

TOWN OF LUMSDEN
Financial Statements
December 31, 2010

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

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, 2010 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 principles 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, 2010 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
October 11, 2011

TOWN OF LUMSDEN
Statement of Financial Position
As at December 31, 2010

Statement 1

	2010	2009
ASSETS		
Financial Assets		
Cash & Temporary Investments (Note 2)	\$ 437,845	\$ 385,311
Taxes Receivable - Municipal (Note 3)	46,048	53,347
Other Accounts Receivable (Note 4)	261,584	391,795
Land for Resale (Note 5)	135,957	125,807
Long-Term Investments	-	-
Other	-	-
Total Financial Assets	881,434	956,260
LIABILITIES		
Bank Indebtedness	-	55,000
Accounts Payable (Note 6)	155,016	377,215
Accrued Liabilities Payable	-	-
Deposits	38,688	37,914
Deferred Revenue	-	-
Accrued Landfill Costs	-	-
Other Liabilities	-	-
Long-Term Debt (Note 7)	732,592	946,462
Lease Obligations	-	-
Utility Deposits	67,015	63,050
Total Liabilities	993,311	1,479,641
NET FINANCIAL ASSETS	(111,877)	(523,381)
Non-Financial Assets		
Tangible Capital Assets (Schedules 6, 7)	6,059,218	6,260,582
Prepayment and Deferred Charges	11,642	10,796
Stock and Supplies	56,184	46,257
Other	-	-
Total Non-Financial Assets	6,127,044	6,317,635
Accumulated Surplus (Deficit) (Schedule 8)	\$ 6,015,167	\$ 5,794,254

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

TOWN OF LUMSDEN
Statement of Operations
For the year ended December 31, 2010

Statement 2

	2010 Budget	2010	2009
Revenues			
Taxes and Other Unconditional Revenue (Schedule 1)	\$ 1,059,340	\$ 1,035,542	\$ 945,351
Fees and Charges (Schedule 4, 5)	808,435	801,541	709,475
Conditional Grants (Schedule 4, 5)	67,767	51,922	49,987
Tangible Capital Assets Sales - Gain(Loss) (Schedule 4, 5)	-	(6,274)	5,929
Land Sales - Gain (Schedule 4, 5)	75,000	-	-
Investment Income and Commissions (Schedule 4, 5)	1,100	1,793	1,265
Other Revenues (Schedule 4, 5)	26,200	105,324	30,919
Total Revenues	2,037,842	1,989,848	1,742,926
Expenses			
General Government Services (Schedule 3)	173,411	229,615	200,467
Protective Services (Schedule 3)	167,497	165,947	170,100
Transportation Services (Schedule 3)	361,907	361,154	293,430
Environmental and Public Health Services (Schedule 3)	174,200	190,547	170,393
Planning and Development Services (Schedule 3)	82,686	88,709	41,640
Recreation and Cultural Services (Schedule 3)	205,553	215,696	231,831
Utility Services (Schedule 3)	357,967	518,556	493,806
Total Expenses	1,523,221	1,770,224	1,601,667
Surplus (Deficit) before Other Capital Contributions	514,621	219,624	141,259
Provincial/Federal Capital Grants and Contributions (Schedule 4, 5)	96,135	1,289	465,508
Surplus (Deficit) of Revenues over Expenses	610,756	220,913	606,767
Accumulated Surplus (Deficit), Beginning of Year	5,794,254	5,794,254	5,187,487
Accumulated Surplus (Deficit), End of Year	\$ 6,405,010	\$ 6,015,167	\$ 5,794,254

