

CITY OF SWIFT CURRENT

Annual Financial Statements

December 31, 2018

**Statement or
Schedule No.**

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

STATEMENT OF FINANCIAL POSITION AND FUND ACCOUNTS

Consolidated Statement of Financial Position	Statement 1
Consolidated Statement of Operations	Statement 2
Graph - Consolidated Statement of Operations	Statement 2A
Consolidated Statement of Change in Net Financial Assests (Debt)	Statement 3
Consolidated Statement of Cash Flow	Statement 4
Consolidated Statement of Financial Position by Fund	Statement 5

NOTES TO FINANCIAL STATEMENTS

STATEMENT OF FINANCIAL POSITION -SUPPORTING SCHEDULES

Summary of Investments	Schedule 1
Schedule of Tangible Capital Assets	Schedule 2
Schedule of Tangible Capital Assets by Function	Schedule 2A
Future Debt Charges	Schedule 3
Tax Levies	Schedule 4
Sales of Services	Schedule 5
Other Revenues and Recoveries	Schedule 6
Senior Government Grants and Transfers (Operating and Capital)	Schedule 7
Protective Services	Schedule 8
General Government	Schedule 9
Infrastructure and Operations	Schedule 10
Land Development, Bylaw and Building Services	Schedule 11
Community Services	Schedule 12
Light and Power	Schedule 13
Water/Wastewater and Waste Collection Utility	Schedule 14
Community Services Revenues	Schedule 15

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.

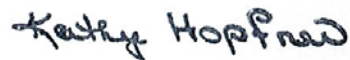
In discharging its responsibilities for the integrity and fairness of the financial statements, management designs and maintains the necessary accounting systems and related internal controls to provide reasonable assurance that transactions are authorized, assets are safeguarded and financial records 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 Auditor's Report

To the Members of Council of the City of Swift Current:

Opinion

We have audited the consolidated financial statements of City of Swift Current (the "Municipality"), which comprise the consolidated statement of financial position and financial position by fund as at December 31, 2018, and the consolidated statements of operations, change in net debt assets (debt) and cash flow for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and schedules 1 to 15.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Municipality as at December 31, 2018, and the results of its operations and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Municipality in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Matter

Without modifying our opinion, we draw attention to Note 20 Property Reserve Closure, which indicates that land sales are not recognized as revenue until all units in the development are sold and all costs have been settled. As a result of this approach, included in property held for resale, are six developments that have an excess of deposits above current expenditures totaling \$3,814,102.

Responsibilities of Management and Those Charged with Governance for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of the 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.

In preparing the financial statements, management is responsible for assessing the Municipality's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Municipality or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Municipality's financial reporting process.

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 Municipality's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Municipality's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Municipality to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Swift Current, Saskatchewan

April 8, 2019

MNP LLP

Chartered Professional Accountants

City of Swift Current Organizational Chart



Boards and Committees Mayor Perrault and City Council

Chief Administrative Officer
Tim Marcus

Administration
City Clerk
Executive Assistant
Administrative Asst.

GM - Corporate Services
Kathy Hopfner

GM - Infrastructure & Operations
Mitch Minken

GM - Planning, Growth & Development
Michael Ruus

GM - Community Services
Vacant

Fire Chief
Darren McClelland

Financial Services
Manager, Financial Services
Manager, Revenue & Collections
Financial Analyst
Tangible Capital Asset Analyst

Police Services
Manager, Police Support
Court Liaison Officer

Communications &
Stakeholder Relations

Human Resources
Manager, Human Resources
Human Resources Advisor
Health, Safety & EMO
Payroll Administrator

Assessment Services
City Assessor
Assistant City Assessor

Information Technology
Applications Support Manager
Network Administrator (2)
Database Administrator

Manager of Purchasing

Administrative Assistant

Light & Power
Line Superintendent
Technical Superintendent

Engineering Services & Ops
Director
Airport Superintendent
Airport Operations Assistant
Solid Waste Superintendent
Manager, Engineering Services
Engineering Technologist (2)
Wastewater Treatment Super
Manager, Public Works
Streets & Roadways Super
Water/Wastewater Super
Water Treatment Super
Fleet Services Super

Environmental Services
Manager, Environmental Serv.

Community Development
Director
Senior Building Official

Development Services
Manager, Development Services
Bylaw & Licensing Official
Development Officer I
Bylaw Enforcement Officer (2)

Art Gallery
Director/Curator
Preparator/Registrar
Education Program Coordinator

Museum
Director/Curator
Education/Public Programs
Collections Officer
Visitor Attendant

Facilities Manager

Parks
Parks Manager
Parks Superintendent

Aquatic Superintendent

Recreation
Events/Program Manager
Kinetic Park Superintendent
Kinetic Park Admin. Assistant
Community Rec. Coordinator

Golf Course Superintendent

Fire Department
Deputy Chief - Prevention
Deputy Chief - Operations

**Consolidated Statement of Financial Position
As at December 31, 2018**

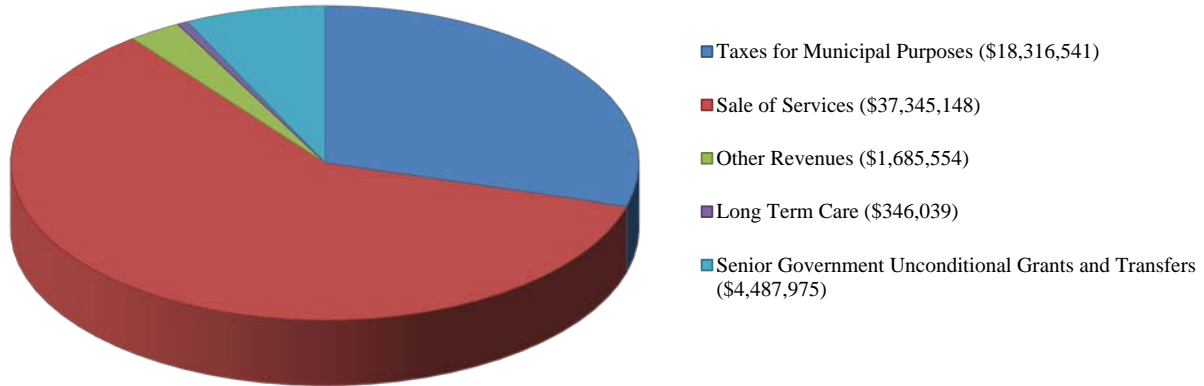
	2018	2017
	Actual	Actual
<i>Financial Assets</i>		
Cash and Temporary Investments (Note 2)	\$ 1,163,378	\$ 2,121,277
Long Term Investments (Note 3)	10,433,773	10,204,843
Accounts Receivable (Note 4)	7,414,381	7,264,408
Notes Receivable (Note 5)	8,473,146	8,358,325
Future Levy Recoveries (Note 6)	430,450	509,124
Property Held For Resale (Note 20)	4,352,408	3,660,471
Other Assets (Note 7)	50,084	50,704
	<u>32,317,620</u>	<u>32,169,152</u>
<i>Liabilities</i>		
Accounts Payable (Note 8)	10,174,571	11,332,846
Deferred Revenues (Note 9)	321,926	1,152,103
Contingent Liability (Note 10)	127,900	102,809
Capital Lease Obligation (Note 11)	69,486	-
Trust Tax Liabilities (Note 12)	490,899	467,858
Current Portion Long Term Debt (Note 14)	5,036,131	4,892,654
Long Term Debt (Note 14)	82,649,653	78,935,338
Landfill Closure (Note 15)	2,016,980	1,886,941
Employee Benefit Obligations (Note 16)	471,685	471,685
	<u>101,359,231</u>	<u>99,242,235</u>
Net Financial Assets (Debt)	<u>(69,041,611)</u>	<u>(67,073,083)</u>
<i>Non-Financial Assets</i>		
Tangible capital assets (Schedule 2)	170,321,039	162,352,146
Inventories	3,165,983	3,128,517
Prepays (Note 7)	288,850	120,480
	<u>173,775,873</u>	<u>165,601,143</u>
Accumulated Surplus (Statement 5)	<u>\$ 104,734,261</u>	<u>\$ 98,528,060</u>

