

CITY OF SWIFT CURRENT
Annual Financial Statements
December 31, 2017

**Statement or
Schedule No.**

**MANAGEMENT'S RESPONSIBILITY
STATUTORY REPORT OF AUDITORS
ORGANIZATIONAL CHART**

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Management's Responsibility

To the Ratepayers of the City of Swift Current:

Management is responsible for the preparation and presentation of the accompanying financial statements, including responsibility for significant accounting judgments and estimates in accordance with Canadian generally accepted accounting principles and ensuring that all information in the annual report is consistent with the statements. This responsibility includes selecting appropriate accounting principles and methods and making decisions affecting the measurement of transactions in which objective judgment is required.

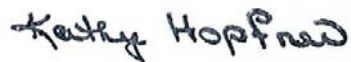
In discharging its responsibilities for the integrity and fairness of the financial statements, management designs and maintains the necessary accounting systems and related internal controls to provide reasonable assurance that transactions are authorized, assets are safeguarded and financial records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

The Council is composed of elected officials who are not employees of the Municipality. The Council is responsible for overseeing management in the performance of its financial reporting responsibilities. The Council fulfills these responsibilities by reviewing the financial information prepared by the finance department and discussing relevant matters with external auditors.

MNP LLP, an independent firm of Chartered Professional Accountants, is appointed by the councillors to audit the financial statements and report directly to them; their report follows. The external auditors have full and free access to meet periodically and separately with both the Council and Administration to discuss their audit findings.



Chief Administrative Officer



General Manager of Corporate Services

Independent Auditors' Report

To the Members of City of Swift Current:

We have audited the accompanying financial statements of City of Swift Current, which comprise the statement of financial position as at December 31, 2017, and the statements of operations and accumulated operating surplus, changes in net debt and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the 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 City of Swift Current as at December 31, 2017 and the results of its operations, changes in net debt and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Swift Current, Saskatchewan

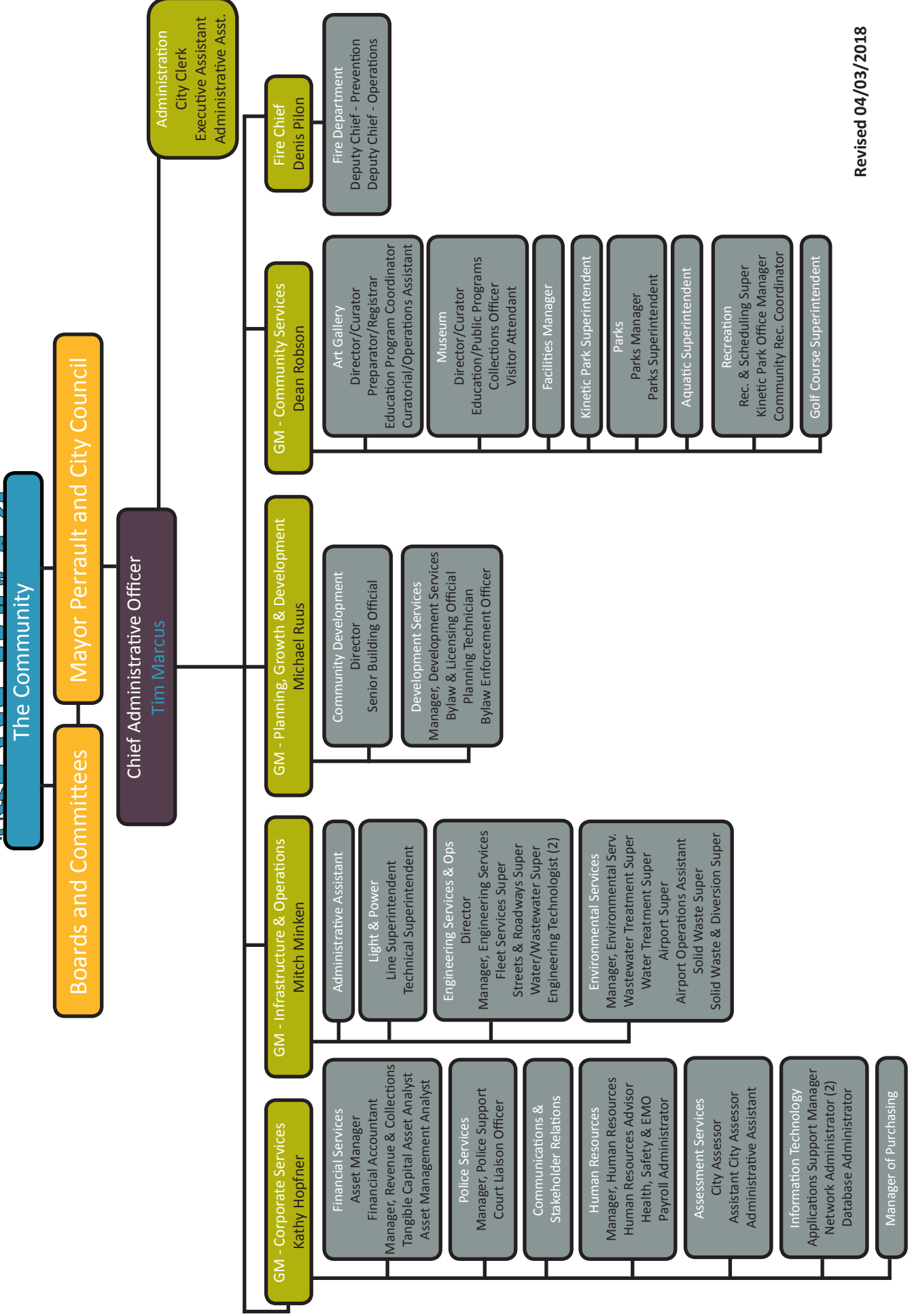
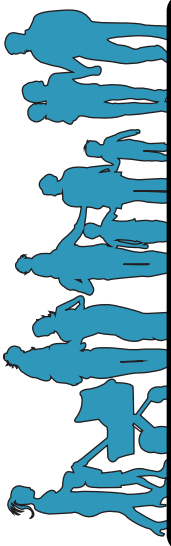
April 23, 2018

MNP LLP

Chartered Professional Accountants

MNP

City of Swift Current Organizational Chart



**Consolidated Statement of Financial Position
As at December 31, 2017**

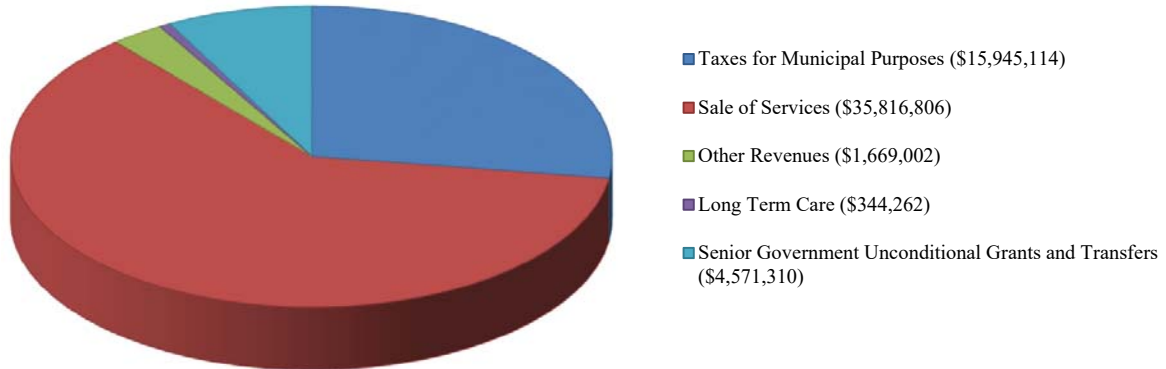
	<u>2017</u> <u>Actual</u>	<u>2016</u> <u>Actual</u>
<i>Financial Assets</i>		
Cash and Temporary Investments (Note 2)	\$ 2,121,277	\$ 2,929,270
Long Term Investments (Note 3)	10,204,843	7,527,082
Accounts Receivable (Note 4)	7,264,408	6,008,810
Tax Title Property (Note 9)	-	145,941
Notes Receivable (Note 5)	8,358,325	8,295,568
Future Levy Recoveries (Note 6)	509,124	480,154
Property Held For Resale (Note 19)	3,660,471	3,978,390
Other Assets (Note 7)	50,704	48,764
	<u>32,169,152</u>	<u>29,413,978</u>
<i>Liabilities</i>		
Accounts Payable (Note 8)	11,332,846	9,730,633
Deferred Revenues (Note 9)	1,152,103	609,055
Contingent Liability (Note 10)	102,809	173,626
Trust Tax Liabilities (Note 11)	467,858	401,808
Due to Local School Divisions	-	54,129
Current Portion Long Term Debt (Note 13)	4,892,654	4,303,543
Long Term Debt (Note 13)	78,935,338	73,117,296
Landfill Closure (Note 14)	1,886,941	1,746,949
Employee Benefit Obligations (Note 15)	471,685	342,967
	<u>99,242,235</u>	<u>90,480,006</u>
Net Financial Assets (Debt)	<u>(67,073,083)</u>	<u>(61,066,028)</u>
<i>Non-Financial Assets</i>		
Tangible capital assets (Schedule 2)	162,352,146	149,629,533
Inventories	3,128,517	3,136,214
Prepays (Note 7)	120,480	139,812
	<u>165,601,143</u>	<u>152,905,558</u>
Accumulated Surplus (Statement 5)	<u>\$ 98,528,060</u>	<u>\$ 91,839,531</u>

