

**Annual Financial Statements**

**And Supporting Schedules**

**For The**

**Rural Municipality of Paynton No. 470**

**For the year ended December 31, 2016**

**Management's Responsibility**


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

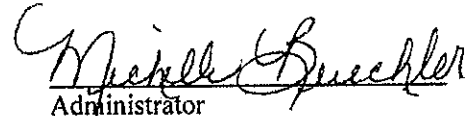
Management is responsible for the preparation and presentation of the accompanying financial statements, including responsibility for significant accounting judgments and estimates in accordance with Canadian generally accepted accounting principles and ensuring that all information in the annual report 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.

  
\_\_\_\_\_  
Reeve

Date June 28, 2017  
  
\_\_\_\_\_  
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, 2016, 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, 2016, 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  
June 28, 2017

*Holm Raiche Oberg.*  
Chartered Professional Accountants

Rural Municipality of Paynton No. 470  
 Consolidated Statement of Financial Position  
 As at December 31, 2016

Statement 1

	2016	2015
<b>FINANCIAL ASSETS</b>		
		<i>(Re-stated)</i>
Cash and Temporary Investments (Note 2)	\$ 2,802,020	\$ 1,847,119
Taxes Receivable - Municipal (Note 3)	34,010	38,538
Other Accounts Receivable (Note 4)	42,697	179,251
Land for Resale (Note 5)	864	864
Long-term Investments (Note 6)	193,565	185,921
Debt Charges Recoverable		
Other (Specify)		
<b>Total Financial Assets</b>	<b>3,073,156</b>	<b>2,251,693</b>
<b>LIABILITIES</b>		
Bank Indebtedness (Note 7)		
Accounts Payable	41,661	12,315
Accrued Liabilities Payable	855	1,090
Deposits		
Deferred Revenue		
Accrued Landfill Costs		
Liability for Contaminated Sites		
Other Liabilities		
Long-term Debt (Note 8)	424,725	541,338
Lease Obligations		
<b>Total Liabilities</b>	<b>467,241</b>	<b>554,743</b>
<b>NET FINANCIAL ASSETS</b>	<b>2,605,915</b>	<b>1,696,950</b>
<b>NON-FINANCIAL ASSETS</b>		
Tangible Capital Assets (Schedule 6, 7)	11,515,679	11,676,229
Prepayments and Deferred Charges	1,242	1,650
Stock and Supplies	79,451	149,116
Other		
<b>Total Non-Financial Assets</b>	<b>11,596,372</b>	<b>11,826,995</b>
<b>Accumulated Surplus (Schedule 8)</b>	<b>\$ 14,202,287</b>	<b>\$ 13,523,945</b>

Rural Municipality of Paynton No. 470  
 Consolidated Statement of Operations  
 For the year ended December 31, 2016

Statement 2

	2016 Budget	2016	2015 (Re-stated)
<b>Revenues</b>			
Taxes and Other Unconditional Revenue (Schedule 1)	\$ 2,012,864	\$ 2,135,941	\$ 1,288,127
Fees and Charges (Schedule 4, 5)	95,065	252,518	119,052
Conditional Grants (Schedule 4, 5)	44,681	8,323	15,041
Tangible Capital Asset Sales - Loss (Schedule 4, 5)		(119,774)	
Land Sales - Gain (Schedule 4, 5)			
Investment Income and Commissions (Schedule 4, 5)	15,400	14,180	15,609
Other Revenues (Schedule 4, 5)	2,000	2,967	4,498
<b>Total Revenues</b>	<b>2,170,010</b>	<b>2,294,155</b>	<b>1,442,327</b>
<b>Expenses</b>			
General Government Services (Schedule 3)	236,010	213,867	197,728
Protective Services (Schedule 3)	142,334	103,430	74,396
Transportation Services (Schedule 3)	913,198	1,301,145	760,609
Environmental and Public Health Services (Schedule 3)	12,500	13,308	9,164
Planning and Development Services (Schedule 3)			3,762
Recreation and Cultural Services (Schedule 3)	22,266	23,124	22,607
Utility Services (Schedule 3)	1,561	1,520	1,516
<b>Total Expenses</b>	<b>1,327,869</b>	<b>1,656,394</b>	<b>1,069,782</b>
<b>Surplus of Revenues over Expenses before Other Capital Contributions</b>	<b>842,141</b>	<b>637,761</b>	<b>372,545</b>
Provincial/Federal Capital Grants and Contributions (Schedule 4, 5)	25,722	40,581	1,308,360
<b>Surplus of Revenues over Expenses</b>	<b>\$ 867,863</b>	<b>678,342</b>	<b>1,680,905</b>
Accumulated Surplus, Beginning of Year		13,523,945	11,843,040
<b>Accumulated Surplus, End of Year</b>		<b>\$ 14,202,287</b>	<b>\$ 13,523,945</b>

