
**Annual Financial Statement
And Supporting Schedules**

For The

VILLAGE OF MARENGO

For the Year Ended December 31, 2017



R.D. Hauta, B.Comm., CPA, CA.*
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INDEPENDENT AUDITOR'S REPORT

To the Mayor and Council of the Village of Marengo

We have audited the accompanying consolidated financial statements of the Village of Marengo, which comprise the statement of financial position as at December 31, 2017, and the statements of operations, change in net financial assets (debt) and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Consolidated Financial Statements

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

Auditor's Responsibility

Our responsibility is to express an opinion on these consolidated 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 consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the consolidated financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the 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 consolidated 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 consolidated financial statements present fairly, in all material respects, the financial position of the Village of Marengo as at December 31, 2017, the results of its operations, change in its net financial assets (debt) and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Close Hauta Bertoia Blanchette

KINDERSLEY, Saskatchewan

Chartered Professional Accountants

June 26, 2018

Management's Responsibility

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 public sector accounting standards and ensuring that all information in the annual report is consistent with the statements. This responsibility includes selecting appropriate accounting principles and methods, and making decisions affecting the measurement of transactions in which objective judgment is required.

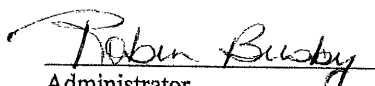
In discharging its responsibilities for the integrity and fairness of the financial statements, management designs and maintains the necessary accounting systems and related internal controls to provide reasonable assurance that transactions are authorized, assets are safeguarded and financial records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

Close Hauta Bertoia Blanchette, an independent firm of Chartered Professional 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

Village of Marengo
 Consolidated Statement of Financial Position
 As at December 31, 2017

Statement 1

	2017	2016
FINANCIAL ASSETS		
Cash and Temporary Investments (Note 2)	360,588	315,381
Taxes Receivable - Municipal (Note 3)	-	1,820
Other Accounts Receivable (Note 4)	5,755	4,815
Land for Resale (Note 5)	19,227	19,227
Long-Term Investments (Note 6)	-	-
Debt Charges Recoverable (Note 7)	-	-
Other (Specify)		
Total Financial Assets	385,570	341,243
LIABILITIES		
Bank Indebtedness (Note 8)		
Accounts Payable	5,254	12,321
Accrued Liabilities Payable		
Deposits		
Deferred Revenue (Note 9)	385	-
Accrued Landfill Costs (Note 10)	-	-
Liability for Contaminated Sites (Note 11)		
Other Liabilities		
Long-Term Debt (Note 12)		
Lease Obligations (Note 13)		
Total Liabilities	5,639	12,321
NET FINANCIAL ASSETS (DEBT)	379,931	328,922
NON-FINANCIAL ASSETS		
Tangible Capital Assets (Schedule 6, 7)	124,839	93,262
Prepayments and Deferred Charges		
Stock and Supplies		
Other (Note 14)	-	-
Total Non-Financial Assets	124,839	93,262
ACCUMULATED SURPLUS (DEFICIT) (Schedule 8)	504,770	422,184

Village of Marengo
 Consolidated Statement of Operations
 As at December 31, 2017

Statement 2

	2017 Budget	2017	2016
REVENUES			
Taxes and Other Unconditional Revenue (Schedule 1)	136,683	134,897	106,828
Fees and Charges (Schedule 4, 5)	56,272	56,179	48,931
Conditional Grants (Schedule 4, 5)	6,793	13,639	11
Tangible Capital Asset Sales - Gain (Schedule 4, 5)	-	-	-
Land Sales - Gain (Schedule 4, 5)	-	-	-
Investment Income and Commissions (Schedule 4, 5)	3,000	3,507	3,178
Other Revenues (Schedule 4, 5)	-	32	-
Total Revenues	202,748	208,254	158,947
EXPENSES			
General Government Services (Schedule 3)	27,851	29,153	26,131
Protective Services (Schedule 3)	2,189	2,935	2,346
Transportation Services (Schedule 3)	28,524	25,113	24,075
Environmental and Public Health Services (Schedule 3)	47,100	48,783	26,598
Planning and Development Services (Schedule 3)	-	185	-
Recreation and Cultural Services (Schedule 3)	15,896	22,043	9,856
Utility Services (Schedule 3)	45,095	33,286	40,946
Total Expenses	166,655	161,497	129,953
Surplus (Deficit) of Revenues over Expenses before Other Capital Contributions	36,092	46,756	28,995
Provincial/Federal Capital Grants and Contributions (Schedule 4, 5)	245,893	35,830	2,735
Surplus (Deficit) of Revenues over Expenses	281,985	82,586	31,730
Accumulated Surplus (Deficit), Beginning of Year	422,184	422,184	390,454
Accumulated Surplus (Deficit), End of Year	704,169	504,770	422,184

