

## Management's Responsibility

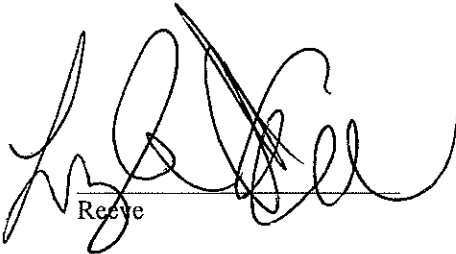
To the Ratepayers of Rural Municipality of Mervin No. 499

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 judgements and estimates by management is required.

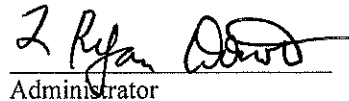
In discharging its responsibilities for the integrity and fair presentation of the consolidated financial statements, management designs and maintains the necessary accounting, budget and other related internal controls to provide reasonable assurance that transactions are appropriately authorized and 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.

Vantage, 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.



Reeve



Administrator

April 2, 2019



## INDEPENDENT AUDITORS' REPORT

To the Council of  
Rural Municipality of Mervin No. 499  
Turtleford, Saskatchewan

### ***Opinion***

We have audited the accompanying consolidated financial statements of the Rural Municipality of Mervin No. 499, which comprise the consolidated statement of financial position as at December 31, 2018, the consolidated statements of operations, change 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 financial position of the Rural Municipality of Mervin No. 499 as at December 31, 2018, and its financial performance and its cash flows 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 *Auditors' Responsibilities for the Audit of the Consolidated Financial Statements* section of our report. We are independent of the Rural Municipality of Mervin No. 499 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 Rural Municipality of Mervin No. 499'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.

Those charged with governance are responsible for overseeing the municipality's financial reporting process.

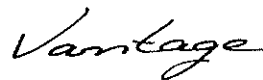
### *Auditors' Responsibilities for the Audit of the Consolidated Financial Statements*

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 judgement 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 auditors' 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 auditors' 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.

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.

The logo for Vantage Chartered Professional Accountants, featuring the word "Vantage" in a stylized, cursive script font.

Chartered Professional Accountants

North Battleford, Saskatchewan  
April 2, 2019

**Municipality of Mervin No. 499**  
**Consolidated Statement of Financial Position**  
**As at December 31, 2018**

Statement 1

	<b>2018</b>	<b>2017</b>
<b>FINANCIAL ASSETS</b>		
Cash and Temporary Investments (Note 2)	9,573,694	9,824,542
Taxes Receivable - Municipal (Note 3)	431,091	442,978
Other Accounts Receivable (Note 4)	284,628	188,017
Land for Resale (Note 5)	43,819	18,345
Long-Term Investments (Note 6)	129,583	123,159
Debt Charges Recoverable		
Other		
<b>Total Financial Assets</b>	<b>10,462,815</b>	<b>10,597,041</b>
<b>LIABILITIES</b>		
Bank Indebtedness		
Accounts Payable	305,038	492,771
Accrued Liabilities Payable		
Deposits		
Deferred Revenue		
Accrued Landfill Costs (Note 7)		
Liability for Contaminated Sites		
Other Liabilities		
Long-Term Debt (Note 8)		
Lease Obligations		
<b>Total Liabilities</b>	<b>305,038</b>	<b>492,771</b>
<b>NET FINANCIAL ASSETS (DEBT)</b>	<b>10,157,777</b>	<b>10,104,270</b>
<b>NON-FINANCIAL ASSETS</b>		
Tangible Capital Assets (Schedule 6, 7)	23,390,854	21,446,087
Prepayments and Deferred Charges		
Stock and Supplies	994,099	376,982
Other		
<b>Total Non-Financial Assets</b>	<b>24,384,953</b>	<b>21,823,069</b>
<b>ACCUMULATED SURPLUS (DEFICIT) (Schedule 8)</b>	<b>34,542,730</b>	<b>31,927,339</b>

Municipality of Mervin No. 499  
 Consolidated Statement of Operations  
 For the year ended December 31, 2018

Statement 2

	2018 Budget	2018	2017
<b>REVENUES</b>			
Taxes and Other Unconditional Revenue (Schedule 1)	5,618,000	5,473,587	5,287,141
Fees and Charges (Schedule 4, 5)	991,300	2,140,142	1,624,660
Conditional Grants (Schedule 4, 5)	3,000	13,244	20,633
Tangible Capital Asset Sales - Gain (Schedule 4, 5)		(94,362)	(108,528)
Land Sales - Gain (Schedule 4, 5)			
Investment Income and Commissions (Schedule 4, 5)	53,000	77,868	64,664
Other Revenues (Schedule 4, 5)	595,500	624,492	606,330
<b>Total Revenues</b>	<b>7,260,800</b>	<b>8,234,971</b>	<b>7,494,900</b>
<b>EXPENSES</b>			
General Government Services (Schedule 3)	972,843	834,706	852,909
Protective Services (Schedule 3)	237,350	155,094	150,212
Transportation Services (Schedule 3)	4,389,469	3,522,676	3,369,329
Environmental and Public Health Services (Schedule 3)	869,303	763,565	724,994
Planning and Development Services (Schedule 3)	175,750	156,178	220,277
Recreation and Cultural Services (Schedule 3)	307,030	108,521	121,212
Utility Services (Schedule 3)	102,500	155,462	111,464
<b>Total Expenses</b>	<b>7,054,245</b>	<b>5,696,202</b>	<b>5,550,397</b>
<b>Surplus (Deficit) of Revenues over Expenses before Other Capital Contributions</b>	<b>206,555</b>	<b>2,538,769</b>	<b>1,944,503</b>
Provincial/Federal Capital Grants and Contributions (Schedule 4, 5)	75,000	76,622	74,419
<b>Surplus (Deficit) of Revenues over Expenses</b>	<b>281,555</b>	<b>2,615,391</b>	<b>2,018,922</b>
Accumulated Surplus (Deficit), Beginning of Year	31,927,339	31,927,339	29,908,417
<b>Accumulated Surplus (Deficit), End of Year</b>	<b>32,208,894</b>	<b>34,542,730</b>	<b>31,927,339</b>