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, 2010

Statement 3

	2010 Budget	2010	2009
Surplus (Deficit)	\$ 610,756	\$ 220,913	\$ 606,767
(Acquisition) of tangible capital assets	(493,325)	(152,339)	(1,060,637)
Amortization of tangible capital assets	-	312,155	320,720
Proceeds of disposal of tangible capital assets	-	35,274	37,531
Loss (gain) on disposal of tangible capital assets	-	6,274	(5,929)
Surplus (Deficit) of capital expenses over expenditures	(493,325)	201,364	(708,315)
(Acquisition) of supplies inventories	-	(9,927)	(6,569)
(Acquisition) of prepaid expense	-	(846)	(1,407)
Consumption of supplies inventory	-	-	-
Use of prepaid expense	-	-	-
Surplus (Deficit) of expenses of other non-financial over expenditures	-	(10,773)	(7,976)
Increase/Decrease in Net Financial Assets	117,431	411,504	(109,524)
Net Financial Assets - Beginning of Year	(523,381)	(523,381)	(413,857)
Net Financial Assets - End of Year	\$ (405,950)	\$ (111,877)	\$ (523,381)

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

TOWN OF LUMSDEN
Statement of Cash Flows
For the year ended December 31, 2010

Statement 4

	2010	2009
Cash provided by (used for) the following activities		
Operating:		
Surplus (Deficit)	\$ 220,913	\$ 606,767
Amortization	312,155	320,720
Loss (gain) on disposal of tangible capital assets	6,274	(5,929)
	539,342	921,558
Changes in assets / liabilities		
Taxes Receivable - Municipal	7,299	(16,331)
Other Receivables	130,211	(136,020)
Land for Resale	(10,150)	(17,920)
Other Financial Assets	-	-
Accounts and Accrued Liabilities Payable	(222,199)	220,950
Deposits	774	(108)
Deferred Revenues	-	-
Utility Deposits	3,965	5,600
Stock and Supplies for Use	(9,927)	(6,569)
Prepayments and Deferred Charges	(846)	(1,407)
Other	-	-
Net cash from (used for) operations	438,469	969,753
Capital:		
Acquisition of Capital Assets	(152,339)	(1,060,637)
Proceeds from the Disposal of Capital Assets	35,274	37,531
Other Capital	-	-
Net cash from (used for) capital	(117,065)	(1,023,106)
Investing:		
Long-Term Investments	-	-
Other Investments	-	-
Net cash from (used for) investing	-	-
Financing:		
Long-Term Debt Issued	-	159,780
Long-Term Debt Repaid	(213,870)	(213,350)
Other Financing	(55,000)	55,000
Net cash from (used for) financing	(268,870)	1,430
Increase (Decrease) in cash resources	52,534	(51,923)
Cash and Investments - Beginning of Year	385,311	437,234
Cash and Investments - End of Year	\$ 437,845	\$ 385,311

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, 2010

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, 2010

(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, 2010

(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, 2010

(l) Measurement Uncertainty:

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

The measurement of materials and supplies are based on estimates of volume and quality. The "Opening 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, 2010

2. Cash and Temporary Investments	2010	2009
Cash	\$ 183,131	\$ 129,494
Temporary Investments	254,714	255,817
Total Cash and Temporary Investments	\$ 437,845	\$ 385,311

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	2010	2009
Municipal - Current	\$ 25,097	\$ 39,081
- Arrears	23,801	17,348
- Tax enforcement	284	156
- Trailer fees	1,945	1,841
	51,127	58,426
- Less Allowance for Uncollectables	(5,079)	(5,079)
Total Municipal Taxes Receivable	46,048	53,347

School - Current	22,771	29,001
- Arrears	34,342	34,287
- Trailer Fees	3,407	3,234
Total School Taxes Receivable	60,520	66,522

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

Total Taxes and Grants in Lieu Receivable	106,568	119,869
---	---------	---------

Deduct taxes to be collected on behalf of other organizations	(60,520)	(66,522)
---	----------	----------

Total Taxes and Grants in Lieu Receivable	\$ 46,048	\$ 53,347
--	------------------	------------------

