

CITY OF WEYBURN
Financial Statements
Year Ended December 31, 2017

CITY OF WEYBURN

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Year Ended December 31, 2017

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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.

Cogent Chartered Professional Accountants LLP, 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.



Matthew Warren, City Manager



Laura Missal, CPA, CA, Director of Finance

Weyburn, SK

Date: Aug. 13, 2018

Cogent

CHARTERED PROFESSIONAL
ACCOUNTANTS LLP

INDEPENDENT AUDITOR'S REPORT

To the Council of the City of Weyburn:

We have audited the accompanying financial statements of the City of Weyburn, which comprise the statement of financial position as at December 31, 2017 and the statements of operations and cash flow for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the 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.

Auditor's 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 auditor's 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 City of Weyburn as at December 31, 2017 and the results of its operations and its cash flow for the year then ended in accordance with Canadian public sector accounting standards.

The financial statements for the year ended December 31, 2016 were audited by another accounting firm and are presented for comparative purposes only.

Weyburn, SK
August 15, 2018

Cogent CPA LLP

Chartered Professional Accountants

CITY OF WEYBURN

Statement of Financial Position

As at December 31, 2017

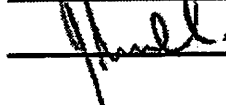
Statement 1

	2017	2016
FINANCIAL ASSETS		
Cash and Cash Equivalents (Note 3)	\$ 16,169,814	\$ 10,312,757
Taxes Receivable - Municipal (Note 4)	905,478	880,192
Other Accounts Receivable (Note 5)	4,465,923	2,511,026
Land for Resale (Note 6)	1,531,842	1,833,420
Investments (Note 7)	30,274,402	35,412,383
Pension Plan Asset	1,815,000	1,703,000
Total Financial Assets	55,462,459	52,652,778
LIABILITIES		
Accounts Payable	2,166,082	1,672,403
Accrued Liabilities Payable	673,614	654,459
Overpaid taxes	48,781	32,718
Deposits	69,825	66,950
Deferred Revenue (Note 9)	418,169	537,428
Accrued Landfill Costs (Note 10)	478,665	446,934
Other Liabilities (Note 13)	4,204,134	3,242,961
Total Liabilities	8,059,270	6,653,853
NET FINANCIAL ASSETS	47,403,189	45,998,925
NON-FINANCIAL ASSETS		
Tangible Capital Assets (Schedule 6, 7)(Schedule 6, 7)	66,489,693	64,240,231
Prepayments and Deferred Charges	344,810	301,438
Stock and Supplies	29,202	110,562
Patronage Equity	1,088	1,088
Total Non-Financial Assets	66,864,793	64,653,319
ACCUMULATED SURPLUS (Schedule 8)	\$114,267,982	\$110,652,244

Commitments (Note 13)

Subsequent Events (Note 14)

ON BEHALF OF COUNCIL

 Mayor
 Councillor

See notes to financial statements

CITY OF WEYBURN

Statement of Operations

Year Ended December 31, 2017

Statement 2

	2017 Budget	2017	2016
REVENUES			
Taxes and Other Unconditional Revenue (Schedule 1)	\$ 12,838,588	\$ 12,050,312	\$ 12,831,989
Fees and Charges (Schedule 4, 5)	5,966,449	6,112,997	5,929,319
Conditional Grants (Schedule 4, 5)	933,800	2,107,091	1,297,346
Tangible Capital Assets Sales - Gain (Loss) (Schedule 4, 5)	-	30,888	(17,015)
Land Sales - Gain (Schedule 4, 5)	320,000	242,354	879,316
Investment Income and Commissions (Schedule 4, 5)	748,000	544,955	807,813
Other Revenues (Schedule 4, 5)	219,200	416,335	366,607
Total Revenues	21,026,037	21,504,932	22,095,375
EXPENSES			
General Government Services (Schedule 3)	2,591,165	2,494,307	1,991,818
Protective Services (Schedule 3)	4,249,122	4,377,837	4,049,269
Transportation Services (Schedule 3)	3,468,268	4,161,673	3,898,242
Environmental and Public Health Services (Schedule 3)	829,175	748,865	601,043
Planning and Development Services (Schedule 3)	543,425	477,238	1,186,801
Recreation and Cultural Services (Schedule 3)	4,052,845	4,553,168	4,445,887
Utility Services (Schedule 3)	3,420,240	3,767,743	3,183,954
Total Expenses	19,154,240	20,580,831	19,357,014
Surplus of Revenues over Expenses before Other Capital Contributions	1,871,797	924,101	2,738,361
Provincial/Federal Capital Grants and Contributions (Schedule 4, 5)	861,846	2,691,637	750,011
Surplus of Revenues over Expenses	2,733,643	3,615,738	3,488,372
Accumulated Surplus, Beginning of Year	110,652,244	110,652,244	107,163,872
Accumulated Surplus, End of Year	\$113,385,887	\$114,267,982	\$110,652,244

CITY OF WEYBURN

Statement of Change in Net Financial Assets

Year Ended December 31, 2017

Statement 3

	2017 Budget	2017	2016
Surplus (Deficit)	\$ 2,733,643	\$ 3,615,738	\$ 3,488,372
(Acquisition) of tangible capital assets	-	(4,946,713)	(1,636,374)
Amortization of tangible capital assets	-	2,692,135	2,658,081
Proceeds on disposal of tangible capital assets	-	36,000	20,500
Loss (gain) on the disposal of tangible capital assets	-	(30,884)	17,013
Surplus (Deficit) of capital expenses over expenditures	-	(2,249,462)	1,059,220
	2,733,643	1,366,276	4,547,592
(Acquisition) of supplies inventories	-	(29,202)	(110,562)
(Acquisition) of prepaid expense	-	(344,810)	(301,438)
Consumption of supplies inventory	-	110,562	78,810
Use of prepaid expense	-	301,438	455,147
Surplus (Deficit) of expenses of other non-financial over expenditures	-	37,988	121,957
Increase/Decrease in Net Financial Assets	2,733,643	1,404,264	4,669,549
Net Financial Assets (Debt) - Beginning of Year	45,998,925	45,998,925	41,329,376
Net Financial Assets (Debt) - End of Year	\$ 48,732,568	\$ 47,403,189	\$ 45,998,925

