
TOWN OF HANLEY

FINANCIAL STATEMENTS

DECEMBER 31, 2013

BAERT CAMERON ODISHAW LA COCK
CHARTERED ACCOUNTANTS

Management's Responsibility

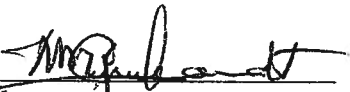
To the Ratepayers of Town of Hanley

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

In discharging its responsibilities for the integrity and fairness of the financial statements, management designs and maintains the necessary accounting systems and related internal controls to provide reasonable assurance that transactions are authorized, assets are safeguarded and financial records are properly maintained to provide reliable information for the preparation of financial statements.

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

Baert Cameron Odishaw La Cock, an independent firm of Chartered Accountants, is appointed by the council to audit the financial statements and report directly to them; their report follows. The external auditors have full and free access to, and meet periodically and separately with, both the council and administration to discuss their audit findings.



Mayor



Administrator

BAERT CAMERON ODISHAW LA COCK
CHARTERED ACCOUNTANTS

INDEPENDENT AUDITORS' REPORT

The Council
Town of Hanley
Hanley, Saskatchewan

We have audited the accompanying consolidated financial statements of the Town of Hanley, which comprise the consolidated statement of financial position as at December 31, 2013, 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 financial statements in accordance with Canadian public sector accounting standards, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

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

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

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

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of the Town of Hanley as at December 31, 2013, and its financial performance and cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Baert Cameron Odishaw LaCock

Chartered Accountants

North Battleford, Saskatchewan
April 14, 2014

Town of Hanley
Consolidated Statement of Financial Position
As at December 31, 2013

Statement 1

	2013	2012
ASSETS		
Financial Assets		
Cash and Temporary Investments (Note 2)	692,610	408,719
Taxes Receivable - Municipal (Note 3)	14,597	19,377
Other Accounts Receivable (Note 4)	111,641	95,462
Land for Resale (Note 5)		
Long-Term Investments (Note 6)	1,140,000	1,170,000
Other (Specify)		
Total Financial Assets	1,958,848	1,693,558
LIABILITIES		
Bank Indebtedness (Note 7)		
Accounts Payable	112,157	31,264
Accrued Liabilities Payable	11,466	12,229
Deposits	32,624	31,017
Deferred Revenue (Note 8)	218,243	186,839
Accrued Landfill Costs (Note 9)		
Other Liabilities		
Long-Term Debt (Note 10)	1,005,834	1,072,744
Lease Obligations (Note 11)		
Total Liabilities	1,380,324	1,334,093
NET FINANCIAL ASSETS	578,524	359,465
Non-Financial Assets		
Tangible Capital Assets (Schedule 6, 7)	1,442,281	1,360,908
Prepayments and Deferred Charges	10,339	31,535
Stock and Supplies	14,467	16,519
Other (Note 12)		
Total Non-Financial Assets	1,467,087	1,408,962
Accumulated Surplus (Deficit) (Schedule 8)	2,045,611	1,768,427

Town of Hanley
Consolidated Statement of Operations
For the year ended December 31, 2013

Statement 2

	2013 Budget	2013	2012
Revenues			
Taxes and Other Unconditional Revenue (Schedule 1)	344,129	342,364	327,626
Fees and Charges (Schedule 4, 5)	495,063	431,446	391,898
Conditional Grants (Schedule 4, 5)	834	9,105	2,399
Tangible Capital Asset Sales - Gain (Schedule 4, 5)		9,483	(1,515)
Land Sales - Gain (Schedule 4, 5)	214,280	219,280	
Investment Income and Commissions (Schedule 4, 5)	2,000	4,383	2,069
Other Revenues (Schedule 4, 5)	3,500	2,383	4,428
Total Revenues	1,059,806	1,018,444	726,905
Expenses			
General Government Services (Schedule 3)	148,534	150,877	131,978
Protective Services (Schedule 3)	35,636	43,854	30,133
Transportation Services (Schedule 3)	112,534	138,555	122,957
Environmental and Public Health Services (Schedule 3)	80,950	87,189	80,503
Planning and Development Services (Schedule 3)	2,329	2,550	1,890
Recreation and Cultural Services (Schedule 3)	23,465	58,532	26,665
Utility Services (Schedule 3)	410,537	359,527	335,959
Total Expenses	813,985	841,084	730,085
Surplus (Deficit) of Revenues over Expenses before Other Capital Contributions	245,821	177,360	(3,180)
Provincial/Federal Capital Grants and Contributions (Schedule 4, 5)	147,811	99,824	135,873
Surplus (Deficit) of Revenues over Expenses	393,632	277,184	132,693
Accumulated Surplus (Deficit), Beginning of Year	1,768,427	1,768,427	1,635,734
Accumulated Surplus (Deficit), End of Year	2,162,059	2,045,611	1,768,427