**Consolidated Statement of Operations
For the Year Ended December 31, 2017**

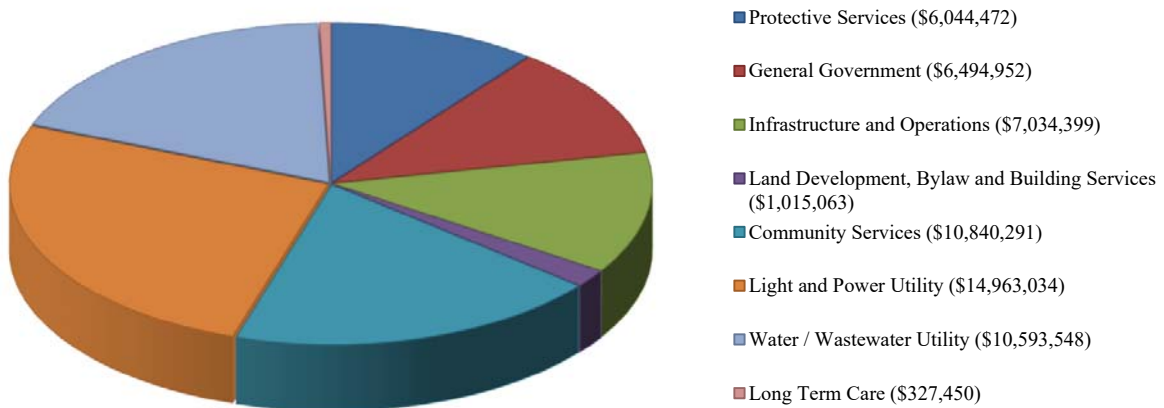
	2017 Budget	2017 Actual	2016 Actual
Revenue			
Taxes for Municipal Purposes (Schedule 4)	\$ 15,989,832	\$ 15,945,114	\$ 14,045,481
Sale of Services (Schedule 5)	36,847,348	35,816,806	33,506,216
Other Revenues (Schedule 6)	1,224,068	1,669,002	1,984,597
Long Term Care (Schedule 4)	344,262	344,262	940,709
Senior Government Unconditional Grants and Transfers (Schedule 7)	4,636,703	4,571,310	4,846,854
Gain on Disposal of Tangible Capital Assets	38,990	38,990	38,492
	<u>59,081,203</u>	<u>58,385,483</u>	<u>55,362,350</u>
Expenses			
Protective Services (Schedule 8)	6,282,768	6,044,472	6,025,439
General Government (Schedule 9)	6,655,958	6,494,952	5,655,589
Infrastructure and Operations (Schedule 10)	7,080,274	7,034,399	7,438,426
Land Development, Bylaw and Building Services (Schedule 11)	1,031,955	1,015,063	1,007,936
Community Services (Schedule 12)	10,607,796	10,840,291	10,621,287
Light and Power Utility (Schedule 13)	14,733,550	14,963,034	13,799,580
Water/Wastewater and Waste Collection Utility (Schedule 14)	10,733,915	10,593,548	10,213,424
Long Term Care	327,450	327,450	345,213
	<u>57,453,666</u>	<u>57,313,209</u>	<u>55,106,894</u>
Surplus of Revenues over Expenses Before Other Capital Contributions	<u>1,627,537</u>	<u>1,072,274</u>	<u>255,455</u>
OTHER			
Senior Government Capital Grants/Transfers and Other Recoveries (Schedule 7)	2,494,000	1,488,856	2,770,327
Gain on Contributed Capital (Note 20)	-	2,905,884	1,361,984
Property Sales Dividend (Note 16)	-	1,221,514	431,291
Surplus (Deficit) of Revenues over Expenses	<u>4,121,537</u>	<u>6,688,529</u>	<u>4,819,057</u>
Accumulated Surplus, beginning of year		91,839,531	86,974,904
Equity in Tangible Capital Assets (Note 18)		-	45,570
Accumulated Surplus, end of year		<u>\$ 98,528,060</u>	<u>\$ 91,839,531</u>

**Consolidated Statement of Operations Graph
For the Year Ended December 31, 2017**

2017 OPERATING REVENUES



2017 OPERATING EXPENSES



**Consolidated Statement Of Change In Net Financial Assets (Debt)
For The Year Ended December 31, 2017**

	<u>2017 Budget</u>	<u>2017 Actual</u>	<u>2016 Actual</u>
Surplus (Deficit) of Revenues over Expenses	\$ 4,121,537	\$ 6,688,529	\$ 4,819,057
Acquisition of tangible capital assets (Schedule 2)	(25,699,413)	(18,193,818)	(13,706,385)
Amortization of tangible capital assets (Schedule 2)	8,358,653	8,358,653	8,452,260
Contributed tangible capital assets (Schedule 2)	-	(2,905,884)	(1,361,984)
Equity in tangible capital assets (Statement 2)	-	-	45,570
Proceeds on disposal of tangible capital assets	-	57,427	95,216
(Gain) loss on sale of tangible capital assets	-	(38,990)	(38,492)
	<u>(17,340,760)</u>	<u>(12,722,613)</u>	<u>(6,513,814)</u>
Net Change of supply inventory	-	7,697	(498,982)
Net Change in prepaids	-	19,333	24,482
	<u>-</u>	<u>27,029</u>	<u>(474,500)</u>
(Increase) Decrease in Net Debt	<u>(13,219,223)</u>	<u>(6,007,054)</u>	<u>(2,169,258)</u>
Net Financial Assets (Debt), Beginning of Year	(61,066,028)	(61,066,028)	(58,896,770)
Net Financial Assets (Debt), End of Year	<u>\$ (74,285,251)</u>	<u>\$ (67,073,083)</u>	<u>\$ (61,066,028)</u>

**Consolidated Statement of Cash Flow
For the Year Ended December 31, 2017**

	2017	2016
	Actual	Actual
	<hr/>	<hr/>
<i>Cash Flow From Operating Activities</i>		
Annual Surplus (Deficit)	\$ 6,688,529	\$ 4,819,057
Adjustments for entries not affecting cash:		
Amortization Expense	8,358,653	8,452,260
Loss (Gain) on Sale of Assets	(38,990)	(38,492)
	<hr/>	<hr/>
	15,008,192	13,232,825
	<hr/>	<hr/>
<i>Changes In Working Capital Accounts</i>		
Decrease (Increase) in Accounts Receivable	(1,303,034)	(944,715)
Decrease (Increase) in Inventories	7,697	(498,982)
Increase (Decrease) in Accounts Payable and Accrued Liabilities	2,429,505	1,043,990
	<hr/>	<hr/>
	1,134,168	(399,707)
	<hr/>	<hr/>
Cash Provided (Used) From Operating Activities	<hr/>	<hr/>
	16,142,361	12,833,118
	<hr/>	<hr/>
<i>Cash Flow From Investing Activities</i>		
Proceeds from Sale of Assets	57,427	95,216
Capital Expenditures	(18,193,818)	(13,706,385)
Acquisition of Contributed Capital	(2,905,884)	(1,361,984)
Decrease (Increase) in Investment Portfolio	(2,677,761)	(117,056)
Equity in Tangible Capital Assets	-	45,570
Net Investment Change in Property Sales Fund	362,531	(1,117,157)
	<hr/>	<hr/>
Cash Provided (Used) From Investing Activities	<hr/>	<hr/>
	(23,357,506)	(16,161,795)
	<hr/>	<hr/>
<i>Cash Flow From Financing Activities</i>		
Long-Term Debt Issued	13,418,968	6,490,391
Long-Term Debt Repaid	(7,011,815)	(4,830,583)
	<hr/>	<hr/>
Cash Provided (Used) From Financing Activities	<hr/>	<hr/>
	6,407,152	1,659,807
	<hr/>	<hr/>
Net Increase (Decrease) in Cash	(807,993)	(1,668,870)
Cash at Beginning of Year	2,929,270	4,598,140
	<hr/>	<hr/>
Cash at Year End	<hr/>	<hr/>
	\$ 2,121,277	\$ 2,929,270

