

**TOWN OF LUMSDEN**  
Financial Statements  
December 31, 2005

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## AUDITORS' REPORT

To the Mayor and Councillors  
Town Of Lumsden

We have audited the statement of financial position of the **TOWN OF LUMSDEN** as at December 31, 2005 and the statements of financial activities and changes in surplus for the year then ended. These financial statements are the responsibility of the municipality's management. 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 plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the Town as at December 31, 2005 and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

  
Dudley & Company  
Chartered Accountants LLP

Regina, Saskatchewan  
September 26, 2006

**TOWN OF LUMSDEN**  
Statement of Financial Position  
As at December 31, 2005

<b>FINANCIAL ASSETS</b>	<u>Notes</u>	<u>2005</u>	<u>2004</u>
Cash and temporary investments	2	\$ 104,520	\$ 160,018
Municipal taxes receivable	4	58,598	51,035
Accounts receivable	3	330,019	490,069
Land for resale	1(k),5	<u>175,738</u>	<u>187,738</u>
<b>Total Financial Assets</b>		<u>668,875</u>	<u>888,860</u>
<b>LIABILITIES</b>			
Bank indebtedness		25,000	270,917
Accounts payable and accrued liabilities	7	310,949	159,745
Deferred revenue		-	200
Utility deposits		47,734	45,097
Other liabilities		10,859	8,336
Long term debt	6	<u>1,244,195</u>	<u>1,367,877</u>
<b>Total Liabilities</b>		<u>1,638,737</u>	<u>1,852,172</u>
<b>NET FINANCIAL ASSETS</b>		<u>(969,862)</u>	<u>(963,312)</u>
<b>NON-FINANCIAL ASSETS</b>			
Prepaid expenses		6,677	10,432
Inventory	1(k)	<u>38,280</u>	<u>29,868</u>
<b>NET ASSETS</b>		<u>\$ (924,905)</u>	<u>\$ (923,012)</u>
<b>MUNICIPAL POSITION (Statement 3)</b>			
<b>Surplus</b>			
Unappropriated net assets		\$ 158,896	\$ 165,979
Appropriated net assets	1(g)	<u>160,394</u>	<u>278,886</u>
<b>Total Surplus</b>		319,290	444,865
<b>Amounts to be Recovered from Future Revenue</b>	1(e), 6	<u>(1,244,195)</u>	<u>(1,367,877)</u>
<b>Municipal Position</b>		<u>\$ (924,905)</u>	<u>\$ (923,012)</u>

Approved on behalf of Council:

  
\_\_\_\_\_  
Mayor

  
\_\_\_\_\_  
Councillor

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

**TOWN OF LUMSDEN**  
Statement of Financial Activities  
For the year ended December 31, 2005

<b>REVENUES</b>	<u>Schedule</u>	<u>2005 Budget</u>	<u>2005 Actual</u>	<u>2004 Actual</u>
Taxation	1	\$ 425,623	\$ 432,619	\$ 405,891
Fees and Charges	1	88,025	127,039	110,230
Maintenance and Development	1	-	12,667	24,700
Grants from Other Governments	2	407,111	341,010	280,164
Donations	2	40,786	28,766	51,562
Water and Sewer	1	321,303	322,448	297,117
Capital Asset Proceeds		5,000	3,680	300
Land Sales - Gain		10,000	16,303	-
Investment Income, Commissions, Royalties		13,100	6,316	4,833
Insurance Proceeds, Recoveries, Other		-	954	3,981
<b>Total Revenues</b>		<u>1,310,948</u>	<u>1,291,802</u>	<u>1,178,778</u>
<b>EXPENDITURES</b>				
General Government Services	3	141,578	141,092	136,980
Protective Services	3	140,874	110,961	119,146
Transportation Services	3	239,403	264,878	232,430
Environmental Health Services	3	96,707	108,317	75,124
Health and Welfare Services	3	7,300	8,484	2,278
Planning and Development Services	3	44,336	32,575	31,800
Recreation and Cultural Services	3	243,680	262,679	195,590
Water and Sewer	3	402,182	369,366	485,132
<b>Total Expenditures</b>		<u>1,316,060</u>	<u>1,298,352</u>	<u>1,278,480</u>
<b>Change in Net Financial Assets</b>		(5,112)	(6,550)	(99,702)
<b>Change in Non-Financial Assets</b>		-	4,657	6,640
<b>Change in Net Assets</b>		(5,112)	(1,893)	(93,062)
<b>Change in amounts to be recovered</b>				
Long term financing authorized		28,471	27,937	200,000
Long term financing repaid		(156,356)	(151,619)	(140,094)
<b>Change in Surplus</b>		<u>\$ (132,997)</u>	<u>\$ (125,575)</u>	<u>\$ (33,156)</u>

