

Rural Municipality of Blaine Lake No. 434

Consolidated Financial Statements

For the Year Ended December 31, 2010

Rural Municipality of Blaine Lake No. 434

Consolidated Financial Statements

For the Year Ended December 31, 2010

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Management's Responsibility

To the Ratepayers,
Rural Municipality of Blaine Lake No. 434

Management is responsible for the preparation and presentation of the accompanying consolidated 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 consolidated 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 consolidated financial statements.

Council is composed of elected officials who are not employees of the municipality. Council is responsible for overseeing management in the performance of its financial reporting responsibilities. Council fulfils these responsibilities by reviewing the financial information prepared by management and discussing relevant matters with the external auditor. Council is also responsible for the appointment of the municipality's external auditor.

C.S. Skrupski Certified General Accountant Professional Corporation, an independent firm, is appointed by Council to audit the consolidated financial statements and report directly to them; their report follows. The external auditor has full and free access to, and meets periodically and separately with, both Council and management to discuss their audit findings.

Reeve

Administrator

C.S. Skrupski
Certified General Accountant
Professional Corporation

INDEPENDENT AUDITOR'S REPORT

Reeve and Members of Council,
Rural Municipality of Blaine Lake No. 434

I have audited the accompanying consolidated financial statements of the Rural Municipality of Blaine Lake No. 434, which are comprised of the consolidated statement of financial position as at December 31, 2010, and the consolidated statements of operations, changes in net financial assets, and cash flows 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 generally accepted accounting principles, 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

My responsibility is to express an opinion on these consolidated financial statements based on my audit. I conducted my audit in accordance with Canadian generally accepted auditing standards. Those standards require that I 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 municipality'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 municipality'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.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

Opinion

In my opinion, the consolidated financial statements present fairly, in all material respects, the financial position of the Rural Municipality of Blaine Lake No. 434 as at December 31, 2010, and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

Rosthern, Saskatchewan
May 5, 2011



Certified General Accountant
Professional Corporation

Rural Municipality of Blaine Lake No. 434
Consolidated Statement of Financial Position
As at December 31, 2010

Statement 1

	2010	2009
ASSETS		
Financial Assets		
Cash and Temporary Investments (Note 2)	508,906	462,669
Taxes Receivable - Municipal (Note 3)	86,221	74,347
Other Accounts Receivable (Note 4)	389,755	200,443
Land for Resale (Note 5)	-	-
Long-term Investments (Note 6)	37,138	34,593
Other	-	-
Total Financial Assets	1,022,020	772,052
LIABILITIES		
Bank Indebtedness (Note 7)	-	-
Accounts Payable	185,009	206,746
Accrued Liabilities Payable	-	-
Deposits	-	-
Deferred Revenue (Note 8)	-	-
Accrued Landfill Costs (Note 9)	-	-
Other Liabilities	-	-
Long-term Debt (Note 10)	-	34,867
Lease Obligations (Note 11)	-	10,115
Total Liabilities	185,009	251,728
NET FINANCIAL ASSETS	837,011	520,324
Non-financial Assets		
Tangible Capital Assets (Schedule 6, 7)	471,845	520,543
Prepayments and Deferred Charges	654	2,431
Stock and Supplies	43,633	137,521
Other (Note 12)	-	-
Total Non-financial Assets	516,132	660,495
Accumulated Surplus (Deficit) (Schedule 8)	1,353,143	1,180,819

Rural Municipality of Blaine Lake No. 434
Consolidated Statement of Operations
For the Year Ended December 31, 2010

Statement 2

	<i>2010 Budget</i>	2010	2009
Revenues			
Taxes and Other Unconditional Revenue (Schedule 1)	766,140	753,283	755,382
Fees and Charges (Schedule 4, 5)	68,150	205,012	103,470
Conditional Grants (Schedule 4, 5)	-	736	-
Tangible Capital Asset Sales - Gain (Schedule 4, 5)	-	-	-
Land Sales - Gain (Schedule 4, 5)	-	-	-
Investment Income and Commissions (Schedule 4, 5)	4,200	6,440	6,421
Other Revenues (Schedule 4, 5)	-	-	-
Total Revenues	838,490	965,471	865,273
Expenses			
General Government Services (Schedule 3)	167,850	179,160	183,936
Protective Services (Schedule 3)	25,700	18,064	29,923
Transportation Services (Schedule 3)	624,400	581,351	592,942
Environmental and Public Health Services (Schedule 3)	52,930	40,240	36,147
Planning and Development Services (Schedule 3)	18,850	10,117	201
Recreation and Cultural Services (Schedule 3)	5,500	5,575	4,699
Utility Services (Schedule 3)	2,260	2,219	639
Total Expenses	897,490	836,726	848,487
Surplus (Deficit) of Revenues Over Expenses Before Other Capital Contributions	(59,000)	128,745	16,786
Provincial/Federal Capital Grants and Contributions (Schedule 4, 5)	175,000	43,579	125,428
Surplus (Deficit) of Revenues Over Expenses	116,000	172,324	142,214
Accumulated Surplus (Deficit), Beginning of Year	1,180,819	1,180,819	1,038,605
Accumulated Surplus (Deficit), End of Year	1,296,819	1,353,143	1,180,819