**Consolidated Statement of Financial Position by Fund
For the Year Ended December 31, 2017**

	General Revenue	Property Sales	Water/ Wastewater	Solid Waste	Rural Water Pipeline	Long Term Care	Total 31 December 2017	Total 31 December 2016
Financial Assets								
Cash and Temporary Inv.	\$ 1,637,658	\$ -	\$ -	\$ -	\$ 495,017	\$ (11,398)	\$ 2,121,277	\$ 2,929,270
Long Term Investments	9,710,269	450,000	44,574	-	-	-	10,204,843	7,527,082
Accounts Receivable	7,242,993	-	-	-	-	21,416	7,264,408	6,008,810
Tax Title Property	-	-	-	-	-	-	-	145,941
Notes Receivable	374,894	7,839,251	144,180	-	-	-	8,358,325	8,295,568
Future Levy Recovery	380,679	-	128,444	-	-	-	509,124	480,154
Property Held for Resale	-	3,660,471	-	-	-	-	3,660,471	3,978,390
Other Assets	11,850	19,784	19,070	-	-	-	50,704	48,764
Total Financial Assets	19,358,342	11,969,506	336,269	-	495,017	10,018	32,169,152	29,413,978
Liabilities								
Accounts Payable	10,757,074	143,242	725	-	431,806	-	11,332,846	9,730,633
Deferred Revenue	1,091,410	-	60,692	-	-	-	1,152,103	609,055
Contingent Liability	102,809	-	-	-	-	-	102,809	173,626
Trust Tax Liabilities	467,858	-	-	-	-	-	467,858	401,808
Due to Local School Divisions	-	-	-	-	-	-	-	54,129
Current Portion Long Term Debt	2,747,152	25,935	1,667,733	451,834	-	-	4,892,654	4,303,543
Funds Held in Trust	-	-	-	-	-	-	-	-
Long-Term Debt	37,032,100	19,418,961	19,686,317	2,797,961	-	-	78,935,338	73,117,296
Landfill Closure	-	-	-	1,886,941	-	-	1,886,941	1,746,949
Employee Benefit Obligations	471,685	-	-	-	-	-	471,685	342,967
Total Liabilities	52,670,088	19,588,138	21,415,467	5,136,736	431,806	-	99,242,235	90,480,006
Net Financial Assets	(33,311,746)	(7,618,632)	(21,079,199)	(5,136,736)	63,211	10,018	(67,073,083)	(61,066,028)
Non-Financial Assets								
Tangible Capital Assets	98,808,401	-	37,885,677	4,219,363	963,707	-	141,877,147	134,404,358
Work In Progress	15,615,668	-	4,488,563	341,267	29,502	-	20,474,999	15,225,175
Inventories	3,039,257	-	89,261	-	-	-	3,128,517	3,136,214
Prepays	120,480	-	-	-	-	-	120,480	139,812
Net Assets (Debt)	\$ 84,272,059	\$ (7,618,632)	\$ 21,384,301	\$ (576,106)	\$ 1,056,420	\$ 10,018	\$ 98,528,060	\$ 91,839,531
Municipal Position								
Fund Surplus (Deficit)	\$ 3,099,857	\$ 2,927,747	\$ -	\$ -	\$ -	\$ 10,018	\$ 6,037,623	\$ 5,836,499
Capital Reserves	6,378,912	-	2,799,513	2,716,096	-	-	11,894,521	10,783,518
Operating Reserves	1,113,530	-	195,201	-	-	-	1,308,732	1,308,732
Public Trust Reserve	9,099	-	-	-	-	-	9,099	9,099
Equity in Capital Assets	61,333,852	-	16,262,999	624,815	1,056,420	-	79,278,086	73,901,684
	71,935,251	2,927,747	19,257,713	3,340,911	1,056,420	10,018	98,528,060	91,839,531
Interfunding	12,336,808	(10,546,379)	2,126,589	(3,917,017)	-	-	-	-
Total Net Municipal Position	\$ 84,272,059	\$ (7,618,632)	\$ 21,384,301	\$ (576,106)	\$ 1,056,420	\$ 10,018	\$ 98,528,060	\$ 91,839,531

1. SIGNIFICANT ACCOUNTING POLICIES:

The consolidated financial statements for the City of Swift Current are the representations of management prepared in accordance with Public Sector Accounting Standards as recommended by the Chartered Professional Accountants of Canada. Significant aspects of the accounting policies adopted by the City of Swift Current are as follows:

Reporting Entity and Basis of Consolidation

The Consolidated Financial Statements reflect the assets, liabilities, revenues and expenses, and changes in financial position for General Revenue, Property Sales, Water/Wastewater, Solid Waste, Rural Water Pipeline and Long Term Care.

Basis of Accounting

The financial statements are prepared using the accrual basis of accounting. Revenues are recognized as they are earned and measurable. Expenses are accounted for in the period the goods and services are acquired and a liability is incurred, except for inventories which are expensed when consumed.

Cash and Temporary Investments

Cash and temporary investments include balances with banks, term deposits and temporary investments that mature within the year.

Investments

Portfolio investments purchased by the City of Swift Current are recorded at the lower of cost or net realizable value.

Inventories

Inventories of materials and supplies are valued at the lower of cost and net realizable value. Inventories are reported as non-financial assets on the Statement of Financial Position. Cost is measured using the weighted average method.

Pension Expenses

The City participates in a multi-employer defined benefit pension plan, wherein, contributions for current and past pension benefits are recorded as expenses in the year in which they become due.

Property Acquired for Taxes

Property acquired through tax enforcement and temporarily held is recorded at a cost equal to the outstanding taxes including any applicable penalties up to the date of acquisition plus any costs necessary to maintain the property after acquisition.

Collection of Funds for Other Authorities

Collection of funds by the City for the local school divisions are collected and remitted in accordance with relevant legislation.

Deferred Revenue

Monies received in advance for which the related services have yet to be performed are recorded as deferred revenue. Revenue is recognized in the period for when the related expenses are incurred or services performed. Funds from external parties restricted by agreement or legislation are accounted for as deferred revenue until used for the specified purpose.

Net Financial Assets

Net financial assets at the end of the accounting period are the net amount of financial assets less liabilities outstanding. Financial assets are items such as cash and other assets on hand which could provide resources to discharge existing liabilities or finance future operations. These include assets which are convertible to cash and not intended for consumption in the normal course of operations.

Non-Financial Assets

Tangible capital assets and other non-financial assets are accounted for as assets by the City as they can be used to provide services in future periods. These assets do not normally provide resources to discharge the liabilities of the City unless they are sold.

Tangible Capital Assets and Work In Progress

Tangible capital assets are recorded at cost which include all amounts that are directly attributable to acquisition, construction, development, or betterment of the asset. The cost, less residual value, of the tangible capital asset is amortized on a straight-line basis over the estimated useful life as follows:

Asset	Useful Life
<i>General Assets</i>	
Land	Indefinite
Land Improvements	15-50
*Landfill (based on units of production)	Volume
Buildings	20-45
Building Improvements	15-25
Operating Equipment	5-25
Heavy Equipment	7-25
Office Furniture & Equipment	5-20
Vehicles	10
Computer Software	10
Computer Hardware	3
<i>Infrastructure Assets</i>	
Roads	15-30
Bridges & Other Structures	35-60
Water Distribution	10-50
Waste Water System	20-60
Storm & Drainage System	30-50
Light & Power Distribution	20-40

Land has an indefinite estimated useful life and is therefore not amortized. Amortization will begin in the year following the year of acquisition and every year after until the asset is fully amortized or disposed. A full year of amortization is recorded in the year of disposition. Tangible capital assets recorded under work in progress will not be amortized until those assets are put into service.

Contributed tangible capital assets are recorded at fair market value based on market or appraised values. If the donated asset cannot be valued, the tangible capital asset will be recorded at a nominal value of \$1. Works of art and historical treasures are not recorded as tangible capital assets.

Revenue Recognition

Property tax revenue is based on assessments determined in accordance with Provincial legislation and the formulas, principles and rules in the Saskatchewan Assessment Manual. Tax mill rates are established annually and taxation revenue is recorded annually in the period levied. Penalties on overdue taxes are also recorded in the period levied.

Government transfers are recognized in the consolidated financial statements as revenues in the period in which the events giving rise to the transfer occur, providing the transfers are authorized, eligibility criteria have been met, and reasonable estimates can be made.

Utility revenue is recognized in the period in which the service has been provided.

All other revenue is recorded when received, or receivable, collection is likely, and the amount can be reasonably determined.

Landfill Closure and Post Closure Liability

Legislation sets out the regulatory requirements to properly close and maintain all active and inactive landfill sites. Pursuant to the legislation, the City is required to fund the closure of its landfill sites and provide for post-closure care of the facilities. This requirement is being provided for over the estimated remaining life of the landfill sites based on usage, and is funded through tipping fees. The annual provision is reported as an expense in the Solid Waste Utility and the accumulated provision is reported as a liability on the Consolidated Statement of Financial Position.

Vested Sick Leave

Sick leave is earned by permanent employees through a monthly allotment. Unused sick leave accumulates and vests with the employee to a maximum of 156 working days. Any permanent employee who retires to collect pension shall be entitled to receive payment at his rate of pay in the amount of twenty-five percent of all unused accumulated sick leave time remaining to his/her credit at the date of retirement; and in case an employee dies during his/her employment with the City, payment of twenty-five percent of unused accumulated sick leave time shall be made to the descendant's heirs, executors, or administrators, as the case may be. The value of the vested sick leave reflects the future value of employees' earnings combined with the present value of this future liability. The liability has been determined on an actuarial basis.

