

**Annual Financial Statements**

**And Supporting Schedules**

**For The**

**Rural Municipality of Paynton No. 470**

**For the year ended December 31, 2015**



Management's Responsibility

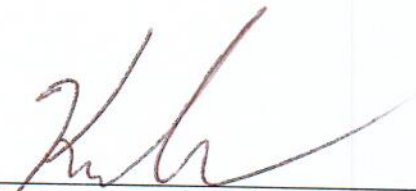
To the Ratepayers of the Rural Municipality of Paynton No. 470

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.

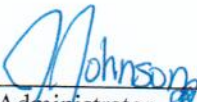
In discharging its responsibilities for the integrity and fairness of the financial statements, management designs and maintains the necessary accounting systems and related internal controls to provide reasonable assurance that transactions are authorized, assets are safeguarded and financial records 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 fulfils these responsibilities by reviewing the financial information prepared by the administration and discussing relevant matters with external auditors. The Council is also responsible for recommending the appointment of the municipality's external auditors.

Holm Raiche Oberg Chartered Professional Accountants P.C. Ltd., an independent firm of chartered professional accountants, is appointed by Council to audit the financial statements and report directly to them; their report follows. The external auditors have full and free access to, and meet periodically and separately with, both the Council and administration to discuss their audit findings.

  
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Reeve

March 16, 2016  
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Date

  
\_\_\_\_\_  
Administrator





**HRO** *Holm Raiche Oberg*  
Chartered Professional Accountants P.C. Ltd.

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**INDEPENDENT AUDITOR'S REPORT**

To the Reeve and Council of Rural Municipality of Paynton No. 470

*Report on the Consolidated Financial Statements*

We have audited the accompanying consolidated financial statements of Rural Municipality of Paynton No. 470, which comprise the consolidated statement of financial position as at December 31, 2015, and the consolidated statements of operations, change in net financial assets and cash flow for the year then ended, and a summary of significant accounting policies and other explanatory information.

*Management's Responsibility for the Consolidated Financial Statements*

Management is responsible for the preparation and fair presentation of these consolidated 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 consolidated financial statements that are free from material misstatement, whether due to fraud or error.

*Auditor's Responsibility*

Our responsibility is to express an opinion on these consolidated financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the consolidated financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the consolidated financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

*Opinion*

In our opinion, the consolidated financial statements present fairly, in all material respects, the consolidated financial position of Rural Municipality of Paynton No. 470 as at December 31, 2015, and the results of its consolidated operations, change in net financial assets and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Our audit was conducted for the purpose of forming an opinion on the basic consolidated financial statements. The current year's supplementary information included in the schedules and appendices is not a required part of the basic consolidated financial statements. Such supplementary information has been subjected to the auditing procedures applied in the basic consolidated financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic consolidated financial statements taken as a whole.

North Battleford, Saskatchewan  
March 16, 2016

*Holm Raiche Oberg*  
Chartered Professional Accountants

Graham K. Holm, CPA, CA\*    Loralie A. Raiche, CPA, CA, CFP\*    Dallan D. Oberg, CPA, CA\*

\*Denotes a professional corporation



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Rural Municipality of Paynton No. 470  
 Consolidated Statement of Financial Position  
 As at December 31, 2015

Statement 1

	2015	2014
<b>FINANCIAL ASSETS</b>		
Cash and Temporary Investments (Note 2)	1,847,119	2,421,212
Taxes Receivable - Municipal (Note 3)	38,538	8,560
Other Accounts Receivable (Note 4)	179,251	154,390
Land for Resale (Note 5)	864	864
Long-term Investments (Note 6)	49,483	47,620
Debt Charges Recoverable		
Other (Specify)		
<b>Total Financial Assets</b>	<b>2,115,255</b>	<b>2,632,646</b>

<b>LIABILITIES</b>		
Bank Indebtedness (Note 7)		
Accounts Payable	12,315	337,100
Accrued Liabilities Payable	1,090	416,317
Deposits		
Deferred Revenue		
Accrued Landfill Costs		
Liability for Contaminated Sites		
Other Liabilities		
Long-term Debt (Note 8)	541,338	
Lease Obligations		
<b>Total Liabilities</b>	<b>554,743</b>	<b>753,417</b>

<b>NET FINANCIAL ASSETS (DEBT)</b>	<b>1,560,512</b>	<b>1,879,229</b>
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<b>Non-Financial Assets</b>		
Tangible Capital Assets (Schedule 6, 7)	11,676,229	9,663,037
Prepayments and Deferred Charges	1,650	2,112
Stock and Supplies	149,116	159,252
<b>Total Non-Financial Assets</b>	<b>11,826,995</b>	<b>9,824,401</b>

<b>Accumulated Surplus (Deficit) (Schedule 8)</b>	<b>\$ 13,387,507</b>	<b>\$ 11,703,630</b>
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**Rural Municipality of Paynton No. 470**  
**Consolidated Statement of Operations**  
**For the year ended December 31, 2015**

Statement 2

	2015 Budget	2015	2014
<b>Revenues</b>			
Taxes and Other Unconditional Revenue (Schedule 1)	\$ 1,285,294	\$ 1,291,099	\$ 1,169,198
Fees and Charges (Schedule 4, 5)	76,665	119,052	222,949
Conditional Grants (Schedule 4, 5)	54,091	15,041	14,423
Tangible Capital Asset Sales - Gain (loss) (Schedule 4, 5)			(28,748)
Land Sales - Gain (Schedule 4, 5)			
Investment Income and Commissions (Schedule 4, 5)	15,400	15,609	26,981
Other Revenues (Schedule 4, 5)	1,640	4,498	873
<b>Total Revenues</b>	<b>1,433,090</b>	<b>1,445,299</b>	<b>1,405,676</b>
<b>Expenses</b>			
General Government Services (Schedule 3)	336,550	197,728	203,931
Protective Services (Schedule 3)	123,418	74,396	70,499
Transportation Services (Schedule 3)	1,014,529	760,609	786,744
Environmental and Public Health Services (Schedule 3)	10,850	9,164	9,073
Planning and Development Services (Schedule 3)		3,762	640
Recreation and Cultural Services (Schedule 3)	20,526	22,607	24,439
Utility Services (Schedule 3)	1,886	1,516	1,711
<b>Total Expenses</b>	<b>1,507,759</b>	<b>1,069,782</b>	<b>1,097,037</b>
<b>Surplus (Deficit) of Revenues over Expenses before Other Capital Contributions</b>	<b>(74,669)</b>	<b>375,517</b>	<b>308,639</b>
Provincial/Federal Capital Grants and Contributions (Schedule 4, 5)	1,419,722	1,308,360	2,175,671
<b>Surplus (Deficit) of Revenues over Expenses</b>	<b>\$ 1,345,053</b>	<b>1,683,877</b>	<b>2,484,310</b>
<b>Accumulated Surplus (Deficit), Beginning of Year</b>		<b>11,703,630</b>	<b>9,219,320</b>
<b>Accumulated Surplus (Deficit), End of Year</b>	<b>\$ 13,387,507</b>	<b>\$ 11,703,630</b>	