4. Other Accounts Receivable	2010	2009
Trade receivables	\$ 28,583	\$ 47,052
Provincial Government	18,384	97,392
GST Receivable	18,561	48,052
Local Government	44,990	54,783
Utility accounts receivable	167,911	146,361
Total Other Accounts Receivable	278,429	393,640
Less Allowance for Uncollectables	16,845	1,845
Net Other Accounts Receivable	\$ 261,584	\$ 391,795

TOWN OF LUMSDEN
Notes to the Financial Statements
For the year ended December 31, 2010

5. Land for Resale	2010	2009
Tax Title Property	\$ 713	\$ 713
Allowance for market value adjustment	(713)	(713)
Net Tax Title Property	-	-
Other Land	135,957	125,807
Allowance for market value adjustment	-	-
Net Other Land	135,957	125,807
Total Land for Resale	\$ 135,957	\$ 125,807

6. Accounts Payable	2010	2009
Trade Payables	\$ 69,984	\$ 170,433
Vacation pay	33,150	32,512
Accrued long term debt interest	11,114	6,304
Prairie Valley School Division	-	73,595
Saskatchewan Municipal Board	40,768	19,677
Saskatchewan Justice	-	74,694
Total Accounts Payable	\$ 155,016	\$ 377,215

TOWN OF LUMSDEN
Notes to the Financial Statements
For the year ended December 31, 2010

7. Long-Term Debt

a) The debt limit of the municipality is \$1,341,921. 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>2010</u>	<u>2009</u>
a)	31/12/2014	\$25,901/yr	5.00%	\$91,843	\$112,138
b)	31/12/2015	\$25,981/yr	4.05%	\$115,500	\$135,974

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>
2011	\$ 42,612	\$ 9,270	\$ 51,882	\$ 40,768
2012	44,540	7,342	51,882	42,612
2013	46,557	5,325	51,882	44,540
2014	48,665	3,217	51,882	46,557
2015	24,970	1,011	25,981	48,665
Thereafter	-	-	-	24,970
Balance	\$ 207,344	\$ 26,165	\$ 233,509	\$ 248,112

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

	<u>Maturity Date</u>	<u>Payment</u>	<u>Interest Rate</u>	<u>2010</u>	<u>2009</u>
a)	20/12/2012	\$8,874/mo	5.74%	\$201,123	\$293,218
b)	31/12/2017	\$2,479//mo	6.34%	\$165,608	\$184,214
c)	17/12/2014	\$4,304/mo	4.97%	\$140,001	\$183,514
d)	12/04/2010	\$654/mo	4.81%	-	\$1,271
e)	12/05/2011	\$1,587	5.05%	\$18,516	\$36,133

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>
2011	\$ 181,538	\$ 25,368	\$ 206,906	\$ 173,071
2012	172,340	15,547	187,887	181,538
2013	69,186	8,417	77,603	172,340
2014	23,957	5,791	29,748	69,186
2015	78,227	7,590	85,817	23,957
Thereafter	-	-	-	78,258
Balance	\$ 525,248	\$ 62,713	\$ 587,961	\$ 698,350

TOWN OF LUMSDEN
Notes to the Financial Statements
For the year ended December 31, 2010

8. 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.

9. 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.

