

**TOWN OF LA RONGE**

***FINANCIAL STATEMENTS***

***December 31, 2018***



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## INDEPENDENT AUDITOR'S REPORT

To Mayor and Council of  
The Town of La Ronge

### Report on the Audit of the Financial Statements

#### Opinion

We have audited the financial statements of the Town of La Ronge (the "Town"), which comprise the consolidated statement of financial position as at December 31, 2018, and the consolidated statements of operations and annual surplus, change in net financial assets and cash flow for the year then ended, and notes to the financial statements, including a summary of significant accounting policies (collectively referred to as the "financial statements").

In our opinion, the accompanying financial statements present fairly, in all material respects, the consolidated financial position of the Town as at December 31, 2018, and the results of its consolidated operations, changes in consolidated net financial assets, and its consolidated cash flows for the year then ended in accordance with Canadian public sector accounting standards ("PSAS").

#### Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards ("Canadian GAAS"). Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Town 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.

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

Management is responsible for the preparation and fair presentation of the financial statements in accordance with PSAS, 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 Town'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 Town or to cease operations, or has no realistic alternative but to do so.

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

## **Auditor's Responsibilities for the Audit of the 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 GAAS 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 GAAS, 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 Town'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 Town'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 Town 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.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Town to express an opinion on the financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

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.

*Deloitte LLP*

Chartered Professional Accountants  
November 27, 2019

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

	2018	2017 (restated - see Note 16)
<b>ASSETS</b>		
<b>Financial Assets</b>		
Cash (Note 2)	1,928,613	1,810,984
Taxes Receivable - Municipal (Note 3)	260,164	311,983
Other Accounts Receivable (Note 4)	1,218,646	2,377,002
Land for Resale (Note 5)	422,218	422,218
Investments (Note 6)	9,159,577	7,204,364
<b>Total Financial Assets</b>	<b>12,989,218</b>	<b>12,126,551</b>
<b>LIABILITIES</b>		
Accounts Payable	886,549	417,603
Accrued Liabilities Payable	168,146	199,731
Deferred Revenue (Note 7)	401,874	413,052
Accrued Landfill Costs (Note 8)	555,868	545,934
Long-Term Debt (Note 10)	-	240,000
<b>Total Liabilities</b>	<b>2,012,437</b>	<b>1,816,320</b>
<b>NET FINANCIAL ASSETS</b>	<b>10,976,781</b>	<b>10,310,231</b>
<b>Non-Financial Assets</b>		
Tangible Capital Assets (Schedule 6, 7)	19,526,576	19,674,132
Prepayments and Deferred Charges	203,214	55,433
Stock and Supplies	136,062	32,164
Deferred Loss (Note 13)	1,024,164	1,116,661
<b>Total Non-Financial Assets</b>	<b>20,890,016</b>	<b>20,878,390</b>
<b>Accumulated Surplus (Schedule 8)</b>	<b>31,866,797</b>	<b>31,188,621</b>

*Commitments and subsequent events (Note 11)*  
*Contingent liabilities (Note 12)*

Approved on behalf of the Mayor and Council

..... Mayor

 .....

Councilor

See accompanying notes.

**Town of La Ronge**  
**Consolidated Statement of Operations and Annual Surplus**  
**As at December 31, 2018**

	<b>2018 Budget</b>	<b>2018</b>	2017 (restated - see Note 16)
	(Note 15)		
<b>Revenues</b>			
Taxes and Other Unconditional Revenue (Schedule 1)	4,113,086	4,141,778	4,181,683
Fees and Charges (Schedule 4, 5)	2,159,449	2,703,232	2,430,034
Conditional Grants (Schedule 4, 5)	444,639	623,209	385,226
Tangible Capital Asset Sales - Gain (Schedule 4, 5)	-	5,000	2,700
Land Sales - Gain (Schedule 4, 5)	120,000	112,000	190,739
Investment Income and Commissions (Schedule 4, 5)	106,000	100,918	128,258
Other Revenues (Schedule 4, 5)	55,700	86,291	115,977
<b>Total Revenues</b>	<b>6,998,874</b>	<b>7,772,428</b>	<b>7,434,617</b>
<b>Expenses</b>			
General Government Services (Schedule 3)	756,614	1,224,760	759,344
Protective Services (Schedule 3)	1,052,562	920,551	811,264
Transportation Services (Schedule 3)	1,140,678	1,708,766	4,390,981
Environmental and Public Health Services (Schedule 3)	334,480	798,273	257,592
Planning and Development Services (Schedule 3)	175,825	331,972	180,062
Recreation and Cultural Services (Schedule 3)	734,307	880,196	881,662
Utility Services (Schedule 3)	1,102,710	2,084,947	1,957,811
<b>Total Expenses</b>	<b>5,297,176</b>	<b>7,949,465</b>	<b>9,238,716</b>
<b>Excess of Revenues over Expenses before Other Capital Contributions</b>	<b>1,701,698</b>	<b>(177,037)</b>	<b>(1,804,099)</b>
Other Capital Contributions (Schedule 4, 5)	49,357	855,213	2,876,902
<b>Surplus of Revenues over Expenses</b>	<b>1,751,055</b>	<b>678,176</b>	<b>1,072,803</b>
Accumulated Surplus, Beginning of Year, as previously stated	-	31,725,619	30,651,819
Correction of error (Note 16)	-	(536,998)	(536,001)
<b>Accumulated Surplus, Beginning of Year</b>	<b>31,188,621</b>	<b>31,188,621</b>	<b>30,115,818</b>
<b>Accumulated Surplus, End of Year</b>	<b>32,939,676</b>	<b>31,866,797</b>	<b>31,188,621</b>

See accompanying notes.

**Town of La Ronge**  
**Consolidated Statement of Change in Net Financial Assets**  
**For the year ended December 31, 2018**

	<b>2018 Budget</b> (Note 15)	<b>2018</b>	2017 (restated - see Note 16)
<b>Surplus of Revenues over Expenses</b>	<b>1,751,055</b>	<b>678,176</b>	<b>1,072,803</b>
(Acquisition) of tangible capital assets	-	(1,027,177)	(807,597)
Amortization of tangible capital assets	-	1,174,733	1,176,369
Proceeds on disposal of tangible capital assets	-	5,000	2,700
(Gain) Loss on the disposal of tangible capital assets	-	(5,000)	(2,700)
Amortization of deferred loss	-	92,497	92,496
<b>Difference of capital expenses over expenditures</b>	<b>-</b>	<b>240,053</b>	<b>461,268</b>
(Acquisition) of supplies inventories	-	(103,898)	53,953
(Acquisition) of prepaid expense	-	-	-
Consumption of supplies inventory	-	-	-
Use of prepaid expense	-	(147,781)	1,257
<b>Surplus (Deficit) of expenses of other non-financial over expenditures</b>	<b>-</b>	<b>(251,679)</b>	<b>55,210</b>
<b>Change in Net Financial Assets</b>	<b>1,751,055</b>	<b>666,550</b>	<b>1,589,281</b>
<b>Net Financial Assets - Beginning of Year</b>	<b>-</b>	<b>10,310,231</b>	<b>8,720,950</b>
<b>Net Financial Assets - End of Year</b>	<b>1,751,055</b>	<b>10,976,781</b>	<b>10,310,231</b>

See accompanying notes.