  
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Rural Municipality of Paynton No. 470  
 Consolidated Statement of Change in Net Financial Assets  
 For the year ended December 31, 2015

Statement 3

	2015 Budget	2015	2014
<b>Surplus (Deficit)</b>	<b>\$ 1,345,053</b>	<b>\$ 1,683,877</b>	<b>\$ 2,484,310</b>
(Acquisition) of tangible capital assets		(2,282,223)	(2,992,602)
Amortization of tangible capital assets		269,031	242,434
Proceeds on disposal of tangible capital assets			57,745
Loss (gain) on the disposal of tangible capital assets			28,748
<b>Surplus (Deficit) of capital revenue over expenditures</b>		<b>(2,013,192)</b>	<b>(2,663,675)</b>
(Acquisition) of supplies inventories			
(Acquisition) of prepaid expense			(2,062)
Consumption of supplies inventories		10,136	11,895
Use of prepaid expense		462	
<b>Surplus (Deficit) of expenses of other non-financial over expenditures</b>		<b>10,598</b>	<b>9,833</b>
<b>Increase (Decrease) in Net Financial Assets</b>	<b>\$ 1,345,053</b>	<b>(318,717)</b>	<b>(169,532)</b>
<b>Net Financial Assets - Beginning of Year</b>		<b>1,879,229</b>	<b>2,048,761</b>
<b>Net Financial Assets - End of Year</b>		<b>\$ 1,560,512</b>	<b>\$ 1,879,229</b>

Rural Municipality of Paynton No. 470  
 Consolidated Statement of Cash Flow  
 For the year ended December 31, 2015

Statement 4

Cash provided by (used for) the following activities	2015	2014
<b>Operating:</b>		
Surplus (Deficit)	\$ 1,683,877	\$ 2,484,310
Amortization	269,031	242,434
Loss (gain) on disposal of tangible capital assets		28,748
	<u>1,952,908</u>	<u>2,755,492</u>
<b>Change in assets/liabilities</b>		
Taxes Receivable - Municipal	(29,978)	16,380
Other Receivables	(24,861)	(56,942)
Land for Resale		
Other Financial Assets		
Accounts and Accrued Liabilities Payable	(740,012)	637,888
Deposits		(3,000)
Deferred Revenue		
Accrued Landfill costs		
Liability for Contaminated Sites		
Other Liabilities		
Stock and Supplies for Use	10,136	11,895
Prepayments and Deferred Charges	462	(2,062)
Other (Specify)		
<b>Net cash provided by (used for) operations</b>	<b>1,168,655</b>	<b>3,359,651</b>
<b>Capital:</b>		
Acquisition of Tangible Capital Assets	(2,282,223)	(2,992,602)
Proceeds From the Disposal of Tangible Capital Assets		57,745
Other Capital		
<b>Net cash provided by (used for) capital</b>	<b>(2,282,223)</b>	<b>(2,934,857)</b>
<b>Investing:</b>		
Long-term Investments	(1,863)	(5,288)
Other Investments		
<b>Net cash provided by (used for) investing</b>	<b>(1,863)</b>	<b>(5,288)</b>
<b>Financing:</b>		
Debt Charges Recovered		
Long-term Debt Issued	600,000	
Long-term Debt Repaid	(58,662)	
Other Financing		
<b>Cash provided by (used for) financing transactions</b>	<b>541,338</b>	
<b>Change in Cash and Temporary Investments during the year</b>	<b>(574,093)</b>	<b>419,506</b>
<b>Cash and Temporary Investments - Beginning of Year</b>	<b>2,421,212</b>	<b>2,001,706</b>
<b>Cash and Temporary Investments - End of Year</b>	<b>\$ 1,847,119</b>	<b>\$ 2,421,212</b>

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**Rural Municipality of Paynton No. 470**  
**Notes to the Consolidated Financial Statements**  
**For the year ended December 31, 2015**

**1. Significant Accounting Policies**

The consolidated financial statements of the municipality are prepared by management in accordance with the local government accounting standards established by the Public Sector Accounting Board of the Chartered Professional Accountants of 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 revenue as they become available and measurable; expenses are recognized as they are incurred and measurable as a result of the receipt of goods and services and the creation of a legal obligation to pay.
- b) **Reporting Entity:** The financial statements consolidates the assets, liabilities and flow of resources of the municipality. The entity is comprised of all of the organizations that are owned or controlled by the municipality and are, therefore, accountable to the Council for the administration of their financial affairs and resources. Entities included in these consolidated financial statements are as follows:

Entity  
Rural Municipality of Paynton No. 470  
Paynton & District Fire Board  
Paynton Park and Recreation Board  
Paynton Cemetery Board

All inter-organizational transactions and balances have been eliminated.