Rural Municipality of Paynton No. 470  
Consolidated Statement of Change in Net Financial Assets  
For the year ended December 31, 2016

Statement 3

	2016 Budget	2016	2015 <i>(Re-stated)</i>
<b>Surplus (Deficit)</b>	\$ 867,863	\$ 678,342	\$ 1,680,905
(Acquisition) of tangible capital assets	(631,800)	(473,540)	(2,282,223)
Amortization of tangible capital assets		359,816	269,031
Proceeds on disposal of tangible capital assets	4,500	154,500	
Loss (gain) on the disposal of tangible capital assets		119,774	
<b>Surplus (Deficit) of capital revenue over expenditures</b>	<b>(627,300)</b>	<b>160,550</b>	<b>(2,013,192)</b>
(Acquisition) of supplies inventories			
(Acquisition) of prepaid expense			
Consumption of supplies inventories		69,665	10,136
Use of prepaid expense		408	462
<b>Surplus (Deficit) of expenses of other non-financial over expenditures</b>		<b>70,073</b>	<b>10,598</b>
<b>Increase (Decrease) in Net Financial Assets</b>	<b>\$ 240,563</b>	<b>908,965</b>	<b>(321,689)</b>
<b>Net Financial Assets - Beginning of Year</b>		<b>1,696,950</b>	<b>2,018,639</b>
<b>Net Financial Assets - End of Year</b>		<b>\$ 2,605,915</b>	<b>\$ 1,696,950</b>

Rural Municipality of Paynton No. 470  
 Consolidated Statement of Cash Flow  
 For the year ended December 31, 2016

Statement 4

	2016	2015 <i>(Re-stated)</i>
<b>Cash provided by (used for) the following activities</b>		
<b>Operating:</b>		
Surplus	\$ 678,342	\$ 1,680,905
Amortization	359,816	269,031
Loss on disposal of tangible capital assets	119,774	
	<u>1,157,932</u>	<u>1,949,936</u>
<b>Change in assets/liabilities</b>		
Taxes Receivable - Municipal	4,528	(29,978)
Other Receivables	136,554	(24,861)
Land for Resale		
Other Financial Assets		
Accounts and Accrued Liabilities Payable	29,111	(740,012)
Deposits		
Deferred Revenue		
Accrued Landfill costs		
Liability for Contaminated Sites		
Other Liabilities		
Stock and Supplies for Use	69,665	10,136
Prepayments and Deferred Charges	408	462
Other (Specify)		
<b>Net cash provided by (used for) operations</b>	<b>1,398,198</b>	<b>1,165,683</b>
<b>Capital:</b>		
Acquisition of Tangible Capital Assets	(473,540)	(2,282,223)
Proceeds From the Disposal of Tangible Capital Assets	154,500	
Other Capital		
<b>Net cash provided by (used for) capital</b>	<b>(319,040)</b>	<b>(2,282,223)</b>
<b>Investing:</b>		
Long-term Investments	(7,644)	1,109
Other Investments		
<b>Net cash provided by (used for) investing</b>	<b>(7,644)</b>	<b>1,109</b>
<b>Financing:</b>		
Debt Charges Recovered		
Long-term Debt Issued		600,000
Long-term Debt Repaid	(116,613)	(58,662)
Other Financing		
<b>Cash provided by (used for) financing transactions</b>	<b>(116,613)</b>	<b>541,338</b>
<b>Change in Cash and Temporary Investments during the year</b>	<b>954,901</b>	<b>(574,093)</b>
<b>Cash and Temporary Investments - Beginning of Year</b>	<b>1,847,119</b>	<b>2,421,212</b>
<b>Cash and Temporary Investments - End of Year</b>	<b>\$ 2,802,020</b>	<b>\$ 1,847,119</b>

Rural Municipality of Paynton No. 470  
Notes to the Consolidated Financial Statements  
For the year ended December 31, 2016

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 Accounting Standards Oversight Council. 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 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, 2016**

