
Annual Financial Statement
And Supporting Schedules

For The

TOWN OF KINDERSLEY

For the Year Ended December 31, 2012

CHARTERED ACCOUNTANTS

R.F. Perkins, B.Comm., F.C.A.*
R.D. Hauta, B.Comm., C.A.*
M.W. Close, B.Comm., C.A.*
A.R. Bertoia, B.Comm., C.A.*

Associates:

G.A. Close, C.A.*
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117 - 1st Avenue West
KINDERSLEY, SASK. S0L 1S0
P.O. Box 1507

INDEPENDENT AUDITOR'S REPORT

To the Mayor and Council of the Town of Kindersley

Report on the Consolidated Financial Statements

We have audited the accompanying consolidated financial statements of the Town of Kindersley, which comprise the statement of financial position as at December 31, 2012, and the statements of operations, change in net financial assets (debt) 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 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 financial position of the Town of Kindersley as at December 31, 2012, the results of its operations, change in its net financial assets (debt) and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Close Perkins & Hauta

KINDERSLEY, Saskatchewan

Chartered Accountants

June 14, 2013

Management's Responsibility

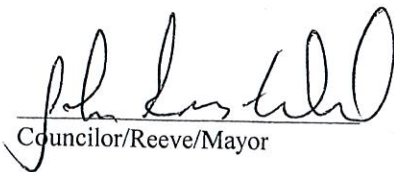
To the Ratepayers of Municipality of the Town of Kindersley

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.

Close, Perkins & Hauta, an independent firm of Chartered Accountants, is appointed by the 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.



Councilor/Reeve/Mayor



CFO/Administrator

Municipality of Town of Kindersley
Consolidated Statement of Financial Position
As at December 31, 2012

Statement 1

ASSETS

Financial Assets

	2012	2011
Cash and Temporary Investments (Note 2)	7,759,522	4,653,712
Taxes Receivable - Municipal (Note 3)	360,139	293,671
Other Accounts Receivable (Note 4)	11,478,831	10,813,523
Land for Resale (Note 5)	1,141,579	1,212,916
Long-Term Investments (Note 6)	26,328	22,482
Other (Specify)		
Total Financial Assets	20,766,399	16,996,305

LIABILITIES

Bank Indebtedness (Note 7)		
Accounts Payable	1,221,115	1,663,848
Accrued Liabilities Payable		
Deposits	295,201	277,119
Deferred Revenue (Note 8)		
Accrued Landfill Costs (Note 9)		
Other Liabilities	-	1,500,000
Long-Term Debt (Note 10)	11,551,114	12,284,710
Lease Obligations (Note 11)		
Total Liabilities	13,067,430	15,725,676

NET FINANCIAL ASSETS

7,698,969 **1,270,629**

Non-Financial Assets

Tangible Capital Assets (Schedule 6, 7)	38,167,977	35,239,376
Prepayments and Deferred Charges	(104,642)	119,514
Stock and Supplies	259,584	310,289
Other (Note 12)	-	-
Total Non-Financial Assets	38,322,919	35,669,179

Accumulated Surplus (Deficit) (Schedule 8)

46,021,887 **36,939,808**

Municipality of Town of Kindersley
Consolidated Statement of Operations
As at December 31, 2012

Statement 2

	2012 Budget	2012	2011
Revenues			
Taxes and Other Unconditional Revenue (Schedule 1)	6,429,191	6,598,954	6,236,804
Fees and Charges (Schedule 4, 5)	3,837,111	4,266,760	3,410,850
Conditional Grants (Schedule 4, 5)	311,996	474,844	535,760
Tangible Capital Asset Sales - Gain (Schedule 4, 5)	2,478,919	2,418,406	4,089,313
Land Sales - Gain (Schedule 4, 5)	18,000	217,789	351,237
Investment Income and Commissions (Schedule 4, 5)	142,267	90,603	151,327
Other Revenues (Schedule 4, 5)	-	-	-
Total Revenues	13,217,484	14,067,356	14,775,290
Expenses			
General Government Services (Schedule 3)	1,288,522	1,301,892	1,165,695
Protective Services (Schedule 3)	820,576	744,563	655,088
Transportation Services (Schedule 3)	1,975,240	1,909,218	1,620,015
Environmental and Public Health Services (Schedule 3)	767,534	642,792	751,721
Planning and Development Services (Schedule 3)	474,002	188,335	362,912
Recreation and Cultural Services (Schedule 3)	2,298,930	2,007,387	1,854,785
Utility Services (Schedule 3)	2,030,045	1,923,528	2,276,267
Total Expenses	9,654,849	8,717,715	8,686,482
Surplus (Deficit) of Revenues over Expenses before Other Capital Contributions	3,562,635	5,349,641	6,088,808
Provincial/Federal Capital Grants and Contributions (Schedule 4, 5)	265,602	3,732,438	398,252
Surplus (Deficit) of Revenues over Expenses	3,828,237	9,082,079	6,487,060
Accumulated Surplus (Deficit), Beginning of Year	36,939,808	36,939,808	30,452,748
Accumulated Surplus (Deficit), End of Year	40,768,045	46,021,887	36,939,808