Statement of Changes in Surplus  
For the year ended December 31, 2005

	<u>Unappropriated</u>	<u>Appropriated</u>	<u>2005</u>	<u>2004</u>
Change in Surplus - Above	\$ (125,575)	\$ -	\$ (125,575)	\$ (33,156)
<b>Internal Transfers</b>				
- Future expenditures	8,182	(8,182)	-	-
- Capital Trust Fund	10,238	(10,238)	-	-
- Utility future expenditures	100,072	(100,072)	-	-
<b>Total Internal Transfers</b>	<u>118,492</u>	<u>(118,492)</u>	<u>-</u>	<u>-</u>
Balance - Beginning of Year	165,979	278,886	444,865	478,021
<b>Balance - End of Year</b>	<u>\$ 158,896</u>	<u>\$ 160,394</u>	<u>\$ 319,290</u>	<u>\$ 444,865</u>

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

**TOWN OF LUMSDEN**  
Notes to the Financial Statements  
December 31, 2005

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The financial statements of the municipality are prepared by management in accordance with the local government accounting standards established by the Public Sector Accounting Board of the Canadian Institute of Chartered Accountants. Significant aspects of the accounting policies are as follows:

**(a) Reporting Entity**

The financial statements consolidate the assets, liabilities and flow of resources of the municipality. The entity is comprised of all of the organizations that are owned or controlled by the municipality and are therefore accountable to the Council for the administration of their resources.

**(b) Revenue Recognition**

Revenues are accounted for in the period in which the transactions or events occurred that gave rise to the revenues, providing the transfers are authorized, any eligibility criteria have been met by the municipality, and reasonable estimates for the amounts can be made. Revenue received in advance of the related expenditures is deferred to the period when the expenditures are incurred.

**(c) 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 where no direct goods or services were received directly in return.

Expenditures represent the amount of resources acquired in the period that need to be financed either from current or future revenues. Expenditures include amounts for interest on debt outstanding but do not include debt repayments or transfers to other funds.

Expenditures related to acquiring or depleting non-financial assets in the period are reversed as an adjustment to the Change in Net Financial Assets to arrive at Change in Net Assets.

**(d) Net Financial Assets**

Net Financial Assets at the end of an accounting period are the net amount of financial assets less liabilities outstanding. Financial assets are cash and those assets on hand at the end of an accounting period 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.

**(e) Amounts to be Recovered from Future Revenues**

This represents the amount of long term liabilities that will be funded from future revenues.

**(f) Local Improvement Charges**

Local improvement projects financed by frontage taxes recognize the prepayment charge as revenue in the period in which the related expenditures occurred. A long term receivable is recorded for the principal portion of unpaid frontages which are to be financed through frontage levies.

**(g) Appropriated Net Assets**

Reserves are established at the discretion of Council to set aside funds for future operating and capital expenditures. Transfers to and/or from reserves are reflected on the Statement of Changes in Surplus.

**TOWN OF LUMSDEN**  
Notes to the Financial Statements  
December 31, 2005

**(h) Capital Assets**

Capital assets are recorded as expenditures in the year they are acquired. They are not recorded as assets in the financial statements but are included in schedule 5 to the financial statements at their historical costs or where the cost was unknown, the insured values in 1997 have been used. Infrastructure assets are not included in the amounts in schedule 5. Contributions for the acquisition of capital assets are reported as revenue rather than reducing the capital expenditure.

**(i) Trust Funds**

As the municipality is acting as only a collection agent for taxes as disclosed in Note 4, these amounts are not reflected in the Statement of Financial Activities.

**(j) Investments**

Portfolio investments are valued at the lower of cost and net realizable value. Market value approximates cost.

**(k) Inventory**

Inventory, including land for resale, is recorded at the lower of cost and replacement cost.

**2. CASH AND TEMPORARY INVESTMENTS**

Cash and temporary investments is comprised of the following:

	<u>2005</u>	<u>2004</u>
Cash on hand, on deposit	\$ 102,020	\$ 157,518
Temporary investments	2,500	2,500
Total Cash	<u>\$ 104,520</u>	<u>\$ 160,018</u>

**3. ACCOUNTS RECEIVABLE**

Accounts receivable are comprised of the following:

	<u>2005</u>	<u>2004</u>
Local government	\$ 45,448	\$ 81,009
Federal government grant	26,900	39,659
Provincial government grant	32,729	13,489
Other receivables	55,096	15,531
Utility	117,899	97,403
Frontage levies	9,746	14,046
GST	29,940	41,648
Debt	27,937	200,000
Less: allowance for uncollectable	<u>(15,676)</u>	<u>(12,716)</u>
Total Accounts Receivable	<u>\$ 330,019</u>	<u>\$ 490,069</u>

**TOWN OF LUMSDEN**  
Notes to the Financial Statements  
December 31, 2005

**4. TAXES RECEIVABLE**

Taxes receivable are comprised of the following:

	<u>2005</u>	<u>2004</u>
(a) Municipal - current	\$ 25,220	\$ 18,595
- arrears	27,651	24,527
- local improvements	3,672	3,086
- tax enforcement fees	111	112
- trailer fees	<u>8,394</u>	<u>7,165</u>
Total municipal taxes receivable	65,048	53,485
Less: allowance for uncollectable	<u>(6,450)</u>	<u>(2,450)</u>
Net Taxes Receivable	<u>\$ 58,598</u>	<u>\$ 51,035</u>
(b) School - current	\$ 44,537	\$ 35,980
- arrears	50,627	44,980
- trailer fees	14,699	12,544
Workers' Compensation	<u>61</u>	<u>55</u>
Total other taxes receivable	<u>109,924</u>	<u>93,559</u>
Total municipal and other taxes receivable	168,522	144,594
Less: taxes collected on behalf of other organizations	<u>(109,924)</u>	<u>(93,559)</u>
Municipal Taxes Receivable	<u>\$ 58,598</u>	<u>\$ 51,035</u>

Taxes receivable for collections for others are shown without deducting any allowance for uncollectable. The "other taxes receivable" is netted to the liability recorded, as it is equal to it.