Use of Estimates

In the preparation of financial statements, management makes various estimates and assumptions in determining the reported accounts of assets and liabilities, revenues and expenses and in the disclosure of commitments and contingencies. Changes in estimates and assumptions will occur based on the passage of time and the occurrence of certain future events. The changes will be reported in earnings in the period in which they become known.

2. CASH AND TEMPORARY INVESTMENTS:

Cash and temporary investments as at December 31, 2017 were comprised as follows:

	2017	2016
General Revenue	\$ 681,557	\$ 1,140,320
Temporary Investments	956,101	939,229
Rural Water Pipeline	495,017	569,047
Long Term Care	(11,398)	280,674
	<u>\$ 2,121,277</u>	<u>\$ 2,929,270</u>

Cash in General Revenue, Rural Water Pipeline and Long Term Care earned interest in 2017 at effective interest rates of .575% to 1.075%. Temporary Investments will mature in 2018 with effective interest rates of 0.05% to 2.82%.

3. LONG TERM INVESTMENTS:

Long Term Investments consist of Provincial Government Bonds, Canadian Government Bonds, Bank Notes and other securities. Long Term Investments will mature between 2019 and 2048, with effective interest rates of 1.742% to 6.40%.

The carrying value of long term investments at December 31, 2017 was \$10,204,843 (\$7,527,082 in 2016) and market value was \$10,704,995 (\$7,595,134 in 2016).

4. ACCOUNTS RECEIVABLE:

	2017	2016
Utility Consumer Accounts	\$ 1,903,807	\$ 1,798,182
Taxes Receivable	1,078,841	802,611
General Accounts	3,454,939	2,185,319
Other Governments	1,270,880	1,668,658
Accrued Interest	39,920	36,921
	<u>\$ 7,748,386</u>	<u>\$ 6,491,691</u>
Less: Allowance for Doubtful Accounts	(483,978)	(482,881)
	<u><u>\$ 7,264,408</u></u>	<u><u>\$ 6,008,810</u></u>

5. NOTES RECEIVABLE:

	2017	2016
<i>General Revenue</i>		
Receivable, term, non-interest bearing, semi-annual payments	\$ 374,894	\$ 449,894
<i>Water/Wastewater</i>		
Receivable, non-interest bearing, repaid as utilities are billed	144,180	190,595
<i>Property Sales</i>		
Receivable, interest rate of prime plus 2.00%, repaid as lots are sold	3,296,719	3,142,676
Receivable, term, interest rate of 4.35%, annual payments	2,716,832	2,752,819
Receivable, interest rate of prime plus 2.00%, repaid as lots are sold	1,414,760	1,348,644
Receivable, non-interest bearing, repaid as lots are sold	410,940	410,940
	<u>\$ 8,358,325</u>	<u>\$ 8,295,568</u>

6. FUTURE LEVY RECOVERIES:

The City of Swift Current provides interim financing for certain local capital projects and improvements. The City later recovers these amounts from benefiting property owners. As at December 31, 2017, the recoverable balance was comprised as follows.

	2017	2016
2017 Local Improvements	\$ 99,589	\$ -
2016 Local Improvements	48,855	53,022
2015 Local Improvements	18,566	20,397
2015 Waterworks	128,444	141,430
2014 Local Improvements	25,235	28,157
2013 Local Improvements	62,637	71,331
2012 Local Improvements	64,330	75,335
2010 Local Improvements	44,098	56,758
2009 Local Improvements	7,952	11,540
2008 Local Improvements	9,419	17,901
2007 Local Improvements	-	4,283
	<u>\$ 509,124</u>	<u>\$ 480,154</u>

7. OTHER ASSETS AND PREPAIDS:

	2017	2016
<i>Other Assets</i>		
Prepaid Property Development	\$ 19,784	\$ 19,784
Chemical Drum Deposits	19,070	1,850
Utility Contract Deposit	1,850	17,130
Innovation Credit Union Equity	10,000	10,000
	<u>50,704</u>	<u>48,764</u>
<i>Prepays</i>		
Prepaid Insurance	50,552	46,638
Prepaid Expenses	69,928	93,174
	<u>120,480</u>	<u>139,812</u>
	<u>\$ 171,184</u>	<u>\$ 188,576</u>

8. ACCOUNTS PAYABLE:

	2017	2016
Supplier and Contractor Accounts	\$ 7,218,515	\$ 5,306,761
Contingent WCB Liability	6,200	10,954
Construction Deposits	46,967	52,420
Utility Deposits	1,342,902	1,337,452
Golf Gift Certificates	4,531	3,460
Tax Overpayment	167,678	68,655
Facility Deposits	26,749	22,568
Septic Access Deposit	725	640
RM Annexation Compensation	906,032	1,359,047
Trust Tax Remittances	7,106	6,306
Accrued Holiday Pay	1,273,937	1,162,276
Accrued Audit Fees	13,831	30,102
Accrued Payroll Liabilities	(75)	(630)
Accrued Wages	317,750	370,623
	<u>\$ 11,332,846</u>	<u>\$ 9,730,633</u>

9. DEFERRED REVENUES:

Deferred revenues of the City of Swift Current consist of golf passes and vouchers sold for 2018, grants received for capital projects in progress, facility rentals prepaid for 2018, as well as prepaid connection charges and monies received for future capital improvements on the Rural Water Pipeline.

10. CONTINGENT LIABILITY:

A provision for unsettled labour negotiations, in the amount of \$102,809 has been set up.

11. TRUST TAX LIABILITIES:

	2017	2016
Public School	\$ 363,964	\$ 321,720
Separate School	103,894	80,088
	<u>\$ 467,858</u>	<u>\$ 401,808</u>

12. FUNDS HELD IN TRUST:

In 1988, the City of Swift Current passed Bylaw No. 47 to provide for an independent trust fund for post-secondary education and/or training of players of the Swift Current Bronco Hockey Club. The funds held in trust are for the purpose of providing financial assistance for post-secondary education of former players of the Swift Current Bronco Hockey Club. The Swift Current Bronco Memorial Education Fund is not part of the reporting entity of the City of Swift Current. As of December 31, 2017, the carrying value of the funds held in trust was \$104,072 (\$107,868 in 2016) and market value was \$121,315 (\$110,252 in 2016).

13. LONG TERM DEBT:

	2017	2016
<i>General Revenue</i>		
Term Loan - Twenty year term, Principal \$9,590,000, interest rate of 5.47%, quarterly payments, maturing in 2024	\$ 4,477,000	\$ 5,008,000
Term Loan - Twenty year term, Principal \$4,835,000, interest rate of 5.40%, quarterly payments, maturing in 2027	2,981,000	3,209,000
Term Loan - Twenty year term, Principal \$1,500,000, interest rate of 5.00%, quarterly payments, maturing in 2028	960,000	1,029,000
Term Loan - Twenty year term, Principal \$6,556,000, interest rate of 4.19%, quarterly payments, maturing in 2030	4,845,000	5,120,000
Term Loan - Twenty year term, Principal \$7,733,000, interest rate of 3.88%, quarterly payments, maturing in 2033	6,618,559	6,913,604
Term Loan - Ten year term, Principal \$1,161,000, interest rate of 2.97%, quarterly payments, maturing in 2023	737,415	848,027
Term Loan - Five year term, Principal \$586,000, interest rate of 2.28%, quarterly payments, maturing in 2018	123,000	242,000
Term Loan - Fifteen year term, Principal \$3,171,000, interest rate of 3.51%, quarterly payments, maturing in 2028	2,479,000	2,661,000
Term Loan - Twenty year term, Principal \$6,425,000, interest rate of 2.88%, quarterly payments, maturing in 2035	5,866,093	6,119,163
Term Loan - Ten year term, Principal \$399,000, interest rate of 1.99%, quarterly payments, maturing in 2025	316,492	353,234
Term Loan - Five year term, Principal \$676,000, interest rate of 1.48%, quarterly payments, maturing in 2020	378,047	511,538
Term Loan - Twenty year term, Principal \$2,758,149, interest rate of 2.32%, quarterly payments, maturing in 2036	2,648,338	2,758,149
Term Loan - Twenty year term, Principal \$2,500,000, interest rate of 2.81%, quarterly payments, maturing in 2036	2,405,000	2,500,000
Term Loan - Twenty year term, Principal \$4,411,707, interest rate of 3.19%, quarterly payments, maturing in 2037	4,411,707	-
Term Loan - Ten year term, Principal \$532,600, interest rate of 2.71%, quarterly payments, maturing in 2027	532,600	-
<i>Water/Wastewater</i>		
Term Loan - Twenty year term, Principal \$15,000,000, interest rate of 5.215%, quarterly payments, maturing in 2024	7,014,000	7,845,000
Term Loan - Twenty year term, Principal \$12,518,000, interest rate of 4.73%, quarterly payments, maturing in 2031	9,638,000	10,140,000
Term Loan - Twenty year term, Principal \$1,314,000, interest rate of 3.88%, quarterly payments, maturing in 2033	1,124,633	1,174,767