Village of Marengo

Consolidated Statement of Change in Net Financial Assets

As at December 31, 2017

Statement 3

	2017 Budget	2017	2016
Surplus (Deficit)	281,985	82,586	31,730
(Acquisition) of tangible capital assets		(36,540)	(18,859)
Amortization of tangible capital assets		4,963	4,963
Proceeds on disposal of tangible capital assets			
Loss (gain) on the disposal of tangible capital assets		-	-
Surplus (Deficit) of capital expenses over expenditures	-	(31,577)	(13,896)
(Acquisition) of supplies inventories			
(Acquisition) of prepaid expense			
Consumption of supplies inventory			
Use of prepaid expense			
Surplus (Deficit) of expenses of other non-financial over expenditures	-	-	-
Increase/Decrease in Net Financial Assets	281,985	51,009	17,835
Net Financial Assets (Debt) - Beginning of Year	328,922	328,922	311,087
Net Financial Assets (Debt) - End of Year	610,907	379,931	328,922

Village of Marengo
Consolidated Statement of Cash Flow
As at December 31, 2017

Statement 4

	2017	2016
Cash provided by (used for) the following activities		
Operating:		
Surplus (Deficit)	82,586	31,730
Amortization	4,963	4,963
Loss (gain) on disposal of tangible capital assets	-	-
	<u>87,549</u>	<u>36,693</u>
Change in assets/liabilities		
Taxes Receivable - Municipal	1,820	3,107
Other Receivables	(940)	4,796
Land for Resale	-	(3,763)
Other Financial Assets	-	
Accounts and Accrued Liabilities Payable	(7,067)	8,676
Deposits	-	
Deferred Revenue	385	
Accrued Landfill Costs	-	
Liability for Contaminated Sites	-	
Other Liabilities	-	
Stock and Supplies	-	
Prepayments and Deferred Charges	-	
Other (Specify)	-	
Cash provided by operating transactions	81,747	49,509
Capital:		
Acquisition of capital assets	(36,540)	(18,859)
Proceeds from the disposal of capital assets	-	-
Other capital		
Cash applied to capital transactions	(36,540)	(18,859)
Investing:		
Long-term investments	-	
Other investments		
Cash provided by (applied to) investing transactions	-	-
Financing:		
Debt charges recovered		
Long-term debt issued		
Long-term debt repaid		
Other financing		
Cash provided by (applied to) financing transactions	-	-
Change in Cash and Temporary Investments during the year	45,207	30,651
Cash and Temporary Investments - Beginning of Year	<u>315,381</u>	<u>284,730</u>
Cash and Temporary Investments - End of Year	360,588	315,381

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:

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

- a) **Reporting Entity:** The financial statements consolidates 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.
- c) **Government Transfers:** Government transfers are the transfer of assets from senior levels of government that are not the result of an exchange transaction, are not expected to be repaid in the future, or the result of a direct financial return. Government transfers are recognized as revenue in the period that the events giving rise to the transfer occurred, as long as:
- a) the transfers are authorized
 - b) any eligibility criteria have been met; and
 - c) reasonable estimates of the amounts can be made.

Unearned government transfer amounts received but not earned will be recorded as deferred revenue.
Earned government transfer amounts not received will be recorded as an amount receivable.