CITY OF WEYBURN

Statement of Cash Flow

Year Ended December 31, 2017

Statement 4

	2017	2016
Cash provided by (used for) the following activities		
Operating:		
Surplus of Revenue over Expenses	\$ 3,615,738	\$ 3,488,372
Amortization	2,692,135	2,658,081
Loss (gain) on disposal of tangible capital assets	(30,888)	17,015
	<u>6,276,985</u>	<u>6,163,468</u>
Change in assets/liabilities		
Taxes Receivable - Municipal	(25,286)	(296,355)
Other Receivables	(1,954,897)	(627,531)
Land for Resale	1,578	98,130
Pension Plan Asset	(112,000)	(507,000)
Accrued Liabilities Payable	19,155	21,883
Accounts Payable	493,679	113,131
Overpaid Taxes	16,063	(48,073)
Deposits	2,875	5,075
Deferred Revenue	(119,259)	(894,320)
Accrued Landfill Costs	31,731	51,334
Other Liabilities	961,173	695,836
Stock and Supplies	81,360	(31,752)
Prepayments and Deferred Charges	(43,372)	153,709
Dollar rounding	4	-
	<u>(647,196)</u>	<u>(1,265,933)</u>
Cash provided by operating transactions	<u>5,629,789</u>	<u>4,897,535</u>
Capital:		
Acquisition of tangible capital assets	(4,946,713)	(1,636,374)
Proceeds from disposal of capital assets	36,000	20,500
Cash applied to capital transactions	<u>(4,910,713)</u>	<u>(1,615,874)</u>
Investing:		
Investments	5,137,981	(35,000,000)
Cash provided by (applied to) investing transactions	<u>5,137,981</u>	<u>(35,000,000)</u>
Financing:		
Debt issued	-	-
Debt repaid	-	(5,000,000)
Cash provided by (applied to) financing transactions	<u>-</u>	<u>(5,000,000)</u>
Change in Cash and Temporary Investments during the year	<u>5,857,057</u>	<u>(36,718,339)</u>
Cash and Temporary Investments - Beginning of Year	<u>10,312,757</u>	<u>47,031,096</u>
Cash and Temporary Investments - End of Year (Note 3)	<u>\$ 16,169,814</u>	<u>\$ 10,312,757</u>

CITY OF WEYBURN

Notes to Financial Statements

Year Ended December 31, 2017

1. Significant Accounting Policies

The City of Weyburn ("the City") is a municipality in the Province of Saskatchewan and operates under provisions of the Municipal Government Act. The financial statements of the City are prepared by management in accordance with the local government accounting standards established by the Public Sector Accounting Board of the Chartered Professional Accountants of Canada. Significant aspects of the accounting policies are as follows:

(a) **Basis of Accounting:**

The 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.

(b) **Fund Accounting:**

The City's financial transactions are segmented into various self balancing funds. Transfers between funds are recorded as adjustments to appropriate surplus accounts. Each fund is operated under regulations and policies prescribed by Provincial Acts, City bylaws and municipal accounting guidelines.

(c) **Reporting Entity:**

The financial statements consolidates the assets, liabilities and flow of resources of the City. There are no other organizations that are owned or controlled by the City and are, therefore, accountable to the Council for the administration of their financial affairs and resources. Interdepartmental transactions and balances have been eliminated.

(d) **Revenue Recognition:**

Government transfers

The City recognizes a government transfer as revenue when the transfer is authorized and all eligibility criteria, if any, have been met. A government transfer with stipulations giving rise to an obligation that meets the definition of a liability is recognized as a liability. In such circumstances, the City recognizes revenue as the liability is settled. Transfers of non-depreciable assets are recognized in revenue when received or receivable.

Externally restricted revenue

The City recognizes externally restricted inflows as revenue in the period the resources are used for the purposes specified in accordance with an agreement. Until this time, the City records externally restricted inflows in deferred revenue.

Tax revenue

The City recognizes taxes as assets and revenue when they meet the definition of an asset; are authorized by a legislature, council, or legislative convention; and the taxable event has occurred. Taxes related to unreported taxable events or unidentified economic events that would be taxable events if disclosed or known to the government are recognized when such events are known, the related taxes are quantifiable, and amounts are collectible. Tax revenue is initially measured at management's best estimate of the amount resulting from the original taxable event in accordance with tax legislation. The related tax receivable is initially recognized at its realizable value at the date of acquisition. At each financial statement date, the City evaluates the tax receivable for collectability and records a valuation allowance to reflect the tax receivable at its net recoverable amount, if necessary.

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

Local improvement charges

Local improvement projects financed by frontage taxes recognize any prepayment charges as revenue in the period assessed. Any uncollected balance at the end of the year is recorded as a receivable and is applied on the annual tax roll.

(e) **Expenditure Recognition:**

Expenditures are recognized in the period the goods and services are acquired and a liability is incurred. They also include grants and contributions made when no direct goods or services were acquired. Expenditures include amounts for interest on debt outstanding but do not include any amounts for principal repayment.

(continues)

CITY OF WEYBURN

Notes to Financial Statements

Year Ended December 31, 2017

1. Significant Accounting Policies (continued)

(f) Collection of Funds for Other Authorities:

Collection of funds by the City for the School Boards are collected and remitted in accordance with relevant legislation. There are no amounts receivable for amounts owing from School Boards relating to overpayments.

(g) Asset Classification:

Assets are classified as either financial or non-financial. Financial assets are assets that could be used to discharge existing liabilities or finance future operations. Non-financial assets are acquired, constructed or developed assets that do not normally provide resources to discharge existing liabilities but are employed to deliver government services, may be consumed in normal operations and are not for resale in the normal course of operations. Non-financial assets include tangible capital assets, prepayments and deferred charges, stock and supplies and patronage equity.

(h) Net Financial Assets:

The City's financial statements are presented so as to highlight net financial assets as the measurement of financial position. The net financial assets of the City are determined by its financial assets less its liabilities. Net financial assets are comprised of two components, non-financial assets and accumulated surplus.

(i) 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.

(j) Investments:

Portfolio investments are valued at the lower of cost, less any provisions for other than temporary impairment, and market. Investments with terms of 91 days to one year have been classified as other short-term investments and investments with terms longer than one year have been classified as other long-term investments concurrent with the nature of the investment.

(k) Inventories:

Inventories of materials and supplies expected to be used by the City are valued at the lower of cost or replacement cost.

Land inventory, comprised of land held for future development and resale, is valued at the lower of cost and net realizable value. Cost includes amounts for land acquisition and improvements to prepare the land for sale or servicing. Land is available for resale when approved for sale by the engineering department and when all municipal services have been completed.

Grain inventory, comprised of the City's crop share on leased out farmland, is recorded at its net realizable value at year end.

(continues)

1. Significant Accounting Policies (continued)

(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 City's tangible capital asset useful lives are estimated as follows:

<u>Asset</u>	<u>Useful Life</u>
General Assets	
Land	Indefinite
Land Improvements	15 to 45 Years
Buildings	20 to 50 Years
Vehicles & Equipment	
Vehicles	5 to 40 Years
Machinery and Equipment	5 to 40 Years
Infrastructure Assets	
Water & Sewer	45 to 75 Years
Road Network Assets	10 to 65 Years

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 includes 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.