**5. LAND FOR RESALE**

Land for resale is composed of the following:

	<u>2005</u>	<u>2004</u>
(a) Tax title property - cost	\$ 713	\$ 713
Adjustment to net realizable value	<u>(713)</u>	<u>(713)</u>
Net tax title property	-	-
(b) Land purchased - cost - Block 6	19,852	19,852
(c) Land purchased - parcels EE, FF	<u>155,886</u>	<u>167,886</u>
Net Land purchased	<u>175,738</u>	<u>187,738</u>
Net Land for Resale	<u>\$ 175,738</u>	<u>\$ 187,738</u>

**TOWN OF LUMSDEN**  
Notes to the Financial Statements  
December 31, 2005

6. LONG TERM LIABILITIES	Maturity Date	Payment	Rate	2005	2004
(a) Royal Bank	20/12/12	\$8,874/mo.	5.74%	\$ 612,855	\$ 681,992
(b) Royal Bank	31/12/03	\$56,000/yr		-	12,038
(c) Royal Bank	12/12/09	\$2,493/mo.	4.41%	81,739	-
(d) Royal Bank	17/12/14	\$4,304/mo.	4.97%	337,565	367,852
(e) Royal Bank		\$772/mo.	6.55%	-	32,230
(f) Royal Bank	01/12/08	\$1,872/mo.	6.55%	-	73,765
(g) Royal Bank - receivable - note 3	12/04/10	\$654/mo. from April 2006	4.81%	27,937	-
(h) Municipal Finance debenture - note 3	31/12/14	\$25,901/yr	5.00%	<u>184,099</u>	<u>200,000</u>
Total Long Term Liabilities				1,244,195	1,367,877
Less Current Portion				<u>(12,400)</u>	<u>(153,508)</u>
Total Long Term Portion				<u>\$ 1,231,795</u>	<u>\$ 1,214,369</u>

## Security

(a) Security agreement on a 3 tonne truck.

(b) The Royal Bank loans are secured by a general assignment of property taxes.

The estimated repayments for the next five years are as follows:	Principal	Interest
2006	\$ 12,400	\$ 66,264
2007	19,181	57,277
2008	166,905	47,749
2009	146,868	38,688
2010 to maturity	<u>898,841</u>	<u>67,906</u>
Total	<u>\$ 1,244,195</u>	<u>\$ 277,884</u>

## 7. ACCOUNTS PAYABLE

Accounts payable are comprised of the following:

	2005	2004
School collections	\$ 212,437	\$ 104,766
Trade accounts payable	70,291	20,965
Overpaid taxes	76	-
Vacation pay	26,414	30,427
Accrued LT debt interest	<u>1,731</u>	<u>3,587</u>
Total Accounts Payable	<u>\$ 310,949</u>	<u>\$ 159,745</u>

## 8. MEASUREMENT UNCERTAINTY

The amounts recorded for the allowance for doubtful accounts and inventory valuations are based on management's best estimate. These estimates are reviewed periodically and as adjustments become necessary they are reported in earnings in the period in which they become known. By their nature, estimates are subject to measurement uncertainty and the effect on the financial statements of any changes in estimates could be significant.

## 9. CASH FLOW STATEMENT

No cash flow statement is provided, as the cash flow information is apparent from the other information in the financial statement and it would not provide any additional meaningful information. Cash used for capital expenditures during the year was \$209,224 (2005), \$262,988 (2004). Cash flows from investment income during the year was \$6,203 (2005), \$4,833 (2004). Cash paid for interest during the year was \$78,700 (2005), \$74,562 (2004).



**TOWN OF LUMSDEN**  
Notes to the Financial Statements  
December 31, 2005

**10. FINANCIAL INSTRUMENTS****a) 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.

**b) Interest Rate Risk**

The Town is not exposed to significant interest rate risk on its monetary current assets and current liabilities due to their short term maturity. The Town is exposed to interest rate price risk on its long term debt that has a fixed interest rate. The interest rate and maturity date of the debt is disclosed in Note 6.

**c) Credit Risk**

The Town is exposed to credit risk on the accounts receivable. The municipality does not have significant exposure to any individual creditor. Its customers are mainly in southern Saskatchewan.