Town of Hanley

Consolidated Statement of Change in Net Financial Assets

For the year ended December 31, 2013

Statement 3

	2013 Budget	2013	2012
Surplus (Deficit)	393,632	277,184	132,693
(Acquisition) of tangible capital assets		(162,425)	(239,024)
Amortization of tangible capital assets		70,535	61,693
Proceeds on disposal of tangible capital assets		20,000	5,142
Loss (gain) on the disposal of tangible capital assets		(9,483)	1,515
Surplus (Deficit) of capital expenses over expenditures		(81,373)	(170,674)
(Acquisition) of supplies inventories			(13,843)
(Acquisition) of prepaid expense			
Consumption of supplies inventory		2,052	
Use of prepaid expense		21,196	760,525
Surplus (Deficit) of expenses of other non-financial over expenditures		23,248	746,682
Increase/Decrease in Net Financial Assets	393,632	219,059	708,701
Net Financial Assets - Beginning of Year	359,465	359,465	(349,236)
Net Financial Assets - End of Year	753,097	578,524	359,465

Town of Hanley
Consolidated Statement of Cash Flow
For the year ended December 31, 2013

Statement 4

	2013	2012
Cash provided by (used for) the following activities		
Operating:		
Surplus (Deficit)	277,184	132,693
Amortization	70,535	61,693
Loss (gain) on disposal of tangible capital assets	(9,483)	1,515
	<u>338,236</u>	<u>195,901</u>
Change in assets/liabilities		
Taxes receivable - municipal	4,780	(1,043)
Other receivables	(16,179)	(21,674)
Land for resale		
Other financial assets		
Accounts and accrued liabilities payable	80,130	3,828
Deposits	1,607	2,236
Deferred revenue	31,404	3,454
Other liabilities		
Stock and supplies for use	2,052	(13,843)
Prepayments and deferred charges	21,196	760,525
Other (specify)		
Net cash from (used for) operations	463,226	929,384
Capital:		
Acquisition of tangible capital assets	(162,425)	(239,024)
Proceeds from the disposal of tangible capital assets	20,000	5,142
Other capital		
Net cash from (used for) capital	(142,425)	(233,882)
Investing:		
Long-term investments	30,000	(1,170,000)
Other investments		
Net cash from (used for) investing	30,000	(1,170,000)
Financing:		
Long-term debt issued		
Long-term debt repaid	(66,910)	(64,698)
Other financing		
Net cash from (used for) financing	(66,910)	(64,698)
Increase (Decrease) in cash resources	283,891	(539,196)
Cash and Temporary Investments - Beginning of Year	<u>408,719</u>	<u>947,915</u>
Cash and Temporary Investments - End of Year	692,610	408,719

Town of Hanley
Notes to the Consolidated Financial Statements
For the year ended December 31, 2013

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 Accounting Standards Oversight Council. Significant aspects of the accounting policies are as follows:

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

- a) **Reporting entity:** The financial statements consolidate the assets, liabilities and flow of resources of the municipality. The entity is comprised of all of the organizations that are owned or controlled by the municipality and are, therefore, accountable to the Council for the administration of their financial affairs and resources. ~~Entities included in these financial statements are as follows:~~

Entity

{Local arena board}

{Local swimming pool}

~~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
- the transfer is authorized;
 - eligibility criteria have been met by the recipient; and
 - 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 government because they can be used to provide government services in future periods. These assets do not normally provide resources to discharge the liabilities of the government unless they are sold.
- h) **Appropriated reserves:** Reserves are established at the discretion of council to designate surplus for future operating and capital transactions. Amounts so designated are described on Schedule 8.
- i) **Investments:** Portfolio investments are valued at the lower of cost, less any provisions for other than temporary impairment. Investments with terms longer than one year have been classified as other long-term investments concurrent with the nature of the investment. The long term investments in the Saskatchewan Association of Rural Municipalities Self-Insurance Fund are accounted for on the equity basis.