- c) **Collection of Funds for Other Authorities:** Collection of funds by the municipality for the school board and municipal hail are collected and remitted in accordance with relevant legislation. The amounts collected are disclosed in Note 3.
- d) **Government Transfers:** Government transfers are the transfer of assets from senior levels of government that are not the result of an exchange transaction, are not expected to be repaid in the future, or the result of a direct financial return. Government transfers are recognized as revenue 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; 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 account 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) **Net-Financial Assets:** Net-financial assets at the end of an accounting period are the net amount of financial assets less liabilities outstanding. Financial assets represent items such as cash and those other assets on hand which could provide resources to discharge existing liabilities or finance future operations. These include realizable assets which are convertible to cash and not intended for consumption in the normal course of operations.
- h) **Non-Financial Assets:** Tangible capital and other non-financial assets are accounted for as assets by the government because they can be used to provide government services in future periods. These assets do not normally provide resources to discharge the liabilities of the government unless they are sold.



**Rural Municipality of Paynton No. 470**  
**Notes to the Consolidated Financial Statements**  
**For the year ended December 31, 2015**

**1. Significant Accounting Policies - continued**

- i) **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.
- j) **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 revenue.
- k) **Investments:** Portfolio investments are valued at the lower of cost, less any provisions for other than temporary impairment. Investments with terms longer than one year have been classified as other long-term investments concurrent with the nature of the investment. The long-term investments in the Saskatchewan Rural Municipalities - Self Insurance fund are accounted for on the equity basis.
- l) **Inventories:** Inventories of materials and supplies expected to be used by the municipality are valued at the lower of cost or replacement cost. Inventories of land, materials and supplies held for resale are valued at the lower of cost 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.
- m) **Tangible Capital Assets:** All tangible capital asset acquisitions or betterments made throughout the year are recorded at their acquisition cost. 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 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. The tangible capital assets that are recognized at a nominal value are disclosed on Schedule 6. The municipality'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	15 Yrs
Buildings	40 Yrs
<b>Vehicles and Equipment</b>	
Vehicles	10 Yrs
Machinery and Equipment	5 to 10 Yrs
<b>Infrastructure Assets</b>	
Road Network Assets	15 to 40 Yrs

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

**Works of Art:** Assets that have a historical or cultural significance, which include works of art, monuments and other cultural artifacts are not recognized as tangible capital assets because a reasonable estimate of future benefits associated with this property cannot be made.

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

**Leases:** All leases are recorded on the financial statement as either a capital or operating lease. Any lease that transfers the majority of benefits and risk associated with the leased asset is classified as a capital lease. At the inception of a capital lease, an asset and a payment obligation are recorded at an amount equal to the lesser of the present value of the minimum lease payments and the asset's fair market value. Assets under capital leases are amortized on a straight-line basis, over their estimated useful lives. Any other lease not meeting the before mentioned criteria is classified as a operating lease and rental payments are expensed as incurred.



**Rural Municipality of Paynton No. 470**  
**Notes to the Consolidated Financial Statements**  
**For the year ended December 31, 2015**

**1. Significant Accounting Policies - continued**

- n) **Trust Funds:** Funds held in trust for others are neither included in the municipality's assets or equity. They are disclosed in Note 13.
- o) **Employee Benefit Plans:** Contributions to the municipality's defined benefit plans are expensed when contributions are made. Under the defined benefit plan, the municipality's obligations are limited to their contributions.
- p) **Measurement Uncertainty:** The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenue and expenditures during the period. Taxes receivable and accounts receivable are stated after evaluation as to their collectability and an appropriate allowance for doubtful accounts is provided where considered necessary. Allowances are determined through an annual review of outstanding amounts.

The measurement of materials and supplies are based on estimates of volume and quality. The 'Opening Asset costs' of tangible capital assets have been estimated where actual costs were not available. Amortization is based on the estimated useful lives of tangible capital assets.

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

- q) **Basis of Segmentation:** The municipality has adopted the Public Sector Accounting Board's recommendations requiring financial information to be provided on a segmented basis. Municipal services have been segmented by grouping activities that have similar service objectives (by function). Revenues that are directly related to the costs of the function have been attributed to each segment. Interest is allocated to functions based on the purpose of specific borrowings.

The segments (functions) are as follows:

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

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

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

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

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

**Recreation and Cultural:** The recreation and cultural 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.

- r) **Land Sales:** Land sales are recognized in the financial statements as revenues in the period in which the contract is signed and the ability to collect is reasonably assured.
- s) **Land for Resale:** Land for resale is recorded at the lower of cost to prepare the land for sale and the market value of the land. Costs to prepare the land for sale include levelling, grading and utility service connections. The land is considered available for sale when all the land preparation is completed.
- t) **Tax Title Property:** Property acquired through the tax enforcement process and temporarily held is recorded at the lesser of the carrying amount (cost equal to the outstanding taxes including any applicable penalties up to the date of acquisition plus any costs necessary to maintain after acquisition) and the net recoverable amount. Impairment losses are not reversed in subsequent years, if net recoverable value subsequently increases.



Rural Municipality of Paynton No. 470  
Notes to the Consolidated Financial Statements  
For the year ended December 31, 2015

2. Cash and Temporary Investments

	2015	2014
Cash	\$ 1,847,119	\$ 2,421,212
Temporary Investments		
Restricted Cash		
<b>Total Cash and Temporary Investments</b>	<b>\$ 1,847,119</b>	<b>\$ 2,421,212</b>

Cash and temporary investments include balances with banks, Credit Unions, term deposits, marketable securities and short-term investments with maturities of three months or less. Cash subject to restrictions that prevent its use for current purposes is included in restricted cash.

The municipality has set aside funds (restricted cash) to finance future expenditures based upon appropriated reserves (Schedule 8) determined by council; these funds are internally restricted. The appropriated reserves are underfunded by \$28,185 and \$28,185 as of December 31, 2015 and 2014, respectively. However, there are sufficient funds in the general accounts to fund the reserve.