Municipality of Town of Kindersley

Consolidated Statement of Change in Net Financial Assets

As at December 31, 2012

Statement 3

	2012 Budget	2012	2011
Surplus (Deficit)	3,828,237	9,082,079	6,487,060
(Acquisition) of tangible capital assets	35,590,540	(4,194,540)	(11,419,864)
Amortization of tangible capital assets		1,203,996	1,050,806
Proceeds on disposal of tangible capital assets		2,480,348	4,100,000
Loss (gain) on the disposal of tangible capital assets		(2,418,406)	(4,089,313)
Surplus (Deficit) of capital expenses over expenditures	35,590,540	(2,928,601)	(10,358,370)
(Acquisition) of supplies inventories			(202,018)
(Acquisition) of prepaid expense			(101,071)
Consumption of supplies inventory		50,706	
Use of prepaid expense		224,157	
Surplus (Deficit) of expenses of other non-financial over expenditures	-	274,862	(303,089)
Increase/Decrease in Net Financial Assets	39,418,777	6,428,340	(4,174,399)
Net Financial Assets - Beginning of Year	1,270,629	1,270,629	5,445,028
Net Financial Assets - End of Year	40,689,406	7,698,969	1,270,629

Municipality of Town of Kindersley
Consolidated Statement of Cash Flow
As at December 31, 2012

Statement 4

Cash provided by (used for) the following activities

Operating:

Surplus (Deficit)

Amortization

Loss (gain) on disposal of tangible capital assets

2012

2011

9,082,079

6,487,060

1,203,996

1,050,806

(2,418,406)

(4,089,313)

7,867,670

3,448,554

Change in assets/liabilities

Taxes Receivable - Municipal

(66,467)

54,104

Other Receivables

(665,308)

(4,371,339)

Land for Resale

71,337

232,102

Other Financial Assets

Accounts and accrued liabilities payable

(442,733)

(336,368)

Deposits

18,082

12,892

Deferred Revenue

Other Liabilities

Stock and supplies for use

50,706

(202,017)

Prepayments and Deferred Charges

224,157

(101,072)

Other (specify)

Net cash from (used for) operations

7,057,443

(1,263,144)

Capital:

Acquisition of capital assets

(4,194,540)

(11,419,864)

Proceeds from the disposal of capital assets

2,480,348

4,100,000

Other capital

Net cash from (used for) capital

(1,714,192)

(7,319,864)

Investing:

Long-term investments

(3,846)

(2,246)

Other investments

Net cash from (used for) investing

(3,846)

(2,246)

Financing:

Long-term debt issued

Long-term debt repaid

Other financing Short Term

(733,596)

(715,290)

(1,500,000)

1,500,000

Net cash from (used for) financing

(2,233,596)

784,710

Increase (Decrease) in cash resources

3,105,810

(7,800,543)

Cash and Investments - Beginning of Year

4,653,712

12,454,256

Cash and Investments - End of Year

7,759,522

4,653,712

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 recognized 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.

- a) **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

None

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 hail 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 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.
- 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 on Schedule 8.
- 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.

1. Significant accounting policies - continued

- 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 on Schedule 6. The cost of these tangible capital assets less any residual value are amortized over the asset's useful life using the straight-line method of amortization. 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	5 to 20 Yrs
Buildings	10 to 50 Yrs
Vehicles & Equipment	
Vehicles	5 to 10 Yrs
Machinery and Equipment	5 to 10 Yrs
<i>Infrastructure Assets</i>	
Infrastructure Assets	30 to 75 Yrs
Water & Sewer	40 to 75 Yrs
Road Network Assets	40 Yrs

[If method other than straight line used asset the method must be separately disclosed]

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 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 (lease term). Any other lease not meeting the before mentioned criteria is classified as a operating lease and rental payments are expensed as incurred.

- l) **Landfill liability:** The Municipality of [name] maintains a waste disposal site. The Municipality is unable to estimate closure and post-closure costs. No amount has been recorded as an asset or a liability. [Any municipality that has recorded a landfill liability in past or has incurred a liability during the year should disclose in accordance with PS 3270.21 of the Public Sector Accounting Board's handbook] See recommended disclosure in note 9.
- m) **Trust Funds:** Funds held in trust for others are neither included in the municipality's assets or equity. They are disclosed in Note [16].

- 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 report:** The Municipality has adopted the new 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: Protective Services is comprised of expenses for Police and Fire protection.

Transportation services: The Transportation services segment is responsible for the delivery of public works services related to the development and maintenance of roadway systems 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

	2012	2011
Cash	7,759,522	4,653,712
Temporary Investments		
Total Cash and temporary investments	7,759,522	4,653,712

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.]