Municipality of Mervin No. 499

Consolidated Statement of Change in Net Financial Assets

For the year ended December 31, 2018

Statement 3

	2018 Budget	2018	2017
<b>Surplus (Deficit)</b>	281,555	2,615,391	2,018,922
(Acquisition) of tangible capital assets		(3,424,522)	(2,480,041)
Amortization of tangible capital assets		1,215,393	1,190,582
Proceeds on disposal of tangible capital assets		170,000	128,700
Loss (gain) on the disposal of tangible capital assets		94,362	108,528
<b>Surplus (Deficit) of capital expenses over expenditures</b>		<b>(1,944,767)</b>	<b>(1,052,231)</b>
(Acquisition) of supplies inventories		(617,117)	133,420
(Acquisition) of prepaid expense			
Consumption of supplies inventory			
Use of prepaid expense			
<b>Surplus (Deficit) of expenses of other non-financial over expenditures</b>		<b>(617,117)</b>	<b>133,420</b>
<b>Increase/Decrease in Net Financial Assets</b>	<b>281,555</b>	<b>53,507</b>	<b>1,100,111</b>
<b>Net Financial Assets (Debt) - Beginning of Year</b>	<b>10,104,270</b>	<b>10,104,270</b>	<b>9,004,159</b>
<b>Net Financial Assets (Debt) - End of Year</b>	<b>10,385,825</b>	<b>10,157,777</b>	<b>10,104,270</b>

Municipality of Mervin No. 499  
 Consolidated Statement of Cash Flow  
 For the year ended December 31, 2018

Statement 4

	2018	2017
<b>Cash provided by (used for) the following activities</b>		
<b>Operating:</b>		
Surplus (Deficit)	2,615,391	2,018,922
Amortization	1,215,393	1,190,582
Loss (gain) on disposal of tangible capital assets	94,362	108,528
	3,925,146	3,318,032
<b>Change in assets/liabilities</b>		
Taxes Receivable - Municipal	11,887	(73,286)
Other Receivables	(96,611)	41,286
Land for Resale	(25,474)	
Other Financial Assets		
Accounts and Accrued Liabilities Payable	(187,733)	(160,028)
Deposits		
Deferred Revenue		
Accrued Landfill Costs		
Liability for Contaminated Sites		
Other Liabilities		
Stock and Supplies	(617,117)	133,420
Prepayments and Deferred Charges		
Other (Specify)		
<b>Cash provided by operating transactions</b>	<b>3,010,098</b>	<b>3,259,424</b>
<b>Capital:</b>		
Acquisition of capital assets	(3,424,522)	(2,480,041)
Proceeds from the disposal of capital assets	170,000	128,700
Other capital		
<b>Cash applied to capital transactions</b>	<b>(3,254,522)</b>	<b>(2,351,341)</b>
<b>Investing:</b>		
Long-term investments	(6,424)	(2,550)
Other investments		
<b>Cash provided by (applied to) investing transactions</b>	<b>(6,424)</b>	<b>(2,550)</b>
<b>Financing:</b>		
Debt charges recovered		
Long-term debt issued		
Long-term debt repaid		
Other financing		
<b>Cash provided by (applied to) financing transactions</b>		
<b>Change in Cash and Temporary Investments during the year</b>	<b>(250,848)</b>	<b>905,533</b>
<b>Cash and Temporary Investments - Beginning of Year</b>	<b>9,824,542</b>	<b>8,919,009</b>
<b>Cash and Temporary Investments - End of Year</b>	<b>9,573,694</b>	<b>9,824,542</b>

**Municipality of Mervin No. 499**  
**Notes to the Consolidated Financial Statements**  
**For the year ended December 31, 2018**

**1. Significant Accounting Policies**

The consolidated financial statements of the municipality have been prepared by management in accordance with Canadian public sector accounting standards (PSAS) as recommended by the Chartered Professional Accountants of Canada (CPA Canada). Significant aspects of the accounting policies adopted by the municipality are as follows:

**Basis of Accounting:** The consolidated financial statements are prepared using the accrual basis of accounting. The accrual basis of accounting requires revenues to be recognized as they become available and measurable and 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 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.
  - b) **Collection of funds for other authorities:** Collection of funds by the municipality for school boards, 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 occur, providing:
    - 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 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.