3. Taxes and Grants in Lieu Receivable

Municipal - Current	\$ 39,108	\$ 15,299
- Arrears	14,121	7,952
	53,229	23,251
- Less Allowance for Uncollectibles	(14,691)	(14,691)
<b>Total Municipal Taxes Receivable</b>	<b>38,538</b>	<b>8,560</b>

School - Current	9,754	6,739
- Arrears	3,475	3,246
<b>Total School Taxes Receivable</b>	<b>13,229</b>	<b>9,985</b>

Other		
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Total Taxes and Grants in Lieu Receivable 51,767 18,545

Deduct taxes receivable to be collected on behalf of other organizations (13,229) (9,985)

**Total Taxes Receivable - Municipal** **\$ 38,538** **\$ 8,560**

4. Other Accounts Receivable

Federal government	\$ 140,396	\$ 134,178
Provincial government	3,120	
Local government	29,414	9,762
Utility		
Trade	6,321	10,450
Other		
<b>Total Other Accounts Receivable</b>	<b>179,251</b>	<b>154,390</b>

Less Allowance for Uncollectibles

**Net Other Accounts Receivable** **\$ 179,251** **\$ 154,390**

5. Land for Resale

Tax Title Property	\$ 1,115	\$ 1,115
Allowance for Market Value Adjustment	(251)	(251)
<b>Net Tax Title Property</b>	<b>864</b>	<b>864</b>

Other Land		
Allowance for Market Value Adjustment		
<b>Net Other Land</b>		

**Total Land for Resale** **\$ 864** **\$ 864**

Rural Municipality of Paynton No. 470

Notes to the Consolidated Financial Statements

For the year ended December 31, 2015

	2015	2014
<b>6. Long-term Investments</b>		
Sask. Assoc. of Rural Municipalities - Self Insurance Fund	\$ 37,528	\$ 37,916
Allowance for Market Value Adjustment	(3,000)	(3,000)
Synergy Credit Union - equity	14,432	12,181
Battlefords & District Co-op. Ltd. - equity	523	523
<b>Total Long-term Investments</b>	<b>\$ 49,483</b>	<b>\$ 47,620</b>

The long-term investments in the Saskatchewan Association of Rural Municipalities - Self Insurance Fund and Property Insurance Fund are accounted for on the equity basis. The other investments are recorded at cost.

**7. Credit Facility Agreement**

The municipality has a credit facility agreement with its financial institution that covers its long-term debt facilities referred to in Note 8 and a revolving operating line of credit in the amount of \$30,000.

Interest on the line of credit is prime plus 1%. Security for the line of credit is the assignment of the municipality's municipal taxes receivable. There was no balance owing at year end under this line of credit (2014 - nil).

**8. Long-term Debt**

The debt limit of the municipality is \$1,323,577. The debt limit for a municipality is the total amount of the municipality's own source revenues for the preceding year (the *Municipalities Act* section 161).

The Synergy Credit Union loan is secured by an I-Save account and a general security agreement over all present and after-acquired property. Monthly payments are \$10,715 including interest at 2.45%. The loan is due November, 2019.

\$ 541,338 \$ -

Future principal repayments are estimated as follows:

Year	Principal	Interest	Current Total	Prior Year Principal	
2016	116,617	11,959	128,576	-	
2017	119,507	9,069	128,576	-	
2018	122,468	6,108	128,576	-	
2019	182,746	2,934	185,680	-	
2020			-	-	
Thereafter			-	-	
<b>Total long-term debt</b>	<b>Balance</b>	<b>541,338</b>	<b>30,070</b>	<b>571,408</b>	<b>-</b>

**9. Contingent Liabilities**

The municipality is contingently liable under terms of the Saskatchewan Association of Rural Municipalities Self-Insurance and Property Insurance Plans for its proportionate share of claims and future claims in excess of the Plans' reserve fund.

The municipality has been named as the defendant in a statement of claim as a result of a road construction project in the municipality. The potential losses arising from this lawsuit cannot be ascertained as of the audit date.

  
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**Rural Municipality of Paynton No. 470**  
**Notes to the Consolidated Financial Statements**  
**For the year ended December 31, 2015**

**10. Pension Plan**

The municipality is an employer member of the Municipal Employee Pension Plan (MEPP), which is a multiemployer defined benefit pension plan. The Commission of MEPP, representing plan member employers, is responsible for overseeing the management of the pension plan, including investment of assets and administration of benefits. The municipality's pension expense in 2015 was \$22,269 (2014 - \$22,092). The benefits accrued to the municipality's employees from MEPP are calculated using the following: Pensionable Years of Service, Highest Average Salary, and the plan accrual rate.

**11. Comparative Figures**

Prior year comparative figures have been restated to conform to the current year's presentation.

**12. Budget Figures**

Budget figures are reported for information purposes only and are not included in the scope of the external audit.

**13. Trusts Administered by the Municipality**

A summary of trust fund activity by the municipality during the year is as follows:

	2015	2014
<b>a) Knox United Church Trust</b>		
Balance - Beginning of Year	\$ 18,580	\$ 18,374
Revenue (Specify)		
Interest revenue	112	206
Expenditure (Building repair)	(7,191)	
<b>Balance - End of Year</b>	<b>\$ 11,501</b>	<b>\$ 18,580</b>
<b>b) Cemetery Trust</b>		
Balance - Beginning of Year	\$ 11,290	\$ 10,771
Donations and purchase of plots	825	450
Interest revenue	53	69
Expenditure (Specify)		
<b>Balance - End of Year</b>	<b>\$ 12,168</b>	<b>\$ 11,290</b>
<b>c) 5 Community Planning Trust</b>		
Balance - Beginning of Year	\$ 7	\$ 4,205
Revenue (Specify)		
Interest revenue		2
Project payments		(4,200)
<b>Balance - End of Year</b>	<b>\$ 7</b>	<b>\$ 7</b>

Rural Municipality of Paynton No. 470  
 Schedule of Taxes and Other Unconditional Revenue  
 For the year ended December 31, 2015

Schedule 1

	2015 Budget	2015	2014
<b>TAXES</b>			
General municipal tax levy	\$ 1,231,921	\$ 1,231,921	\$ 1,100,394
Abatements and adjustments	(5,000)	(5,582)	(319)
Discount on current year taxes	(60,000)	(59,263)	(52,732)
<b>Net Municipal Taxes</b>	<b>1,166,921</b>	<b>1,167,076</b>	<b>1,047,343</b>
Potash tax share			
Trailer license fees			
Penalties on tax arrears	1,500	1,867	1,408
Special tax levy			
Other (Specify)			
<b>Total Taxes</b>	<b>1,168,421</b>	<b>1,168,943</b>	<b>1,048,751</b>