**11. ENVIRONMENTAL COSTS**

The operations of the Town have been and may in the future be affected from time to time to varying degree by changes in environmental regulations, including those for future removal and site restoration costs. Both the likelihood of new regulations and their overall effect upon the town vary greatly and are not predictable. The Town is not able to determine the impact, if any, on its financial position, if any, of environmental laws and regulations that may be enforced in the future due to the uncertainty surrounding the form the enforcement of these laws and regulations may take. No liability has been recorded in regards to these contingent liabilities.

**TOWN OF LUMSDEN**  
**Schedule of Revenues**  
**For the year ended December 31, 2005**

	2005 <u>BUDGET</u>	2005 <u>ACTUAL</u>	2004 <u>ACTUAL</u>
<b>TAXATION</b>			
General municipal tax levy	\$ 441,323	\$ 441,550	\$ 415,388
Abatements, cancellations of current taxes	(8,000)	(103)	(1,858)
Discounts on current year taxes	<u>(16,500)</u>	<u>(17,466)</u>	<u>(16,053)</u>
Net municipal taxes	416,823	423,981	397,477
Trailer license fees, penalties	3,200	3,909	3,786
Penalties on tax arrears	<u>5,600</u>	<u>4,729</u>	<u>4,628</u>
<b>Total Taxation Revenue</b>	<u>\$ 425,623</u>	<u>\$ 432,619</u>	<u>\$ 405,891</u>
<b>FEES AND CHARGES</b>			
General office services	\$ 300	\$ 592	\$ 247
Custom work	2,000	3,171	6,657
Sales of supplies	350	109	302
Rentals	1,300	1,062	1,386
Tax certificate fees	1,200	1,625	1,985
Permits	3,500	8,219	3,318
Business licenses	8,000	8,505	9,220
Dog licenses	175	240	215
Fines - fine option program	150	60	80
- policing	11,000	11,507	8,357
- dog impoundment	250	585	380
Fire fees/services	8,800	27,836	12,333
Inspections - protective	100	270	60
Landfill user fees	17,500	24,219	17,701
Recycle operations	600	5,928	3,676
Recreation program fees	100	1,530	2,066
AIR/Art program fees	-	-	10,407
Recreation facility rentals	21,000	20,133	18,065
Campground fees	5,000	6,670	5,696
Cemetery fees	4,200	4,120	5,980
Planning, subdivision fees	<u>2,500</u>	<u>658</u>	<u>2,099</u>
<b>Total Revenue from Fees and Charges</b>	<u>\$ 88,025</u>	<u>\$ 127,039</u>	<u>\$ 110,230</u>
<b>MAINTENANCE AND DEVELOPMENT CHARGES</b>			
Development charges, public reserve	<u>\$ -</u>	<u>\$ 12,667</u>	<u>\$ 24,700</u>
<b>UTILITIES</b>			
Water	\$ 229,800	\$ 225,546	\$ 210,327
Sewer	87,753	91,225	79,219
Connection charges	1,550	-	4,600
Sales of supplies	-	1,186	-
Penalties	<u>2,200</u>	<u>4,491</u>	<u>2,971</u>
<b>Total Utility Revenue</b>	<u>\$ 321,303</u>	<u>\$ 322,448</u>	<u>\$ 297,117</u>

**TOWN OF LUMSDEN**  
 Schedule of Grants  
 For the year ended December 31, 2005

			2005 <u>BUDGET</u>	2005 <u>ACTUAL</u>	2004 <u>ACTUAL</u>
<b>GRANTS FROM OTHER GOVERNMENTS:</b>					
<b>UNCONDITIONAL</b>					
Equalization (Revenue Sharing)			\$ 134,122	\$ 134,122	\$ 134,122
<b>CONDITIONAL</b>					
Federal					
Student Employment			4,500	-	-
Canada Celebrates Saskatchewan			31,620	31,620	-
Green Municipality Enabling Fund			44,500	15,000	-
Canada Strategic Infrastructure Fund			25,000	-	-
Gas Tax			22,000	18,500	-
CAP - Community Access			-	-	200
Canada Day			400	650	450
Provincial					
Sask. Water Corporation			-	498	-
Provincial Student employment			4,000	-	3,910
Centennial facilities			17,000	14,273	-
Trail maintenance			-	785	-
Pest Control (SERM)			-	-	2,000
Local					
	<u>Operating</u>	<u>Capital</u>			
Web site	-	-	400	-	-
Protective	-	-	-	-	-
- R.M. of Lumsden #189	3,250	-	6,800	3,250	-
Environmental Health	2,000	-	2,000	2,000	-
- R.M. of Lumsden #189	14,344	-	14,344	14,344	-
- Health District	6,672	-	2,000	6,672	6,606
- R.M. of Lumsden #189	1,075	-	1,075	1,075	-
Art	-	-	-	-	23,200
R.M. of Lumsden #189	-	-	-	-	10,735
<b>GRANTS IN LIEU OF TAXES:</b>					
Federal					
RCMP			3,300	3,204	5,320
Provincial					
Sask. Energy Gas			47,500	46,489	47,503
Sask. Property Management			750	1,776	2,126
Local/Other					
Housing Authority			4,800	4,065	3,145
<b>OTHER GOVERNMENT TRANSFERS:</b>					
S.P.C. Surcharge			41,000	42,687	40,847
Total Grants			<u>\$ 407,111</u>	<u>\$ 341,010</u>	<u>\$ 280,164</u>
<b>DONATIONS:</b>					
Operating donations - cemetery			\$ -	\$ -	\$ 110
Saskatchewan Lotteries			13,910	15,272	15,272
Donations			26,876	13,494	36,290
Total Donations			<u>\$ 40,786</u>	<u>\$ 28,766</u>	<u>\$ 51,672</u>