Municipality of Mervin No. 499  
Notes to the Consolidated Financial Statements  
For the year ended December 31, 2018

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 deflation 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. 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>
<i>General Assets</i>	
Land	Indefinite
Land Improvements	5 to 20 Yrs
Buildings	10 to 50 Yrs
<b>Vehicles and Equipment</b>	
Vehicles	5 to 10 Yrs
Machinery and Equipment	5 to 10 Yrs
<i>Infrastructure Assets</i>	
Infrastructure Assets	30 to 75 Yrs

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

**Works of Art and Other Unrecognized Assets:** 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 consolidated financial statements as either a capital or operating lease. Any lease that transfers substantially all of the benefits and risk associated with the leased asset is classified as a capital lease and recorded as tangible capital assets. 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 *lease term*. Any other lease not meeting the before mentioned criteria is classified as an operating lease and rental payments are expensed as incurred.

m) **Landfill Liability:**

The municipality maintains a dry waste disposal site that was established in 2018. Since this project has been constructed in 2018 there is no annual provision being reported as an expense and the accumulated provision as reported on the Consolidated Statement of Financial Position.

n) **Trust Funds:** Funds held in trust for others, under a trust agreement or statute, are not included in the consolidated financial statements as they are not controlled by the municipality. The municipality does not hold funds in trust for others.

o) **Employee Benefit Plans:** Contributions to the municipality's defined benefit plans are expensed when contributions are made. Under the defined benefit plan, the municipality's obligations are limited to their contributions.

p) **Liability for Contaminated Sites:** Contaminated sites are a result of contamination being introduced into air, soil, water or sediment of a chemical, organic or radioactive material or live organism that exceeds an environmental standard. The liability is recorded net of any expected recoveries. A liability for remediation of contaminated sites is recognized when all the following criteria are met:

- 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.

Municipality of Mervin No. 499  
Notes to the Consolidated Financial Statements  
For the year ended December 31, 2018

1. Significant Accounting Policies - continued

- q) **Measurement Uncertainty:** The preparation of financial statements in conformity with Canadian public sector accounting standards 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.  
Accrued landfill liability is based upon estimated remaining capacity and estimated future costs of closure and post-closure.  
Amortization is based on the estimated useful lives of tangible capital assets.
- These estimates and assumptions are reviewed periodically and, as adjustments become necessary they are reported in earnings in the periods in which they become known.
- r) **Basis of Segmentation/Segment Report:** The municipality follows the Public Sector Accounting Board's recommendations requiring financial information to be provided on a segmented basis. Municipal services have been segmented by grouping activities that have similar service objectives (by function). Revenues that are directly related to the costs of the function have been attributed to each segment. Interest is allocated to functions based on the purpose of specific borrowings.
- The segments (functions) are as follows:
- General Government: Provides for the administration of the municipality.
  - Protective Services: Comprised of expenses for Police and Fire protection.
  - Transportation Services: Responsible for the delivery of public works services related to the development and maintenance of roadway systems and street lighting.
  - Environmental and Public Health: The environmental segment provides waste disposal and other environmental services. The public health segment provides for expenses related to public health services in the municipality.
  - Planning and Development: Provides for neighbourhood development and sustainability.
  - Recreation and Culture: Provides for community services through the provision of recreation and leisure services.
  - Utility Services: Provides for delivery of water, collecting and treating of wastewater and providing collection and disposal of solid waste.
- s) **Budget Information:** Budget information is presented on a basis consistent with that used for actual results. The budget was approved by Council on June 12, 2018.
- t) **New Accounting Standards:** Effective January 1, 2018, the municipality adopted the following Canadian public sector accounting standards. The description of these changes and their impact on the consolidated financial statements is summarized:

**PS 2200 Related Party Disclosures** defines a related party and establishes disclosures required for related party transactions. Disclosure of information about related party transactions and the relationship underlying them is required when they have occurred at a value different from that which would have been arrived at if the parties were unrelated, and they have, or could have, a material financial effect on the consolidated financial statements.

The adoption of this standard has not resulted in any disclosure change.

**PS 3210 Assets** provides additional guidance for applying the definition of assets and establishing disclosure requirements for assets. Disclosure about the major categories of assets that are not recognized is required. When an asset is not recognized because a reasonable estimate cannot be made, the reason(s) for this should be disclosed. The adoption of this standard has no impact on the consolidated financial statements.

**PS 3320 Contingent Assets** defines and establishes disclosure standards on the reporting and disclosure of possible assets that may arise from existing conditions or situations involving uncertainty. Disclosure is required when the occurrence of the confirming future event is likely.

The municipality does not have any reportable contingent assets.

**PS 3380 Contractual Rights** defines and establishes disclosure standards on contractual rights. Contractual rights are rights to economic resources arising from contracts or agreements that will result in both an asset and revenue in the future.

The municipality does not have any reportable contractual rights.

**PS 3420 Inter-Entity Transactions** establishes standards on how to account for and report transactions between public sector entities that comprise a government's reporting entity from both a provider and recipient perspective.

This standard has no impact on the consolidated financial statements.

**Municipality of Mervin No. 499**  
**Notes to the Consolidated Financial Statements**  
**For the year ended December 31, 2018**

**2. Cash and Temporary Investments**

	<b>2018</b>	2017
Cash	9,467,194	9,718,042
Temporary Investments	106,500	106,500
Restricted Cash		
<b>Total Cash and Temporary Investments</b>	<b>9,573,694</b>	<b>9,824,542</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**

	<b>2018</b>	2017
Municipal - Current	431,091	303,682
- Arrears		139,296
	431,091	442,978
- Less Allowance for Uncollectible		
Total municipal taxes receivable	431,091	442,978
School - Current	211,430	152,241
- Arrears		51,429
Total school taxes receivable	211,430	203,670
Other	3,707	4,174
Total taxes and grants in lieu receivable	646,228	650,822
Deduct taxes receivable to be collected on behalf of other organizations	(215,137)	(207,844)
<b>Total Taxes Receivable - Municipal</b>	<b>431,091</b>	<b>442,978</b>

Municipality of Mervin No. 499  
Notes to the Consolidated Financial Statements  
For the year ended December 31, 2018