Rural Municipality of Blaine Lake No. 434
Consolidated Statement of Changes in Net Financial Assets
For the Year Ended December 31, 2010

Statement 3

	<i>2010 Budget</i>	2010	2009
Surplus (Deficit)	116,000	172,324	142,214
(Acquisition) of Tangible Capital Assets	(15,500)	(15,000)	-
Amortization of Tangible Capital Assets	-	63,698	74,059
Proceeds on Disposal of Tangible Capital Assets	-	-	-
Loss (Gain) on the Disposal of Tangible Capital Assets	-	-	-
Surplus (Deficit) of Capital Expenses over Expenditures	(15,500)	48,698	74,059
(Acquisition) of Supplies Inventories	-	(43,633)	(137,521)
(Acquisition) of Prepaid Expense	-	(654)	(2,431)
Consumption of Supplies Inventory	-	137,521	102,084
Use of Prepaid Expense	-	2,431	3,141
Surplus (Deficit) of Other Non-financial Expenses Over Expenditures	-	95,665	(34,727)
Increase/Decrease in Net Financial Assets	100,500	316,687	181,546
Net Financial Assets - Beginning of Year	520,324	520,324	338,778
Net Financial Assets - End of Year	620,824	837,011	520,324

Rural Municipality of Blaine Lake No. 434
Consolidated Statement of Cash Flows
For the Year Ended December 31, 2010

Statement 4

	2010	2009
Cash Provided by (Used for) the Following Activities		
Operating:		
Surplus (Deficit)	172,324	142,214
Amortization	63,698	74,059
Loss (Gain) on Disposal of Tangible Capital Assets	-	-
	236,022	216,273
Decrease (Increase) in Non-cash Items:		
Taxes Receivable - Municipal	(11,874)	21,300
Other Receivables	(189,312)	(65,500)
Land for Resale	-	-
Other Financial Assets	-	-
Accounts and Accrued Liabilities Payable	(21,737)	160,792
Deposits	-	-
Deferred Revenue	-	-
Other Liabilities	-	(1,520)
Stock and Supplies for Use	93,888	(35,437)
Prepayments and Deferred Charges	1,777	710
Other	-	-
Net Cash From (Used for) Operations	108,764	296,618
Capital:		
Acquisition of Capital Assets	(15,000)	-
Proceeds From the Disposal of Capital Assets	-	-
Other Capital	-	-
Net Cash From (Used for) Capital	(15,000)	-
Investing:		
Long-term Investments	(2,545)	(1,694)
Other Investments	-	-
Net Cash From (Used for) Investing	(2,545)	(1,694)
Financing:		
Long-term Debt Issued	-	34,867
Long-term Debt Repaid	(34,867)	(21,356)
Other Financing	(10,115)	-
Net Cash From (Used for) Financing	(44,982)	13,511
Increase (Decrease) in Cash Resources	46,237	308,435
Cash and Investments - Beginning of Year	462,669	154,234
Cash and Investments - End of Year	508,906	462,669

The accompanying notes are an integral part of these financial statements.
C.S. Skrupski Certified General Accountant Professional Corporation

Rural Municipality of Blaine Lake No. 434
Notes to the Consolidated Financial Statements
For the Year Ended December 31, 2010

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 Canadian Institute of Chartered Accountants. Significant aspects of the accounting policies are as follows:

Basis of Accounting: The financial statements are prepared using the accrual basis of accounting. The accrual basis of accounting recognizes revenues as they become available and measurable; expenses are recognized as they are incurred and measurable as a result of the receipt of goods and services and the creation of a legal obligation to pay.

- a) **Reporting Entity:** The financial statements consolidate 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.

All inter-organizational transactions and balances have been eliminated.

- b) **Collection of Funds for Other Authorities:** Collection of funds by the municipality for the school board, municipal hall and conservation and development authorities are collected and remitted in accordance with relevant legislation. The amounts collected are disclosed in note 3.

- c) **Government Transfers:** Government transfers are recognized as either expenditures or revenues in the period that the events giving rise to the transfer occurred, as long as:

- a) the transfer is authorized;
- b) eligibility criteria have been met by the recipient; 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 amount receivable.

- d) **Deferred Revenue - Fees and charges:** Certain user charges and fees are collected for which the related services have yet to be preformed. Revenue is recognized in the period when the related expenses are incurred or services performed.

- e) **Local Improvement Charges:** Local improvement projects financed by frontage taxes recognize any prepayment charges as revenue in the period assessed.

- f) **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.

- g) **Non-financial Assets:** Tangible capital and other non-financial assets are accounted for as assets by the municipality because they can be used to provide municipal services in future periods. These assets do not normally provide resources to discharge the liabilities of the municipality unless they are sold.