**Consolidated Statement of Operations
For the Year Ended December 31, 2018**

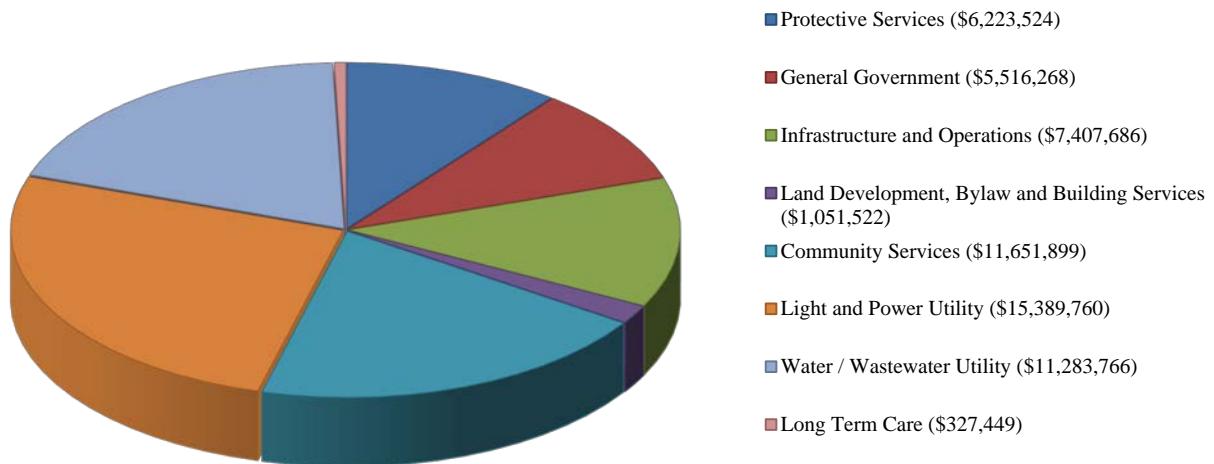
	2018 Budget	2018 Actual	2017 Actual
Revenue			
Taxes for Municipal Purposes (Schedule 4)	\$ 18,283,850	\$ 18,316,541	\$ 15,945,114
Sale of Services (Schedule 5)	38,068,509	37,345,148	35,816,806
Other Revenues (Schedule 6)	1,215,482	1,685,554	1,669,002
Long Term Care (Schedule 4)	346,039	346,039	344,262
Senior Government Unconditional Grants and Transfers (Schedule 7)	4,307,427	4,487,975	4,571,310
Gain (loss) on Disposal of Tangible Capital Assets	(1,941)	(1,941)	38,990
	<u>62,219,366</u>	<u>62,179,315</u>	<u>58,385,483</u>
Expenses			
Protective Services (Schedule 8)	6,416,520	6,223,524	6,044,472
General Government (Schedule 9)	5,896,853	5,516,268	6,494,952
Infrastructure and Operations (Schedule 10)	7,473,601	7,407,686	7,034,399
Land Development, Bylaw and Building Services (Schedule 11)	1,076,509	1,051,522	1,015,063
Community Services (Schedule 12)	11,329,295	11,651,899	10,840,291
Light and Power Utility (Schedule 13)	15,522,184	15,389,760	14,963,034
Water/Wastewater and Waste Collection Utility (Schedule 14)	11,265,333	11,283,766	10,593,548
Long Term Care	327,449	327,449	327,450
	<u>59,307,745</u>	<u>58,851,874</u>	<u>57,313,209</u>
Surplus of Revenues over Expenses Before Other Capital Contributions	<u>2,911,621</u>	<u>3,327,442</u>	<u>1,072,274</u>
OTHER			
Senior Government Capital Grants/Transfers and Other Recoveries (Schedule 7)	374,500	1,618,932	1,488,856
Gain on Contributed Capital (Note 21)	-	231,724	2,905,884
Property Sales Dividend (Note 17)	-	1,024,383	1,221,514
Surplus (Deficit) of Revenues over Expenses	<u>3,286,121</u>	<u>6,202,480</u>	<u>6,688,529</u>
Accumulated Surplus, beginning of year		98,528,060	91,839,531
Equity in Tangible Capital Assets (Note 19)		3,721	-
Accumulated Surplus, end of year		<u>\$ 104,734,261</u>	<u>\$ 98,528,060</u>

**Consolidated Statement of Operations Graph
For the Year Ended December 31, 2018**

2018 OPERATING REVENUES



2018 OPERATING EXPENSES



**Consolidated Statement Of Change In Net Financial Assets (Debt)
For The Year Ended December 31, 2018**

	2018 Budget	2018 Actual	2017 Actual
Surplus (Deficit) of Revenues over Expenses	\$ 3,286,121	\$ 6,202,480	\$ 6,688,529
Acquisition of tangible capital assets (Schedule 2)	(13,555,616)	(17,212,606)	(18,193,818)
Amortization of tangible capital assets (Schedule 2)	9,116,407	9,116,407	8,358,653
Contributed tangible capital assets (Schedule 2)	-	(231,724)	(2,905,884)
Equity in tangible capital assets (Statement 2)	-	3,721	-
Proceeds on disposal of tangible capital assets	-	357,089	57,427
(Gain) loss on sale of tangible capital assets	-	1,941	(38,990)
	<u>(4,439,209)</u>	<u>(7,965,171)</u>	<u>(12,722,613)</u>
Net Change of supply inventory	-	(37,466)	7,697
Net Change in prepaids	-	(168,370)	19,333
	<u>-</u>	<u>(205,837)</u>	<u>27,029</u>
(Increase) Decrease in Net Debt	<u>(1,153,088)</u>	<u>(1,968,528)</u>	<u>(6,007,054)</u>
Net Financial Assets (Debt), Beginning of Year	(67,073,083)	(67,073,083)	(61,066,028)
Net Financial Assets (Debt), End of Year	<u>\$ (68,226,171)</u>	<u>\$ (69,041,611)</u>	<u>\$ (67,073,083)</u>