4. Other Accounts Receivable

	2018	2017
Federal Government	102,069	36,475
Provincial Government		
Local Government		
Utility		
Trade	182,559	151,542
Other (Specify)		
<b>Total Other Accounts Receivable</b>	<b>284,628</b>	<b>188,017</b>
Less: Allowance for Uncollectible		
<b>Net Other Accounts Receivable</b>	<b>284,628</b>	<b>188,017</b>

5. Land for Resale

	2018	2017
Tax Title Property	47,498	21,600
Allowance for market value adjustment	(3,679)	(3,255)
<b>Net Tax Title Property</b>	<b>43,819</b>	<b>18,345</b>
Other Land		
Allowance for market value adjustment		
<b>Net Other Land</b>		
<b>Total Land for Resale</b>	<b>43,819</b>	<b>18,345</b>

6. Long-Term Investments

	2018	2017
Sask Assoc. of Rural Municipalities - Self Insurance Fund	129,563	123,139
Other credit union shares	20	20
<b>Total Long-Term Investments</b>	<b>129,583</b>	<b>123,159</b>

The long term investments in the Saskatchewan Association of Rural Municipalities - Self Insurance Fund are accounted for on the equity basis.

Municipality of Mervin No. 499

Notes to the Consolidated Financial Statements

For the year ended December 31, 2018

7. Accrued Landfill Costs

	2018	2017
Environmental Liabilities		

In 2018 the municipality has accrued an overall liability for environmental matters in the amount of \$NIL (prior year - \$NIL) 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 \$NIL (prior year - \$NIL) 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 and the reported liability represents the portion of the estimated total expenses recognized as at December 31, 2018 based on the cumulative capacity used at that date, compared to the total estimated landfill capacity. Estimated total expenditures 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 3% (prior year - 3%).

Landfill closure and post-closure care requirements have been defined in accordance with The Environmental Management and Protection Act and include final covering and landscaping of the landfill, pumping of ground water, methane gas and leachate management, and ongoing environmental monitoring, site inspection and maintenance. The reported liability is based on estimates and assumptions with respect to events extending over a # of years using the best information available to management. Future events may result in significant changes to the estimated total expense, capacity used or total capacity and the estimated liability, and would be recognized prospectively, as a change in estimate, when applicable.

The estimated remaining capacity of the landfill is 99% (prior year - 100% of its total estimated capacity and its estimated remaining life is 40 years (prior year - 40 years). The period for post-closure care has not yet been determined.

The unfunded liability for the landfill will be paid for out of current operations.

8. Long-Term Debt

a) The debt limit of the municipality is \$7,060,233. 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)).

9. Contingent Liabilities

The municipality is contingently liable under terms of the Saskatchewan Association of Rural Municipalities Self-Insurance Plan for its proportionate share of claims and future claims in excess of the Plan's reserve fund.

The municipality is also contingently liable for the following:

There is a legal claim against the municipality regarding a road construction tender submission. The likelihood and magnitude are not determinable.

10. 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 2018 was \$130,995. 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.

11. Comparative Figures

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

12. Commitment

The municipality signed a road infrastructure agreement July 31, 2018 with Husky Oil Operations Limited (Husky) with total costs estimated to be \$1,338,602, of which \$711,819 has been expended and invoiced to December 31, 2018. Husky is responsible for 100% of the actual costs.

Municipality of Mervin No. 499  
 Schedule of Taxes and Other Unconditional Revenue  
 For the year ended December 31, 2018

Schedule 1

	2018 Budget	2018	2017
<b>TAXES</b>			
General municipal tax levy	6,950,000	7,181,720	6,887,746
Abatements and adjustments	(1,605,000)	(1,994,281)	(1,814,558)
Discount on current year taxes	(145,000)	(131,799)	(213,190)
<b>Net Municipal Taxes</b>	<b>5,200,000</b>	<b>5,055,640</b>	<b>4,859,998</b>
Potash tax share			
Trailer license fees			
Penalties on tax arrears	18,000	31,132	25,080
Special tax levy			
Other ( <i>Specify</i> )			
<b>Total Taxes</b>	<b>5,218,000</b>	<b>5,086,772</b>	<b>4,885,078</b>
<b>UNCONDITIONAL GRANTS</b>			
Revenue Sharing	302,000	302,954	302,954
(Organized Hamlet)	69,000	65,612	69,338
<b>Total Unconditional Grants</b>	<b>371,000</b>	<b>368,566</b>	<b>372,292</b>
<b>GRANTS IN LIEU OF TAXES</b>			
Federal			
Provincial			
S.P.C. Electrical			
SaskEnergy Gas			
TransGas			
Central Services			
SaskTel	18,000	7,228	18,736
Other ( <i>Specify</i> )			
Local/Other			
Housing Authority			
C.P.R. Mainline			
Treaty Land Entitlement	11,000	11,021	11,035
Other ( <i>Specify</i> )			
Other Government Transfers			
S.P.C. Surcharge			
Sask Energy Surcharge			
Other ( <i>Specify</i> )			
<b>Total Grants in Lieu of Taxes</b>	<b>29,000</b>	<b>18,249</b>	<b>29,771</b>
<b>TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE</b>	<b>5,618,000</b>	<b>5,473,587</b>	<b>5,287,141</b>

Municipality of Mervin No. 499  
 Schedule of Operating and Capital Revenue by Function  
 For the year ended December 31, 2018

