

TOWN OF LUMSDEN
Financial Statements
December 31, 2011

INDEX

Page 1	Independent Auditors' Report
Page 2	Statement of Financial Position
Page 3	Statement of Operations
Page 4	Statement of Changes in Net Financial Assets
Page 5	Statement of Cash Flows
Pages 6 - 13	Notes to the Financial Statements
Page 14	Schedule of Taxes and Other Unconditional Revenue
Pages 15 - 18	Schedule of Operating and Capital Revenue by Function
Pages 19 - 21	Schedule of Total Expenses by Function
Pages 22 - 23	Schedule of Segment Disclosure by Function
Page 24	Schedule of Tangible Capital Assets by Object
Page 25	Schedule of Tangible Capital Assets by Function
Page 26	Schedule of Accumulated Surplus
Page 27	Schedule of Mill Rates and Assessments
Page 28	Schedule of Financial Statement Adjustments

INDEPENDENT AUDITORS' REPORT

To the Mayor and Councillors
Town of Lumsden

We have audited the accompanying financial statements of the **TOWN OF LUMSDEN**, which comprise the statement of financial position as at December 31, 2011 and the statement of operations, changes in net financial assets and cash flows 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.

Auditors' Responsibility

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

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

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

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of the **TOWN OF LUMSDEN** as at December 31, 2011 and its financial performance and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.


Dudley & Company
Chartered Accountants LLP

Regina, Saskatchewan
July 10, 2012

TOWN OF LUMSDEN
Statement of Financial Position
As at December 31, 2011

Statement 1

	2011	2010
ASSETS		
Financial Assets		
Cash & Temporary Investments (Note 2)	\$ -	\$ 437,845
Taxes Receivable - Municipal (Note 3)	58,442	46,048
Other Accounts Receivable (Note 4)	472,203	261,584
Land for Resale (Note 5)	161,164	135,957
Long-Term Investments	-	-
Other	-	-
Total Financial Assets	691,809	881,434
LIABILITIES		
Bank Indebtedness (Note 2)	152,916	-
Accounts Payable (Note 6)	285,994	155,016
Accrued Liabilities Payable	-	-
Deposits	30,401	38,688
Deferred Revenue (Note 7)	10,000	-
Accrued Landfill Costs	-	-
Other Liabilities	-	-
Long-Term Debt (Note 8)	508,546	732,592
Lease Obligations	-	-
Utility Deposits	70,840	67,015
Total Liabilities	1,058,697	993,311
NET FINANCIAL ASSETS	(366,888)	(111,877)
Non-Financial Assets		
Tangible Capital Assets (Schedules 6, 7)	6,807,738	6,024,625
Prepayment and Deferred Charges	21,285	11,642
Stock and Supplies	50,467	56,184
Other	-	-
Total Non-Financial Assets	6,879,490	6,092,451
Accumulated Surplus (Deficit) (Schedule 8)	\$ 6,512,602	\$ 5,980,574

The accompanying notes form an integral part of these financial statements.

TOWN OF LUMSDEN
Statement of Operations
For the year ended December 31, 2011

Statement 2

		2011 Budget	2011	2010
Revenues				
Taxes and Other Unconditional Revenue	(Schedule 1)	\$ 1,300,822	\$ 1,274,046	\$ 1,035,542
Fees and Charges	(Schedule 4, 5)	856,560	867,211	801,541
Conditional Grants	(Schedule 4, 5)	100,858	110,284	51,922
Tangible Capital Assets Sales - Gain(Loss)	(Schedule 4, 5)	-	2,109	(4,611)
Land Sales - Gain	(Schedule 4, 5)	646,000	91,512	-
Investment Income and Commissions	(Schedule 4, 5)	1,300	2,718	1,793
Other Revenues	(Schedule 4, 5)	27,800	59,387	105,324
Total Revenues		2,933,340	2,407,267	1,991,511

Expenses				
General Government Services	(Schedule 3)	226,764	236,001	229,614
Protective Services	(Schedule 3)	280,649	297,573	165,948
Transportation Services	(Schedule 3)	324,154	378,394	361,106
Environmental and Public Health Services	(Schedule 3)	180,418	157,365	190,547
Planning and Development Services	(Schedule 3)	87,898	145,179	88,709
Recreation and Cultural Services	(Schedule 3)	298,137	331,166	215,696
Utility Services	(Schedule 3)	544,626	617,135	518,544
Total Expenses		1,942,646	2,162,813	1,770,164

Surplus (Deficit) before Other Capital Contributions	990,694	244,454	221,347
---	---------	---------	---------

Provincial/Federal Capital Grants and Contributions (Schedule 4, 5)	382,745	287,574	1,289
---	---------	---------	-------

Surplus (Deficit) of Revenues over Expenses	1,373,439	532,028	222,636
--	-----------	---------	---------

Accumulated Surplus (Deficit), Beginning of Year	5,980,574	5,980,574	5,757,938
--	-----------	-----------	-----------

Accumulated Surplus (Deficit), End of Year	\$ 7,354,013	\$ 6,512,602	\$ 5,980,574
---	--------------	--------------	--------------

The accompanying notes form an integral part of these financial statements.