Term Loan - Ten year term, Principal \$193,000, interest rate of 2.97%, quarterly payments, maturing in 2023	122,585	140,973
Term Loan - Twenty year term, Principal \$439,000, interest rate of 2.88%, quarterly payments, maturing in 2035	400,744	418,035
Term Loan - Five year term, Principal \$250,000, interest rate of 1.48%, quarterly payments, maturing in 2020	139,811	189,179
Term Loan - Twenty year term, Principal \$357,186, interest rate of 2.32%, quarterly payments, maturing in 2036	342,965	357,186
Term Loan - Twenty year term, Principal \$1,300,000, interest rate of 3.19%, quarterly payments, maturing in 2037	1,300,000	-
Term Loan - Ten year term, Principal \$321,312, interest rate of 2.71%, quarterly payments, maturing in 2027	321,312	-
Term Loan - Twenty year term, Principal \$950,000, interest rate of 3.19%, quarterly payments, maturing in 2037	950,000	-
<i>Solid Waste</i>		
Term Loan - Ten year term, Principal \$2,542,000, interest rate of 2.43%, monthly payments, maturing in 2022	1,222,000	1,476,000
Term Loan - Twenty year term, Principal \$834,000, interest rate of 3.88%, quarterly payments, maturing in 2033	713,809	745,629
Term Loan - Twenty year term, Principal \$67,000, interest rate of 2.88%, quarterly payments, maturing in 2035	61,164	63,802
Term Loan - Ten year term, Principal \$220,000, interest rate of 1.99%, quarterly payments, maturing in 2025	173,507	193,765
Term Loan - Five year term, Principal \$340,000, interest rate of 1.48%, quarterly payments, maturing in 2020	190,142	257,283
Term Loan - Twenty year term, Principal \$99,665, interest rate of 2.32%, quarterly payments, maturing in 2036	95,697	99,665
Term Loan - Ten year term, Principal \$39,151, interest rate of 2.25%, quarterly payments, maturing in 2026	35,024	38,568
Term Loan - Twenty year term, Principal \$150,000, interest rate of 3.19%, quarterly payments, maturing in 2037	150,000	-
Term Loan - Ten year term, Principal \$608,453, interest rate of 2.71%, quarterly payments, maturing in 2027	608,452	-
<i>Property Sales</i>		
Line of Credit - Principal \$16,767,000, interest rate of prime less 0.5%, monthly interest payments	16,767,000	14,300,000
Term Loan - Thirty year term, Principal \$2,677,876, interest rate of 4.35%, annual payments with a balloon payment at maturity, maturing in 2047	2,677,896	2,708,272
	\$ 83,827,992	\$ 77,420,839

Future long term debt principal and interest payments can be referenced on Schedule 3. In 2017, total interest paid on long term debt was \$2,467,937 (\$2,497,605 in 2016).

The Property Sales loans do not have a fixed repayment schedule; however they will be repaid through lot sales.

The Saskatchewan Municipal Board has approved a debt limit for the City of Swift Current in the amount of \$110,000,000 which will be in effect until December 31, 2020.

14. LANDFILL CLOSURE AND POST-CLOSURE:

Legislation requires closure and post-closure care of solid waste landfill sites. Closure care includes final covering and landscaping of the landfill and implementation of drainage and gas management plans. Post-closure care requirements include cap maintenance, groundwater monitoring, gas management system operations, inspections and annual reports. The liability recognized in the financial statements is subject to measurement uncertainty. The recognized amounts are based on the City's best information and judgement.

West Landfill	2017
Estimated closure and post-closure costs over 30 years after capacity is reached	\$ 1,793,643
Discount rate	3.39%
Discounted cost	\$869,166
Expected year capacity will be reached	2037
Capacity (m3):	
Used to date	208,471
Remaining	298,848
Total	507,319
Percent utilized	41%
Liability based on the percentage used	\$ 357,163

East Landfill	2017
Estimated closure and post-closure costs over 13 years after capacity is reached	\$ 3,391,429
Discount rate	3.39%
Discounted cost	\$2,153,610
Expected year capacity will be reached	2030
Capacity (m3):	
Used to date	1,123,538
Remaining	458,171
Total	1,581,709
Percent utilized	71%
Liability based on the percentage used	\$ 1,529,778

15. EMPLOYEE BENEFIT OBLIGATIONS:

The value of the obligation for vested sick leave was determined on an actuarial basis. An actuarial accounting extrapolation report for vested sick leave was completed in 2017. The most important significant assumption is the assumed real rate of return (the excess of investment returns over salary inflation) of 2.7%.

16. PROPERTY SALES DIVIDEND:

Linear network costs associated with Commercial and Residential Lots held for resale in the Property Sales Fund have been added to the City's asset registry. As lots are sold, Property Sales will reimburse General Revenue and Water/Wastewater for the previously capitalized linear networks through an annual dividend. Linear network costs are allocated based on servicing costs that are built into the price of lots. The servicing costs are as follows:

Residential:

Water/Wastewater Mains	\$13.11/m ² to \$36.44/m ²
Surface (Transportation and Drainage)	\$35.58/m ² to \$92.08/m ²
Electrical	\$7.39/m ² to \$11.25/m ²

Commercial:

Water/Wastewater Mains	\$3.65/m ²
Surface (Transportation and Drainage)	\$10.46/m ²
Electrical	\$1.67/m ²

17. EQUITY IN PROPERTY DEVELOPMENT:

Capital infrastructure, initially paid for by the City, valued at \$4,711,479 will be reimbursed to the City through a third party agreement.

18. EQUITY IN TANGIBLE CAPITAL ASSETS:

In 2016, adjustments were recorded during the year to correct the prior period value of the assets of the City of Swift Current.

19. PROPERTY RESERVE CLOSURE:

The Property Held for Resale account is designated for each property available for development within Property Sales. Once that property is complete and all lands are sold through lot sales, the account is closed and a gain or loss is recorded in the statement of operations.

20. CONTRIBUTED CAPITAL:

In 2017, contributed tangible capital assets were recorded by the City of Swift Current, as a result of an ownership transfer through agreements with third parties.

21. COMMITMENTS:

Health Region Building:

In a previous year, the City of Swift Current purchased the property known as the Health Region Building from the Province of Saskatchewan. This property was purchased for the nominal amount of one dollar. In exchange, if the Province requires land at a future date, the City will provide land of equal value to the Province at no cost.

Western Canada Summer Games:

On May 24, 2017, the City of Swift Current entered into an agreement with the Province of Saskatchewan that states the 2019 Western Canada Summer Games will occur in Swift Current. The City of Swift Current has committed \$600,000 in cash and \$300,000 in kind to the Host Committee. The City of Swift Current has also committed to being responsible for any deficit in capital and operating expenditures incurred by the Host Committee in respect of its promoting, organizing, managing and conducting of the 2019 Western Canada Summer Games.

22. CYPRESS HEALTH REGION:

In 2016, the City of Swift Current entered into an agreement with Cypress Health Region to finance the construction of the Long Term Care Facility. Equal payments of \$327,450, interest free, will be made annually over a thirty year period from 2016 to 2045 inclusive.

23. PENSION FUND:

Employees of the City participate in the Municipal Employees Pension Plan which is a multiemployer defined benefit plan and contributions are a percentage of salary. Firefighters contributed 11.35% of their salary and all other members contributed 8.15% of their salary to the plan. The City matches all the employee contributions to the plan. The employer cost in 2017 totaled \$1,177,688.

Based on the latest information available (December 31, 2016 Audited Financial Statements), the Municipal Employees Pension Plan had a surplus in the net assets available for benefits of \$344,484,000. This is based on the most recent actuarial valuation, completed December 31, 2015. The City's portion of this is not readily determinable.

24. BUDGET DATA:

The budget data presented in these financial statements is based upon the 2017 Operating Budget approved by Council on February, 13 2017. The schedule below reconciles the approved budget to the budget figures reported in these consolidated financial statements.

	<u>Budget Amount</u>
Revenues	
Operating budget	\$ 58,697,951
Plus:	
Gain on Sale	38,990
Cypress Regional Hospital/Long Term Care	344,262
	<u>\$59,081,203</u>
Expenses	
Operating budget	\$ 58,697,951
Plus:	
Amortization expense	\$ 8,358,653
Capital Maintenance expensed	1,097,758
Cypress Regional Hospital/Long Term Care	<u>327,450</u>
Less:	9,783,861
Transfer to other funds and reserves	\$ (6,326,400)
Expenses capitalized	(10,162)
Debt principal payments	<u>(4,691,584)</u>
	<u>(11,028,146)</u>
Total Expenses	<u>\$57,453,666</u>
Surplus of Revenues over Expenses Before Other Capital Contributions	<u>\$ 1,627,537</u>
Senior Government Capital Grants/Transfers and Other Recoveries	<u>2,494,000</u>
Surplus (Deficit) of Revenues over Expenses	<u>\$ 4,121,537</u>

25. ANNEXATION:

On February 1, 2013, the City of Swift Current entered into an agreement with the RM of Swift Current No. 137 to alter the boundaries of the City of Swift Current through annexation. The City of Swift Current will compensate the RM a sum of \$3,171,111 which is equal to 15 times the 2012 municipal taxes levied on the subject lands in equal payments of \$453,016 over seven years from 2013 to 2019 inclusive.