**Consolidated Statement of Cash Flow
For the Year Ended December 31, 2018**

	2018	2017
	Actual	Actual
<i>Cash Flow From Operating Activities</i>		
Annual Surplus (Deficit)	\$ 6,202,480	\$ 6,688,529
Adjustments for entries not affecting cash:		
Amortization Expense	9,116,407	8,358,653
Loss (Gain) on Sale of Assets	1,941	(38,990)
	<u>15,320,828</u>	<u>15,008,192</u>
<i>Changes In Working Capital Accounts</i>		
Decrease (Increase) in Accounts Receivable	(190,028)	(1,303,034)
Decrease (Increase) in Inventories	(36,847)	7,697
Increase (Decrease) in Accounts Payable and Accrued Liabilities	(1,839,533)	2,429,505
	<u>(2,066,408)</u>	<u>1,134,168</u>
Cash Provided (Used) From Operating Activities	<u>13,254,420</u>	<u>16,142,361</u>
<i>Cash Flow From Capital Activities</i>		
Proceeds from Sale of Assets	357,089	57,427
Capital Expenditures	(17,212,606)	(18,193,818)
Acquisition of Contributed Capital	(231,724)	(2,905,884)
Equity in Tangible Capital Assets	3,721	-
Cash Provided (Used) From Capital Activities	<u>(17,083,519)</u>	<u>(21,042,277)</u>
<i>Cash Flow From Investing Activities</i>		
Decrease (Increase) in Investment Portfolio	(228,930)	(2,677,761)
Net Investment Change in Property Sales Fund	(757,662)	362,531
Cash Provided (Used) From Investing Activities	<u>(986,593)</u>	<u>(2,315,230)</u>
<i>Cash Flow From Financing Activities</i>		
Long-Term Debt Issued	8,767,692	13,418,968
Long-Term Debt Repaid	(4,909,901)	(7,011,815)
Cash Provided (Used) From Financing Activities	<u>3,857,792</u>	<u>6,407,152</u>
Net Increase (Decrease) in Cash	(957,899)	(807,993)
Cash at Beginning of Year	2,121,277	2,929,270
Cash at Year End	<u>\$ 1,163,378</u>	<u>\$ 2,121,277</u>

**Consolidated Statement of Financial Position by Fund
For the Year Ended December 31, 2018**

	General Revenue	Property Sales	Water/ Wastewater	Solid Waste	Rural Water Pipeline	Long Term Care	Total 31 December 2018	Total 31 December 2017
Financial Assets								
Cash and Temporary Inv.	\$ 293,798	\$ -	\$ -	\$ -	\$ 531,704	\$ 337,876	\$ 1,163,378	\$ 2,121,277
Long Term Investments	9,939,199	450,000	44,574	-	-	-	10,433,773	10,204,843
Accounts Receivable	7,396,201	-	-	-	-	18,181	7,414,381	7,264,408
Notes Receivable	299,894	8,077,321	95,931	-	-	-	8,473,146	8,358,325
Future Levy Recovery	315,602	-	114,848	-	-	-	430,450	509,124
Property Held for Resale	-	4,352,408	-	-	-	-	4,352,408	3,660,471
Other Assets	11,850	19,784	18,450	-	-	-	50,084	50,704
Total Financial Assets	18,256,544	12,899,512	273,803	-	531,704	356,057	32,317,620	32,169,152
Liabilities								
Accounts Payable	8,890,857	315,587	16,440	121,338	502,900	327,450	10,174,571	11,332,846
Deferred Revenue	255,576	-	66,350	-	-	-	321,926	1,152,103
Contingent Liability	127,900	-	-	-	-	-	127,900	102,809
Capital Lease Obligation	69,486	-	-	-	-	-	69,486	-
Trust Tax Liabilities	490,899	-	-	-	-	-	490,899	467,858
Current Portion Long Term Debt	2,776,678	27,063	1,751,124	481,266	-	-	5,036,131	4,892,654
Long-Term Debt	35,028,101	26,891,898	17,935,172	2,794,482	-	-	82,649,653	78,935,338
Landfill Closure	-	-	-	2,016,980	-	-	2,016,980	1,886,941
Employee Benefit Obligations	471,685	-	-	-	-	-	471,685	471,685
Total Liabilities	48,111,181	27,234,548	19,769,085	5,414,066	502,900	327,450	101,359,231	99,242,235
Net Financial Assets	(29,854,638)	(14,335,035)	(19,495,282)	(5,414,066)	28,804	28,607	(69,041,611)	(67,073,083)
Non-Financial Assets								
Tangible Capital Assets	104,843,500	-	38,901,771	4,245,966	956,136	-	148,947,373	141,877,147
Work In Progress	15,303,432	-	5,693,909	340,698	35,627	-	21,373,666	20,474,999
Inventories	3,049,723	-	116,260	-	-	-	3,165,983	3,128,517
Prepays	288,850	-	-	-	-	-	288,850	120,480
Net Assets (Debt)	\$ 93,630,868	\$ (14,335,035)	\$ 25,216,657	\$ (827,402)	\$ 1,020,567	\$ 28,607	\$ 104,734,261	\$ 98,528,060
Municipal Position								
Fund Surplus (Deficit)	\$ 3,099,857	\$ 2,927,747	\$ -	\$ -	\$ -	\$ 28,607	\$ 6,056,211	\$ 6,037,623
Capital Reserves	6,378,912	-	3,594,077	3,130,862	-	-	13,103,851	11,894,521
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	66,084,789	-	16,526,197	624,815	1,020,567	-	84,256,368	79,278,086
	76,686,188	2,927,747	20,315,475	3,755,677	1,020,567	28,607	104,734,261	98,528,060
Interfunding	16,944,680	(17,262,782)	4,901,182	(4,583,080)	-	-	-	-
Total Net Municipal Position	\$ 93,630,868	\$ (14,335,035)	\$ 25,216,657	\$ (827,402)	\$ 1,020,567	\$ 28,607	\$ 104,734,261	\$ 98,528,060

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
General Assets	
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
Infrastructure Assets	
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, 2018 were comprised as follows:

	2018	2017
General Revenue	\$ (536,523)	\$ 681,557
Temporary Investments	830,321	956,101
Rural Water Pipeline	531,704	495,017
Long Term Care	337,876	(11,398)
	\$ 1,163,378	\$ 2,121,277

Cash in General Revenue, Rural Water Pipeline and Long Term Care earned interest in 2018 at effective interest rates of 1.075% to 1.825%. Temporary Investments will mature in 2019 with effective interest rates of 0.05% to 5.38%.

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 2020 and 2048, with effective interest rates of 1.74% to 6.40%.

The carrying value of long term investments at December 31, 2018 was \$10,433,773 (\$10,204,843 in 2017) and market value was \$10,559,789 (\$10,704,995 in 2017).



4. ACCOUNTS RECEIVABLE:

	2018	2017
Utility Consumer Accounts	\$ 2,053,033	\$ 1,903,807
Taxes Receivable	1,442,962	1,078,841
General Accounts	2,486,480	3,454,939
Other Governments	1,850,280	1,270,880
Accrued Interest	35,167	39,920
	<u>\$ 7,867,921</u>	<u>\$ 7,748,386</u>
Less: Allowance for Doubtful Accounts	(453,540)	(483,978)
	<u>\$ 7,414,381</u>	<u>\$ 7,264,408</u>

5. NOTES RECEIVABLE:

	2018	2017
<i>General Revenue</i>		
Receivable, term, non-interest bearing, semi-annual payments	\$ 299,894	\$ 374,894
<i>Water/Wastewater</i>		
Receivable, non-interest bearing, repaid as utilities are billed	95,931	144,180
<i>Property Sales</i>		
Receivable, interest rate of prime plus 2.00%, repaid as lots are sold	3,481,706	3,296,719
Receivable, term, interest rate of 4.35%, annual payments	2,690,530	2,716,832
Receivable, interest rate of prime plus 2.00%, repaid as lots are sold	1,494,145	1,414,760
Receivable, non-interest bearing, repaid as lots are sold	410,940	410,940
	<u>\$ 8,473,146</u>	<u>\$ 8,358,325</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, 2018, the recoverable balance was comprised as follows.

