

**Town of Olds  
Consolidated Financial Statements  
For the year ended December 31, 2005**

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Driving growth

**BDO Dunwoody LLP**  
Chartered Accountants  
and Advisors

1900, 801 - 6 Avenue S.W.  
Calgary Alberta Canada T2P 3W2  
Telephone: (403) 266-5608  
Fax: (403) 233-7833  
www.bdo.ca

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## Auditors' Report

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### To the Mayor and Council of Town of Olds

We have audited the consolidated statement of financial position of the Town of Olds as at December 31, 2005 and the consolidated statements of financial activities with change in fund balances and the consolidated statement of changes in financial position for the year then ended. These consolidated financial statements are the responsibility of the Municipality's management. 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 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 consolidated 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 consolidated financial statements present fairly, in all material respects, the financial position of the Town of Olds 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 Canadian generally accepted accounting principles.

**Chartered Accountants**

Calgary, Alberta  
March 14, 2006

**Town of Olds**  
**Consolidated Statement of Financial Position**

December 31

2005

2004

**Assets**

**Financial Assets**

Cash	\$ 3,086,102	\$ 1,811,045
Receivables		
Taxes and grants in place of taxes receivable (Note 2)	122,676	101,630
Trade and other taxes receivable (Note 3)	1,465,851	1,511,955
Land held for resale	-	94,000
	<u>4,674,629</u>	<u>3,518,630</u>

**Capital Assets**

Land	1,143,015	1,049,015
Buildings	17,894,383	17,613,230
Engineering structures	32,239,693	30,623,991
Machinery and equipment	4,220,391	3,673,264
Vehicles	1,606,048	1,550,408
	<u>57,103,530</u>	<u>54,509,908</u>
	<b>\$ 61,778,159</b>	<b>\$ 58,028,538</b>

**Liabilities and Municipal Equity**

**Liabilities**

Accounts payable and accrued liabilities	\$ 1,093,983	\$ 449,414
Deposits and other liabilities	52,110	56,269
Deferred revenue	58,755	-
Long-term debt (Note 4)	5,827,781	6,096,183
	<u>7,032,629</u>	<u>6,601,866</u>

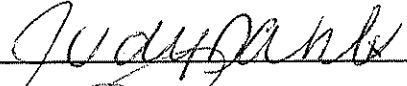
**Municipal Equity**

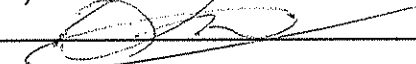
**Fund Balances**

Operating fund (Schedule 1)	722,485	787,071
Capital fund (Schedule 2)	-	-
Reserves for future expenditures (Schedule 3)	2,747,296	2,225,876
Total Fund balances	<u>3,469,781</u>	<u>3,012,947</u>
Equity in capital assets (Schedule 4)	<u>51,275,749</u>	<u>48,413,725</u>
	<u>54,745,530</u>	<u>51,426,672</u>

**\$ 61,778,159**    **\$ 58,028,538**

On behalf of the Council:

 Mayor

 Chief Administrative Officer

**Town of Olds**  
**Consolidated Statement of Financial Activities**  
**and Change in Fund Balances**

**For the year ended December 31**

**2005**

**2004**

**Revenues**

Net municipal property taxes (Schedule 5)	\$ 4,153,346	\$ 3,985,910
Sales to other governments	113,909	105,022
Sales and user fees	3,774,908	3,178,757
Government transfers (Schedule 6)	2,427,618	1,553,048
Proceeds from disposal of capital property	107,482	-
Investment income	52,026	74,282
Penalties, costs and fines	136,342	118,897
Licenses and permits	117,265	100,516
Franchise fees	418,446	347,584
Developers' agreements	46,460	99,318
Rentals and other	302,847	206,325
	<u>11,650,649</u>	<u>9,769,659</u>

**Expenditures by function (Schedule 7 - Expenditures by Object)**

**OPERATING**

Council and general administration	838,064	798,477
Protective services	1,445,162	1,359,878
Roads, streets and other transportation services	713,786	663,525
Waste and wastewater	2,012,054	1,717,625
Waste management	641,642	646,330
Public health and welfare	257,197	231,735
Planning and development	311,811	259,403
Recreation, parks and culture	2,098,701	1,721,033
Other	13,374	4,225
	<u>8,331,791</u>	<u>7,402,231</u>

