

**Municipality of BLUCHER #343  
Statement of Financial Position  
As at December 31, 2002**

Statement 1

	MFIR Schedules	Note	2002	2001
<b>ASSETS</b>				
<b>Financial assets</b>				
Cash and Temporary Investments	4.2	2	1,677,633	1,606,815
Taxes receivable - Municipal	4.3	3	118,278	98,555
Other accounts receivable	4.4	4	78,451	89,851
Land for resale	4.5	5	207	207
Long-term investments	4.6	6	40,402	37,338
Other			21	21
<b>Total financial assets</b>			<b>1,914,992</b>	<b>1,832,787</b>
<b>LIABILITIES</b>				
Bank indebtedness				
Accounts payable			23,342	7,464
Accrued liabilities payable				
Utility deposits				
Deferred revenue			64,439	7,232
Accrued landfill costs		1 (j)		
Other Liabilities			12,500	
Long-term debt	4.8	8		
Retirement benefits				
Pension Liability				
Lease Obligations				
<b>Total liabilities</b>			<b>100,281</b>	<b>14,696</b>
<b>NET FINANCIAL ASSETS</b>			<b>1,814,711</b>	<b>1,818,091</b>
<b>Non-financial assets</b>				
Prepayments and deferred charges			868	848
Stock and supplies			249,886	49,887
Other	4.7	7		
<b>Total non-financial assets</b>			<b>250,754</b>	<b>50,735</b>
<b>NET ASSETS</b>			<b>2,065,465</b>	<b>1,868,826</b>
<b>MUNICIPAL POSITION (Statement 3)</b>				
<b>Surplus</b>				
Unappropriated net assets			245,892	245,892
Appropriated net assets			1,819,573	1,622,934
			2,065,465	1,868,826
<b>Amounts to be Recovered from Future Revenues</b>		1 (l)		
			2,065,465	1,868,826

Approved on behalf of Council:

\_\_\_\_\_  
Reeve

( See accompanying notes)

**Municipality of BLUCHER #343  
Statement of Financial Activities  
Year Ended December 31, 2002**

Statement 2

	MFIR Schedules	Schedule	<u>2002 Budget</u>	<u>2002 Actual</u>	<u>2001 Actual</u>
<b>Revenues</b>					
Taxation	5	1	1,051,050	1,063,003	1,067,329
Fees and charges	5	1	88,150	88,091	172,540
Maintenance and development charges	5	1	61,000	58,081	79,349
Utilities	5	1	78,000	110,108	96,707
Grants	6	2	54,600	63,820	43,748
Capital asset proceeds			183,600	177,102	170,803
Land sales - gain					
Investment Income and commissions			72,000	60,857	72,349
Other revenues - specify					
<b>Total Revenues</b>			<u>1,588,400</u>	<u>1,621,062</u>	<u>1,702,825</u>
<b>Expenditures</b>					
General government services	8	3	209,550	195,067	198,590
Protective services	8	3	97,500	95,678	81,297
Transportation services	8	3	1,017,950	978,662	937,356
Environmental health services	8	3	29,500	31,290	39,051
Public health and welfare services	8	3	2,000	3,062	8,707
Planning and development services	8	3	10,500	10,005	10,749
Recreation and cultural services	8	3	7,900	7,753	6,268
Utilities	8	3	70,000	102,906	94,403
<b>Total Expenditures</b>			<u>1,444,900</u>	<u>1,424,423</u>	<u>1,376,421</u>
<b>Change in Net-Financial Assets</b>			<u>143,500</u>	<u>196,639</u>	<u>326,404</u>
Change in Non-Financial Assets				0	
<b>Change in net assets</b>			<u>143,500</u>	<u>196,639</u>	<u>326,404</u>
Change in amounts to be recovered					
Long term debt issued					
Long term debt repaid					
<b>Change in surplus</b>			<u>143,500</u>	<u>196,639</u>	<u>326,404</u>

**Municipality of BLUCHER #343  
Statement of Changes in Surplus  
Year ended December 31, 2002**

Statement 3

	Unappropriated	Appropriated	<u>2002</u>	<u>2001</u>
<b>Change in Surplus - (Statement 2)</b>	196,639		196,639	326,404
<b>Internal transfers</b>				
- Future expenditures	(196,639)	196,639		(326,404)
- Other				
	<u>(196,639)</u>	<u>196,639</u>	<u>0</u>	<u>(326,404)</u>
<b>Balances - Beginning of year</b>	245,892	1,622,934	1,868,826	1,542,422
<b>Balances - End of year</b>	<u>245,892</u>	<u>1,819,573</u>	<u>2,065,465</u>	<u>1,868,826</u>

( See accompanying notes)

**Municipality of BLUCHER #343**  
**Notes To The Financial Statements**  
**For The Year Ended December 31, 2002**

**1. Significant accounting policies**

The 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:

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 resources. They include the following:

Entities included in these financial statements are as follows:

Entity	Basis of Recording
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All inter-organizational balances have been eliminated.

b) Revenue Recognition

Revenues are accounted for in the period in which the transactions or events occurred that give rise to the revenues.

