
R.M. of Colonsay No. 342
SYNOPSIS OF ANNUAL FINANCIAL STATEMENT

Management's Responsibility

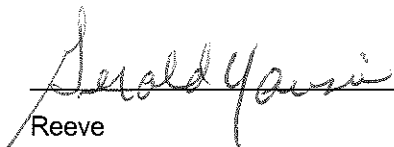
To the Ratepayers,
Rural Municipality of Colonsay No. 342:

Management is responsible for the preparation and presentation of the accompanying consolidated financial statements, including responsibility for significant accounting judgments and estimates in accordance with Canadian public sector accounting standards and ensuring that all information in the annual report is consistent with the statements. This responsibility includes selecting appropriate accounting standards and methods, and making decisions affecting the measurement of transactions in which objective judgment is required.


In discharging its responsibilities for the integrity and fairness of the consolidated financial statements, management designs and maintains the necessary accounting systems and related internal controls to provide reasonable assurance that transactions are authorized, assets are safeguarded, and financial records are properly maintained to provide reliable information for the preparation of consolidated financial statements.

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

C.S. Skrupski CPA Professional Corporation, an independent Chartered Professional Accountant firm, is appointed by Council to audit the consolidated financial statements and report directly to them. The report of the auditing firm is on the following page. The external auditor has full and free access to, and meets periodically and separately with, both Council and management to discuss its audit findings.



Reeve



Administrator

April 8, 2015

C.S. Skrupski
CPA Professional Corporation

INDEPENDENT AUDITOR'S REPORT

Reeve and Members of Council,
Rural Municipality of Colonsay No. 342:

I have audited the accompanying consolidated financial statements of the Rural Municipality of Colonsay No. 342, which are comprised of the consolidated statement of financial position as at December 31, 2014, and the consolidated statements of operations, change in net financial assets, and cash flow 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

My responsibility is to express an opinion on these consolidated financial statements based on my audit. I conducted my audit in accordance with Canadian auditing standards. Those standards require that I comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the municipality's preparation and fair presentation of the consolidated financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the municipality's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the consolidated financial statements.

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

Opinion

In my opinion, the consolidated financial statements present fairly, in all material respects, the financial position of the Rural Municipality of Colonsay No. 342 as at December 31, 2014, and the results of its operations and cash flow for the year then ended in accordance with Canadian public sector accounting standards.

Rosthern, Saskatchewan
April 8, 2015



CPA Professional Corporation

Rural Municipality of Colonsay No. 342
Consolidated Statement of Financial Position
As at December 31, 2014

Statement 1

| | 2014 | 2013 |
|---|------------------|------------------|
| ASSETS | | |
| Financial Assets | | |
| Cash and Temporary Investments (Note 2) | 1,523,868 | 1,206,397 |
| Taxes Receivable - Municipal (Note 3) | 30,169 | 43,698 |
| Other Accounts Receivable (Note 4) | 205,808 | 575,547 |
| Land for Resale (Note 5) | - | - |
| Long-term Investments (Note 6) | 61,346 | 59,102 |
| Other | - | - |
| Total Financial Assets | 1,821,191 | 1,884,744 |
| LIABILITIES | | |
| Bank Indebtedness (Note 7) | - | - |
| Accounts Payable | 11,746 | 4,125 |
| Accrued Liabilities Payable | - | - |
| Deposits | - | - |
| Deferred Revenue (Note 8) | 151,864 | 151,864 |
| Accrued Landfill Costs (Note 9) | - | - |
| Other Liabilities | - | - |
| Long-term Debt (Note 10) | 121,886 | 143,848 |
| Lease Obligations (Note 11) | - | - |
| Total Liabilities | 285,496 | 299,837 |
| NET FINANCIAL ASSETS (NET DEBT) | 1,535,695 | 1,584,907 |
| Non-financial Assets | | |
| Tangible Capital Assets (Schedule 6, 7) | 3,363,856 | 3,048,101 |
| Prepayments and Deferred Charges | 74 | 30 |
| Stock and Supplies | 515,399 | 593,688 |
| Other (Note 12) | - | - |
| Total Non-financial Assets | 3,879,329 | 3,641,819 |
| Accumulated Surplus (Deficit) (Schedule 8) | 5,415,024 | 5,226,726 |