Schedule 2 - 1

	2018 Budget	2018	2017
<b>GENERAL GOVERNMENT SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
- Custom work			
- Sales of supplies	4,500	4,889	3,241
- Other ( <i>Specify</i> )			
Total Fees and Charges	4,500	4,889	3,241
- Tangible capital asset sales - gain (loss)			
- Land sales - gain			
- Investment income and commissions	53,000	77,868	64,664
- Other ( <i>Specify</i> )	195,500	199,697	176,293
Total Other Segmented Revenue	253,000	282,454	244,198
Conditional Grants			
- Student Employment			
- Other ( <i>Specify</i> )			
Total Conditional Grants			
<b>Total Operating</b>	<b>253,000</b>	<b>282,454</b>	<b>244,198</b>
<b>Capital</b>			
Conditional Grants			
- Federal Gas Tax			
- Provincial Disaster Assistance			
- Other ( <i>Specify</i> )			
<b>Total Capital</b>			
<b>Total General Government Services</b>	<b>253,000</b>	<b>282,454</b>	<b>244,198</b>

**PROTECTIVE SERVICES**

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

Municipality of Mervin No. 499  
 Schedule of Operating and Capital Revenue by Function  
 For the year ended December 31, 2018

Schedule 2 - 2

	2018 Budget	2018	2017
<b>TRANSPORTATION SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
- Custom work	625,000	1,568,298	1,081,043
- Sales of supplies	30,500	51,414	66,452
- Road Maintenance and Restoration Agreements			
- Frontage			
- Other ( <i>Specify</i> )			
Total Fees and Charges	655,500	1,619,712	1,147,495
- Tangible capital asset sales - gain (loss)		(94,362)	(108,528)
- Other ( <i>Specify</i> )			
Total Other Segmented Revenue	655,500	1,525,350	1,038,967
Conditional Grants			
- MREP (CTP)			
- Student Employment			
- Other ( <i>Specify</i> )			
Total Conditional Grants			
<b>Total Operating</b>	<b>655,500</b>	<b>1,525,350</b>	<b>1,038,967</b>
<b>Capital</b>			
Conditional Grants			
- Federal Gas Tax	75,000	76,622	74,419
- MREP (Heavy Haul, CTP, Municipal Bridges)			
- Provincial Disaster Assistance			
- Other ( <i>Specify</i> )			
<b>Total Capital</b>	<b>75,000</b>	<b>76,622</b>	<b>74,419</b>
<b>Total Transportation Services</b>	<b>730,500</b>	<b>1,601,972</b>	<b>1,113,386</b>

**ENVIRONMENTAL AND PUBLIC HEALTH SERVICES**

**Operating**

Other Segmented Revenue			
Fees and Charges			
- Waste and Disposal Fees	63,300	158,100	129,671
- Other ( <i>Specify</i> )		71,565	66,841
Total Fees and Charges	63,300	229,665	196,512
- Tangible capital asset sales - gain (loss)			
- Other ( <i>Specify</i> )	400,000	424,795	399,372
Total Other Segmented Revenue	463,300	654,460	595,884
Conditional Grants			
- Student Employment			
- TAPD			
- Local government			
- Other ( <i>Specify</i> )	3,000	13,244	20,633
Total Conditional Grants	3,000	13,244	20,633
<b>Total Operating</b>	<b>466,300</b>	<b>667,704</b>	<b>616,517</b>

**Capital**

Conditional Grants			
- Federal Gas Tax			
- TAPD			
- Provincial Disaster Assistance			
- Other ( <i>Specify</i> )			
<b>Total Capital</b>			
<b>Total Environmental and Public Health Services</b>	<b>466,300</b>	<b>667,704</b>	<b>616,517</b>



Municipality of Mervin No. 499  
 Schedule of Operating and Capital Revenue by Function  
 For the year ended December 31, 2018

Schedule 2 - 3

	2018 Budget	2018	2017
<b>PLANNING AND DEVELOPMENT SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
- Maintenance and Development Charges	97,500	112,114	129,365
- Other ( <i>Specify</i> )	64,500	69,364	41,067
Total Fees and Charges	162,000	181,478	170,432
- Tangible capital asset sales - gain (loss)			
- Other ( <i>Specify</i> )			
Total Other Segmented Revenue	162,000	181,478	170,432
Conditional Grants			
- Student Employment			
- Other ( <i>Specify</i> )			
Total Conditional Grants			
<b>Total Operating</b>	<b>162,000</b>	<b>181,478</b>	<b>170,432</b>
<b>Capital</b>			
Conditional Grants			
- Federal Gas Tax			
- Provincial Disaster Assistance			
- Other ( <i>Specify</i> )			
<b>Total Capital</b>			
<b>Total Planning and Development Services</b>	<b>162,000</b>	<b>181,478</b>	<b>170,432</b>

**RECREATION AND CULTURAL SERVICES**

**Operating**

Other Segmented Revenue			
Fees and Charges			
- Other ( <i>Specify</i> )			
Total Fees and Charges			
- Tangible capital asset sales - gain (loss)			
- Other ( <i>Specify</i> )			30,665
Total Other Segmented Revenue			30,665
Conditional Grants			
- Student Employment			
- Local government			
- Other ( <i>Specify</i> )			
Total Conditional Grants			
<b>Total Operating</b>			<b>30,665</b>

**Capital**

Conditional Grants			
- Federal Gas Tax			
- Local government			
- Provincial Disaster Assistance			
- Other ( <i>Specify</i> )			
<b>Total Capital</b>			
<b>Total Recreation and Cultural Services</b>			<b>30,665</b>

Municipality of Mervin No. 499  
 Schedule of Operating and Capital Revenue by Function  
 For the year ended December 31, 2018