(m) Landfill liability:

The City maintains a waste disposal site. The Saskatchewan Environmental Protection Acts sets out the regulatory requirements to properly close and maintain all active and inactive landfill sites. Under environmental law, there is a requirement for closure and post-closure care of solid waste landfill sites. This requirement is being provided for over the estimated remaining life of the landfill site based on usage.

(n) 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 City:
 - 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.

At each financial reporting date, the City reviews the carrying amount of the liability. Any revisions required to the amount previously recognized are accounted for in the period the revisions are made. The City continues to recognize the liability until it is settled or otherwise extinguished. Disbursements made to settle the liability are deducted from the reported liability when they are made.

(continues)

1. Significant Accounting Policies (continued)

(o) **Measurement Uncertainty:**

The preparation of financial statements in conformity with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenue and expenditures during the period.

- Accounts receivable are stated after evaluation as to their collectability and an appropriate allowance for doubtful accounts is provided where considered necessary.
- The measurement of stock and supplies are based on estimates of volume and quality.
- Amortization is based on the estimated useful lives of tangible capital assets.
- The 'Opening Asset costs' of tangible capital assets have been estimated where actual costs were not available
- Accrued landfill liability is based on estimates of future costs, usage and capacity.
- Pension plan asset/obligation is based on actuarial estimates.

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) **Employee Future Benefits:**

The estimated future cost of providing defined benefit pension is actuarially determined using the projected benefits method prorated on service, as future salary levels affect the amount of employee future benefits. The attribution period for such cost begins the date of enrollment into the plan as per plan text regulations to the date the employee becomes fully eligible to receive the benefits. The City determines its discount rates by reference to its plan asset earnings.

The expected return on plan assets is determined by applying the assumed rate of return on plan assets to the average market related value of assets for the period. Actuarial gains and losses are amortized on a straight-line basis over the average remaining service life of the related employee group. Prior period employee service costs resulting from plan amendments are expensed in the period of the plan amendment.

(q) **Basis of segmentation/Segment report:**

The City 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 City.

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 City.

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.

CITY OF WEYBURN

Notes to Financial Statements

Year Ended December 31, 2017

2. Budget Information

The disclosed budget information was approved by the Mayor and Council of the City of Weyburn at the Council meeting held January 22, 2017. The City budgeted a \$0 operating deficit for 2017 and \$2,237,500 in their capital budget for purchases in the current year.

Budgeted surplus of revenues over expenses per financial statements (Statement 2)	\$ 2,733,643
Interfund transfers included in City budget (not included in financial statements)	<u>(2,733,643)</u>
Actual Operating Budgeted Deficit	\$ <u>-</u>

3. Cash and Temporary Investments

	<u>2017</u>	<u>2016</u>
Bank of Montreal - general account	\$ 12,841,025	\$ 10,298,264
Bank of Montreal - payroll account	2,722	2,722
CIBC - premium savings account	3,309,850	7
Debit Card accounts	12,592	8,289
Petty Cash and floats	3,625	3,475
Total Cash and Temporary Investments	\$ <u>16,169,814</u>	\$ <u>10,312,757</u>

Cash and temporary investments include balances with banks, term deposits, marketable securities and short-term investments with maturities of three months (90 days) or less. Cash subject to restrictions that prevent its use for current purposes is included in restricted cash.

4. Taxes Receivable - Municipal

	<u>2017</u>	<u>2016</u>
<u>Municipal</u>		
- Current	\$ 826,868	\$ 852,344
- Arrears	78,610	27,848
	<u>905,478</u>	<u>880,192</u>
- Less Allowance for Uncollectibles	-	-
Municipal Taxes Receivable	\$ <u>905,478</u>	\$ <u>880,192</u>

5. Other Accounts Receivable

	<u>2017</u>	<u>2016</u>
Federal Government	\$ 583,311	\$ 415,432
Provincial Government	3,010,916	1,067,766
Local Government	109,831	83,355
Utility	130,423	130,485
Trade	354,616	405,760
Other	276,826	408,228
Total Other Accounts Receivable	4,465,923	2,511,026
Less: Allowance for Uncollectibles	-	-
Net Other Accounts Receivable	\$ <u>4,465,923</u>	\$ <u>2,511,026</u>

Included in other receivables are local improvements that were paid in full by the City and will be repaid at cost plus interest at 6.25% (2016 - 6.25%) by rate payers from 2017 to 2024.

6. Land for Resale

	<u>2017</u>	<u>2016</u>
Developed Property	\$ 1,831,842	\$ 1,833,420
Allowance for market value adjustment	-	-
Total Land for Resale	<u>1,831,842</u>	<u>1,833,420</u>

CITY OF WEYBURN

Notes to Financial Statements

Year Ended December 31, 2017

7. Investments

	<u>2017</u>	<u>2016</u>
Short-term Investments		
Weyburn Credit Union - GIC @ 1.75% (2016 - 2.00%)	\$ 5,034,041	\$ 5,044,110
CIBC Wood Gundy - GIC @ 1.56% (2016 - 1.65%)	3,018,207	10,146,014
RBC Dominion Securities - GIC @ 1.88% (2016 - N/A)	1,003,451	-
Weyburn Credit Union - GIC (2016 - 2.00%)	-	5,044,110
Weyburn Credit Union - GIC (2016 - 1.90%)	-	5,024,725
Total short-term	<u>9,055,699</u>	<u>25,258,959</u>
Long-term Investments		
Weyburn Credit Union - GIC @ 1.75% (2 year - 2018)	5,087,500	5,076,712
Weyburn Credit Union - GIC @ 1.75% (2 year - 2018)	5,087,500	5,076,712
RBC Dominion Securities - GIC @ 1.96% (2 year - 2019)	1,003,598	-
BMO Financial - GIC @ 2.10% (3 year - 2020)	5,019,562	-
RBC Dominion Securities - GIC @ 2.09% (3 year - 2020)	1,003,836	-
RBC Dominion Securities - GIC @ 2.22% (4 year - 2021)	1,004,075	-
RBC Dominion Securities - GIC @ 2.35% (5 year - 2022)	1,004,314	-
RBC Dominion Securities - GIC @ 2.20% (7 year - 2024)	2,008,318	-
Total long-term	<u>21,218,703</u>	<u>10,153,424</u>
Total Investments	<u>\$ 30,274,402</u>	<u>\$ 35,412,383</u>

Guaranteed Investment Certificates (GIC's) are reported at acquisition cost plus accrued interest which is equivalent to their fair market value.

In prior years the short term investments (91 days to one year maturity at acquisition) were reported as cash equivalents. The City has reclassified them in accordance with the nature and intent of the investment.

8. Pension Plan

The City sponsors a contributory defined benefit pension plan for substantially all of its employees. The plan provides pensions based on length of service and final average earnings of the member while in the plan. The plan does not provide for inflation variations. At December 31, 2016 there were 103 active employees. During 2017, there were 10 entrants and 11 exits from the plan, leaving 102 active employees remaining at December 31, 2017. There are 13 (2016 - 15) former employees who are entitled to deferred pension benefits. At present, the plan provides for 51 (2016 - 50) retirees.