10. 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, 2010

Schedule 1

	2010 Budget	2010	2009
TAXES			
General municipal tax levy	\$ 714,342	\$ 714,447	\$ 613,365
Abatements and adjustments	(2,000)	-	(7)
Discount on current year taxes	(25,000)	(28,155)	(24,038)
Net Municipal Taxes	687,342	686,292	589,320
Potash tax share	-	-	-
Trailer license fees	-	-	-
Penalties on tax arrears	20,100	7,667	5,013
Special tax levy	-	-	-
Other -	-	-	-
Total Taxes	707,442	693,959	594,333
UNCONDITIONAL GRANTS			
Equalization (Revenue Sharing)	232,653	232,653	232,653
Organized Hamlet	-	-	-
Other -	-	-	-
Total Unconditional Grants	232,653	232,653	232,653
GRANTS IN LIEU OF TAXES			
Federal	5,000	5,591	5,023
Provincial			
S.P.C Electrical	-	-	-
SaskEnergy Gas	55,500	39,920	55,222
Transgas	-	-	-
SPMC - Municipal Share	1,270	1,414	1,270
Sasktel	650	722	648
Other -	-	-	-
Local/Other			
Housing Authority	2,825	3,149	2,829
C.P.R. Mainline	-	-	-
Treaty Land Entitlement	-	-	-
Other -	-	-	-
Other Government Transfers			
S.P.C. Surcharges	54,000	58,134	53,373
SaskEnergy Surcharge	-	-	-
Other -	-	-	-
Total Grants in Lieu of Taxes	119,245	108,930	118,365
TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	\$ 1,059,340	\$ 1,035,542	\$ 945,351

TOWN OF LUMSDEN
 Schedule of Operating and Capital Revenue by Function
 For the year ended December 31, 2010

Schedule 2-1

	2010 Budget	2010	2009
GENERAL GOVERNMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work	\$ 150	\$ 27	\$ 138
- Rentals	1,300	-	-
- Sales of supplies	200	207	100
- Other - Licences and permits	13,800	13,505	12,390
Total Fees and Charges	15,450	13,739	12,628
- Tangible capital asset sales - gain (loss)	-	-	-
- Land sales - gain	-	-	-
- Investment income and commissions	1,100	1,793	1,265
- Other - Allowance Recovery and Other	1,000	530	704
Total Other Segmented Revenue	17,550	16,062	14,597
Conditional Grants			
- Student Employment	-	-	-
- Other -	-	-	-
Total Conditional Grants	-	-	-
Total Operating	17,550	16,062	14,597
Capital			
Conditional Grants			
- Gas Tax	-	-	-
- Can/Sask Municipal Rural Infrastructure	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other -	-	-	-
Total Capital	-	-	-
Total General Government Services	\$ 17,550	\$ 16,062	\$ 14,597

PROTECTIVE SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Other - Fire, police and other fees	\$ 30,300	\$ 40,502	\$ 25,209
- Custom Work	-	-	-
Total Fees and Charges	30,300	40,502	25,209
- Tangible capital asset sales - gain (loss)	-	-	-
- Other - Donations and expense recovery	4,000	81,778	8,965
Total Other Segmented Revenue	34,300	122,280	34,174
Conditional Grants			
- Student Employment	-	-	-
- Local government	23,552	-	-
- Other -	-	-	-
Total Conditional Grants	23,552	-	-
Total Operating	57,852	122,280	34,174
Capital			
Conditional Grants			
- Sask Watershed Flood Control	4,450	1,289	-
- Can/Sask Municipal Rural Infrastructure	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other -	-	-	-
Total Capital	4,450	1,289	-
Total Protective Services	\$ 62,302	\$ 123,569	\$ 34,174

TOWN OF LUMSDEN
 Schedule of Operating and Capital Revenue by Function
 For the year ended December 31, 2010

Schedule 2-2

	2010 Budget	2010	2009
TRANSPORTATION SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work	\$ 500	\$ 4,504	\$ 5,557
- Sales of supplies	-	-	-
- Road Maintenance Agreements	-	-	-
- Frontage	-	-	-
- Other -	-	-	-
Total Fees and Charges	500	4,504	5,557
- Tangible capital asset sales - gain (loss)	-	(5,996)	5,929
- Other -	-	-	-
Total Other Segmented Revenue	500	(1,492)	11,486
Conditional Grants			
- Primary Weight Corridor	-	-	-
- Student Employment	-	-	-
- Other - Youth Hires	2,963	-	4,445
Total Conditional Grants	2,963	-	4,445
Total Operating	3,463	(1,492)	15,931
Capital			
Conditional Grants			
- Gas Tax	91,685	-	30,000
- Can/Sask Municipal Rural Infrastructure	-	-	-
- Heavy Haul	-	-	-
- Designated Municipal Roads and Bridges	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other -	-	-	-
Total Capital	91,685	-	30,000
Total Transportation Services	\$ 95,148	\$ (1,492)	\$ 45,931

ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Waste and Disposal fees	\$ 9,500	\$ 28,310	\$ 16,700
- Other - Custom Work	-	-	-
- Recycle Fees	5,000	6,346	3,094
- Cemetery Fees	7,000	10,087	7,274
Total Fees and Charges	21,500	44,743	27,068
- Tangible capital asset sales - gain (loss)	-	-	-
- Other - Donations	-	200	200
Total Other Segmented Revenue	21,500	44,943	27,268
Conditional Grants			
- West Nile	-	3,465	1,837
- Local government	18,592	18,591	14,296
- Other - Recycle Grant	-	2,821	3,120
Total Conditional Grants	18,592	24,877	19,253
Total Operating	40,092	69,820	46,521
Capital			
Conditional Grants			
- Local	-	-	-
- Can/Sask Municipal Rural Infrastructure	-	-	-
- Transit for Disabled	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other -	-	-	-
Total Capital	-	-	-
Total Environmental and Public Health Services	\$ 40,092	\$ 69,820	\$ 46,521

TOWN OF LUMSDEN

Schedule of Operating and Capital Revenue by Function
For the year ended December 31, 2010

Schedule 2-3

	2010 Budget	2010	2009
PLANNING AND DEVELOPMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Planning, Permits, Appeal and Tourism Fees	\$ 22,500	\$ 15,294	\$ 11,010
- Other - Servicing Agreement Fees	70,250	38,000	55,913
Total Fees and Charges	92,750	53,294	66,923
- Land sales - gain (loss)	75,000	-	-
- Other - Capital Housing Surplus	200	-	197
Total Other Segmented Revenue	167,950	53,294	67,120
Conditional Grants			
- Sask Watershed Development	-	-	599
- Local Government	750	1,018	368
- Other - Dutch Elm Disease	2,000	-	320
Total Conditional Grants	2,750	1,018	1,287
Total Operating	170,700	54,312	68,407
Capital			
Conditional Grants			
- Gas Tax	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other -	-	-	-
Total Capital	-	-	-
Total Planning and Development Services	\$ 170,700	\$ 54,312	\$ 68,407

RECREATION AND CULTURAL SERVICES

Operating

Other Segmented Revenue			
Fees and Charges			
- Other - Recreation fees	\$ 31,600	\$ 45,455	\$ 38,971
Total Fees and Charges	31,600	45,455	38,971
- Tangible capital asset sales - gain (loss)	-	(278)	-
- Other - Insurance reimbursement	17,000	17,882	17,389
Total Other Segmented Revenue	48,600	63,059	56,360
Conditional Grants			
- Student Employment	2,963	2,223	1,667
- Saskatchewan Community Initiative	15,272	16,924	16,342
- Donations	-	5,055	21,510
- Other - Local Government/Canada Day	1,675	1,825	1,825
Total Conditional Grants	19,910	26,027	41,344
Total Operating	68,510	89,086	97,704

Capital

Conditional Grants			
- Provincial Government	-	-	233,921
- Local Government	-	-	-
- Other - MEEP	-	-	165,682
Total Capital	-	-	399,603
Total Recreation and Cultural Services	\$ 68,510	\$ 89,086	\$ 497,307

TOWN OF LUMSDEN

Schedule of Operating and Capital Revenue by Function
For the year ended December 31, 2010