**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 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.
- 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>
<i>General Assets</i>	
Land	Indefinite
Land Improvements	15 Yrs
Buildings	40 Yrs
<b>Vehicles and Equipment</b>	
Vehicles	10 Yrs
Machinery and Equipment	5 to 10 Yrs
<i>Infrastructure Assets</i>	
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, 2016**

**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 earnings 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 neighborhood 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 leveling, 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, 2016

	2016	2015
<b>2. Cash and Temporary Investments</b>		
Cash	\$ 2,802,020	\$ 1,847,119
Temporary Investments		
Restricted Cash		
<b>Total Cash and Temporary Investments</b>	<b>\$ 2,802,020</b>	<b>\$ 1,847,119</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, 2016 and 2015, respectively. However, there are sufficient funds in the general accounts to fund the reserve.

**3. Taxes and Grants in Lieu Receivable**

Municipal - Current	\$ 31,035	\$ 39,108
- Arrears	17,666	14,121
	48,701	53,229
- Less Allowance for Uncollectibles	(14,691)	(14,691)
<b>Total Municipal Taxes Receivable</b>	<b>34,010</b>	<b>38,538</b>

School - Current	14,317	9,754
- Arrears	4,375	3,475
<b>Total School Taxes Receivable</b>	<b>18,692</b>	<b>13,229</b>

Other		
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Total Taxes and Grants in Lieu Receivable 52,702 51,767

Deduct taxes receivable to be collected on behalf of other organizations (18,692) (13,229)

**Total Taxes Receivable - Municipal** **\$ 34,010** **\$ 38,538**

**4. Other Accounts Receivable**

Federal government	\$ 7,492	\$ 140,396
Provincial government		3,120
Local government	14,260	29,414
Utility		
Trade	20,945	6,321
Other		
<b>Total Other Accounts Receivable</b>	<b>42,697</b>	<b>179,251</b>

Less Allowance for Uncollectibles

**Net Other Accounts Receivable** **\$ 42,697** **\$ 179,251**

**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, 2016

	2016	2015
<b>6. Long-term Investments</b>		
		<i>(Re-stated)</i>
Sask. Assoc. of Rural Municipalities - Self Insurance Fund	\$ 38,401	\$ 37,528
Sask. Assoc. of Rural Municipalities - Tax Loss Compensation Trust Fund	142,236	136,438
Allowance for Market Value Adjustment	(3,000)	(3,000)
Synergy Credit Union - equity	15,405	14,432
Battlefords & District Co-op. Ltd. - equity	523	523
<b>Total Long-term Investments</b>	<b>\$ 193,565</b>	<b>\$ 185,921</b>

**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 (2015 - \$nil).

**8. Long-term Debt**

a) The debt limit of the municipality is \$1,306,235. 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(1)).

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.

Future principal and interest payments are as follows:

Year	Principal	Interest	Current Total	Prior Year Principal
2016				\$ 116,617
2017	\$ 119,507	\$ 9,069	\$ 128,576	119,507
2018	122,468	6,108	128,576	122,468
2019	182,750	2,930	185,680	182,746
<b>Balance</b>	<b>\$ 424,725</b>	<b>\$ 18,107</b>	<b>\$ 442,832</b>	<b>\$ 541,338</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.

**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 2016 was \$23,497 (2015 - \$22,269). 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.

**Rural Municipality of Paynton No. 470**  
**Notes to the Consolidated Financial Statements**  
**For the year ended December 31, 2016**

**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:

	2016	2015
<b>a) Knox United Church Trust</b>		
Balance - Beginning of Year	\$ 11,501	\$ 18,580
Revenue (Specify)		
Interest revenue	69	112
Expenditure (Building repair)		(7,191)
<b>Balance - End of Year</b>	<b>\$ 11,570</b>	<b>\$ 11,501</b>
<b>b) Cemetery Trust</b>		
Balance - Beginning of Year	\$ 12,168	\$ 11,290
Donations and purchase of plots	300	825
Interest revenue	47	53
Expenditure (Specify)		
<b>Balance - End of Year</b>	<b>\$ 12,515</b>	<b>\$ 12,168</b>
<b>c) 5 Community Planning Trust</b>		
Balance - Beginning of Year	\$ 7	\$ 7
Revenue (Specify)		
Interest revenue		
Project payments		
<b>Balance - End of Year</b>	<b>\$ 7</b>	<b>\$ 7</b>

**14. Prior period adjustment**

During the year an error was discovered and adjusted. Sask. Assoc. Rural Municipalities Tax Loss Compensation Trust Fund had not previously been recorded and the associated income/expense relating to the fund.