	2018	2017
2017 Local Improvements	\$ 91,762	\$ 99,589
2016 Local Improvements	44,469	48,855
2015 Local Improvements	16,639	18,566
2015 Waterworks	114,848	128,444
2014 Local Improvements	22,159	25,235
2013 Local Improvements	53,486	62,637
2012 Local Improvements	52,747	64,330
2010 Local Improvements	30,226	44,098
2009 Local Improvements	4,113	7,952
2008 Local Improvements	-	9,419
	<u>\$ 430,450</u>	<u>\$ 509,124</u>

7. OTHER ASSETS AND PREPAIDS:

	2018	2017
<i>Other Assets</i>		
Prepaid Property Development	\$ 19,784	\$ 19,784
Chemical Drum Deposits	18,450	19,070
Utility Contract Deposit	1,850	1,850
Innovation Credit Union Equity	10,000	10,000
	<u>50,084</u>	<u>50,704</u>
<i>Prepays</i>		
Prepaid Insurance	53,941	50,552
Prepaid Expenses	234,909	69,928
	<u>288,850</u>	<u>120,480</u>
	<u>\$ 338,934</u>	<u>\$ 171,184</u>

8. ACCOUNTS PAYABLE:

	2018	2017
Supplier and Contractor Accounts	\$ 6,482,365	\$ 7,218,515
Contingent WCB Liability	12,343	6,200
Construction Deposits	46,421	46,967
Utility Deposits	1,401,096	1,342,902
Golf Gift Certificates	4,355	4,531
Tax Overpayment	106,403	167,678
Facility Deposits	17,958	26,749
Septic Access Deposit	725	725
RM Annexation Compensation	453,016	906,032
Trust Tax Remittances	17,955	7,106
Accrued Holiday Pay	1,270,040	1,273,937
Accrued Audit Fees	12,455	13,831
Accrued Payroll Liabilities	(5,777)	(75)
Accrued Wages	355,218	317,750
	<u>\$ 10,174,571</u>	<u>\$ 11,332,846</u>

9. DEFERRED REVENUES:

Deferred revenues of the City of Swift Current consist of golf passes and vouchers sold for 2019, grants received for capital projects in progress, facility rentals prepaid for 2019, 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 \$127,900 has been set up.

11. CAPITAL LEASE OBLIGATIONS:

The following is a schedule of future minimum lease payments under a capital lease for heavy equipment, along with the balance of the capital lease obligation.

	2018	2017
2019 Lease Payments	\$ 69,486	\$ -
	<u>\$ 69,486</u>	<u>\$ -</u>

12. TRUST TAX LIABILITIES:

	2018	2017
Public School	\$ 380,358	\$ 363,964
Separate School	110,541	103,894
	<u>\$ 490,899</u>	<u>\$ 467,858</u>

13. 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, 2018, the carrying value of the funds held in trust was \$114,163 (\$104,072 in 2017) and market value was \$123,225 (\$121,315 in 2017).

14. LONG TERM DEBT:

	2018	2017
<i>General Revenue</i>		
Term Loan - Twenty year term, Principal \$9,590,000, interest rate of 5.47%, quarterly payments, maturing in 2024	\$ 3,915,000	\$ 4,477,000
Term Loan - Twenty year term, Principal \$4,835,000, interest rate of 5.40%, quarterly payments, maturing in 2027	2,740,000	2,981,000
Term Loan - Twenty year term, Principal \$1,500,000, interest rate of 5.00%, quarterly payments, maturing in 2028	888,000	960,000
Term Loan - Twenty year term, Principal \$6,556,000, interest rate of 4.19%, quarterly payments, maturing in 2030	4,557,000	4,845,000
Term Loan - Twenty year term, Principal \$7,733,000, interest rate of 3.88%, quarterly payments, maturing in 2033	6,312,557	6,618,559
Term Loan - Ten year term, Principal \$1,161,000, interest rate of 2.97%, quarterly payments, maturing in 2023	623,373	737,415
Term Loan - Five year term, Principal \$586,000, interest rate of 2.28%, quarterly payments, maturing in 2018	-	123,000
Term Loan - Fifteen year term, Principal \$3,171,000, interest rate of 3.51%, quarterly payments, maturing in 2028	2,290,000	2,479,000
Term Loan - Twenty year term, Principal \$6,425,000, interest rate of 2.88%, quarterly payments, maturing in 2035	5,605,608	5,866,093
Term Loan - Ten year term, Principal \$399,000, interest rate of 1.99%, quarterly payments, maturing in 2025	278,461	316,492
Term Loan - Five year term, Principal \$676,000, interest rate of 1.48%, quarterly payments, maturing in 2020	242,420	378,047
Term Loan - Twenty year term, Principal \$2,758,149, interest rate of 2.32%, quarterly payments, maturing in 2036	2,535,094	2,648,338
Term Loan - Twenty year term, Principal \$2,500,000, interest rate of 2.81%, quarterly payments, maturing in 2036	2,308,000	2,405,000
Term Loan - Twenty year term, Principal \$4,411,707, interest rate of 3.19%, quarterly payments, maturing in 2037	4,251,036	4,411,707
Term Loan - Ten year term, Principal \$532,600, interest rate of 2.71%, quarterly payments, maturing in 2027	485,549	532,600
Term Loan - Twenty year term, Principal \$322,692, interest rate of 2.99%, quarterly payments, maturing in 2038	319,720	-
Term Loan - Ten year term, Principal \$450,000, interest rate of 2.99%, quarterly payments, maturing in 2028	440,290	-



Water/Wastewater

Term Loan - Twenty year term, Principal \$15,000,000, interest rate of 5.215%, quarterly payments, maturing in 2024	6,135,000	7,014,000
Term Loan - Twenty year term, Principal \$12,518,000, interest rate of 4.73%, quarterly payments, maturing in 2031	9,113,000	9,638,000
Term Loan - Twenty year term, Principal \$1,314,000, interest rate of 3.88%, quarterly payments, maturing in 2033	1,072,637	1,124,633
Term Loan - Ten year term, Principal \$193,000, interest rate of 2.97%, quarterly payments, maturing in 2023	103,627	122,585
Term Loan - Twenty year term, Principal \$439,000, interest rate of 2.88%, quarterly payments, maturing in 2035	382,946	400,744
Term Loan - Five year term, Principal \$250,000, interest rate of 1.48%, quarterly payments, maturing in 2020	89,653	139,811
Term Loan - Twenty year term, Principal \$357,186, interest rate of 2.32%, quarterly payments, maturing in 2036	328,301	342,965
Term Loan - Twenty year term, Principal \$1,300,000, interest rate of 3.19%, quarterly payments, maturing in 2037	1,252,655	1,300,000
Term Loan - Ten year term, Principal \$321,312, interest rate of 2.71%, quarterly payments, maturing in 2027	292,926	321,312
Term Loan - Twenty year term, Principal \$950,000, interest rate of 3.19%, quarterly payments, maturing in 2037	915,572	950,000