Schedule 2-4

	2010 Budget	2010	2009
UTILITY SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Water	\$ 402,197	\$ 377,408	\$ 356,153
- Sewer	178,088	187,266	158,780
- Connection Fees	36,050	33,000	15,000
- Other - Custom Work	-	1,630	3,186
Total Fees and Charges	616,335	599,304	533,119
- Tangible capital asset sales - gain (loss)	-	-	-
- Other - Interest	4,000	4,934	3,464
Total Other Segmented Revenue	620,335	604,238	536,583
Conditional Grants			
- Student Employment	-	-	-
- Other -	-	-	-
Total Conditional Grants	-	-	-
Total Operating	620,335	604,238	536,583
Capital			
Conditional Grants			
- Gas Tax	-	-	19,563
- Sask Water Corp.	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other -	-	-	-
Total Capital	-	-	19,563
Total Utility Services	\$ 620,335	\$ 604,238	\$ 556,146

TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	\$ 1,074,637	\$ 955,595	\$ 1,263,083
--	---------------------	-------------------	---------------------

SUMMARY

Total Other Segmented Revenue	\$ 910,735	\$ 902,384	\$ 747,588
Total Conditional Grants	67,767	51,922	66,329
Total Capital Grants and Contributions	96,135	1,289	449,166

TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	\$ 1,074,637	\$ 955,595	\$ 1,263,083
--	---------------------	-------------------	---------------------

TOWN OF LUMSDEN
 Schedule of Total Expenses by Function
 For the year ended December 31, 2010

Schedule 3-3

UTILITY SERVICES	2010 Budget	2010	2009
Wages and benefits	\$ 144,357	\$ 150,830	\$ 135,306
Council remuneration and travel	4,500	4,088	3,010
Professional/Contractual services	39,699	39,421	36,082
Utilities	34,100	32,963	27,164
Maintenance, materials and supplies	93,758	72,372	87,711
Grants and contributions - operating	-	1,600	750
- capital	-	-	-
Amortization	-	162,243	162,852
Interest	40,867	40,039	40,931
Allowance for uncollectibles	686	15,000	-
Other -	-	-	-

Total Utility Services	\$ 357,967	\$ 518,556	\$ 493,806
-------------------------------	-------------------	-------------------	-------------------

TOTAL EXPENDITURES BY FUNCTION	\$ 1,523,221	\$ 1,770,224	\$ 1,601,667
---------------------------------------	---------------------	---------------------	---------------------

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

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	\$ 13,739	\$ 40,502	\$ 4,504	\$ 44,743	\$ 53,294	\$ 45,455	\$ 599,304	\$ 801,541
Tangible Capital Asset Sales - Gain	-	-	(5,996)	-	-	(278)	-	(6,274)
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	(1,492)	69,820	54,312	89,086	604,238	955,595
Expenses (Schedule 3)								
Wages & Benefits	101,956	15,200	155,836	63,730	32,783	47,650	154,918	572,073
Professional / Contractual Services	70,974	91,524	11,050	95,187	23,701	56,665	39,421	388,522
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	61,135	5,782	1,289	44,078	162,243	312,156
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	229,615	165,947	361,154	190,547	88,709	215,696	518,556	1,770,224
Surplus (Deficit) by Function	\$ (213,553)	\$ (42,378)	\$ (362,646)	\$ (120,727)	\$ (34,397)	\$ (126,610)	\$ 85,682	\$ (814,629)

Taxation and Other Unconditional Revenue (Schedule 1)

\$ 1,035,542

Net Surplus (Deficit)

\$ 220,913

TOWN OF LUMSDEN
 Schedule of Segment Disclosure by Function
 For the year ended December 31, 2009