**Effect of Change on 2016 Statement of Financial Position**

2015 Accumulated Surplus/Deficit as previously reported	\$ 13,387,507
Add: Sask. Assoc. Rural Municipalities - Tax Loss Compensation Trust Fund - Balance	136,438

**Result 2016 Accumulated Surplus/Deficit**

**Effect of Change on 2016 Statement of Operations**

Previously reported Surplus of Revenue Over Expenses	\$ 1,683,877
Less: Tax Loss Compensation Trust Fund Loss	(2,972)

**Result 2016 Surplus/Deficit of Revenue over Expenses**

1,680,905

Rural Municipality of Paynton No. 470  
 Schedule of Taxes and Other Unconditional Revenue  
 For the year ended December 31, 2016

Schedule 1

	2016 Budget	2016	2015 <i>(Re-stated)</i>
<b>TAXES</b>			
General municipal tax levy	\$ 2,023,280	\$ 2,034,846	\$ 1,231,921
Abatements and adjustments	(5,000)	(1,071)	(5,582)
Discount on current year taxes	(130,000)	(30,679)	(59,263)
<b>Net Municipal Taxes</b>	<b>1,888,280</b>	<b>2,003,096</b>	<b>1,167,076</b>
Potash tax share			
Trailer license fees			
Penalties on tax arrears	1,800	3,318	1,867
Special tax levy			
Other (Specify)			
<b>Total Taxes</b>	<b>1,890,080</b>	<b>2,006,414</b>	<b>1,168,943</b>

**UNCONDITIONAL GRANTS**

Revenue Sharing	89,004	90,734	89,004
Organized Hamlet			
<b>Total Unconditional Grants</b>	<b>89,004</b>	<b>90,734</b>	<b>89,004</b>

**GRANTS IN LIEU OF TAXES**

Federal	22,000	20,736	21,628
Provincial			
S.P.C. Electrical			
SaskEnergy Gas			
TransGas	6,500	6,875	6,250
Central Services			
SaskTel			
Other (Specify)			
Local/Other			
Housing Authority			
C.P.R. Mainline			
Treaty Land Entitlement	4,580	10,377	1,608
Other (SARM Rat program)	700	805	694
Other Government Transfers			
S.P.C. Surcharge			
Sask Energy Surcharge			
Other (Specify)			
<b>Total Grants in Lieu of Taxes</b>	<b>33,780</b>	<b>38,793</b>	<b>30,180</b>

<b>TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE</b>	<b>\$ 2,012,864</b>	<b>\$ 2,135,941</b>	<b>\$ 1,288,127</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, 2016

Schedule 2 - 1

	2016 Budget	2016	2015
<b>GENERAL GOVERNMENT SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
- Custom work			
- Sales of supplies	\$ 3,400	\$ 8,742	\$ 5,767
- Other (Rental)	1,000	8,714	2,868
Total Fees and Charges	4,400	17,456	8,635
- Tangible capital asset sales - gain (loss)			
- Land sales - gain			
- Investment income and commissions	15,400	14,180	15,609
- Other (Ratepayer meeting tickets)	1,500	810	1,129
Total Other Segmented Revenue	21,300	32,446	25,373
Conditional Grants			
- Student Employment			
- Other (EAF/ Sask Lotteries)	3,120		1,340
Total Conditional Grants	3,120		1,340
<b>Total Operating</b>	<b>24,420</b>	<b>32,446</b>	<b>26,713</b>
<b>Capital</b>			
Conditional Grants			
- Federal Gas Tax			
- Provincial Disaster Assistance			
- Other (Specify)			
<b>Total Capital</b>			
<b>Total General Government Services</b>	<b>24,420</b>	<b>32,446</b>	<b>26,713</b>

**PROTECTIVE SERVICES**

**Operating**

Other Segmented Revenue			
Fees and Charges			
- Other (fire fees)	35,200	54,185	32,148
Total Fees and Charges	35,200	54,185	32,148
- Tangible capital asset sales - gain (loss)			
- Other (Interest)		3	3
Total Other Segmented Revenue	35,200	54,188	32,151
Conditional Grants			
- Student Employment			
- Local government	40,111	8,022	9,134
- Other (Specify)			
Total Conditional Grants	40,111	8,022	9,134
<b>Total Operating</b>	<b>75,311</b>	<b>62,210</b>	<b>41,285</b>