3. Taxes and grants in lieu receivable

	2012	2011
Municipal - Current	163,389	270,590
- Arrears	248,408	79,613
	411,797	350,202
- Less Allowance for Uncollectibles	- 51,658	- 56,531
Total municipal taxes receivable	360,139	293,671

School - Current	47,845	47,984
- Arrears	45,294	34,247
Total school taxes receivable	93,139	82,231

Other		
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Total taxes and grants in lieu receivable	453,278	375,902
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Deduct taxes receivable to be collected on behalf of other organizations	- 93,139	- 82,231
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Municipal and grants in lieu taxes receivable	360,139	293,671
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Municipality of Town of Kindersley
Notes to the Consolidated Financial Statements
As at December 31, 2012

4. Other Accounts Receivable

	2012	2011
Federal government	63,568	281,854
Provincial government		
Local government		
Utility	399,077	355,491
Trade	561,230	304,901
Other (specify)	10,461,451	9,881,836
Total Other Accounts Receivable	11,485,326	10,824,082
Less Allowance for Uncollectibles	- 6,495	- 10,559
Net Other Accounts Receivable	11,478,831	10,813,523

5. Land for Resale

Tax Title Property	32,692	47,413
Allowance for market value adjustment	- 22,738	- 22,738
Net Tax Title Property	9,954	24,675
Other Land	1,131,625	1,188,241
Allowance for market value adjustment		
Net Other Land	1,131,625	1,188,241
Total Land for Resale	1,141,579	1,212,916

6. Long-term investments

Other long-term investments - Kindersley Co-op Equity

Marketable securities are valued at the lower of cost and market value. Market value at December 31, 2012 was \$26,328. (Prior Year 2011 - \$22,482).

7. Bank indebtedness

Bank indebtedness includes an operating loan amounting to \$0.00 (prior year 2011 - \$2,001,098) and bearing interest at prime plus less .55%.

Credit Arrangements

{Disclosure appropriate where lines of credit have been authorized, but nil amount is drawn at statement date}

At December 31, 2012, the Municipality had lines of credit totaling \$1,000,000, none of which were drawn.

The following has been collateralized in connection with this line of credit:

-- General security agreement.

8. Deferred revenue

	2012	2011
No deferred revenue	0	0
Total deferred revenue	0	0

9. Accrued landfill costs

	2012	2011
Environmental liabilities	0	0

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

[Included in environmental liabilities is [\$ -] (prior year - \$) of the estimated total landfill closure and post-closure care expenses. The estimated liability for these expenses is recognized as the landfill site's capacity is used. Estimated total expenses represent the sum of the discounted future cash flows for closure and post-closure care activities discounted at the Municipality's average long-term borrowing rate of [%] (prior year - %).]

[Landfill closure and post-closure care requirements have been defined in accordance with the Environmental Act and include final covering and landscaping of the landfill, pumping of ground, methane gas and leachate management, and ongoing environmental monitoring, site inspection and maintenance. The reported liability is based on estimates and assumptions with respect to events extending over a 100-year period using the best information available to management. Future events may result in significant changes to the estimated total expense, capacity used or total capacity and the estimated liability, and would be recognized prospectively, as a change in estimate, when applicable.]

10. Long-term debt

- a) The debt limit of the municipality is \$5,192,103. 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).
- b) Debenture debt is repayable at [describe terms including interest rates, repayment dates and amounts, and whether any amount is due on demand].

Future principal and interest payments are as follows:

Year	Principal	Interest	Current Total	Prior Year Total
2013	0	0	0	0
2014			0	0
2015			0	0
2016			0	0
2017			0	0
Thereafter			0	0
Balance	0	0	0	0

Bank loans are repayable [describe terms including interest rates, repayment dates and amounts, and whether any amount is due on demand].

Future principal repayments are estimated as follows:

Year	Principal	Interest	Current Total	Prior Year Total
2013	712,529		-	0
2014	694,645		694,645	0
2015	714,895		714,895	0
2016	735,838		735,838	0
2017	757,497		757,497	0
			-	0
Balance	3,615,404	-	2,902,874	0

Municipality of the Town of Kindersley
Notes to the Financial Statements
For the year ended December 31, 2012

Notes

10. Long-Term Debt - Detail of Note 10

WMF Building: Bank loans are repayment in quarterly principal installments of **\$ 10,000.00** plus interest at **6.3%, due quarterly**. The bank loans are secured by a general assignment of property taxes receivable.

Future Principal repayments are estimated as follows:

Year	Principal	Interest	Current Total	Prior Year Total
2012				40,000
2013				
2014				
Balance	0	0	0	40,000

EK Pumphouse: Bank loans are repayment in quarterly principal installments of **\$ 35,000.00** plus interest at **5.14%, due quarterly**. The bank loans are secured by a general assignment of property taxes receivable.

Future Principal repayments are estimated as follows:

Year	Principal	Interest	Current Total	Prior Year Total
2012				140,000
2013	140,000	4,490	144,490	140,000
2014			0	0
Balance	140,000	4,490	144,490	280,000

Water West/Water Tower: Bank loan repayment in monthly principal installment of **\$0.00** plus interest at **prime - .5%** due monthly. The bank loans are secured by a general assignment of utility revenue receivable.