TOWN OF LUMSDEN
Statement of Changes in Net Financial Assets
For the year ended December 31, 2011

Statement 3

	2011 Budget	2011	2010
Surplus (Deficit)	\$ 1,373,439	\$ 532,028	\$ 222,636
(Acquisition) of tangible capital assets	(1,763,825)	(1,150,268)	(152,339)
Amortization of tangible capital assets	321,569	332,313	312,095
Proceeds of disposal of tangible capital assets	-	36,951	35,274
Loss (gain) on disposal of tangible capital assets	-	(2,109)	4,611
Surplus (Deficit) of capital expenses over expenditures	(1,442,256)	(783,113)	199,641
(Acquisition) of supplies inventories	-	-	(9,927)
(Acquisition) of prepaid expense	-	(9,643)	(846)
Consumption of supplies inventory	-	5,717	-
Use of prepaid expense	-	-	-
Surplus (Deficit) of expenses of other non-financial over expenditures	-	(3,926)	(10,773)
Increase/Decrease in Net Financial Assets	(68,817)	(255,011)	411,504
Net Financial Assets - Beginning of Year	(111,877)	(111,877)	(523,381)
Net Financial Assets - End of Year	\$ (180,694)	\$ (366,888)	\$ (111,877)

The accompanying notes form an integral part of these financial statements.

TOWN OF LUMSDEN
Statement of Cash Flows
For the year ended December 31, 2011

Statement 4

	2011	2010
Cash provided by (used for) the following activities		
Operating:		
Surplus (Deficit)	\$ 532,028	\$ 222,636
Amortization	332,313	312,095
Loss (gain) on disposal of tangible capital assets	(2,109)	4,611
	862,232	539,342
Changes in assets / liabilities		
Taxes Receivable - Municipal	(12,394)	7,299
Other Receivables	(210,619)	130,211
Land for Resale	(25,207)	(10,150)
Other Financial Assets	-	-
Accounts and Accrued Liabilities Payable	130,979	(222,199)
Deposits	(8,287)	774
Deferred Revenues	10,000	-
Utility Deposits	3,825	3,965
Stock and Supplies for Use	5,717	(9,927)
Prepayments and Deferred Charges	(9,643)	(846)
Other	-	-
Net cash from (used for) operations	746,603	438,469
Capital:		
Acquisition of Capital Assets	(1,150,268)	(152,339)
Proceeds from the Disposal of Capital Assets	36,951	35,274
Other Capital	-	-
Net cash from (used for) capital	(1,113,317)	(117,065)
Investing:		
Long-Term Investments	-	-
Other Investments	-	-
Net cash from (used for) investing	-	-
Financing:		
Long-Term Debt Issued	-	-
Long-Term Debt Repaid	(224,047)	(213,870)
Other Financing	-	(55,000)
Net cash from (used for) financing	(224,047)	(268,870)
Increase (Decrease) in cash resources	(590,761)	52,534
Cash and Investments - Beginning of Year	437,845	385,311
Cash and Investments - End of Year	\$ (152,916)	\$ 437,845

The accompanying notes form an integral part of these financial statements.

TOWN OF LUMSDEN
Notes to the Financial Statements
For the year ended December 31, 2011

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The consolidated financial statements of the municipality are prepared by management in accordance with the local government standards established by the Public Sector Accounting Board of the Canadian Institute of Chartered Accountants.

Significant aspects of the accounting policies are as follows:

Basis of Accounting:

The financial statements are prepared using the accrual basis of accounting. The accrual basis of accounting recognizes revenue 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 statement 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.

(b) Collection of Funds for Other Authorities:

Collection of funds by the municipality for the school board are collected and remitted in accordance with relevant legislation. The amounts uncollected are disclosed in Note 3.

(c) Government Transfers:

Government transfers are recognized as either expenses or revenues in the period that the events giving rise to the transfer occurred, as long as:

- a) the transfer is authorized;
- b) eligibility criteria have been met by the recipient; and
- c) a reasonable estimate of the amount can be made.

Unearned government transfer amounts received but not earned will be recorded as deferred revenue.

Earned government transfer amounts not received will be recorded as an amount receivable.

(d) Deferred Revenue:

Fees and charges: Certain user charges and fees are collected for which the related services have yet to be performed. Revenue is recognized in the period when the related expenses are incurred or services performed.

(e) Net-Financial Assets:

Net-Financial Assets at the end of an accounting period are the net amounts 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.

(f) 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.

TOWN OF LUMSDEN
Notes to the Financial Statements
For the year ended December 31, 2011

(g) 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.

(h) Investments:

Portfolio investments are valued at cost, less any provision 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.

(i) 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 and 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.

TOWN OF LUMSDEN
Notes to the Financial Statements
For the year ended December 31, 2011

(j) Tangible Capital Assets:

All tangible capital asset acquisitions or betterments made throughout the year are recorded at their acquisition cost. Initial costs for tangible 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 values at the date of contribution. The tangible capital assets that are recognized at a nominal value are disclosed on Schedule 6. The cost of these tangible capital assets less any residual value are amortized over the asset's useful life using the straight-line method of amortization. Amortization is claimed on capital assets in the year of acquisition. The municipality's tangible capital asset useful lives are estimated as follows:

<u>Assets</u>	<u>Useful Life</u>
General Assets	
Land	Indefinite
Land Improvements	15 years
Buildings	40 years
Vehicles & Equipment	
Vehicles	10 years
Machinery & Equipment	5 to 20 years
Infrastructure Assets	
Infrastructure Assets	15 to 40 years
Water & Sewer	40 years
Road Network Assets	15 to 40 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 include works of art, monuments and other cultural artifacts are not recognized as tangible capital assets because a reasonable estimate of future benefits associated with this property cannot be made.

Capitalization of Interest: The municipality capitalizes interest incurred while a tangible capital asset is under construction.

Leases: All leases are recorded 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 lease are amortized on a straight line basis, over their estimated useful lives. Any other lease not meeting the before mentioned criteria is classified as an operating lease and rental payments are expensed as incurred.

(k) Landfill Liability:

The Municipality of **TOWN OF LUMSDEN** maintains a waste disposal site. The Municipality is unable to estimate closure and post closure costs. No amount has been recorded as an asset or liability.

