closing Accumulated Amortization Costs	17,481	216,249	3,587,596	14,274	-	-	-	3,835,600	3,785,363
Net Book Value	3,025	93,312	2,469,095	14,275	-	-	-	2,579,707	2,445,344

Rural Municipality of Rosthern No. 403
Consolidated Schedule of Accumulated Surplus
For the Year Ended December 31, 2012

Schedule 8

	2011	Changes	2012
UNAPPROPRIATED SURPLUS	2,200,685	244,238	2,444,923
APPROPRIATED RESERVES			
Machinery and Equipment	-	-	-
Public Reserve	36,586	(33,703)	2,883
Capital Trust	-	-	-
Utility	-	-	-
Other	28,000	-	28,000
Total Appropriated	64,586	(33,703)	30,883
ORGANIZED HAMLETS			
Hamlet of Blumenthal	26,675	13,348	40,023
Hamlet of Neuanlage	29,670	18,978	48,648
	-	-	-
Total Hamlets	56,345	32,326	88,671
NET INVESTMENT IN TANGIBLE CAPITAL ASSETS			
Tangible Capital Assets (Schedule 6)	2,445,344	134,363	2,579,707
Less: Related Debt	-	-	-
Net Investment in Tangible Capital Assets	2,445,344	134,363	2,579,707
Other			
Total Accumulated Surplus	4,766,960	377,224	5,144,184

Rural Municipality of Rosthern No. 403
Schedule of Mill Rates and Assessments
For the Year Ended December 31, 2012

Schedule 9

	PROPERTY CLASS						Total
	Agriculture	Residential	Residential Condominium	Seasonal Residential	Commercial & Industrial	Potash Mine(s)	
Taxable Assessment	48,741,625	43,090,430	-	-	1,552,825	-	93,384,880
Regional Park Assessment							-
Total Assessment							93,384,880
Mill Rate Factor(s)	1.2	0.9	-	-	-		
Total Base/Minimum Tax (generated for each property class)	-	110,500	-	-	7,150		117,650
Total Municipal Tax Levy (include base and/or minimum tax and special levies)	840,793	594,870	-	-	26,844		1,462,507

MILL RATES:

MILLS

Average Municipal*	15.6611
Average School*	6.6330
Potash Mill Rate	-
Uniform Municipal Mill Rate	15.0000

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

**Rural Municipality of Rosthern No. 403
Schedule of Council Remuneration
For the Year Ended December 31, 2012**

Schedule 10

Name	Remuneration	Reimbursed Costs	Total
Bruce Fehr	3,430	882	4,312
Richard Pochipinski	3,657	645	4,302
Peter Unger	3,410	568	3,978
Glenn Braun	4,770	1,525	6,295
Ernest Fast	2,930	177	3,107
Victor Janzen	2,575	423	2,998
Don Ens	500	-	500
Robert Baynton	2,720	353	3,073
Martin Penner	3,135	555	3,690
	-	-	-
	-	-	-
	-	-	-
	-	-	-
	-	-	-
	27,127	5,128	32,255