**CAPITAL**

Administration	7,319	12,680
Protective services	118,560	1,507,986
Roads, streets and other transportation services	1,542,089	583,205
Water and wastewater	324,219	490,582
Public health and welfare	34,497	65,530
Planning and Development	15,497	-
Recreation, parks and culture	457,441	343,858
	<u>2,499,622</u>	<u>3,003,841</u>

10,831,413      10,406,072

**Excess (deficiency) of revenues over expenditures**

	819,236	(636,413)
New long-term debt issued	-	311,300
Repayment of long-term debt	(268,402)	(239,848)
Transfer of land to equity in capital assets	(94,000)	-
Appropriation of prior years' deficit	-	3,164
	<u>-</u>	<u>3,164</u>

**Change in fund balances**

456,834      (561,797)

Fund balances, beginning of year

3,012,947      3,574,744

**Fund balances, end of year**

\$ 3,469,781      \$ 3,012,947

The accompanying notes are an integral part of these consolidated financial statements.

**Town of Olds  
Consolidated Statement of  
Changes in Financial Position**

**For the year ended December 31**

**2005**

**2004**

**Cash flows from operating activities**

Excess (deficiency) of revenues over expenditures		
Operating financial activities (Schedule 1)	\$ 1,298,617	\$ 1,149,588
Capital financial activities (Schedule 2)	<u>(479,381)</u>	<u>(1,786,001)</u>
	<b>819,236</b>	<b>(636,413)</b>
 Changes in other working capital accounts		
Accounts receivable		
Taxes and grants in place of property taxes	(21,046)	(13,071)
Trade and other	46,104	148,632
Appropriation of prior years' deficit	-	3,164
Accounts payable and accrued liabilities	644,579	(973,954)
Deposits and other liabilities	(4,159)	34,322
Deferred revenue	<u>58,755</u>	<u>(48,595)</u>
	<b><u>1,543,469</u></b>	<b><u>(1,485,915)</u></b>

**Cash flows from financing activities**

Long-term debt issued	-	311,300
Repayment of long-term debt	<u>(268,402)</u>	<u>(239,848)</u>
	<b><u>(268,402)</u></b>	<b><u>71,452</u></b>

**Increase (decrease) in cash and cash equivalents**

**1,275,067**      **(1,414,463)**

Cash and cash equivalents, beginning of year

**1,811,045**      **3,225,508**

**Cash and cash equivalents, end of year**

**\$ 3,086,112**      **\$ 1,811,045**

**Represented by the following:**

Cash	<b>\$ 3,086,102</b>	<b>\$ 1,811,045</b>
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**Town of Olds**  
**Notes to Consolidated Financial Statements**

**December 31, 2005**

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**1. Significant Accounting Policies**

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The consolidated financial statements of the Town of Olds ( the "Town") are the representations of management prepared in accordance with generally accepted accounting principles for local governments established by the Public Sector Accounting Board of the Canadian Institute of Chartered Accountants. Significant aspects of the accounting policies adopted by the Town are as follows:

(a) Reporting entity

The consolidated financial statements reflect the assets, liabilities, revenues and expenditures, and changes in fund balances and in cash flows of the reporting entity which comprises all the organizations that are accountable for the administration of their financial affairs and resources to the Council and are owned or controlled by the Town.

The schedule of property taxes levied also includes operating requisitions for education, health, social and other external organizations that are not part of the municipal reporting entity.

The consolidated financial statements exclude any trust assets that may be administered for the benefit of external parties. Inter-departmental and organizational transactions and balances have been eliminated.

(b) Basis of accounting

The consolidated financial statements recognize revenues in the period in which the transactions or events occurred that gave rise to the revenues, and expenditures in the period the goods and services were acquired and a liability was incurred or transfers are due.

(c) 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 operating fund revenues.

The operating and capital funds are further segregated by functions which relate to specific areas of activity of the Town.

(d) Government transfers

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

(e) Taxes and grants in place of taxes receivable

Taxes and grants in place of taxes receivable consist of current and non-current property tax levies which remain outstanding at December 31.

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**December 31, 2005**

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**1. Significant Accounting Policies (Continued)**

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(f) Capital assets

Capital assets are reported as expenditures in the period they are acquired and are recorded at cost, except for donated assets which are recorded at the estimated fair value when acquired.

Government contributions for the acquisition of capital assets are recorded as capital revenue and do not reduce the related capital asset costs.

Capital assets are not depreciated.

(g) 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 in the equity account of the appropriate fund.

(h) Equity in capital assets

Equity in capital assets represents the Town's net investment in its total capital assets, after deducting the portion financed by third parties through debenture, bond and mortgage debts, long-term capital borrowings, capitalized leases and other capital liabilities.