Rural Municipality of Colonsay No. 342
 Consolidated Statement of Operations
 For the Year Ended December 31, 2014

Statement 2

| | 2014 Budget | 2014 | 2013 |
|---|------------------|------------------|------------------|
| Revenues | | | |
| Taxes and Other Unconditional Revenue (Schedule 1) | 1,119,735 | 1,089,534 | 1,356,144 |
| Fees and Charges (Schedule 4, 5) | 54,610 | 145,310 | 59,196 |
| Conditional Grants (Schedule 4, 5) | 2,430 | 7,612 | 1,392 |
| Tangible Capital Asset Sales - Gain (Schedule 4, 5) | 26,100 | 26,099 | (32,300) |
| Land Sales - Gain (Schedule 4, 5) | - | - | - |
| Investment Income and Commissions (Schedule 4, 5) | 13,000 | 30,437 | 15,728 |
| Other Revenues (Schedule 4, 5) | - | - | - |
| Total Revenues | 1,215,875 | 1,298,992 | 1,400,160 |
| Expenses | | | |
| General Government Services (Schedule 3) | 187,920 | 185,571 | 173,910 |
| Protective Services (Schedule 3) | 43,840 | 31,618 | 23,428 |
| Transportation Services (Schedule 3) | 997,900 | 868,232 | 650,344 |
| Environmental and Public Health Services (Schedule 3) | 19,280 | 18,089 | 17,636 |
| Planning and Development Services (Schedule 3) | 6,420 | 1,414 | 1,476 |
| Recreation and Cultural Services (Schedule 3) | 14,180 | 14,174 | 15,174 |
| Utility Services (Schedule 3) | 7,040 | 5,205 | 4,890 |
| Total Expenses | 1,276,580 | 1,124,303 | 886,858 |
| Surplus (Deficit) of Revenues Over Expenses Before Other Capital Contributions | (60,705) | 174,689 | 513,302 |
| Provincial/Federal Capital Grants and Contributions (Schedule 4, 5) | 113,580 | 13,609 | 119,838 |
| Surplus (Deficit) of Revenues Over Expenses | 52,875 | 188,298 | 633,140 |
| Accumulated Surplus (Deficit), Beginning of Year | 5,226,726 | 5,226,726 | 4,593,586 |
| Accumulated Surplus (Deficit), End of Year | 5,279,601 | 5,415,024 | 5,226,726 |

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

C.S. Skrupski CPA Professional Corporation

Rural Municipality of Colonsay No. 342
 Consolidated Statement of Change in Net Financial Assets
 For the Year Ended December 31, 2014

Statement 3

| | <i>2014 Budget</i> | 2014 | 2013 |
|--|--------------------|------------------|-----------|
| Surplus (Deficit) | <i>52,875</i> | 188,298 | 633,140 |
| (Acquisition) of Tangible Capital Assets | <i>(166,130)</i> | (466,740) | (340,123) |
| Amortization of Tangible Capital Assets | <i>149,760</i> | 150,984 | 149,364 |
| Proceeds on Disposal of Tangible Capital Assets | <i>-</i> | 26,100 | 106,000 |
| Loss (Gain) on the Disposal of Tangible Capital Assets | <i>-</i> | (26,099) | 32,300 |
| Surplus (Deficit) of Capital Expenses over Expenditures | <i>(16,370)</i> | (315,755) | (52,459) |
| (Acquisition) of Supplies Inventories | <i>-</i> | (515,399) | (147,727) |
| (Acquisition) of Prepaid Expense | <i>-</i> | (74) | (30) |
| Consumption of Supplies Inventory | <i>-</i> | 593,688 | 121,095 |
| Use of Prepaid Expense | <i>-</i> | 30 | 55 |
| Surplus (Deficit) of Other Non-financial Expenses Over Expenditures | <i>-</i> | 78,245 | (26,607) |
| Increase (Decrease) in Net Financial Assets | <i>36,505</i> | (49,212) | 554,074 |
| Net Financial Assets (Net Debt) - Beginning of Year | <i>1,584,907</i> | 1,584,907 | 1,030,833 |
| Net Financial Assets (Net Debt) - End of Year | <i>1,621,412</i> | 1,535,695 | 1,584,907 |