Employees make contributions equal to the following percentages of their salary:

Regular employees	9.2% (2015 - 9.2%)
Management employees	9.7% (2015 - 9.7%)
Emergency employees	11.0% (2015 - 11.0%)

The City contributes an equal amount. While the City is required to contribute equal amounts into the pension fund, the City retains the full risk of the accrued benefit obligation. In 2017, total employer and member contributions for current year's service were \$1,749,000 (2016 - \$1,727,695). Total benefit payments to retirees during the year were \$1,021,000 (2016 - \$1,011,110). Total termination and death payments during the year were \$972,000 (2016 - \$260,352).

The pension asset at December 31, 2017 and 2016 includes the following components:

	<u>2017</u>	<u>2016</u>
Accrued benefit obligation	\$ (28,442,000)	\$ (24,096,000)
Fair value of plan assets	23,114,000	22,044,000
Funded status - plan deficit	(5,328,000)	(2,052,000)
Unamortized actuarial losses	7,143,000	3,755,000
Accrued benefit asset	1,815,000	1,703,000
Valuation allowance	-	-
Accrued benefit asset, net of valuation allowance	<u>\$ 1,815,000</u>	<u>\$ 1,703,000</u>

(continues)

CITY OF WEYBURN

Notes to Financial Statements

Year Ended December 31, 2017

8. Pension Plan (continued)

Actuarial valuations for accounting purposes are performed triennially using the projected benefit method prorated on services. The most recent actuarial report was prepared at December 31, 2015 by AON Consulting. The accrued benefit obligation shown for 2017 is based on an extrapolation of that December 31, 2015 valuation. There is a net unamortized actuarial gain/loss to be amortized on a straight-line basis over the expected average remaining service life of the related employee groups (11.5 years).

The actuarial valuation was based on a number of assumptions about future events, such as inflation rates, interest rates, wage and salary increases and employee turnover and mortality. The assumptions used reflect the City's best estimates. The expected inflation rate is 2.25% (2016 - 2.25%). The discount rate used to determine the accrued benefit obligation is 5.65% (2016 - 5.65%). The rate of compensation increase is 2.75% (2016 - 2.75%).

The City has a commitment to fund the unamortized net actuarial losses at the amount of 6.8% (2016 - 6.8%) of pensionable salaries for 10 years or until the fund becomes fully funded.

The following table presents information about accrued benefit obligations, the change in the fair value of plan assets, and the funded status of the plans at December 31, 2017 and 2016:

	<u>2017</u>	<u>2016</u>
<u>Change in benefit obligation</u>		
Benefit obligation, beginning of year	\$ 24,096,000	\$ 20,616,000
Service costs	1,080,000	961,000
Interest cost	1,336,000	1,228,000
Benefits paid	(1,993,000)	(1,271,000)
Actuarial loss	3,923,000	2,562,000
	<u>\$ 28,442,000</u>	<u>\$ 24,096,000</u>
<u>Change in fair value of plan assets</u>		
Fair value of plan assets, beginning of year	\$ 22,044,000	\$ 20,159,000
Return on plan assets	1,239,000	1,223,000
Employer contributions	1,101,000	1,085,000
Employee contributions	648,000	643,000
Benefits paid	(1,993,000)	(1,271,000)
Unamortized net actuarial gain (loss)	75,000	205,000
	<u>\$ 23,114,000</u>	<u>\$ 22,044,000</u>

Pension fund assets are valued at market values. The expected rate of return on plan assets was 5.65% (2016 - 5.65%). The actual return on plan assets was 5.65% (2016 - 5.12%). The market value of plan assets at December 31, 2017 is \$23,114,000 (2016 - \$22,044,076).

The City uses a measurement date of the date of the financial statements to value the plan assets and accrued benefit obligation.

The total expenses related to pensions include the following components:

Current period benefit cost	\$ 1,080,000	\$ 961,000
Amortization of actuarial losses	460,000	255,000
Employee contributions	(648,000)	(643,000)
	<u>892,000</u>	<u>573,000</u>
Pension expense		
Interest cost on the accrued benefit obligation	1,336,000	1,228,000
Return on plan assets	(1,239,000)	(1,223,000)
Pension interest expense	97,000	5,000
	<u>\$ 989,000</u>	<u>\$ 578,000</u>

The pension expense less employer contributions is included in the statement of operations as part of the the general government function. The pension interest expense is included as part of general government interest expense.

The City also provides a retiring allowance for eligible employees based on specific criteria. An employee does not qualify for the retiring allowance if they receive any form of bridge benefit or termination pay. A liability of \$15,000 (2016 - \$15,000) has been accrued for these benefits as of December 31, 2017.

CITY OF WEYBURN

Notes to Financial Statements

Year Ended December 31, 2017

9. Deferred Revenue

	<u>2017</u>	<u>2016</u>
Property sales	\$ 387,073	\$ 514,313
Other deferred	31,096	23,115
Total Deferred Revenue	\$ 418,169	\$ 537,428

10. Accrued Landfill Costs

	<u>2017</u>	<u>2016</u>
Environmental liabilities	\$ 478,665	\$ 446,934

Environmental liabilities consist of the estimated total future landfill closure and post closure care costs of \$3,785,000. The estimated liability of these expenditures is recognized as the landfill site's capacity is used and the reported liability represents the portion of the estimated total expenditures recognized as at December 31, 2017, based on the cumulative capacity used at that date, compared to the total estimated landfill capacity. Estimated total expenditures represent the sum of the discounted future cash flows for closure and post-closure care activities discounted at 4.5%, which is the City's estimated average long-term borrowing rate.

Landfill closure and post closure care requirements have been defined in accordance with industry standards and include final covering and landscaping of the landfill, pumping of ground water and leachates from the site, and ongoing environmental monitoring, site inspection, and maintenance. The reported liability is based on estimates and assumptions with respect to events extending over a one hundred year period using the best information available to management. Future events may result in significant changes to the estimated total expenditures, capacity used or total capacity and the estimated liability, and would be recognized prospectively, as a change in estimate, when applicable.

The landfill has 87% (2016 - 88%) of its total estimated capacity remaining and its estimated remaining life is 90-100 years. The period for post closure care is estimated to be 50 years.

11. Liability for Contaminated Sites

The City does not currently have any liability for any contaminated sites in the community. All properties that have environmentally risky histories are still under ownership of the corporation or individual that operated, or is still operating, on the property and all property taxes and/or other liabilities to the City are current. At present, there is no risk that any of these properties will become the responsibility of the municipality.

12. Long-term Debt

The debt limit of the municipality is \$ 16,300,000 (2016 - \$16,300,000). None of this debt limit was utilized in the 2017 or 2016 fiscal years.