**Town of La Ronge**  
**Consolidated Statement of Cash Flow**  
**For the year ended December 31, 2018**

	<b>2018</b>	2017 (restated - see Note 16)
<b>Cash provided by (used for) the following activities</b>		
<b>Operating:</b>		
Surplus	678,176	1,072,803
Amortization	1,174,733	1,176,369
(Gain) Loss on disposal of tangible capital assets	(5,000)	(2,700)
Amortization of deferred loss	92,497	92,496
	<u>1,940,406</u>	<u>2,338,968</u>
Change in assets/liabilities		
Taxes Receivable - Municipal	51,819	45,731
Other Accounts Receivable	1,158,356	(1,528,645)
Land for Resale	-	31,270
Accounts Payable	468,946	(613,233)
Accrued Liabilities Payable	(31,585)	(485)
Deferred Revenue	(11,178)	(509,916)
Accrued Landfill Costs	9,934	971
Stock and Supplies	(103,898)	53,953
Prepayments and Deferred Charges	(147,781)	1,257
<b>Net cash from operations</b>	<b>3,335,019</b>	<b>(180,129)</b>
<b>Capital:</b>		
Acquisition of Tangible Capital Assets	(1,027,177)	(807,597)
Proceeds from the Disposal of Tangible Capital Assets	5,000	2,700
<b>Net cash used for capital</b>	<b>(1,022,177)</b>	<b>(804,897)</b>
<b>Investing:</b>		
Long-Term Investments	(1,955,213)	904,168
<b>Net cash from (used for) investing</b>	<b>(1,955,213)</b>	<b>904,168</b>
<b>Financing:</b>		
Debt repaid	(240,000)	(172,487)
<b>Net cash used for financing</b>	<b>(240,000)</b>	<b>(172,487)</b>
<b>(Decrease) Increase in cash resources</b>	<b>117,629</b>	<b>(253,345)</b>
<b>Cash - Beginning of Year</b>	<u>1,810,984</u>	<u>2,064,329</u>
<b>Cash - End of Year</b>	<u><b>1,928,613</b></u>	<u><b>1,810,984</b></u>

See accompanying notes.

**Town of La Ronge**  
**Notes to the Consolidated Financial Statements**  
**For the year ended December 31, 2018**

**1. Significant accounting policies**

The consolidated financial statements of the Town of La Ronge ("Town") are prepared by management in accordance with Public Sector Accounting Standards ("PSAS"), as recommended by the Chartered Professional Accountants of Canada ("CPA Canada"). Significant aspects of the accounting policies are as follows:

- a) **Basis of accounting:** The financial statements are prepared using the accrual basis of accounting. The accrual basis of accounting recognizes revenues as they become available and measurable; expenses are recognized as they are incurred and measurable as a result of the receipt of goods and services and the creation of a legal obligation to pay.
- b) **Reporting Entity:** The financial statements consolidates the assets, liabilities and flow of resources of the Town. The entity is comprised of all of the organizations that are owned or controlled by the Town and are, therefore, accountable to Council for the administration of their financial affairs and resources. Entities included in these consolidated financial statements are as follows:

<u>Entity</u>	<u>Basis of Reporting</u>
Lac La Ronge Regional Water Corporation	22.27% Proportionate consolidation for capital
Lac La Ronge Regional Waste Management	43.24% Proportionate consolidation for operating
All inter-organization transactions and balances have been eliminated.	41.39% Proportionate consolidation

- c) **Collection of funds for other authorities:** Collection of funds by the Town for the school board are collected and remitted in accordance with relevant legislation.
- d) **Government Transfers:** Government transfers are recognized as either expenditures or revenues in the period that the events giving rise to the transfer occurred, as long as:
  - a) the transfer is authorized
  - b) eligibility criteria have been met if the transfer has eligibility criteria; and
  - c) a reasonable estimate of the amount can be made.

Unearned government transfer amounts received but not earned will be recorded as deferred revenue.  
 Earned government transfer amounts not received will be recorded as an accounts receivable.

- e) **Deferred Revenue - Fees and charges:** Certain user charges and fees are collected for which the related services have yet to be performed. Revenue is recognized in the period when the related expenses are incurred or services performed.
- f) **Local Improvement Charges:** Local improvement projects financed by frontage taxes recognize any prepayment charges as revenue in the period assessed.
- g) **Appropriated Reserves:** Reserves are established at the discretion of Council to designate surplus for future operating and capital transactions. Amounts so designated are described on Schedule 8.
- h) **Property Tax Revenue:** Property tax revenue is based on assessments determined in accordance with Saskatchewan legislation and the formulas, principles and rules in the Saskatchewan Assessment Manual. Tax mill rates are established annually by Council following the guidance of the Government of Saskatchewan. Tax revenues are recognized when the tax has been authorized by bylaw and the taxable event has occurred. Requisitions operate as a flow through and are excluded from municipal tax revenue.
- i) **Inventories:** Inventories of materials and supplies expected to be used by the Town are valued at the lower of cost or net realizable value. Inventories of land, materials and supplies held for resale are valued at the lower of cost or net realizable value. Cost is determined by the average cost method. Net realizable value is the estimated selling price in the ordinary course of business.



1. Significant accounting policies - continued

- j) **Tangible Capital Assets:** All tangible capital asset acquisitions or betterments made throughout the year are recorded at their acquisition cost. Tangible capital assets are written down when there is a permanent impairment in the assets value. Initial costs for tangible capital assets that were acquired and developed prior to 2009 were obtained via historical cost information or using current fair market values discounted by a relevant inflation factor back to the point of acquisition. Donated tangible capital assets received are recorded at their fair market value at the date of contribution. The tangible capital assets that are recognized at a nominal value are disclosed on Schedule 6. The cost of these tangible capital assets less any residual value are amortized over the asset's useful life using the straight-line method of amortization. Works of art and historical treasurers are property that has cultural, aesthetic or historical value that is worth preserving perpetually. Works of art and historical treasurers would not be recognized as tangible capital assets in government financial statements because a reasonable estimate of the future benefits associated with such property cannot be made. As such the existence of works of art and historical treasurers are disclosed on Schedule 6. The Town's tangible capital asset useful lives are estimated as follows:

<u>Asset</u>	<u>Useful Life</u>
<b>General Assets</b>	
Land	Indefinite
Land Improvements	5 to 20 Years
Buildings	10 to 50 Years
<b>Vehicles &amp; Equipment</b>	
Vehicles	5 to 10 Years
Machinery and Equipment	5 to 10 Years
<b>Infrastructure Assets</b>	
<b>Infrastructure Assets</b>	
Water & Sewer	50 to 60 Years
Road Network Assets	15 to 40 Years

**Government Contributions:** Government contributions for the acquisition of capital assets are reported as capital revenue and do not reduce the cost of the related asset.

**Capitalization of Interest:** The Town does not capitalize interest incurred while a tangible capital asset is under construction.

**Assets under Construction:** Assets under construction are not amortized until they are available for use.

- k) **Landfill Liability:** The town maintains a waste disposal site. The annual provision is reported as an expense and the accumulated provision is reported on the Consolidated Statement of Financial Position. Recommended disclosure is provided in Note 8.
- l) **Liability for Contaminated Sites:** Contaminated sites are a result of contamination being introduced into air, soil, water or sediment of a chemical, organic or radioactive material or live organism that exceeds an environmental standard. The liability is recorded net of any expected recoveries. A liability for remediation of contaminated sites is recognized when all the following criteria are met:
- a) an environmental standard exists;
  - b) contamination exceeds the environmental standard;
  - c) The municipality:
    - i. is directly responsible; or
    - ii. accepts responsibility;
  - d) it is expected that future economic benefits will be given up; and
  - e) a reasonable estimate of the expense can be made.
- m) **Measurement Uncertainty:** The preparation of financial statements in conformity with PSAS requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the consolidated financial statements, and the reported amounts of revenue and expenditures during the period. Key estimates include the collectability of accounts receivable, the useful lives of tangible capital assets, and landfill liability.