**TOWN OF LUMSDEN**  
 Schedule of Expenditures  
 For the year ended December 31, 2005

	2005 BUDGET	2005 ACTUAL	2004 ACTUAL
<b>GENERAL GOVERNMENT</b>			
Council remuneration, benefits	\$ 20,000	\$ 20,340	\$ 20,349
Council - contracted	5,000	7,219	8,411
Wages, benefits	45,408	38,977	45,132
Professional services	7,600	8,457	6,705
Contracted services	5,050	8,419	10,504
Memberships	2,200	1,725	1,755
Assessment and tax collection services	14,000	11,671	10,713
Insurance	8,570	9,092	5,743
Office supplies, postage	4,800	5,666	9,615
Maintenance, fuel and supplies	9,700	9,523	5,475
Utilities	6,650	6,228	5,584
Grants - operating	200	40	40
Capital expenditures	11,750	8,150	4,551
Interest	625	2,799	917
Allowance for uncollectable	-	6,540	795
Elections	25	-	691
Change in prepaid expenditures	-	(3,754)	-
<b>Total General Government Expenditures</b>	<b>\$ 141,578</b>	<b>\$ 141,092</b>	<b>\$ 136,980</b>
<b>PROTECTIVE SERVICES</b>			
Council remuneration, benefits	\$ 1,000	\$ 1,350	\$ 270
Police protection - maintenance, fuel and supplies	-	-	-
- professional services	90,433	49,608	53,402
- operating grants	-	-	200
Fire protection - wages, benefits	11,170	17,869	10,957
- contracted services	1,850	145	1,093
- maintenance, fuel and supplies	7,800	14,568	9,492
- utilities	5,650	4,221	5,078
- grants	1,100	1,100	-
Inspections - contractual services	3,500	5,553	4,119
Bylaw enforcement - wages	21	31	19
Bylaw enforcement - contracted services	-	-	500
Bylaw enforcement - maintenance, fuel and supplies	-	-	59
Insurance	900	747	1,129
Capital expenditures	8,525	7,219	24,617
Interest	3,275	3,811	4,678
Emergency measures - wages	400	462	354
Emergency measures - contracted	2,000	206	800
Emergency measures - maintenance, fuel and supplies	1,000	1,043	600
Emergency measures - utilities	2,250	3,028	1,779
<b>Total Protective Services Expenditures</b>	<b>\$ 140,874</b>	<b>\$ 110,961</b>	<b>\$ 119,146</b>

**TOWN OF LUMSDEN**  
**Schedule of Expenditures**  
**For the year ended December 31, 2005**

	2005 <u>BUDGET</u>	2005 <u>ACTUAL</u>	2004 <u>ACTUAL</u>
<b>TRANSPORTATION SERVICES</b>			
Council remuneration	\$ 1,000	\$ 750	\$ 350
Equipment pool (shop/repairs) - wages and benefits	78,468	53,196	44,842
- contracted services	4,000	4,993	4,779
- insurance	2,975	3,435	3,552
- shop supplies, machinery repairs	17,700	29,671	13,973
- utilities	10,070	9,760	9,902
- machinery fuel	13,245	17,411	17,017
Maintenance (roads/walks) - wages and benefits	22,175	38,911	36,637
- railway crossing contract maint.	1,000	1,079	1,722
- asphalt	4,000	4,653	-
- culverts and drainage	4,000	6,625	5,517
- gravel/sand and other material	8,000	16,109	13,957
- traffic signs/information	-	1,095	5,164
- other materials and supplies	10,800	14,909	16,152
Street lighting	23,000	21,961	22,044
Capital expenditures	25,000	25,243	19,074
Interest	13,375	15,077	17,748
Other	595	-	-
<b>Total Transportation Services Expenditures</b>	<b><u>\$ 239,403</u></b>	<b><u>\$ 264,878</u></b>	<b><u>\$ 232,430</u></b>
<b>ENVIRONMENTAL HEALTH SERVICES</b>			
Council remuneration, benefits	\$ 700	\$ 495	\$ 200
Waste collection - wages and benefits	13,416	15,301	12,976
- contracted services	600	1,373	651
- maintenance, fuel and supplies	3,250	4,505	4,981
Waste disposal - wages and benefits	2,961	5,320	4,624
- contracted services	250	138	-
- maintenance, fuel and supplies	20,025	22,791	13,383
- utilities	400	471	408
Recycling - wages and benefits	-	485	28
- contracted services	200	670	1,983
- maintenance, fuel and supplies	18,400	22,694	25,092
- utilities	2,100	1,993	2,182
Pest and weed control - wages and benefits	1,487	2,283	2,085
- contracted services	600	20	20
- maintenance, fuel and supplies	2,900	558	793
Insurance	300	799	757
Grants - operating	-	364	1,169
Capital expenditures	28,471	27,680	1,928
Interest	647	377	1,579
Other - glasses	-	-	285
<b>Total Environmental Health Expenditures</b>	<b><u>\$ 96,707</u></b>	<b><u>\$ 108,317</u></b>	<b><u>\$ 75,124</u></b>