- h) **Appropriated Reserves:** Reserves are established at the discretion of Council to designate surplus for future operating and capital transactions. Amounts so designated are described in Schedule 8.

Rural Municipality of Blaine Lake No. 434
Notes to the Consolidated Financial Statements
For the Year Ended December 31, 2010

1. Significant Accounting Policies - continued

- i) **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.
- j) **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.
- k) **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 tangible capital assets that are recognized at a nominal value are disclosed in Schedule 6. The cost of these tangible capital assets less any residual value are amortized over the asset's useful life using the straight-line method of amortization. The municipality's tangible capital asset useful lives are estimated as follows:

<u>Asset</u>	<u>Useful Life</u>
General Assets	
Land	Indefinite
Land Improvements	5 to 20 Yrs
Buildings	10 to 50 Yrs
Vehicles & Equipment	
Vehicles	5 to 10 Yrs
Machinery and Equipment	5 to 10 Yrs
Infrastructure Assets	
Infrastructure Assets	30 to 75 Yrs
Water & Sewer	30 to 75 Yrs
Road Network Assets	30 to 75 Yrs

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

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 capitalizes interest incurred while a tangible capital asset is under construction.

Leases: All leases are recorded in the financial statements 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 the straight-line basis, over their estimated useful lives (lease term). Any lease not meeting the aforementioned criteria is classified as an operating lease, and lease payments are expensed as incurred.

Rural Municipality of Blaine Lake No. 434
Notes to the Consolidated Financial Statements
For the Year Ended December 31, 2010

- l) **Landfill Liability:** The municipality maintains a waste disposal site, but has not accrued any landfill liability.
- m) **Trust Funds:** The municipality does not hold any trust funds.
- n) **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. Accounts receivable are stated after evaluation as to their collectability and an appropriate allowance for doubtful accounts is provided where considered necessary.
- 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.
- o) **Basis of Segmentation/Segment Reporting:** 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 and 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 Culture:** The recreation and culture segment provides for community services through the provision of recreation and leisure services.
- Utility Services:** The utility services segment provides for delivery of water, collecting and treating of wastewater, and providing collection and disposal of solid waste.

2. Cash and Temporary Investments

	2010	2009
Cash	508,906	462,669
Temporary Investments	-	-
Total Cash and Temporary Investments	508,906	462,669

Cash and temporary investments include balances with banks, 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.

Rural Municipality of Blaine Lake No. 434
Notes to the Consolidated Financial Statements
For the Year Ended December 31, 2010

	2010	2009
3. Taxes and Grants in Lieu Receivable		
Municipal - Current	57,176	54,972
- Arrears	35,268	25,598
	92,444	80,570
- Less Allowance for Uncollectibles	(6,223)	(6,223)
Total Municipal Taxes Receivable	86,221	74,347
School - Current	-	-
- Arrears	48,850	44,180
Total School Taxes Receivable	48,850	44,180
Other	23,072	31,239
Total Taxes and Grants in Lieu Receivable	158,143	149,766
Deduct Taxes Receivable to be Collected on Behalf of Other Organizations	(71,922)	(75,419)
Municipal Taxes and Grants in Lieu Receivable	86,221	74,347
	2010	2009
4. Other Accounts Receivable		
Federal Government	17,950	23,073
Provincial Government	-	36,971
Local Government	-	-
Utility	-	-
Trade	371,805	140,399
Other	-	-
Total Other Accounts Receivable	389,755	200,443
Less Allowance for Uncollectibles	-	-
Net Other Accounts Receivable	389,755	200,443
	2010	2009
5. Land for Resale		
Tax Title Property	-	-
Allowance for Market Value Adjustment	-	-
Net Tax Title Property	-	-
Other Land	-	-
Allowance for Market Value Adjustment	-	-
Net Other Land	-	-
Total Land for Resale	-	-

Rural Municipality of Blaine Lake No. 434
Notes to the Consolidated Financial Statements
For the Year Ended December 31, 2010

6. Long-term Investments

SARM Self-Insurance Program

2010	2009
37,138	34,593

7. Bank Indebtedness

The municipality has no bank indebtedness.

8. Deferred Revenue

The municipality has no deferred revenue.

2010	2009
-	-

9. Accrued Landfill Costs

The municipality owns a landfill, but has not accrued any landfill liability costs.

Rural Municipality of Blaine Lake No. 434

Notes to the Consolidated Financial Statements

For the Year Ended December 31, 2010

10. Long-term Debt

a) The debt limit of the municipality is \$ 724,674. 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).

Bank loan is repayable to CIBC in annual payments of \$ 17,433 plus interest at Prime + 0%. The loan matured in 2010.

Future principal repayments are estimated as follows:

Year	Principal	Interest	Current Total	Prior Year
2011	-	-	-	
2012	-	-	-	
2013	-	-	-	
2014	-	-	-	
2015	-	-	-	
	-	-	-	
Balance	-	-	-	34,867

11. Lease Obligations

The municipality has no lease obligations.

