

Financial Statements of

MUNICIPAL DISTRICT OF BIGHORN NO. 8

December 31, 2005



Municipal District of Bighorn No. 8

No. 2 Heart Mountain Drive, P.O. Box 310, Exshaw, Alberta T0L 2C0

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Management's Responsibility for Financial Statements

The accompanying financial statements of the Municipal District of Bighorn No.8 are the responsibility of management and have been approved by the Municipality's Council. The financial statements have been prepared in conformity with accounting principles for municipal governments established by the Canadian Institute of Chartered Accountants, using management's best estimates and judgements, where appropriate. In the opinion of management, these financial statements reflect fairly the financial position, the results of its financial activities and changes in financial position of the Municipality within reasonable limits of materiality.

A system of internal accounting and administrative controls is maintained by management to provide reasonable assurance that assets are safeguarded against loss from unauthorized use or disposition and that the financial records are properly maintained to provide accurate and reliable financial statements.

Council is responsible for ensuring that management fulfils its responsibilities for financial reporting and internal controls. Council carries out this responsibility through regular meetings with management throughout the year to review significant accounting and auditing matters.

These financial statements have been audited, in accordance with Canadian generally accepted auditing standards, by Chengkalath Van Eyck, Chartered Accountants, who were appointed by Council. Chengkalath Van Eyck have full and unrestricted access to management and Council to discuss their audit and related findings as to the integrity of the organization's financial reporting. The Auditor's Report outlining the scope of their examination and their opinion on the financial statements is presented on the following page.

Original Signed

Chief Administrative Officer

February 10, 2006

Auditors' Report

To the Members of Council:

We have audited the statement of financial position of the Municipal District of Bighorn No. 8 as at December 31, 2005 and the statement of financial activities with change in fund balance and the consolidated statement of changes in financial position for the year then ended. These financial statements are the responsibility of the Municipality's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the Municipal District of Bighorn No. 8 as at December 31, 2005 and the results of its financial activities and the changes in its financial position for the year then ended in accordance with accounting principles for municipal governments established by the Canadian Institute of Chartered Accountants.

Chengkalath Van Eyck

Original Signed

Chartered Accountants

February 10, 2006

MUNICIPAL DISTRICT OF BIGHORN NO. 8
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
As at December 31, 2005 and 2004

	<u>2005</u>	<u>2004</u>
Financial Assets		
Cash	\$ -	\$ 340,399
Accounts receivable (note 2)	1,125,458	630,892
Investments (note 3)	4,060,487	4,141,137
Prepaid expenses	41,934	45,370
Note receivable (note 4)	239,460	282,107
	5,467,339	5,439,905
Liabilities		
Bank indebtedness (note 6)	161,620	-
Accounts payable and accrued liabilities	338,911	270,170
Deferred revenue (note 7)	266,484	202,396
Long-term debt (note 8)	49,990	-
	817,005	472,566
Net Financial Assets	4,650,334	4,967,339
Physical Assets		
Inventory	64,773	84,860
Capital assets (note 5)	14,719,159	12,511,431
	14,783,932	12,596,291
Net Position	\$ 19,434,266	\$ 17,563,630
Municipal Position		
Equity in capital assets (Schedule 1)	\$ 14,719,159	\$ 12,511,431
Capital fund (Schedule 2)	-	-
Operating fund (Schedule 3)	165,653	298,931
Reserves for future expenditures (Schedule 4)	4,549,454	4,753,268
	\$ 19,434,266	\$ 17,563,630

Approved on behalf of the Members of Council by:

Original Signed

Original Signed

Approved March 14, 2006 Resolution # 95/06

MUNICIPAL DISTRICT OF BIGHORN NO. 8

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES AND CHANGE IN FUND BALANCES