Future Principal repayments are estimated as follows:

Year	Principal	Interest	Current Total	Prior Year Total
2012				0
2013	0	60,000	60,000	0
2014	102,535	109,271	211,806	102,535
2015	102,535	105,300	207,835	102,535
2016	102,535	102,600	205,135	102,535
2017	102,535	99,800	202,335	102,535
Balance	410,140	476,971	887,111	410,140

Water West Project: Bank loan repayment in a yearly principal installment plus interest at 3.42% due annually. The bank loans are secured by a general assignment of utility revenue receivable

Future Principal repayments are estimated as follows:

Year	Principal	Interest	Current Total	Prior Year Total
2012				553,596
2013	572,529	313,926	886,455	572,529
2014	592,110	294,345	886,455	592,110
2015	612,360	274,095	886,455	612,360
2016	633,303	253,152	886,455	633,303
2017	654,962	231,493	886,455	654,962
2018	677,361	209,094	886,455	677,361
2018	700,527	185,928	886,455	700,527
2020	724,485	161,970	886,455	724,485
2021	749,263	137,192	886,455	749,263
2022	774,887	111,568	886,455	774,887
2023	801,389	85,067	886,455	801,389
2024	828,796	57,659	886,455	828,796
2025	857,141	29,314	886,455	857,141
2026				
Balance	9,179,114	2,344,803	11,523,917	9,732,710

Municipality of Town of Kindersley
Notes to the Consolidated Financial Statements
As at December 31, 2012

11. Lease obligations

Future minimum lease payments under the capital leases together with the balance of the obligation due under the capital leases are as follows:

Year	
2013	0
2014	0
2015	0
2016	0
2017	0
Thereafter	0
Total future minimum lease payments	0
Amounts representing interest at a weighted average rate of _____ %	0
Capital lease liability	0

12. Other non-financial assets

(List if any)

13. Contingent liabilities

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

The municipality is also contingently liable for the following:

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 1201, 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 conform to the current year's presentation.

16. Trusts Administered by the Municipality

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

[Description of Trust i.e. Cemetery]

	Current Total	Prior Year Total
Balance - Beginning of Year		
Revenue (Specify)		
Interest revenue		
Expenditure (Specify)		
Balance - End of Year	0	0

Municipality of Town of Kindersley

Schedule of Taxes and Other Unconditional Revenue

As at December 31, 2012

Schedule 1

TAXES

	2012 Budget	2012	2011
General municipal tax levy	5,063,404	5,188,687	5,192,103
Abatements and adjustments	(60,000)	(22,044)	(331,573)
Discount on current year taxes	(199,375)	(186,141)	(165,477)
Net Municipal Taxes	4,804,029	4,980,501	4,695,053
Potash tax share			
Trailer license fees	35,000	33,881	29,289
Penalties on tax arrears	88,000	94,542	91,265
Special tax levy	5,200	33,400	6,200
Other (Specify)			
Total Taxes	4,932,229	5,142,325	4,821,806

UNCONDITIONAL GRANTS

Equalization (Revenue Sharing)	937,591	937,591	874,498
Organized Hamlet			
Total Unconditional Grants	937,591	937,591	874,498

GRANTS IN LIEU OF TAXES

Federal	10,973	11,242	10,973
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Provincial

S.P.C. Electrical			
SaskEnergy Gas	140,875	121,490	133,840
TransGas			
SPMC - Municipal Share	22,034	22,034	20,080
SaskTel	7,759	7,945	7,759
Other (Specify)	34,549	35,430	24,625

Local/Other

Housing Authority	55,681	57,026	55,341
C.P.R. Mainline			
Treaty Land Entitlement			
Other (Specify)			

Other Government Transfers

S.P.C. Surcharge	287,500	263,871	287,881
Sask Energy Surcharge			
Other (Specify)			
Total Grants in Lieu of Taxes	559,371	519,038	540,500

TOTAL TAXES AND OTHER UNCONDITIONAL REVENUE

6,429,191	6,598,954	6,236,804
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	2012 Budget	2012	2011
GENERAL GOVERNMENT SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Custom work	50,940	45,631	48,053
- Sales of supplies	500	861	516
- Other (Specify)	-	-	7,000
Total Fees and Charges	51,440	46,492	55,569
- Tangible capital asset sales - gain (loss)			
- Land sales - gain	18,000	217,789	351,237
- Investment income and commissions	142,267	90,603	151,327
- Other (Specify)			
Total Other Segmented Revenue	211,707	354,884	558,132
Conditional Grants			
- Student Employment	3,500	4,370	7,602
- Other (Specify) Canada Day, Planning for Growth	30,000	30,200	30,400
Total Conditional Grants	33,500	34,570	38,002
Total Operating	245,207	389,454	596,134
Capital			
Conditional Grants			
- Gas Tax	265,602	265,189	265,602
- Canada/Sask Municipal Rural Infrastructure Fund			
- Provincial Disaster Assistance			
- Other (Specify) Government Assistance	-	3,382,561	-
Total Capital	265,602	3,647,749	265,602
Total General Government Services	510,809	4,037,204	861,737