Certain amounts of grant funding recognized as receivable and revenue in the year are based on management's best estimates as to the extent of the eligibility of various expenditures under the various funding programs for which the Town has been approved. Final determination as to the actual amount of funding provided to the Town under certain of these funding programs are made by government based on their evaluation of reports/claims provided to them by the Town. It is possible, under certain funding programs for there to be differences between the amount of management's estimated funding earned under the programs and the actual funding received.

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

1. Significant accounting policies - continued

- m) **Basis of Segmentation/Segment Report:** Municipal services have been segmented by grouping activities that have similar service objectives (by function). Revenues that are directly related to the costs of the function have been attributed to each segment. Interest is allocated to functions based on the purpose of specific borrowings.

The segments (functions) are as follows:

**General Government:** The general government segment provides for the administration of the Town.

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

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

**Environmental and Public Health:** The environmental segment provides waste disposal and other environmental services. The public health segment provides for expenses related to public health services in the Town.

**Planning and Development:** The planning and development segment provides for neighborhood development and sustainability.

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

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

- t) **New Accounting Standards:** Effective January 1, 2018, the municipality adopted the following Canadian public sector accounting standards. The description of these changes and their impact on the consolidated financial statements is summarized:

**PS 2200 Related Party Disclosures** defines a related party and establishes disclosures required for related party transactions. Disclosure of information about related party transactions and the relationship underlying them is required when they have occurred at a value different from that which would have been arrived at if the parties were unrelated, and they have, or could have, a material financial effect on the consolidated financial statements.

The adoption of this standard has not resulted in any disclosure change.

**PS 3210 Assets** provides additional guidance for applying the definition of assets and establishing disclosure requirements for assets. Disclosure about the major categories of assets that are not recognized is required. When an asset is not recognized because a reasonable estimate cannot be made, the reason(s) for this should be disclosed.

The adoption of this standard has no impact on the consolidated financial statements.

**PS 3320 Contingent Assets** defines and establishes disclosure standards on the reporting and disclosure of possible assets that may arise from existing conditions or situations involving uncertainty. Disclosure is required when the occurrence of the confirming future event is likely.

The municipality does not have any reportable contingent assets.

**PS 3380 Contractual Rights** defines and establishes disclosure standards on contractual rights. Contractual rights are rights to economic resources arising from contracts or agreements that will result in both an asset and revenue in the future.

The municipality does not have any reportable contractual rights.

**PS 3420 Inter-Entity Transactions** establishes standards on how to account for and report transactions between public sector entities that comprise a government's reporting entity from both a provider and recipient perspective.

This standard has no impact on the consolidated financial statements.

Town of La Ronge  
Notes to the Consolidated Financial Statements  
For the year ended December 31, 2018

2. Cash	2018	2017
Cash	1,928,613	1,695,903
High Interest Savings	-	115,081
<b>Total Cash</b>	<b>1,928,613</b>	<b>1,810,984</b>

3. Taxes Receivable - Municipal	2018	2017
Municipal - Current	189,934	254,460
- Arrears	234,022	109,427
	423,956	363,887
- Less Allowance for Doubtful Accounts	(219,738)	(101,162)
Total municipal taxes receivable	204,218	262,725
School - Current	81,712	80,251
- Arrears	89,727	38,087
Total school taxes receivable	171,439	118,338
Frontage - Current	55,946	48,931
- Arrears	-	-
Total frontage taxes receivable	55,946	48,931
Total taxes and grants in lieu receivable	431,603	429,994
Deduct taxes receivable to be collected on behalf of other organizations	(171,439)	(118,011)
<b>Taxes Receivable - Municipal</b>	<b>260,164</b>	<b>311,983</b>

4. Other Accounts Receivable	2018	2017
Federal government	349,849	166,699
Provincial government	200,154	1,114,729
Utility	48,462	47,295
Trade	500,155	809,133
Frontage	192,786	223,265
Other	75,430	70,440
Total Other Accounts Receivable	1,366,836	2,431,561
Less Allowance for Doubtful Accounts	(148,190)	(54,559)
<b>Net Other Accounts Receivable</b>	<b>1,218,646</b>	<b>2,377,002</b>

**Town of La Ronge**  
**Notes to the Consolidated Financial Statements**  
**For the year ended December 31, 2018**

**5. Land for Resale**

	2018	2017
Tax Title Property	71,861	71,861
Allowance for market value adjustment	-	-
Net Tax Title Property	71,861	71,861
Other Land	350,357	350,357
Allowance for market value adjustment	-	-
Net Other Land	350,357	350,357
<b>Total Land for Resale</b>	<b>422,218</b>	<b>422,218</b>

**6. Investments**

	2018	2017
Conexus term deposits	9,155,961	7,200,346
Conexus non-redeemable equity	3,616	4,018
	<b>9,159,577</b>	<b>7,204,364</b>

Investments consist of term deposits with interest rates of 1.45% - 2.40%, maturing from April 2019 -August 2020.

**7. Deferred Revenue**

	2018	2017
<b>Gas tax - New Deal for Cities and Communities</b>		
Opening deferred gas tax revenue	-	470,973
Grant distributions	-	(470,973)
Ending deferred gas tax revenue	-	-
<b>Other Deferred Revenue</b>		
Frontage Tax	246,983	264,945
Water utility deposits	67,310	66,819
Prepaid water utility accounts	87,581	81,288
Total other deferred revenue	401,874	413,052
Prepaid taxes	-	-
<b>Total Deferred Revenue</b>	<b>401,874</b>	<b>413,052</b>

**Town of La Ronge**  
**Notes to the Consolidated Financial Statements**  
**For the year ended December 31, 2018**

**8. Accrued landfill liability**

In 2018 the municipality has accrued an overall liability for environmental matters in the amount of \$555,868 (2017 - \$545,934) which represents management's best estimate of this liability. By their nature, these estimates are subject to measurement uncertainty and the effect on the consolidated financial statements of changes in such estimates in future periods could be significant.

Included in environmental liabilities is \$555,868 (2017 - \$545,934) of the estimated total landfill closure and post-closure care expenses. The estimated liability for these expenses is recognized as the landfill site's capacity is used and the reported liability represents the portion of the estimated total expenses recognized as at December 31, 2018 based on the cumulative capacity used at that date, compared to the total estimated landfill capacity. Estimated total expenditures represent the sum of the discounted future cash flows for closure and post-closure care activities discounted at the municipality's average long-term borrowing rate of 2% (prior year - 2 %).

Landfill closure and post-closure care requirements have been defined in accordance with The Environmental Management and Protection Act and include final covering and landscaping of the landfill, pumping of ground water, methane gas and leachate management, and ongoing environmental monitoring, site inspection and maintenance. The reported liability is based on estimates and assumptions with respect to events extending over a 24-year period using the best information available to management. Future events may result in significant changes to the estimated total expense, capacity used or total capacity and the estimated liability, and would be recognized prospectively, as a change in estimate, when applicable.

The estimated remaining capacity of the landfill is 7% of its total estimated capacity and its estimated remaining life is 4 years (prior year – 5 years). The period for post-closure care is estimated to be 20 years (prior year – 20).

The unfunded liability for the landfill will be paid for by unappropriated surplus.

**9. Debt Due on Demand**

The Town has an authorized line of credit of \$250,000 with Conexus Credit Union. Interest is at prime (3.95% at December 31, 2018) and the line of credit is secured by an assignment of grants and receivables. As at December 31, 2018 \$nil (2017 - \$nil) was drawn.