Solid Waste

Term Loan - Ten year term, Principal \$2,542,000, interest rate of 2.43%, monthly payments, maturing in 2022	962,000	1,222,000
Term Loan - Twenty year term, Principal \$834,000, interest rate of 3.88%, quarterly payments, maturing in 2033	680,806	713,809
Term Loan - Twenty year term, Principal \$67,000, interest rate of 2.88%, quarterly payments, maturing in 2035	58,447	61,164
Term Loan - Ten year term, Principal \$220,000, interest rate of 1.99%, quarterly payments, maturing in 2025	152,538	173,507
Term Loan - Five year term, Principal \$340,000, interest rate of 1.48%, quarterly payments, maturing in 2020	121,927	190,142
Term Loan - Twenty year term, Principal \$99,665, interest rate of 2.32%, quarterly payments, maturing in 2036	91,605	95,697
Term Loan - Ten year term, Principal \$39,151, interest rate of 2.25%, quarterly payments, maturing in 2026	31,399	35,024
Term Loan - Twenty year term, Principal \$150,000, interest rate of 3.19%, quarterly payments, maturing in 2037	144,535	150,000
Term Loan - Ten year term, Principal \$608,453, interest rate of 2.71%, quarterly payments, maturing in 2027	554,700	608,452
Term Loan - Twenty year term, Principal \$495,000 interest rate of 2.99%, quarterly payments, maturing in 2038	490,441	

Property Sales

Line of Credit - Principal \$24,267,000, interest rate of prime less 0.5%, monthly interest payments	24,267,000	16,767,000
Term Loan - Thirty year term, Principal \$2,651,961, interest rate of 4.35%, annual payments with a balloon payment at maturity, maturing in 2047	2,651,961	2,677,896

<u>\$ 87,685,784</u>	<u>\$ 83,827,992</u>
----------------------	----------------------

Future long term debt principal and interest payments can be referenced on Schedule 3. In 2018, total interest paid on long term debt was \$2,558,498 (\$2,467,937 in 2017).

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.

15. 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	2018
Estimated closure and post-closure costs over 30 years after capacity is reached	\$ 1,793,643
Discount rate	3.39%
Discounted cost	\$898,631
Expected year capacity will be reached	2037
Capacity (m3):	
Used to date	216,776
Remaining	290,543
Total	507,319
Percent utilized	43%
Liability based on the percentage used	\$ 383,982

East Landfill	2018
Estimated closure and post-closure costs over 13 years after capacity is reached	\$ 3,391,429
Discount rate	3.39%
Discounted cost	\$2,227,026
Expected year capacity will be reached	2030
Capacity (m3):	
Used to date	1,159,810
Remaining	421,899
Total	1,581,709
Percent utilized	73%
Liability based on the percentage used	\$ 1,632,998

16. 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%.

17. 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

18. EQUITY IN PROPERTY DEVELOPMENT:

Capital infrastructure, initially paid for by the City, valued at \$4,975,851 will be reimbursed to the City through a third party agreement.

19. EQUITY IN TANGIBLE CAPITAL ASSETS:

In 2018, adjustments were recorded during the year to correct the prior period value of the assets of the City of Swift Current.

20. 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.

21. CONTRIBUTED CAPITAL:

In 2018, contributed tangible capital assets were recorded by the City of Swift Current, as a result of an ownership transfer through agreements with third parties.

22. COMMITMENTS:

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.

2019 World Under 17 Hockey Challenge:

On December 7, 2018, the City of Swift Current entered into an agreement with Hockey Canada, Hockey Alberta and Saskatchewan Hockey Association, the City of Medicine Hat, the 2019 World Under 17 Host Organizing Committee, and Medicine Hat Minor Hockey Association to co-host the 2019 World Under 17 Hockey Challenge tournament in Swift Current. The City of Swift Current has committed \$75,000 in cash to the Host Committee. The City of Swift Current has also committed to being responsible for any deficit and operating expenditures incurred by the Host Committee in respect of its organizing, managing and conducting of the 2019 World Under 17 Hockey Challenge to maximum value of \$550,000.

23. 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.

24. 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 12.5% of their salary and all other members contributed 9.0% of their salary to the plan. The City matches all the employee contributions to the plan. The employer cost in 2018 totaled \$1,277,981.

Based on the latest information available (December 31, 2017 Audited Financial Statements), the Municipal Employees Pension Plan had a surplus in the net assets available for benefits of \$454,177,000. This is based on the most recent actuarial valuation, completed December 31, 2016. The City's portion of this is not readily determinable.

25. BUDGET DATA:

The budget data presented in these financial statements is based upon the 2018 Operating Budget approved by Council on December 18, 2017. The schedule below reconciles the approved budget to the budget figures reported in these consolidated financial statements.

	Budget Amount
Revenues	
Operating budget	\$ 61,875,268
Plus:	
Gain (Loss) on disposal of tangible capital assets	(1,941)
Long Term Care	346,039
Total Revenue	<u>\$62,219,366</u>
Expenses	
Operating budget	\$ 61,875,268
Plus:	
Amortization expense	\$ 9,116,407
Capital maintenance expense	1,546,258
Long Term Care	<u>327,449</u>
Less:	10,990,114
Transfer to other funds and reserves	\$ (8,382,719)
Expenses capitalized	(38,356)
Debt principal payments	<u>(5,136,562)</u>
Total Expenses	<u>(13,557,637)</u> <u>\$59,307,745</u>
Surplus of Revenues over Expenses Before Other Capital Contributions	<u>\$ 2,911,621</u>
Senior Government Capital Grants/Transfers and Other Recoveries	<u>374,500</u>
Surplus (Deficit) of Revenues over Expenses	<u>\$ 3,286,121</u>

26. 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.

27. 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.

28. SUBSEQUENT EVENT:

On March 11, 2019, the City of Swift Current entered into a 30-year agreement with Saskatchewan Power Corporation which includes the transfer of waterline assets to the City of Swift Current from Saskatchewan Power Corporation. As well, this agreement also provides the terms under which Saskatchewan Power Corporation will pay annual maintenance costs to the City of Swift Current, along with setting the rates for water supply.

**Summary of Investments
For the Year Ended December 31, 2018**

	<u>Cost</u>	<u>Market Value</u>
<i>Securities</i>		
RBC A+ Investment Portfolio	\$ 7,516,676	\$ 7,354,291
RBC A+ Investment Portfolio	2,718,408	2,606,876
RBC Investment Portfolio	395,762	785,318
Comprehensive Community	208,700	208,700
	<u>10,839,545</u>	<u>10,955,185</u>
<i>Other Investments</i>		
Investment Holding Account	424,549	424,549
	<u>424,549</u>	<u>424,549</u>
Less Temporary Investments	<u>(830,321)</u>	<u>(819,945)</u>
	<u>\$ 10,433,773</u>	<u>\$ 10,559,789</u>
ALLOCATED TO FUNDS AS FOLLOWS		
<i>General Revenue Fund</i>		
Securities	\$ 9,514,651	\$ 9,640,666
Miscellaneous	424,549	424,549
	<u>9,939,200</u>	<u>10,065,215</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>(830,321)</u>	<u>(819,945)</u>
	<u>\$ 10,433,773</u>	<u>\$ 10,559,789</u>