13. Commitments

The City implemented a \$140 per dwelling unit levy in 2012 for a 15 year period. This levy is to be provided as support to the Weyburn Hospital Foundation as part of the Community Contribution for a new hospital in Weyburn. This levy has been included in other liabilities in the amount of \$4,048,246 (2016 - \$3,217,129). No disbursements have been made to date.

On December 12, 2016, Council committed to providing Weyburn Minor Football with a \$60,000 interest free loan, repayable over seven years. The loan was advanced on May 30, 2017 and one payment was received during the year leaving the balance receivable at year end at \$51,425.

14. Subsequent Events

During the current year, the City approved a transfer of their current pension plan to the Municipal Employee Pension Plan effective January 1, 2019. The estimated cost to complete the transfer is five to six million dollars, to be paid in April 2019.

15. Comparative Figures

Certain of the prior year comparative figures, which were audited by another accounting firm, may have been restated to conform to the current year's presentation.

CITY OF WEYBURN

Schedule of Taxes and Other Unconditional Revenue

Year Ended December 31, 2017

Schedule 1

	2017 Budget	2017	2016
TAXES			
General municipal tax levy	\$ 8,538,800	\$ 8,546,232	\$ 8,361,211
Abatements and adjustments	(280,000)	(457,151)	(320,617)
Net Municipal Taxes	8,258,800	8,089,081	8,040,594
Penalties on tax arrears	120,000	102,826	88,292
Special tax levy	-	29,906	220,948
Total Taxes	8,378,800	8,221,813	8,349,834
UNCONDITIONAL GRANTS			
Equalization (Revenue Sharing)	2,131,836	2,048,374	2,289,565
Total Unconditional Grants	2,131,836	2,048,374	2,289,565
GRANTS IN LIEU OF TAXES			
Federal	8,500	8,922	8,555
Provincial			
S.P.C. Electrical	1,230,000	1,412,029	1,236,628
SaskEnergy Gas	350,000	119,819	257,699
Other	94,452	86,970	93,718
Local/Other			
Housing Authority	120,000	152,385	120,135
Other Government Transfers			
S.P.C Surcharge	525,000	-	475,855
Total Grants in Lieu of Taxes	2,327,952	1,780,125	2,192,590
TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	\$ 12,838,588	\$ 12,050,312	\$ 12,831,989

CITY OF WEYBURN

Schedule of Operating and Capital Revenue by Function

Year Ended December 31, 2017

Schedule 2 - 1

	2017 Budget	2017	2016
GENERAL GOVERNMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Rentals	\$ 146,511	\$ 170,653	\$ 149,002
- Licences and fees	94,500	81,704	90,300
Total Fees and Charges	241,011	252,357	239,302
- Investment income and commissions	725,000	533,140	796,822
- Other	187,200	336,033	341,373
Total Other Segmented Revenue	1,153,211	1,121,530	1,377,497
Conditional Grants			
- Community contributions	9,500	7,915	9,650
- Provincial (Transit for the Disabled)	13,000	13,191	13,691
- Provincial (Duck Derby)	-	-	849
Total Conditional Grants	22,500	21,106	24,190
Total Operating	1,175,711	1,142,636	1,401,687
Capital			
Conditional Grants			
- Gas tax	624,846	637,427	624,846
Total Capital	624,846	637,427	624,846
Total General Government Services	1,800,557	1,780,063	2,026,533
PROTECTIVE SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Administration and services	66,500	60,234	136,012
Total Fees and Charges	66,500	60,234	136,012
- Tangible capital asset sales - gain (loss)	-	-	(17,015)
- Other	15,000	28,227	11,843
Total Other Segmented Revenue	81,500	88,461	130,840
Conditional Grants			
- Community contributions	-	-	10,000
- Provincial (Funded Officer)	291,400	266,329	492,072
- RM of Weyburn (Fire Protection)	104,000	46,249	36,837
- Provincial (Prisoner Detention)	23,000	50,788	27,594
- Provincial (Fine Sharing)	17,000	14,917	29,568
- Provincial (Fire Protection)	40,000	11,029	11,612
- Federal (Prisoner Detention)	21,000	16,930	18,256
Total Conditional Grants	496,400	406,242	625,939
Total Operating	577,900	494,703	756,779
Capital			
Conditional Grants			
- Provincial (Law Enforcement/Community Enhancement)	224,500	257,381	-
Total Capital	224,500	257,381	-
Total Protective Services	\$ 802,400	\$ 752,084	\$ 756,779



CITY OF WEYBURN

Schedule of Operating and Capital Revenue by Function

Year Ended December 31, 2017

Schedule 2 - 2

	Budget 2017	2017	2016
TRANSPORTATION SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work	\$ 27,300	\$ 7,974	\$ 3,235
- Rentals	21,273	20,701	18,976
Total Fees and Charges	48,573	28,675	22,211
- Tangible capital asset sales - gain	-	30,888	-
- Investment income	22,000	10,331	10,240
- Other	100	6,770	1,134
Total Other Segmented Revenue	70,673	76,664	33,585
Conditional Grants			
- Community contributions	114,000	-	4,000
- RM of Weyburn (Airport)	5,000	8,455	5,801
- Provincial (Airport)	5,000	16,781	-
- Provincial (Urban Connectors)	-	44,269	44,269
Total Conditional Grants	124,000	69,505	54,070
Total Operating	194,673	146,169	87,655
Total Transportation Services	194,673	146,169	87,655

ENVIRONMENTAL AND PUBLIC HEALTH SERVICES

Operating

Other Segmented Revenue			
Fees and Charges			
- Waste and disposal fees	750,600	664,255	693,252
- Cemetery fees	44,850	42,767	32,320
- Recycling fees	-	97,694	-
Total Fees and Charges	795,450	804,716	725,572
- Other	-	-	-
Total Other Segmented Revenue	795,450	804,716	725,572
Conditional Grants			
- Provincial (Recycling Program)	-	37,938	37,938
- Provincial (West Nile)	900	975	825
Total Conditional Grants	900	38,913	38,763
Total Operating	796,350	843,629	764,335
Total Environmental and Public Health Services	\$ 796,350	\$ 843,629	\$ 764,335