For the Years Ended December 31, 2005 and 2004

	2005 Budget (unaudited)	2005	2004
Revenues (Schedule 7 - revenues by function)			
Net municipal property taxes (Schedule 5)	\$ 3,833,482	\$ 2,522,850	\$ 2,234,790
Sales and user charges	364,444	400,309	485,689
Penalties and costs on taxes	20,201	57,279	42,822
Licenses and permits	43,500	33,352	43,958
Fines	900	8,539	6,932
Returns on investments	120,000	169,313	163,849
Rentals	27,013	25,251	31,783
Government grants (Schedule 6)	2,916,926	1,742,250	364,828
Proceeds on sale of capital assets	15,000	39,902	-
	<hr/> 7,341,466	<hr/> 4,999,045	<hr/> 3,374,651
Expenditures (Schedule 7 - expenditures by function)			
Salaries, wages and benefits	1,027,716	1,102,129	954,436
Contracted and general services	1,101,905	1,035,795	933,570
Unbudgeted contracted and general service expenditures (note 9)	-	129,556	-
Purchases from other governments	-	-	20,671
Materials, goods, supplies and utilities	293,260	381,576	407,035
Transfers to other governments	109,488	107,734	111,439
Transfers to local boards and agencies	143,024	124,779	119,539
Bank charges and short-term interest	2,000	9,427	1,961
Capital assets acquired	6,221,431	2,445,141	413,714
	<hr/> 8,898,824	<hr/> 5,336,137	<hr/> 2,962,365
Excess of revenues over expenditures (expenditures over revenues)	<hr/> (1,557,358)	<hr/> (337,092)	<hr/> 412,286
Change in fund balances	<hr/> \$(1,557,358)	<hr/> \$ (337,092)	<hr/> \$ 412,286

MUNICIPAL DISTRICT OF BIGHORN NO. 8
CONSOLIDATED STATEMENT OF CHANGES IN FINANCIAL POSITION
For the Years Ended December 31, 2005 and 2004

	<u>2005</u>	<u>2004</u>
Operations		
Excess of revenues over expenditures	\$ (337,092)	\$ 412,286
Changes in non-cash items:		
Increase in accounts receivable	(494,566)	(247,615)
Decrease in prepaid expenses	3,436	2,570
Increase in accounts payable and accrued liabilities	68,741	76,957
Increase (decrease) in deferred revenue	64,088	(36,126)
Decrease in inventory	20,087	17,507
Total cash provided by (used for) operations	(675,306)	225,579
Investing		
Acquisition of investments	(1,737,615)	(1,968,716)
Proceeds on sale of investments	1,818,265	1,000,300
Repayment of note receivable	42,647	49,862
Proceeds from long-term debt	49,990	-
Cash provided by (used for) investing	173,287	(918,554)
Net change in cash	(502,019)	(692,975)
Cash, beginning of year	340,399	1,033,374
Cash (bank indebtedness), end of year	\$ (161,620)	\$ 340,399

MUNICIPAL DISTRICT OF BIGHORN NO. 8
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
December 31, 2005 and 2004

1. SIGNIFICANT ACCOUNTING POLICIES

The consolidated financial statements of the Municipal District of Bighorn No. 8 are the representations of management prepared in accordance with local government accounting standards established by the Public Sector Accounting and Auditing Board of the Canadian Institute of Chartered Accountants. Significant aspects of the accounting policies adopted by the Municipal District of Bighorn No. 8 are as follows:

(a) Basis of accounting

The basis of accounting followed in the consolidated financial statement presentation includes revenues recognized in the period in which the transactions or events occurred that gave rise to the revenues, and expenditures recognized in the period the goods and services are acquired and a liability is incurred or transfers are due, with the exception of pension expenditures as disclosed in note 1(i).

(b) Fund accounting

Management funds consist of the operating, capital and reserve funds. Transfers between funds are recorded as adjustments to the appropriate equity account. Proceeds from sales of land held for resale are recorded as capital fund revenues.

(c) Government grants

Government grants are recognized in the financial statements as revenues in the period that the events giving rise to the transfer occurred, providing the grants are authorized, any eligibility criteria have been met by the municipality, and reasonable estimates of the amounts can be made.

(d) Inventory

Inventory consists of supplies on hand and is valued at the lesser of acquisition cost of the supplies and replacement cost.

(e) Investments

Investments are recorded at the lower of cost and estimated realizable value.

(f) Capital assets

Capital assets are recorded at cost including capital assets contributed by external organizations. Government contributions for the acquisition of capital assets are recorded as capital revenue and do not reduce the related capital asset costs. No provision is made for amortization of physical assets.

(g) Deferred revenue

Deferred revenue includes prepayments of special municipal levies in respect of capital projects. The revenue is recognized on a straight-line basis over the terms of the applicable levy, which vary from ten to twenty years.

MUNICIPAL DISTRICT OF BIGHORN NO. 8
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
December 31, 2005 and 2004

(h) Reserves for future expenditures

Reserves are established at the discretion of Council to set aside funds for future operating and capital expenditures. Transfers to and/or from reserves are reflected as an adjustment to the respective fund.

(i) Pension expenditure

The Municipal District of Bighorn No. 8 participates in a multi-employer defined benefit pension plan. This plan is accounted for as a defined contribution plan.