**Capital**

Conditional Grants			
- Federal Gas Tax			
- Provincial Disaster Assistance			
- Local government			
- Other (Specify)			
<b>Total Capital</b>			
<b>Total Protective Services</b>	<b>75,311</b>	<b>62,210</b>	<b>41,285</b>

Rural Municipality of Paynton No. 470  
 Schedule of Operating and Capital Revenue by Function  
 For the year ended December 31, 2016

Schedule 2 - 2

	2016 Budget	2016	2015
<b>TRANSPORTATION SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
- Custom work	11,700	7,754	11,978
- Sales of supplies		104,651	
- Road Maintenance and Restoration Agreements	2,000		8,955
- Frontage			
- Other (Permits, drilling fees and surface leases)	37,165	62,738	51,945
Total Fees and Charges	50,865	175,143	72,878
- Tangible capital asset sales - Loss		(119,774)	
- Other (Specify)			
Total Other Segmented Revenue	50,865	55,369	72,878
Conditional Grants			
- MREP (CTP)			
- Student Employment			
- Other (Specify)			
Total Conditional Grants			
<b>Total Operating</b>	<b>50,865</b>	<b>55,369</b>	<b>72,878</b>
<b>Capital</b>			
Conditional Grants			
- Federal Gas Tax	15,222	15,598	15,222
- MREP (Heavy Haul, CTP, Municipal Bridges)			
- Provincial Disaster Assistance	10,000	24,983	1,292,648
- Other (Specify)			
<b>Total Capital</b>	<b>25,222</b>	<b>40,581</b>	<b>1,307,870</b>
<b>Total Transportation Services</b>	<b>76,087</b>	<b>95,950</b>	<b>1,380,748</b>

**ENVIRONMENTAL AND PUBLIC HEALTH SERVICES**

**Operating**

Other Segmented Revenue			
Fees and Charges			
- Waste and Disposal Fees			
- Other (Pest control)	1,500	952	1,734
Total Fees and Charges	1,500	952	1,734
- Tangible capital asset sales - gain (loss)			
- Other (Municipal Health Holding)	500	1,939	2,980
Total Other Segmented Revenue	2,000	2,891	4,714
Conditional Grants			
- Student Employment			
- TAPD			
- Local government			
- Other (Invasive plant control)	200	301	197
Total Conditional Grants	200	301	197
<b>Total Operating</b>	<b>2,200</b>	<b>3,192</b>	<b>4,911</b>

**Capital**

Conditional Grants			
- Federal Gas Tax			
- TAPD			
- Provincial Disaster Assistance			
- Other (Specify)			

**Total Capital**

<b>Total Environmental and Public Health Services</b>	<b>2,200</b>	<b>3,192</b>	<b>4,911</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, 2016

Schedule 2 - 3

	2016 Budget	2016	2015
<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**

**Operating**

Other Segmented Revenue			
Fees and Charges			
- Other (Donations and rentals)	1,100	2,806	1,885
Total Fees and Charges	1,100	2,806	1,885
- Tangible capital asset sales - gain (loss)			
- Other (Interest)		215	386
Total Other Segmented Revenue	1,100	3,021	2,271
Conditional Grants			
- Student Employment			
- Local government			
- Donations			
- Other (TIP grant, Community rink affordability)	1,250		4,370
Total Conditional Grants	1,250		4,370
<b>Total Operating</b>	2,350	3,021	6,641
<b>Capital</b>			
Conditional Grants			
- Federal Gas Tax			
- Local government			
- Provincial Disaster Assistance			
- Other (Specify)			
<b>Total Capital</b>			
<b>Total Recreation and Cultural Services</b>	2,350	3,021	6,641

Rural Municipality of Paynton No. 470  
 Schedule of Operating and Capital Revenue by Function  
 For the year ended December 31, 2016