Town of Hanley

Notes to the Consolidated Financial Statements

For the year ended December 31, 2013

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 on Schedule 6. The cost of these tangible capital assets less any residual value are amortized over the asset's useful life using the straight-line method of amortization. The municipality's tangible capital asset useful lives are estimated as follows:

<u>Asset</u>	<u>Useful life</u>
<i>General assets</i>	
Land	Indefinite
Land improvements	5 to 20 Yrs
Buildings	10 to 50 Yrs
<i>Vehicles and equipment</i>	
Vehicles	5 to 10 Yrs
Machinery and equipment	5 to 10 Yrs
<i>Infrastructure assets</i>	
Infrastructure assets	30 to 75 Yrs
Water and sewer	15 to 40 Yrs
Road network assets	15 Yrs

[If method other than straight line used the method must be separately disclosed]

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

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

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

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

- l) **Landfill liability:** The Town of Hanley maintains a waste transfer site. ~~The Municipality is unable to estimate closure and post-closure costs. No amount has been recorded as an asset or a liability. [Any municipality that has recorded a landfill liability in past or has incurred a liability during the year should disclose in accordance with PS 3270.21 of the Public Sector Accounting Board's handbook] See recommended disclosure in Note 9.~~
- 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.
- n) **Employee benefit plans:** Contributions to the municipality's defined benefit plans are expensed when contributions are made. Under the defined benefit plan, the municipality's obligations are limited to their contributions.

Town of Hanley
Notes to the Consolidated Financial Statements
For the year ended December 31, 2013

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

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

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

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

The segments (functions) are as follows:

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

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

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

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

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

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

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

2. Cash and temporary investments

	2013	2012
Cash	83,921	29,811
Temporary investments	608,689	378,908
Total cash and temporary investments	692,610	408,719

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 and grants in lieu receivable

	2013	2012
Municipal - Current	22,056	22,812
- Arrears	3,041	7,065
	25,097	29,877
- Less allowance for uncollectibles	(10,500)	(10,500)
Total municipal taxes receivable	14,597	19,377
School - Current	12,547	9,104
- Arrears	287	1,479
Total school taxes receivable	12,834	10,583
Other		
Total taxes and grants in lieu receivable	27,431	29,960
Deduct taxes receivable to be collected on behalf of other organizations	(12,834)	(10,583)
Municipal and grants in lieu taxes receivable	14,597	19,377

Town of Hanley

Notes to the Consolidated Financial Statements

For the year ended December 31, 2013

	2013	2012
4. Other accounts receivable		
Federal government	12,718	16,048
Provincial government	1,533	1,559
Local government	617	1,030
Utility	74,196	55,093
Trade	23,627	22,782
Other (specify)		
Total other accounts receivable	112,691	96,512
Less allowance for uncollectibles	(1,050)	(1,050)
Net other accounts receivable	111,641	95,462

5. Land for resale		
Tax title property	5845	5845
Allowance for market value adjustment	(5,845)	(5,845)
Net tax title property		
Other land		
Allowance for market value adjustment		
Net other land		
Total land for resale	Nil	Nil

6. Long-term investments		
Dundurn Rural Water Utility	1,140,000	1,170,000

The long term investment in the Dundurn Rural Water Utility is accounted for on the cost basis and is amortized over the estimated useful life of the project of 40 years.

~~Other long term investments (examples)~~

~~Marketable securities are valued at the lower of cost and market value. Market value at [date] was [\$] ([Prior Year] - [\$]).~~

~~[Marketable securities/Portfolio investments] represent investments in common shares [of public companies] and are stated at the lower of cost or market value. At year end, cost was substantially the same as the quoted market value.]~~

7. Bank indebtedness (not applicable)

Bank indebtedness includes an operating loan amounting to [\$] ([prior year] - [\$]) and bearing interest at prime plus [#]%. Assets pledged as collateral are [describe assets].

Credit arrangements

{Disclosure appropriate where lines of credit have been authorized, but nil amount is drawn at statement date}

At [date], the Municipality had lines of credit totaling [\$], none of which were drawn. The following has been collateralized in connection with this line of credit:

-- General security agreement; and

-- Hypothecation of certain preferred shares (market value at [date] of [\$]).

	2013	2012
Animal licenses	225	75
Fire Hall donation/fundraising/equipment	25,969	
Infrastructure fee programs	192,049	186,764
Total deferred revenue	218,243	186,839

9. Accrued landfill costs (not applicable)

Environmental liabilities

2013	2012
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[In [year] the municipality has accrued an overall liability for environmental matters in the amount of [\$] (prior year - \$) 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 [\$ -] (prior year - \$) of the estimated total landfill closure and post-closure care expenses. The estimated liability for these expenses is recognized as the landfill site's capacity is used. Estimated total expenses represent the sum of the discounted future cash flows for closure and post-closure care activities discounted at the municipality's average long-term borrowing rate of [%] (prior year - %).]