(j) Use of estimates

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. ACCOUNTS RECEIVABLES

	<u>2005</u>	<u>2004</u>
Taxes and penalties	\$ 464,448	\$ 391,681
Sanitary sewer	11,590	14,165
Trade receivables	90,182	43,953
Government grants	447,184	85,413
Goods and services tax recoverable	83,480	51,585
Other	58,878	74,399
Less: allowance for doubtful accounts	(30,304)	(30,304)
	<u>\$ 1,125,458</u>	<u>\$ 630,892</u>

MUNICIPAL DISTRICT OF BIGHORN NO. 8
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
December 31, 2005 and 2004

3. INVESTMENTS

	<u>2005</u>	<u>2004</u>
Share in Alberta Capital Finance Authority	\$ 70	\$ 70
Guaranteed investment certificate issued by the National Bank, yeilding interest at 6.3% per annum, due July 20, 2005	-	60,000
Discount note issued by GE Capital Canada, yeilding interest at 5.65% per annum, due October 23, 2009 (market value \$987,814)	987,846	987,846
Discount note issued by the Farm Credit Corporartion, yeilding interest at 3% per annum, due October 15, 2007 (market value \$997,028)	999,345	999,345
Discount note issued by the Farm Credit Corporartion, yeilding interest at 3.85% per annum, due July 15, 2008 (market value \$1,005,750)	986,674	986,674
Discount note issued by the Farm Credit Corporartion, yeilding interest at 3.35% per annum, due October 15, 2008	-	998,510
Discount note issued by the Farm Credit Corporartion, yeilding interest at 3.5% per annum, due October 15, 2010 (market value \$969,900)	987,615	-
Loan receivable from Bow Valley Regional Housing, yeilding interest at 5.25% per annum, repayable over ten years in blended annual payments of principal and interest of \$15,463.	98,937	108,692
	\$ 4,060,487	\$ 4,141,137

4. NOTE RECEIVABLE

The note receivable is due from Bow Valley Waste Management Commission, a related corporation subject to significant influence as described in note 14. The note is repayable, without interest, at a rate of \$3.95 for every tonne of waste disposed of at the Exshaw Dry Waste Landfill Site. A fixed charge on land has been provided as security for the note.

MUNICIPAL DISTRICT OF BIGHORN NO. 8
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
December 31, 2005 and 2004

5. PHYSICAL ASSETS

	<u>2005</u>	<u>2004</u>
Engineering Structures	\$ 11,422,074	\$ 9,902,325
Buildings	1,242,010	753,824
Land	200,044	200,044
Vehicles	1,245,940	1,113,841
Machinery and equipment	609,091	541,397
	<u>\$ 14,719,159</u>	<u>\$ 12,511,431</u>

6. BANK INDEBTEDNESS

The Municipal District has established a line of credit with the Royal Bank to a maximum of \$1,000,000, which bears interest at prime less 0.5%. As at December 31, 2005 no amounts were drawn on this line of credit.

7. DEFERRED REVENUE

	<u>2005</u>	<u>2004</u>
Prepaid local improvements	\$ 13,199	\$ 17,254
Prepaid lease fees and deposits	30,113	26,892
Developers' deposits	129,520	59,220
Flood recovery funding	35,008	-
Prepaid grant revenue	58,644	99,030
	<u>\$ 266,484</u>	<u>\$ 202,396</u>

8. LONG-TERM DEBT

	<u>2005</u>	<u>2004</u>
Loan payable to the Alberta Capital Finance Authority, repayable in semi-annual installments of principal only, due September, 2010	<u>\$ 49,990</u>	<u>\$ -</u>

Principal repayments are as follows:

2006	\$ 9,324
2007	9,651
2008	9,988
2009	10,337
2010	10,690
	<u>\$ 49,990</u>

MUNICIPAL DISTRICT OF BIGHORN NO. 8
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
December 31, 2005 and 2004

9. UNBUDGETED EXPENDITURES

During the year, Council initiated and approved the execution of two water supply studies, which were outside of the scope of the original budget for 2005. These expenditures have been presented separate from regular function and object expenditures since they could not be allocated to any specific department.

10. CONTINGENT LIABILITIES

The Municipal District is committed to claim five sites used for the purpose of gravel extraction and storage. Management intends to continuously renew leases for the sites. As a result, the estimated timing and future cost of reclamation are not readily determinable. However, the Municipal District has established a capital reserve in order to fund these future costs.