(i) Over-levies and under-levies

Over-levies and under-levies arise from the difference between the actual levy made to cover each requisition and the actual amount requisitioned.

If the actual levy exceeds the requisition, the over-levy is accrued as a liability under deferred revenue and property tax revenue is reduced. Where the actual levy is less than the requisition amount, the under-levy is accrued as a receivable and property tax revenue is increased. Requisition tax rates in the subsequent year are adjusted for any over-levies or under levies of the prior year.

(j) Use of estimates

The preparation of financial statements in conformity with Canadian 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.

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**Town of Olds**  
**Notes to Consolidated Financial Statements**

**December 31, 2005**

<b>2. Taxes and Grants in Place of Taxes Receivable</b>	<b>2005</b>	<b>2004</b>
Current taxes and grants in place of taxes	\$ 87,422	\$ 84,911
Arrears taxes	<u>35,254</u>	<u>16,719</u>
	<b>\$ 122,676</b>	<b>\$ 101,630</b>

<b>3. Trade and Other Receivables</b>	<b>2005</b>	<b>2004</b>
Utility accounts receivable	\$ 215,793	\$ 223,751
Goods and services tax recoverable and rebates	<b>258,183</b>	101,391
Other government receivables	<b>297,036</b>	613,182
Trade and other	<u>694,839</u>	<u>573,631</u>
	<b>\$ 1,465,851</b>	<b>\$ 1,511,955</b>

<b>4. Long-term Debt</b>	<b>2005</b>	<b>2004</b>
Debentures supported by general tax levies	\$ 2,685,909	\$ 2,864,115
Debentures supported by utility rates	<u>3,141,872</u>	<u>3,232,068</u>
	<b>\$ 5,827,781</b>	<b>\$ 6,096,183</b>

Principal and interest repayments are as follows:

	Principal	Interest	Total
2006	\$ 282,858	\$ 337,585	\$ 620,443
2007	268,116	322,328	590,444
2008	282,569	307,875	590,444
2009	299,963	290,481	590,444
2010	244,596	276,944	521,540
Subsequent years	<u>4,449,679</u>	<u>2,129,771</u>	<u>6,579,450</u>
	<b>\$ 5,827,781</b>	<b>\$ 3,664,984</b>	<b>\$ 9,492,765</b>

Debenture debt is repayable to Alberta Capital Finance Authority and bears interest at rates ranging from 3.55% to 6.375% per annum, fixed for the term of the loans, and matures in periods 2006 through 2026. Debenture debt is issued on the credit and security of the Town at large.



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**Town of Olds**  
**Notes to Consolidated Financial Statements**

**December 31, 2005**

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**5. Contingent Liability**

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The Town has provided a loan guarantee of \$ 334,185 which represents irrevocable assurances that the Town will pay if the party cannot meet their third party obligations.

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**6. Commitment**

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The Town has committed to provide funding of \$50,000 for 2006 to Olds College School of Innovation.

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**7. Debt Limits**

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Section 276(2) of the Municipal Government Act requires that debt and debt servicing limits as defined by Alberta Regulation 255/00 for the Town be disclosed as follows:

	<b>2005</b>	2004
Total debt limit	<b>\$ 14,835,750</b>	\$ 13,095,083
Total debt	<u><b>6,161,966</b></u>	<u>6,449,437</u>
Amount of debt limit unused	<u><b>\$ 8,673,784</b></u>	<u>\$ 6,645,646</u>
Debt servicing limit	<b>\$ 2,472,625</b>	\$ 2,182,514
Debt servicing	<u><b>620,443</b></u>	<u>620,442</u>
Amount of debt servicing limit unused	<u><b>\$ 1,852,182</b></u>	<u>\$ 1,562,072</u>

The debt limit is calculated at 1.5 times revenue of the municipality (as defined in Alberta Regulation 255/00) and the debt service limit is calculated at 0.25 times such revenue. Incurring debt beyond these limitations requires approval by the Minister of Municipal Affairs. These thresholds are guidelines used by Alberta Municipal Affairs to identify municipalities that could be at financial risk if further debt is acquired. The calculation taken alone does not represent the financial stability of the municipality. Rather, the financial statements must be interpreted as a whole.