Rural Municipality of Blaine Lake No. 434
Notes to the Consolidated Financial Statements
For the Year Ended December 31, 2010

12. Other Non-financial Assets

The municipality does not have any other non-financial assets.

2010	2009
-	-

13. Contingent Liabilities

The municipality has no contingent liabilities.

14. Change in Accounting Policies

Effective January 1, 2009, the municipality adopted the Public Sector Accounting Board's recommendations for recording tangible capital assets and the new financial statement presentation. The tangible capital asset section, PSAB 3150, establishes standards on how to account for and report tangible capital assets in government financial statements. The financial statement presentation section, PSAB 1200, establishes general reporting principles and standards for the disclosure of information based on the underlying financial statement concepts and the objectives of the government financial statements.

15. Comparative Figures

Prior year comparative figures have been restated to include tangible capital assets and amortization.

16. Trusts Administered by the Municipality

The municipality does not administer any trusts.

17. Budget Figures

The 2010 budget figures are provided for informative purposes only and were not covered by the scope of the external audit.

Rural Municipality of Blaine Lake No. 434
Schedule of Taxes and Other Unconditional Revenue
For the Year Ended December 31, 2010

Schedule 1

	2010 Budget	2010	2009
TAXES			
General Municipal Tax Levy	620,920	625,985	620,712
Abatements and Adjustments	(50)	(3,174)	(1,180)
Discount on Current Year Taxes	(15,000)	(27,787)	(27,306)
Net Municipal Taxes	605,870	595,024	592,226
Potash Tax Share	-	-	-
Trailer Licence Fees	-	-	-
Penalties on Tax Arrears	8,250	3,180	8,078
Special Tax Levy	-	-	-
Other	-	-	-
Total Taxes	614,120	598,204	600,304
UNCONDITIONAL GRANTS			
Equalization (Revenue Sharing)	140,000	140,599	140,599
Organized Hamlet	-	-	-
Other	-	-	-
Total Unconditional Grants	140,000	140,599	140,599
GRANTS IN LIEU OF TAXES			
Federal	20	36	35
Provincial			
S.P.C. Electrical	-	-	-
SaskEnergy Gas	-	-	-
Transgas	-	-	-
SPMC - Municipal Share	-	-	-
Sasktel	-	-	-
Other	-	-	-
Local/Other			
Housing Authority	-	-	-
C.P.R. Mainline	-	-	-
Treaty Land Entitlement	12,000	14,444	14,444
Other	-	-	-
Other Government Transfers			
S.P.C. Surcharge	-	-	-
Sask Energy Surcharge	-	-	-
Other	-	-	-
Total Grants in Lieu of Taxes	12,020	14,480	14,479
TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE	766,140	753,283	755,382

Rural Municipality of Blaine Lake No. 434
Schedule of Operating and Capital Revenue by Function
For the Year Ended December 31, 2010

Schedule 2-1

	2010 Budget	2010	2009
GENERAL GOVERNMENT SERVICES			
Operating			
Other Segmented Revenue	-	-	-
Fees and Charges	350	4,976	275
- Custom Work	-	-	-
- Sales of Supplies	1,100	5,502	2,436
- Other	-	-	-
Total Fees and Charges	1,450	10,478	2,711
- Tangible Capital Asset Sales - Gain (Loss)	-	-	-
- Land Sales - Gain	-	-	-
- Investment Income and Commissions	4,200	6,440	6,421
- Other (Specify)	-	-	-
Total Other Segmented Revenue	5,650	16,918	9,132
Conditional Grants	-	-	-
- Student Employment	-	-	-
- Other (Specify)	-	-	-
Total Conditional Grants	-	-	-
Total Operating	5,650	16,918	9,132
Capital			
Conditional Grants	-	-	-
- Gas Tax	-	-	-
- Canada/Sask Municipal Rural Infrastructure Fund	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other	-	-	-
Total Capital	-	-	-
Total General Government Services	5,650	16,918	9,132

PROTECTIVE SERVICES

Operating

Other Segmented Revenue	-	-	-
Fees and Charges	-	2,161	17,069
- Other (Specify)	-	-	-
Total Fees and Charges	-	2,161	17,069
- Tangible Capital Asset Sales - Gain (Loss)	-	-	-
- Other (Specify)	-	-	-
Total Other Segmented Revenue	-	2,161	17,069
Conditional Grants	-	-	-
- Student Employment	-	-	-
- Local Government	-	-	-
- Other (Specify)	-	-	-
Total Conditional Grants	-	-	-
Total Operating	-	2,161	17,069
Capital			
Conditional Grants	-	-	-
- Gas Tax	-	-	-
- Provincial Disaster Assistance	-	-	-
- Local Government	-	-	-
- Other (Specify)	-	-	-
Total Capital	-	-	-
Total Protective Services	-	2,161	17,069

Rural Municipality of Blaine Lake No. 434
Schedule of Operating and Capital Revenue by Function
For the Year Ended December 31, 2010