11. LOCAL AUTHORITIES PENSION PLAN

Employees of the Municipal District of Bighorn No. 8 participate in the Local Authorities Pension Plan (LAPP), which is covered by the Public Sector Pension Plans Act. The LAPP serves about 153,000 people and 404 employers. Employer and employee contributions and investment earnings of the LAPP Fund finance it.

Effective January 1, 2005, The Municipal District of Bighorn No. 8 is required to make current service contributions to the Plan of 7.40% (2004-6.60%) of pensionable earnings up to the Canada Pension Plan Year's Maximum Pensionable Earnings and 10.14% (2004-8.48%) for the excess.

Total current service contributions made by the Municipal District of Bighorn No. 8 to the LAPP in 2005 were \$51,239 (2004-\$41,100). Total current service contributions made by the employees of the Municipal District of Bighorn No. 8 to the LAPP in 2005 were \$44,805 (2004-\$35,183).

Based on the latest information available (December 31, 2004 audited financial statements), in total the LAPP had an actuarial deficit of \$1.289 billion based on the extrapolation of the December 31, 2003 actuarial valuation performed by Mercer Human Resource Consulting, the Municipal District of Bighorn No. 8's portion of which is not readily determinable.

12. SALARY AND BENEFITS

Disclosure of salaries and benefits for elected municipal officials, the chief administrative officer and designated officers as required by Alberta regulation 313/2000 is as follows:

	<u>Salary (1)</u>	<u>Benefits & Allowances (2)</u>	<u>2005</u>	<u>2004</u>
Councillors:				
Bob Craig	\$ -	\$ -	\$ -	\$ 12,491
Maria Dunki	21,325	1,736	23,061	25,569
Ed Latvala	-	-	-	17,743
Hugh Pepper	20,226	132	20,358	28,531
Paul Ryan	30,971	1,934	32,905	28,798
Paul Adams	20,791	132	20,923	3,913
Dene Cooper	21,976	1,744	23,720	3,745
Municipal manager	78,500	14,958	93,458	92,259
Designated officers (4 positions)	239,751	48,320	288,071	275,599

(1) Includes regular base pay, bonuses, overtime, lump sum payments, gross honoraria, contract fees,

MUNICIPAL DISTRICT OF BIGHORN NO. 8
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
December 31, 2005 and 2004

retiring allowances and any other direct cash remuneration.

- (2) Benefits and allowances includes employer's share of all employee benefits and contributions or payments made on behalf of employees including pension, health care, dental coverage, group life insurance, accidental death and dismemberment insurance and long-and short-term disability plans.

13. DEBT LIMITS

Section 276(2) of the Municipal Government Act requires disclosure of debt and debt limits for the Municipal District of Bighorn No. 8. The debt limit is calculated at 1.5 times revenue (as defined in the Regulations) and the debt service limit is calculated at 0.25 times such revenue.

	<u>2005</u>	<u>2004</u>
Total debt limit	\$ 8,078,708	\$ 7,547,388
Total debt	49,990	-
Amount total debt limit remaining	8,028,718	7,547,388
Service on debt limit	1,346,451	1,257,898
Service on debt	9,324	-
Amount debt service limit remaining	\$ 1,337,127	\$ 1,257,898

14. RELATED PARTY TRANSACTIONS

During the year, the Municipal District earned hosting fees of \$36,135 (2004-\$30,594) from the Bow Valley Waste Management Commission as well as a return of member contributions of \$2,200 (2004-\$2,200).

The commission is a corporation, subject to significant influence, established under Section 802.02 of the Municipal Government Act for the purpose of providing waste management services for its three equal members: the Town of Canmore, the Town of Banff, and the Municipal District of Bighorn No. 8.

All of the above transactions were incurred in the normal course of operations and are measured at the exchange amount which is the amount of consideration established and agreed to by the related parties.

15. COMMITMENTS

Under the terms of various operating leases, the company is committed to make minimum lease payments totaling \$333,387, as follows:

2006	\$ 95,724
2007	84,730
2008	66,988
2009	52,743
2010	33,202
	<u>\$ 333,387</u>

MUNICIPAL DISTRICT OF BIGHORN NO. 8
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
December 31, 2005 and 2004

16. FINANCIAL INSTRUMENTS

The Municipal District's financial instruments consist of cash, investments, accounts receivable, prepaid expenses, notes receivable, accounts payable and accrued liabilities, deferred revenue and long-term debt.

The fair values of these financial instruments approximate their carrying amounts due to their short-term nature unless disclosed otherwise. The fair value of long-term debt approximates its carrying amount based on current interest rates available to the Municipal District.