PROTECTIVE SERVICES

Operating

Other Segmented Revenue			
Fees and Charges	59,091	125,413	105,838
- Other (Specify)			
Total Fees and Charges	59,091	125,413	105,838
- Tangible capital asset sales - gain (loss)	50,000	8,328	-
- Other (Specify)			
Total Other Segmented Revenue	109,091	133,741	105,838
Conditional Grants			
- Student Employment			
- Local government	45,000	88,700	112,031
- Other (Specify)			
Total Conditional Grants	45,000	88,700	112,031
Total Operating	154,091	222,441	217,869

Capital

Conditional Grants			
- Gas Tax			
- Provincial Disaster Assistance	-		
- Local government			
- Other (Specify)			
Total Capital	-	-	-
Total Protective Services	154,091	222,441	217,869

TRANSPORTATION SERVICES

Operating

	2012 Budget	2012	2011
Other Segmented Revenue			
Fees and Charges			
- Custom work	25,000	11,239	22,093
- Sales of supplies	-	2,360	734
- Road Maintenance and Restoration Agreements			
- Frontage			
- Other (Specify) Airport	12,400	11,013	11,053
Total Fees and Charges	37,400	24,612	33,879
- Tangible capital asset sales - gain (loss)			
- Other (Specify)			
Total Other Segmented Revenue	37,400	24,612	33,879
Conditional Grants			
- Primary Weight Corridor			
- Student Employment			
- Other (Specify) Airport	90,000	93,700	93,700
Total Conditional Grants	90,000	93,700	93,700
Total Operating	127,400	118,312	127,579

Capital

Conditional Grants			
- Gas Tax			
- Canada/Sask Municipal Rural Infrastructure Fund			
- Heavy Haul			
- Designated Municipal Roads and Bridges			
- Provincial Disaster Assistance			
- Other (Specify)	-	-	132,649
Total Capital	-	-	132,649
Total Transportation Services	127,400	118,312	260,229

ENVIRONMENTAL AND PUBLIC HEALTH SERVICES

Operating

Other Segmented Revenue			
Fees and Charges			
- Waste and Disposal Fees	381,000	404,581	365,235
- Other (Specify)	28,900	31,537	27,010
Total Fees and Charges	409,900	436,118	392,245
- Tangible capital asset sales - gain (loss)			
- Other (Specify)			
Total Other Segmented Revenue	409,900	436,118	392,245
Conditional Grants			
- Student Employment			
- Local government			
- Other (Specify) Transit & Mosquito	35,521	24,263	24,021
Total Conditional Grants	35,521	24,263	24,021
Total Operating	445,421	460,381	416,266

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	445,421	460,381	416,266

Municipality of Town of Kindersley
Schedule of Operating and Capital Revenue by Function
As at December 31, 2012

Schedule 2 - 3

PLANNING AND DEVELOPMENT SERVICES

Operating

	2012 Budget	2012	2011
Other Segmented Revenue			
Fees and Charges			
- Maintenance and Development Charges	241,400	424,393	113,722
- Other (Specify)			
Total Fees and Charges	241,400	424,393	113,722
- Tangible capital asset sales - gain (loss)			
- Other (Specify)			
Total Other Segmented Revenue	241,400	424,393	113,722
Conditional Grants			
- Student Employment			
- Other (Specify)			
Total Conditional Grants	-	-	-
Total Operating	241,400	424,393	113,722

Capital

Conditional Grants			
- Gas Tax			
- Provincial Disaster Assistance			
- Other (Specify)			
Total Capital	-	-	-
Total Planning and Development Services	241,400	424,393	113,722

RECREATION AND CULTURAL SERVICES

Operating

Other Segmented Revenue			
Fees and Charges	478,710	521,272	356,388
- Other (Specify)			
Total Fees and Charges	478,710	521,272	356,388
- Tangible capital asset sales - gain (loss)	2,428,919	2,428,919	4,089,313
- Other (Specify)			
Total Other Segmented Revenue	2,907,629	2,950,192	4,445,701
Conditional Grants			
- Student Employment			
- Local government	51,975	49,665	49,805
- Donations	50,000	133,357	158,417
- Other (Specify) CRAG	6,000	7,500	-
Total Conditional Grants	107,975	190,522	208,222
Total Operating	3,015,604	3,140,714	4,653,923

Capital

Conditional Grants			
- Gas Tax			
- Local government			
- Provincial Disaster Assistance			
- Other (Specify) CIIF	-	84,689	-
Total Capital	-	84,689	-
Total Recreation and Cultural Services	3,015,604	3,225,403	4,653,923

Municipality of Town of Kindersley
Schedule of Operating and Capital Revenue by Function
As at December 31, 2012