**Schedule of Tangible Capital Assets
For Year Ended December 31, 2018**

	Land	Land Improvements	Buildings	Building Improvements	Operating Equipment	Heavy Equipment	Office Furniture & Equipment	Vehicles	Computer Software	Computer Hardware
Cost:										
Balance, Beginning 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
Acquisition of tangible capital assets	165,346	885,482	907,863	682,336	414,730	2,734,733	-	177,941	111,838	290,017
Disposal of tangible capital assets	(2,536)	(113,694)	-	(291,804)	(89,556)	(871,847)	-	(87,753)	-	(174,357)
Contributed tangible capital assets	38,538	177,078	16,108	-	-	-	-	-	-	-
Transfers from work-in-progress	53,804	1,104,276	350,737	(524,579)	(14,764)	299,200	-	14,764	-	89,622
Write down of tangible capital assets	-	-	-	-	-	-	-	-	-	-
Balance, End of Year	7,139,879	28,891,103	43,530,449	19,422,626	13,701,069	15,036,848	-	2,390,088	986,647	806,857
Accumulated Amortization:										
Balance, Beginning of Year	-	12,633,721	25,397,348	5,639,407	4,687,505	6,825,713	-	1,285,434	258,533	149,040
Annual amortization	-	855,698	1,123,745	882,303	687,777	905,958	-	185,546	85,251	142,844
Accumulated amortization on disposals	-	(87,956)	-	(94,952)	(85,508)	(741,991)	-	(87,753)	-	(174,357)
Accumulated amortization on transfers	-	-	-	-	-	-	-	-	-	-
Balance, End of Year	-	13,401,462	26,521,093	6,426,759	5,289,774	6,989,680	-	1,383,227	343,784	117,527
Net Book Value of Tangible Capital Assets	\$ 7,139,879	\$ 15,489,641	\$ 17,009,355	\$ 12,995,867	\$ 8,411,295	\$ 8,047,168	\$ -	\$ 1,006,861	\$ 642,863	\$ 689,330

	Roads	Bridges & Other Structures	Water Distribution	Waste Water System	Storm & Drainage System	Light & Power	Work-In-Progress	2018	2017
Cost:									
Balance, Beginning of Year	\$ 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
Acquisition of tangible capital assets	1,506,035	3,119	153,549	332,673	72,262	812,681	7,962,000	17,212,606	18,193,818
Disposal of tangible capital assets	(49,338)	-	(7,755)	(84)	(917)	-	-	(1,689,640)	(699,786)
Contributed tangible capital assets	-	-	-	-	-	-	-	231,724	2,905,884
Transfers from work-in-progress	2,267,026	-	1,397,935	785,869	520,749	718,693	(7,063,333)	-	-
Write down of tangible capital assets	-	-	-	-	-	-	-	-	-
Balance, End of Year	92,394,978	6,883,732	14,942,646	22,860,083	10,648,813	15,638,939	21,373,666	316,648,423	300,893,733
Accumulated Amortization:									
Balance, Beginning 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
Annual amortization	2,690,556	144,282	269,998	531,243	234,796	376,410	-	9,116,407	8,358,653
Accumulated amortization on disposals	(49,338)	-	(7,755)	(84)	(917)	-	-	(1,330,610)	(681,350)
Accumulated amortization on transfers	-	-	-	-	-	-	-	-	-
Balance, End of Year	57,905,162	1,889,320	5,712,989	9,955,548	3,426,570	6,964,489	-	146,327,383	138,541,587
Net Book Value of Tangible Capital Assets	\$ 34,489,816	\$ 4,994,412	\$ 9,229,657	\$ 12,904,535	\$ 7,222,243	\$ 8,674,450	21,373,666	\$ 170,321,039	\$ 162,352,146

**Schedule of Tangible Capital Assets By Function
For Year Ended December 31, 2018**

	Protective Services	General Government	Infrastructure & Operations	Land Development, Bylaw & Building	Community Services	Light & Power Utility	Water / Wastewater Utility	Solid Waste Utility	Work-In- Progress	2018	2017
Cost:											
Balance, Beginning 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
Acquisition of tangible capital assets	80,933	435,578	5,171,875	-	1,873,667	812,681	602,277	192,880	7,962,000	17,131,892	18,193,818
Disposal of tangible capital assets	-	(201,159)	(862,982)	-	(565,768)	-	(49,544)	(10,188)	-	(1,689,640)	(699,786)
Contributed tangible capital assets	-	-	-	-	312,438	-	-	-	-	312,438	2,905,884
Transfers of tangible capital assets	-	89,622	3,457,032	-	612,274	718,693	2,204,349	(18,638)	(7,063,333)	-	-
Write down of tangible capital assets	-	-	-	-	-	-	-	-	-	-	-
Balance, End of Year	6,029,974	2,736,141	132,170,575	3,058,964	57,356,901	19,488,947	69,267,414	5,165,840	21,373,666	316,648,423	300,893,733
Accumulated Amortization:											
Balance, Beginning 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
Annual amortization	186,264	273,241	3,896,549	116,924	2,196,096	509,261	1,785,462	152,610	-	9,116,407	8,358,653
Accumulated amortization on disposals	-	(201,159)	(733,126)	-	(344,265)	-	(41,872)	(10,188)	-	(1,330,610)	(681,350)
Accumulated amortization on transfers	-	-	-	-	-	-	4,970	(4,970)	-	-	-
Balance, End of Year	3,215,760	863,474	73,752,618	1,494,200	26,897,595	9,774,355	29,409,508	919,874	-	146,327,383	138,541,587
Net Book Value of Tangible Capital Assets	\$ 2,814,213	\$ 1,872,667	\$ 58,417,957	\$ 1,564,764	\$ 30,459,306	\$ 9,714,592	\$ 39,857,907	\$ 4,245,966	\$ 21,373,666	\$ 170,321,039	\$ 162,352,146

**Future Debt Charges
For the Year Ended December 31, 2018**

	2019		2020		2021		2022 to Maturity		Total	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
Bank Loans										
<i>General Revenue Fund</i>	\$ 2,776,678	\$ 1,364,914	\$ 2,854,907	\$ 1,258,047	\$ 2,859,782	\$ 1,139,626	\$ 29,300,743	\$ 6,025,729	\$ 37,792,110	\$ 9,788,317
<i>Water/Wastewater Fund</i>	1,751,124	848,970	1,826,051	768,792	1,879,417	682,362	14,229,726	2,978,353	19,686,317	5,278,478
<i>Solid Waste Fund</i>	481,266	88,204	475,547	76,550	458,466	64,321	1,873,122	363,621	3,288,401	592,697
<i>Property Sales Fund</i>	27,063	516,728	3,282,798	419,542	3,478,878	319,472	20,130,217	2,375,888	26,918,956	3,631,630
Total Bank Loans	\$ 5,036,131	\$ 2,818,817	\$ 8,439,302	\$ 2,522,932	\$ 8,676,543	\$ 2,205,781	\$ 65,533,808	\$ 11,743,592	\$ 87,685,784	\$ 19,291,122

**Tax Levies
For the Year Ended December 31, 2018**

	2018 Actual	2017 Actual
Gross Property Taxes Levied		
<i>General Municipal Taxes</i>		
Residential	\$ 10,695,038	\$ 9,533,611
Commercial / Industrial	6,794,527	5,754,760
Agricultural	77,865	69,142
	<u>17,567,430</u>	<u>15,357,513</u>
Supplemental Levy	61,424	(17,539)
Cancellations / Abatements	(57,746)	(82,952)
	<u>17,571,108</u>	<u>15,257,022</u>
Special Assessments	19,934	18,380
	<u>17,591,042</u>	<u>15,275,401</u>
Penalty	162,341	97,246
Grants in Lieu of Taxes	606,237	594,307
Discounts	(43,079)	(21,841)
Total Taxes for Municipal Purposes	<u>18,316,541</u>	<u>15,945,114</u>
<i>Taxes Levied for Long Term Care</i>		
Residential	256,410	253,611
Commercial / Industrial	69,313	68,893
	<u>325,723</u>	<u>322,504</u>
Supplementary Levy	2,389	477
Cancellations / Abatements	(58)	2,950
	<u>328,054</u>	<u>325,931</u>
Penalty	3,330	3,666
Grants in Lieu of Taxes	14,654	14,665
Discounts	1	-
Total Taxes for Long Term Care	<u>346,039</u>	<u>344,262</u>
<i>Taxes Levied for Local School Boards</i>		
Residential	5,550,838	5,520,872
Commercial / Industrial	1,933,907	1,852,847
Agricultural	3,085	2,777
	<u>7,487,830</u>	<u>7,376,496</u>
Supplementary Levy	33,518	1,845
Cancellations / Abatements	(26,015)	(14,694)
	<u>7,495,333</u>	<u>7,363,647</u>
Penalty	76,000	49,608
Grants in Lieu of Taxes	185,837	195,079
Total Taxes for Local School Boards	<u>7,757,170</u>	<u>7,608,334</u>
Total Gross Taxes	<u>\$ 26,419,750</u>	<u>\$ 23,897,709</u>