**UNCONDITIONAL GRANTS**

Equalization (Revenue Sharing)	82,473	89,004	82,473
Organized Hamlet			
<b>Total Unconditional Grants</b>	<b>82,473</b>	<b>89,004</b>	<b>82,473</b>

**GRANTS IN LIEU OF TAXES**

Federal	20,000	21,628	22,087
Provincial			
S.P.C. Electrical			
SaskEnergy Gas			
Transgas	8,400	6,250	8,400
SPMC - Municipal Share			
SaskTel			
Other (Specify)			
Local/Other			
Housing Authority			
C.P.R. Mainline			
Treaty Land Entitlement	4,500	4,580	4,580
Other (SARM - rat program)	1,500	694	2,907
Other Government Transfers			
S.P.C. Surcharge			
Sask Energy Surcharge			
Other (Specify)			
<b>Total Grants in Lieu of Taxes</b>	<b>34,400</b>	<b>33,152</b>	<b>37,974</b>

<b>TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE</b>	<b>\$ 1,285,294</b>	<b>\$ 1,291,099</b>	<b>\$ 1,169,198</b>
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Rural Municipality of Paynton No. 470  
 Schedule of Operating and Capital Revenue by Function  
 For the year ended December 31, 2015

Schedule 2 - 1

	2015 Budget	2015	2014
<b>GENERAL GOVERNMENT SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
- Custom work			
- Sales of supplies	\$ 3,800	\$ 5,767	\$ 14,230
- Other (Rental)	2,500	2,868	5,598
Total Fees and Charges	6,300	8,635	19,828
- Tangible capital asset sales - gain (loss)			
- Land sales - gain			
- Investment income and commissions	15,400	15,609	26,981
- Other (Ratepayer meeting tickets)	1,630	1,129	560
Total Other Segmented Revenue	23,330	25,373	47,369
Conditional Grants			
- Student Employment			
- Other (EAF)	2,600	1,340	
Total Conditional Grants	2,600	1,340	
<b>Total Operating</b>	<b>25,930</b>	<b>26,713</b>	<b>47,369</b>
<b>Capital</b>			
Conditional Grants			
- Federal Gas Tax			
- Canada/Sask Municipal Rural Infrastructure Fund			
- Provincial Disaster Assistance			
- Other (Specify)			
<b>Total Capital</b>			
<b>Total General Government Services</b>	<b>25,930</b>	<b>26,713</b>	<b>47,369</b>

<b>PROTECTIVE SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
- Other (Fire fees)	9,600	32,148	13,962
Total Fees and Charges	9,600	32,148	13,962
- Tangible capital asset sales - gain (loss)			
- Other (Interest)	10	3	9
Total Other Segmented Revenue	9,610	32,151	13,971
Conditional Grants			
- Student Employment			
- Local government	45,671	9,134	8,601
- Other (Specify)			
Total Conditional Grants	45,671	9,134	8,601
<b>Total Operating</b>	<b>55,281</b>	<b>41,285</b>	<b>22,572</b>
<b>Capital</b>			
Conditional Grants			
- Federal Gas Tax			
- Provincial Disaster Assistance			
- Local government			
- Other (Specify)			
<b>Total Capital</b>			
<b>Total Protective Services</b>	<b>55,281</b>	<b>41,285</b>	<b>22,572</b>

Rural Municipality of Paynton No. 470  
 Schedule of Operating and Capital Revenue by Function  
 For the year ended December 31, 2015

Schedule 2 - 2

	2015 Budget	2015	2014
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**TRANSPORTATION SERVICES**

**Operating**

Other Segmented Revenue			
Fees and Charges			
- Custom work	9,900	11,978	7,688
- Sales of supplies			
- Road Maintenance and Restoration Agreements	2,000	8,955	100,644
- Frontage			
- Other (Permits, drilling fees and surface leases)	45,165	51,945	76,683
Total Fees and Charges	57,065	72,878	185,015
- Tangible capital asset sales - gain (loss)			(28,748)
- Other (Specify)			
Total Other Segmented Revenue	57,065	72,878	156,267
Conditional Grants			
- Primary Weight Corridor			
- Student Employment			
- Other (Specify)			
Total Conditional Grants			
<b>Total Operating</b>	57,065	72,878	156,267

**Capital**

Conditional Grants			
- Federal Gas Tax	15,222	15,222	15,196
- Canada/Sask Municipal Rural Infrastructure Fund			
- Heavy Haul			
- Designated Municipal Roads and Bridges			
- Provincial Disaster Assistance	1,403,750	1,292,648	2,128,335
- Other (Specify)			
<b>Total Capital</b>	1,418,972	1,307,870	2,143,531
<b>Total Transportation Services</b>	<b>1,476,037</b>	<b>1,380,748</b>	<b>2,299,798</b>

**ENVIRONMENTAL AND PUBLIC HEALTH SERVICES**

**Operating**

Other Segmented Revenue			
Fees and Charges			
- Waste and Disposal Fees			
- Other (Pest control)	600	1,734	598
Total Fees and Charges	600	1,734	598
- Tangible capital asset sales - gain (loss)			
- Other (Municipal Health Holdings)		2,980	
Total Other Segmented Revenue	600	4,714	598
Conditional Grants			
- Student Employment			
- Local government			
- Other (Invasive plant control)	200	197	202
Total Conditional Grants	200	197	202
<b>Total Operating</b>	800	4,911	800

**Capital**

Conditional Grants			
- Federal Gas Tax			
- Canada/Sask Municipal Rural Infrastructure Fund			
- Transit for Disabled			
- Provincial Disaster Assistance			
- Other (Specify)			
<b>Total Capital</b>			
<b>Total Environmental and Public Health Services</b>	<b>800</b>	<b>4,911</b>	<b>800</b>



Rural Municipality of Paynton No. 470  
 Schedule of Operating and Capital Revenue by Function  
 For the year ended December 31, 2015

