

Town of Milestone

Financial Statements

Consolidated Statement of Financial Position December 31, 2014

	2014	2013	
ASSETS			
Financial Assets			
Cash and Temporary Investments (Note 2)	\$60,600	\$82,947	
Taxes Receivable - Municipal (Note 3)	51,198	100,854	
Other Accounts Receivable (Note 4)	239,914	213,188	
Land for Resale (Note 5)	-	-	
Long-Term Investments (Note 6)	3,256	3,257	
Total Financial Assets	<u>354,968</u>	<u>400,246</u>	
LIABILITIES			
Accounts Payable	\$ 124,593	\$ 28,195	
Accrued Liabilities Payable	56,737	66,914	
Deposits	6,721	35,453	
Deferred Revenue (Note 8)	8,584	9,048	
Other Liabilities	-	-	
Long Term Debt (Note 10)	<u>1,039,409</u>	<u>70,000</u>	
Total Liabilities	<u>1,236,044</u>	<u>209,610</u>	
NET FINANCIAL ASSETS	<u>(881,076)</u>	<u>196,636</u>	
Non-Financial Assets			
Tangible Capital Assets	2,428,844	1,308,139	
Prepayments and Deferred Charges	253	326	
Stock and Supplies	-	-	
Total Non-Financial Assets	<u>2,429,097</u>	<u>1,308,465</u>	
Accumulated Surplus (Deficit) (Schedule 8)	<u>\$ 1,548,021</u>	<u>\$ 1,499,101</u>	
Consolidated Statement of Changes in Net Financial Assets			
Year Ended December 31, 2014			
	Budget	2014	2013
Net Income (Loss)	\$102,639	\$48,920	\$100,842
Acquisition of tangible capital assets	(7,550)	(1,213,725)	(473,681)
Amortization of tangible capital assets	-	88,020	74,091
Proceeds on disposal of tangible capital assets	-	5,645	182,360
Loss (gain) on the disposal of tangible capital assets	-	(645)	10,538
Surplus (Deficit) of capital expenses			
Over expenditures	(7,550)	(1,120,705)	(206,692)
Acquisition of prepaid expense	-	-	(215)
Consumption of supplies inventory	-	-	-
Use of prepaid Expenses	-	73	-
Surplus (Deficit) of expenses of other			
Nonfinancial over expenditures	-	(73)	(214)
Increase (Decrease) in Net Financial Assets	95,089	(1,071,712)	(106,064)
Net Financial Assets - Beginning of Year	190,636	190,636	296,700
Net Financial Assets - End of Year	\$ 285,725	<u>\$ (881,076)</u>	<u>\$ 190,636</u>

Consolidated Statement of Operations Year Ended December 31, 2014

	Budget 2014	2014	2013
Revenues			
Taxes & Other Unconditional Revenue(Sched1)	\$ 547,316	\$ 548,557	\$ 544,126
Fees and Charges (Schedules 4, 5)	195,430	184,120	156,757
Conditional Grants (Schedules 4, 5)	2,080	3,822	1,580
Tangible Capital Asset Sales - Gain (Loss)	-	645	(10,538)
Land Sales - Gain (Loss) (Schedules 4, 5)	-	15,000	2,034
Investment Income and Commissions(Sched4 , 5)	1,780	1,676	1,766
Other Revenues (Schedules 4, 5)	-	-	-
Total Revenues	746,606	753,820	695,725
Expenses			
General Government Services (Schedule 3)	96,108	122,144	84,177
Protective Services (Schedule 3)	59,328	67,488	57,317
Transportation Services (Schedule 3)	260,601	323,541	297,083
Environmental and Public Health Services	31,800	69,651	16,750
Planning and Development Services (Schedule 3)	74,000	6,669	5,400
Recreation and Cultural Services (Schedule 3)	56,320	50,103	60,166
Utility Services (Schedule 3)	65,810	110,345	109,029
Total Expenses	643,967	739,941	629,862
Surplus (Deficit) of Revenues over Expenses before Other Capital Contributions	102,639	13,879	65,863
Provincial/Federal Capital Grants and Contributions (Schedules 4, 5)	-	35,041	34,979
Surplus (Deficit) of Revenues over Expenses	102,639	48,920	100,842
Accumulated Surplus (Deficit), Beginning of Year	1,499,101	1,499,101	1,398,259
Accumulated Surplus (Deficit), End of Year	1,601,740	1,548,021	1,499,101

Town of Milestone

Financial Statements

Consolidated Statement of Cash Flow Year Ended December 31, 2014

	2014	2013
OPERATING ACTIVITIES		
Surplus (Deficit)	\$ 48,920	\$ 100,842
Items not affecting cash:		
Amortization of property, plant and equipment	88,020	74,091
Gain on disposal of assets	<u>(645)</u>	<u>10,538</u>
	136,295	185,469
Changes in non-cash working capital:		
Taxes Receivable - Municipal	49,656	(26,482)
Other Accounts Receivable	<u>(26,726)</u>	<u>(48,710)</u>
Land for Resale	-	12,966
Accounts and Accrued Liabilities Payable	86,223	32,462
Deferred Revenue	(464)	1,223
Deposits	<u>(28,732)</u>	<u>27,153</u>
Prepayments and Deferred Charges	<u>73</u>	<u>(215)</u>
	80,030	(1,603)
Cash flow from operating activities	216,325	183,866
Capital and Investing		
Acquisition of capital assets	<u>(1,213,725)</u>	<u>(473,681)</u>
Proceeds on disposal of prop, plant and equip	5,645	182,360
Long-Term Investments	<u>(1)</u>	<u>1</u>
Cash flow used by investing activities	(1)	1
FINANCING		
Long Term Debt issued	991,929	70,000
Proceeds from long term financing	-	-
Repayment of long term debt	<u>(22,520)</u>	<u>(25,357)</u>
Net cash from (used for) financing	969,409	(44,643)
Increase (Decrease) in Cash Resources	(22,347)	(62,811)
Cash and Investments - beginning of year	<u>82,947</u>	<u>145,758</u>
DEFICIENCY - END OF YEAR (Note 2)	\$ 60,600	\$ 82,947

Schedule of Council Remuneration (Schedule 10) Year Ended December 31, 2014

	Remuneration	Reimbursed Costs	Total
Jeff Brown - Mayor	\$ 1400	\$ -	\$ 1400
Bernie Churko	640	-	640
Beverly Siebert	1,040	-	1,040
Judy Moorhead	960	62	1,022
Ian Wourms	1,040	-	1,040
Mike Sjodin	800	-	800
Greg Treleaven	720	-	720
Unspecified reimbursed costs	-	-	-
	<u>\$ 6,600</u>	<u>\$ 62</u>	<u>\$ 6,662</u>

INDEPENDENT AUDITOR'S REPORT

To the Council of the Town of Milestone

We have audited the accompanying financial statements of the Town of Milestone, which comprise the consolidated statement of financial position as at December 31, 2014, and the statements of operations, comprehensive income and cash flow for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these 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 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 financial statements based on our audit. We conducted our audit in accordance with Canadian auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the 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 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 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 financial statements present fairly, in all material respects, the financial position of Town of Milestone as at December 31, 2014, and the results of its operations and its cash flow for the year then ended in accordance with Canadian public sector accounting standards..

Weyburn, Saskatchewan
March 3, 2015

CERTIFIED GENERAL ACCOUNTANTS