- d) **Deferred Revenue - Fees and charges:** Certain user charges and fees are collected for which the related services have yet to be performed. Revenue is recognized in the period when the related expenses are incurred or services performed.
- e) **Local Improvement Charges:** Local improvement projects financed by frontage taxes recognize any prepayment charges as revenue in the period assessed.
- f) **Net Financial Assets:** Net Financial Assets at the end of an accounting period are the net amount of financial assets less liabilities outstanding. Financial assets represent items such as cash and those other assets on hand which could provide resources to discharge existing liabilities or finance future operations. These include realizable assets which are convertible to cash and not intended for consumption in the normal course of operations.
- g) **Non-financial assets:** Tangible capital and other non-financial assets are accounted for as assets by the government because they can be used to provide government services in future periods. These assets do not normally provide resources to discharge the liabilities of the government unless they are sold.
- h) **Appropriated Reserves:** Reserves are established at the discretion of Council to designate surplus for future operating and capital transactions. Amounts so designated are described on Schedule 8.
- i) **Property Tax Revenue:** Property tax revenue is based on assessments determined in accordance with Saskatchewan Legislation and the formulas, principles, and rules in the Saskatchewan Assessment Manual. Tax mill rates are established annually by council following the guidance of the Government of Saskatchewan. Tax revenues are recognized when the tax has been authorized by bylaw and the taxable event has occurred. Requisitions operate as a flow through and are excluded from municipal revenue.
- j) **Investments:** Portfolio investments are valued at the lower of cost, less any provisions for other than temporary impairment. Investments with terms longer than one year have been classified as other long-term investments concurrent with the nature of the investment. The long term investments in the Saskatchewan Association of Rural Municipalities - Self insurance fund are accounted for on the equity basis.

Village of Marengo
Notes to the Consolidated Financial Statements
As at December 31, 2017

1. Significant accounting policies - continued

- k) **Inventories:** Inventories of materials and supplies expected to be used by the municipality are valued at the lower of cost or replacement cost. Inventories of land, materials and supplies held for resale are valued at the lower of cost or net realizable value. Cost is determined by the average cost method. Net realizable value is the estimated selling price in the ordinary course of business.
- l) **Tangible Capital Assets:** All tangible capital asset acquisitions or betterments made throughout the year are recorded at their acquisition cost. Initial costs for tangible capital assets that were acquired and developed prior to 2009 were obtained via historical cost information or using current fair market values discounted by a relevant inflation factor back to the point of acquisition. Donated tangible capital assets received are recorded at their fair market value at the date of contribution. The cost of these tangible capital assets less any residual value are amortized over the asset's useful life using the straight-line method of amortization. The tangible capital assets that are recognized at a nominal value are disclosed on Schedule 6. The municipality's tangible capital asset useful lives are estimated as follows:

<u>Asset</u>	<u>Useful Life</u>
<i>General Assets</i>	
Land	Indefinite
Land Improvements	5 to 20 Yrs
Buildings	10 to 50 Yrs
Vehicles & Equipment	
Vehicles	5 to 10 Yrs
Machinery and Equipment	5 to 10 Yrs
<i>Infrastructure Assets</i>	
Infrastructure Assets	30 to 75 Yrs
Water & Sewer	(Insert)
Road Network Assets	(Insert)

[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 *[amortization method]* 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.

- m) **Landfill liability:** The municipality does not maintain a waste disposal site.
- n) **Trust Funds:** Funds held in trust for others are neither included in the municipality's assets or equity. They are disclosed in Note [18].
- 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.

Village of Marengo
Notes to the Consolidated Financial Statements
As at December 31, 2017

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

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

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

- 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.

2. Cash and Temporary Investments

	2017	2016
Cash	236,491	229,198
Temporary Investments		
Restricted Cash	124,097	86,183
Total Cash and Temporary Investments	360,588	315,381

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

	2017	2016
Municipal - Current	0	3,181
- Arrears	0	
	-	3,181
- Less Allowance for Uncollectibles	-	(1,361)
Total municipal taxes receivable	-	1,820
School - Current	0	557
- Arrears		
Total school taxes receivable	-	557
Other		
Total taxes and grants in lieu receivable	-	2,377
Deduct taxes receivable to be collected on behalf of other organizations	-	(557)
Total Taxes Receivable - Municipal	-	1,820

Village of Marengo
Notes to the Consolidated Financial Statements
As at December 31, 2017

4. Other Accounts Receivable

	2017	2016
Federal Government	1404	1,522
Provincial Government	927	
Local Government	217	
Utility	3207	1,496
Trade		
Other (Specify)		1,797
Total Other Accounts Receivable	5,755	4,815
Less: Allowance for Uncollectibles		
Net Other Accounts Receivable	5,755	4,815

5. Land for Resale

	2017	2016
Tax Title Property	4,387	4,387
Allowance for market value adjustment		
Net Tax Title Property	4,387	4,387
Other Land	14,840	14,840
Allowance for market value adjustment		
Net Other Land	14,840	14,840
Total Land for Resale	19,227	19,227

6. Long-Term Investments

	2017	2016
Sask Assoc. of Rural Municipalities - Self Insurance Fund		
Other (Specify)		
Total Long-Term Investments	-	-

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

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. Debt Charges Recoverable

	2017	2016
Current debt charges recoverable		
Non-current debt charges recoverable		
Total Debt Charges Recoverable	-	-

The municipality has undertaken a project with [describe nature of project and identify partners]. The municipality assumed the long-term financing of [\$ - amount]; however [\$ - amount] plus interest at [#]% is recoverable from [name of municipality] with respect to this financing. Amounts are recoverable in annual principal instalments of [\$] plus interest, and mature [date].