Government transfers are recognized as revenues in the period that the event giving rise to the transfer occurred, providing the transfers are authorized, any eligibility criteria have been met by the municipality and reasonable estimates for the amounts can be made. Revenue received in advance of the related expenditures is deferred to the period when the expenditures are incurred.

c) Expenditure Recognition

Expenditures are recognized in the period the goods and services are acquired and a liability is incurred. They also include grants and contributions made where no direct goods or services were acquired. Expenditures include amounts for interest on debt outstanding but do not include any amounts for principal repayment. Changes related to non-financial assets are recorded as an adjustment to the Change in Net-Financial Assets to arrive at Change in Net Assets.

d) Local Improvement Charges

Local improvement projects financed by frontage taxes recognize the prepayment charge as revenue in the period in which the related expenditures occurred. A long term receivable is recorded for the principal portion of unpaid frontages which are to be financed through frontage levies.

e) 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.

f) Appropriated Net Assets

Reserves are established at the discretion of Council to set aside funds for future operating and capital expenditures. Transfer to and/or from reserves are reflected on the statement of net assets.

g) Investments

Portfolio investments are valued at the lower of cost and net realizable value. Market value approximates cost.

h) Inventories

Inventories of materials and supplies are valued at the lower of cost or replacement cost.

i) Capital assets

Capital assets are reported as expenditures in the period they are acquired. They are not recorded as assets in the financial statements but are included in the notes to the financial statements at their historical cost. Contributions for the acquisition of capital assets are reported as revenue, rather than reducing the capital expenditure.

j) Landfill closure and post closure liability

( See section 3270.21 PSAB)

k) Trust Funds

Funds held in trust for others are neither included in the municipality's assets or equity. They are disclosed in Note 11.

l) Amounts to be recovered from future revenues

This represents the amount of long term liabilities that will be funded from future revenues.

**Municipality of BLUCHER #343**  
**Notes To The Financial Statements**  
**For The Year Ended December 31, 2002**

**1. Significant accounting policies - continued**

m) 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 expenditure during the period. Where measurement uncertainty exists, the financial statements have been prepared within reasonable limits of materiality. Actual results could differ from those estimates.

**2. Cash and Temporary Investments**

	2002	2001
Cash	35,544	200
Temporary Investments	1,642,089	1,606,615
	1,677,633	1,606,815

**3. Taxes receivable**

Municipal - Current		
- Arrears	163,691	143,971
	163,691	143,971
- Less allowance for uncollectibles	(45,413)	(45,416)
	118,278	98,555
School - Current		
- Arrears	93,129	109,154
Total	93,129	109,154
Other	8,953	9,983
Total taxes receivable	220,360	217,692
Deduct taxes to be collected on behalf of other organizations	(102,082)	(119,137)
Municipal taxes receivable	118,278	98,555

**4. Other accounts receivable**

Federal government	15,089	4,951
Provincial government	4,608	
Local government		
Utility	257	
Trade	33,950	54,166
Other	24,547	30,734
	78,451	89,851
Less allowance for uncollectibles	78,451	89,851

**5. Land for resale**

Tax title property	207	207
Allowance for market value adjustment		
Net tax title property	207	207
Other land		
Allowance for market value adjustment		
Net other land	-	-
	207	207

**6. Long term investments ( If any)**

Sask Assoc of Rural Municipalities - Self Insurance Fund	40,402	37,338
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**7. Other non-financial assets**

( List if any)

Coop shares	21	21
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**Municipality of BLUCHER #343  
Notes To The Financial Statements  
For The Year Ended December 31, 2002**

**8. Long term debt**

Government activities

Debenture debt is repayable at \$ \_\_\_\_\_ annually to the Municipal Finance Corporation and bears interest at a rate of \_\_\_\_%. It matures in \_\_\_\_\_. The amount of debenture debt to be repaid from future frontage taxes is \$ xxx.xx.