Schedule 2-2

	2010 Budget	2010	2009
TRANSPORTATION SERVICES			
Operating			
Other Segmented Revenue	-	-	-
Fees and Charges	-	-	-
- Custom Work	32,900	30,800	30,013
- Sales of Supplies	-	128,237	-
- Road Maintenance and Restoration Agreements	20,000	11,995	37,625
- Frontage	-	-	-
- Other (Specify)	-	-	-
Total Fees and Charges	52,900	171,032	67,638
- Tangible Capital Asset Sales - Gain (Loss)	-	-	-
- Other (Specify)	-	-	-
Total Other Segmented Revenue	52,900	171,032	67,638
Conditional Grants	-	-	-
- Primary Weight Corridor	-	-	-
- Student Employment	-	-	-
- Other - Fish and wildlife	-	736	-
Total Conditional Grants	-	736	-
Total Operating	52,900	171,768	67,638
Capital			
Conditional Grants	-	-	-
- Gas Tax	-	19,279	10,188
- Canada/Sask Municipal Rural Infrastructure Fund	-	-	-
- Heavy Haul	-	12,000	-
- Designated Municipal Roads and Bridges	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other - MEEP/Infrastructure	175,000	12,300	115,240
Total Capital	175,000	43,579	125,428
Total Transportation Services	227,900	215,347	193,066

ENVIRONMENTAL AND PUBLIC HEALTH SERVICES

Operating			
Other Segmented Revenue	-	-	-
Fees and Charges	3,300	4,549	2,253
- Waste and Disposal Fees	-	-	2,636
- Other (Specify)	-	-	-
Total Fees and Charges	3,300	4,549	4,889
- Tangible Capital Asset Sales - Gain (Loss)	-	-	-
- Other (Specify)	-	-	-
Total Other Segmented Revenue	3,300	4,549	4,889
Conditional Grants	-	-	-
- Student Employment	-	-	-
- Local Government	-	-	-
- Other (Specify)	-	-	-
Total Conditional Grants	-	-	-
Total Operating	3,300	4,549	4,889
Capital			
Conditional Grants	-	-	-
- Gas Tax	-	-	-
- Canada/Sask Municipal Rural Infrastructure Fund	-	-	-
- Transit for Disabled	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other (Specify)	-	-	-
Total Capital	-	-	-
Total Environmental and Public Health Services	3,300	4,549	4,889

Rural Municipality of Blaine Lake No. 434
Schedule of Operating and Capital Revenue by Function
For the Year Ended December 31, 2010

Schedule 2-3

	2010 Budget	2010	2009
PLANNING AND DEVELOPMENT SERVICES			
Operating			
Other Segmented Revenue	-	-	-
Fees and Charges	-	-	-
- Maintenance and Development Charges	-	-	-
- Other - Licences and Permits	9,000	15,011	8,498
Total Fees and Charges	9,000	15,011	8,498
- Tangible Capital Asset Sales - Gain (Loss)	-	-	-
- Other (Specify)	-	-	-
Total Other Segmented Revenue	9,000	15,011	8,498
Conditional Grants	-	-	-
- Student Employment	-	-	-
- Other (Specify)	-	-	-
Total Conditional Grants	-	-	-
Total Operating	9,000	15,011	8,498
Capital			
Conditional Grants	-	-	-
- Gas Tax	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other (Specify)	-	-	-
Total Capital	-	-	-
Total Planning and Development Services	9,000	15,011	8,498

RECREATION AND CULTURAL SERVICES

Operating			
Other Segmented Revenue	-	-	-
Fees and Charges	-	-	-
- Other (Specify)	-	-	-
Total Fees and Charges	-	-	-
- Tangible Capital Asset Sales - Gain (Loss)	-	-	-
- Other (Specify)	-	-	-
Total Other Segmented Revenue	-	-	-
Conditional Grants	-	-	-
- Student Employment	-	-	-
- Local Government	-	-	-
- Donations	-	-	-
- Other (Specify)	-	-	-
Total Conditional Grants	-	-	-
Total Operating	-	-	-
Capital			
Conditional Grants	-	-	-
- Gas Tax	-	-	-
- Local Government	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other (Specify)	-	-	-
Total Capital	-	-	-
Total Recreation and Cultural Services	-	-	-

Rural Municipality of Blaine Lake No. 434
Schedule of Operating and Capital Revenue by Function
For the Year Ended December 31, 2010

Schedule 2-4

	2010 Budget	2010	2009
UTILITY SERVICES			
Operating			
Other Segmented Revenue	-	-	-
Fees and Charges	-	-	-
- Water	1,500	1,781	2,665
- Sewer	-	-	-
- Other (Specify)	-	-	-
Total Fees and Charges	1,500	1,781	2,665
- Tangible Capital Asset Sales - Gain (Loss)	-	-	-
- Other (Specify)	-	-	-
Total Other Segmented Revenue	1,500	1,781	2,665
Conditional Grants	-	-	-
- Student Employment	-	-	-
- Other (Specify)	-	-	-
Total Conditional Grants	-	-	-
Total Operating	1,500	1,781	2,665
Capital			
Conditional Grants	-	-	-
- Gas Tax	-	-	-
- Sask Water Corp.	-	-	-
- Provincial Disaster Assistance	-	-	-
- Other (Specify)	-	-	-
Total Capital	-	-	-
Total Utility Services	1,500	1,781	2,665

TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	247,350	255,767	235,319
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SUMMARY

Total Other Segmented Revenue	72,350	211,452	109,891
Total Conditional Grants	-	736	-
Total Capital Grants and Contributions	175,000	43,579	125,428
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	247,350	255,767	235,319

Rural Municipality of Blaine Lake No. 434
Schedule of Total Expenses by Function
For the Year Ended December 31, 2010

Schedule 3-1

	2010 Budget	2010	2009
GENERAL GOVERNMENT SERVICES			
Council Remuneration and Travel	13,500	20,788	27,032
Wages and Benefits	83,720	98,343	86,813
Professional/Contractual Services	45,280	41,328	48,461
Utilities	8,800	4,887	6,035
Maintenance, Materials and Supplies	16,450	8,498	15,555
Grants and Contributions - Operating	100	5,316	40
- Capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Allowance for Uncollectibles	-	-	-
Other (Specify)	-	-	-
Total Government Services	167,850	179,160	183,936
PROTECTIVE SERVICES			
Police Protection			
Wages and Benefits	-	-	-
Professional/Contractual Services	10,800	9,800	9,800
Utilities	-	-	-
Maintenance, Material and Supplies	-	-	-
Grants and Contributions - Operating	-	-	-
- Capital	-	-	-
Other (Specify)	-	-	-
Fire Protection			
Wages and Benefits	-	-	-
Professional/Contractual Services	1,950	1,325	2,766
Utilities	1,450	680	681
Maintenance, Material and Supplies	3,500	1,892	10,126
Grants and Contributions - Operating	8,000	4,367	6,550
- Capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other (Specify)	-	-	-
Total Protective Services	25,700	18,064	29,923
TRANSPORTATION SERVICES			
Wages and Benefits	159,500	153,165	128,329
Professional/Contractual Services	143,500	100,183	112,962
Utilities	9,900	7,252	7,484
Maintenance, Materials, and Supplies	150,000	97,388	124,633
Gravel	158,000	158,808	142,067
Grants and Contributions - Operating	-	-	-
- Capital	-	-	-
Amortization	-	63,698	74,059
Interest	3,500	857	3,408
Other (Specify)	-	-	-
Total Transportation Services	624,400	581,351	592,942

Rural Municipality of Blaine Lake No. 434
Schedule of Total Expenses by Function
For the Year Ended December 31, 2010

Schedule 3-2

	<i>2010 Budget</i>	2010	2009
ENVIRONMENTAL AND PUBLIC HEALTH SERVICES			
Wages and Benefits	-	6,621	6,274
Professional/Contractual Services	35,700	25,781	28,245
Utilities	-	-	-
Maintenance, Materials and Supplies	-	-	-
Grants and Contributions - Operating	-	-	-
- Waste Disposal	-	-	-
- Public Health	17,230	7,838	1,628
- Capital	-	-	-
- Waste Disposal	-	-	-
- Public Health	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other (Specify)	-	-	-
Total Environmental and Public Health Services	52,930	40,240	36,147
PLANNING AND DEVELOPMENT SERVICES			
Wages and Benefits	-	117	-
Professional/Contractual Services	18,300	10,000	201
Grants and Contributions - Operating	550	-	-
- Capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Other (Specify)	-	-	-
Total Planning and Development Services	18,850	10,117	201
RECREATION AND CULTURAL SERVICES			
Wages and Benefits	-	-	-
Professional/Contractual Services	2,800	2,978	2,088
Utilities	-	-	-
Maintenance, Materials and Supplies	-	-	-
Grants and Contributions - Operating	2,700	2,597	2,611
- Capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Allowance for Uncollectibles	-	-	-
Other (Specify)	-	-	-
Total Recreation and Cultural Services	5,500	5,575	4,699

Rural Municipality of Blaine Lake No. 434
Schedule of Total Expenses by Function
For the Year Ended December 31, 2010

Schedule 3-3

	<i>2010 Budget</i>	2010	2009
UTILITY SERVICES			
Wages and Benefits	-	-	-
Professional/Contractual Services	1,260	1,090	100
Utilities	1,000	1,129	539
Maintenance, Materials and Supplies	-	-	-
Grants and Contributions - Operating	-	-	-
- Capital	-	-	-
Amortization	-	-	-
Interest	-	-	-
Allowance for Uncollectibles	-	-	-
Other (Specify)	-	-	-
Total Utility Services	2,260	2,219	639
TOTAL EXPENSES BY FUNCTION			
	897,490	836,726	848,487