Future debt charges recoverable are as follows:

Year	Principal	Interest	Total
2018			-
2019			-
2020			-
2021			-
2022			-
Thereafter			-
Balance	-	-	-

Village of Marengo

Notes to the Consolidated Financial Statements

As at December 31, 2017

8. Bank Indebtedness

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

At December 31, 2017, the Municipality had lines of credit totaling \$245,893, none of which were drawn. The following has been collateralized in connection with this line of credit:

-- General security agreement;

9. Deferred Revenue

	2017	2016
Prepaid Taxes	375	
Prepaid License	10	
Total Deferred Revenue	385	-

10. Accrued Landfill Costs

	2017	2016
Environmental Liabilities		-

[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 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 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.]

11. Liability for Contaminated Sites

The municipality recognizes and estimates a liability of [\$] ([prior year] - [\$]) for remediation of [name of the contaminated sites] using [name of the valuation method]. The nature of the liability is [description of the nature of the liability including the event of transaction creating the liability]. The assumptions used in estimating the liability include [descriptions of assumptions and measurement basis used]. The amount of estimated recoveries is [\$] ([prior year] - [\$]).

[Note: additional disclosure is required of the estimated total undiscounted expenditures and discount rate (when a net present value technique is used), as well as the reason for not recognizing a liability, if appropriate.]

Village of Marengo

Notes to the Consolidated Financial Statements

As at December 31, 2017

12. Long-Term Debt

a) The debt limit of the municipality is \$128,412. 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)).

or

b) The debt limit of the municipality is \$_____. The debt limit for the municipality has been established by the Saskatchewan Municipal Board (the *Municipalities Act* section 161(2)).

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 Year Total	Prior Year Total
2018			-	
2019			-	
2020			-	
2021			-	
2022			-	
Thereafter			-	
Balance	-	-	-	-

Bank loans are repayable [describe terms including interest rates, repayment dates and amounts, and whether any amount is due on demand].

Future principal repayments are estimated as follows:

Year	Principal	Interest	Current Year Total	Prior Year Total
2018			-	
2019			-	
2020			-	
2021			-	
2022			-	
Thereafter			-	
Balance	-	-	-	-

13. Lease Obligations

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

Year	Payment Amount
2018	-
2019	-
2020	-
2021	-
2022	-
Thereafter	-
Total future minimum lease payments	
Amounts representing interest at a weighted average rate of _____ %	
Capital Lease Liability	

Village of Marengo

Notes to the Consolidated Financial Statements

As at December 31, 2017

14. Other Non-financial Assets

2017	2016
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(List if any)

15. 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:

(List if any)

16. 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 pension expense in 2017 was \$0.00. 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.

17. Comparative Figures

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

18. Trusts Administered by the Municipality

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

[Description of Trust i.e. Cemetery]

	<u>Current Year Total</u>	<u>Prior Year Total</u>
Balance - Beginning of Year		
Revenue (Specify)		
Interest revenue		
Expenditure (Specify)		
Balance - End of Year	-	-

Village of Marengo

Schedule of Taxes and Other Unconditional Revenue

As at December 31, 2017

Schedule 1

	2017 Budget	2017	2016
TAXES			
General municipal tax levy	84,244	84,242	77,786
Abatements and adjustments		(1,200)	(500)
Discount on current year taxes			
Net Municipal Taxes	84,244	83,042	77,286
Potash tax share			
Trailer license fees			
Penalties on tax arrears	400	-	289
Special tax levy			
Other (Specify)			
Total Taxes	84,644	83,042	77,575
UNCONDITIONAL GRANTS			
Revenue Sharing (Organized Hamlet)	37,339	37,339	12,809
Total Unconditional Grants	37,339	37,339	12,809
GRANTS IN LIEU OF TAXES			
Federal			
Provincial			
S.P.C. Electrical			
SaskEnergy Gas			
TransGas			
Central Services			
SaskTel	1,200	1,200	1,100
Other (Specify)			
Local/Other			
Housing Authority	1,500	1,500	3,101
C.P.R. Mainline			
Treaty Land Entitlement			
Other (Specify)			
Other Government Transfers			
S.P.C. Surcharge	12,000	11,815	12,242
Sask Energy Surcharge			
Other (Specify)			
Total Grants in Lieu of Taxes	14,700	14,515	16,443
TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	136,683	134,897	106,828