26. CANADIAN COWBOY'S ASSOCIATION FINALS RODEO:

On November 9, 2015, the City of Swift Current entered into a three way agreement with the Swift Current Agricultural and Exhibition Association and the Canadian Cowboy's Association to host the Canadian Cowboy's Association Finals Rodeo in Swift Current for a period of five years from 2016 to 2020 inclusive. The Canadian Cowboy's Association Finals Rodeo is not part of the reporting entity of the City of Swift Current.

**Summary of Investments
For the Year Ended December 31, 2017**

	<u>Cost</u>	<u>Market Value</u>
<i>Securities</i>		
RBC A+ Investment Portfolio	\$ 3,150,141	3,225,696
RBC A+ Investment Portfolio	406,404	434,021
RBC Investment Portfolio	933,555	914,729
RBC A+ Investment Portfolio	4,403,449	4,606,762
RBC A+ Investment Portfolio	1,768,522	1,969,626
Comprehensive Community	208,700	208,700
	<u>10,870,772</u>	<u>11,359,534</u>
<i>Other Investments</i>		
Investment Holding Account	290,172	290,172
	<u>290,172</u>	<u>290,172</u>
Less Temporary Investments	<u>(956,101)</u>	<u>(944,711)</u>
	<u>\$ 10,204,843</u>	<u>10,704,995</u>
 ALLOCATED TO FUNDS AS FOLLOWS		
<i>General Revenue Fund</i>		
Securities	\$ 9,420,097	9,920,249
Miscellaneous	290,172	290,172
	<u>9,710,269</u>	<u>10,210,421</u>
 <i>Trust Funds</i>		
Water Works	44,574	44,574
	<u>44,574</u>	<u>44,574</u>
 <i>Property Sales</i>		
Securities	450,000	450,000
	<u>450,000</u>	<u>450,000</u>
Less Temporary Investments	<u>(956,101)</u>	<u>(944,711)</u>
	<u>\$ 10,204,843</u>	<u>10,704,995</u>

Schedule of Tangible Capital Assets
For Year Ended December 31, 2017

Cost:	Land		Buildings		Building Improvements		Operating Equipment		Heavy Equipment		Office Furniture & Equipment		Vehicles		Computer Software		Computer Hardware	
Balance, Beginning of Year	\$ 6,865,596	\$ 26,041,929	\$ 42,153,252	\$ 16,143,581	\$ 12,559,488	\$ 12,580,041	\$ -	\$ -	\$ 2,184,112	\$ -	\$ -	\$ -	\$ 2,184,112	\$ 874,809	\$ -	\$ 436,555	\$ -	\$ -
Acquisition of tangible capital assets	7,631	734,825	102,489	2,801,568	939,630	177,398	-	-	279,879	-	-	-	-	-	-	198,809	-	-
Disposal of tangible capital assets	-	-	-	-	(166,198)	(88,170)	-	-	(178,856)	-	-	-	-	-	-	(111,683)	-	-
Contributed tangible capital assets	11,500	-	-	433,491	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers from work-in-progress	-	61,208	-	178,032	57,738	205,493	-	-	-	-	-	-	-	-	-	-	-	77,894
Write down of tangible capital assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Balance, End of Year	6,884,727	26,837,962	42,255,741	19,556,672	13,390,658	12,874,762	-	-	2,285,135	-	-	-	874,809	-	-	601,574	-	-

Accumulated Amortization:

Balance, Beginning of Year	-	11,834,214	24,273,377	4,991,003	4,216,484	6,051,566	-	-	1,304,998	-	-	-	173,283	-	-	144,599	-	-
Annual amortization	-	799,507	1,123,972	648,404	622,482	862,317	-	-	159,292	-	-	-	85,251	-	-	116,124	-	-
Accumulated amortization on disposals	-	-	-	-	(151,461)	(88,170)	-	-	(178,856)	-	-	-	-	-	-	(111,683)	-	-
Accumulated amortization on transfers	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Balance, End of Year	-	12,633,721	25,397,348	5,639,407	4,687,505	6,825,713	-	-	1,285,434	-	-	-	258,533	-	-	149,040	-	-

Net Book Value of Tangible Capital Assets

	\$ 6,884,727	\$ 14,204,241	\$ 16,858,392	\$ 13,917,265	\$ 8,703,153	\$ 6,049,049	\$ -	\$ -	\$ 999,701	\$ -	\$ -	\$ -	\$ 616,276	\$ -	\$ -	\$ 452,535	\$ -	\$ -
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Bridges & Other Structures

Roads	Water Distribution		Waste Water System		Storm & Drainage System		Light & Power		Work-In-Progress	
\$ 84,949,927	\$ 2,547,728	\$ 13,157,298	\$ 21,718,610	\$ 9,534,308	\$ 13,521,408	\$ 15,225,175	\$ -	\$ -	\$ 280,493,817	\$ 266,849,839
1,809,880	690,232	247,635	23,014	107,811	607,157	9,465,858	-	-	18,193,818	13,706,385
(127,863)	-	(6,016)	-	-	(21,000)	-	-	-	(699,786)	(1,424,391)
2,039,311	-	-	-	414,600	-	6,983	-	-	2,905,884	1,361,984
-	3,642,653	-	-	-	-	(4,223,017)	-	-	-	-
-	-	-	-	-	-	-	-	-	-	-
88,671,255	6,880,613	13,398,917	21,741,624	10,056,719	14,107,565	20,474,999	-	-	300,893,733	280,493,817

Accumulated Amortization:

Balance, Beginning of Year	52,879,954	1,679,400	5,192,204	8,893,913	2,981,587	6,247,705	-	-	130,864,284	123,779,690
Annual amortization	2,508,403	65,638	264,310	530,476	211,104	361,374	-	-	8,358,653	8,452,260
Accumulated amortization on disposals	(124,412)	-	(5,768)	-	(21,000)	-	-	-	(681,350)	(1,367,666)
Accumulated amortization on transfers	-	-	-	-	-	-	-	-	-	-
Balance, End of Year	55,263,945	1,745,037	5,450,746	9,424,389	3,192,690	6,588,080	-	-	138,541,587	130,864,284

Net Book Value of Tangible Capital Assets

	\$ 33,407,310	\$ 5,135,576	\$ 7,948,171	\$ 12,317,235	\$ 6,864,028	\$ 7,519,486	\$ -	\$ -	\$ 162,352,146	\$ 149,629,533
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Schedule of Tangible Capital Assets By Function
For Year Ended December 31, 2017

	Protective Services	General Government	Infrastructure & Operations	Land Development, Bylaw & Building				Community Services	Light & Power Utility	Water / Wastewater Utility	Solid Waste Utility	Work-In-Progress	2017		2016	
Cost:																
Balance, Beginning of Year	\$ 5,929,612	\$ 2,073,971	\$ 115,443,698	\$ 3,021,427	\$ 50,778,256	\$ 17,404,805	\$ 65,813,583	\$ 4,803,290	\$ 15,225,175	\$ 280,493,817	\$ 266,849,839	\$ 280,493,817	\$ 266,849,839			
Acquisition of tangible capital assets	7,929	282,194	2,888,725	37,537	3,934,594	630,477	748,008	198,495	9,465,858	18,193,818	13,706,385	18,193,818	13,706,385			
Disposal of tangible capital assets	-	(120,293)	(229,829)	-	(220,695)	(77,709)	(51,260)	-	-	(699,786)	(1,424,391)	(699,786)	(1,424,391)			
Contributed tangible capital assets	11,500	-	2,453,911	-	433,491	-	-	-	6,983	2,905,884	1,361,984	2,905,884	1,361,984			
Transfers of tangible capital assets	-	176,228	3,848,146	-	198,644	-	-	-	(4,223,017)	-	-	-	-			
Write down of tangible capital assets	-	-	-	-	-	-	-	-	-	-	-	-	-			
Balance, End of Year	5,949,041	2,412,099	124,404,650	3,058,964	55,124,289	17,957,573	66,510,331	5,001,785	20,474,999	300,893,733	280,493,817	300,893,733	280,493,817			
Accumulated Amortization:																
Balance, Beginning of Year	2,845,500	677,398	67,241,056	1,261,996	23,379,115	8,850,910	25,972,021	636,289	-	130,864,284	123,779,690	130,864,284	123,779,690			
Annual amortization	183,997	234,287	3,574,517	115,280	1,872,607	491,893	1,739,939	146,134	-	8,358,653	8,452,260	8,358,653	8,452,260			
Accumulated amortization on disposals	-	(120,293)	(226,378)	-	(205,958)	(77,709)	(51,012)	-	-	(681,350)	(1,367,666)	(681,350)	(1,367,666)			
Accumulated amortization on transfers	-	-	-	-	-	-	-	-	-	-	-	-	-			
Balance, End of Year	3,029,497	791,392	70,589,195	1,377,276	25,045,764	9,265,094	27,660,947	782,422	-	138,541,587	130,864,284	138,541,587	130,864,284			
Net Book Value of Tangible Capital Assets	\$ 2,919,545	\$ 1,620,708	\$ 53,815,455	\$ 1,681,689	\$ 30,078,525	\$ 8,692,479	\$ 38,849,384	\$ 4,219,363	\$ 20,474,999	\$ 162,352,146	\$ 149,629,533	\$ 162,352,146	\$ 149,629,533			