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	\$ 12,628	\$ 25,209	\$ 5,557	\$ 27,068	\$ 66,923	\$ 38,971	\$ 533,119	\$ 709,475
Tangible Capital Asset Sales - Gain	-	-	5,929	-	-	-	-	5,929
Investment Income and Commissions	1,265	-	-	-	-	-	-	1,265
Other Revenues	704	8,965	-	200	197	17,389	3,464	30,919
Grants - Conditional	-	-	4,445	19,253	1,287	41,344	-	66,329
- Capital	-	-	30,000	-	-	399,603	19,563	449,166
Total Revenues	14,597	34,174	45,931	46,521	68,407	497,307	556,146	1,263,083
Expenses (Schedule 3)								
Wages & Benefits	91,184	25,636	125,121	52,525	29,148	67,031	138,316	528,961
Professional / Contractual Services	61,778	86,452	17,159	68,856	5,573	53,518	36,082	329,418
Utilities	6,514	6,001	33,529	2,472	-	18,478	27,164	94,158
Maintenance, Materials and Supplies	17,862	12,979	49,256	32,407	5,630	12,711	87,711	218,556
Grants and Contributions	500	1,633	-	533	-	18,166	750	21,582
Amortization	18,781	20,161	61,138	13,339	1,289	43,160	162,852	320,720
Interest	914	974	7,227	261	-	2,176	40,931	52,483
Allowance for uncollectibles	1,010	-	-	-	-	-	-	1,010
Other	1,924	16,264	-	-	-	16,591	-	34,779
Total Expenses	200,467	170,100	293,430	170,393	41,640	231,831	493,806	1,601,667
Surplus (Deficit) by Function	\$ (185,870)	\$ (135,926)	\$ (247,499)	\$ (123,872)	\$ 26,767	\$ 265,476	\$ 62,340	\$ (338,584)
Taxation and Other Unconditional Revenue (Schedule 1)								<u>\$ 945,351</u>
Net Surplus (Deficit)								<u><u>\$ 606,767</u></u>

TOWN OF LUMSDEN
 Schedule of Tangible Capital Assets by Object
 For the year ended December 31, 2010

Schedule 6

	2010						2009		
	General Assets					Infrastructure Assets	General / Infrastructure Assets Under Construction	Total	Total
	Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment	Linear Assets			
Asset cost									
Opening Asset costs	\$ 104,442	\$ 14,513	\$ 4,862,124	\$ 426,524	\$ 1,091,179	\$ 4,923,439	\$ -	\$ 11,422,221	\$ 10,394,849
Additions during the year	-	-	56,493	13,446	58,463	23,937	-	152,339	1,060,637
Disposals and write downs during the year	-	-	-	-	(44,832)	-	-	(44,832)	(33,265)
Transfers (from) assets under construction	-	-	-	-	-	-	-	-	-
Closing Asset Costs	\$ 104,442	\$ 14,513	\$ 4,918,617	\$ 439,970	\$ 1,104,810	\$ 4,947,376	\$ -	\$ 11,529,728	\$ 11,422,221
Accumulated Amortization									
Opening Accum. Amort. Cost	\$ -	\$ 3,905	\$ 1,552,928	\$ 252,744	\$ 682,448	\$ 2,669,614	\$ -	\$ 5,161,639	\$ 4,842,582
Add: Amortization taken	-	968	113,340	17,888	72,226	107,733	-	312,155	320,720
Less: Accum. Amort. on disposals	-	-	-	-	(3,284)	-	-	(3,284)	(1,663)
Closing Accumulated Amort.	\$ -	\$ 4,873	\$ 1,666,268	\$ 270,632	\$ 751,390	\$ 2,777,347	\$ -	\$ 5,470,510	\$ 5,161,639
Net Book Value	\$ 104,442	\$ 9,640	\$ 3,252,349	\$ 169,338	\$ 353,420	\$ 2,170,029	\$ -	\$ 6,059,218	\$ 6,260,582

- | | | |
|---|----|---|
| 1. Total contributed/donated assets received in 2010: | \$ | - |
| 2. List of assets recognized at nominal value are: | \$ | - |
| - Infrastructure assets | \$ | - |
| - Vehicles | \$ | - |
| - Machinery and Equipment | \$ | - |
| 3. Amount of interest capitalized in 2010: | \$ | - |

DUDLEY & COMPANY LLP

TOWN OF LUMSDEN
 Schedule of Tangible Capital Assets by Function
 For the year ended December 31, 2010