Village of Marengo
 Schedule of Operating and Capital Revenue by Function
 As at December 31, 2017

Schedule 2 - 1

	2017 Budget	2017	2016
GENERAL GOVERNMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work	200	120	519
- Sales of supplies		7	
- Other (Specify)	32		566
Total Fees and Charges	232	127	1,085
- Tangible capital asset sales - gain (loss)			
- Land sales - gain			
- Investment income and commissions	3,000	3,507	3,178
- Other (Specify)		32	
Total Other Segmented Revenue	3,232	3,666	4,263
Conditional Grants			
- Student Employment			
- Other (Specify)			
Total Conditional Grants	-	-	-
Total Operating	3,232	3,666	4,263
Capital			
Conditional Grants			
- Federal Gas Tax			
- Provincial Disaster Assistance			
- Other (Specify)			
Total Capital	-	-	-
Total General Government Services	3,232	3,666	4,263

PROTECTIVE SERVICES

Operating

Other Segmented Revenue			
Fees and Charges	200	220	140
- Other (Specify)			
Total Fees and Charges	200	220	140
- Tangible capital asset sales - gain (loss)			
- Other (Specify)			
Total Other Segmented Revenue	200	220	140
Conditional Grants			
- Student Employment			
- Local government			
- Other (Specify)			
Total Conditional Grants	-	-	-
Total Operating	200	220	140

Capital

Conditional Grants			
- Federal Gas Tax			
- Provincial Disaster Assistance			
- Local government			
- Other (Specify)			
Total Capital	-	-	-
Total Protective Services	200	220	140

Village of Marengo
 Schedule of Operating and Capital Revenue by Function
 As at December 31, 2017

Schedule 2 - 2

	2017 Budget	2017	2016
TRANSPORTATION SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work			
- Sales of supplies			
- Road Maintenance and Restoration Agreements			
- Frontage			
- Other (Specify)	450	450	18
Total Fees and Charges	450	450	18
- Tangible capital asset sales - gain (loss)			
- Other (Specify)			
Total Other Segmented Revenue	450	450	18
Conditional Grants			
- MREP (CTP)			
- Student Employment			
- Other (Specify)			
Total Conditional Grants	-	-	-
Total Operating	450	450	18
Capital			
Conditional Grants			
- Federal Gas Tax			
- MREP (Heavy Haul, CTP, Municipal Bridges)			
- Provincial Disaster Assistance			
- Other (Specify)			
Total Capital	-	-	-
Total Transportation Services	450	450	18

ENVIRONMENTAL AND PUBLIC HEALTH SERVICES

Operating			
Other Segmented Revenue			
Fees and Charges			
- Waste and Disposal Fees	13,365	13,299	12,225
- Other (Specify)	300	250	150
Total Fees and Charges	13,665	13,549	12,375
- Tangible capital asset sales - gain (loss)			
- Other (Specify)			
Total Other Segmented Revenue	13,665	13,549	12,375
Conditional Grants			
- Student Employment			
- TAPD			
- Local government			
- Other (Specify)			
Total Conditional Grants	-	-	-
Total Operating	13,665	13,549	12,375
Capital			
Conditional Grants			
- Federal Gas Tax			
- TAPD			
- Provincial Disaster Assistance			
- Other (Specify)			
Total Capital	-	-	-
Total Environmental and Public Health Services	13,665	13,549	12,375

Village of Marengo
 Schedule of Operating and Capital Revenue by Function
 As at December 31, 2017

Schedule 2 - 3

	2017 Budget	2017	2016
PLANNING AND DEVELOPMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Maintenance and Development Charges	100	75	150
- Other (Specify)			
Total Fees and Charges	100	75	150
- Tangible capital asset sales - gain (loss)			
- Other (Specify)			
Total Other Segmented Revenue	100	75	150
Conditional Grants			
- Student Employment			
- Other (Specify)			
Total Conditional Grants	-	-	-
Total Operating	100	75	150
Capital			
Conditional Grants			
- Federal Gas Tax			
- Provincial Disaster Assistance			
- Other (Specify)			
Total Capital	-	-	-
Total Planning and Development Services	100	75	150