TOWN OF LUMSDEN
Notes to the Financial Statements
For the year ended December 31, 2011

(l) Measurement Uncertainty:

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

The measurement of materials and supplies are based on estimates of volume and quality.

The "Opening Assets costs" of tangible capital assets have been estimated where actual costs were not available.

Amortization is based on the estimated useful lives of tangible capital assets.

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

(m) Basis of Segmentation / Segment Report:

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

The segments (functions) are as follows:

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

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

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

Environmental and Public Health: The Environmental segment provides for neighbourhood development and sustainability.

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

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

TOWN OF LUMSDEN
Notes to the Financial Statements
For the year ended December 31, 2011

2. Cash and Temporary Investments	2011	2010
Cash	\$ (32,630)	\$ 183,131
Temporary Investments	29,714	254,714
Line of Credit - prime + .1%	(150,000)	-
Total Cash and Temporary Investments	\$ (152,916)	\$ 437,845

Cash and temporary investments include balances with banks, term deposits, marketable securities and short-term investments with maturities of three months or less.

3. Taxes and Grants in Lieu Receivable	2011	2010
Municipal	\$	\$
- Current	34,408	25,097
- Arrears	26,683	23,801
- Tax enforcement	375	284
- Trailer fees	2,055	1,945
	63,521	51,127
- Less Allowance for Uncollectables	(5,079)	(5,079)
Total Municipal Taxes Receivable	58,442	46,048

School	24,478	22,771
- Current	24,478	22,771
- Arrears	40,229	34,342
- Trailer Fees	3,581	3,407
Total School Taxes Receivable	68,288	60,520

Other	-	-
-------	---	---

Total Taxes and Grants in Lieu Receivable	126,730	106,568
---	---------	---------

Deduct taxes to be collected on behalf of other organizations	(68,288)	(60,520)
---	----------	----------

Total Taxes and Grants in Lieu Receivable	\$ 58,442	\$ 46,048
--	------------------	------------------

4. Other Accounts Receivable	2011	2010
Trade receivables	\$ 50,566	\$ 28,583
Federal Government	1,000	-
Provincial Government	91,690	18,384
GST receivable	106,954	18,561
Local Government	45,898	44,990
Utility accounts receivable	246,368	167,911
Total Other Accounts Receivable	542,476	278,429

Less Allowance for Uncollectables	70,273	16,845
-----------------------------------	--------	--------

Net Other Accounts Receivable	\$ 472,203	\$ 261,584
--------------------------------------	-------------------	-------------------

TOWN OF LUMSDEN
Notes to the Financial Statements
For the year ended December 31, 2011

5. Land for Resale	2011	2010
Tax Title Property	\$ 713	\$ 713
Allowance for market value adjustment	(713)	(713)
Net Tax Title Property	-	-
Other Land	161,164	135,957
Allowance for market value adjustment	-	-
Net Other Land	161,164	135,957
Total Land for Resale	\$ 161,164	\$ 135,957

6. Accounts Payable	2011	2010
Trade payables	\$ 119,121	\$ 69,984
Vacation pay	38,100	33,150
Accrued long term debt interest	10,499	11,114
Prairie Valley School Division	75,662	-
Saskatchewan Municipal Board	42,612	40,768
Total Accounts Payable	\$ 285,994	\$ 155,016

7. Deferred Revenue	2011	2010
Donation for Playground equipment	\$ 10,000	\$ -
Total Deferred Revenue	\$ 10,000	\$ -

TOWN OF LUMSDEN
Notes to the Financial Statements
For the year ended December 31, 2011

8. Long-Term Debt

a) The debt limit of the municipality is \$1,596,343. The debt limit for a municipality is the total amount of the municipality's own source revenues for the preceding year (the Municipalities Act section 161).

b) Debenture debt is repayable as follows:

	<u>Maturity Date</u>	<u>Payment</u>	<u>Interest Rate</u>	<u>2011</u>	<u>2010</u>
a)	31/12/2014	\$25,901/yr	5.00%	\$70,535	\$91,843
b)	31/12/2015	\$25,981/yr	4.05%	\$94,197	\$115,500

Future principal and interest payments are as follows:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Current Total</u>	<u>Prior Year Total</u>
2012	\$ 44,540	\$ 7,342	\$ 51,882	\$ 42,612
2013	46,557	5,325	51,882	44,540
2014	48,665	3,126	51,791	46,557
2015	24,970	1,011	25,981	48,665
2016	-	-	-	24,970
Thereafter	-	-	-	-
Balance	\$ 164,732	\$ 16,804	\$ 181,536	\$ 207,344

c) Long Term Liability: Bank loans with the Royal Bank of Canada.

	<u>Maturity Date</u>	<u>Payment</u>	<u>Interest Rate</u>	<u>2011</u>	<u>2010</u>
a)	20/12/2012	\$8,874/mo	5.74%	\$103,647	\$201,123
b)	31/12/2017	\$2,479//mo	6.34%	\$145,865	\$165,608
c)	17/12/2014	\$4,304/mo	4.97%	\$94,302	\$140,001
d)	12/05/2011	\$1,587/mo	5.05%	-	\$18,516

Future principal and interest payments are as follows:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Current Total</u>	<u>Prior Year Total</u>
2012	\$ 172,807	\$ 15,077	\$ 187,884	\$ 181,538
2013	68,864	8,397	77,261	172,340
2014	23,960	5,788	29,748	69,186
2015	25,525	4,223	29,748	23,957
2016	27,191	2,557	29,748	78,227
Thereafter	25,467	783	26,250	-
Balance	\$ 343,814	\$ 36,825	\$ 380,639	\$ 525,248

TOWN OF LUMSDEN
Notes to the Financial Statements
For the year ended December 31, 2011

9. Change in Accounting Policies

Effective June 28, 2011, the municipality changed its policy regarding the amortization of tangible capital assets and the new financial statement presentation. In prior years, tangible capital assets were initially amortized in the year of acquisition with the exception of roads, paving and bridge assets. The municipality has changed its policy to allow for amortization of all assets to begin in the year of acquisition.