Schedule 7

	2010							Total	2009
	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Water & Sewer		
Asset Cost									
Opening Asset costs	\$ 354,081	\$ 368,411	\$ 1,932,826	\$ 199,947	\$ 36,221	\$ 1,297,337	\$ 7,233,398	\$ 11,422,221	\$ 10,394,849
Additions during the year	3,666	10,605	51,121	-	-	21,307	65,640	152,339	1,060,637
Disposals and write-downs during the year	-	-	(43,442)	-	-	(1,390)	-	(44,832)	(33,265)
Closing Asset Costs	\$ 357,747	\$ 379,016	\$ 1,940,505	\$ 199,947	\$ 36,221	\$ 1,317,254	\$ 7,299,038	\$ 11,529,728	\$ 11,422,221
Accumulated Amortization									
Opening Accum. Amortization Costs	\$ 324,895	\$ 171,963	\$ 1,150,159	\$ 127,081	\$ 9,741	\$ 352,011	\$ 3,025,789	\$ 5,161,639	\$ 4,842,582
Add: Amortization taken	18,028	19,601	61,135	5,782	1,288	44,078	162,243	312,155	320,720
Less: Accum. amortization on disposals	-	-	(2,172)	-	-	(1,112)	-	(3,284)	(1,663)
Closing Accumulated Amortization	\$ 342,923	\$ 191,564	\$ 1,209,122	\$ 132,863	\$ 11,029	\$ 394,977	\$ 3,188,032	\$ 5,470,510	\$ 5,161,639
Net Book Value	\$ 14,824	\$ 187,452	\$ 731,383	\$ 67,084	\$ 25,192	\$ 922,277	\$ 4,111,006	\$ 6,059,218	\$ 6,260,582

TOWN OF LUMSDEN
 Schedule of Accumulated Surplus
 For the year ended December 31, 2010

Schedule 8

	2009	Changes	2010
UNAPPROPRIATED SURPLUS	\$ 89,421	\$ 71,088	\$ 160,509
APPROPRIATED RESERVES			
General capital infrastructure	106,936	38,000	144,936
Cemetery	7,900	200	8,100
General reserve	-	-	-
Recreation facilities	723	840	1,563
Fire	11,367	(605)	10,762
Utility	254,713	83,711	338,424
Public reserve	2,813	-	2,813
Capital trust	6,260	15,174	21,434
Other	-	-	-
Total Appropriated	390,712	137,320	528,032
NET INVESTMENT IN TANGIBLE CAPITAL ASSETS			
Tangible Capital Assets (Schedule 6)	6,260,582	(201,364)	6,059,218
Less: Related debt	(946,461)	213,869	(732,592)
Net Investment in Tangible Capital Assets	5,314,121	12,505	5,326,626
OTHER	-	-	-
Total Accumulated Surplus	\$ 5,794,254	\$ 220,913	\$ 6,015,167

TOWN OF LUMSDEN
 Schedule of Mill Rates and Assessments
 For the year ended December 31, 2010

Schedule 9.

	PROPERTY CLASS						Total
	Agriculture	Residential	Residential Condominium	Seasonal Residential	Commercial & Industrial	Potash Mine(s)	
Taxable Assessment	\$ 164,010	\$ 61,996,760	\$ 6,267,670	\$ -	\$ 4,149,925	\$ -	\$ 72,578,365
Regional Park Assessment							-
Total Assessment							72,578,365
Mill Rate Factor(s)	1.000	1.000	1.000	1.000	1.000		
Total Minimum Tax	-	-	-	-	-		-
Total Municipal Tax Levy	\$ 1,614	\$ 610,278	\$ 61,697	\$ -	\$ 40,858		\$ 714,447

MILL RATES:	MILLS
Average Municipal*	9.844
Average School*	10.200
Potash Mill Rate	-
Uniform Municipal Mill Rate	9.8437

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