**Future Debt Charges
For the Year Ended December 31, 2017**

	2018		2019		2020		2021 to Maturity		Total	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
Bank Loans										
<i>General Revenue Fund</i>	\$ 2,747,152	\$ 1,449,231	\$ 2,725,006	\$ 1,343,010	\$ 2,801,689	\$ 1,237,688	\$ 31,505,405	\$ 7,035,944	\$ 39,779,252	\$ 11,065,873
<i>Water/Wastewater Fund</i>	1,667,733	926,175	1,751,124	848,970	1,826,051	768,792	16,109,142	3,660,716	21,354,050	6,204,653
<i>Solid Waste Fund</i>	451,834	85,113	462,689	73,907	456,414	62,808	1,878,857	297,148	3,249,794	518,976
<i>Property Sales Fund</i>	25,935	611,114	3,188,362	516,728	3,282,798	419,542	12,947,801	2,695,361	19,444,896	4,242,745
Total Bank Loans	\$ 4,892,654	\$ 3,071,633	\$ 8,127,181	\$ 2,782,615	\$ 8,366,952	\$ 2,488,830	\$ 62,441,205	\$ 13,689,169	\$ 83,827,992	\$ 22,032,247

**Tax Levies
For the Year Ended December 31, 2017**

	<u>2017 Actual</u>	<u>2016 Actual</u>
Gross Property Taxes Levied		
<i>General Municipal Taxes</i>		
Residential	\$ 9,533,611	\$ 8,073,273
Commercial / Industrial	5,754,760	5,198,559
Agricultural	69,142	66,402
Non-Profit Halls	-	5,854
	<u>15,357,513</u>	<u>13,344,089</u>
Supplemental Levy	(17,539)	35,923
Cancellations / Abatements	<u>(82,952)</u>	<u>(13,787)</u>
	15,257,022	13,366,225
Special Assessments	18,380	18,800
	<u>15,275,401</u>	<u>13,385,026</u>
Penalty	97,246	83,994
Grants in Lieu of Taxes	594,307	583,618
Discounts	(21,841)	(7,157)
Total Taxes for Municipal Purposes	<u>15,945,114</u>	<u>14,045,481</u>
<i>Taxes Levied for Long Term Care</i>		
Residential	253,611	722,000
Commercial / Industrial	68,893	179,705
Agricultural	-	1,590
	<u>322,504</u>	<u>903,295</u>
Supplementary Levy	477	3,685
Cancellations / Abatements	<u>2,950</u>	<u>(13,610)</u>
	325,931	893,370
Penalty	3,666	6,327
Grants in Lieu of Taxes	14,665	41,275
Discounts	-	(263)
Total Taxes for Long Term Care	<u>344,262</u>	<u>940,709</u>
<i>Taxes Levied for Local School Boards</i>		
Residential	5,520,872	4,577,689
Commercial / Industrial	1,852,847	2,091,041
Agricultural	2,777	6,968
	<u>7,376,496</u>	<u>6,675,697</u>
Supplementary Levy	1,845	26,104
Cancellations / Abatements	<u>(14,694)</u>	<u>(10,906)</u>
	7,363,647	6,690,895
Penalty	49,608	44,435
Grants in Lieu of Taxes	195,079	157,510
Total Taxes for Local School Boards	<u>7,608,334</u>	<u>6,892,839</u>
Total Gross Taxes	<u>\$ 23,897,709</u>	<u>\$ 21,879,029</u>

**Sales of Services
For the Year Ended December 31, 2017**

	<u>2017</u> <u>Actual</u>	<u>2016</u> <u>Actual</u>
Sales of Services		
<i>General Government</i>		
Searches and Certificates	\$ 29,050	\$ 24,865
Airport Services	64,861	70,532
Cemetery	169,826	120,062
Cultural Facilities and Programs	297,550	319,926
Community Services (Schedule 15)	2,622,017	2,603,493
Transit Usage/Advertising	113,982	116,282
Emergency Services	125,593	143,822
Other	1,611	1,150
	<u>3,424,489</u>	<u>3,400,131</u>
<i>Light and Power</i>		
Sale of Energy	20,338,695	19,004,836
Reconnection and Transfer Fees	33,460	25,433
Temporary Connections	2,172	1,566
Pole Line Contacts	90,512	90,512
Utility Read Charge	29,544	27,307
Meter Reading for Sask Energy	16,646	16,320
Other Revenue	(8,856)	(13,075)
	<u>20,502,173</u>	<u>19,152,899</u>
<i>Waste Collection</i>		
Residential Garbage Collection	780,259	712,945
Landfill Charges	1,818,141	2,034,344
Agricultural Lease	3,355	3,290
Recycling	531,869	482,797
	<u>3,133,625</u>	<u>3,233,375</u>
<i>Water/Wastewater</i>		
Sale of Water and Wastewater	8,570,860	7,443,535
	<u>8,570,860</u>	<u>7,443,535</u>
<i>Rural Water Pipeline</i>		
Sale of Water	185,659	276,277
	<u>185,659</u>	<u>276,277</u>
Total Sale of Services	<u>\$ 35,816,806</u>	<u>\$ 33,506,216</u>

**Other Revenues and Recoveries
For the Year Ended December 31, 2017**

	2017	2016
	<u>Actual</u>	<u>Actual</u>
Other Revenues and Recoveries		
<i>Other Revenue from Own Sources</i>		
Subdivision / Redevelopment Fees	\$ 3,765	\$ 1,590
Property Rentals	20,018	22,062
Investment Earnings	307,085	244,025
Late Payment Charges	205,416	221,036
Licenses and Permits	170,463	163,507
Cash Discounts	1,768	2,430
Provincial Sales Tax Commission	991	1,800
Bylaw Enforcements Fines and Fees	263,188	244,426
Compensation for Right of Way	408,408	624,883
	<u>1,381,101</u>	<u>1,525,760</u>
<i>Recovery of Costs</i>		
Workers Compensation Board	50,171	15,174
Fee Recoveries	40,416	49,532
Recovery of Costs	197,313	394,132
	<u>287,900</u>	<u>458,837</u>
Total Other Revenues and Recoveries	<u>\$ 1,669,002</u>	<u>\$ 1,984,597</u>

**Senior Government Grants/Transfers and Other Recoveries
For the Year Ended December 31, 2017**

	<u>2017</u> <u>Actual</u>	<u>2016</u> <u>Actual</u>
<i>OPERATING</i>		
Grants and Transfers		
<i>Federal Government</i>		
Canadian Heritage	\$ 13,981	\$ 37,800
Canadian Museums	6,324	3,004
Summer Career Program	37,930	30,620
	<u>58,235</u>	<u>71,424</u>
<i>Provincial Government</i>		
Community Grant Program	107,281	107,281
Municipal Operating Grant	3,128,905	3,385,648
Community Share Grant Program	923,979	923,979
Saskatchewan Arts and Culture	123,388	129,474
Urban Connector Program	62,852	62,852
	<u>4,346,405</u>	<u>4,609,234</u>
<i>Other Grants & Transfers</i>		
School Access Grant	10,304	10,101
Other	156,366	156,095
	<u>166,670</u>	<u>166,196</u>
<i>Total Operating</i>	<u>4,571,310</u>	<u>4,846,854</u>
<i>CAPITAL</i>		
<i>Other Grants</i>		
Cypress Health Region	70,000	-
Saskatchewan Power	620,896	-
Community Initiatives Fund	-	25,000
Naming Rights	58,125	60,000
Community Airport Partnership	15,000	68,000
Canadian Cowboys Association Finals Rodeo Committee	15,625	-
Saskatchewan Hockey Hall of Fame	5,000	-
Servicing Agreement	206,500	-
Rural Water Pipeline	127,673	-
Federation of Canadian Municipalities	4,545	-
Urban Connector Program	-	44,025
New Building Canada Fund	76,586	2,369,917
	<u>1,199,950</u>	<u>2,566,942</u>
<i>Other Recoveries</i>		
Local Improvement Recovery	137,662	76,131
Other	151,244	127,254
	<u>288,905</u>	<u>203,385</u>
<i>Total Capital</i>	<u>1,488,856</u>	<u>2,770,327</u>
Total Grants/Transfers and Other Recoveries	<u>\$ 6,060,165</u>	<u>\$ 7,617,181</u>