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CITY OF WEYBURN

Schedule of Operating and Capital Revenue by Function

Year Ended December 31, 2017

Schedule 2 - 3

	Budget 2017	2017	2016
PLANNING AND DEVELOPMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Maintenance and development charges	\$ 46,350	\$ 49,106	\$ 61,404
- Concessions	-	19,355	117,874
Total Fees and Charges	46,350	68,461	179,278
- Investment income	-	-	-
- Land sales	320,000	242,354	879,316
- Other	1,000	607	929
Total Other Segmented Revenue	367,350	311,422	1,059,523
Conditional Grants			
- Provincial (Rental Housing Initiative)	-	-	100,000
Total Conditional Grants	-	-	100,000
Total Operating	367,350	311,422	1,159,523
Capital			
Conditional Grants			
- Provincial (SIGI)	-	-	120,000
Total Capital	-	-	120,000
Total Planning and Development Services	367,350	311,422	1,279,523
RECREATION AND CULTURAL SERVICES			
Operating			
Other Segmented Revenues			
Fees and Charges			
- Rentals	472,200	523,674	479,804
- Fees	375,865	390,807	389,450
Total Fees and Charges	848,065	914,481	869,254
- Investment income	1,000	1,484	751
- Other	4,300	37,877	10,474
Total Other Segmented Revenue	853,365	953,842	880,479
Conditional Grants			
- Community contributions	45,950	24,236	164,563
- RM of Weyburn (Recreation)	70,000	82,365	80,257
- Provincial (Recreation)	157,550	167,142	176,461
- Federal (Recreation)	16,500	32,560	33,104
Total Conditional Grants	290,000	306,303	454,385
Total Operating	1,143,365	1,260,145	1,334,864
Capital			
Conditional Grants			
- Provincial (Tatagwa Parkway)	-	-	5,165
- Provincial (Small Spaces)	12,500	11,806	-
Total Capital	12,500	11,806	5,165
Total Recreation and Cultural Services	\$ 1,155,865	\$ 1,271,951	\$ 1,340,029

CITY OF WEYBURN

Schedule of Operating and Capital Revenue by Function

Year Ended December 31, 2017

Schedule 2 - 4

	Budget 2017	2017	2016
UTILITY SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges	\$ -	\$ -	\$ -
- Water	2,692,500	2,674,645	2,601,711
- Sewer	1,228,000	1,309,428	1,155,979
Total Fees and Charges	3,920,500	3,984,073	3,757,690
- Other	11,600	6,821	854
Total Other Segmented Revenue	3,932,100	3,990,894	3,758,544
- Provincial utilities water	-	537,974	-
- Provincial utilities admin	-	727,048	-
Total Conditional Grants	-	1,265,022	-
Total Operating	3,932,100	5,255,916	3,758,544
Capital			
Conditional Grants			
- New Building Canada Fund (SCFF, NRP)	-	893,710	-
- Clean Water and Wastewater Fund	-	891,313	-
Total Capital	-	1,785,023	-
Total Utility Services	3,932,100	7,040,939	3,758,544
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	\$ 9,049,295	\$ 12,146,257	\$ 10,013,398

SUMMARY

Total Other Segmented Revenue	\$ 7,253,649	\$ 7,347,529	\$ 7,966,040
Total Conditional Grants	933,800	2,107,091	1,297,347
Total Capital Grants and Contributions	861,846	2,691,637	750,011
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	\$ 9,049,295	\$ 12,146,257	\$ 10,013,398

CITY OF WEYBURN

Total Expenses by Function

Year Ended December 31, 2017

Schedule 3 - 1

	Budget 2017	2017	2016
GENERAL GOVERNMENT SERVICES			
Council remuneration and travel	\$ 237,290	\$ 214,933	\$ 237,332
Wages and benefits	1,158,865	1,191,135	1,072,154
Pension expense adjustment	-	(209,000)	(512,000)
Professional/Contractual services	374,175	374,068	364,148
Utilities	51,150	57,077	58,230
Maintenance, materials and supplies	432,867	361,209	429,907
Grants and contributions			
- operating	163,668	171,963	227,358
Amortization	-	47,607	51,537
Interest	18,200	116,818	23,203
Allowance for doubtful accounts	-	-	-
Other	154,950	168,497	39,950
Total General Government Services	2,591,165	2,494,307	1,991,819
PROTECTIVE SERVICES			
Police Protection			
Wages and benefits	2,864,450	2,875,812	2,704,592
Professional/Contractual services	60,780	61,509	60,830
Utilities	42,450	56,985	46,695
Maintenance, materials and supplies	260,200	292,075	179,333
Grants and contributions			
- operating	34,800	34,281	33,935
Amortization	-	111,221	102,648
Other	56,900	56,042	23,856
Fire Protection			
Wages and benefits	693,823	573,465	585,642
Professional/Contractual services	20,685	20,071	16,806
Utilities	43,321	49,712	41,343
Maintenance, materials and supplies	156,085	101,338	108,127
Amortization	-	134,098	133,750
Allowance for uncollectibles	309	-	3,486
Other	15,319	11,228	8,226
Total Protective Services	4,249,122	4,377,837	4,049,269
TRANSPORTATION SERVICES			
Wages and benefits	1,594,286	1,449,678	1,368,169
Professional/Contractual Services	205,450	234,231	151,454
Utilities	361,050	357,608	338,053
Maintenance, materials and supplies	1,294,782	1,111,326	999,204
Amortization	-	1,005,570	1,013,395
Allowance for uncollectibles	-	171	532
Other	12,700	3,089	27,435
Total Transportation Services	\$ 3,468,268	\$ 4,161,673	\$ 3,898,242

CITY OF WEYBURN

Total Expenses by Function

Year Ended December 31, 2017

Schedule 3 - 2

	Budget 2017	2017	2016
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Wages and benefits	\$ 401,130	\$ 303,437	\$ 339,835
Professional/Contractual services	155,670	143,298	30,408
Utilities	8,250	6,452	6,206
Maintenance, materials and supplies	231,325	256,517	165,027
Amortization	-	7,207	7,207
Allowance for uncollectibles	1,500	-	879
Other	31,300	31,954	52,547
Total Environmental and Public Health Services	829,175	748,865	602,109
PLANNING AND DEVELOPMENT SERVICES			
Wages and benefits	209,200	140,942	205,430
Professional/Contractual Services	2,250	4,492	2,515
Utilities	2,900	2,761	2,738
Maintenance, materials and supplies	59,800	63,923	52,148
Cost of property sold / local improvement costs	200,000	82,937	424,828
Grants and contributions			
- operating	-	-	200,000
Amortization	-	181,100	178,721
Interest	-	-	120,000
Allowance for uncollectibles	250	-	-
Other	69,025	1,083	421
Total Planning and Development Services	543,425	477,238	1,186,801
RECREATION AND CULTURAL SERVICES			
Wages and benefits	2,038,350	2,095,612	2,112,217
Professional/Contractual Services	103,775	98,401	82,158
Utilities	330,450	401,822	383,893
Maintenance, materials and supplies	1,111,810	1,010,625	938,837
Grants and contributions			
- operating	453,050	442,019	438,096
Amortization	-	492,491	471,270
Interest	1,200	1,280	1,131
Allowance for uncollectibles	-	-	-
Other	14,210	10,918	18,285
Total Recreation and Cultural Services	\$ 4,052,845	\$ 4,553,168	\$ 4,445,887