Schedule 2 - 3

	2015 Budget	2015	2014
<b>PLANNING AND DEVELOPMENT SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
- Maintenance and Development Charges			
- Other (Specify)			
Total Fees and Charges			
- Tangible capital asset sales - gain (loss)			
- Other (Specify)			
Total Other Segmented Revenue			
Conditional Grants			
- Student Employment			
- Other (Specify)			
Total Conditional Grants			
<b>Total Operating</b>			
<b>Capital</b>			
Conditional Grants			
- Federal Gas Tax			
- Provincial Disaster Assistance			
- Other (Specify)			
<b>Total Capital</b>			
<b>Total Planning and Development Services</b>			

**RECREATION AND CULTURAL SERVICES**

<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
- Other (Donations and rentals)	600	1,885	1,052
Total Fees and Charges	600	1,885	1,052
- Tangible capital asset sales - gain (loss)			
- Other (Interest)		386	304
Total Other Segmented Revenue	600	2,271	1,356
Conditional Grants			
- Student Employment			
- Local government			
- Donations			
- Other (TIP grant, Community rink affordability)	5,620	4,370	5,620
Total Conditional Grants	5,620	4,370	5,620
<b>Total Operating</b>	6,220	6,641	6,976
<b>Capital</b>			
Conditional Grants			
- Federal Gas Tax			
- Local government			
- Provincial Disaster Assistance			
- Other (Community Initiatives)			31,240
<b>Total Capital</b>			31,240
<b>Total Recreation and Cultural Services</b>	6,220	6,641	38,216

Rural Municipality of Paynton No. 470  
 Schedule of Operating and Capital Revenue by Function  
 For the year ended December 31, 2015

Schedule 2 - 4

	2015 Budget	2015	2014
<b>UTILITY SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
- Water	2,500	1,772	2,494
- Sewer			
- Other (Specify)			
Total Fees and Charges	2,500	1,772	2,494
- Tangible capital asset sales - gain (loss)			
- Other (Specify)			
Total Other Segmented Revenue	2,500	1,772	2,494
Conditional Grants			
- Student Employment			
- Other (Specify)			
Total Conditional Grants			
<b>Total Operating</b>	2,500	1,772	2,494
<b>Capital</b>			
Conditional Grants			
- Federal Gas Tax			
- Sask Water Corp.	750	490	900
- Provincial Disaster Assistance			
- Other (Specify)			
<b>Total Capital</b>	750	490	900
<b>Total Utility Services</b>	3,250	2,262	3,394

<b>TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION</b>	<b>\$ 1,567,518</b>	<b>\$ 1,462,560</b>	<b>\$ 2,412,149</b>
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**SUMMARY**

Total Other Segmented Revenue	\$ 93,705	\$ 139,159	\$ 222,055
Total Conditional Grants	54,091	15,041	14,423
Total Capital Grants and Contributions	1,419,722	1,308,360	2,175,671
<b>TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION</b>	<b>\$ 1,567,518</b>	<b>\$ 1,462,560</b>	<b>\$ 2,412,149</b>



Rural Municipality of Paynton No. 470

Total Expenses by Function

For the year ended December 31, 2015

Schedule 3 - 1

	2015 Budget	2015	2014
<b>GENERAL GOVERNMENT SERVICES</b>			
Council remuneration and travel	\$ 38,500	\$ 31,898	\$ 32,929
Wages and benefits	97,000	96,718	90,288
Professional/Contractual services	183,800	50,170	47,505
Utilities	1,750	1,677	1,605
Maintenance, materials and supplies	3,200	3,051	3,969
Grants and contributions - operating	1,400	4,272	2,940
- capital			
Amortization	10,900	9,942	10,858
Interest			
Allowance for uncollectibles			13,837
Other (Specify)			
<b>Total Government Services</b>	<b>336,550</b>	<b>197,728</b>	<b>203,931</b>

**PROTECTIVE SERVICES**

**Police protection**

Wages and benefits			
Professional/Contractual services	20,200	21,406	20,165
Utilities			
Maintenance, materials and supplies			
Grants and contributions - operating			
- capital			
Other (Specify)			

**Fire protections**

Wages and benefits	3,000	2,927	2,620
Professional/Contractual services	17,331	20,934	12,989
Utilities	5,000		589
Maintenance, material and supplies	19,000	8,737	11,978
Grants and contributions - operating	51,537	13,155	14,808
- capital			
Amortization	7,350	7,237	7,350
Interest			
Other (Specify)			
<b>Total Protective Services</b>	<b>123,418</b>	<b>74,396</b>	<b>70,499</b>

**TRANSPORTATION SERVICES**

Wages and benefits	293,900	265,676	276,406
Professional/Contractual Services	167,100	6,546	18,211
Utilities	14,800	15,588	11,367
Maintenance, materials and supplies	264,050	148,773	182,273
Gravel	52,000	67,005	75,808
Grants and contributions - operating			
- capital			
Amortization	222,679	250,305	222,679
Interest		6,716	
Other (Specify)			
<b>Total Transportation Services</b>	<b>1,014,529</b>	<b>760,609</b>	<b>786,744</b>

	2015 Budget	2015	2014
<b>ENVIRONMENTAL AND PUBLIC HEALTH SERVICES</b>			
Wages and benefits	1,400	1,663	1,459
Professional/Contractual services	5,950	5,257	4,796
Utilities			
Maintenance, materials and supplies	3,500	1,392	2,818
Grants and contributions - operating			
o Waste disposal			
o Public Health			
- capital			
o Waste disposal			
o Public Health			
Amortization			
Interest			
Other (PREP grant overpayment)		852	
<b>Total Environmental and Public Health Services</b>	<b>10,850</b>	<b>9,164</b>	<b>9,073</b>

**PLANNING AND DEVELOPMENT SERVICES**

Wages and benefits			
Professional/Contractual Services		3,762	640
Grants and contributions - operating			
- capital			
Amortization			
Interest			
Other (Specify)			
<b>Total Planning and Development Services</b>		<b>3,762</b>	<b>640</b>