Schedule 2 - 4

	2016 Budget	2016	2015
<b>UTILITY SERVICES</b>			
<b>Operating</b>			
Other Segmented Revenue			
Fees and Charges			
- Water	2,000	1,976	1,772
- Sewer			
- Other (Specify)			
Total Fees and Charges	2,000	1,976	1,772
- Tangible capital asset sales - gain (loss)			
- Other (Specify)			
Total Other Segmented Revenue	2,000	1,976	1,772
Conditional Grants			
- Student Employment			
- Other (Specify)			
Total Conditional Grants			
<b>Total Operating</b>	<b>2,000</b>	<b>1,976</b>	<b>1,772</b>
<b>Capital</b>			
Conditional Grants			
- Federal Gas Tax			
- New Building Canada Fund (SCF, NRP)			
- Clean Water Wastewater Fund	500		490
- Provincial Disaster Assistance			
- Other (Specify)			
<b>Total Capital</b>	<b>500</b>		<b>490</b>
<b>Total Utility Services</b>	<b>2,500</b>	<b>1,976</b>	<b>2,262</b>

**TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION**    \$    182,868    \$    198,795    \$    1,462,560

**SUMMARY**

Total Other Segmented Revenue	\$ 112,465	\$ 149,891	\$ 139,159
Total Conditional Grants	44,681	8,323	15,041
Total Capital Grants and Contributions	25,722	40,581	1,308,360
<b>TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION</b>	<b>\$ 182,868</b>	<b>\$ 198,795</b>	<b>\$ 1,462,560</b>

Rural Municipality of Paynton No. 470

Total Expenses by Function

For the year ended December 31, 2016

Schedule 3 - 1

	2016 Budget	2016	2015
<b>GENERAL GOVERNMENT SERVICES</b>			
Council remuneration and travel	\$ 38,500	\$ 30,598	\$ 31,898
Wages and benefits	106,000	106,413	96,718
Professional/Contractual services	73,660	55,717	50,170
Utilities	1,750	1,697	1,677
Maintenance, materials and supplies	3,700	4,171	3,051
Grants and contributions - operating	1,500	5,329	4,272
- capital			
Amortization	10,900	9,942	9,942
Interest			
Allowance for uncollectibles			
Other (Specify)			
<b>Total Government Services</b>	<b>236,010</b>	<b>213,867</b>	<b>197,728</b>

**PROTECTIVE SERVICES**

**Police protection**

Wages and benefits			
Professional/Contractual services	23,000	21,611	21,406
Utilities			
Maintenance, materials and supplies			
Grants and contributions - operating			
- capital			
Other (Specify)			

**Fire protections**

Wages and benefits	3,500	4,846	2,927
Professional/Contractual services	33,274	34,143	20,934
Utilities			
Maintenance, material and supplies	24,300	21,322	8,737
Grants and contributions - operating	51,000	14,271	13,155
- capital			
Amortization	7,260	7,237	7,237
Interest			
Other (Specify)			

<b>Total Protective Services</b>	<b>142,334</b>	<b>103,430</b>	<b>74,396</b>
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**TRANSPORTATION SERVICES**

Wages and benefits	289,676	254,504	265,676
Professional/Contractual Services	48,600	60,394	6,546
Utilities	16,600	11,969	15,588
Maintenance, materials and supplies	166,700	465,495	148,773
Gravel	125,000	155,965	67,005
Grants and contributions - operating			
- capital			
Amortization	266,622	341,090	250,305
Interest		11,728	6,716
Other (Specify)			

<b>Total Transportation Services</b>	<b>913,198</b>	<b>1,301,145</b>	<b>760,609</b>
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Rural Municipality of Paynton No. 470

Total Expenses by Function

For the year ended December 31, 2016

Schedule 3 - 2

	2016 Budget	2016	2015
<b>ENVIRONMENTAL AND PUBLIC HEALTH SERVICES</b>			
Wages and benefits	2,000	1,022	1,663
Professional/Contractual services	7,200	11,139	5,257
Utilities			
Maintenance, materials and supplies	3,300	1,147	1,392
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>12,500</b>	<b>13,308</b>	<b>9,164</b>

**PLANNING AND DEVELOPMENT SERVICES**

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

**RECREATION AND CULTURAL SERVICES**

Wages and benefits		664	570
Professional/Contractual services	6,500	2,955	9,043
Utilities	6,650	4,744	6,080
Maintenance, materials and supplies	1,660	7,109	2,562
Grants and contributions - operating	6,620	6,816	3,516
- capital			
Amortization	836	836	836
Interest			
Allowance for uncollectibles			
Other (Specify)			
<b>Total Recreation and Cultural Services</b>	<b>22,266</b>	<b>23,124</b>	<b>22,607</b>