[Landfill closure and post-closure care requirements have been defined in accordance with the Environmental Act and include final covering and landscaping of the landfill, pumping of ground, 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 100-year period 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.]

10. Long-term debt

a) The debt limit of the municipality is \$588,145. 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).

b) Debenture debt is repayable at [describe terms including interest rates, repayment dates and amounts, and whether any amount is due on demand].

Future principal and interest payments are as follows:

Year	Principal	Interest	Current Total	Prior Year Total
2014				
2015				
2016				
2017				
2018				
Thereafter				
Balance				

The Canada Mortgage Housing Corporation loan is repayable at \$103,598 annually for a 15 year term, including interest at 3.42%.

Future principal repayments are estimated as follows:

Year	Principal	Interest	Current Total	Prior Year Total
2014	69,199	34,400	103,599	103,598
2015	71,565	32,033	103,598	103,598
2016	74,013	29,585	103,598	103,598
2017	76,544	27,054	103,598	103,598
2018	79,162	24,436	103,598	103,599
Thereafter	635,351	89,836	725,187	828,785
Balance	1,005,834	237,344	1,243,178	1,346,776

Town of Hanley
Notes to the Consolidated Financial Statements
For the year ended December 31, 2013

11. Lease obligations (not applicable)

Future minimum lease payments under the capital leases together with the balance of the obligation due under the capital leases are as follows:

Year	
2014	
2015	
2016	
2017	
2018	
Thereafter	
Total future minimum lease payments	
Amounts representing interest at a weighted average rate of _____ %	
Capital lease liability	

12. Other non-financial assets (not applicable)

(List if any)

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13. Contingent liabilities (not applicable)

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:

14. Pension plan

The Town of Hanley 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 Town of Hanley's pension expense in 2013 was \$8,822. The benefits accrued to the Town of Hanley's employees from MEPP are calculated using the following: pensionable years of service, highest average salary, and the plan accrual rate.

15. Comparative figures

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

16. Trusts administered by the municipality (not applicable)

A summary of trust fund activity by the municipality during the year is as follows:

[Description of trust i.e. cemetery]

	Current Total	Prior Year Total
Balance - beginning of year		
Revenue (specify)		
Interest revenue		
Expenditure (specify)		
Balance - end of year		

17. Budget figures

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

Town of Hanley

Schedule of Taxes and Other Unconditional Revenue

For the year ended December 31, 2013

Schedule 1

	2013 Budget	2013	2012
TAXES			
General municipal tax levy	205,221	205,447	199,344
Abatements and adjustments	(50)	(4,047)	(54)
Discount on current year taxes	(7,000)	(7,108)	(7,086)
Net Municipal Taxes	198,171	194,292	192,204
Potash tax share			
Trailer license fees			
Penalties on tax arrears			
Special tax levy	1,000	1,237	1,974
Other (Specify)			
Total Taxes	199,171	195,529	194,178

UNCONDITIONAL GRANTS

Equalization (Revenue Sharing)	118,553	118,522	106,421
Organized Hamlet			
Total Unconditional Grants	118,553	118,522	106,421

GRANTS IN LIEU OF TAXES

Federal	3,079	3,279	3,009
Provincial			
S.P.C. Electrical			
SaskEnergy Gas			
TransGas			
SPMC - Municipal Share			
SaskTel	626	626	626
Other (Specify)			
Local/Other			
Housing Authority	3,700	3,700	4,179
C.P.R. Mainline			
Treaty Land Entitlement			
Other (Specify)			
Other Government Transfers			
S.P.C. Surcharge	19,000	20,708	19,213
Sask Energy Surcharge			
Other (Specify)			
Total Grants in Lieu of Taxes	26,405	28,313	27,027

TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	344,129	342,364	327,626
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Town of Hanley
 Schedule of Operating and Capital Revenue by Function
 For the year ended December 31, 2013

Schedule 2 - 1

	2013 Budget	2013	2012
GENERAL GOVERNMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work	6,941	5,233	6,508
- Sales of supplies		1,661	
- Other (Specify)			5,606
Total Fees and Charges	6,941	6,894	12,114
- Tangible capital asset sales - gain (loss)		(974)	
- Land sales - gain	214,280	219,280	
- Investment income and commissions	2,000	4,383	2,069
- Other (Specify)			
Total Other Segmented Revenue	223,221	229,583	14,183
Conditional Grants			
- Student Employment			
- Other (Specify)			128
Total Conditional Grants			128
Total Operating	223,221	229,583	14,311
Capital			
Conditional Grants			
- Gas Tax			
- Canada/Sask Municipal Rural Infrastructure Fund			
- Provincial Disaster Assistance			
- Other (Specify) Small Business Credit		283	
Total Capital		283	
Total General Government Services	223,221	229,866	14,311

