

RM of Caledonia No.99

Financial Statements

Consolidated Statement of Financial Position December 31, 2012

	2012	2011
ASSETS		
Financial Asset		
Cash and Temporary Investments	\$ 200,373	-
Taxes Receivable-Municipal (Note 2)	112,745	96,863
Other Accounts Receivable (Note 3)	79,927	34,260
Long-Term Investments (Note 4)	<u>69,248</u>	<u>66,012</u>
Total Financial Assets	<u>462,293</u>	<u>197,135</u>
LIABILITIES		
Bank Indebtedness	\$ -	20,217
Short term Debt	-	-
Accounts Payable	32,118	15,502
Accrued Liabilities Payable	109,081	-
Deferred Revenue	24	-
Long Term Debt	186,699	14,593
Total Liabilities	<u>327,922</u>	<u>50,312</u>
NET FINANCIAL ASSETS	<u>134,371</u>	<u>146,823</u>
Non-Financial Assets		
Tangible Capital Assets	1484,095	1,266,807
Prepayments and Deferred Charges	274	204
Stock and Supplies	-	-
Total Non-Financial Assets	<u>1,484,369</u>	<u>1,267,011</u>
Accumulated Surplus (Deficit) (Schedule 8)	<u>\$ 1,618,740</u>	<u>1,413,834</u>

Consolidated Statement of Changes in Net Financial Assets Year Ended December 31, 2012

	2012 Budget	2012	2011
Surplus (Deficit)	\$ 71,810	\$ 204,906	\$ (114,314)
Acquisition of tangible capital assets	(53,860)	(450,144)	(294,860)
Amortization of tangible capital assets	1,800	96,141	69,510
Proceeds on disposal of tangible capital assets	-	171,550	155,000
Loss (gain) on the disposal of tangible capital assets	-	(34,835)	(32,260)
Surplus (Deficit) of capital expenses	<u>(52,060)</u>	<u>(217,288)</u>	<u>(102,610)</u>
Over expenditures	<u>(52,060)</u>	<u>(217,288)</u>	<u>(102,610)</u>
Use of Prepaid expense	-	-	151
(Acquisition of prepaid expense	-	(70)	-
Surplus (Deficit) of expenses of other	<u>-</u>	<u>(70)</u>	<u>151</u>
Nonfinancial over expenditures	<u>-</u>	<u>(70)</u>	<u>151</u>
Increase (Decrease) in Net Financial Assets	<u>19,750</u>	<u>(12,452)</u>	<u>(216,773)</u>
Net Financial Assets - Beginning of Year	<u>146,823</u>	<u>146,823</u>	<u>363,596</u>
Net Financial Assets - End of Year	<u>\$ 166,573</u>	<u>\$ 134,371</u>	<u>\$ 146,823</u>

Consolidated Statement of Operations Year Ended December 31, 2012

	Budget 2012	2012	2011
Revenues			
Taxes & Other Unconditional Revenue(Sched1)	\$694,130	\$686,772	\$671,932
Fees and Charges (Schedules 4, 5)	2,600	16,591	16,250
Conditional Grants (Schedules 4, 5)	14,300	13,518	3,300
Tangible Capital Asset Sales - Gain (Loss)	-	34,835	32,260
Land Sales - Gain (Loss) (Schedules 4, 5)	-	-	-
Investment Income and Commissions(Sched4, 5)	2,000	6,101	5,466
Other Revenues (Schedules 4, 5)	-	-	-
Total Revenues	<u>713,030</u>	<u>757,817</u>	<u>729,208</u>
Expenses			
General Government Services (Schedule 3)	108,495	113,832	112,837
Protective Services (Schedule 3)	9,330	8,841	9,331
Transportation Services (Schedule 3)	487,645	535,792	708,905
Environmental and Public Health Services(sch 3)	23,660	20,606	22,036
Planning and Development Services (Schedule 3)	3,700	3,603	3,657
Recreation and Cultural Services (Schedule 3)	5,100	3,120	7,246
Utility Services (Schedule 3)	5,690	3,064	3,358
Total Expenses	<u>643,620</u>	<u>688,858</u>	<u>867,370</u>
Surplus (Deficit) of Revenues over Expenses before Other Capital Contributions	<u>69,410</u>	<u>68,959</u>	<u>(138,162)</u>
Provincial/Federal Capital Grants and Contributions (schedule 4 & 5)	2400	135,947	23,848
Surplus (Deficit) of Revenues over Expenses	<u>71,811</u>	<u>204,906</u>	<u>(114,314)</u>
Accumulated Surplus (Deficit), Beginning of Year	<u>1,528,148</u>	<u>1,413,834</u>	<u>1,528,148</u>
Accumulated Surplus (Deficit), End of Year	<u>1,599,959</u>	<u>1,618,740</u>	<u>1,413,834</u>

RM of Caledonia No.99

Financial Statements

INDEPENDENT AUDITOR'S REPORT

Consolidated Statement of Cash Flow Year Ended December 31, 2012

	<u>2012</u>	<u>2011</u>
OPERATING ACTIVITIES		
Surplus (Deficit)	\$ 204,906	\$ (114,314)
Items not affecting cash:		
Amortization of property, plant and equipment	96,141	69,510
Gain on disposal of assets	(34,835)	(32,260) -
	<u>266,212</u>	<u>(77,064)</u>
Changes in non-cash working capital:		
Taxes Receivable - Municipal	(15,882)	11,787
Other Accounts Receivable	(45,667)	9,310
Accounts Payable	16,616	6,772
Deferred Revenue	24	(163)
Prepayments and Deferred Charges	(69)	153
Accrued Liabilities Payable	109,081	-
	<u>64,103</u>	<u>27,859</u>
Cash flow used by operating activities	<u>330,315</u>	<u>(49,205)</u>
INVESTING ACTIVITIES		
Additions to capital assets	(450,144)	(294,860)
Proceeds on disposal of property, plant and equipment	171,550	155,000
Long-Term Investments	(3,236)	(2,680)
Cash flow used by investing activities	<u>(281,830)</u>	<u>(142,540)</u>
FINANCING ACTIVITIES		
Proceeds from long term financing	200,000	18,000
Repayment of long term debt	(27,895)	(3,407)
Cash flow from financing activities	<u>172,105</u>	<u>14,593</u>
DECREASE IN CASH FLOW	<u>220,590</u>	<u>(177,152)</u>
Cash- beginning of year	<u>(20,217)</u>	<u>156,935</u>
CASH (DEFICIENCY)- END OF YEAR	<u>\$ 200,373</u>	<u>(20,217)</u>

Schedule of Council Remuneration (Schedule 10) Year Ended December 31, 2012

	Remuneration	Reimbursed Costs	Total
Richard Linton	\$ 2188	572	2760
William Brown	2188	\$ 628	\$ 2809
Robert Muckalt	1538	412	1950
Mark Beck	1875	568	2443
Eldon Terry	2096	573	2669
Darcy Phillips	1625	365	1990
Aaron Davidson	1375	198	1573
	\$ 12,878	\$ 3316	\$ 16194

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, 2012, 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, 2011, 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
May 13, 2013

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