**10. Long-term Debt**

a) The debt limit of the Town is \$3,581,573. The debt limit for a Town is the total amount of the Town's own source revenues for the preceding year (Municipalities Act section 161)

	2018	2017
b) Northern Municipal Trust Account project loan relates to a subdivision development. The loan is repayable on demand with arrangements for payments of \$120,000 semi-annually to Northern Municipal Trust Account. Payments are required when proceeds from land sales are realized. The loan was repaid in 2018 and bore no interest. (Note 11 c)	-	240,000
	-	240,000

**Town of La Ronge**  
**Notes to the Consolidated Financial Statements**  
**For the year ended December 31, 2018**

**11. Commitments and subsequent events**

- a) The Town has committed to a Fire Protection Services Agreement with the Northern Village of Air Ronge and the Lac La Ronge Indian Band. Each community has appointed two representatives to the Board of the joint entity and the Board has the authority to charge fees to the communities. The Northern Village of Air Ronge and the Lac La Ronge Indian Band have agreed to pay the Town their share, based on the per capita share set out in the agreement, of the fire department's operating expenses. The Town's per capita share is 43.24%. The agreement is in effect from January 1, 2007 to December 31, 2032. Upon withdrawal, the withdrawing party is entitled to receive a refund of its share (in cash) of the depreciated value of the capital assets as well as their share of the unspent capital fire equipment replacement reserve.
- b) The Town of La Ronge, the Northern Village of Air Ronge and the Lac La Ronge Indian Band all have agreed to contribute funds to the Lac La Ronge Regional Water Corporation (the "LLRRWC") through cost sharing. Beginning October 1, 2010 administrative and operating expense sharing changed to the Town of La Ronge 43.24%, the Northern Village of Air Ronge 16.44% and the Lac La Ronge Indian Band 40.32%. Operational, administrative and operating expenses will be evaluated every Canada census year according to population ratios.

Lease/ownership agreements and easements are in progress for the water treatment plant, the land area surrounding the water treatment plant, and utilities associated with the water treatment plant in the Town of La Ronge and the water treatment plant and associated land of the Northern Village of Air Ronge.

The following represents the financial position and results of operations of the Lac La Ronge Regional Water Corporation as at and for year ended December 31, 2018:

	<b>2018</b>	2017
Assets		
Cash	<b>1,320,016</b>	1,517,291
Other accounts receivable	<b>67,675</b>	127,255
Total financial assets	<b>1,387,691</b>	1,644,546
Liabilities		
Accounts payable	<b>52,419</b>	83,931
Total liabilities	<b>52,419</b>	83,931
Net financial assets	<b>1,335,272</b>	1,560,615
Non-financial assets		
Tangible capital assets	<b>11,735,570</b>	12,115,073
Prepayments and deferred charges	<b>44,939</b>	42,759
	<b>11,780,509</b>	12,157,832
Accumulated surplus	<b>13,115,781</b>	13,718,447
Revenue		
	<b>975,846</b>	980,699
Expenditures		
	<b>1,578,512</b>	1,572,713
Change in surplus	<b>(602,666)</b>	(592,014)

- c) The Town of La Ronge, the Northern Village of Air Ronge, Lac La Ronge Indian Band, Northern Revenue Sharing Trust and Saskatchewan Ministry of Parks, Culture & Sport all have agreed to contribute funds to the Lac La Ronge Regional Waste Management Corporation (the "Waste Management") through cost sharing. The operating expense sharing changed to the Town of La Ronge 41.39%, the Northern Village of Air Ronge 15.47%, Lac La Ronge Indian Band 37.61%, Northern Revenue Sharing Trust (4.17%) and Saskatchewan Ministry of Parks, Culture & Sport (1.36%). Operational, administrative and operating expenses will be evaluated every Canada census year according to population ratios.

**Town of La Ronge**  
**Notes to the Consolidated Financial Statements**  
**For the year ended December 31, 2018**

**11. Commitments and subsequent events - continued**

The following represents the financial position and results of operations of the Lac La Ronge Regional Waste Management Corporation as at and for year ended December 31, 2018:

	<b>2018</b>	2017
Assets		
Cash	<b>254,400</b>	148,966
Accounts receivable	<b>21,307</b>	274,814
Total financial assets	<b>275,707</b>	423,780
Liabilities		
Accounts payable	<b>144,113</b>	247,756
Landfill liability	<b>1,343,000</b>	1,319,000
Total liabilities	<b>1,487,113</b>	1,566,756
Net financial assets	<b>(1,211,406)</b>	(1,142,976)
Non-financial assets		
Tangible capital assets	<b>55,914</b>	62,127
Prepaid expenses	<b>-</b>	3,562
	<b>55,914</b>	65,689
Accumulated surplus	<b>(1,155,492)</b>	(1,077,287)
Revenue	<b>598,866</b>	535,205
Expenditures	<b>677,071</b>	556,832
Change in surplus	<b>(78,205)</b>	(21,627)

- d) The Town signed an initial agreement with the Northern Saskatchewan Administration District (the "District") as represented by the Minister of Municipal Affairs, for and on behalf of the Northern Municipal Trust Account (the "NMTA") on July 18, 2008. The agreement was the result of an application by the Town for a subdivision under the Northern Municipal Trust Account Subdivision Development Program. A superseding agreement was signed May 28, 2010.

Agreements for funding have been provided as follows:

NMTA approved funds	1,200,000
Town of La Ronge SIGI approved funds	<u>560,000</u>
Total project costs	1,760,000

Under the terms of the agreement, the Town has committed to the subdivision of thirty lots, the cost of which will be paid for by the District up to the maximum of \$1,200,000. This amount is required to be repaid by the Town in semi-annual installments of \$120,000 with no interest attached. The project was completed in 2012, with payments commencing in 2012.

The town has committed to paying for any costs exceeding \$1,200,000. Payments are to be made in bi-monthly disbursements or the Town would be required to cancel the project with an obligation to reimburse the District for any funds expended.

During the course of the project, the related land to be subdivided has been transferred to the District for consideration of \$1. If a scheduled payment is not remitted by the Town the payment will be deducted from the Town's Northern Municipal operating grant. Any payments received on lot sales by the District will be credited towards the scheduled payments due by the Town.

- e) The Town has committed to the cost sharing of the total project costs to upgrade and purchase generators for the lift stations with a total estimated cost of \$3,700,000. The Town will be responsible for 1/12 of the estimated cost, equaling \$308,333. Total costs incurred to December 31, 2018 are \$3,621,098 (2017 - \$3,574,572) of which \$301,758 (2017 - \$297,881) was paid by the Town as at December 31, 2018

**Town of La Ronge**  
**Notes to the Consolidated Financial Statements**  
**For the year ended December 31, 2018**

**13. Deferred Loss**

In 2011, the Town transferred tangible capital assets with a net carrying amount of \$2,268,412 to LLRRWC for nominal proceeds. The Town's 22.27% share of the asset amounts to \$505,174 and the amount was eliminated against the investment in capital assets belonging to LLRRWC. The remaining 77.73% of the carrying amount resulted in a deferred loss which is being amortized over the useful life of the capital assets that were contributed. The amount of the loss recognized in 2018 was \$92,496 (2016 - \$92,496).

**14. New Standards and Amendments to Standards**

**Standards and amendments effective for financial statements after January 1, 2018:**

- PS 3430, Restructuring Transactions
- PS 1201, Financial Statement Presentation
- PS 2601, Financial Currency Translation
- PS 3041, Portfolio Investments
- PS 3450, Financial Instruments
- PS 3280, Assets Retirement Obligations
- PS 3400, Revenue

**15. Budget Figures**

The budgeted figures were approved by the Mayor and Council on July 25, 2018.

**16. Correction of error**

The comparative figures as at December 31, 2017 and for the year then ended have been restated to correct the error in calculation of the landfill decommissioning liability.