Schedule 2 - 4

	2012 Budget	2012	2011
UTILITY SERVICES			
Operating			
Other Segmented Revenue			
Fees and Charges			
- Water	1,932,576	2,122,146	2,062,503
- Sewer	521,594	252,841	275,352
- Other (Specify)	105,000	313,474	15,355
Total Fees and Charges	2,559,170	2,688,461	2,353,209
- Tangible capital asset sales - gain (loss)		(18,842)	-
- Other (Specify)			
Total Other Segmented Revenue	2,559,170	2,669,619	2,353,209
Conditional Grants			
- Student Employment			
- Other (Specify) SIGI	-	43,089	59,784
Total Conditional Grants	-	43,089	59,784
Total Operating	2,559,170	2,712,708	2,412,993
Capital			
Conditional Grants			
- Gas Tax			
- Sask Water Corp.			
- Provincial Disaster Assistance			
- Other (Specify)			
Total Capital	-	-	-
Total Utility Services	2,559,170	2,712,708	2,412,993

TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	7,053,895	11,200,841	8,936,738
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SUMMARY

Total Other Segmented Revenue	6,476,297	6,993,558	8,002,726
Total Conditional Grants	311,996	474,844	535,760
Total Capital Grants and Contributions	265,602	3,732,438	398,252
TOTAL OPERATING AND CAPITAL REVENUE BY FUNCTION	7,053,895	11,200,841	8,936,738

Municipality of Town of Kindersley

Total Expenses by Function

As at December 31, 2012

Schedule 3 - 1

	2012 Budget	2012	2011
GENERAL GOVERNMENT SERVICES			
Council remuneration and travel	124,225	108,839	107,149
Wages and benefits	738,452	684,261	553,368
Professional/Contractual services	265,204	292,783	319,339
Utilities	32,441	32,380	32,224
Maintenance, materials and supplies	53,650	97,384	59,103
Grants and contributions - operating	36,750	47,286	49,753
- capital			
Amortization	37,500	38,702	38,549
Interest			
Allowance for uncollectibles	-	-	6,000
Other (Specify)	300	257	210
Total Government Services	1,288,522	1,301,892	1,165,695

PROTECTIVE SERVICES

Police protection

Wages and benefits	49,661	51,856	75,957
Professional/Contractual services	254,695	269,598	228,838
Utilities	5,887	3,396	5,558
Maintenance, material and supplies	24,557	17,409	17,662
Grants and contributions - operating			
- capital			
Other (Specify)			

Fire protections

Wages and benefits	237,896	194,267	182,600
Professional/Contractual services	48,520	27,442	34,008
Utilities	14,052	18,956	11,029
Maintenance, material and supplies	151,308	134,934	66,575
Grants and contributions - operating	4,000	3,750	3,750
- capital			
Amortization	30,000	22,954	29,111
Interest			
Other (Specify)			
Total Protective Services	820,576	744,563	655,088

TRANSPORTATION SERVICES

Wages and benefits	502,003	448,145	479,126
Professional/Contractual Services	550,080	489,985	287,671
Utilities	136,199	132,831	132,588
Maintenance, materials, and supplies	286,958	260,262	271,910
Gravel	37,500	104,122	49,756
Grants and contributions - operating			
- capital			
Amortization	462,500	473,873	398,964
Interest			
Other (Specify)			
Total Transportation Services	1,975,240	1,909,218	1,620,015

ENVIRONMENTAL AND PUBLIC HEALTH SERVICES

	2012 Budget	2012	2011
Wages and benefits	303,244	279,244	288,836
Professional/Contractual services	227,930	222,704	237,149
Utilities	24,750	22,596	23,873
Maintenance, materials and supplies	141,610	52,150	136,193
Grants and contributions - operating			
o Waste disposal			
o Public Health			
- capital			
o Waste disposal			
o Public Health			
Amortization	67,000	64,513	61,578
Interest	3,000	1,586	4,092
Other (Specify)			
Total Environmental and Public Health Services	767,534	642,792	751,721

PLANNING AND DEVELOPMENT SERVICES

Wages and benefits	73,301	26,106	22,867
Professional/Contractual Services	311,916	85,846	235,239
Grants and contributions - operating	88,785	76,383	104,806
- capital			
Amortization			
Interest			
Other (Specify)			
Total Planning and Development Services	474,002	188,335	362,912

RECREATION AND CULTURAL SERVICES

Wages and benefits	797,747	589,118	539,703
Professional/Contractual services	158,680	164,350	123,618
Utilities	276,028	287,181	196,669
Maintenance, materials and supplies	519,104	486,573	597,672
Grants and contributions - operating	163,871	116,432	158,589
- capital			
Amortization	301,000	309,326	231,343
Interest	82,500	54,406	7,192
Allowance for uncollectibles			
Other (Specify)			
Total Recreation and Cultural Services	2,298,930	2,007,387	1,854,785

As at December 31, 2012

UTILITY SERVICES

TOTAL EXPENSES BY FUNCTION

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Municipality of Town of Kindersley
Consolidated Schedule of Segment Disclosure by Function
As at December 31, 2012