Rural Municipality of Colonsay No. 342
 Consolidated Statement of Cash Flow
 For the Year Ended December 31, 2014

Statement 4

| | 2014 | 2013 |
|---|------------------|------------------|
| Cash Provided by (Used for) the Following Activities | | |
| Operating: | | |
| Surplus (Deficit) | 188,298 | 633,140 |
| Amortization | 150,984 | 149,364 |
| Loss (Gain) on Disposal of Tangible Capital Assets | (26,099) | 32,300 |
| | 313,183 | 814,804 |
| Changes in Assets/Liabilities: | | |
| Taxes Receivable - Municipal | 13,529 | (17,677) |
| Other Receivables | 369,738 | (376,765) |
| Land for Resale | - | - |
| Other Financial Assets | - | - |
| Accounts and Accrued Liabilities Payable | 7,626 | (41,323) |
| Deposits | - | - |
| Deferred Revenue | - | 151,864 |
| Other Liabilities | - | - |
| Stock and Supplies for Use | 78,289 | (26,632) |
| Prepayments and Deferred Charges | (44) | 25 |
| Other | - | - |
| Net Cash From (Used for) Operations | 782,321 | 504,296 |
| Capital: | | |
| Acquisition of Tangible Capital Assets | (466,740) | (340,123) |
| Proceeds From the Disposal of Tangible Capital Assets | 26,100 | 106,000 |
| Other Capital | - | - |
| Net Cash From (Used for) Capital | (440,640) | (234,123) |
| Investing: | | |
| Long-term Investments | (2,248) | 7,579 |
| Other Investments | - | - |
| Net Cash From (Used for) Investing | (2,248) | 7,579 |
| Financing: | | |
| Long-term Debt Issued | - | - |
| Long-term Debt Repaid | (21,962) | (21,016) |
| Other Financing | - | - |
| Net Cash From (Used for) Financing | (21,962) | (21,016) |
| Increase (Decrease) in Cash Resources | 317,471 | 256,736 |
| Cash and Investments - Beginning of Year | 1,206,397 | 949,661 |
| Cash and Investments - End of Year | 1,523,868 | 1,206,397 |

Rural Municipality of Colonsay No. 342
 Schedule of Council Remuneration
 For the Year Ended December 31, 2014

Schedule 10

| Position | Name | Remuneration | Reimbursed Costs | Total |
|-------------------------|----------------|--------------|------------------|--------|
| Reeve | Gerald Yausie | 4,650 | 1,131 | 5,781 |
| Councillor - Division 1 | Alan Garner | 4,500 | 893 | 5,393 |
| Councillor - Division 2 | Pat Mulhall | 5,100 | 917 | 6,017 |
| Councillor - Division 3 | Aime Brochu | 5,100 | 964 | 6,064 |
| Councillor - Division 4 | Brian Rugg | 3,000 | 1,284 | 4,284 |
| Councillor - Division 5 | Marvin Lang | 5,050 | 1,087 | 6,137 |
| Councillor - Division 6 | Rose Buscholl | 4,350 | 680 | 5,030 |
| Councillor - Division 6 | Bruce Reinbold | 863 | 210 | 1,073 |
| | | - | - | - |
| | | - | - | - |
| | | - | - | - |
| | | - | - | - |
| | | - | - | - |
| | | - | - | - |
| | | - | - | - |
| | | 32,613 | 7,166 | 39,779 |