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			
- Other (Canada 150)	6,793	13,639	11
Total Conditional Grants	6,793	13,639	11
Total Operating	6,793	13,639	11

Capital

Conditional Grants			
- Federal Gas Tax			
- Local government			
- Provincial Disaster Assistance			
- Other (Specify)			
Total Capital	-	-	-
Total Recreation and Cultural Services	6,793	13,639	11

Village of Marengo
 Schedule of Operating and Capital Revenue by Function
 As at December 31, 2017

Schedule 2 - 4

	2017 Budget	2017	2016
UTILITY SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Water	27,000	27,183	24,661
- Sewer	14,625	14,575	10,502
- Other (Specify)			
Total Fees and Charges	41,625	41,758	35,163
- Tangible capital asset sales - gain (loss)			
- Other (Specify)			
Total Other Segmented Revenue	41,625	41,758	35,163
Conditional Grants			
- Student Employment			
- Other (Specify)			
Total Conditional Grants	-	-	-
Total Operating	41,625	41,758	35,163
Capital			
Conditional Grants			
- Federal Gas Tax		2,858	2,735
- New Building Canada Fund (SCF, NRP)			
- Clean Water and Wastewater Fund	245,893	32,972	
- Provincial Disaster Assistance			
- Other (Specify)			
Total Capital	245,893	35,830	2,735
Total Utility Services	287,518	77,588	37,898
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	311,958	109,187	54,855

SUMMARY

Total Other Segmented Revenue	59,272	59,718	52,109
Total Conditional Grants	6,793	13,639	11
Total Capital Grants and Contributions	245,893	35,830	2,735
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	311,958	109,187	54,855

Village of Marengo

Total Expenses by Function

As at December 31, 2017

Schedule 3 - 1

	2017 Budget	2017	2016
GENERAL GOVERNMENT SERVICES			
Council remuneration and travel	2,785	2,869	2,690
Wages and benefits	11,450	11,671	10,391
Professional/Contractual services	10,822	12,346	8,620
Utilities	394	409	318
Maintenance, materials and supplies	1,900	1,555	1,887
Grants and contributions - operating	200	250	200
- capital			
Amortization			
Interest	100	1,289	265
Allowance for uncollectibles		(1,236)	590
Other (Specify)	200	-	1,171
Total Government Services	27,851	29,153	26,131

PROTECTIVE SERVICES

Police protection

Wages and benefits			
Professional/Contractual services	2,030	2,732	2,029
Utilities			
Maintenance, material and supplies		44	87
Grants and contributions - operating			
- capital			
Other (Specify)			

Fire protection

Wages and benefits			
Professional/Contractual services	59	59	129
Utilities			
Maintenance, material and supplies			
Grants and contributions - operating	100	100	100
- capital			
Amortization			
Interest			
Other (Specify)			
Total Protective Services	2,189	2,935	2,346

TRANSPORTATION SERVICES

Wages and benefits	10,900	8,285	8,506
Professional/Contractual Services	124	124	124
Utilities	5,900	5,588	5,847
Maintenance, materials, and supplies	8,200	5,637	6,231
Gravel			
Grants and contributions - operating			
- capital			
Amortization	3,400	3,367	3,367
Interest			
Other (ROW Purchase)		2,112	
Total Transportation Services	28,524	25,113	24,075

Village of Marengo

Total Expenses by Function

As at December 31, 2017

Schedule 3 - 2

	2017 Budget	2017	2016
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Wages and benefits			
Professional/Contractual services	28,100	31,426	26,398
Utilities			
Maintenance, materials and supplies			
Grants and contributions - operating	19,000	17,357	200
o Waste disposal			
o Public Health			
- capital			
o Waste disposal			
o Public Health			
Amortization			
Interest			
Other (Specify)			
Total Environmental and Public Health Services	47,100	48,783	26,598

PLANNING AND DEVELOPMENT SERVICES			
Wages and benefits			
Professional/Contractual Services		185	
Grants and contributions - operating			
- capital			
Amortization			
Interest			
Other (Specify)			
Total Planning and Development Services	-	185	-