These changes were applied retroactively, with restatement of 2010. The adjustment to reflect the new accounting policy for tangible capital assets has been made to 2009's opening accumulated surplus/deficit. See Schedule 11.

10. Fair Value

The fair value of the financial assets and liabilities approximates their carrying value due to their short term nature. The fair value of the municipality's long term debt approximates the carrying value as the terms and conditions are comparable to current market conditions, or they are due in a relatively short period of time.

11. Interest Rate Risk

The Town is not exposed to significant interest rate risk of its monetary current assets and current liabilities due to their short term maturity.

12. Credit Risk

The municipality is exposed to credit risk on the accounts receivable. The municipality does not have significant exposure to any individual creditor.

TOWN OF LUMSDEN
 Schedule of Taxes and Other Unconditional Revenue
 For the year ended December 31, 2011

Schedule 1

	2011 Budget	2011	2010
TAXES			
General municipal tax levy	\$ 859,477	\$ 885,813	\$ 714,447
Abatements and adjustments	(2,000)	(1,415)	-
Discount on current year taxes	(33,000)	(34,572)	(28,155)
Net Municipal Taxes	824,477	849,826	686,292
Potash tax share	-	-	-
Trailer license fees	-	18	-
Penalties on tax arrears	46,100	7,689	7,667
Special tax levy	-	-	-
Other -	-	-	-
Total Taxes	870,577	857,533	693,959
UNCONDITIONAL GRANTS			
Equalization (Revenue Sharing)	303,000	303,198	232,653
Organized Hamlet	-	-	-
Other -	-	-	-
Total Unconditional Grants	303,000	303,198	232,653
GRANTS IN LIEU OF TAXES			
Federal	6,000	6,727	5,591
Provincial			
S.P.C. Electrical	-	-	-
SaskEnergy Gas	57,500	38,502	39,920
Transgas	-	-	-
SPMC - Municipal Share	1,270	1,665	1,414
SaskTel	650	868	722
Other -	-	-	-
Local/Other			
Housing Authority	2,825	3,789	3,149
C.P.R. Mainline	-	-	-
Treaty Land Entitlement	-	-	-
Other -	-	-	-
Other Government Transfers			
S.P.C. Surcharges	59,000	61,764	58,134
SaskEnergy Surcharge	-	-	-
Other -	-	-	-
Total Grants in Lieu of Taxes	127,245	113,315	108,930
TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	\$ 1,300,822	\$ 1,274,046	\$ 1,035,542

TOWN OF LUMSDEN
 Schedule of Operating and Capital Revenue by Function
 For the year ended December 31, 2011

Schedule 2-1

	2011 Budget	2011	2010
GENERAL GOVERNMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work	\$ 150	\$ -	\$ 27
- Rentals	1,300	-	-
- Sales of supplies	1,200	3,919	207
- Other - Licences and permits	13,800	11,820	13,505
Total Fees and Charges	16,450	15,739	13,739
- Tangible capital asset sales - gain (loss)	-	-	-
- Land sales - gain	-	-	-
- Investment income and commissions	1,300	2,718	1,793
- Other - Allowance recovery and other	800	4,070	530
Total Other Segmented Revenue	18,550	22,527	16,062
Conditional Grants			
- Student Employment	-	-	-
- Other -	-	-	-
Total Conditional Grants	-	-	-
Total Operating	18,550	22,527	16,062
Capital			
Conditional Grants			
- Gas Tax	-	-	-
- Can/Sask Municipal Rural Infrastructure	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other -	-	-	-
Total Capital	-	-	-
Total General Government Services	\$ 18,550	\$ 22,527	\$ 16,062

PROTECTIVE SERVICES

Operating

Other Segmented Revenue			
Fees and Charges			
- Other - Fire, police and other fees	\$ 32,300	\$ 26,478	\$ 40,502
- Custom Work	-	-	-
Total Fees and Charges	32,300	26,478	40,502
- Tangible capital asset sales - gain (loss)	-	1,500	-
- Other - Donations and expense recovery	4,000	3,574	81,778
Total Other Segmented Revenue	36,300	31,552	122,280
Conditional Grants			
- Student Employment	-	-	-
- Local government	23,300	13,513	-
- Other -	-	-	-
Total Conditional Grants	23,300	13,513	-
Total Operating	59,600	45,065	122,280
Capital			
Conditional Grants			
- Sask Watershed Flood Control	-	-	1,289
- Can/Sask Municipal Rural Infrastructure	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other -	-	-	-
Total Capital	-	-	1,289
Total Protective Services	\$ 59,600	\$ 45,065	\$ 123,569

TOWN OF LUMSDEN
 Schedule of Operating and Capital Revenue by Function
 For the year ended December 31, 2011