Rural Municipality of Blaine Lake No. 434
Consolidated Schedule of Segment Disclosure by Function
For the Year Ended December 31, 2010

Schedule 4

Revenues (Schedule 2)									
General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total		
Fees and Charges	10,478	2,161	4,549	15,011	-	1,781	205,012		
Tangible Capital Asset Sales - Gain	-	-	-	-	-	-	-		
Land Sales - Gain	-	-	-	-	-	-	-		
Investment Income and Commissions	6,440	-	-	-	-	-	6,440		
Other Revenues	-	-	-	-	-	-	-		
Grants - Conditional	-	736	-	-	-	-	736		
- Capital	-	43,579	-	-	-	-	43,579		
Total Revenues	16,918	2,161	4,549	15,011	-	1,781	255,767		

Expenses (Schedule 3)									
Wages & Benefits	119,131	-	6,621	117	-	-	279,034		
Professional/ Contractual Services	41,328	11,125	25,781	10,000	2,978	1,090	192,485		
Utilities	4,887	680	-	-	-	1,129	13,948		
Maintenance Materials and Supplies	8,498	1,892	-	-	-	-	266,586		
Grants and Contributions	5,316	4,367	7,838	-	2,597	-	20,118		
Amortization	-	-	-	-	-	-	63,698		
Interest	-	-	-	-	-	-	857		
Allowance for Uncollectibles	-	-	-	-	-	-	-		
Other	-	-	-	-	-	-	-		
Total Expenses	179,160	18,064	40,240	10,117	5,575	2,219	836,726		

Surplus (Deficit) by Function					
(162,242)	(15,903)	(366,004)	(35,691)	4,894	(438)
(580,959)					

Taxation and Other Unconditional Revenue (Schedule 1)

753,283

Net Surplus (Deficit)

172,324

**Rural Municipality of Blaine Lake No. 434
Consolidated Schedule of Segment Disclosure by Function
For The Year Ended December 31, 2009**

Schedule 5

Revenues (Schedule 2)									
	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total	
Fees and Charges	2,711	17,069	67,638	4,889	8,498	-	2,665	103,470	
Tangible Capital Asset Sales - Gain	-	-	-	-	-	-	-	-	
Land Sales - Gain	-	-	-	-	-	-	-	-	
Investment Income and Commissions	6,421	-	-	-	-	-	-	6,421	
Other Revenues	-	-	-	-	-	-	-	-	
Grants - Conditional	-	-	-	-	-	-	-	-	
- Capital	-	-	125,428	-	-	-	-	125,428	
Total Revenues	9,132	17,069	193,066	4,889	8,498	-	2,665	235,319	

Expenses (Schedule 3)									
Wages & Benefits	113,845	-	128,329	6,274	-	-	-	248,448	
Professional/ Contractual Services	48,461	12,566	112,962	28,245	201	2,088	100	204,623	
Utilities	6,035	681	7,484	-	-	-	539	14,739	
Maintenance Materials and Supplies	15,555	10,126	266,700	-	-	-	-	292,381	
Grants and Contributions	40	6,550	-	1,628	-	2,611	-	10,829	
Amortization	-	-	74,059	-	-	-	-	74,059	
Interest	-	-	3,408	-	-	-	-	3,408	
Allowance for Uncollectibles	-	-	-	-	-	-	-	-	
Other	-	-	-	-	-	-	-	-	
Total Expenses	183,936	29,923	592,942	36,147	201	4,699	639	848,487	

Surplus (Deficit) by Function	(174,804)	(12,854)	(399,876)	(31,258)	8,297	(4,699)	2,026	(613,168)	
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Taxation and Other Unconditional Revenue (Schedule 1)

755,382

Net Surplus (Deficit)

142,214

**Rural Municipality of Blaine Lake No. 434
Consolidated Schedule of Tangible Capital Assets by Object
For the Year Ended December 31, 2010**

Schedule 6
2009

2010

	2010						2009	
	General Assets						Infrastructure Assets	General / Infrastructure
	Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment	Linear assets	Assets Under Construction	Total
Asset cost								
Opening Asset Costs	-	-	70,000	539,254	266,000	64,040	-	939,294
Additions During the Year	-	-	-	-	15,000	-	-	15,000
Disposals and Write-downs During the Year	-	-	-	-	-	-	-	-
Transfers (From) Assets Under Construction	-	-	-	-	-	-	-	-
Closing Asset Costs	-	-	70,000	539,254	281,000	64,040	-	939,294

Accumulated Amortization Cost								
Opening Accumulated Amortization Costs	-	-	48,242	191,209	176,779	2,521	-	418,751
Add: Amortization Taken	-	-	580	46,608	14,091	2,419	-	63,698
Less: Accumulated Amortization on Disposals	-	-	-	-	-	-	-	-
Closing Accumulated Amortization Costs	-	-	48,822	237,817	190,870	4,940	-	418,751