PROTECTIVE SERVICES

Operating

Other Segmented Revenue			
Fees and Charges			
- Other (Specify)			
Total Fees and Charges			
- Tangible capital asset sales - gain (loss)			
- Other (Specify)			
Total Other Segmented Revenue			
Conditional Grants			
- Student Employment			
- Local government			
- Other (Specify)			
Total Conditional Grants			
Total Operating			

Capital

Conditional Grants			
- Gas Tax			
- Provincial Disaster Assistance			
- Local government			
- Other (Specify)			
Total Capital			
Total Protective Services			

Town of Hanley
 Schedule of Operating and Capital Revenue by Function
 For the year ended December 31, 2013

Schedule 2 - 2

	2013 Budget	2013	2012
TRANSPORTATION SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work	2,373	5,074	2,427
- Sales of supplies			
- Road Maintenance and Restoration Agreements			
- Frontage			
- Other (Specify)			
Total Fees and Charges	2,373	5,074	2,427
- Tangible capital asset sales - gain (loss)		12,457	(1,515)
- Other (Specify)			
Total Other Segmented Revenue	2,373	17,531	912
Conditional Grants			
- Primary Weight Corridor			
- Student Employment		1,600	
- Other (Specify)			
Total Conditional Grants		1,600	
Total Operating	2,373	19,131	912
Capital			
Conditional Grants			
- Gas Tax	5,000	5,000	5,000
- Canada/Sask Municipal Rural Infrastructure Fund			
- Heavy Haul			
- Designated Municipal Roads and Bridges	1,600	1,760	1,600
- Provincial Disaster Assistance	67,793	9,213	58,056
- Other (Specify)			
Total Capital	74,393	15,973	64,656
Total Transportation Services	76,766	35,104	65,568

ENVIRONMENTAL AND PUBLIC HEALTH SERVICES

Operating			
Other Segmented Revenue			
Fees and Charges			
- Waste and Disposal Fees	56,000	56,925	56,020
- Other (Specify)	3,075	3,470	4,075
Total Fees and Charges	59,075	60,395	60,095
- Tangible capital asset sales - gain (loss)			
- Other (Specify)			
Total Other Segmented Revenue	59,075	60,395	60,095
Conditional Grants			
- Student Employment		671	437
- Local government		1,000	1,000
- Other (Specify)			
Total Conditional Grants		1,671	1,437
Total Operating	59,075	62,066	61,532
Capital			
Conditional Grants			
- Gas Tax			
- Canada/Sask Municipal Rural Infrastructure Fund			
- Transit for Disabled			
- Provincial Disaster Assistance			
- Other (Specify)			
Total Capital			
Total Environmental and Public Health Services	59,075	62,066	61,532

Town of Hanley
 Schedule of Operating and Capital Revenue by Function
 For the year ended December 31, 2013

Schedule 2 - 3

	2013 Budget	2013	2012
PLANNING AND DEVELOPMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Maintenance and Development Charges			
- Other (Specify)			
Total Fees and Charges			
- Tangible capital asset sales - gain (loss)			
- Other (Specify)			
Total Other Segmented Revenue			
Conditional Grants			
- Student Employment			
- Other (Specify)			
Total Conditional Grants			
Total Operating			
Capital			
Conditional Grants			
- Gas Tax			
- Provincial Disaster Assistance			
- Other (Specify)			
Total Capital			
Total Planning and Development Services			

RECREATION AND CULTURAL SERVICES

Operating

Other Segmented Revenue			
Fees and Charges			
- Other (Specify)			
Total Fees and Charges			
- Tangible capital asset sales - gain (loss)			
- Other (Specify)			
Total Other Segmented Revenue			
Conditional Grants			
- Student Employment			
- Local government	834	834	834
- Donations			
- Other (Specify) (CRAG)		5,000	
Total Conditional Grants	834	5,834	834
Total Operating	834	5,834	834

Capital

Conditional Grants			
- Gas Tax	8,150	18,300	10,000
- Local government			
- Provincial Disaster Assistance			
- Other (Specify) (Local Donations - CC)	8,405	8,405	5,160
Total Capital	16,555	26,705	15,160
Total Recreation and Cultural Services	17,389	32,539	15,994