Schedule 2-2

	2011 Budget	2011	2010
TRANSPORTATION SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work	\$ 500	\$ 276	\$ 4,504
- Sales of supplies	-	-	-
- Road Maintenance Agreements	-	-	-
- Frontage	-	-	-
- Other - Donations	-	1,500	-
Total Fees and Charges	500	1,776	4,504
- Tangible capital asset sales - gain (loss)	-	609	(4,333)
- Other -	-	-	-
Total Other Segmented Revenue	500	2,385	171
Conditional Grants			
- Primary Weight Corridor	-	-	-
- Student Employment	-	-	-
- Other - Youth Hires	-	-	-
Total Conditional Grants	-	-	-
Total Operating	500	2,385	171
Capital			
Conditional Grants			
- Gas Tax	183,370	179,986	-
- Sask Watershed Flood Control	179,375	86,775	-
- Heavy Haul	-	-	-
- Designated Municipal Roads and Bridges	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other -	-	-	-
Total Capital	362,745	266,761	-
Total Transportation Services	\$ 363,245	\$ 269,146	\$ 171

ENVIRONMENTAL AND PUBLIC HEALTH SERVICES

Operating			
Other Segmented Revenue			
Fees and Charges			
- Waste and Disposal fees	\$ 28,000	\$ 42,070	\$ 28,310
- Other - Custom Work	-	-	-
- Recycle Fees	12,000	9,650	6,346
- Cemetery Fees	7,000	9,103	10,087
Total Fees and Charges	47,000	60,823	44,743
- Tangible capital asset sales - gain (loss)	-	-	-
- Other - Donations	-	-	200
Total Other Segmented Revenue	47,000	60,823	44,943
Conditional Grants			
- West Nile	7,000	-	3,465
- Local government	18,591	18,591	18,591
- Other - Recycle Grant	-	2,757	2,821
Total Conditional Grants	25,591	21,348	24,877
Total Operating	72,591	82,171	69,820
Capital			
Conditional Grants			
- Local	-	-	-
- Can/Sask Municipal Rural Infrastructure	-	-	-
- Transit for Disabled	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other -	-	-	-
Total Capital	-	-	-
Total Environmental and Public Health Services	\$ 72,591	\$ 82,171	\$ 69,820

TOWN OF LUMSDEN
 Schedule of Operating and Capital Revenue by Function
 For the year ended December 31, 2011

Schedule 2-3

	2011 Budget	2011	2010
PLANNING AND DEVELOPMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Planning, Permits, Appeal and Tourism Fees	\$ 22,500	\$ 19,139	\$ 15,294
- Other - Servicing agreement fees	47,600	29,767	38,000
Total Fees and Charges	70,100	48,906	53,294
- Land sales - gain (loss)	646,000	91,512	-
- Other - Recovery of expenses	-	12,500	-
Total Other Segmented Revenue	716,100	152,918	53,294
Conditional Grants			
- Sask Watershed Development	-	-	-
- Local Government	750	341	1,018
- Other - Dutch Elm Disease	2,000	-	-
Total Conditional Grants	2,750	341	1,018
Total Operating	718,850	153,259	54,312
Capital			
Conditional Grants			
- Gas Tax	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other -	-	-	-
Total Capital	-	-	-
Total Planning and Development Services	\$ 718,850	\$ 153,259	\$ 54,312

RECREATION AND CULTURAL SERVICES

Operating			
Other Segmented Revenue			
Fees and Charges			
- Other - Recreation fees	\$ 44,100	\$ 72,682	\$ 45,455
Total Fees and Charges	44,100	72,682	45,455
- Tangible capital asset sales - gain (loss)	-	-	(278)
- Other - Insurance reimbursement	19,000	30,840	17,882
Total Other Segmented Revenue	63,100	103,522	63,059
Conditional Grants			
- Student Employment	2,200	2,222	2,223
- Saskatchewan Community Initiative	16,342	20,000	16,924
- Donations	29,000	51,072	5,055
- Other - Local Government/Canada Day	1,675	1,788	1,825
Total Conditional Grants	49,217	75,082	26,027
Total Operating	112,317	178,604	89,086
Capital			
Conditional Grants			
- Provincial Government	-	-	-
- Local Government	-	-	-
- Other - Sask Lotteries	20,000	20,763	-
Total Capital	20,000	20,763	-
Total Recreation and Cultural Services	\$ 132,317	\$ 199,367	\$ 89,086

TOWN OF LUMSDEN
 Schedule of Operating and Capital Revenue by Function
 For the year ended December 31, 2011

Schedule 2-4

	2011 Budget	2011	2010
UTILITY SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Water	\$ 412,663	\$ 412,380	\$ 377,408
- Sewer	195,897	210,033	187,266
- Connection Fees	36,050	16,525	33,000
- Other - Custom Work	1,500	1,869	1,630
Total Fees and Charges	646,110	640,807	599,304
- Tangible capital asset sales - gain (loss)	-	-	-
- Other - Interest	4,000	8,403	4,934
Total Other Segmented Revenue	650,110	649,210	604,238
Conditional Grants			
- Student Employment	-	-	-
- Other -	-	-	-
Total Conditional Grants	-	-	-
Total Operating	650,110	649,210	604,238
Capital			
Conditional Grants			
- Gas Tax	-	-	-
- Sask Water Corp.	-	50	-
- Provincial Disaster Assistance	-	-	-
- Other -	-	-	-
Total Capital	-	50	-
Total Utility Services	\$ 650,110	\$ 649,260	\$ 604,238

TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	\$ 2,015,263	\$ 1,420,795	\$ 957,258
--	---------------------	---------------------	-------------------

SUMMARY

Total Other Segmented Revenue	\$ 1,531,660	\$ 1,022,937	\$ 904,047
Total Conditional Grants	100,858	110,284	51,922
Total Capital Grants and Contributions	382,745	287,574	1,289

TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	\$ 2,015,263	\$ 1,420,795	\$ 957,258
--	---------------------	---------------------	-------------------

TOWN OF LUMSDEN
 Schedule of Total Expenses by Function
 For the year ended December 31, 2011

