

RM of Caledonia No.99

Financial Statements

Consolidated Statement of Financial Position December 31, 2010

	2010	2009
ASSETS		
Financial Assets		
Cash and Temporary Investments	\$ 156,935	289,108
Taxes Receivable-Municipal (Note 2)	108,650	90,286
Other Accounts Receivable (Note 3)	43,570	26,610
Long-Term Investments (Note 4)	<u>63,332</u>	<u>62,455</u>
Total Financial Assets	<u>372,487</u>	<u>468,459</u>
LIABILITIES		
Accounts Payable	\$ 8,893	\$ 12,831
Municipal Hall	-	812
Prairie Valley	<u>-</u>	<u>1,121</u>
Total Liabilities	<u>8,893</u>	<u>14,764</u>
NET FINANCIAL ASSETS	<u>363,594</u>	<u>453,695</u>
Non-Financial Assets		
Tangible Capital Assets	1,164,198	1,238,602
Prepayments and Deferred Charges	354	294
Stock and Supplies	<u>-</u>	<u>-</u>
Total Non-Financial Assets	<u>1,164,552</u>	<u>1,238,896</u>
Accumulated Surplus (Deficit) (Schedule 8)	<u>\$ 1,528,146</u>	<u>\$ 1,692,593</u>

Consolidated Statement of Changes in Net Financial Assets Year Ended December 31, 2010

	2009 Budget	2010	2009
Surplus (Deficit)	\$ (16,721)	\$ (164,443)	\$ (40,889)
Acquisition of tangible capital assets	-	(16,506)	(10,300)
Amortization of tangible capital assets	<u>-</u>	<u>90,910</u>	<u>91,349</u>
Surplus (Deficit) of capital expenses			
Over expenditures	-	74,404	81,049
Use of Prepaid expense	<u>-</u>	<u>(60)</u>	<u>(234)</u>
Surplus (Deficit) of expenses of other			
Nonfinancial over expenditures	-	(60)	(234)
Increase (Decrease) in Net Financial Assets	(16,721)	(90,099)	39,926
Net Financial Assets - Beginning of Year	453,697	<u>453,697</u>	413,771
Net Financial Assets - End of Year	<u>\$ 436,976</u>	<u>\$ 363,598</u>	<u>\$ 453,697</u>

Consolidated Statement of Operations Year Ended December 31, 2010

	Budget 2010	2010	2009
Revenues			
Taxes & Other Unconditional Revenue(Sched1)	\$ 519,305	\$ 504,251	\$ 509,465
Fees and Charges (Schedules 4, 5)	6,000	30,786	27,343
Conditional Grants (Schedules 4, 5)	14,300	26,878	4,804
Tangible Capital Asset Sales - Gain (Loss)	-	-	-
Land Sales - Gain (Loss) (Schedules 4, 5)	-	-	-
Investment Income and Commissions(Sched4, 5)	2,500	3,923	4,448
Other Revenues (Schedules 4, 5)	<u>2,450</u>	<u>2,447</u>	<u>3,673</u>
Total Revenues	<u>544,555</u>	<u>568,285</u>	<u>549,733</u>
Expenses			
General Government Services (Schedule 3)	101,648	102,122	95,633
Protective Services (Schedule 3)	9,330	9,331	9,331
Transportation Services (Schedule 3)	415,705	588,363	450,427
Environmental and Public Health Services(sch 3)	19,000	20,991	20,185
Planning and Development Services (Schedule 3)	4,603	4,283	3,911
Recreation and Cultural Services (Schedule 3)	4,800	4,788	5,220
Utility Services (Schedule 3)	<u>6,190</u>	<u>2,850</u>	<u>5,915</u>
Total Expenses	<u>561,276</u>	<u>732,728</u>	<u>590,622</u>
Surplus (Deficit) of Revenues over Expenses before Other Capital Contributions	(16,721)	(164,443)	(40,889)
Surplus (Deficit) of Revenues over Expenses	(16,721)	(164,443)	(40,889)
Accumulated Surplus (Deficit), Beginning of Year	1,692,592	<u>1,692,592</u>	1,733,481
Accumulated Surplus (Deficit), End of Year	<u>1,675,871</u>	<u>1,528,149</u>	<u>1,692,592</u>

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Financial Statements

Consolidated Statement of Cash Flow Year Ended December 31, 2010

	2010	2009
OPERATING ACTIVITIES		
Surplus (Deficit)	\$ (164,443)	\$ (40,889)
Items not affecting cash:		
Amortization of property, plant and equipment	90,910	91,349
	<u>(73,533)</u>	<u>50,460</u>
Changes in non-cash working capital:		
Taxes Receivable - Municipal	(18,364)	(11,352)
Other Accounts Receivable	(16,960)	34,451
Accounts Payable	(3,938)	(793)
Municipal Hail	(812)	812
Prairie Valley	(1,121)	1,220
Prepayments and Deferred Charges	(60)	(234)
Rounding Difference	(2)	(1)
	<u>(41,257)</u>	<u>24,103</u>
Cash flow from (used by) operating activities	<u>(114,790)</u>	<u>74,563</u>
INVESTING ACTIVITIES		
Additions to capital assets	(16,506)	(10,300)
Long-Term Investments	(877)	(2,589)
	<u>(17,383)</u>	<u>(12,889)</u>
Cash flow used by investing activities	<u>(17,383)</u>	<u>(12,889)</u>
INCREASE (DECREASE) IN CASH FLOW	(132,173)	61,674
Cash- beginning of year	<u>289,108</u>	<u>227,434</u>
CASH- END OF YEAR	\$ 156,935	289,108
CASH CONSISTS OF:		
Cash and Temporary Investments	<u>\$ 156,935</u>	<u>\$ 289,108</u>

Schedule of Council Remuneration (Schedule 10) Year Ended December 31, 2010

	Remuneration	Reimbursed Costs	Total
William Brown	\$ 1,663	\$ 340	\$ 2,003
Aaron Davidson	1,563	216	1,779
Robert Muckalt	1,563	450	2,015
Donald Jones	1,500	--	1,500
Eldon Terry	2,208	411	2,619
Darcy Phillips	2,000	342	2,342
Richard Linton	2,125	633	2,758
	<u>\$ 12,624</u>	<u>\$ 2,392</u>	<u>\$ 15,016</u>

INDEPENDENT AUDITOR'S REPORT

To the Council of the RM of Caledonia No.99

We have audited the accompanying financial statements of the RM of Caledonia No.99, which comprise the consolidated statement of financial position as at December 31, 2010, and the statements of operations, changes 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 Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian generally accepted accounting principles, 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 generally accepted 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 RM of Caledonia No.99 as at December 31, 2010, and the results of its operations and its cash flow for the year then ended in accordance with Canadian generally accepted accounting principles.

Weyburn, Saskatchewan
April 2, 2011

Dillon Hilstead Melanson C.G.A. Prof. Corp.
CERTIFIED GENERAL ACCOUNTANTS