Rural Municipality of Paynton No. 470

Total Expenses by Function

For the year ended December 31, 2016

Schedule 3 - 3

	2016 Budget	2016	2015
<b>UTILITY SERVICES</b>			
Wages and benefits			
Professional/Contractual services	150	150	152
Utilities	700	630	653
Maintenance, materials and supplies		29	
Grants and contributions - operating - capital			
Amortization	711	711	711
Interest			
Allowance for uncollectibles			
Other (Specify)			
<b>Total Utility Services</b>	<b>1,561</b>	<b>1,520</b>	<b>1,516</b>
<b>TOTAL EXPENSES BY FUNCTION</b>	<b>\$ 1,327,869</b>	<b>\$ 1,656,394</b>	<b>\$ 1,069,782</b>

Rural Municipality of Paynton No. 470  
 Consolidated Schedule of Segment Disclosure by Function  
 For the year ended December 31, 2016

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	\$ 17,456	\$ 54,185	\$ 175,143	\$ 952		\$ 2,806	\$ 1,976	\$ 252,518
Tangible Capital Asset Sales - Loss			(119,774)					(119,774)
Land Sales - Gain	14,180							14,180
Investment Income and Commissions	810	3		1,939		215		2,967
Other Revenues		8,022		301				8,323
Grants - Conditional			40,581					40,581
- Capital								
<b>Total Revenues</b>	<b>32,446</b>	<b>62,210</b>	<b>95,950</b>	<b>3,192</b>		<b>3,021</b>	<b>1,976</b>	<b>198,795</b>
<b>Expenses (Schedule 3)</b>								
Wages & Benefits	137,011	4,846	254,504	1,022		664		398,047
Professional/ Contractual Services	55,717	55,754	60,394	11,139		2,955	150	186,109
Utilities	1,697		11,969			4,744	630	19,040
Maintenance, Materials and Supplies	4,171	21,322	621,460	1,147		7,109	29	655,238
Grants and Contributions	5,329	14,271				6,816		26,416
Amortization	9,942	7,237	341,090			836	711	359,816
Interest			11,728					11,728
Allowance for Uncollectibles								
Other								
<b>Total Expenses</b>	<b>213,867</b>	<b>103,430</b>	<b>1,301,145</b>	<b>13,308</b>		<b>23,124</b>	<b>1,520</b>	<b>1,656,394</b>
<b>Surplus (Deficit) by Function</b>	<b>\$ (181,421)</b>	<b>\$ (41,220)</b>	<b>\$ (1,205,195)</b>	<b>\$ (10,116)</b>		<b>\$ (20,103)</b>	<b>\$ 456</b>	<b>(1,457,599)</b>
Taxation and Other Unconditional Revenue (Schedule 1)								2,135,941
<b>Net Surplus (Deficit)</b>								<b>\$ 678,342</b>

Rural Municipality of Payaton No. 470  
 Consolidated Schedule of Segment Disclosure by Function  
 For the year ended December 31, 2015  
 (Re-stated)

	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							15,609
Investment Income and Commissions	1,129	3		2,980		386		4,498
Other Revenues	1,340	9,134		197		4,370		15,041
Grants - Conditional			1,307,870				490	1,308,360
- Capital								
<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)								
								<b>1,288,127</b>
<b>Net Surplus (Deficit)</b>								<b>\$ 1,680,905</b>

Rural Municipality of Paynton No. 470  
 Consolidated Schedule of Tangible Capital Assets by Object  
 For the year ended December 31, 2016

Asset Cost	General Assets					Infrastructure Assets	General/Infrastructure Assets Under Construction	Total
	Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment			
Opening Asset costs	\$ 64,720		\$ 1,780,023	\$ 140,402	\$ 1,177,249	\$ 10,440,971		\$ 13,603,365
Additions during the year					351,776	121,764		473,540
Disposals and write-downs during the year				(14,000)	(337,592)			(351,592)
Transfers (from) assets under construction								
<b>Closing Asset Costs</b>	<b>64,720</b>		<b>1,780,023</b>	<b>126,402</b>	<b>1,191,433</b>	<b>10,562,735</b>		<b>13,603,365</b>
<b>Accumulated Amortization Cost</b>								
Opening Accumulated Amortization Costs			284,053	46,864	278,083	1,318,136		1,927,136
Add: Amortization taken			37,264	11,640	76,115	234,797		359,816
Less: Accumulated amortization on disposals				(9,800)	(67,518)			(77,318)
<b>Closing Accumulated Amortization Costs</b>			<b>321,317</b>	<b>48,704</b>	<b>286,680</b>	<b>1,552,933</b>		<b>2,209,634</b>
<b>Net Book Value</b>	<b>\$ 64,720</b>		<b>\$ 1,458,706</b>	<b>\$ 77,698</b>	<b>\$ 904,753</b>	<b>\$ 9,009,802</b>		<b>\$ 11,515,679</b>
								<b>\$ 11,676,229</b>