RECREATION AND CULTURAL SERVICES			
Wages and benefits			
Professional/Contractual services	13,921	14,260	347
Utilities			
Maintenance, materials and supplies	500	6,308	7,884
Grants and contributions - operating	1,475	1,475	1,625
- capital			
Amortization			
Interest			
Allowance for uncollectibles			
Other (Specify)			
Total Recreation and Cultural Services	15,896	22,043	9,856

Village of Marengo

Total Expenses by Function

As at December 31, 2017

Schedule 3 - 3

	2017 Budget	2017	2016
UTILITY SERVICES			
Wages and benefits			
Professional/Contractual services	29,000	22,690	27,254
Utilities	6,500	5,387	5,958
Maintenance, materials and supplies	8,000	3,614	6,079
Grants and contributions - operating			
- capital			
Amortization	1,595	1,595	1,595
Interest			
Allowance for uncollectibles			
Other (Crossing Agreement - CWWF)		-	60
Total Utility Services	45,095	33,286	40,946
TOTAL EXPENSES BY FUNCTION	166,655	161,497	129,953

Village of Marengo
 Consolidated Schedule of Segment Disclosure by Function
 As at December 31, 2017

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and Charges	127	220	450	13,549	75	-	41,758	56,179
Tangible Capital Asset Sales - Gain	-	-	-	-	-	-	-	-
Land Sales - Gain	-	-	-	-	-	-	-	-
Investment Income and Commissions	3,507	-	-	-	-	-	-	3,507
Other Revenues	32	-	-	-	-	-	-	32
Grants - Conditional	-	-	-	-	-	13,639	-	13,639
- Capital	-	-	-	-	-	-	35,830	35,830
Total Revenues	3,666	220	450	13,549	75	13,639	77,588	109,187
Expenses (Schedule 3)								
Wages & Benefits	14,540	-	8,285	-	-	-	-	22,825
Professional/ Contractual Services	12,346	2,791	124	31,426	185	14,260	22,690	83,822
Utilities	409	-	5,588	-	-	-	5,387	11,383
Maintenance Materials and Supplies	1,555	44	5,637	-	-	6,308	3,614	17,158
Grants and Contributions	250	100	-	17,357	-	1,475	-	19,182
Amortization	-	-	3,367	-	-	-	1,595	4,963
Interest	1,289	-	-	-	-	-	-	1,289
Allowance for Uncollectibles	(1,236)	-	-	-	-	-	-	(1,236)
Other	-	-	2,112	-	-	-	-	2,112
Total Expenses	29,153	2,935	25,113	48,783	185	22,043	33,286	161,497
Surplus (Deficit) by Function	(25,487)	(2,715)	(24,663)	(35,234)	(110)	(8,404)	44,301	(52,311)
Taxes and other unconditional revenue (Schedule 1)								134,897
Net Surplus (Deficit)								82,586

Village of Marengo
 Consolidated Schedule of Segment Disclosure by Function
 As at December 31, 2016

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and Charges	1,085	140	18	12,375	150	-	35,163	48,931
Tangible Capital Asset Sales - Gain	-	-	-	-	-	-	-	-
Land Sales - Gain	-	-	-	-	-	-	-	-
Investment Income and Commissions	3,178	-	-	-	-	-	-	3,178
Other Revenues	-	-	-	-	-	11	-	11
Grants - Conditional	-	-	-	-	-	-	-	-
- Capital	-	-	-	-	-	-	2,735	2,735
Total Revenues	4,263	140	18	12,375	150	11	37,898	54,855
Expenses (Schedule 3)								
Wages & Benefits	13,081	-	8,506	-	-	-	-	21,587
Professional/ Contractual Services	8,620	2,158	124	26,398	-	347	27,254	64,901
Utilities	318	-	5,847	-	-	-	5,958	12,123
Maintenance Materials and Supplies	1,887	87	6,231	-	-	7,884	6,079	22,168
Grants and Contributions	200	100	-	200	-	1,625	-	2,125
Amortization	-	-	3,367	-	-	-	1,595	4,963
Interest	265	-	-	-	-	-	-	265
Allowance for Uncollectibles	590	-	-	-	-	-	-	590
Other	1,171	-	-	-	-	-	60	1,231
Total Expenses	26,131	2,346	24,075	26,598	-	9,856	40,946	129,953
Surplus (Deficit) by Function	(21,868)	(2,206)	(24,057)	(14,223)	150	(9,845)	(3,048)	(75,097)
Taxes and other unconditional revenue (Schedule 1)								106,828
Net Surplus (Deficit)								31,730