Schedule 3-1

	2011 Budget	2011	2010
GENERAL GOVERNMENT SERVICES			
Council remuneration and travel	\$ 31,330	\$ 32,454	\$ 28,804
Wages and benefits	78,273	86,817	73,151
Professional/Contractual services	71,250	72,513	70,974
Utilities	8,200	7,787	7,506
Maintenance, materials and supplies	17,400	20,453	25,244
Grants and contributions - operating	500	500	500
- capital	-	-	-
Amortization	18,935	11,561	18,028
Interest	851	1,001	1,845
Allowance for uncollectible	-	1,917	2,219
Other - Election	25	998	1,343
Total General Government Services	\$ 226,764	\$ 236,001	\$ 229,614

PROTECTIVE SERVICES			
Police Protection/EMO			
Council remuneration and travel	\$ 300	\$ 4,734	\$ 143
Wages and benefits	25,929	28,167	1,277
Professional/Contractual services	83,781	83,990	84,301
Utilities	-	-	-
Maintenance, materials and supplies	96,000	97,971	(341)
Grants and contributions - operating	200	-	-
- capital	-	-	-
Other -	-	-	-
Fire Protection			
Wages and benefits	21,334	12,443	13,780
Professional/Contractual services	8,750	8,622	7,224
Utilities	6,200	7,145	5,762
Maintenance, materials and supplies	9,650	14,525	13,737
Grants and contributions - operating	1,200	-	6,876
- capital	-	-	-
Amortization	11,778	20,484	19,601
Interest	427	451	720
Other - Bylaw Enforcement	15,100	19,041	12,868
Total Protective Services	\$ 280,649	\$ 297,573	\$ 165,948

TRANSPORTATION SERVICES			
Wages and benefits	\$ 142,404	\$ 146,965	\$ 153,252
Council remuneration and travel	3,000	4,380	2,584
Professional/Contractual services	10,445	13,737	11,050
Utilities	38,450	34,770	36,745
Maintenance, materials and supplies	69,660	87,696	81,902
Gravel	12,700	13,066	9,454
Grants and contributions - operating	-	-	-
- capital	-	-	-
Amortization	44,638	74,902	61,087
Interest	2,857	2,878	5,032
Other -	-	-	-
Total Transportation Services	\$ 324,154	\$ 378,394	\$ 361,106

TOWN OF LUMSDEN
 Schedule of Total Expenses by Function
 For the year ended December 31, 2011

Schedule 3-2

	2011 Budget	2011	2010
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Wages and benefits	\$ 60,286	\$ 63,196	\$ 63,730
Council remuneration and travel	-	793	-
Professional/Contractual services	85,875	57,336	95,187
Utilities	2,600	2,791	2,282
Maintenance, materials and supplies	25,724	22,263	19,264
Grants and contributions - operating	-	-	-
- Waste disposal	-	-	-
- Public Health	-	-	4,295
- capital	-	-	-
- Waste disposal	-	-	-
- Public Health	-	-	-
Amortization	5,933	10,986	5,782
Interest	-	-	7
Other - Housing Authority deficit	-	-	-
Total Environmental and Public Health Services	\$ 180,418	\$ 157,365	\$ 190,547
PLANNING AND DEVELOPMENT SERVICES			
Wages and benefits	\$ 37,484	\$ 39,675	\$ 31,050
Council remuneration and travel	2,000	738	1,733
Professional/Contractual services	35,125	90,022	23,701
Maintenance, materials and supplies	12,000	13,455	8,186
Grants and contributions - operating	-	-	22,750
- capital	-	-	-
Amortization	1,289	1,289	1,289
Interest	-	-	-
Other -	-	-	-
Total Planning and Development Services	\$ 87,898	\$ 145,179	\$ 88,709
RECREATION AND CULTURAL SERVICES			
Wages and benefits	\$ 97,142	\$ 85,210	\$ 44,601
Council remuneration and travel	3,100	4,355	3,049
Professional/Contractual services	69,400	80,565	56,665
Utilities	20,350	19,251	17,206
Maintenance, materials and supplies	38,389	72,267	29,175
Grants and contributions - operating	5,700	11,000	4,490
- capital	-	-	-
Amortization	43,848	39,918	44,078
Interest	4,208	-	-
Allowance for uncollectibles	-	-	-
Other - Regional Library	16,000	18,600	16,432
Total Recreation and Cultural Services	\$ 298,137	\$ 331,166	\$ 215,696

TOWN OF LUMSDEN
 Schedule of Total Expenses by Function
 For the year ended December 31, 2011

Schedule 3-3

	2011 Budget	2011	2010
UTILITY SERVICES			
Wages and benefits	\$ 147,826	\$ 140,620	\$ 150,830
Council remuneration and travel	6,500	7,912	4,088
Professional/Contractual services	45,225	70,288	39,421
Utilities	37,250	36,181	32,963
Maintenance, materials and supplies	82,846	103,287	72,372
Grants and contributions - operating	-	2,900	1,600
- capital	-	-	-
Amortization	195,148	173,172	162,231
Interest	29,145	31,264	40,039
Allowance for uncollectibles	686	51,511	15,000
Other -	-	-	-
Total Utility Services	\$ 544,626	\$ 617,135	\$ 518,544
TOTAL EXPENDITURES BY FUNCTION	\$ 1,942,646	\$ 2,162,813	\$ 1,770,164

TOWN OF LUMSDEN
 Schedule of Segment Disclosure by Function
 For the year ended December 31, 2011