**Sales of Services
For the Year Ended December 31, 2018**

	2018	2017
	Actual	Actual
Sales of Services		
<i>General Government</i>		
Searches and Certificates	\$ 26,278	\$ 29,050
Airport Services	94,660	64,861
Cemetery	175,683	169,826
Cultural Facilities and Programs	349,439	297,550
Community Services (Schedule 15)	2,750,568	2,622,017
Transit Usage/Advertising	121,076	113,982
Emergency Services	113,840	125,593
Other	650	1,611
	<u>3,632,194</u>	<u>3,424,489</u>
<i>Light and Power</i>		
Sale of Energy	21,106,887	20,338,695
Reconnection and Transfer Fees	28,460	33,460
Temporary Connections	1,206	2,172
Pole Line Contacts	90,512	90,512
Utility Read Charge	29,496	29,544
Meter Reading for Sask Energy	16,979	16,646
Other Revenue	(24,139)	(8,856)
	<u>21,249,401</u>	<u>20,502,173</u>
<i>Waste Collection</i>		
Residential Garbage Collection	847,728	780,259
Landfill Charges	2,032,237	1,818,141
Agricultural Lease	3,422	3,355
Recycling	512,915	531,869
	<u>3,396,303</u>	<u>3,133,625</u>
<i>Water/Wastewater</i>		
Sale of Water and Wastewater	8,878,554	8,570,860
	<u>8,878,554</u>	<u>8,570,860</u>
<i>Rural Water Pipeline</i>		
Sale of Water	188,697	185,659
	<u>188,697</u>	<u>185,659</u>
Total Sale of Services	<u>\$ 37,345,148</u>	<u>\$ 35,816,806</u>

**Other Revenues and Recoveries
For the Year Ended December 31, 2018**

	2018	2017
	Actual	Actual
<hr/>		
Other Revenues and Recoveries		
<i>Other Revenue from Own Sources</i>		
Subdivision / Redevelopment Fees	\$ 5,857	\$ 3,765
Property Rentals	20,206	20,018
Investment Earnings	389,277	307,085
Late Payment Charges	115,090	205,416
Licenses and Permits	167,491	170,463
Cash Discounts	702	1,768
Provincial Sales Tax Commission	-	991
Bylaw Enforcements Fines and Fees	222,556	263,188
Compensation for Right of Way	461,639	408,408
	<hr/>	<hr/>
	1,382,819	1,381,101
	<hr/>	<hr/>
<i>Recovery of Costs</i>		
Workers Compensation Board	44,473	50,171
Fee Recoveries	40,450	40,416
Recovery of Costs	217,812	197,313
	<hr/>	<hr/>
	302,735	287,900
	<hr/>	<hr/>
Total Other Revenues and Recoveries	\$ 1,685,554	\$ 1,669,002
	<hr/>	<hr/>

**Senior Government Grants/Transfers and Other Recoveries
For the Year Ended December 31, 2018**

	<u>2018</u> <u>Actual</u>	<u>2017</u> <u>Actual</u>
OPERATING		
Grants and Transfers		
<i>Federal Government</i>		
Canadian Heritage	\$ 31,408	\$ 13,981
Canadian Museums	15,602	6,324
Summer Career Program	<u>35,626</u>	<u>37,930</u>
	<u>82,636</u>	<u>58,235</u>
<i>Provincial Government</i>		
Community Grant Program	107,281	107,281
Municipal Operating Grant	2,923,613	3,128,905
Community Share Grant Program	970,488	923,979
Saskatchewan Arts and Culture	98,180	123,388
Urban Connector Program	<u>62,852</u>	<u>62,852</u>
	<u>4,162,414</u>	<u>4,346,405</u>
<i>Other Grants & Transfers</i>		
School Access Grant	10,283	10,304
Other	100,188	156,366
Living Sky Community Development	<u>132,454</u>	<u>166,670</u>
	<u>242,925</u>	<u>166,670</u>
Total Operating	<u>4,487,975</u>	<u>4,571,310</u>
CAPITAL		
<i>Other Grants</i>		
Cypress Health Region	-	70,000
Saskatchewan Power	856,998	620,896
Naming Rights	56,349	58,125
Community Airport Partnership	46,500	15,000
Canadian Cowboys Association Finals Rodeo Committee	-	15,625
Saskatchewan Hockey Hall of Fame	24,100	5,000
Servicing Agreement	290,611	206,500
Rural Water Pipeline	3,500	127,673
Federation of Canadian Municipalities	45,455	4,545
New Building Canada Fund	-	76,586
Swift Current 57's	80,000	-
Agriculture & Agri Food Canada	22,470	-
Flood Mitigation	99,850	-
Swift Current Ag & Ex	21,946	-
Swift Current Broncos	36,000	-
Global Affairs Canada	<u>31,500</u>	<u>-</u>
	<u>1,615,280</u>	<u>1,199,950</u>
<i>Other Recoveries</i>		
Local Improvement Recovery	-	137,662
Other	<u>3,652</u>	<u>151,244</u>
	<u>3,652</u>	<u>288,905</u>
Total Capital	<u>1,618,932</u>	<u>1,488,856</u>
Total Grants/Transfers and Other Recoveries	<u>\$ 6,106,907</u>	<u>\$ 6,060,165</u>

**Protective Services
For the Year Ended December 31, 2018**

	<u>2018</u> <u>Actual</u>	<u>2017</u> <u>Actual</u>
Protective Services Expenses		
<i>Police Protection</i>		
R.C.M.P. Detachment	\$ 3,197,663	\$ 3,044,583
Police Station Maintenance	68,058	79,359
	<u>3,265,721</u>	<u>3,123,942</u>
<i>Fire Department</i>		
Administration	594,356	522,693
Operations	1,858,734	1,849,972
Auxiliary Firefighters	53,657	57,917
Vehicles / Equipment	209,117	201,953
Communications	27,820	27,928
Fire Station Maintenance	73,849	101,004
Life Safety	26,558	25,400
Staff Development	65,909	81,436
Training Ground	13,598	10,840
	<u>2,923,598</u>	<u>2,879,143</u>
<i>Emergency Preparedness</i>	<u>34,205</u>	<u>41,386</u>
Total Protective Services	<u>\$ 6,223,524</u>	<u>\$ 6,044,472</u>