**RECREATION AND CULTURAL SERVICES**

Wages and benefits		570	
Professional/Contractual services	8,000	9,043	4,654
Utilities	4,750	6,080	5,001
Maintenance, materials and supplies	420	2,562	7,494
Grants and contributions - operating	6,520	3,516	6,454
- capital			
Amortization	836	836	836
Interest			
Allowance for uncollectibles			
Other (Specify)			
<b>Total Recreation and Cultural Services</b>	<b>20,526</b>	<b>22,607</b>	<b>24,439</b>



Rural Municipality of Paynton No. 470

Total Expenses by Function

For the year ended December 31, 2015

Schedule 3 - 3

	2015 Budget	2015	2014
<b>UTILITY SERVICES</b>			
Wages and benefits			
Professional/Contractual services	225	152	125
Utilities	700	653	654
Maintenance, materials and supplies	250		221
Grants and contributions - operating			
- capital			
Amortization	711	711	711
Interest			
Allowance for uncollectibles			
Other (Specify)			
<b>Total Utility Services</b>	<b>1,886</b>	<b>1,516</b>	<b>1,711</b>
<b>TOTAL EXPENSES BY FUNCTION</b>			
	<b>\$ 1,507,759</b>	<b>\$ 1,069,782</b>	<b>\$ 1,097,037</b>

Rural Municipality of Paynton No. 470  
 Consolidated Schedule of Segment Disclosure by Function  
 For the year ended December 31, 2015

Schedule 4

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Cultural	Utility Services	Total
<b>Revenues (Schedule 2)</b>								
Fees and Charges	\$ 8,635	\$ 32,148	\$ 72,878	\$ 1,734	\$	\$ 1,885	\$ 1,772	\$ 119,052
Tangible Capital Asset Sales - Gain								
Land Sales - Gain	15,609					386		15,609
Investment Income and Commissions	1,129	3		2,980				4,498
Other Revenues	1,340	9,134		197		4,370		15,041
Grants - Conditional - Capital			1,307,870				490	1,308,360
<b>Total revenues</b>	<b>26,713</b>	<b>41,285</b>	<b>1,380,748</b>	<b>4,911</b>		<b>6,641</b>	<b>2,262</b>	<b>1,462,560</b>
<b>Expenses (Schedule 3)</b>								
Wages & Benefits	128,616	2,927	265,676	1,663		570		399,452
Professional/ Contractual Services	50,170	42,340	6,546	5,257	3,762	9,043	152	117,270
Utilities	1,677		15,588			6,080	653	23,998
Maintenance, Materials and Supplies	3,051	8,737	215,778	1,392		2,562		231,520
Grants and Contributions	4,272	13,155				3,516		20,943
Amortization	9,942	7,237	250,305			836	711	269,031
Interest			6,716					6,716
Allowance for Uncollectibles				852				852
Other								
<b>Total expenses</b>	<b>197,728</b>	<b>74,396</b>	<b>760,609</b>	<b>9,164</b>	<b>3,762</b>	<b>22,607</b>	<b>1,516</b>	<b>1,069,782</b>
<b>Surplus (Deficit) by Function</b>	<b>\$ (171,015)</b>	<b>\$ (33,111)</b>	<b>\$ 620,139</b>	<b>\$ (4,253)</b>	<b>\$ (3,762)</b>	<b>\$ (15,966)</b>	<b>\$ 746</b>	<b>\$ 392,778</b>
Taxation and Other Unconditional Revenue (Schedule 1)								1,291,099
<b>Net Surplus (Deficit)</b>								<b>\$ 1,683,877</b>



Rural Municipality of Paynton No. 470  
 Consolidated Schedule of Segment Disclosure by Function  
 For the year ended December 31, 2014

Schedule 5

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Cultural	Utility Services	Total
<b>Revenues (Schedule 2)</b>								
Fees and Charges	\$ 19,828	\$ 13,962	\$ 185,015	\$ 598	\$	\$ 1,052	\$ 2,494	\$ 222,949
Tangible Capital Asset Sales - Gain			(28,748)					(28,748)
Land Sales - Gain	26,981					304		26,981
Investment Income and Commissions	560	9		202		5,620		873
Other Revenues		8,601	2,143,531			31,240	900	14,423
Grants - Conditional - Capital								2,175,671
<b>Total revenues</b>	<b>47,369</b>	<b>22,572</b>	<b>2,299,798</b>	<b>800</b>		<b>38,216</b>	<b>3,394</b>	<b>2,412,149</b>
<b>Expenses (Schedule 3)</b>								
Wages & Benefits	123,217	2,620	276,406	1,459				403,702
Professional/ Contractual Services	47,505	33,154	18,211	4,796	640	4,654	125	109,085
Utilities	1,605	589	11,367			5,001	654	19,216
Maintenance, Materials and Supplies	3,969	11,978	258,081	2,818		7,494	221	284,561
Grants and Contributions	2,940	14,808				6,454		24,202
Amortization	10,858	7,350	222,679			836	711	242,434
Interest								
Allowance for Uncollectibles	13,837							13,837
Other								
<b>Total expenses</b>	<b>203,931</b>	<b>70,499</b>	<b>786,744</b>	<b>9,073</b>	<b>640</b>	<b>24,439</b>	<b>1,711</b>	<b>1,097,037</b>
<b>Surplus (Deficit) by Function</b>	<b>\$ (156,562)</b>	<b>\$ (47,927)</b>	<b>\$ 1,513,054</b>	<b>\$ (8,273)</b>	<b>\$ (640)</b>	<b>\$ 13,777</b>	<b>\$ 1,683</b>	<b>\$ 1,315,112</b>
Taxation and Other Unconditional Revenue (Schedule 1)								1,169,198
<b>Net Surplus (Deficit)</b>								<b>\$ 2,484,310</b>

Rural Municipality of Paynton No. 470  
 Consolidated Schedule of Tangible Capital Assets by Object  
 For the year ended December 31, 2015