CITY OF WEYBURN**Total Expenses by Function**

Year Ended December 31, 2017

Schedule 3 - 3

	Budget 2017	2017	2016
UTILITY SERVICES			
Wages and benefits	\$ 1,194,040	\$ 982,564	\$ 1,064,760
Professional/Contractual services	164,200	105,095	64,356
Utilities	366,200	261,142	235,806
Maintenance, materials and supplies	1,679,100	1,700,134	1,111,767
Amortization	-	712,841	699,553
Allowance for uncollectibles	1,000	1,901	218
Other	15,700	4,066	6,428
Total Utility Services	3,420,240	3,767,743	3,182,888
TOTAL EXPENSES BY FUNCTION	\$ 19,154,240	\$ 20,580,831	\$ 19,357,015

CITY OF WEYBURN

Schedule of Segment Disclosure by Function

Year Ended December 31, 2017

Schedule 4

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and Charges	\$ 252,357	\$ 60,234	\$ 28,675	\$ 804,716	\$ 68,461	\$ 914,481	\$ 3,984,073	\$ 6,112,997
Tangible Capital Asset Sales - Gain (Loss)	-	-	30,888	-	-	-	-	30,888
Land Sales - Gain (Loss)	-	-	-	-	242,354	-	-	242,354
Investment Income and Commissions	533,140	-	10,331	-	-	1,484	-	544,955
Other Revenues	336,033	28,227	6,770	-	607	37,877	6,821	416,335
Grants - Conditional	21,106	406,242	69,505	38,913	-	306,303	1,265,022	2,107,091
- Capital	637,427	257,381	-	-	-	11,806	1,785,023	2,691,637
Total Revenues	1,780,063	752,084	146,169	843,629	311,422	1,271,951	7,040,939	12,146,257
Expenses (Schedule 3)								
Wages and Benefits	1,406,068	3,449,277	1,449,678	303,437	140,942	2,095,612	982,564	9,827,578
Pension Expense Adjustment	(209,000)	-	-	-	-	-	-	(209,000)
Professional/Contractual Services	374,068	81,580	234,231	143,298	4,492	98,401	105,095	1,041,165
Utilities	57,077	106,697	357,608	6,452	2,761	401,822	261,142	1,193,559
Maintenance Material and Supplies	361,209	393,413	1,111,326	256,517	63,923	1,010,625	1,700,134	4,897,147
Cost of Property Sold/Local Improvement Costs	-	-	-	-	82,937	-	-	82,937
Grants and Contributions	171,963	34,281	-	-	-	442,019	-	648,263
Amortization	47,607	245,319	1,005,570	7,207	181,100	492,491	712,841	2,692,135
Interest	116,818	-	-	-	-	1,280	-	118,098
Allowance for Uncollectibles	-	-	171	-	-	-	1,901	2,072
Other	168,497	67,270	3,089	31,954	1,083	10,918	4,066	286,877
Total Expenses	2,494,307	4,377,837	4,161,673	748,865	477,238	4,553,168	3,767,743	20,580,831
Surplus (Deficit) by Function	(714,244)	(3,625,753)	(4,015,504)	94,764	(165,816)	(3,281,217)	3,273,196	(8,434,574)
Taxes and other unconditional revenue (Schedule 1)								<u>12,050,312</u>
Net Surplus (Deficit)								<u>\$ 3,615,738</u>

CHARTERED PROFESSIONAL
 ACCOUNTANTS LLP
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See notes to financial statements

CITY OF WEYBURN

Schedule of Segment Disclosure by Function

Year Ended December 31, 2016

Schedule 5

	General Government	Protective Services	Transportation Services	Environmental & Public	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and Charges	\$ 239,302	\$ 136,012	\$ 22,211	\$ 725,572	\$ 179,278	\$ 869,254	\$ 3,757,690	\$ 5,929,319
Tangible Capital Asset Sales - Gain (Loss)	-	(17,015)	-	-	-	-	-	(17,015)
Land Sales - Gain (Loss)	-	-	-	-	879,316	-	-	879,316
Investment Income and Commissions	796,822	-	10,240	-	-	751	-	807,813
Other Revenues	341,373	11,843	1,134	-	929	10,474	854	366,607
Grants - Conditional	24,190	625,939	54,070	38,763	100,000	454,385	-	1,297,347
- Capital	624,846	-	-	-	120,000	5,165	-	750,011
Total Revenues	2,026,533	756,779	87,655	764,335	1,279,523	1,340,029	3,758,544	10,013,398
Expenses (Schedule 3)								
Wages and Benefits	1,309,486	3,290,234	1,368,169	339,835	205,430	2,112,217	1,064,760	9,690,131
Pension Expense Adjustment	(512,000)	-	-	-	-	-	-	(512,000)
Professional/ Contractual Services	364,148	77,636	151,454	30,408	2,515	82,158	64,356	772,675
Utilities	58,230	88,038	338,053	6,206	2,738	383,893	235,806	1,112,964
Maintenance Material and Supplies	429,907	287,460	999,204	165,027	52,148	938,837	1,111,767	3,984,350
Cost of Property Sold/Local Improvement Costs	-	-	-	-	424,828	-	-	424,828
Grants and Contributions	227,358	33,935	-	-	200,000	438,096	-	899,389
Amortization	51,537	236,398	1,013,395	7,207	178,721	471,270	699,553	2,658,081
Interest	23,203	-	-	879	120,000	1,131	-	145,213
Allowance for Uncollectibles	-	3,486	532	-	-	-	218	4,236
Other	39,950	32,082	27,435	52,547	421	18,285	6,428	177,148
Total Expenses	1,991,819	4,049,269	3,898,242	602,109	1,186,801	4,445,887	3,182,888	19,357,015
Surplus (Deficit) by Function	34,714	(3,292,490)	(3,810,587)	162,226	92,722	(3,105,858)	575,656	(9,343,617)
Taxes and other unconditional revenue (Schedule 1)								<u>12,831,989</u>
Net Surplus (Deficit)								<u>\$ 3,488,372</u>

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See notes to financial statements