**Protective Services
For the Year Ended December 31, 2017**

	<u>2017</u> <u>Actual</u>	<u>2016</u> <u>Actual</u>
Protective Services Expenses		
<i>Police Protection</i>		
R.C.M.P. Detachment	\$ 3,044,583	\$ 3,105,778
Police Station Maintenance	79,359	64,612
	<u>3,123,942</u>	<u>3,170,390</u>
<i>Fire Department</i>		
Administration	522,693	552,151
Operations	1,849,972	1,734,432
Auxiliary Firefighters	57,917	64,421
Vehicles / Equipment	201,953	204,346
Communications	27,928	23,418
Fire Station Maintenance	101,004	75,739
Life Safety	25,400	23,392
Staff Development	81,436	103,925
Training Ground	10,840	13,310
	<u>2,879,143</u>	<u>2,795,134</u>
<i>Emergency Preparedness</i>	<u>41,386</u>	<u>59,915</u>
Total Protective Services	<u>\$ 6,044,472</u>	<u>\$ 6,025,439</u>

**General Government
For the Year Ended December 31, 2017**

	<u>2017</u> <u>Actual</u>	<u>2016</u> <u>Actual</u>
General Government Expenses		
<i>Council and Legislative Affairs</i>		
Mayor's Honorarium and Expenses	\$ 144,953	\$ 136,369
Councillors' Honorarium and Expenses	218,452	219,964
Legislative Public Relations	84,208	92,684
	<u>447,613</u>	<u>449,018</u>
<i>Administrative Government Services</i>		
Chief Administrative Officer's Office	336,344	331,021
Market Square	74,492	64,036
City Clerk's Office	176,391	180,173
Human Resources / Labour Relations	239,181	237,574
Human Resource Programs	161,890	215,280
Health and Safety	71,745	75,007
Common Services	65,472	61,339
Election	382	44,530
Events	5,152	103,953
Communications	284,099	259,904
	<u>1,415,147</u>	<u>1,572,817</u>
<i>Business Development and Tourism</i>		
Business Development	381,571	362,508
Promotion	-	-
	<u>381,571</u>	<u>362,508</u>
<i>Finance / Treasury Services</i>		
Financial Management	439,491	478,435
Purchasing Department	28,638	27,124
Central Stores	134,348	135,695
Bank Charges and Interest	1,472,970	1,440,664
Taxation and Assessment Office	359,909	354,959
Insurance	31,405	22,451
Board of Revision	4,744	-
Western Canada Summer Games	600,000	-
Other	245,217	(59,168)
	<u>3,316,722</u>	<u>2,400,159</u>
<i>Information Technology</i>		
Administration / Development and Support	687,171	644,784
	<u>687,171</u>	<u>644,784</u>
<i>Cemeteries</i>		
Cemeteries Operations	246,729	226,304
	<u>246,729</u>	<u>226,304</u>
Total General Government	<u>\$ 6,494,952</u>	<u>\$ 5,655,589</u>

**Infrastructure and Operations
For the Year Ended December 31, 2017**

	<u>2017</u> <u>Actual</u>	<u>2016</u> <u>Actual</u>
Infrastructure and Operations Expenses		
<i>Engineering Department</i>		
Administration	\$ 441,881	\$ 353,332
Public Works	635,092	605,263
Service Centre	290,473	312,546
Service Garage	455,201	397,022
Recoveries	(817,610)	(736,843)
	<u>1,005,037</u>	<u>931,319</u>
<i>Transportation Operations</i>		
Common Services	445,976	408,078
Snow and Ice Control	413,954	289,672
Gravel Maintenance	154,549	296,490
Ditch Mowing and Maintenance	23,159	24,113
Paved Street Maintenance	1,973,307	2,386,310
Street Cleaning	271,936	240,216
Sidewalk Maintenance	763,701	910,365
Barricades	22,672	14,539
Traffic Signs	200,285	149,903
Pavement Markings	64,231	58,377
Off Street Parking	897	880
Bridges	54,543	42,157
Traffic Lights	74,447	75,132
Promotion	25,738	64,026
	<u>4,489,395</u>	<u>4,960,261</u>
<i>Storm Sewer and Drainage</i>		
Storm Sewers	257,441	251,184
Drainage Ditches and Culverts	46,396	55,900
Catch Basins	95,629	95,176
	<u>399,466</u>	<u>402,261</u>
<i>Public Transit System</i>		
Transit Operations	657,656	682,116
Airport Services	482,843	462,468
	<u>1,140,500</u>	<u>1,144,585</u>
Total Infrastructure and Operations	<u>\$ 7,034,399</u>	<u>\$ 7,438,426</u>

**Land Development, Bylaw and Building Services
For the Year Ended December 31, 2017**

	<u>2017</u> <u>Actual</u>	<u>2016</u> <u>Actual</u>
Land Development, Bylaw and Building Services Expenses		
<i>Land Development and Bylaw</i>		
Planning & Bylaw Services	\$ 656,823	\$ 600,498
City Hall	233,925	245,539
	<u>890,748</u>	<u>846,038</u>
<i>Building Services</i>	<u>124,316</u>	<u>161,898</u>
Total Land Development, Bylaw and Building Services	<u>\$ 1,015,063</u>	<u>\$ 1,007,936</u>

**Community Services
For the Year Ended December 31, 2017**

	2017 Actual	2016 Actual
Community Services Expenses		
General and Administrative Expenses	\$ 771,652	\$ 752,598
Swimming Facilities	1,128,038	1,073,000
Indoor Ice Facilities	2,667,210	2,731,941
Multipurpose and Leisure Facilities	947,666	924,476
Outdoor Recreation Facilities	-	192,643
Parks, Playgrounds, and Equipment	2,053,583	1,545,039
Chinook Parkway	-	263,929
Chinook Golf Course	955,347	960,866
Community Programs	257,567	243,279
Cultural Services	2,059,228	1,933,516
Total Community Services	\$ 10,840,291	\$ 10,621,287

Light and Power
For the Year Ended December 31, 2017

	2017	2016
	Actual	Actual
	<u> </u>	<u> </u>
Light and Power Expenses		
Administration	\$ 664,662	\$ 645,638
Electrical Energy Purchased	11,101,475	10,333,497
General Operating	1,307,811	1,119,431
Street Lighting	400,044	368,470
Substations	142,284	159,669
Transformer Oil Management	40	-
Tools and Supplies	33,616	29,690
Building Operation	17,552	12,478
Traffic Lights	186	
Utility Billing	907,465	780,111
Bad Debt Allowance	21,000	21,000
Line Repair and Maintenance	105,033	60,857
Service Metering	37,704	12,611
Equipment Costs	216,764	192,192
Saskatchewan Power Rate Review	7,398	63,937
Total Light and Power	<u>\$ 14,963,034</u>	<u>\$ 13,799,580</u>

**Water/Wastewater and Waste Collection Utility
For the Year Ended December 31, 2017**

	2017	2016
	Actual	Actual
Water/Wastewater and Waste Collection Utility Expenses		
<i>Water/Wastewater Utility Expenses</i>		
Water Treatment Plant	\$ 1,954,663	\$ 1,909,735
Common Services	425,325	481,374
Debt Interest	977,897	994,645
Distribution Costs	878,978	871,771
Reservoirs and Booster Stations	154,350	136,196
Repairs and Maintenance	338,101	234,652
Administration	903,467	803,631
Treatment and Collection	1,823,317	1,636,968
Lift Stations	389,976	353,177
	<u>7,846,072</u>	<u>7,422,149</u>
 <i>Rural Water Pipeline</i>		
Rural Water Pipeline	184,378	80,667
	<u>184,378</u>	<u>80,667</u>
 <i>Waste Collection</i>		
Solid Waste Collection	1,128,524	974,701
Landfill Operation	803,272	934,330
Recycling	338,473	461,698
Waste Financial Charges	292,827	339,880
	<u>2,563,097</u>	<u>2,710,608</u>
 Total Water/Waste Water and Waste Collection Utility	 <u>\$ 10,593,548</u>	 <u>\$ 10,213,424</u>

**Community Services Revenues
For the Year Ended December 31, 2017**

	<u>2017</u> <u>Actual</u>	<u>2016</u> <u>Actual</u>
Community Services Revenues		
Aquatic Centre	\$ 310,424	\$ 274,723
Fairview Pool	73,399	65,185
I-Plex	467,392	543,194
Fairview Arena	412,243	343,161
Lt Col Clifton Centre	50,102	53,921
Kinetic Park	315,272	315,203
Summer/Winter Programs	115,532	127,548
Outdoor Recreation Facility		35,475
Parks, Playgrounds and Equipment	90,302	51,644
Chinook Golf Course	780,230	793,438
Dickson Community Centre	7,120	-
Total Community Services	<u>\$ 2,622,017</u>	<u>\$ 2,603,493</u>