Schedule 2 - 4

	2018 Budget	2018	2017
<b>UTILITY SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
- Water	106,000	104,398	106,980
- Sewer			
- Other ( <i>Specify</i> )			
Total Fees and Charges	106,000	104,398	106,980
- Tangible capital asset sales - gain (loss)			
- Other ( <i>Specify</i> )			
Total Other Segmented Revenue	106,000	104,398	106,980
Conditional Grants			
- Student Employment			
- Other ( <i>Specify</i> )			
Total Conditional Grants			
<b>Total Operating</b>	<b>106,000</b>	<b>104,398</b>	<b>106,980</b>
<b>Capital</b>			
Conditional Grants			
- Federal Gas Tax			
- New Building Canada Fund (SCF, NRP)			
- Clean Water and Wastewater Fund			
- Provincial Disaster Assistance			
- Other ( <i>Specify</i> )			
<b>Total Capital</b>			
<b>Total Utility Services</b>	<b>106,000</b>	<b>104,398</b>	<b>106,980</b>
<b>TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION</b>	<b>1,717,800</b>	<b>2,838,006</b>	<b>2,282,178</b>
<b>SUMMARY</b>			
Total Other Segmented Revenue	1,639,800	2,748,140	2,187,126
Total Conditional Grants	3,000	13,244	20,633
Total Capital Grants and Contributions	75,000	76,622	74,419
<b>TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION</b>	<b>1,717,800</b>	<b>2,838,006</b>	<b>2,282,178</b>

Municipality of Mervin No. 499

Total Expenses by Function

For the year ended December 31, 2018

Schedule 3 - 1

	2018 Budget	2018	2017
<b>GENERAL GOVERNMENT SERVICES</b>			
Council remuneration and travel	80,000	74,763	70,663
Wages and benefits	414,300	391,258	378,192
Professional/Contractual services	397,605	293,815	333,113
Utilities	18,000	17,164	17,453
Maintenance, materials and supplies	62,938	36,768	32,550
Grants and contributions - operating			
- capital			
Amortization		20,938	20,938
Interest			
Allowance for uncollectible			
Other ( <i>Specify</i> )			
<b>Total Government Services</b>	<b>972,843</b>	<b>834,706</b>	<b>852,909</b>

**PROTECTIVE SERVICES**

**Police protection**

Wages and benefits			
Professional/Contractual services	111,000	57,524	55,121
Utilities			
Maintenance, material and supplies			
Grants and contributions - operating			
- capital			
Other ( <i>Specify</i> )			

**Fire protection**

Wages and benefits			
Professional/Contractual services	126,350	97,570	95,091
Utilities			
Maintenance, material and supplies			
Grants and contributions - operating			
- capital			
Amortization			
Interest			
Other ( <i>Specify</i> )			

**Total Protective Services**

	<b>237,350</b>	<b>155,094</b>	<b>150,212</b>
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**TRANSPORTATION SERVICES**

Wages and benefits	975,500	937,764	908,378
Professional/Contractual Services	437,500	271,800	237,582
Utilities	18,300	24,065	20,073
Maintenance, materials, and supplies	662,774	495,982	488,762
Gravel	900,000	275,176	343,222
Grants and contributions - operating			
- capital			
Amortization	1,082,000	1,091,855	1,062,003
Interest			
Other ( <i>Specify</i> )	313,395	426,034	309,309

**Total Transportation Services**

	<b>4,389,469</b>	<b>3,522,676</b>	<b>3,369,329</b>
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Municipality of Mervin No. 499

Total Expenses by Function

For the year ended December 31, 2018

Schedule 3 - 2

	2018 Budget	2018	2017
<b>ENVIRONMENTAL AND PUBLIC HEALTH SERVICES</b>			
Wages and benefits	400,000	424,840	401,154
Professional/Contractual services	416,060	270,853	268,461
Utilities	1,500	2,147	1,148
Maintenance, materials and supplies	5,000	19,034	7,540
Grants and contributions - operating	15,000	14,948	14,948
o Waste disposal			
o Public Health			
- capital			
o Waste disposal			
o Public Health			
Amortization	31,743	31,743	31,743
Interest			
Other ( <i>Specify</i> )			
<b>Total Environmental and Public Health Services</b>	<b>869,303</b>	<b>763,565</b>	<b>724,994</b>

**PLANNING AND DEVELOPMENT SERVICES**

Wages and benefits			67,002
Professional/Contractual Services	174,450	155,144	152,051
Grants and contributions - operating	1,300	1,034	1,224
- capital			
Amortization			
Interest			
Other ( <i>Specify</i> )			
<b>Total Planning and Development Services</b>	<b>175,750</b>	<b>156,178</b>	<b>220,277</b>

**RECREATION AND CULTURAL SERVICES**

Wages and benefits			
Professional/Contractual services	16,000	15,838	15,435
Utilities			
Maintenance, materials and supplies	227,485	29,138	38,765
Grants and contributions - operating	30,000	30,000	30,000
- capital			3,467
Amortization	33,545	33,545	33,545
Interest			
Allowance for uncollectible			
Other ( <i>Specify</i> )			
<b>Total Recreation and Cultural Services</b>	<b>307,030</b>	<b>108,521</b>	<b>121,212</b>

Municipality of Mervin No. 499

Total Expenses by Function

For the year ended December 31, 2018

Schedule 3 - 3

	2018 Budget	2018	2017
<b>UTILITY SERVICES</b>			
Wages and benefits			
Professional/Contractual services			
Utilities			
Maintenance, materials and supplies	59,500	118,150	69,111
Grants and contributions - operating			
- capital			
Amortization	43,000	37,312	42,353
Interest			
Allowance for Uncollectible			
Other ( <i>Specify</i> )			
<b>Total Utility Services</b>	<b>102,500</b>	<b>155,462</b>	<b>111,464</b>
<b>TOTAL EXPENSES BY FUNCTION</b>	<b>7,054,245</b>	<b>5,696,202</b>	<b>5,550,397</b>