A substantial portion of the Municipal District's receivables, are with members of the Municipal District and government agencies and are subject to normal industry credit risk.

Long-term debt as described in note 8 is not subject to interest therefore the Municipal District is not subject to interest rate risk.

17. COMPARATIVE FIGURES

Certain comparative figures have been reclassified to conform to the current year's presentation.

MUNICIPAL DISTRICT OF BIGHORN NO. 8
SCHEDULE OF EQUITY IN CAPITAL ASSETS
For the Years Ended December 31, 2005 and 2004

Schedule 1

	<u>2005</u>	<u>2004</u>
Balance, beginning of year	\$12,511,431	\$ 12,097,717
Increases		
Capital assets acquired		
Engineering structures	1,519,749	379,184
Buildings	488,186	-
Machinery and equipment	72,314	34,530
Vehicles	364,892	-
	2,445,141	413,714
Decreases		
Capital asset disposals		
Machinery and equipment	4,620	-
Vehicles	232,793	-
	237,413	-
Balance, end of year	\$14,719,159	\$ 12,511,431

MUNICIPAL DISTRICT OF BIGHORN NO. 8**Schedule 2****SCHEDULE OF FINANCIAL ACTIVITIES AND CHANGE IN FUND BALANCE - CAPITAL****For the Years Ended December 31, 2005 and 2004**

	2005 Budget (unaudited)	2005	2004
Revenues			
Proceeds on sale of capital assets	\$ 15,000	\$ 39,902	\$ -
Local improvement taxes	1,528,352	-	-
Government transfers	2,780,232	1,526,382	148,054
	4,323,584	1,566,284	148,054
Expenditures			
Capital assets acquired	6,221,431	2,445,141	413,714
Excess of expenditures over revenues	(1,897,847)	(878,857)	(265,660)
Net interfund transfers			
From reserves	1,727,858	684,157	227,461
From operating	169,989	194,700	38,199
Change in fund balance	-	-	-
Opening fund balance	-	-	-
Ending fund balance	\$ -	\$ -	-

MUNICIPAL DISTRICT OF BIGHORN NO. 8**Schedule 3****SCHEDULE OF FINANCIAL ACTIVITIES AND CHANGE IN FUND BALANCE - OPERATING****For the Years Ended December 31, 2005 and 2004**

	2005 Budget <small>(unaudited)</small>	2005	2004
Revenues			
Net municipal property taxes (Schedule 5)	\$ 2,305,130	\$ 2,522,850	\$ 2,234,790
Sales and user charges	364,444	400,309	485,689
Penalties and costs on taxes	20,201	57,279	42,822
Licenses and permits	43,500	33,352	43,958
Fines	900	8,539	6,932
Returns on investments	120,000	169,313	163,849
Rentals	27,013	25,251	31,783
Government grants	136,694	215,868	216,774
	3,017,882	3,432,761	3,226,597
Expenditures			
Salaries, wages and benefits	1,027,716	1,102,129	954,436
Contracted and general services	1,101,905	1,035,795	933,570
Unbudgeted contracted and general service expenditures (note 9)	-	129,556	-
Purchases from other governments	-	-	20,671
Materials, goods, supplies and utilities	293,260	381,576	407,035
Transfers to other governments	109,488	107,734	111,439
Transfers to local boards and agencies	143,024	124,779	119,539
Bank charges and short-term interest	2,000	9,427	1,961
	2,677,393	2,890,996	2,548,651
Excess of revenues over expenditures	340,489	541,765	677,946
Net interfund transfers			
To reserves	(170,500)	(181,412)	(349,677)
To capital fund	(169,989)	(194,700)	(38,199)
Change in fund balance	-	165,653	290,070
Opening fund balance	298,931	298,931	94,164
Transfer of prior year's surplus to reserves	(298,931)	(298,931)	(85,303)
Closing fund balance	\$ -	\$ 165,653	\$ 298,931

MUNICIPAL DISTRICT OF BIGHORN NO. 8

Schedule 4

SCHEDULE OF CHANGE IN FUND BALANCE - RESERVES FOR FUTURE EXPENDITURES

For the Years Ended December 31, 2005 and 2004

	2005 Budget (unaudited)	2005	2004
Balance at beginning of year	\$ 4,753,268	\$ 4,753,268	\$ 4,545,749
Net inter-fund transfers			
To capital fund	(1,727,858)	(684,157)	(227,461)
From operating fund	170,500	181,412	349,677
	(1,557,358)	(502,745)	122,216
Transfer of prior year's surplus from operating fund	298,931	298,931	85,303
Balance at end of year	\$ 3,494,841	\$ 4,549,454	\$ 4,753,268