**General Government
For the Year Ended December 31, 2018**

	2018 Actual	2017 Actual
	<u> </u>	<u> </u>
General Government Expenses		
<i>Council and Legislative Affairs</i>		
Mayor's Honorarium and Expenses	\$ 129,871	\$ 144,953
Councilors' Honorarium and Expenses	223,503	218,452
Legislative Public Relations	98,984	84,208
	<u>452,358</u>	<u>447,613</u>
<i>Administrative Government Services</i>		
Chief Administrative Officer's Office	347,448	336,344
Market Square	64,282	74,492
City Clerk's Office	181,128	176,391
Human Resources / Labour Relations	274,597	239,181
Human Resource Programs	145,374	161,890
Health and Safety	78,906	71,745
Common Services	58,246	65,472
Election	293	382
Events	84,592	5,152
Communications	164,404	284,099
	<u>1,399,269</u>	<u>1,415,147</u>
<i>Business Development and Tourism</i>		
Business Development	363,098	381,571
	<u>363,098</u>	<u>381,571</u>
<i>Finance / Treasury Services</i>		
Financial Management	387,232	439,491
Purchasing Department	36,470	28,638
Central Stores	142,242	134,348
Bank Charges and Interest	1,562,360	1,472,970
Taxation and Assessment Office	347,506	359,909
Insurance	36,065	31,405
Board of Revision	8,124	4,744
Western Canada Summer Games	-	600,000
Other	(204,354)	245,217
	<u>2,315,643</u>	<u>3,316,722</u>
<i>Information Technology</i>		
Administration / Development and Support	725,277	687,171
	<u>725,277</u>	<u>687,171</u>
<i>Cemeteries</i>		
Cemeteries Operations	260,623	246,729
	<u>260,623</u>	<u>246,729</u>
Total General Government	<u>\$ 5,516,268</u>	<u>\$ 6,494,952</u>

**Infrastructure and Operations
For the Year Ended December 31, 2018**

	<u>2018</u> <u>Actual</u>	<u>2017</u> <u>Actual</u>
Infrastructure and Operations Expenses		
<i>Engineering Department</i>		
Administration	\$ 381,159	\$ 441,881
Public Works	707,665	635,092
Service Centre	225,934	290,473
Service Garage	341,124	455,201
Recoveries	<u>(819,986)</u>	<u>(817,610)</u>
	<u>835,896</u>	<u>1,005,037</u>
<i>Transportation Operations</i>		
Common Services	427,408	445,976
Snow and Ice Control	435,623	413,954
Gravel Maintenance	194,026	154,549
Ditch Mowing and Maintenance	25,385	23,159
Paved Street Maintenance	2,113,253	1,973,307
Street Cleaning	244,756	271,936
Sidewalk Maintenance	910,255	763,701
Barricades	25,395	22,672
Traffic Signs	170,628	200,285
Pavement Markings	69,957	64,231
Off Street Parking	28,571	897
Bridges	113,975	54,543
Traffic Lights	50,083	74,447
Promotion	<u>14,829</u>	<u>25,738</u>
	<u>4,824,145</u>	<u>4,489,395</u>
<i>Storm Sewer and Drainage</i>		
Storm Sewers	321,985	257,441
Drainage Ditches and Culverts	98,277	46,396
Catch Basins	<u>134,234</u>	<u>95,629</u>
	<u>554,495</u>	<u>399,466</u>
<i>Public Transit System</i>		
Transit Operations	658,691	657,656
Airport Services	<u>534,459</u>	<u>482,843</u>
	<u>1,193,150</u>	<u>1,140,500</u>
Total Infrastructure and Operations	<u>\$ 7,407,686</u>	<u>\$ 7,034,399</u>

**Land Development, Bylaw and Building Services
For the Year Ended December 31, 2018**

	<u>2018 Actual</u>	<u>2017 Actual</u>
Land Development, Bylaw and Building Services Expenses		
<i>Land Development and Bylaw</i>		
Planning & Bylaw Services	\$ 691,218	\$ 656,823
City Hall	<u>236,226</u>	<u>233,925</u>
	<u>927,445</u>	<u>890,748</u>
<i>Building Services</i>	<u>124,077</u>	<u>124,316</u>
Total Land Development, Bylaw and Building Services	<u>\$ 1,051,522</u>	<u>\$ 1,015,063</u>

**Community Services
For the Year Ended December 31, 2018**

	<u>2018</u> <u>Actual</u>	<u>2017</u> <u>Actual</u>
Community Services Expenses		
General and Administrative Expenses	\$ 855,647	\$ 771,652
Swimming Facilities	1,194,064	1,128,038
Indoor Ice Facilities	2,948,628	2,667,210
Multipurpose and Leisure Facilities	940,100	947,666
Parks, Playgrounds, and Equipment	2,346,042	2,053,583
Chinook Golf Course	941,808	955,347
Community Programs	271,883	257,567
Cultural Services	2,153,727	2,059,228
Total Community Services	<u>\$ 11,651,899</u>	<u>\$ 10,840,291</u>

Light and Power
For the Year Ended December 31, 2018

	2018	2017
	Actual	Actual
	<u> </u>	<u> </u>
Light and Power Expenses		
Administration	\$ 704,423	\$ 664,662
Electrical Energy Purchased	11,310,092	11,101,475
General Operating	1,251,227	1,307,811
Street Lighting	406,936	400,044
Substations	117,735	142,284
Transformer Oil Management	12,204	40
Tools and Supplies	35,243	33,616
Building Operation	8,906	17,552
Traffic Lights	-	186
Utility Billing	1,102,300	907,465
Bad Debt Allowance	21,000	21,000
Line Repair and Maintenance	54,344	105,033
Service Metering	50,879	37,704
Equipment Costs	203,505	216,764
Saskatchewan Power Rate Review	110,966	7,398
Total Light and Power	<u>\$ 15,389,760</u>	<u>\$ 14,963,034</u>

**Water/Wastewater and Waste Collection Utility
For the Year Ended December 31, 2018**

	<u>2018</u> <u>Actual</u>	<u>2017</u> <u>Actual</u>
Water/Wastewater and Waste Collection Utility Expenses		
<i>Water/Wastewater Utility Expenses</i>		
Water Treatment Plant	\$ 2,213,198	\$ 1,954,663
Common Services	473,735	425,325
Debt Interest	-	977,897
Distribution Costs	857,897	878,978
Reservoirs and Booster Stations	151,916	154,350
Repairs and Maintenance	293,563	338,101
Administration	1,822,393	903,467
Treatment and Collection	1,863,832	1,823,317
Lift Stations	407,456	389,976
	<u>8,083,989</u>	<u>7,846,072</u>
<i>Rural Water Pipeline</i>		
Rural Water Pipeline	218,240	184,378
	<u>218,240</u>	<u>184,378</u>
<i>Waste Collection</i>		
Solid Waste Collection	1,344,166	1,128,524
Landfill Operation	950,985	803,272
Recycling	325,048	338,473
Waste Financial Charges	361,338	292,827
	<u>2,981,537</u>	<u>2,563,097</u>
Total Water/Waste Water and Waste Collection Utility	<u>\$ 11,283,766</u>	<u>\$ 10,593,548</u>

**Community Services Revenues
For the Year Ended December 31, 2018**

	<u>2018</u> <u>Actual</u>	<u>2017</u> <u>Actual</u>
Community Services Revenues		
Aquatic Centre	\$ 325,037	\$ 310,424
Fairview Pool	74,059	73,399
I-Plex	589,220	467,392
Fairview Arena	371,928	412,243
Lt Col Clifton Centre	50,219	50,102
Kinetic Park	322,475	315,272
Summer/Winter Programs	172,806	115,532
Parks, Playgrounds and Equipment	80,753	90,302
Chinook Golf Course	741,664	780,230
Dickson Community Centre	22,407	7,120
Total Community Services	<u>\$ 2,750,568</u>	<u>\$ 2,622,017</u>