Municipality of Mervin No. 499  
 Consolidated Schedule of Segment Disclosure by Function  
 For the year ended December 31, 2018

Schedule 4

	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	4,889		1,619,712	229,665	181,478		104,398	2,140,142
Tangible Capital Asset Sales - Loss			(94,362)					(94,362)
Land Sales - Gain								
Investment Income and Commissions	77,868							77,868
Other Revenues	199,697			424,795				624,492
Grants - Conditional				13,244				13,244
- Capital			76,622					76,622
<b>Total Revenues</b>	<b>282,454</b>		<b>1,601,972</b>	<b>667,704</b>	<b>181,478</b>		<b>104,398</b>	<b>2,838,006</b>
<b>Expenses (Schedule 3)</b>								
Wages & Benefits	466,021		937,764	424,840				1,828,625
Professional/ Contractual Services	293,815	155,094	271,800	270,853	155,144	15,838		1,162,544
Utilities	17,164		24,065	2,147				43,376
Maintenance Materials and Supplies	36,768		771,158	19,034		29,138	118,150	974,248
Grants and Contributions				14,948	1,034	30,000		45,982
Amortization	20,938		1,091,855	31,743		33,545	37,312	1,215,393
Interest								
Allowance for Uncollectible								
Other			426,034					426,034
<b>Total Expenses</b>	<b>834,706</b>	<b>155,094</b>	<b>3,522,676</b>	<b>763,565</b>	<b>156,178</b>	<b>108,521</b>	<b>155,462</b>	<b>5,696,202</b>
<b>Surplus (Deficit) by Function</b>	<b>(552,252)</b>	<b>(155,094)</b>	<b>(1,920,704)</b>	<b>(95,861)</b>	<b>25,300</b>	<b>(108,521)</b>	<b>(51,064)</b>	<b>(2,858,196)</b>
Taxes and other unconditional revenue (Schedule 1)								5,473,587
<b>Net Surplus (Deficit)</b>								<b>2,615,391</b>

Municipality of Mervin No. 499  
 Consolidated Schedule of Segment Disclosure by Function  
 As at December 31, 2017

Schedule 5

	General Government	Protective Services	Transportation Services	and Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
<b>Revenues (Schedule 2)</b>								
Fees and Charges	3,241		1,147,495	196,512	170,432		106,980	1,624,660
Tangible Capital Asset Sales - Loss			(108,528)					(108,528)
Land Sales - Gain	64,664							64,664
Investment Income and Commissions	176,293			399,372		30,665		606,330
Other Revenues				20,633				20,633
Grants - Conditional			74,419					74,419
- Capital								
<b>Total Revenues</b>	<b>244,198</b>		<b>1,113,386</b>	<b>616,517</b>	<b>170,432</b>	<b>30,665</b>	<b>106,980</b>	<b>2,282,178</b>
<b>Expenses (Schedule 3)</b>								
Wages & Benefits	448,855		908,378	401,154	67,002			1,825,389
Professional/ Contractual Services	333,113	150,212	237,582	268,461	152,051	15,435		1,156,854
Utilities	17,453		20,073	1,148				38,674
Maintenance Materials and Supplies	32,550		831,984	7,540		38,765	69,111	979,950
Grants and Contributions				14,948	1,224	33,467		49,639
Amortization	20,938		1,062,003	31,743		33,545	42,353	1,190,582
Interest								
Allowance for Uncollectible								
Other			309,309					309,309
<b>Total Expenses</b>	<b>852,909</b>	<b>150,212</b>	<b>3,369,329</b>	<b>724,994</b>	<b>220,277</b>	<b>121,212</b>	<b>111,464</b>	<b>5,550,397</b>
<b>Surplus (Deficit) by Function</b>	<b>(608,711)</b>	<b>(150,212)</b>	<b>(2,255,943)</b>	<b>(108,477)</b>	<b>(49,845)</b>	<b>(90,547)</b>	<b>(4,484)</b>	<b>(3,268,219)</b>
Taxes and other unconditional revenue (Schedule 1)								5,287,141
<b>Net Surplus (Deficit)</b>								<b>2,018,922</b>

Municipality of Mervin No. 499  
 Consolidated Schedule of Tangible Capital Assets by Object  
 For the year ended December 31, 2018

Schedule 6

	2018						2017	
	General Assets						Infrastructure Assets	General/ Infrastructure Assets Under Construction
	Land	Land Improvements	Buildings	Vehicles	Machinery and Equipment	Linear assets	Total	Total
<b>Asset cost</b>								
Opening Asset costs	229,019		1,196,840	225,860	4,178,642	34,957,061	1,321,895	39,982,426
Additions during the year				50,183	467,542	1,307,961	1,598,836	2,480,041
Disposals and write-downs during the year					(377,660)			(353,150)
Transfers (from) assets under construction						1,312,926	(1,312,926)	Nil
<b>Closing Asset Costs</b>	<b>229,019</b>		<b>1,196,840</b>	<b>276,043</b>	<b>4,268,524</b>	<b>37,577,948</b>	<b>1,607,805</b>	<b>42,109,317</b>
<b>Accumulated Amortization Cost</b>								
Opening Accumulated Amortization Costs			380,440	98,234	999,123	19,185,433		19,588,570
Add: Amortization taken			28,160	24,100	239,078	924,055		1,190,582
Less: Accumulated amortization on disposals					(113,298)			(115,922)
<b>Closing Accumulated</b>			<b>408,600</b>	<b>122,334</b>	<b>1,124,903</b>	<b>20,109,488</b>		<b>20,663,230</b>
<b>Net Book Value</b>	<b>229,019</b>		<b>788,240</b>	<b>153,709</b>	<b>3,143,621</b>	<b>17,468,460</b>	<b>1,607,805</b>	<b>21,446,087</b>