Schedule 4

	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
Revenues (Schedule 2)								
Fees and Charges	46,492	125,413	24,612	436,118	424,393	521,272	2,688,461	4,266,760
Tangible Capital Asset Sales - Gain	-	8,328	-	-	-	2,428,919	(18,842)	2,418,406
Land Sales - Gain	217,789	-	-	-	-	-	-	217,789
Investment Income and Commissions	90,603	-	-	-	-	-	-	90,603
Other Revenues	-	-	-	-	-	-	-	-
Grants - Conditional	34,570	88,700	93,700	24,263	-	190,522	43,089	474,844
- Capital	3,647,749	-	-	-	-	84,689	-	3,732,438
Total revenues	4,037,204	222,441	118,312	460,381	424,393	3,225,403	2,712,708	11,200,841
Expenses (Schedule 3)								
Wages & Benefits	793,100	246,124	448,145	279,244	26,106	589,118	417,988	2,799,824
Professional/ Contractual Services	292,783	297,041	489,985	222,704	85,846	164,350	266,461	1,819,171
Utilities	32,380	22,352	132,831	22,596	-	287,181	196,360	693,700
Maintenance Materials and Supplies	97,384	152,343	364,384	52,150	-	486,573	354,628	1,507,462
Grants and Contributions	47,286	3,750	-	-	76,383	116,432	-	243,850
Amortization	38,702	22,954	473,873	64,513	-	309,326	294,629	1,203,996
Interest	-	-	-	1,586	-	54,406	393,462	449,455
Allowance for Uncollectibles	-	-	-	-	-	-	-	-
Other	257	-	-	-	-	-	-	257
Total expenses	1,301,892	744,563	1,909,218	642,792	188,335	2,007,387	1,923,528	8,717,715
Surplus (Deficit) by Function	2,735,311	(522,122)	(1,790,906)	(182,412)	236,058	1,218,016	789,180	2,483,126

Taxation and other unconditional revenue (Schedule 1)

6,598,954

Net Surplus (Deficit)

9,082,079

Municipality of Town of Kindersley
Consolidated Schedule of Segment Disclosure by Function
As at December 31, 2011

Schedule 5

Revenues (Schedule 2)							
General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning and Development	Recreation and Culture	Utility Services	Total
55,569	105,838	33,879	392,245	113,722	356,388	2,353,209	3,410,850
-	-	-	-	-	4,089,313	-	4,089,313
351,237	-	-	-	-	-	-	351,237
151,327	-	-	-	-	-	-	151,327
-	-	-	-	-	-	-	-
38,002	112,031	93,700	24,021	-	208,222	59,784	535,760
265,602	-	132,649	-	-	-	-	398,252
861,737	217,869	260,229	416,266	113,722	4,653,923	2,412,993	8,936,738
Expenses (Schedule 3)							
Wages & Benefits	258,557	479,126	288,836	22,867	539,703	382,860	2,632,467
Professional/ Contractual Services	262,846	287,671	237,149	235,239	123,618	321,975	1,787,836
Utilities	16,586	132,588	23,873	-	196,669	209,718	611,657
Maintenance Materials and Supplies	84,237	321,666	136,193	104,806	597,672	534,407	1,733,278
Grants and Contributions	3,750	-	-	-	158,589	-	316,898
Amortization	29,111	398,964	61,578	-	231,343	291,261	1,050,806
Interest	-	-	4,092	-	7,192	536,047	547,331
Allowance for Uncollectibles	-	-	-	-	-	-	6,000
Other	-	-	-	-	-	-	210
1,165,695	655,088	1,620,015	751,721	362,912	1,854,785	2,276,267	8,686,482
Surplus (Deficit) by Function							
	(437,219)	(1,359,786)	(335,455)	(249,190)	2,799,138	136,726	250,256
Taxation and other unconditional revenue (Schedule 1)							
							6,236,804
Net Surplus (Deficit)							
							6,487,060

Municipality of Town of Kindersley
Consolidated Schedule of Tangible Capital Assets by Object
As at December 31, 2012

Schedule 6

2011

2012

	General Assets					Infrastructure Assets		General/Infrastructure Assets Under Construction	
	Land	Land Improvements	Buildings	Vehicles	Machinery & Equipment	Linear assets			Total
Asset cost									
Opening Asset costs	1,551,901	1,757,143	6,642,581	1,106,130	4,678,620	22,869,188		10,156,042	48,761,604
Additions during the year		77,749	164,931	474,525	124,524	1,280,207		2,225,422	4,347,357
Disposals and write-downs during the year				(153,929)		(84,789)		(152,817)	(238,719)
Transfers (from) assets under construction									(152,817)
Closing Asset Costs	1,551,901	1,834,892	6,807,512	1,426,725	4,803,144	24,064,605		12,228,647	52,717,425
Accumulated Amortization Cost									
Opening Accumulated Amortization Costs	-	216,059	1,610,339	527,697	1,635,078	9,533,056		-	13,522,228
Add: Amortization taken		52,318	168,472	75,018	412,262	495,926			1,203,996
Less: Accumulated amortization on disposals				(110,829)		(65,947)			(176,776)
Closing Accumulated Amortization Costs	-	268,377	1,778,811	491,887	2,047,340	9,963,034		-	14,549,449
Net Book Value	1,551,901	1,566,515	5,028,700	934,839	2,755,804	14,101,571		12,228,647	38,167,977