Future principal and interest payments are as follows:

	<u>Principal</u>	<u>Interest</u>	<u>Current Total</u>	<u>Prior Year Total</u>
2002				
2003				
2004				
2005				
2006				
2007				
	-	-	-	-

Utilities

Bank loans are repayable in monthly installments of \$----- including principal and interest at ---%, due ----- . The bank loans are secured by a general assignment of property taxes receivable.

Future principal repayments are estimated as follows:

	<u>Principal</u>	<u>Interest</u>	<u>Current Total</u>	<u>Prior Year Total</u>
2002				
2003				
2004				
2005				
2006				
2007				
	0	0	0	0

**9. 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:

**10. Change in Accounting Policies**

Commencing 2003 the municipality has adopted the local government accounting standard issued by the Public Sector Accounting Board of the Canadian Institute of Chartered Accountants. The comparative figures included in this financial statement have been restated to conform with the accounting standards adopted for the current year. The adoption of these changes has resulted in the following changes to the amounts previously reported.

- a) Capital assets and investment in capital assets have been removed from the accounts.
- b) Expenditures related to acquiring non-financial assets in the period are included in expenditures with an offsetting adjustment to the Change in Net-Financial Assets on the Statement of Financial Activities.
- c) Expenditures do not include principal payments on long term debt used to acquire capital assets.
- d) Accrued liabilities such as accrued interest on long term debt are now being recorded.
- e) Transactions to and from the Capital Trust Fund are now recorded as transfers to/from restricted funds.
- f) All organizations owned or controlled by the municipality are included in these financial statements.

**11. Comparative Figures**

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

**12. Trusts Administered by the Municipality**

A summary of trust fund activity by the municipality during the year is as follows:  
(Description of Trust)

	<u>Current Total</u>	<u>Prior Year Total</u>
Balance- beginning of year		
Interest		
Other		
Balance- end of year		

# Municipality of BLUCHER #343

Schedules of Revenues  
For The Year Ended December 31, 2002

## Schedule 5

### REVENUES

	2002 Budget	2002 Actual	2001 Actual
TAXES: General municipal tax levy	649,000	648,780	591,964
Abatements and adjustments			
Discount on current year taxes	(20,000)	(19,664)	(28,553)
Net municipal taxes	629,000	629,116	563,411
Potash tax share	335,000	336,557	430,140
Trailer license fees	28,000	34,567	14,440
Penalties on tax arrears	2,500	6,183	2,758
Special tax levy	56,550	56,580	56,580
Other			
	1,051,050	1,063,003	1,067,329

### FEES AND CHARGES

Custom work	18,400	22,411	37,476
Sales of supplies and gravel	45,500	42,155	80,204
Rentals	2,700	2,820	2,700
Policing and fire fees		2,500	8,051
Recreation fees			
Cemetery fees			854
Licenses and permits	20,050	17,593	22,980
Other			350
TE costs	1,000		1,353
Public reserve		612	1,910
Donations, refunds, misc	500		16,662
	88,150	88,091	172,540

### MAINTENANCE AND DEVELOPMENT CHARGES

Road maintenance and restoration agreements	60,000	55,769	78,754
Development charges	1,000	2,312	595
	61,000	58,081	79,349

### UTILITIES

Water	78,000	110,108	96,707
Sewer			
Other utilities			
	78,000	110,108	96,707

### TOTAL

	1,278,200	1,319,283	1,415,925
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Municipality of BLUCHER #343

Schedule of Grants  
For The Year Ended December 31, 2002

Schedule 6

GRANTS FROM OTHER GOVERNMENTS:		2002 Budget	2002 Actual	2001 Actual
<b>UNCONDITIONAL</b>				
	Equalization (Revenue Sharing)			
	Organized Hamlet			
	Road preservation and construction	51,000	51,846	38,436
		51,000	51,846	38,436
<b>CONDITIONAL</b>				
Federal	CAIP			
	PFRA			
	Student Employment			
Provincial	Canada/Saskatchewan Infrastructure Program			
	Centenary Fund			
	Sask Water Corporation			
	Provincial Student Employment			
	Heavy Haul			
	Traffic Counts			96
	Designated/Municipal Road-Bridges			
	Transit for Disabled - Operating			
	Transit for Disabled - Capital			
Local	Emergency Services Telecommunications		7,752	
	REDA/REACT			
	Pest Control(A.D.D)		1,304	1,303
		-	9,056	1,399
<b>GRANTS IN LIEU OF TAXES</b>				
Federal		100	122	104
Provincial	S.P.C. Electrical			
	Sask Tel	1900	1076	2113
	Transgas	1600	1600	1600
	SPMC - Municipal Share		120	96
	Other			
Local/Other	Housing Authority			
	C.P.R. Mainline			
	Treaty Land Entitlement			
Other Government Transfers				
	S.P.C. Surcharge			
		3,600	2,918	3,913
<b>TOTAL</b>		<b>54,600</b>	<b>63,820</b>	<b>43,748</b>