Reserves are comprised of the following:

	2004	Withdrawals	Additions	2005
Operating reserves				
General	\$ 1,056,069	\$ -	\$ 5,500	\$ 1,061,569
Tax stabilization	371,884	64,114	77,759	385,529
	1,427,953	64,114	83,259	1,447,098
Capital reserves				
Buildings	390,889	254,285	69,785	206,389
Engineering structures	105,712	10,000	246,004	341,716
Gravel site reclamation	34,758	-	11,713	46,471
Jamieson road policy P-6	800	-	38	838
Lot sales	1,622,969	529,962	87,237	1,180,244
Municipal reserve	96,642	-	4,762	101,404
Off-site levy - Deadman's Flats	27,990	-	1,379	29,369
Off-site levy - Exshaw	280,491	50,824	31,448	261,115
Road upgrade policy P-1	18,520	-	913	19,433
Roads	34,981	-	121,986	156,967
TransCanada trail	14	-	-	14
Vehicles and equipment	711,549	265,000	65,323	511,872
Municipal infrastructure program	-	-	246,524	246,524
	3,325,315	1,110,071	887,112	3,102,356
	\$ 4,753,268	\$ 1,174,185	\$ 970,371	\$ 4,549,454

MUNICIPAL DISTRICT OF BIGHORN NO. 8
SCHEDULE OF PROPERTY TAXES LEVIED
For the Years Ended December 31, 2005 and 2004

Schedule 5

	2005 Budget (unaudited)	2005	2004
Taxation			
Residential	\$ 1,499,367	\$ 1,512,474	\$ 1,420,227
Commercial and industrial	1,721,048	1,740,275	1,528,235
Linear property	830,451	912,147	802,128
Farmland	48,160	32,937	48,160
Government grants in lieu of taxes	141,093	133,384	141,093
Local improvement taxes	1,555,652	27,016	28,909
Well drilling	-	77,759	71,033
	5,795,771	4,435,992	4,039,785
Requisitions			
Alberta School Foundation Fund	1,902,289	1,842,665	1,749,708
Seniors' foundations	60,000	70,477	55,287
	1,962,289	1,913,142	1,804,995
Net municipal property taxes	\$ 3,833,482	\$ 2,522,850	\$ 2,234,790

MUNICIPAL DISTRICT OF BIGHORN NO. 8
SCHEDULE OF GOVERNMENT GRANTS
For the Years Ended December 31, 2005 and 2004

Schedule 6

	2005 Budget (unaudited)	2005	2004
Federal grants			
Capital grants	\$ 996,666	\$ 611,479	\$ 74,027
Provincial grants			
Capital grants	1,783,566	914,903	74,027
Operating grants	136,694	215,868	216,774
	1,920,260	1,130,771	290,801
Total government grants	\$ 2,916,926	\$ 1,742,250	\$ 364,828

MUNICIPAL DISTRICT OF BIGHORN NO. 8**Schedule 7****SCHEDULE OF CONSOLIDATED REVENUES AND EXPENDITURES BY FUNCTION****For the Years Ended December 31, 2005 and 2004**

	2005 Budget (unaudited)	2005	2004
Revenues			
General municipal	\$ 4,056,497	\$ 2,787,221	\$ 2,637,558
General government	16,550	288,118	11,401
Protective services	92,800	87,919	51,135
Transportation	51,600	134,817	116,114
Environmental use and protection	2,942,512	1,488,918	378,380
Public health and welfare	24,854	25,279	24,854
Planning and development	155,853	181,531	155,044
Recreation and culture	800	5,242	165
	7,341,466	4,999,045	3,374,651
Expenditures			
General government	617,004	629,113	638,560
Protective services	1,091,398	1,099,111	419,727
Transportation	832,748	824,897	705,139
Environmental use and protection	5,740,897	2,043,857	681,708
Unbudgeted environmental use and protection expenditures (note 9)	-	129,556	-
Public health and welfare	31,068	31,599	30,731
Planning and development	424,545	424,528	365,986
Recreation and culture	161,164	153,476	120,514
	8,898,824	5,336,137	2,962,365
Excess of revenues over expenditures (expenditures over revenues)	(1,557,358)	(337,092)	412,286
Change in fund balances	\$ (1,557,358)	\$ (337,092)	\$ 412,286