Rural Municipality of Paynton No. 470  
 Consolidated Schedule of Tangible Capital Assets by Function  
 For the year ended December 31, 2016

Schedule 7

	2016						2015	
	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	\$ 12,901,088			\$ 89,898	\$ 28,428	\$ 11,321,142
Additions during the year			473,540					2,282,223
Disposals and write-downs during the year			(351,592)					(351,592)
<b>Closing Asset Costs</b>	<b>469,994</b>	<b>113,957</b>	<b>13,023,036</b>			<b>89,898</b>	<b>28,428</b>	<b>13,603,365</b>
<b>Amortization</b>								
Accumulated Amortization Cost								
Opening Accumulated Amortization Costs	107,760	52,532	1,709,999			44,761	12,084	1,658,105
Add: Amortization taken	9,942	7,237	341,090			836	711	269,031
Less: Accumulated amortization on disposals			(77,318)					(77,318)
<b>Closing Accumulated Amortization Costs</b>	<b>117,702</b>	<b>59,769</b>	<b>1,973,771</b>			<b>45,597</b>	<b>12,795</b>	<b>1,927,136</b>
<b>Net Book Value</b>	<b>\$ 352,292</b>	<b>\$ 54,188</b>	<b>\$ 11,049,265</b>			<b>\$ 44,301</b>	<b>\$ 15,633</b>	<b>\$ 11,676,229</b>

Rural Municipality of Paynton No. 470  
 Consolidated Schedule of Accumulated Surplus  
 For the year ended December 31, 2016

Schedule 8

	2015 <i>(Re-stated)</i>	Changes	2016
<b>UNAPPROPRIATED SURPLUS</b>	\$ 2,360,869	\$ 722,279	\$ 3,083,148
<b>APPROPRIATED RESERVES</b>			
Machinery and Equipment			
Public Reserve			
Capital Trust			
Utility			
Other (Paynton Park and Recreation Board)	28,185		28,185
<b>Total Appropriated</b>	<b>28,185</b>		<b>28,185</b>
<b>NET INVESTMENT IN TANGIBLE CAPITAL ASSETS</b>			
Tangible capital assets (Schedule 6)	11,676,229	(160,550)	11,515,679
Less: Related debt	(541,338)	116,613	(424,725)
<b>Net Investment in Tangible Capital Assets</b>	<b>11,134,891</b>	<b>(43,937)</b>	<b>11,090,954</b>
<b>Total Accumulated Surplus</b>	<b>\$ 13,523,945</b>	<b>\$ 678,342</b>	<b>\$ 14,202,287</b>

Rural Municipality of Paynton No. 470  
 Schedule of Mill Rates and Assessments  
 For the year ended December 31, 2016

	PROPERTY CLASS					Total
	Agriculture	Residential	Residential Condominium	Seasonal Residential	Commercial & Industrial	
Taxable Assessment	\$ 22,764,960	\$ 5,299,825			\$ 49,940,700	\$ 78,005,485
Regional Park Assessment						
Total Assessment						78,005,485
Mill Rate Factor(s)						
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)	\$ 100,582	\$ 46,498			\$ 1,887,766	\$ 2,034,846

	MILLS
Average Municipal*	26.0859
Average School*	8.0962
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, 2016**  
*(Unaudited)*

Schedule 10

<b>Position</b>	<b>Name</b>	<b>Remuneration</b>	<b>Reimbursed Costs</b>	<b>Total</b>
Reeve	Kevin Garrett	\$ 4,095	\$ 2,654	\$ 6,749
Councillor	Garth Spence	1,875	1,560	3,435
Councillor	Lloyd Holms	3,630	1,666	5,296
Councillor	Ryan Sayers	600	232	832
Councillor	Kristin Shantz	2,475	1,550	4,025
Councillor	George Dutton	1,875	1,812	3,687
Councillor	Terrance Gregson	400	265	665
Councillor	Michael Hult	2,480	1,852	4,332
<b>Total</b>		<b>\$ 17,430</b>	<b>\$ 11,591</b>	<b>\$ 29,021</b>