CITY OF WEYBURN

Schedule of Tangible Capital Assets by Object

As at December 31, 2017

Schedule 6

	2017							2017 Total	2016 Total
	General Assets					Infrastructure Assets	General/ Infrastructure		
	Land	Land Improvements	Buildings	Vehicles, Machinery & Equipment	Linear Assets	Assets Under Construction			
Asset cost									
Opening Asset costs	\$ 162,555	\$ 2,707,610	\$ 38,873,012	\$ 10,096,632	\$ 64,275,270	\$ 3,849,311	\$ 119,964,390	\$ 118,542,757	
Additions during the year	-	193,632	146,267	700,136	66,453	3,840,225	4,946,713	1,636,374	
Disposals and write-downs during the year	-	-	-	(176,965)	-	-	(176,965)	(214,741)	
Transfers (from) assets under construction	-	-	-	-	-	-	-	-	
Closing Asset Costs	162,555	2,901,242	39,019,279	10,619,803	64,341,723	7,689,536	124,734,138	119,964,390	
Accumulated Amortization Cost									
Opening Accumulated Amortization Costs	-	1,989,410	15,673,755	4,969,571	33,091,423	-	55,724,159	53,243,306	
Add: Amortization taken	-	80,754	757,874	649,772	1,203,737	-	2,692,137	2,658,079	
Less: Accumulated amortization on disposals	-	-	-	(171,851)	-	-	(171,851)	(177,226)	
Closing Accumulated Amortization Costs	-	2,070,164	16,431,629	5,447,492	34,295,160	-	58,244,445	55,724,159	
Net Book Value	\$ 162,555	\$ 831,078	\$ 22,587,650	\$ 5,172,311	\$ 30,046,563	\$ 7,689,536	\$ 66,489,693	\$ 64,240,231	

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1. Total contributed donated assets received in 2017: \$ -
2. List of assets recognized at nominal value in 2017 are:
 - a) Land \$ 305
 - b) Buildings \$ 19
 - c) Machinery and Equipment \$ -
3. Amount of interest capitalized in 2017: \$ -

See notes to financial statements

CITY OF WEYBURN

Schedule of Tangible Capital Assets by Function

As at December 31, 2017

Schedule 7

	2017							2017 Total	2016 Total
	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Water & Sewer		
Asset cost									
Opening Asset costs	\$ 2,469,396	\$ 4,231,758	\$ 38,682,078	\$ 126,645	\$ 4,938,517	\$ 24,406,581	\$ 45,109,415	\$ 119,964,390	\$ 118,542,757
Additions during the year	-	152,958	558,707	-	-	505,349	3,729,699	4,946,713	1,636,374
Disposals and write-downs during the year	-	-	(176,965)	-	-	-	-	(176,965)	(214,741)
Closing Asset Costs	2,469,396	4,384,716	39,063,820	126,645	4,938,517	24,911,930	48,839,114	124,734,138	119,964,390
Accumulated Amortization Cost									
Opening Accumulated Amortization Costs	994,718	1,763,107	26,642,813	69,002	685,079	8,667,144	16,902,296	55,724,159	53,243,306
Add: Amortization taken	47,608	245,318	1,005,572	7,207	181,100	492,490	712,842	2,692,137	2,658,079
Less: Accumulated amortization on disposals	-	-	(171,851)	-	-	-	-	(171,851)	(177,226)
Closing Accumulated Amortization Costs	1,042,326	2,008,425	27,476,534	76,209	866,179	9,159,634	17,615,138	58,244,445	55,724,159
Net Book Value	\$ 1,427,070	\$ 2,376,291	\$ 11,587,286	\$ 50,436	\$ 4,072,338	\$ 15,752,296	\$ 31,223,976	\$ 66,489,693	\$ 64,240,231

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See notes to financial statements

CITY OF WEYBURN

Schedule of Accumulated Surplus

Year Ended December 31, 2017

Schedule 8

	2016	Changes	2017
UNAPPROPRIATED SURPLUS	\$ 3,490,490	\$ (1,279,759)	\$ 2,210,731
APPROPRIATED RESERVES			
Property sales	12,265,652	100,000	12,365,652
Internal loans	7,613,109	1,966,760	9,579,869
Utilities	-	8,989,149	8,989,149
Facilities	3,024,453	67,115	3,091,568
Municipal operating grant	2,863,278	-	2,863,278
General government	2,369,528	220,019	2,589,547
Infrastructure	1,104,318	100,000	1,204,318
Fleet services	-	1,153,799	1,153,799
Taxation	1,000,000	-	1,000,000
Engineering	11,590,798	(10,671,450)	919,348
Diversion	-	532,897	532,897
Parks	500,224	21,900	522,124
Cemetery	-	410,559	410,559
Emergency	264,537	(61,530)	203,007
Leisure	278,965	(195,275)	83,690
Pension plan	32,970	12,592	45,562
Transit for disabled	13,691	(500)	13,191
Total Appropriated	42,921,523	2,646,035	45,567,558
NET INVESTMENT IN TANGIBLE CAPITAL ASSETS			
Tangible capital assets (Schedule 6)	64,240,231	2,249,462	66,489,693
Less: Related debt	-	-	-
Net Investment in Tangible Capital Assets	64,240,231	2,249,462	66,489,693
Total Accumulated Surplus	\$ 110,652,244	\$ 3,615,738	\$ 114,267,982



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CITY OF WEYBURN

Schedule of Mill Rates and Assessments

Year Ended December 31, 2017

Schedule 9

	PROPERTY CLASS								
	Agriculture	Residential	Personal Care Homes	Multi Unit Residential	Trailer Court	Residential Condominium	Commercial (C&I, E, R, P)	Accommodations Mall	
Taxable Assessment Mall	\$ 391,215	\$ 802,746,560	\$ 6,136,480	\$ 45,322,320	\$ 350,800	\$ 137,001,600	\$ 244,029,200	\$ 25,511,900	\$1,261,490,075
	-	-	-	-	-	-	-	10,396,400	10,396,400
Total Assessment	391,215	802,746,560	6,136,480	45,322,320	350,800	137,001,600	244,029,200	35,908,300	1,271,886,475
Mill Rate Factor(s)	0.3480	0.4302	0.6981	1.0976	3.0445	0.3990	1.5548	1.5375	
	-	-	-	-	-	-	-	1.7620	
Total Base/Minimum Tax (generated for each property class)	-	2,081,400	-	-	-	441,600	-	-	2,523,000
Total Municipal Tax Levy (include base and/or minimum tax and special levies)	\$ 919	\$ 4,412,801	\$ 28,920	\$ 335,834	\$ 7,210	\$ 810,634	\$ 2,561,441	\$ 388,473	\$ 8,546,232

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MILL RATES:	MILLS
Average Municipal *	6.7193
Average School	4.5736
Uniform Municipal Mill Rate	6.7510

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

Commercial Categories with the common mill rate factor are: Commercial & Industrial, Elevators, Railways and Pipelines.

See notes to financial statements

CITY OF WEYBURN**Schedule of Council Remuneration**

Year Ended December 31, 2017

Schedule 10

	Name	Remuneration	Reimbursed Costs	Total
Position				
Mayor	Marcel Roy	\$ 56,900	\$ 11,768	\$ 68,668
Councillor	Winston Bailey	19,398	4,929	24,327
Councillor	Dick Michel	19,398	1,817	21,215
Councillor	Jeffery Richards	19,661	2,586	22,247
Councillor	Mel Van Betuw	19,398	2,521	21,919
Councillor	Brad Wheeler	19,266	2,460	21,726
Councillor	Jeffrey Chessall	18,739	252	18,991
Total		\$ 172,760	\$ 26,333	\$ 199,093

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