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**Town of Olds**  
**Notes to Consolidated Financial Statements**

**December 31, 2005**

**8. Salary and Benefits Disclosure**

Disclosure of salaries and benefits for municipal officials and the chief administrative officer as required by Alberta Regulation 313/2000 is as follows:

	Salary	Benefits	2005 Total	2004 Total
Mayor and Council				
Mayor Dahl	\$ 32,285	\$ 917	\$ 33,202	\$ 6,218
Councillor Bojda	18,060	448	18,508	16,473
Councillor Coates	13,430	295	13,725	13,404
Councillor Scott Dundas	14,550	332	14,882	14,303
Councillor Smith	16,290	389	16,679	15,584
Councillor Elaine Taylor	15,895	376	16,271	3,126
Councillor Walsh	17,290	799	18,089	16,215
Chief Administrative Officer	102,652	18,702	121,354	108,115

Salary includes regular base pay, bonuses, overtime, lump sum payments, gross honoraria, and any other direct cash remuneration.

Benefits may include:

- (a) employer's share of all employee benefits and contributions or payments made on behalf of employees including pension, health care, dental coverage, vision coverage, group life insurance, accidental disability and dismemberment insurance, long and short-term disability plans, professional memberships, and tuition; and
- (b) allowances and the employer's share of the costs of additional taxable benefits including special leave with pay, financial planning services, retirement planning services, concessionary loans, car and travel allowances, conferences and memberships.

**9. Financial Instruments**

The Town's financial instruments consist of cash and temporary investments, receivables, accounts payable, accrued liabilities, and long-term debt. It is management's opinion that the Town is not exposed to significant interest or currency risks arising from these financial instruments.

The Town is subject to credit risk with respect to taxes and grants in place of taxes receivable and trade and other receivables. Credit risk arises from the possibility that taxpayers and entities to which the Town provides services may experience financial difficulty and be unable to fulfill their obligations. The large number and diversity of taxpayers and customers minimizes the credit risk.

Unless otherwise noted, the carrying value of the financial instrument approximates fair value.

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**Town of Olds**  
**Notes to Consolidated Financial Statements**

December 31, 2005

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**10. Comparative Figures**

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Certain comparative figures for 2004 have been reclassified to conform with the current year's presentation.

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**11. Local Authorities Pension Plan**

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Employees of the Town of Olds participate in the Local Authorities Pension Plan (LAPP), which is covered by the Public Sector Pension Plans Act. The Plan services about 133,000 people and 389 employers. It is financed by employer and employee contributions and investment earnings of the LAPP Fund.

The Town of Olds is required to make current service contributions to the Plan of 7.4% of pensionable earnings up to the Canada Pension Plan Year's Maximum Pensionable Earnings and 10.14% for the excess. Employees of the Town of Olds are required to make current service contributions of 6.4% of pensionable salary up to the year's maximum pensionable salary and 9.14% on pensionable salary above this amount.

Total current and past service contributions by the Town of Olds to the Local Authorities Pension Plan in 2005 were \$118,676 (2004 - \$85,596). Total current and past service contributions by the employees of the Town of Olds to the Local Authorities Pension Plan in 2005 were \$103,487 (2004 - \$73,088).

At December 31, 2004, the Plan disclosed an actuarial deficiency of \$1.289 billion.

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**12. Statement of Cash Flow**

	2005	2004
Interest paid	\$ <u>352,040</u>	\$ <u>359,835</u>

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**13. Approval of Financial Statements**

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Council and Management have approved these financial statements.

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**Schedule 1**  
**Town of Olds**  
**Schedule of Operating Fund Activities**  
**and Change in Fund Balances**

	2005	2004
<b>For the year ended December 31</b>		
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<b>Revenues</b>		
Net municipal property taxes levied (Schedule 5)	\$ 4,153,346	\$ 3,985,910
Sales to other governments	113,909	105,022
Sales and user fees	3,774,908	3,178,757
Government transfers	621,883	513,444
Investment income	52,026	74,282
Penalties, costs and fines	136,342	118,897
Licenses and permits	117,265	100,516
Franchise fees	418,446	347,584
Rentals	191,974	41,614
Other	50,309	85,793
	<u>9,630,408</u>	<u>8,551,819</u>
<b>Expenditures</b>		
Council	277,271	229,940
General administration	560,793	568,537
Protective services	1,445,162	1,359,878
Roads, streets and other transportation services	713,786	663,525
Waste and wastewater	2,012,054	1,717,625
Waste management	641,642	646,330
Public health and welfare	257,197	231,735
Planning and development	311,811	259,403
Recreation, parks and culture	2,098,701	1,721,033
Other	13,374	4,225
	<u>8,331,791</u>	<u>7,402,231</u>
<b>Excess of revenues over expenditures</b>	<u>1,298,617</u>	<u>1,149,588</u>
<b>Net inter-fund transfers</b>		
Transfers to operating reserves	(2,911)	(53,076)
Transfers to capital fund	(997,890)	(726,150)
Capital debt repaid	(268,402)	(239,858)
	<u>(1,269,203)</u>	<u>(1,019,084)</u>
<b>Change in fund balance during the year</b>	29,414	130,504
<b>Appropriation of prior years' deficit</b>	-	3,164
<b>Transfer of land to equity in capital assets</b>	<u>(94,000)</u>	<u>-</u>
<b>Change in fund balances</b>	(64,586)	133,668
<b>Fund balance, beginning of year</b>	<u>787,071</u>	<u>653,403</u>
<b>Fund balance, end of year</b>	\$ 722,485	\$ 787,071