**TOWN OF LUMSDEN**  
 Schedule of Expenditures  
 For the year ended December 31, 2005

	2005 <u>BUDGET</u>	2005 <u>ACTUAL</u>	2004 <u>ACTUAL</u>
<b>HEALTH AND WELFARE SERVICES</b>			
Wages and benefits	\$ 1,750	\$ 2,647	\$ 2,235
Council	-	-	30
Contract	3,950	3,860	-
Maintenance, fuel and supplies	-	377	13
Grants	<u>1,600</u>	<u>1,600</u>	-
Total Health and Welfare Services Expenditures	<u>\$ 7,300</u>	<u>\$ 8,484</u>	<u>\$ 2,278</u>
<b>PLANNING AND DEVELOPMENT SERVICES</b>			
Council remuneration, benefits	\$ 2,000	\$ 100	\$ -
Community development - wages and benefits	371	-	310
- contracted services	25	687	478
- maintenance and supplies	12,200	7,460	5,612
- utilities	525	3	290
- grants	200	-	-
Land use planning - wages and benefits	19,015	19,015	18,480
Land use planning - professional services	2,500	-	4,031
Land use planning - contracted services	-	1,045	2,253
Land use planning - maintenance and supplies	2,500	512	346
Capital expenditures	<u>5,000</u>	<u>3,753</u>	-
Total Planning and Development Services Expenditures	<u>\$ 44,336</u>	<u>\$ 32,575</u>	<u>\$ 31,800</u>
<b>RECREATION AND CULTURAL SERVICES</b>			
Council remuneration, benefits	\$ 700	\$ 1,865	\$ 200
Recreation and parks - wages and benefits	66,640	60,944	85,898
- contracted services	3,330	4,338	3,696
- program costs - contracted	-	15,760	10,071
- insurance	6,200	9,073	12,070
- maintenance, fuel and supplies	22,250	21,260	26,400
- utilities	5,840	5,897	5,149
- grants - operating	2,650	1,000	3,500
- capital expenditures	8,600	4,676	3,686
- park residence taxes	1,300	1,117	1,323
Culture: Hall, Library, Museum - wages and benefits	160	1,137	107
- council remuneration	-	200	-
- contracted - library requisition	15,000	14,685	13,978
- contracted services	50	274	225
- insurance	2,510	3,764	3,606
- maintenance, fuel and supplies	19,100	18,234	15,607
- utilities	10,350	8,938	9,074
- grants - operating	-	-	1,000
- capital expenditures	<u>79,000</u>	<u>89,517</u>	-
Total Recreation and Cultural Services Expenditures	<u>\$ 243,680</u>	<u>\$ 262,679</u>	<u>\$ 195,590</u>

**TOWN OF LUMSDEN**  
**Schedule of Expenditures**  
**For the year ended December 31, 2005**

	<u>2005</u> <u>BUDGET</u>	<u>2005</u> <u>ACTUAL</u>	<u>2004</u> <u>ACTUAL</u>
<b>WATER AND SEWER UTILITY</b>			
Council remuneration, benefits	\$ 4,000	\$ 1,450	\$ 3,650
Water - wages and benefits	82,814	76,042	88,426
- contracted services	10,695	10,650	15,069
- insurance	5,500	4,999	4,235
- maintenance, fuel and supplies	38,256	69,837	45,564
- utilities	17,600	18,024	16,096
- capital expenditures	26,800	12,921	214,132
- interest	52,928	54,780	52,059
Sewer - wages and benefits	24,014	32,235	23,547
- contracted services	5,000	7,773	1,628
- insurance	1,000	782	308
- maintenance, fuel and supplies	34,025	38,795	4,710
- utilities	10,050	8,937	9,384
- capital expenditures	89,000	30,065	-
- property taxes	-	-	224
Allowance for uncollectable	500	2,076	11,100
Deposit on land	-	-	(5,000)
<b>Total Water and Sewer Expenditures</b>	<u>\$ 402,182</u>	<u>\$ 369,366</u>	<u>\$ 485,132</u>