Town of Hanley
 Schedule of Operating and Capital Revenue by Function
 For the year ended December 31, 2013

Schedule 2 - 4

	2013 Budget	2013	2012
UTILITY SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Water	289,150	220,983	179,908
- Sewer	33,926	34,502	33,756
- Other (Specify)	103,598	103,598	103,598
Total Fees and Charges	426,674	359,083	317,262
- Tangible capital asset sales - gain (loss)		(2,000)	
- Other (Specify)	3,500	2,383	4,428
Total Other Segmented Revenue	430,174	359,466	321,690
Conditional Grants			
- Student Employment			
- Other (Specify)			
Total Conditional Grants			
Total Operating	430,174	359,466	321,690
Capital			
Conditional Grants			
- Gas Tax	24,545	24,545	23,739
- Sask Water Corp.			
- Provincial Disaster Assistance			
- Other (Specify)	32,318	32,318	32,318
Total Capital	56,863	56,863	56,057
Total Utility Services	487,037	416,329	377,747
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	863,488	775,904	535,152

SUMMARY

Total Other Segmented Revenue	714,843	666,975	396,880
Total Conditional Grants	834	9,105	2,399
Total Capital Grants and Contributions	147,811	99,824	135,873
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	863,488	775,904	535,152

Town of Hanley

Total Expenses by Function

For the year ended December 31, 2013

Schedule 3 - 1

	2013 Budget	2013	2012
GENERAL GOVERNMENT SERVICES			
Council remuneration and travel	9,316	7,981	7,150
Wages and benefits	73,245	73,070	61,672
Professional/Contractual services	57,938	55,623	53,050
Utilities	1,900	1,766	1,897
Maintenance, materials and supplies	5,585	5,922	4,536
Grants and contributions - operating	550	515	530
- capital			
Amortization		6,000	3,143
Interest			
Allowance for uncollectibles			
Other (Specify)			
Total Government Services	148,534	150,877	131,978

PROTECTIVE SERVICES

Police protection

Wages and benefits			
Professional/Contractual services	31,936	31,936	29,023
Utilities			
Maintenance, materials and supplies			
Grants and contributions - operating			
- capital			
Other (Specify)			

Fire protection

Wages and benefits			
Professional/Contractual services	1,500	273	784
Utilities			
Maintenance, materials and supplies	200	6,535	
Grants and contributions - operating	2,000	4,784	
- capital			
Amortization		326	326
Interest			
Other (Specify)			
Total Protective Services	35,636	43,854	30,133

TRANSPORTATION SERVICES

Wages and benefits	56,707	59,280	48,854
Professional/Contractual services	1,605	1,709	2,937
Utilities	15,682	14,770	15,562
Maintenance, materials and supplies	28,540	34,025	25,142
Gravel	10,000	7,241	11,588
Grants and contributions - operating			
- capital			
Amortization		21,530	18,874
Interest			
Other (Specify)			
Total Transportation Services	112,534	138,555	122,957

Town of Hanley

Total Expenses by Function

For the year ended December 31, 2013

Schedule 3 - 2

	2013 Budget	2013	2012
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Wages and benefits	5,750	5,109	5,587
Professional/Contractual services	74,300	81,537	74,184
Utilities			
Maintenance, materials and supplies	300	193	359
Grants and contributions - operating			
o Waste disposal	600	350	373
o Public Health			
- capital			
o Waste disposal			
o Public Health			
Amortization			
Interest			
Other (Specify)			
Total Environmental and Public Health Services	80,950	87,189	80,503

PLANNING AND DEVELOPMENT SERVICES

Wages and benefits			
Professional/Contractual services	2,329	2,550	1,890
Grants and contributions - operating			
- capital			
Amortization			
Interest			
Other (Specify)			
Total Planning and Development Services	2,329	2,550	1,890

RECREATION AND CULTURAL SERVICES

Wages and benefits			
Professional/Contractual services	4,051	4,046	6,263
Utilities	1,349	1,306	1,328
Maintenance, materials and supplies		9,657	
Grants and contributions - operating	1,500	8,480	2,646
- capital	16,565	16,565	
Amortization		18,478	16,428
Interest			
Allowance for uncollectibles			
Other (Specify)			
Total Recreation and Cultural Services	23,465	58,532	26,665