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	\$ 15,739	\$ 26,478	\$ 1,776	\$ 60,823	\$ 48,906	\$ 72,682	\$ 640,807	\$ 867,211
Tangible Capital Asset Sales - Gain	-	1,500	609	-	-	-	-	2,109
Land Sales - Gain	-	-	-	-	91,512	-	-	91,512
Investment Income and Commissions	2,718	-	-	-	-	-	-	2,718
Other Revenues	4,070	3,574	-	-	12,500	30,840	8,403	59,387
Grants - Conditional	-	13,513	-	21,348	341	75,082	-	110,284
- Capital	-	-	266,761	-	-	20,763	50	287,574
Total Revenues	22,527	45,065	269,146	82,171	153,259	199,367	649,260	1,420,795
Expenses (Schedule 3)								
Wages & Benefits	119,271	45,344	151,345	63,989	40,413	89,565	148,532	658,459
Professional / Contractual Services	72,513	92,612	13,737	57,336	90,022	80,565	70,288	477,073
Utilities	7,787	7,145	34,770	2,791	-	19,251	36,181	107,925
Maintenance, Materials and Supplies	20,453	112,496	100,762	22,263	13,455	72,267	103,287	444,983
Grants and Contributions	500	-	-	-	-	11,000	2,900	14,400
Amortization	11,561	20,484	74,902	10,986	1,289	39,918	173,172	332,312
Interest	1,001	451	2,878	-	-	-	31,264	35,594
Allowance for Uncollectibles	1,917	-	-	-	-	-	51,511	53,428
Other	998	19,041	-	-	-	18,600	-	38,639
Total Expenses	236,001	297,573	378,394	157,366	145,179	331,166	617,135	2,162,813
Surplus (Deficit) by Function	\$ (213,474)	\$ (252,508)	\$ (109,248)	\$ (75,194)	\$ 8,080	\$ (131,799)	\$ 32,125	\$ (742,018)

Taxation and Other Unconditional Revenue (Schedule 1)

\$ 1,274,046

Net Surplus (Deficit)

\$ 532,028

TOWN OF LUMSDEN
 Schedule of Segment Disclosure by Function
 For the year ended December 31, 2010

Schedule 5

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and Charges	\$ 13,739	\$ 40,502	\$ 4,504	\$ 44,743	\$ 53,294	\$ 45,455	\$ 599,304	\$ 801,541
Tangible Capital Asset Sales - Gain	-	-	(4,333)	-	-	(278)	-	(4,611)
Investment Income and Commissions	1,793	-	-	-	-	-	-	1,793
Other Revenues	530	81,778	-	200	-	17,882	4,934	105,324
Grants - Conditional	-	-	-	24,877	1,018	26,027	-	51,922
- Capital	-	1,289	-	-	-	-	-	1,289
Total Revenues	16,062	123,569	171	69,820	54,312	89,086	604,238	957,258
Expenses (Schedule 3)								
Wages & Benefits	101,955	15,200	155,836	63,730	32,783	47,650	154,918	572,072
Professional / Contractual Services	70,974	91,525	11,050	95,187	23,701	56,665	39,421	388,523
Utilities	7,506	5,762	36,745	2,282	-	17,206	32,963	102,464
Maintenance, Materials and Supplies	25,244	13,396	91,356	19,264	8,186	29,175	72,372	258,993
Grants and Contributions	500	6,876	-	4,295	22,750	4,490	1,600	40,511
Amortization	18,028	19,601	61,087	5,782	1,289	44,078	162,231	312,096
Interest	1,845	720	5,032	7	-	-	40,039	47,643
Allowance for uncollectibles	2,219	-	-	-	-	-	15,000	17,219
Other	1,343	12,868	-	-	-	16,432	-	30,643
Total Expenses	229,614	165,948	361,106	190,547	88,709	215,696	518,544	1,770,164
Surplus (Deficit) by Function	\$ (213,552)	\$ (42,379)	\$ (360,935)	\$ (120,727)	\$ (34,397)	\$ (126,610)	\$ 85,694	\$ (812,906)

Taxation and Other Unconditional Revenue (Schedule 1)

\$ 1,035,542

Net Surplus (Deficit)

\$ 222,636

TOWN OF LUMSDEN
Schedule of Tangible Capital Assets by Object
For the year ended December 31, 2011

Schedule 6

		2011					2010	
Asset cost		General Assets			Infrastructure Assets	General/ Infrastructure Assets Under Construction	Total	Total
		Land Improvements	Buildings	Vehicles	Machinery & Equipment			
Opening Asset costs	\$ 104,442	\$ 14,513	\$ 4,918,617	\$ 439,970	\$ 1,104,810	\$ 4,947,376	\$ -	\$ 11,422,221
Additions during the year	-	-	47,538	-	266,641	601,245	234,844	152,339
Disposals and write downs during the year	-	-	-	(25,100)	(36,676)	-	-	(44,832)
Transfers (from) assets under construction	-	-	-	-	-	-	-	-
Closing Asset Costs	\$ 104,442	\$ 14,513	\$ 4,966,155	\$ 414,870	\$ 1,334,775	\$ 5,548,621	\$ 234,844	\$ 11,529,728
Accumulated Amortization								
Opening Accum. Amort. Cost	\$ -	\$ 4,873	\$ 1,666,268	\$ 265,982	\$ 754,378	\$ 2,813,602	\$ -	\$ 5,197,955
Add: Amortization taken	-	968	114,529	17,888	73,776	125,152	-	312,095
Less: Accum. Amort. on disposals	-	-	-	(25,100)	(1,834)	-	-	(4,947)
Closing Accumulated Amort.	\$ -	\$ 5,841	\$ 1,780,797	\$ 258,770	\$ 826,320	\$ 2,938,754	\$ -	\$ 5,505,103
Net Book Value	\$ 104,442	\$ 8,672	\$ 3,185,358	\$ 156,100	\$ 508,455	\$ 2,609,867	\$ 234,844	\$ 6,024,625