**TOWN OF LUMSDEN**  
 Schedule of Expenditures by Object  
 For the year ended December 31, 2005

	Wages, Benefits	Professional Services	Contract Services	Utilities	Maintenance, Materials	Grants, Donations	Capital Expenditures	Interest	Collection Allowance	Other	Total 2005	Total 2004
Council	\$ 20,340	\$ -	\$ 7,219	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 27,559	\$ 28,760
General administration	38,977	8,457	27,153	6,228	15,189	40	8,150	2,799	6,540	-	113,533	108,220
<b>GENERAL GOVERNMENT</b>	<u>59,317</u>	<u>8,457</u>	<u>34,372</u>	<u>6,228</u>	<u>15,189</u>	<u>40</u>	<u>8,150</u>	<u>2,799</u>	<u>6,540</u>	<u>-</u>	<u>141,092</u>	<u>136,980</u>
Council	1,350	-	-	-	-	-	-	-	-	-	1,350	270
Policing	-	49,608	-	-	-	-	-	-	-	-	49,608	53,602
Fire	17,869	-	892	4,221	14,568	1,100	7,219	3,811	-	-	49,680	57,044
EMO	462	-	206	3,028	1,043	-	-	-	-	-	4,739	3,533
Bylaw enforcement	31	-	-	-	-	-	-	-	-	-	31	578
Inspections	-	-	5,553	-	-	-	-	-	-	-	5,553	4,119
<b>PROTECTIVE SERVICES</b>	<u>19,712</u>	<u>49,608</u>	<u>6,651</u>	<u>7,249</u>	<u>15,611</u>	<u>1,100</u>	<u>7,219</u>	<u>3,811</u>	<u>-</u>	<u>-</u>	<u>110,961</u>	<u>119,146</u>
Council	750	-	-	-	-	-	-	-	-	-	750	350
Maintenance	38,911	-	1,079	21,961	43,391	-	25,243	15,077	-	-	145,662	122,584
Equipment/shop	53,196	-	8,428	9,760	47,082	-	-	-	-	-	118,466	109,496
<b>TRANSPORTATION SERVICES</b>	<u>92,857</u>	<u>-</u>	<u>9,507</u>	<u>31,721</u>	<u>90,473</u>	<u>-</u>	<u>25,243</u>	<u>15,077</u>	<u>-</u>	<u>-</u>	<u>264,878</u>	<u>232,430</u>
Council	495	-	-	-	-	-	-	-	-	-	495	200
Waste collection	15,301	-	1,373	-	4,505	-	-	377	-	-	21,556	20,187
Waste disposal	5,320	-	937	471	22,791	-	-	-	-	-	29,519	19,172
Recycling	485	-	670	1,993	22,694	-	27,680	-	-	-	53,522	31,213
Pest control	2,283	-	20	-	558	364	-	-	-	-	3,225	4,352
<b>ENVIRONMENTAL HEALTH</b>	<u>23,884</u>	<u>-</u>	<u>3,000</u>	<u>2,464</u>	<u>50,548</u>	<u>364</u>	<u>27,680</u>	<u>377</u>	<u>-</u>	<u>-</u>	<u>108,317</u>	<u>75,124</u>
<b>PUBLIC HEALTH - Cemeteries</b>	<u>6,507</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>377</u>	<u>1,600</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>8,484</u>	<u>2,278</u>
Council	100	-	-	-	-	-	-	-	-	-	100	-
Community development	-	-	687	3	7,460	-	-	-	-	-	8,150	6,690
Land use planning	19,015	-	1,045	-	512	-	3,753	-	-	-	24,325	25,110
<b>PLANNING AND DEVELOPMENT</b>	<u>19,115</u>	<u>-</u>	<u>1,732</u>	<u>3</u>	<u>7,972</u>	<u>-</u>	<u>3,753</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>32,575</u>	<u>31,800</u>
Council	2,065	-	-	-	-	-	-	-	-	-	2,065	200
Recreation and parks	60,944	-	29,171	5,897	21,260	1,000	4,676	-	-	1,117	124,065	151,793
Culture: Hall, library, museum	1,137	-	18,723	8,938	18,234	-	89,517	-	-	-	136,549	43,597
<b>RECREATION AND CULTURE</b>	<u>64,146</u>	<u>-</u>	<u>47,894</u>	<u>14,835</u>	<u>39,494</u>	<u>1,000</u>	<u>94,193</u>	<u>-</u>	<u>-</u>	<u>1,117</u>	<u>262,679</u>	<u>195,590</u>
Council	1,450	-	-	-	-	-	-	-	-	-	1,450	3,650
Water	76,042	-	15,649	18,024	69,837	-	12,921	54,780	2,076	-	249,329	441,681
Sewer	32,235	-	8,555	8,937	38,795	-	30,065	-	-	-	118,587	39,801
<b>WATER AND SEWER</b>	<u>109,727</u>	<u>-</u>	<u>24,204</u>	<u>26,961</u>	<u>108,632</u>	<u>-</u>	<u>42,986</u>	<u>54,780</u>	<u>2,076</u>	<u>-</u>	<u>369,366</u>	<u>485,132</u>
<b>Total Current Year</b>	<u>\$ 395,265</u>	<u>\$ 58,065</u>	<u>\$ 127,360</u>	<u>\$ 89,461</u>	<u>\$ 328,296</u>	<u>\$ 4,104</u>	<u>\$ 209,224</u>	<u>\$ 76,844</u>	<u>\$ 8,616</u>	<u>\$ 1,117</u>	<u>\$1,298,352</u>	
<b>Current Budget</b>	<u>\$ 404,510</u>	<u>\$ 109,193</u>	<u>\$ 87,305</u>	<u>\$ 94,485</u>	<u>\$ 259,426</u>	<u>\$ 5,750</u>	<u>\$ 282,146</u>	<u>\$ 70,850</u>	<u>\$ 500</u>	<u>\$ 1,895</u>	<u>\$1,316,060</u>	
<b>Total Prior Year</b>	<u>\$ 401,706</u>	<u>\$ 64,138</u>	<u>\$ 126,444</u>	<u>\$ 86,970</u>	<u>\$ 238,926</u>	<u>\$ 5,909</u>	<u>\$ 262,988</u>	<u>\$ 76,981</u>	<u>\$ 11,895</u>	<u>\$ 2,523</u>	<u>\$1,278,480</u>	<u>\$1,278,480</u>