The restatement resulted in an increase in landfill liability as at December 31, 2017 by \$536,998; increase in expense for provision for landfill liability for the year ended December 31, 2017 by \$1,697; an increase in accumulated deficit by \$536,001 and \$536,998, as at December 31, 2017 and January 1, 2017, respectively.

In addition to the above, the statement of changes in net debt, statement of cashflows and the notes to the financial statements have been adjusted accordingly.



**Town of La Ronge**  
**Schedule of Taxes and Other Unconditional Revenue**  
**For the year ended December 31, 2018**

Schedule 1

	2018 Budget	2018	2017 (restated - see Note 16)
<b>TAXES</b>			
General municipal tax levy	2,092,962	2,092,962	2,147,225
Abatements and adjustments	10,000	839	(9,822)
Discount on current year taxes	(100,000)	(94,422)	(92,060)
<b>Net Municipal Taxes</b>	<b>2,002,962</b>	<b>1,999,379</b>	<b>2,045,343</b>
Trailer license fees	7,000	5,919	7,084
Penalties on tax arrears	34,000	41,221	37,083
<b>Total Taxes</b>	<b>2,043,962</b>	<b>2,046,519</b>	<b>2,089,510</b>
<b>UNCONDITIONAL GRANTS</b>			
Equalization (Revenue Sharing)	1,683,483	1,583,909	1,723,550
<b>Total Unconditional Grants</b>	<b>1,683,483</b>	<b>1,583,909</b>	<b>1,723,550</b>
<b>GRANTS IN LIEU OF TAXES</b>			
Federal	-	21,228	25,219
Provincial			
Other	326,641	194,310	141,518
Other Government Transfers			
S.P.C. Surcharge	-	204,590	201,886
Sask Energy Surcharge	59,000	9,481	-
Other	-	81,741	-
<b>Total Grants in Lieu of Taxes</b>	<b>385,641</b>	<b>511,350</b>	<b>368,623</b>
<b>TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE</b>	<b>4,113,086</b>	<b>4,141,778</b>	<b>4,181,683</b>

Town of La Ronge  
 Schedule of Operating and Capital Revenue by Function  
 For the year ended December 31, 2018

Schedule 2 -1

	2018 Budget	2018	2017 (restated - see Note 16)
<b>GENERAL GOVERNMENT SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
- Other (rentals, permits)	4,100	4,422	66,575
Total Fees and Charges	4,100	4,422	66,575
- Tangible capital asset sales - gain (loss)	-	5,000	2,700
- Land sales - gain	120,000	112,000	190,739
- Investment income and commissions	106,000	100,918	128,258
- Other	55,700	79,263	115,977
Total Other Segmented Revenue	285,800	301,603	504,249
<b>Total Operating</b>	<b>285,800</b>	<b>301,603</b>	<b>504,249</b>
<b>Total Capital</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total General Government Services</b>	<b>285,800</b>	<b>301,603</b>	<b>504,249</b>

<b>PROTECTIVE SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
- Other	32,580	109,172	26,125
Total Fees and Charges	32,580	109,172	26,125
Total Other Segmented Revenue	32,580	109,172	26,125
Conditional Grants			
- Local government	420,112	-	-
- Other	-	344,810	336,669
Total Conditional Grants	420,112	344,810	336,669
<b>Total Operating</b>	<b>452,692</b>	<b>453,982</b>	<b>362,794</b>
<b>Total Capital</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Protective Services</b>	<b>452,692</b>	<b>453,982</b>	<b>362,794</b>

Town of La Ronge  
 Schedule of Operating and Capital Revenue by Function  
 For the year ended December 31, 2018

Schedule 2 - 2

		2018 Budget	2018	2017 (restated - see Note 16)
<b>TRANSPORTATION SERVICES</b>				
<b>Operating</b>				
Other Segmented Revenue				
Fees and Charges				
- Custom work	7,000	9,653	32,898	
- Sales of supplies	500	1,118	175	
- Frontage	37,660	23,962	44,493	
- Other (airport)	419,856	414,679	568,167	
Total Fees and Charges	465,016	449,412	645,733	
Total Other Segmented Revenue	465,016	449,412	645,733	
Total Conditional Grants	-	-	-	
<b>Total Operating</b>	<b>465,016</b>	<b>449,412</b>	<b>645,733</b>	
<b>Capital</b>				
Conditional Grants				
- Gas Tax	-	-	891,201	
- Canada/Sask Municipal Rural Infrastructure Fund	-	300,981	949,536	
<b>Total Capital</b>	<b>-</b>	<b>300,981</b>	<b>1,840,737</b>	
<b>Total Transportation Services</b>	<b>465,016</b>	<b>750,393</b>	<b>2,486,470</b>	

**ENVIRONMENTAL AND PUBLIC HEALTH SERVICES**

<b>Operating</b>				
Other Segmented Revenue				
Fees and Charges				
- Waste and Disposal Fees	187,000	588,928	186,984	
- Other	1,050	16,586	880	
Total Fees and Charges	188,050	605,514	187,864	
Total Other Segmented Revenue	188,050	605,514	187,864	
Conditional Grants				
- Other	2,527	269,650	4,522	
Total Conditional Grants	2,527	269,650	4,522	
<b>Total Operating</b>	<b>190,577</b>	<b>875,164</b>	<b>192,386</b>	
<b>Capital</b>				
<b>Total Capital</b>	<b>-</b>	<b>-</b>	<b>-</b>	
<b>Total Environmental and Public Health Services</b>	<b>190,577</b>	<b>875,164</b>	<b>192,386</b>	

Town of La Ronge  
 Schedule of Operating and Capital Revenue by Function  
 For the year ended December 31, 2018

Schedule 2 - 3

	2018 Budget	2018	2017 (restated - see Note 16)
<b>PLANNING AND DEVELOPMENT SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
- Maintenance and Development Charges	-	-	-
- Other	43,715	81,623	41,782
Total Fees and Charges	43,715	81,623	41,782
- Tangible capital asset sales - gain (loss)	-	-	-
- Other	-	-	-
Total Other Segmented Revenue	43,715	81,623	41,782
Conditional Grants			
- Student Employment	-	-	-
- Other	-	-	-
Total Conditional Grants	-	-	-
<b>Total Operating Capital</b>	<b>43,715</b>	<b>81,623</b>	<b>41,782</b>
Conditional Grants			
- Gas Tax	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other	-	-	-
<b>Total Capital</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Planning and Development Services</b>	<b>43,715</b>	<b>81,623</b>	<b>41,782</b>

**RECREATION AND CULTURAL SERVICES**

<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
- Other	79,138	87,666	92,791
Total Fees and Charges	79,138	87,666	92,791
Total Other Segmented Revenue	79,138	87,666	92,791
Conditional Grants			
- Other	22,000	8,749	44,035
Total Conditional Grants	22,000	8,749	44,035
<b>Total Operating Capital</b>	<b>101,138</b>	<b>96,415</b>	<b>136,826</b>
Conditional Grants			
- Other	49,357	69,727	93,427
<b>Total Capital</b>	<b>49,357</b>	<b>69,727</b>	<b>93,427</b>
<b>Total Recreation and Cultural Services</b>	<b>150,495</b>	<b>166,142</b>	<b>230,253</b>

Town of La Ronge  
 Schedule of Operating and Capital Revenue by Function  
 For the year ended December 31, 2018