Village of Marengo
 Consolidated Schedule of Tangible Capital Assets by Object
 As at December 31, 2017

2017

2016

Assets	2017						2016	
	General Assets			Infrastructure Assets		General/ Infrastructure Assets Under Construction	Total	
	Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment			Linear assets
Asset cost								
Opening Asset costs	3	63,820			64,252	181,171	309,246	290,387
Additions during the year					2,544	33,996	36,540	18,859
Disposals and write-downs during the year							-	
Transfers (from) assets under construction							-	
Closing Asset Costs	3	63,820	-	-	66,796	215,167	345,786	309,246
Amortization								
Accumulated Amortization Cost								
Opening Accumulated Amortization Costs		59,235			60,489	96,260	215,984	211,021
Add: Amortization taken		2,427			941	1,595	4,963	4,963
Less: Accumulated amortization on disposals							-	
Closing Accumulated Amortization Costs	-	61,662	-	-	61,430	97,855	220,947	215,984
Net Book Value	3	2,158	-	-	5,366	117,312	124,839	93,262

1. Total contributed/donated assets received in 2017: \$ -

2. List of assets recognized at nominal value in 2017 are:

- Infrastructure Assets \$ -
- Vehicles \$ -
- Machinery and Equipment \$ -

3. Amount of interest capitalized in 2016 \$ -

Village of Marengo
 Consolidated Schedule of Tangible Capital Assets by Function
 As at December 31, 2017

	2017						2016	
	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Water & Sewer	Total
Assets								
Asset cost								
Opening Asset costs			161,877	1		1	147,367	290,387
Additions during the year			2,544				33,996	18,859
Disposals and write-downs during the year							-	
Closing Asset Costs	-	-	164,421	1	-	1	181,363	309,246
Amortization								
Accumulated Amortization Cost								
Opening Accumulated Amortization Costs			97,051				118,932	211,021
Add: Amortization taken			3,367				1,595	4,963
Less: Accumulated amortization on disposals							-	
Closing Accumulated Amortization Costs	-	-	100,419	-	-	-	120,528	215,984
Net Book Value	-	-	64,002	1	-	1	60,835	93,262

Village of Marengo

Consolidated Schedule of Accumulated Surplus

As at December 31, 2017

Schedule 8

	2016	Changes	2017
UNAPPROPRIATED SURPLUS	242,772	14,009	256,781

APPROPRIATED RESERVES

Machinery and Equipment			-
Public Reserve			-
Capital Trust			-
Utility	86,000	37,000	123,000
Other (Specify)	150		150
Total Appropriated	86,150	37,000	123,150

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)	93,262	31,577	124,839
Less: Related debt			-
Net Investment in Tangible Capital Assets	93,262	31,577	124,839

Total Accumulated Surplus	422,184	82,586	504,770
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Village of Marengo
 Schedule of Mill Rates and Assessments
 As at December 31, 2017

	PROPERTY CLASS						Total
	Agriculture	Residential	Residential Condominium	Seasonal Residential	Commercial & Industrial	Potash Mine(s)	
Taxable Assessment	15,125	1,580,240			3,189,400		4,784,765
Regional Park Assessment							
Total Assessment							4,784,765
Mill Rate Factor(s)	0.7300	1.0000			1.8000		
Total Base/Minimum Tax (generated for each property class)		7,500			8,400		15,900
Total Municipal Tax Levy (include base and/or minimum tax and special levies)	110	21,134			62,998		84,242

MILL RATES: MILLS

Average Municipal*	17.61
Average School*	5.54
Potash Mill Rate	
Uniform Municipal Mill Rate	10.00

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

Village of Marengo
 Schedule of Council Remuneration
 As at December 31, 2017

Schedule 10

Position	Name	Remuneration	Reimbursed Costs	Total
Reeve/Mayor	Travis McKillop	935	54	989
Councillor/Alderman	Trista Clow	825		825
Councillor/Alderman	Travis Clow	825		825
Councillor/Alderman				-
Councillor/Alderman				-
Councillor/Alderman				-
Councillor/Alderman				-
Councillor/Alderman				-
Councillor/Alderman				-
Councillor/Alderman				-
Councillor/Alderman				-
Councillor/Alderman				-
Councillor/Alderman				-
Total		2,585	54	2,639