Municipality of BLUCHER #343

Schedule of Expenditures  
For The Year Ended December 31, 2002

Schedule 7

GENERAL GOVERNMENT SERVICES:	2002 Budget	2002 Actual	2001 Actual
Council remuneration and travel	33,550	29,652	23,790
Wages and benefits	98,650	104,630	94,791
Contractual services - assessment	15,700	15,559	14,934
- other	16,400	4,813	16,394
Utilities	11,000	8,725	10,724
Insurance	3,550	4,058	5,307
Maintenance, materials and supplies	15,000	14,612	13,306
Grants and contributions			
Capital expenditures	2,000	2,481	5,445
Bank charges & Interest	1,100	773	1,083
Allowance for uncollectibles			
Other (specify) Elections, conventions, memberships & other	12,600	9,764	12,816
	209,550	195,067	198,590

PROTECTIVE SERVICES:			
Police protection:	- contractual services	23,000	23,100
	- wages and benefits	43,700	37,551
	- utilities		1,852
	- maintenance, materials and supplies		3,993
	- grants and contributions	300	
Fire protection:	- contractual services	26,500	4,133
	- wages and benefits		
	- utilities		713
	- maintenance, materials and supplies		3,257
	- grants and contributions		25,072
Ambulance	- contractual services	4,000	604
Capital expenditures			
Interest			
Other (specify)			300
	97,500	95,678	81,297

TRANSPORTATION SERVICES:			
Council remuneration		28,500	29,470
Wages and benefits		237,500	236,692
Contractual services - maintenance		91,500	114,031
- construction		149,000	140,738
Utilities		200	8,386
Maintenance buildings		10,500	1,849
Machinery costs/fuel/blades		127,000	117,860
Gravel		49,550	11,327
Culverts/drainage		2,000	1,230
Other materials and supplies		9,000	14,017
Insurance		10,200	9,492
Grants and contributions			
Capital expenditures		302,000	291,207
Interest			
Other (specify) Staff xmas		1,000	2,363
		1,017,950	978,662
			937,356

ENVIRONMENTAL HEALTH SERVICES:			
Wages and benefits			
Contractual services - Waste		26,000	26,996
- Pest and weed		3,500	334
Utilities			938
Maintenance, materials and supplies			3,022
Capital expenditures			
Grants and contributions			3,983
Interest			
Other (Specify)			
		29,500	31,290
			39,051

Municipality of BLUCHER #343

Schedule of Expenditures  
For The Year Ended December 31, 2002

Schedule 7 - continued

PUBLIC HEALTH AND WELFARE SERVICES:		2002 Budget	2002 Actual	2001 Actual
Wages and benefits				
Contractual services		1,000	1,218	
Grants and contributions			1,000	6,900
Capital expenditures				
Interest				
Other (specify) Rural Health Safety network		1,000	844	1,807
		2,000	3,062	8,707

PLANNING AND DEVELOPMENT SERVICES:				
Wages and benefits				
Contractual services		9,500	9,030	9,799
Grants and contributions				
Capital expenditures				
Interest				
Other (specify) Ag development & diversification		1,000	975	950
		10,500	10,005	10,749

RECREATION AND CULTURAL SERVICES:				
Wages and benefits				
Contractual services				
Insurance				
Utilities				
Maintenance, materials and supplies				
Capital expenditures				
Grants and contributions		1,000	1,000	
Libraries		6,700	6,687	6,110
Interest				
Allowance for uncollectibles				
Other (specify)		200	66	158
		7,900	7,753	6,268

UTILITIES				
Wages and benefits				
Contractual services				
Utilities		70,000	101,546	94,403
Maintenance, materials and supplies			1,360	
Capital expenditures				
Grants and contributions				
Interest				
Allowance for uncollectibles				
Other (specify)				
		70,000	102,906	94,403

<b>TOTAL EXPENDITURES BY FUNCTION</b>	<b>1,444,900</b>	<b>1,424,423</b>	<b>1,376,421</b>
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**Municipality of BLUCHER #343**  
**Schedule of Expenditures by Type**  
**Year Ended December 31, 2002**