Schedule 2 - 4

		2018 Budget	2018	2017 (restated - see Note 16)
<b>UTILITY SERVICES</b>				
<b>Operating</b>				
	Other Segmented Revenue			
	Fees and Charges			
	- Water	647,000	654,371	681,363
	- Sewer	690,200	698,121	690,990
	- Other	9,650	12,931	(3,189)
	Total Fees and Charges	1,346,850	1,365,423	1,369,164
	- Other	-	6,947	-
	Total Other Segmented Revenue	1,346,850	1,372,370	1,369,164
	Total Conditional Grants	-	-	-
<b>Total Operating</b>		<b>1,346,850</b>	<b>1,372,370</b>	<b>1,369,164</b>
<b>Capital</b>				
	Conditional Grants			
	- Sask Water Corp.	-	85,856	-
	- Other (cost sharing subsidy, regional water system)	-	398,649	942,738
<b>Total Capital</b>		<b>-</b>	<b>484,505</b>	<b>942,738</b>
<b>Total Utility Services</b>		<b>1,346,850</b>	<b>1,856,875</b>	<b>2,311,902</b>
<b>TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION</b>		<b>2,935,145</b>	<b>4,485,782</b>	<b>6,129,836</b>
<b>SUMMARY</b>				
	Total Other Segmented Revenue	2,441,149	3,007,360	2,867,708
	Total Conditional Grants	444,639	623,209	385,226
	Total Capital Grants and Contributions	49,357	855,213	2,876,902
<b>TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION</b>		<b>2,935,145</b>	<b>4,485,782</b>	<b>6,129,836</b>

**Town of La Ronge**

**Total Expenses by Function**

**For the year ended December 31, 2018**

Schedule 3 - 1

	<b>2018 Budget</b>	<b>2018</b>	2017 (restated - see Note 16)
<b>GENERAL GOVERNMENT SERVICES</b>			
Council remuneration, benefits and travel	112,081	108,730	111,236
Wages and benefits	281,603	320,550	332,600
Professional/Contractual services	226,650	287,679	181,274
Utilities	36,930	16,403	26,334
Maintenance, materials and supplies	88,650	138,723	40,954
Amortization	-	61,018	61,019
Interest	700	2,721	3,787
Allowance for doubtful accounts	-	212,208	(7,860)
Other	10,000	76,728	10,000
<b>Total Government Services</b>	<b>756,614</b>	<b>1,224,760</b>	<b>759,344</b>
<b>PROTECTIVE SERVICES</b>			
<b>Police protection</b>			
Wages and benefits	43,660	65,722	41,108
Professional/Contractual services	380,103	202,494	196,608
Utilities	8,800	6,149	8,602
Maintenance, material and supplies	1,850	3,218	1,039
<b>Fire protections</b>			
Wages and benefits	365,544	371,273	319,892
Professional/Contractual services	105,691	83,446	80,481
Utilities	18,320	17,821	19,159
Maintenance, material and supplies	113,594	97,328	80,735
Amortization	-	58,100	58,112
Other (animal control)	15,000	15,000	5,528
<b>Total Protective Services</b>	<b>1,052,562</b>	<b>920,551</b>	<b>811,264</b>
<b>TRANSPORTATION SERVICES</b>			
Wages and benefits	608,568	627,236	596,405
Professional/Contractual Services	191,717	252,726	2,883,527
Utilities	151,277	158,962	147,941
Maintenance, materials, and supplies	189,116	174,004	269,754
Amortization	-	495,838	493,354
<b>Total Transportation Services</b>	<b>1,140,678</b>	<b>1,708,766</b>	<b>4,390,981</b>

**Town of La Ronge**

**Total Expenses by Function**

**For the year ended December 31, 2018**

Schedule 3 - 2

	<b>2018 Budget</b>	<b>2018</b>	2017 (restated - see Note 16)
<b>ENVIRONMENTAL AND PUBLIC HEALTH SERVICES</b>			
Wages and benefits	60,150	580,894	59,550
Professional/Contractual services	145,330	8,010	145,457
Maintenance, materials and supplies	20,000	147,418	8,794
Amortization	-	27,402	24,828
Other	109,000	34,549	18,963
<b>Total Environmental and Public Health Services</b>	<b>334,480</b>	<b>798,273</b>	<b>257,592</b>
<b>PLANNING AND DEVELOPMENT SERVICES</b>			
Wages and benefits	-	89,008	-
Professional/Contractual Services	58,325	120,479	62,562
Grants and contributions - Operating	117,500	115,081	117,500
Other	-	7,404	-
<b>Total Planning and Development Services</b>	<b>175,825</b>	<b>331,972</b>	<b>180,062</b>
<b>RECREATION AND CULTURAL SERVICES</b>			
Wages and benefits	454,022	458,643	455,139
Professional/Contractual services	130,385	139,813	126,188
Utilities	100,750	112,596	97,987
Maintenance, materials and supplies	43,650	68,998	101,147
Grants and contributions - Operating	5,500	5,000	5,500
Amortization	-	95,146	95,701
<b>Total Recreation and Cultural Services</b>	<b>734,307</b>	<b>880,196</b>	<b>881,662</b>

**Town of La Ronge**  
**Total Expenses by Function**  
**For the year ended December 31, 2018**

Schedule 3 - 3

	<b>2018 Budget</b>	<b>2018</b>	2017 (restated - see Note 16)
<b>UTILITY SERVICES</b>			
Wages and benefits	312,435	382,276	353,251
Professional/Contractual services	558,175	450,812	848,150
Utilities	67,100	522,659	111,912
Maintenance, materials and supplies	165,000	199,475	108,647
Amortization	-	437,229	443,355
Other (Amortization of loss - WTP)	-	92,496	92,496
<b>Total Utility Services</b>	<b>1,102,710</b>	<b>2,084,947</b>	<b>1,957,811</b>
<b>TOTAL EXPENSES BY FUNCTION</b>	<b>5,297,176</b>	<b>7,949,465</b>	<b>9,238,716</b>



**Town of La Ronge**  
**Schedule of Segment Disclosure by Function (Current Year Budget)**  
**For the year ended December 31, 2018**

Schedule 4-1

	<b>General Government</b>	<b>Protective Services</b>	<b>Transportation Services</b>	<b>Environmental &amp; Public Health</b>	<b>Planning and Development</b>	<b>Recreation and Culture</b>	<b>Utility Services</b>	<b>Total</b>
<b>Revenues (Schedule 2)</b>								
Tangible Capital Asset Sales - Gain	-	-	-	-	-	-	-	-
Land Sales - Gain	120,000	-	-	-	-	-	-	120,000
Investment Income and Commissions	106,000	-	-	-	-	-	-	106,000
Other Revenues	55,700	-	-	-	-	-	-	55,700
Grants - Conditional	-	420,112	-	2,527	-	22,000	-	444,639
- Capital	-	-	-	-	-	49,357	-	49,357
<b>Total revenues</b>	<b>285,800</b>	<b>452,692</b>	<b>465,016</b>	<b>190,577</b>	<b>43,715</b>	<b>150,495</b>	<b>1,346,850</b>	<b>2,935,145</b>
<b>Expenses (Schedule 3)</b>								
Council Remuneration, Benefits and Travel	112,081	-	-	-	-	-	-	112,081
Wages & Benefits	281,603	409,204	608,568	60,150	-	454,022	312,435	2,125,982
Professional/ Contractual Services	226,650	485,794	191,717	145,330	58,325	130,385	558,175	1,796,376
Utilities	36,930	27,120	151,277	-	-	100,750	67,100	383,177
Maintenance Materials and Supplies	88,650	115,444	189,116	20,000	-	43,650	165,000	621,860
Grants and Contributions	-	-	-	-	117,500	5,500	-	123,000
Amortization	-	-	-	-	-	-	-	-
Interest	700	-	-	-	-	-	-	700
Other	10,000	15,000	-	109,000	-	-	-	134,000
<b>Total expenses</b>	<b>756,614</b>	<b>1,052,562</b>	<b>1,140,678</b>	<b>334,480</b>	<b>175,825</b>	<b>734,307</b>	<b>1,102,710</b>	<b>5,297,176</b>
<b>Surplus (Deficit) by Function</b>	<b>(470,814)</b>	<b>(599,870)</b>	<b>(675,662)</b>	<b>(143,903)</b>	<b>(132,110)</b>	<b>(583,812)</b>	<b>244,140</b>	<b>(2,362,031)</b>
Taxation and other unconditional revenue (Schedule 1)								4,113,086
<b>Net Surplus (Deficit)</b>								<b>1,751,055</b>