1. Total contributed/donated assets received in 2012: \$ -

2. List of assets recognized at nominal value in 2012 are:

- Infrastructure Assets \$ -
- Vehicles \$ -
- Machinery and Equipment \$ -
- 3. Amount of interest capitalized in 20 \$ -

Municipality of Town of Kindersley
Consolidated Schedule of Tangible Capital Assets by Function
As at December 31, 2012

Schedule 7

2012

Asset cost	2012					
	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture
Opening Asset costs	1,388,253	683,002	13,980,152	844,227	93,379	13,378,761
Additions during the year	25,739	508,447	837,879	-	-	1,020,285
Disposals and write-downs during the year		(153,929)				(237,607)
Closing Asset Costs	1,413,992	1,037,520	14,818,030	844,227	93,379	20,348,838

Assets

Total
48,761,604
4,347,357
(391,536)
52,717,425

2011
Total
37,372,275
11,419,864
(30,535)
48,761,604

Accumulated Amortization Cost	2012					
	General Government	Protective Services	Transportation Services	Environmental & Public Health	Planning & Development	Recreation & Culture
Opening Accumulated Amortization Costs	266,057	338,583	7,095,778	387,202	23,235	3,419,913
Add: Amortization taken	45,323	22,954	467,252	57,165	7,348	309,326
Less: Accumulated amortization on disposals		(110,829)				(65,947)
Closing Accumulated Amortization Costs	311,380	250,708	7,563,030	444,367	30,583	2,300,787

Amortization

Total
13,522,228
1,203,996
(176,776)
14,549,449

2011
Total
12,491,270
1,050,806
(19,848)
13,522,228

Net Book Value	1,102,612	786,812	7,255,000	399,860	62,796	18,048,051
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38,167,977

35,239,376

Municipality of Town of Kindersley
Consolidated Schedule of Accumulated Surplus
As at December 31, 2012

Schedule 8

	2011	Changes	2012
UNAPPROPRIATED SURPLUS	8,843,073	4,966,299	13,809,372

APPROPRIATED RESERVES

Machinery and Equipment	518,150	(239,734)	278,416
Public Reserve	54,202	1,476	55,679
Capital Trust	670,711	103,542	774,253
Utility	1,699,533	(300,459)	1,399,074
Other (Specify)	2,199,473	888,758	3,088,231
Total Appropriated	5,142,070	453,583	5,595,652

ORGANIZED HAMLETS (add lines if required)

Organized Hamlet of (Name)			-
Organized Hamlet of (Name)			-
Organized Hamlet of (Name)			-
Organized Hamlet of (Name)			-
Organized Hamlet of (Name)			-
Organized Hamlet of (Name)			-
Total Organized Hamlets	-	-	-

NET INVESTMENT IN TANGIBLE CAPITAL ASSETS

Tangible capital assets (Schedule 6)	35,239,376	2,928,601	38,167,977
Less: Related debt	(12,284,710)	733,596	(11,551,114)
Net Investment in Tangible Capital Assets	22,954,666	3,662,198	26,616,863

Total Accumulated Surplus	36,939,808	9,082,079	46,021,887
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Schedule 9

	PROPERTY CLASS						
	Agriculture	Residential	Residential Condominium	Seasonal Residential	Commercial & Industrial	Potash Mine(s)	Total
Taxable Assessment	287,430	120,735,635	10,720,640	-	79,128,545	-	210,872,250
Regional Park Assessment							
Total Assessment							
Mill Rate Factor(s)	1.4150	0.9200	0.9200	-	1.2900		210,872,250
Total Base/Minimum Tax (generated for each property class)	-	882,360	104,400	-	262,095		1,248,855
Total Municipal Tax Levy (include base and/or minimum tax and special levies)	8,033	2,756,864	256,071	-	2,167,719		5,188,687

MILL RATES:

MILL RATES:		MILLS
Average Municipal*		24.6058
Average School*		10.9020
Potash Mill Rate		0.0000
Uniform Municipal Mill Rate		19.7500

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

Municipality of Town of Kindersley
Schedule of Council Remuneration
As at December 31, 2012

Schedule 10

Position	Name	Remuneration	Reimbursed Costs	Total
Reeve/Mayor	Wayne Foster	23,100	1,820	24,920
Reeve/Mayor	John Enns-Wind	3,300	145	3,445
Councillor/Alderman	Vaughn Biberdorf	10,200	150	10,350
Councillor/Alderman	Tom Geiger	8,925	1,595	10,520
Councillor/Alderman	Sheldon Goodheart	1,275		1,275
Councillor/Alderman	Lorne Janzen	10,200	75	10,275
Councillor/Alderman	Robert McTaggart	1,275		1,275
Councillor/Alderman	Jeffry Meyer	8,925		8,925
Councillor/Alderman	Ryan Orton	3,188	290	3,478
Councillor/Alderman	Curtis Sackville	1,275		1,275
Councillor/Alderman	James Schmidt	1,275		1,275
Councillor/Alderman	Ashley Storos	8,925		8,925
				-
				-
				-
Total		81,863	4,075	85,938