**Schedule 2**  
**Town of Olds**  
**Schedule of Capital Fund Activities**  
**and Change in Fund Balances**

	2005	2004
<b>For the year ended December 31</b>		
<hr/>		
<b>Revenues</b>		
Government transfers	\$ 1,805,735	\$ 1,039,604
Developers' agreements	46,460	99,318
Proceeds from disposal of capital property	107,482	5,000
Other	<u>60,564</u>	<u>73,918</u>
	<u>2,020,241</u>	<u>1,217,840</u>
 <b>Expenditures</b>		
Administration	7,319	12,680
Protective services	118,560	1,507,986
Roads, streets and other transportation services	1,542,089	583,205
Water and wastewater	324,219	490,582
Public health and welfare	34,497	65,530
Planning and development	15,497	-
Recreation, parks and culture	<u>457,441</u>	<u>343,858</u>
	<u>2,499,622</u>	<u>3,003,841</u>
 <b>Deficiency of revenues over expenditures</b>	 <u>(479,381)</u>	 <u>(1,786,001)</u>
 <b>Net inter-fund transfers</b>		
Transfers (to) from capital reserves	(518,509)	748,541
Transfers from operating fund	997,890	726,150
New long-term debt issued	-	311,310
	<u>479,381</u>	<u>1,786,001</u>
 <b>Change in fund balances</b>	 -	 -
 <b>Fund balance, beginning of year</b>	 <u>-</u>	 <u>-</u>
 <b>Fund balance, end of year</b>	 \$ -	 \$ -

**Schedule 3**  
**Town of Olds**  
**Schedule of Reserves for Future Expenditures**

**For the year ended December 31, 2005**

Reserves for future operating and capital activities changed as follows:

	2004	Increases	Decreases	2005
<b>Operating</b>				
Fire department	\$ 31,176	\$ -	\$ -	\$ 31,176
Training reserve	-	4,255	-	4,255
Snow removal reserve	-	13,354	-	13,354
Utilities operating reserve	196,600	31,310	40,000	187,910
Airport	21,555	-	21,555	-
Perpetual care	26,090	15,547	-	41,637
Planning	18,392	-	-	18,392
Handi-bus	23,805	-	-	23,805
Recreation complex	16,313	-	-	16,313
Sports fields	5,000	-	-	5,000
	<u>338,931</u>	<u>64,466</u>	<u>61,555</u>	<u>341,842</u>
<b>Capital</b>				
General capital reserves	191,101	160,564	-	351,665
Infrastructure deficit	123,000	611,666	111,154	623,512
Community projects	-	140,264	-	140,264
Software replacement	-	87,381	-	87,381
Police	-	30,000	-	30,000
Fire equipment- capital	190,662	62,714	35,013	218,363
Fire -small equipment	-	46,748	-	46,748
Ambulance	-	109,850	102,201	7,649
Transportation	21,587	-	-	21,587
Offsite levies - transportation	319,964	19,179	247,489	91,654
Airport	2,500	107,482	46,384	63,598
Offsite levies - storm sewer	85,181	7,781	-	92,962
Offsite levies - water	64,552	8,240	-	72,792
Water capital	-	56,000	-	56,000
Water meter capital	18,883	-	18,883	-
Offsite levies - wastewater	43,108	8,240	-	51,348
Utilities	6,883	-	-	6,883
Sanitary sewers	-	95,820	-	95,820
Senior transportation	-	70,616	950	69,666
Garbage truck	220,490	9	220,499	-
Cemetery	23,990	4,905	28,895	-
Signs	5,000	-	2,237	2,763
Handi-bus	23,892	5,600	2,131	27,361
Municipal Recreation reserve	67,374	-	-	67,374
Aquatic Centre	19,893	6,565	15,000	11,458
Recreation complex	155,631	-	99,912	55,719
Trails reserve	173,304	19,482	127,996	64,790
Reserve for offsites - parks	14,784	-	-	14,784
Aquatic steam room	-	23,748	-	23,748
Aquila reserve	84,002	-	84,002	-
Score clock	3,000	-	3,000	-
Centennial Legacy	20,482	9,513	20,482	9,513
Old Pool Building Roof	7,682	-	7,630	52
	<u>1,886,945</u>	<u>1,692,367</u>	<u>1,173,858</u>	<u>2,405,454</u>
	\$ 2,225,876	\$ 1,756,833	\$ 1,235,413	\$ 2,747,296