	General Government	Protective Services	Transportation Services	Environmental and Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and Charges	6,894		5,074	60,395			359,083	431,446
Tangible Capital Asset Sales - Gain	(974)		12,457				(2,000)	9,483
Land Sales - Gain	219,280							219,280
Investment Income and Commissions	4,383							4,383
Other Revenues			1,600	1,671		5,834	2,383	2,383
Grants - Conditional	283		15,973			26,705	56,863	9,105
- Capital								99,824
Total revenues	229,866		35,104	62,066		32,539	416,329	775,904
Expenses (Schedule 3)								
Wages and Benefits	81,051		59,280	5,109			27,610	173,050
Professional/ Contractual Services	55,623	32,209	1,709	81,537	2,550	4,046	47,690	225,364
Utilities	1,766		14,770			1,306	5,656	23,498
Maintenance Materials and Supplies	5,922	6,535	41,266	193		9,657	188,445	252,018
Grants and Contributions	515	4,784		350		25,045	30,000	60,694
Amortization	6,000	326	21,530			18,478	24,201	70,535
Interest							35,925	35,925
Allowance for Uncollectibles								
Other								
Total expenses	150,877	43,854	138,555	87,189	2,550	58,532	359,527	841,084
Surplus (Deficit) by Function	78,989	(43,854)	(103,451)	(25,123)	(2,550)	(25,993)	56,802	(65,180)
Taxes and other unconditional revenue (Schedule 1)								342,364
Net Surplus (Deficit)								277,184

342,364

277,184

Town of Hanley
 Consolidated Schedule of Segment Disclosure by Function
 For the year ended December 31, 2012

	General Government	Protective Services	Transportation Services	Environmental and Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and Charges	12,114		2,427	60,095			317,262	391,898
Tangible Capital Asset Sales - Gain			(1,515)					(1,515)
Land Sales - Gain								
Investment Income and Commissions	2,069							2,069
Other Revenues						834	4,428	4,428
Grants - Conditional	128			1,437				2,399
- Capital			64,656			15,160	56,057	135,873
Total revenues	14,311		65,568	61,532		15,994	377,747	535,152
Expenses (Schedule 3)								
Wages and Benefits	68,822		48,854	5,587			25,910	149,173
Professional/ Contractual Services	53,050	29,807	2,937	74,184	1,890	6,263	36,434	204,565
Utilities	1,897		15,562			1,328	8,592	27,379
Maintenance Materials and Supplies	4,536		36,730	359		2,646	160,971	202,596
Grants and Contributions	530			373			30,000	33,549
Amortization	3,143	326	18,874			16,428	22,922	61,693
Interest							51,130	51,130
Allowance for Uncollectibles								
Other								
Total expenses	131,978	30,133	122,957	80,503	1,890	26,665	335,959	730,085
Surplus (Deficit) by Function	(117,667)	(30,133)	(57,389)	(18,971)	(1,890)	(10,671)	41,788	(194,933)
Taxes and other unconditional revenue (Schedule 1)								327,626
Net Surplus (Deficit)								132,693

Town of Hanley
 Consolidated Schedule of Tangible Capital Assets by Object
 For the year ended December 31, 2013

	2013										2012
	General Assets					Infrastructure Assets		General/Infrastructure			
	Land	Land Improvements	Buildings	Vehicles	Machinery and Equipment	Linear assets	Assets Under Construction	Total	Total	Total	
Assets											
Asset cost											
Opening Asset costs	6,621	83,341	925,925	7,445	1,343,704	1,218,432				3,359,762	
Additions during the year					144,290	18,135				239,024	
Disposals and write-downs during the year			(3,373)		(50,290)	(4,995)				(13,318)	
Transfers (from) assets under construction											
Closing Asset Costs	6,621	83,341	922,552	7,445	1,437,704	1,231,572				3,585,468	
Amortization											
Accumulated Amortization Cost											
Opening Accumulated Amortization Costs		5,457	517,504	7,445	1,094,465	599,689				2,169,526	
Add: Amortization taken		4,150	15,979		25,244	25,162				61,693	
Less: Accumulated amortization on disposals			(2,399)		(42,747)	(2,995)				(6,659)	
Closing Accumulated Amortization Costs		9,607	531,084	7,445	1,076,962	621,856				2,224,560	
Net Book Value	6,621	73,734	391,468	Nil	360,742	609,716				1,360,908	

1. Total contributed/donated assets received in 2013: Nil

2. List of assets recognized at nominal value in 2013 are:

- Infrastructure Assets Nil
- Vehicles Nil
- Machinery and Equipment Nil
- 3. Amount of interest capitalized in 2013 Nil