Town of La Ronge  
Schedule of Segment Disclosure by Function (Current Year Actual)  
For the year ended December 31, 2018

Schedule 4-2

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
<b>Revenues (Schedule 2)</b>								
Fees and Charges	4,422	109,172	449,412	605,514	81,623	87,666	1,365,423	2,703,232
Tangible Capital Asset Sales - Gain	5,000	-	-	-	-	-	-	5,000
Land Sales - Gain	112,000	-	-	-	-	-	-	112,000
Investment Income and Commissions	100,918	-	-	-	-	-	-	100,918
Other Revenues	79,344	-	-	-	-	-	6,947	86,291
Grants - Conditional	-	344,810	-	269,650	-	8,749	-	623,209
- Capital	-	-	300,981	-	-	69,727	484,505	855,213
<b>Total revenues</b>	<b>301,684</b>	<b>453,982</b>	<b>750,393</b>	<b>875,164</b>	<b>81,623</b>	<b>166,142</b>	<b>1,856,875</b>	<b>4,485,863</b>
<b>Expenses (Schedule 3)</b>								
Council Remuneration, Benefits and Travel	108,730	-	-	-	-	-	-	108,730
Wages & Benefits	320,550	436,995	627,236	580,894	89,008	458,643	382,276	2,895,602
Professional/ Contractual Services	287,679	285,940	252,726	8,010	120,479	139,813	450,812	1,545,459
Utilities	16,403	23,970	158,962	-	-	112,596	522,659	834,590
Maintenance Materials and Supplies	138,723	100,546	174,004	147,418	-	68,998	199,475	829,164
Grants and Contributions	-	-	-	-	115,081	5,000	-	120,081
Amortization	61,018	58,100	495,838	27,402	-	95,146	437,229	1,174,733
Interest	2,721	-	-	-	-	-	-	2,721
Allowance for Uncollectible Amounts	212,208	-	-	-	-	-	-	212,208
Other	76,728	15,000	-	34,549	7,404	-	92,496	226,177
<b>Total expenses</b>	<b>1,224,760</b>	<b>920,551</b>	<b>1,708,766</b>	<b>798,273</b>	<b>331,972</b>	<b>880,196</b>	<b>2,084,947</b>	<b>7,949,465</b>
<b>Surplus (Deficit) by Function</b>	<b>(923,076)</b>	<b>(466,569)</b>	<b>(958,373)</b>	<b>76,891</b>	<b>(250,349)</b>	<b>(714,054)</b>	<b>(228,072)</b>	<b>(3,463,602)</b>
Taxation and other unconditional revenue (Schedule 1)								4,141,778
<b>Net Surplus (Deficit)</b>								<b>678,176</b>

Town of La Ronge

Schedule of Segment Disclosure by Function (Prior Year Actual)

For the year ended December 31, 2017

Schedule 5

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
<b>Revenues (Schedule 2)</b>								
Fees and Charges	66,575	26,125	645,733	187,864	41,782	92,791	1,369,164	2,430,034
Tangible Capital Asset Sales - Gain	2,700	-	-	-	-	-	-	2,700
Land Sales - Gain	190,739	-	-	-	-	-	-	190,739
Investment Income and Commissions	128,258	-	-	-	-	-	-	128,258
Other Revenues	115,977	-	-	-	-	-	-	115,977
Grants - Conditional	-	336,669	-	4,522	-	44,035	-	385,226
- Capital	-	-	1,840,737	-	-	93,427	942,738	2,876,902
<b>Total revenues</b>	<b>504,249</b>	<b>362,794</b>	<b>2,486,470</b>	<b>192,386</b>	<b>41,782</b>	<b>230,253</b>	<b>2,311,902</b>	<b>6,129,836</b>
<b>Expenses (Schedule 3)</b>								
Council Remuneration, Benefits and Travel	111,236	-	-	-	-	-	-	111,236
Wages & Benefits	332,600	361,000	596,405	59,550	-	455,139	353,251	2,157,945
Professional/ Contractual Services	181,274	277,089	2,883,527	145,457	62,562	126,188	848,150	4,524,247
Utilities	26,334	27,761	147,941	-	-	97,987	111,912	411,935
Maintenance Materials and Supplies	40,954	81,774	269,754	8,794	-	101,147	108,647	611,070
Grants and Contributions	-	-	-	-	117,500	5,500	-	123,000
Amortization	61,019	58,112	493,354	24,828	-	95,701	443,355	1,176,369
Interest	3,787	-	-	-	-	-	-	3,787
Allowance for Uncollectible Amounts	(7,860)	-	-	-	-	-	-	(7,860)
Other	10,000	5,528	-	18,963	-	-	92,496	126,987
<b>Total expenses</b>	<b>759,344</b>	<b>811,264</b>	<b>4,390,981</b>	<b>257,592</b>	<b>180,062</b>	<b>881,662</b>	<b>1,957,811</b>	<b>9,238,716</b>
<b>Surplus (Deficit) by Function</b>	<b>(255,095)</b>	<b>(448,470)</b>	<b>(1,904,511)</b>	<b>(65,206)</b>	<b>(138,280)</b>	<b>(651,409)</b>	<b>354,091</b>	<b>(3,108,880)</b>
Taxation and other unconditional revenue (Schedule 1)								4,181,683
<b>Net Surplus (Deficit)</b>								<b>1,072,803</b>

Town of La Ronge  
 Schedule of Tangible Capital Assets by Object  
 For the year ended December 31, 2018

Schedule 6

	2018							2017	
	General Assets					Infrastructure Assets	General/ Infrastructure		
	Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment	Linear Assets	Assets Under Construction	Total	Total
<b>Asset cost</b>									
Opening Asset cost	1,545,341	1,861,199	10,852,717	890,063	12,618,405	11,036,619	3,935,014	42,739,358	41,931,761
Additions during the year	-	24,046	108,955	118,205	190,591	214,062	371,318	1,027,177	807,597
Disposals and write-downs during the year	-	-	-	-	-	-	-	-	-
Transfers (from) assets under construction	-	-	-	-	304,136	-	(304,136)	-	-
<b>Closing Asset Cost</b>	<b>1,545,341</b>	<b>1,885,245</b>	<b>10,961,672</b>	<b>1,008,268</b>	<b>13,113,132</b>	<b>11,250,681</b>	<b>4,002,196</b>	<b>43,766,535</b>	<b>42,739,358</b>
<b>Accumulated Amortization Cost</b>									
Open Accumulated Amortization Cost	-	841,246	6,156,401	663,599	8,529,193	6,874,787	-	23,065,226	21,888,857
Add: Amortization taken	-	69,642	311,611	68,253	509,909	215,318	-	1,174,733	1,176,369
Less: Accumulated Amortization on disposal	-	-	-	-	-	-	-	-	-
<b>Closing Accumulated Amortization Cost</b>	<b>-</b>	<b>910,888</b>	<b>6,468,012</b>	<b>731,852</b>	<b>9,039,102</b>	<b>7,090,105</b>	<b>-</b>	<b>24,239,959</b>	<b>23,065,226</b>
<b>Net Book Value</b>	<b>1,545,341</b>	<b>974,357</b>	<b>4,493,660</b>	<b>276,416</b>	<b>4,074,030</b>	<b>4,160,576</b>	<b>4,002,196</b>	<b>19,526,576</b>	<b>19,674,132</b>