DUDLEY & COMPANY LLP



**TOWN OF LUMSDEN**  
 Schedule of Changes in Capital Property  
For the year ended December 31, 2005

<u>Land and Buildings - at cost</u>	<u>General Government</u>	<u>Protective Services</u>	<u>Transportation</u>	<u>Environmental Health</u>	<u>Health and Welfare</u>	<u>Planning and Development</u>	<u>Recreation and Culture</u>	<u>Utilities</u>	<u>Total</u>
Balance - January 1	\$ 270,865	\$ 45,006	\$ 239,411	\$ 17,086	\$ -	\$ -	\$ 1,123,903	\$ 2,240,406	\$ 3,936,677
Additions	-	-	-	-	-	-	79,032	40,772	119,804
Reductions	<u>(20,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(20,000)</u>
Balance - December 31	<u>250,865</u>	<u>45,006</u>	<u>239,411</u>	<u>17,086</u>	<u>-</u>	<u>-</u>	<u>1,202,935</u>	<u>2,281,178</u>	<u>4,036,481</u>
<b><u>Machinery and Equipment - at cost</u></b>									
Balance - January 1	71,945	187,652	329,878	129,350	1,223	9,251	108,766	167,095	1,005,160
Additions	8,150	7,219	25,243	27,680	-	3,753	15,161	2,213	89,419
Reductions	<u>(9,218)</u>	<u>(6,458)</u>	<u>(28,249)</u>	<u>(35,608)</u>	<u>(651)</u>	<u>(3,096)</u>	<u>(482)</u>	<u>(6,198)</u>	<u>(89,960)</u>
Balance - December 31	<u>70,877</u>	<u>188,413</u>	<u>326,872</u>	<u>121,422</u>	<u>572</u>	<u>9,908</u>	<u>123,445</u>	<u>163,110</u>	<u>1,004,619</u>
Total Cost	<u>\$ 321,742</u>	<u>\$ 233,419</u>	<u>\$ 566,283</u>	<u>\$ 138,508</u>	<u>\$ 572</u>	<u>\$ 9,908</u>	<u>\$ 1,326,380</u>	<u>\$ 2,444,288</u>	<u>\$ 5,041,100</u>

Infrastructure assets are not included in the above totals.

**TOWN OF LUMSDEN**  
 Schedule of Appropriated Net Assets  
 For the year ended December 31, 2005

	<u>Start of year</u>	<u>Changes</u>	<u>End of year</u>
General reserve	\$ 8,451	\$ 11,811	\$ 20,262
Recreation facilities	18,395	(841)	17,554
Library	35,294	(22,335)	12,959
Fire	7,993	3,183	11,176
Utility	197,181	(100,072)	97,109
Capital Trust	11,572	(10,238)	1,334
Total Appropriated Assets	<u>\$ 278,886</u>	<u>\$ (118,492)</u>	<u>\$ 160,394</u>

Reserves are established at the discretion of Council to set aside funds for future operating and capital expenditures. Transfers to and/or from reserves are reflected on the Statement of Changes in Surplus.

Schedule of Mill Rates and Assessments  
 For the year ended December 31, 2005

	<b>PROPERTY CLASSES</b>				<u>Total</u>
	<u>Agricultural</u>	<u>Residential</u>	<u>Residential Condominium</u>	<u>Commercial &amp; Industrial</u>	
Taxable Assessment	\$ 60,775	\$ 42,787,570	\$ 3,227,420	\$ 3,110,050	\$ 49,185,815
Regional Park					-
Total Assessment					<u>\$ 49,185,815</u>
Mill Rate Factor(s)	<u>1.0000</u>	<u>1.0000</u>	<u>1.0000</u>	<u>1.0000</u>	
Total Municipal Tax Levy, including base, minimum tax and special levies)	\$ 546	\$ 384,113	\$ 28,973	\$ 27,918	\$ 441,550

<u>MILL RATES:</u>	<u>Number of Mills:</u>
Average Municipal *	8.9772
Average School *	18.5000
Uniform Municipal Mill Rate	8.9772

\*Average Mill Rates - The total tax levy for each authority divided by the total assessment for the authority.