**Schedule 4**  
**Town of Olds**  
**Schedule of Equity in Capital Assets**

For the year ended December 31	2005	2004
<b>Balance, beginning of year</b>	<u>\$ 48,413,725</u>	<u>\$ 45,481,337</u>
<b>Increases</b>		
Capital assets acquired		
Land	94,000	-
Buildings	281,153	1,810,920
Engineering structures	1,615,702	970,995
Machinery and equipment	547,127	156,990
Repayment of long-term debt	<u>268,402</u>	<u>239,848</u>
	<u>2,862,024</u>	<u>3,243,688</u>
<b>Decreases</b>		
New long-term debt issued	<u>-</u>	<u>(311,300)</u>
	<u>-</u>	<u>(311,300)</u>
<b>Net change during the year</b>	<u>2,862,024</u>	<u>2,932,388</u>
<b>Balance, end of year</b>	<u>\$ 51,275,749</u>	<u>\$ 48,413,725</u>
<b>Capital assets per consolidated statement of financial position</b>	<u>\$ 57,103,530</u>	<u>\$ 54,509,908</u>
<b>Less long-term debt</b>	<u>(5,827,781)</u>	<u>(6,096,183)</u>
<b>Equity in capital assets</b>	<u>\$ 51,275,749</u>	<u>\$ 48,413,725</u>

**Schedule 5**  
**Town of Olds**  
**Schedule of Property Taxes Levied**

<b>For the year ended December 31</b>	<b>2005</b>	<b>2004</b>
<b>Taxation</b>		
Real property taxes	\$ 6,569,309	\$ 6,303,115
Linear property taxes - power, pipe, cable	97,169	96,019
Government grants in place of property taxes	<u>62,635</u>	<u>61,935</u>
	<u>6,729,113</u>	<u>6,461,069</u>
<b>Requisitions</b>		
Alberta School Foundation Fund	(2,497,846)	(2,402,440)
Mountain View Management Board	<u>(77,921)</u>	<u>(72,719)</u>
	<u>(2,575,767)</u>	<u>(2,475,159)</u>
<b>Net municipal property taxes</b>	<b>\$ 4,153,346</b>	<b>\$ 3,985,910</b>



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**Schedule 6  
Town of Olds  
Schedule of Government Transfers**

<b>For the year ended December 31</b>	<b>2005</b>	<b>2004</b>
<hr/>		
<b>Provincial transfers</b>		
Shared cost agreements and grants	<b>\$ 2,293,989</b>	\$ 1,365,938
<b>Local government transfers</b>		
Shared cost agreements and grants	<u>133,629</u>	<u>187,110</u>
<b>Total government transfers</b>	<b>\$ 2,427,618</b>	\$ 1,553,048

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**Schedule 7**  
**Town of Olds**  
**Schedule of Consolidated Expenditures by Object**

**For the year ended December 31**

**2005**

**2004**

**Expenditures**

Salaries, wages and benefits	<b>\$ 2,910,046</b>	\$ 2,402,425
Contracted and general services	<b>1,980,145</b>	1,951,012
Purchases from other governments	<b>1,400,534</b>	1,248,653
Materials, goods and utilities	<b>1,274,720</b>	1,060,794
Transfers to other governments	<b>37,132</b>	30,820
Transfers to individuals and organizations	<b>370,497</b>	354,018
Bank charges and short-term interest	<b>6,003</b>	4,614
Interest on long-term debt	<b>340,065</b>	349,895
Capital assets acquired	<b>2,499,622</b>	3,003,841
Other	<b>12,649</b>	-
	<b>\$ 10,831,413</b>	\$ 10,406,072