Net Book Value	-	-	21,178	301,437	90,130	59,100	-	471,845
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1. Total Contributed/Donated Assets Received in 2010: -
2. List of Assets Recognized at Nominal Value in 2010 are:
 - Infrastructure Assets
 - Vehicles
 - Machinery and Equipment
3. Amount of Interest Capitalized in 2010: -

Rural Municipality of Blaine Lake No. 434
Consolidated Schedule of Tangible Capital Assets by Function
For the Year Ended December 31, 2010

Schedule 7

2010

2009

	2010						2009	
	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture	Water & Sewer	Total
Asset Cost								
Opening Asset Costs	-	-	939,294	-	-	-	-	939,294
Additions During the Year	-	-	15,000	-	-	-	-	15,000
Disposals and Write-downs During the Year	-	-	-	-	-	-	-	-
Closing Asset Costs	-	-	954,294	-	-	-	-	954,294
Accumulated Amortization Cost								
Opening Accumulated Amortization Costs	-	-	418,751	-	-	-	-	418,751
Add: Amortization Taken	-	-	63,698	-	-	-	-	63,698
Less: Accumulated Amortization on Disposals	-	-	-	-	-	-	-	-
Closing Accumulated Amortization Costs	-	-	482,449	-	-	-	-	482,449
Net Book Value	-	-	471,845	-	-	-	-	471,845
								520,543

Rural Municipality of Blaine Lake No. 434
Consolidated Schedule of Accumulated Surplus
For the Year Ended December 31, 2010

Schedule 8

	2009	Changes	2010
UNAPPROPRIATED SURPLUS	556,539	221,022	777,561
APPROPRIATED RESERVES			
Machinery and Equipment	-	-	-
Public Reserve	5,698	-	5,698
Capital Trust	48,039	-	48,039
Utility	-	-	-
Other	50,000	-	50,000
Total Appropriated	103,737	-	103,737
ORGANIZED HAMLETS			
	-	-	-
	-	-	-
	-	-	-
Total Hamlets	-	-	-
NET INVESTMENT IN TANGIBLE CAPITAL ASSETS			
Tangible Capital Assets (Schedule 6)	520,543	(48,698)	471,845
Less: Related Debt	-	-	-
Net Investment in Tangible Capital Assets	520,543	(48,698)	471,845
Other	-	-	-
Total Accumulated Surplus	1,180,819	172,324	1,353,143

**Rural Municipality of Blaine Lake No. 434
Schedule of Mill Rates and Assessments
For the Year Ended December 31, 2010**

Schedule 9

	PROPERTY CLASS						Total
	Agriculture	Residential	Residential Condominium	Seasonal Residential	Commercial & Industrial	Potash Mine(s)	
Taxable Assessment	34,594,400	1,516,010	-	-	297,000	-	36,407,410
Regional Park Assessment							
Total Assessment							36,407,410
Mill Rate Factor(s)	-	-	-	-	-		
Total Base/Minimum Tax (generated for each property class)	-	-	-	-	-		-
Total Municipal Tax Levy (include base and/or minimum tax and special levies)	594,726	25,979	-	-	5,280		625,985

MILL RATES:	
Average Municipal*	17.2000
Average School*	7.2471
Potash Mill Rate	-
Uniform Municipal Mill Rate	17.2000

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

Rural Municipality of Blaine Lake No. 434
Schedule of Council Remuneration
For the Year Ended December 31, 2010

Schedule 10

Name	Remuneration	Reimbursed Costs	Total
Bolan, Stuart	1,778	375	2,153
Chudskov, Eugene	3,563	511	4,074
Kabaroff, Walter	4,454	307	4,761
King, Wayne	1,684	228	1,912
Priestley, John	3,340	89	3,429
Serhienko, John	2,555	307	2,862
Strelioff, Gerald	1,531	66	1,597
			-
			-
			-
			-
			-
			-
			-
	18,905	1,883	20,788

Rural Municipality of Blaine Lake No. 434
Schedule of Financial Statement Adjustments
As at December 31, 2010

Schedule 11

The municipality has restated its financial statements to conform to the guidelines set out in the Public Sector Accounting Board's 3150 Tangible Capital Asset guideline. This guideline requires municipalities to report and amortize their tangible capital assets in their financial statements.

Effect of Change on 2009 Statement of Financial Position

2009 Accumulated Surplus/Deficit as Previously Reported	660,276
Add: Net Book Value of Tangible Capital Assets Recorded	520,543
Less: Amounts to be Recovered From Future Revenues	-
Restated 2009 Accumulated Surplus/Deficit	<u>1,180,819</u>

Effect of Change to 2009 Statement of Operations (Financial Activities)

Previously Reported 'Change in Net Assets'	216,273
Add:	
Tangible Capital Asset Expenditures	-
Gain on Disposal of Capital Assets	-
Less:	
Amortization Expense	(74,059)
Loss on Disposal of Capital Assets	-
Proceeds on Sale of Capital Assets	-
Restated Surplus (Deficit) of Revenue over Expenses	<u>142,214</u>