1. Total contributed/donated assets received in 2018 Nil

2. List of assets recognized at nominal value in 2018 are:

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

3. Amount of interest capitalized in Schedule 6 Nil



Municipality of Mervin No. 499  
 Consolidated Schedule of Tangible Capital Assets by Function  
 For the year ended December 31, 2018

Schedule 7

Assets	2018						2017		
	General Government	Protective Services	Transportation Services	Environmental and Public Health	Planning and Development	Recreation and Culture	Water and Sewer	Total	Total
<b>Asset cost</b>									
Opening Asset costs	768,773		38,516,752	576,473		497,163	1,750,156	42,109,317	39,982,426
Additions during the year			3,424,522					3,424,522	2,480,041
Disposals and write-downs during the year			(377,660)					(377,660)	(353,150)
<b>Closing Asset Costs</b>	<b>768,773</b>		<b>41,563,614</b>	<b>576,473</b>		<b>497,163</b>	<b>1,750,156</b>	<b>45,156,179</b>	<b>42,109,317</b>
<b>Accumulated</b>									
Opening Accumulated Amortization Costs	227,822		19,347,568	91,330		111,098	885,412	20,663,230	19,588,570
Add: Amortization taken	20,938		1,091,855	31,743		33,545	37,312	1,215,393	1,190,582
Less: Accumulated amortization on disposals			(113,298)					(113,298)	(115,922)
<b>Closing Accumulated Amortization Costs</b>	<b>248,760</b>		<b>20,326,125</b>	<b>123,073</b>		<b>144,643</b>	<b>922,724</b>	<b>21,765,325</b>	<b>20,663,230</b>
<b>Net Book Value</b>	<b>520,013</b>		<b>21,237,489</b>	<b>453,400</b>		<b>352,520</b>	<b>827,432</b>	<b>23,390,854</b>	<b>21,446,087</b>

Municipality of Mervin No. 499  
 Consolidated Schedule of Accumulated Surplus  
 For the year ended December 31, 2018

Schedule 8

	2017	Changes	2018
<b>UNAPPROPRIATED SURPLUS</b>	<b>3,036,116</b>	<b>1,337,149</b>	<b>4,373,265</b>
<b>APPROPRIATED RESERVES</b>			
Machinery and Equipment	5,616,581	(850,000)	4,766,581
Capital Trust	106,500		106,500
Other	87,840	69,285	157,125
<b>Total Appropriated</b>	<b>5,810,921</b>	<b>(780,715)</b>	<b>5,030,206</b>
<b>ORGANIZED HAMLETS (add lines if required)</b>			
Organized Hamlets	1,532,429	92,362	1,624,791
Un-organized Hamlets	101,786	21,828	123,614
<b>Total Organized Hamlets</b>	<b>1,634,215</b>	<b>114,190</b>	<b>1,748,405</b>
<b>NET INVESTMENT IN TANGIBLE CAPITAL ASSETS</b>			
Tangible capital assets (Schedule 6, 7)	21,446,087	1,944,767	23,390,854
Less: Related debt			
<b>Net Investment in Tangible Capital Assets</b>	<b>21,446,087</b>	<b>1,944,767</b>	<b>23,390,854</b>
<b>Total Accumulated Surplus</b>	<b>31,927,339</b>	<b>2,615,391</b>	<b>34,542,730</b>

Municipality of Mervin No. 499  
 Schedule of Mill Rates and Assessments  
 For the year ended December 31, 2018

Schedule 9

	PROPERTY CLASS						Total
	Agriculture	Residential	Residential Condominium	Seasonal Residential	Commercial & Industrial	Potash Mine(s)	
Taxable Assessment	121,069,660	385,516,924		Inc in Res	59,831,350		566,417,934
Regional Park Assessment							
Total Assessment							566,417,934
Mill Rate Factor(s)	0.5100	0.3500			3.1500		
Total Base/Minimum Tax (generated for each property class)	139,400	847,815		Inc in Res	2,760,800		3,748,015
Total Municipal Tax Levy (include base and/or minimum tax and special levies)	691,736	1,844,497		Inc in Res	4,645,487		7,181,720

MILL RATES:	MILLS
Average Municipal*	12.6792
Average School*	4.0531
Potash Mill Rate	
Uniform Municipal Mill Rate	10.0000

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

**Municipality of Mervin No. 499**  
**Schedule of Council Remuneration**  
**For the year ended December 31, 2018**

Schedule 10

<b>Position</b>	<b>Name</b>	<b>Remuneration</b>	<b>Reimbursed Costs</b>	<b>Total</b>
Reeve	Tom Brown	8,159	4,079	12,238
Councillor	Georgina Pilling	4,729	2,365	7,094
Councillor	Lyle McKee	4,344	2,172	6,516
Councillor	Gordon Spencer	4,763	2,381	7,144
Councillor	Evelyn Bloom	5,405	2,702	8,107
Councillor	Ron Gramlich	811	405	1,216
Councillor	Charles Bodnar	4,348	2,174	6,522
Councillor	Victor Ham	5,080	2,540	7,620
<b>Total</b>		<b>37,639</b>	<b>18,818</b>	<b>56,457</b>