

Town of Milestone

Financial Statements

Consolidated Statement of Financial Position December 31, 2015

	2015	2014	
ASSETS			
Financial Assets			
Cash and Temporary Investments (Note 2)	\$100	\$60,600	
Taxes Receivable - Municipal (Note 3)	51,832	51,198	
Other Accounts Receivable (Note 4)	141,624	239,914	
Land for Resale (Note 5)	-	-	
Long-Term Investments (Note 6)	3,332	3,256	
Total Financial Assets	196,888	354,968	
LIABILITIES			
Bank Indebtedness			
Accounts Payable	\$ 13,763	\$ 179,594	
Accrued Liabilities Payable	18,758	1,735	
Deposits	6,721	6,721	
Deferred Revenue (Note 8)	5,175	8,584	
Other Liabilities	-	-	
Long Term Debt (Note 10)	1,085,367	1,039,409	
Total Liabilities	1,274,776	1,236,043	
NET FINANCIAL ASSETS	(1,077,888)	(881,075)	
Non-Financial Assets			
Tangible Capital Assets	2,813,355	2,428,844	
Prepayments and Deferred Charges	891	253	
Stock and Supplies	-	-	
Total Non-Financial Assets	2,814,246	2,429,097	
Accumulated Surplus (Deficit) (Schedule 8)	\$ 1,736,358	\$ 1,548,022	
Consolidated Statement of Changes in Net Financial Assets			
Year Ended December 31, 2015			
	Budget	2015	2014
Net Income (Loss)	\$128,615	\$188,336	\$48,921
Acquisition of tangible capital assets	-	(475,948)	(1,213,725)
Amortization of tangible capital assets	-	88,823	88,020
Proceeds on disposal of tangible capital assets	-	6,100	5,645
Loss (gain) on the disposal of tangible capital assets	-	2,464	(645)
Surplus (Deficit) of capital expenses			
Over expenditures	-	(384,511)	(1,120,705)
Acquisition of prepaid expense	-	(891)	(253)
Consumption of supplies inventory	-	-	-
Use of prepaid Expenses	-	253	326
Surplus (Deficit) of expenses of other			
Nonfinancial over expenditures	-	(638)	73
Increase (Decrease) in Net Financial Assets			
Assets	128,615	(196,813)	(1,071,711)
Net Financial Assets (Debt)- Beginning of Year	(881,075)	(881,075)	190,636
Net Financial Assets - End of Year	\$ (752,460)	\$ (1,077,888)	\$ (881,075)

Consolidated Statement of Operations Year Ended December 31, 2015

	Budget 2015	2015	2014
Revenues			
Taxes & Other Unconditional Revenue(Sched1)	\$ 552,690	\$ 570,329	\$ 548,558
Fees and Charges (Schedules 4, 5)	174,580	191,799	184,120
Conditional Grants (Schedules 4, 5)	2,000	-	3822
Tangible Capital Asset Sales - Gain (Loss)	-	(2,464)	645
Land Sales - Gain (Loss) (Schedules 4, 5)	-	-	15,000
Investment Income and Commissions(Sched4 , 5)	1,860	2,246	1,7676
Other Revenues (Schedules 4, 5)	-	-	-
Total Revenues	731,130	761,910	753,821
Expenses			
General Government Services (Schedule 3)	107,101	162,743	112,144
Protective Services (Schedule 3)	61,030	65,753	67,488
Transportation Services (Schedule 3)	248,945	305,444	323,541
Environmental and Public Health Services	55,470	88,628	69,651
Planning and Development Services (Schedule 3)	1,000	4,359	6,669
Recreation and Cultural Services (Schedule 3)	64,919	71,017	50,103
Utility Services (Schedule 3)	64,050	153,510	110,345
Total Expenses	602,515	851,454	739,941
Surplus (Deficit) of Revenues over Expenses before Other Capital Contributions	128,615	(89,544)	13,880
Provincial/Federal Capital Grants and Contributions (Schedules 4, 5)	-	277,880	35,041
Surplus (Deficit) of Revenues over Expenses	128,615	188,336	48,921
Accumulated Surplus (Deficit), Beginning of Year	1,548,022	1,548,022	1,499,101
Accumulated Surplus (Deficit), End of Year	1,676,637	1,736,358	1,548,022

Town of Milestone

Financial Statements

Consolidated Statement of Cash Flow Year Ended December 31, 2015

	2015	2014
OPERATING ACTIVITIES		
Surplus (Deficit)	\$ 188,336	\$ 48,921
Items not affecting cash:		
Amortization of property, plant and equipment	82,873	88,020
Loss (Gain) on disposal of assets	<u>2,464</u>	<u>(645)</u>
	273,673	136,296
Changes in non-cash working capital:		
Taxes Receivable - Municipal	(634)	49,656
Other Accounts Receivable	98,290	(29,726)
Land for Resale	-	-
Accounts and Accrued Liabilities Payable	(148,809)	86,220
Deferred Revenue	(3409)	(464)
Deposits	-	(28,732)
Prepayments and Deferred Charges	<u>(638)</u>	<u>73</u>
	218,473	216,323
Cash flow from operating activities	216,325	183,866
Capital and Investing		
Acquisition of capital assets	(475,948)	(1,213,725)
Proceeds on disposal of prop, plant and equip	6,100	5,645
Long-Term Investments	<u>(75)</u>	<u>1</u>
Cash flow used by investing activities	<u>-</u>	<u>-</u>
FINANCING		
Long Term Debt issued	108,071	991,929
Proceeds from long term financing	-	-
Repayment of long term debt	<u>(62,113)</u>	<u>(22,520)</u>
Net cash from (used for) financing	45,958	969,409
Increase (Decrease) in Cash Resources	(205,492)	(22,347)
Cash and Investments - beginning of year	<u>60,600</u>	<u>82,947</u>
DEFICIENCY - END OF YEAR (Note 2)	<u>\$ (144,892)</u>	<u>\$ 60,600</u>

Schedule of Council Remuneration (Schedule 10) Year Ended December 31, 2015

	Remuneration	Reimbursed Costs	Total
Jeff Brown - Mayor	\$ 1700	\$3057	\$ 4757
Rena Ohrt	960	-	960
Beverly Siebert	1,040	329	1,369
Judy Moorhead	1040	-	1,040
Ian Wourms	1,280	-	1,280
Mike Sjodin	1120	275	1395
Greg Treleaven	800	-	800
Unspecified reimbursed costs	-	-	-
	<u>\$ 7940</u>	<u>\$ 3661</u>	<u>\$ 11,601</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, 2015, 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 23, 2016

CERTIFIED GENERAL ACCOUNTANTS