Schedule 8

	Wages & Benefits	Professional Contract Services	Utilities	Maintenance Materials Supplies	Grants Contributions	Capital Expenditures	Interest	Allowance for Uncollectibles	Other	Total
<b>GENERAL GOVERNMENT</b>	134,282	24,430	8,725	14,612		2,481	773		9,764	195,067
<b>Protective Services</b>										
Policing	37,551	23,100	1,852							62,503
Fire		4,133	713	3,257	25,072					33,175
<b>TOTAL PROTECTIVE SERVICES</b>	37,551	27,233	2,565	3,257	25,072	-	-	-	-	95,678
<b>Transportation Services</b>										
Maintenance	266,162	123,523	8,386	146,283		291,207			2,363	837,924
Construction		140,738								140,738
Snow removal										-
<b>TOTAL TRANSPORTATION SERVICES</b>	266,162	264,261	8,386	146,283	-	291,207	-	-	2,363	978,662
<b>ENVIRONMENTAL HEALTH</b>		27,330	938	3,022						31,290
<b>PUBLIC HEALTH &amp; WELFARE</b>		1,218			1,000				844	3,062
<b>PLANNING &amp; DEVELOPMENT</b>		9,030							975	10,005
<b>RECREATION AND CULTURE</b>		6,687			1,000				66	7,753
<b>Utilities</b>										
Water			101,546	1,360						102,906
Sewer										-
Other										-
<b>TOTAL UTILITIES</b>	-	-	101,546	1,360	-	-	-	-	-	102,906
<b>Total Current year</b>	437,995	360,189	122,160	168,534	27,072	293,688	773	-	14,012	1,424,423
<b>Current Budget</b>	-	-	-	-	-	-	-	-	-	-
<b>Total Prior Year</b>	-	-	-	-	-	-	-	-	-	-

**Municipality of BLUCHER #343  
 Schedule of Changes in Capital Property  
 For The Year Ended December 31, 2002**

**Schedule 9**

	General Government	Protective Services	Transportation	Environmental Health	Public Health & Welfare	Planning & Development	Recreation & Culture	Utilities	Total
<b>Capital Property at Cost</b>									
<b>Land and Buildings</b>									
Balance January 1st	143,224		375,253	16,876		639,717		27,423	1,202,493
Additions	654								654
Reductions									-
Balance December 31	143,878	-	375,253	16,876	-	639,717	-	27,423	1,203,147
<b>Machinery and Equipment</b>									
Balance January 1st	64,111	82,884	1,605,885					83,914	1,836,794
Additions	1,827		291,207						293,034
Reductions			222,543						222,543
Balance December 31	65,938	82,884	1,674,549	-	-	-	-	83,914	1,907,285
	209,816	82,884	2,049,802	16,876	-	639,717	-	111,337	3,110,432

**Municipality of BLUCHER #343  
 Schedule of Appropriated Net Assets  
 Year Ended December 31, 2002**

Schedule 10

<b>Specific Reserves</b>	<b><u>Beginning Balance</u></b>	<b><u>Changes</u></b>	<b><u>Ending Balance</u></b>
<b>Municipal</b>			
Machinery and Equipment	306,490	50,980	357,470
Public Reserve	11,852	612	12,464
Capital Trust	205,000	-	205,000
Utility	-	-	-
Other - specify	1,099,592	145,047	1,244,639
Total Municipal	<u>1,622,934</u>	<u>196,639</u>	<u>1,819,573</u>
<b>Organized Hamlets</b>			
Hamlet of (Name)	-	-	-
Hamlet of (Name)	-	-	-
Total Hamlets	<u>-</u>	<u>-</u>	<u>-</u>
Total	<u>1,622,934</u>	<u>196,639</u>	<u>1,819,573</u>

Municipality of BLUCHER #343  
MILL RATES AND ASSESSMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2002

Schedule 11

	PROPERTY CLASS						Total
	Agriculture	Residential	Residential Condominium	Seasonal Residential	Commercial & Industrial	Potash Mines(s)	
<b>Taxable Assessment</b>	35,289,940	16,846,090			36,232,700	57,465,000	145,833,730
<b>Reginal Park Assessment</b>							
<b>Total Assessment</b>							145,833,730
<b>Mill Rate Factor(s)</b>	0.7810	0.6360			1.1500		
<b>Total Base/Minimum Tax</b> (generated for each property class)							-
<b>Total Municipal Tax Levy</b> (include base and/or minimum tax and special levies)	238,814	92,836			361,041		692,692

MILL RATES:	MILLS
<b>Average Municipal*</b>	7.8386
<b>Average School*</b>	19.3256
<b>Potash Mill Rate</b>	8.6664
<b>Uniform Municipal Mill Rate</b>	8.6648

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