Donated historical works of art and historical treasurers not recognized on the financial statements:      2005 park statue      \$      75,000      \$      75,000

Schedule of Segment Disclosure by Function  
For the year ended December 31, 2018

Schedule 7

	2018							2017	
	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Water and Sewer	Total	Total
<b>Asset cost</b>									
Opening Asset cost	2,246,229	1,059,155	13,442,637	472,770	2,033,572	3,039,217	20,445,778	42,739,358	41,931,761
Additions during the year	-	-	1,001,463	25,714	-	-	-	1,027,177	807,597
Disposals and write-downs during the year	-	-	-	-	-	-	-	-	-
<b>Closing Asset Cost</b>	<b>2,246,229</b>	<b>1,059,155</b>	<b>14,444,100</b>	<b>498,484</b>	<b>2,033,572</b>	<b>3,039,217</b>	<b>20,445,778</b>	<b>43,766,535</b>	<b>42,739,358</b>
<b>Accumulated Amortization Cost</b>									
Open Accumulated Amortization Cost	721,202	758,734	11,305,683	422,318	262,520	1,960,866	7,633,903	23,065,226	21,888,857
Add: Amortization taken	61,018	58,100	495,838	27,402	-	95,146	437,229	1,174,733	1,176,369
Less: Accumulated Amortization on disposal	-	-	-	-	-	-	-	-	-
<b>Closing Accumulated Amortization Cost</b>	<b>782,220</b>	<b>816,834</b>	<b>11,801,521</b>	<b>449,720</b>	<b>262,520</b>	<b>2,056,012</b>	<b>8,071,132</b>	<b>24,239,959</b>	<b>23,065,226</b>
<b>Net Book Value</b>	<b>1,464,009</b>	<b>242,321</b>	<b>2,642,579</b>	<b>48,764</b>	<b>1,771,052</b>	<b>983,205</b>	<b>12,374,646</b>	<b>19,526,576</b>	<b>19,674,132</b>

Donated historical works of art and historical treasurers not recognized on the financial statements: 2005 park statue \$ 75,000 \$ 75,000

**Town of La Ronge**  
**Schedule of Accumulated Surplus**  
**For the year ended December 31, 2018**

Schedule 8

	2017 (restated - see Note 16)	Changes	2018
<b>UNAPPROPRIATED SURPLUS</b>	<b>4,906,899</b>	<b>1,041,951</b>	<b>5,948,850</b>
<b>APPROPRIATED RESERVES</b>			
Future Regional Development	20,000	300,000	320,000
Future Administration	23,773	-	23,773
Lawton Neighborhood Watch	349	-	349
Industrial Park - Water/Sewer	78,496	-	78,496
Dedicated Lands	51,666	-	51,666
Transformers	2,000	-	2,000
Uniplex	709,625	144,696	854,321
Museum	10,063	-	10,063
Pavement	929,357	-	929,357
Water/Sewer Capital	1,445,848	(5,693)	1,440,155
Future Capital	1,608,946	(911,522)	697,424
Airport Capital	153,442	69,941	223,383
Handi-van	60,727	(17,403)	43,324
Major Fire Replacement - Town	71,650	29,633	101,283
Major Fire Replacement - LLRIB	48,196	28,905	77,101
Major Fire Replacement - Air Ronge	26,454	12,192	38,646
Public Reserve	15,418	-	15,418
Crime Watch	917	-	917
Mowery Subdivision	7,010	-	7,010
Water Corporation	466,992	(14,472)	452,520
<b>Total Appropriated</b>	<b>5,730,929</b>	<b>(363,723)</b>	<b>5,367,206</b>
<b>NET INVESTMENT IN TANGIBLE CAPITAL ASSETS</b>			
Tangible capital assets (Schedule 6)	19,674,132	(147,556)	19,526,576
Less: Related debt	(240,000)	240,000	-
<b>Net Investment in Tangible Capital Assets</b>	<b>19,434,132</b>	<b>92,444</b>	<b>19,526,576</b>
<b>Other - Investment in Deferred loss (Note 13)</b>	<b>1,116,661</b>	<b>(92,496)</b>	<b>1,024,165</b>
<b>Total Accumulated Surplus</b>	<b>31,188,621</b>	<b>678,176</b>	<b>31,866,797</b>

**Town of La Ronge**  
**Schedule of Mill Rates and Assessments**  
**For the year ended December 31, 2018**

Schedule 9

	PROPERTY CLASS						Total
	Agriculture	Residential	Residential Condominium	Seasonal Residential	Commercial & Industrial	Potash Mine(s)	
<b>Taxable Assessment</b>	-	133,773,920	27,512,620	-	57,157,400	-	218,443,940
<b>Regional Park Assessment</b>							
<b>Total Assessment</b>							218,443,940
<b>Mill Rate Factor(s)</b>	-	1.0000	1.0000	-	1.2500		
<b>Total Base/Minimum Tax</b> (generated for each property class)	-	505,450	44,000	-	129,425		678,875
<b>Total Municipal Tax Levy</b> (include base and/or minimum tax and special levies)	-	1,318,260	211,167	-	563,535		2,092,962

MILL RATES:	MILLS
<b>Average Municipal*</b>	9.5800
<b>Average School*</b>	4.6800
<b>Potash Mill Rate</b>	-
<b>Uniform Municipal Mill Rate</b>	6.0760

\* Average Mill Rates - multiply the total tax levy for each taxing authority by 1000 and divide by the total assessment for the taxing authority.

**Town of La Ronge**  
**Schedule of Council Remuneration**  
**For the year ended December 31, 2018**

Schedule 10

<b>Name</b>	<b>Remuneration</b>	<b>Reimbursed Costs</b>	<b>Total</b>
Mayor Ron Woytowich	24,908	-	24,908
Councilor Dallas Everest	10,365	-	10,365
Councilor Glen Watchel	12,856	630	13,486
Councilor Matthew Klassen	10,365	608	10,973
Councilor Rex McPhail	9,732	-	9,732
Councilor Hugh Watt	11,530	-	11,530
Councilor Jordan McPhail	10,495	660	11,155
<b>Total</b>	<b>90,251</b>	<b>1,898</b>	<b>92,149</b>



**Town of La Ronge**  
**Schedule of Airport Financial Activities**  
**For the year ended December 31, 2018**

Schedule 11

	<b>2018 Budget</b>	<b>2018</b>	<b>2017 (restated - see Note 16)</b>
<b>Airport Revenues</b>	<b>(Note 15)</b>		
Landing Fees	180,000	164,142	226,928
Rentals	-	99,347	94,921
Fuel fees	400	322	485
Confectionary	5,960	4,560	5,956
N.A.O.	55,521	55,520	47,589
Other	32,553	27,611	31,679
Capital Funding	-	-	-
Operating Funding	-	-	-
<b>Total Revenues</b>	<b>274,434</b>	<b>351,502</b>	<b>407,558</b>
<b>Airport Expenses</b>			
Amortization expense	-	271,675	271,675
Bad debt	-	-	-
Contractual services	30,721	19,127	31,887
Insurance	28,200	29,428	26,925
Maintenance, materials and supplies	69,110	84,784	128,232
Utilities	78,277	83,870	78,120
Wages and Benefits	247,952	265,363	242,957
<b>Total Expenses</b>	<b>454,260</b>	<b>754,247</b>	<b>779,796</b>
<b>Deficiency</b>	<b>(179,826)</b>	<b>(402,745)</b>	<b>(372,238)</b>

Note: The Airport Utility is consolidated into Transportation Services on the related schedules.