	2015						2014	
	General Assets			Infrastructure Assets			General/ Infrastructure Assets Under Construction	Total
	Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment	Linear assets		
<b>Asset Cost</b>								
Opening Asset costs	\$ 64,720		\$ 720,212	\$ 91,663	\$ 1,177,249	\$ 6,608,986	\$ 2,658,312	\$ 8,450,216
Additions during the year			475,808	48,739		1,757,676		2,992,602
Disposals and write-downs during the year								(121,676)
Transfers (from) assets under construction			584,003			2,074,309	(2,658,312)	
<b>Closing Asset Costs</b>	<b>64,720</b>		<b>1,780,023</b>	<b>140,402</b>	<b>1,177,249</b>	<b>10,440,971</b>		<b>11,321,142</b>
<b>Accumulated Amortization Cost</b>								
Opening Accumulated Amortization Costs			273,285	38,698	168,107	1,178,015		1,450,854
Add: Amortization taken			10,768	8,166	109,976	140,121		242,434
Less: Accumulated amortization on disposals								(35,183)
<b>Closing Accumulated Amortization Costs</b>			<b>284,053</b>	<b>46,864</b>	<b>278,083</b>	<b>1,318,136</b>		<b>1,658,105</b>
<b>Net Book Value</b>	<b>\$ 64,720</b>		<b>\$ 1,495,970</b>	<b>\$ 93,538</b>	<b>\$ 899,166</b>	<b>\$ 9,122,835</b>		<b>\$ 9,663,037</b>

1. Total contributed/donated assets received in 2015: \$ -

2. List of assets recognized at nominal value in 2015 are:

- Infrastructure Assets \$ 7
- Vehicles \$ 2
- Machinery and Equipment \$ 1



Rural Municipality of Paynton No. 470  
 Consolidated Schedule of Tangible Capital Assets by Function  
 For the year ended December 31, 2015

	2015						2014	
	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Cultural	Water & Sewer	Total
<b>Assets</b>								
Asset Cost								
Opening Asset costs	\$ 469,994	\$ 113,957	\$ 10,618,865			\$ 89,898	\$ 28,428	\$ 8,450,216
Additions during the year			2,282,223					2,992,602
Disposals and write-downs during the year								(121,676)
<b>Closing Asset Costs</b>	<b>469,994</b>	<b>113,957</b>	<b>12,901,088</b>			<b>89,898</b>	<b>28,428</b>	<b>11,321,142</b>
<b>Amortization</b>								
Accumulated Amortization Cost								
Opening Accumulated Amortization Costs	97,818	45,295	1,459,694			43,925	11,373	1,450,854
Add: Amortization taken	9,942	7,237	250,305			836	711	242,434
Less: Accumulated amortization on disposals								(35,183)
<b>Closing Accumulated Amortization Costs</b>	<b>107,760</b>	<b>52,532</b>	<b>1,709,999</b>			<b>44,761</b>	<b>12,084</b>	<b>1,658,105</b>
<b>Net Book Value</b>	<b>\$ 362,234</b>	<b>\$ 61,425</b>	<b>\$ 11,191,089</b>			<b>\$ 45,137</b>	<b>\$ 16,344</b>	<b>\$ 9,663,037</b>

Rural Municipality of Paynton No. 470  
 Consolidated Schedule of Accumulated Surplus  
 For the year ended December 31, 2015

Schedule 8

	2014	Changes	2015
<b>UNAPPROPRIATED SURPLUS</b>	<b>\$ 2,012,408</b>	<b>\$ 212,023</b>	<b>\$ 2,224,431</b>

**APPROPRIATED RESERVES**

Machinery and Equipment			
Public Reserve			
Capital Trust			
Utility			
Paynton Park and Recreation Board	28,185		28,185
<b>Total Appropriated</b>	<b>28,185</b>		<b>28,185</b>

**ORGANIZED HAMLETS**

Hamlet of (Name)			
Hamlet of (Name)			
Hamlet of (Name)			
<b>Total Hamlets</b>			

**NET INVESTMENT IN TANGIBLE CAPITAL ASSETS**

Tangible capital assets (Schedule 6)	9,663,037	2,013,192	11,676,229
Less: Related debt		(541,338)	(541,338)
<b>Net Investment in Tangible Capital Assets</b>	<b>9,663,037</b>	<b>1,471,854</b>	<b>11,134,891</b>

<b>Total Accumulated Surplus</b>	<b>\$ 11,703,630</b>	<b>\$ 1,683,877</b>	<b>\$ 13,387,507</b>
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Rural Municipality of Paynton No. 470  
 Schedule of Mill Rates and Assessments  
 For the year ended December 31, 2015

	PROPERTY CLASS						Total
	Agriculture	Residential	Residential Condominium	Seasonal Residential	Commercial & Industrial	Potash Mine(s)	
Taxable Assessment	\$ 22,765,920	\$ 4,759,780		14,560	\$ 28,820,900		\$ 56,361,160
Regional Park Assessment							
Total Assessment							56,361,160
Mill Rate Factor(s)	0.60	1.25		1.25	5.40		
Total Base/Minimum Tax (generated for each property class)	11,650	250			50		11,950
Total Municipal Tax Levy (include base and/or minimum tax and special levies)	\$ 100,583	\$ 41,773		127	\$ 1,089,438		\$ 1,231,921

MILL RATES: MILLS

Average Municipal*	21.8576
Average School*	7.0179
Potash Mill Rate	
Uniform Municipal Mill Rate	7.0000

\* Average Mill Rates (multiply the total tax levy for each taxing authority by 1,000 and divide by the total assessment for the taxing authority.)

Rural Municipality of Paynton No. 470  
 Schedule of Council Remuneration  
 For the year ended December 31, 2015  
 (Unaudited)

Schedule 10

Position	Name	Remuneration	Reimbursed Costs	Total
Reeve	Kevin Garrett	\$ 3,650	\$ 2,591	\$ 6,241
Councillor	Garth Spence	675	350	1,025
Councillor	Lloyd Holmes	4,850	1,538	6,388
Councillor	Kristin Shantz	2,425	1,338	3,763
Councillor	George Dutton	2,275	1,812	4,087
Councillor	Michael Hult	1,838	1,823	3,661
Councillor	Lloyd Bullock	1,300	857	2,157
Councillor	Roxanne Valliere	2,300	1,746	4,046
<b>Total</b>		<b>\$ 19,313</b>	<b>\$ 12,055</b>	<b>\$ 31,368</b>