1. Total contributed/donated assets received in 2011:
2. List of assets recognized at nominal value are:
 - Infrastructure assets
 - Vehicles
 - Machinery and Equipment
3. Amount of interest capitalized in 2011:

TOWN OF LUMSDEN
 Schedule of Tangible Capital Assets by Function
 For the year ended December 31, 2011

Schedule 7

	2011						2010		
	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Water & Sewer	Total	Total
Asset Cost									
Opening Asset costs	\$ 357,747	\$ 379,016	\$ 1,937,714	\$ 199,947	\$ 36,221	\$ 1,317,256	\$ 7,301,827	\$ 11,529,728	\$ 11,422,221
Additions during the year	6,522	8,835	399,359	122,427	-	28,157	584,968	1,150,268	152,339
Disposals and write-downs during the year	-	(25,100)	(36,676)	-	-	-	-	(61,776)	(44,832)
Closing Asset Costs	\$ 364,269	\$ 362,751	\$ 2,300,397	\$ 322,374	\$ 36,221	\$ 1,345,413	\$ 7,886,795	\$ 12,818,220	\$ 11,529,728
Accumulated Amortization									
Opening Accum. Amortization Costs	\$ 342,923	\$ 193,767	\$ 1,238,246	\$ 132,864	\$ 11,030	\$ 394,978	\$ 3,191,295	\$ 5,505,103	\$ 5,197,955
Add: Amortization taken	11,561	20,484	74,902	10,986	1,289	39,919	173,172	332,313	312,095
Less: Accum. Amortization on disposals	-	(25,100)	(1,834)	-	-	-	-	(26,934)	(4,947)
Closing Accumulated Amortization	\$ 354,484	\$ 189,151	\$ 1,311,314	\$ 143,850	\$ 12,319	\$ 434,897	\$ 3,364,467	\$ 5,810,482	\$ 5,505,103
Net Book Value	\$ 9,785	\$ 173,600	\$ 989,083	\$ 178,524	\$ 23,902	\$ 910,516	\$ 4,522,328	\$ 6,807,738	\$ 6,024,625

TOWN OF LUMSDEN
 Schedule of Accumulated Surplus
 For the year ended December 31, 2011

Schedule 8

	2010	Changes	2011
UNAPPROPRIATED SURPLUS	\$ 160,509	\$ (210,179)	\$ (49,670)
APPROPRIATED RESERVES			
General capital infrastructure	144,936	(51,839)	93,097
Cemetary	8,100	10	8,110
General reserve	-	-	-
Recreation facilities	1,563	(87)	1,476
Fire	10,762	5,933	16,695
Utility	338,424	(225,000)	113,424
Public reserve	2,813	3	2,816
Capital trust	21,434	6,027	27,461
Other	-	-	-
Total Appropriated	528,032	(264,953)	263,079
NET INVESTMENT IN TANGIBLE CAPITAL ASSETS			
Tangible Capital Assets (Schedule 6)	6,024,625	783,113	6,807,738
Less: Related debt	(732,592)	224,047	(508,545)
Net Investment in Tangible Capital Assets	5,292,033	1,007,160	6,299,193
OTHER	-	-	-
Total Accumulated Surplus	\$ 5,980,574	\$ 532,028	\$ 6,512,602

TOWN OF LUMSDEN
 Schedule of Mill Rates and Assessments
 For the year ended December 31, 2011

Schedule 9

	PROPERTY CLASS							Total
	Agriculture	Residential	Residential Condominium	Seasonal Residential	Commercial & Industrial	Potash Mine(s)		
Taxable Assessment	\$ 164,010	\$ 64,068,480	\$ 6,388,480	\$ -	\$ 4,170,925	\$ -	\$ 74,791,895	
Regional Park Assessment								
Total Assessment								
Mill Rate Factor(s)	1.000	1.000	1.000	1.000	1.000		74,791,895	
Total Minimum Tax	-	-	-	-	-	-	-	
Total Municipal Tax Levy	\$ 1,942	\$ 758,809	\$ 75,663	\$ -	\$ 49,399	\$ -	\$ 885,813	

	MILLS
Average Municipal*	11.844
Average School*	9.650
Potash Mill Rate	-
Uniform Municipal Mill Rate	11.8437

* Average Mill Rates (multiply the total tax levy for each taxing authority by 1,000 and divide by the total assessment for the taxing authority).

TOWN OF LUMSDEN
 Schedule of Financial Statement Adjustments
 For the year ended December 31, 2011

Schedule 11

The municipality has restated its financial statements to conform to the new accounting policy in regards to Tangible Capital Assets. As stated in note 9 of the financial statements, the municipality has changed its policy in regards to the amortization of some infrastructure assets. In previous years, amortization was initially charged in the year following acquisition or development. Under the new policy all assets are initially amortized in the year of acquisition. The effect on the change is noted below.

Effect of Changes on 2010 Statement of Financial Position		
2009 Accumulated Surplus / Deficit as previously reported	\$	5,794,254
Less: Additional amortization taken due to change in policy		(36,316)
Restated 2009 Accumulated Surplus / Deficit	\$	5,757,938

Effect of Changes to 2010 Statement of Operations (Financial Activities)		
Previously reported "Change in Net Assets"	\$	220,913
Add:		
Original amortization expense deducted		312,155
Less:		
Adjusted amortization expense		(312,095)
Adjusted loss on disposal of capital assets		1,663
Restated Surplus (Deficit) of Revenue over Expenses	\$	222,636