Town of Hanley
 Consolidated Schedule of Tangible Capital Assets by Function
 for the year ended December 31, 2013

Schedule 7

	2013						Total
	General Government	Protective Services	Transportation Services	Environmental and Public Health	Planning and Development	Recreation and Culture	
Assets							
Asset cost							
Opening Asset costs	28,570	37,444	772,621	91		930,526	1,816,216
Additions during the year			118,802				43,623
Disposals and write-downs during the year	(3,373)		(53,285)				(2,000)
Closing Asset Costs	25,197	37,444	838,138	91		930,526	1,857,839
Amortization							
Accumulated Amortization Cost							
Opening Accumulated Amortization Costs	7,713	33,995	340,262			476,367	1,366,223
Add: Amortization taken	6,000	326	21,530			18,478	24,201
Less: Accumulated amortization on disposals	(2,399)		(45,742)				(48,141)
Closing Accumulated Amortization Costs	11,314	34,321	316,050			494,845	1,390,424
Net Book Value	13,883	3,123	522,088	91		435,681	467,415

	2012						Total
	General Government	Protective Services	Transportation Services	Environmental and Public Health	Planning and Development	Recreation and Culture	
Asset cost							
Opening Asset costs	28,570	37,444	772,621	91		930,526	1,816,216
Additions during the year			118,802				43,623
Disposals and write-downs during the year	(3,373)		(53,285)				(2,000)
Closing Asset Costs	25,197	37,444	838,138	91		930,526	1,857,839
Amortization							
Opening Accumulated Amortization Costs	7,713	33,995	340,262			476,367	1,366,223
Add: Amortization taken	6,000	326	21,530			18,478	24,201
Less: Accumulated amortization on disposals	(2,399)		(45,742)				(48,141)
Closing Accumulated Amortization Costs	11,314	34,321	316,050			494,845	1,390,424
Net Book Value	13,883	3,123	522,088	91		435,681	467,415

Town of Hanley
 Consolidated Schedule of Accumulated Surplus
 For the year ended December 31, 2013

Schedule 8

	2012	Changes	2013
UNAPPROPRIATED SURPLUS	102,512	182,311	284,823

APPROPRIATED RESERVES

Machinery and Equipment	30,000		30,000
Public Reserve			
Capital Trust	213,000		213,000
Utility	35,500		35,500
Other (Specify)	26,507	13,500	40,007
Total Appropriated	305,007	13,500	318,507

ORGANIZED HAMLETS (add lines if required)

Organized Hamlet of (Name)			
Organized Hamlet of (Name)			
Organized Hamlet of (Name)			
Organized Hamlet of (Name)			
Organized Hamlet of (Name)			
Organized Hamlet of (Name)			
Total Organized Hamlets			

NET INVESTMENT IN TANGIBLE CAPITAL ASSETS

Tangible capital assets (Schedule 6)	1,360,908	81,373	1,442,281
Less: Related debt			
Net Investment in Tangible Capital Assets	1,360,908	81,373	1,442,281

Total Accumulated Surplus	1,768,427	277,184	2,045,611
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Town of Hanley
 Schedule of Mill Rates and Assessments
 For the year ended December 31, 2013

	PROPERTY CLASS						Total
	Agriculture	Residential	Residential Condominium	Seasonal Residential	Commercial and Industrial	Potash Mine(s)	
Taxable Assessment	170,830	23,494,240			1,790,300		25,455,370
Regional Park Assessment							
Total Assessment							25,455,370
Mill Rate Factor(s)	1	1			1.1800		
Total Base/Minimum Tax (generated for each property class)	1,669	54,054			10,650		66,373
Total Municipal Tax Levy (include base and/or minimum tax and special levies)	2,134	183,355			19,958		205,447

MILL RATES: MILLS

Average Municipal*	8.0709
Average School*	5.2427
Potash Mill Rate	
Uniform Municipal Mill Rate	7.0000

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

**Town of Hanley
 Schedule of Council Remuneration
 For the year ended December 31, 2013**

Schedule 10

Position	Name	Remuneration	Reimbursed Costs	Total
Mayor	Marv Gerbrandt	1,050	122	1,172
Councillor	Dale Bagnall	1,200	20	1,220
Councillor	Russell King	600		600
Councillor	Kevin McCormick	1,100		1,100
Councillor	Richard McGregor	1,200	20	1,220
Councillor	Doreen Smith	300		300
Councillor	Dwight Thall	1,200		1,200
Councillor	Andrea Townsend	1,100	69	1,169
Total		7,750	231	7,981