

**RURAL MUNICIPALITY OF CORMAN PARK NO.
344**

Auditor's Report

Summarized Financial Statements

December 31, 2013

MANAGEMENT'S RESPONSIBILITY

To the Ratepayers of
Rural Municipality of Corman Park No. 344 :

Management is responsible for the preparation and presentation of the accompanying financial statements, including responsibility for significant accounting judgments and estimates in accordance with Canadian generally accepted accounting principles and ensuring that all information in the annual report is consistent with the statements. This responsibility includes selecting appropriate accounting principles 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 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 financial statements.

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

Jensen Stromberg Chartered Accountants, an independent firm of Chartered Accountants, is appointed by the councilors to audit the financial statements and report directly to them; their report follows. The external auditors have full and free access to, and meet periodically and separately with, both the Council and administration to discuss their audit findings.



Reeve



Administrator

INDEPENDENT AUDITOR'S REPORT

To the **Reeve** and Council of the **Rural Municipality of Corman Park No. 344**

Report on the Financial Statements

We have audited the accompanying financial statements of **Rural Municipality of Corman Park No. 344**, which comprise the statement of financial position as at **December 31, 2013** and the statements of financial activities, changes in net financial assets and changes in financial position 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 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 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.

The 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 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 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 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 **Rural Municipality of Corman Park No. 344** as at **December 31, 2013**, and the results of its financial activities, changes in net financial assets and changes in financial position for the year then ended in accordance with Canadian public sector accounting standards.



Chartered Accountants

Saskatoon, Saskatchewan
May 26, 2014

RURAL MUNICIPALITY OF CORMAN PARK NO. 344

Statement 1

STATEMENT OF FINANCIAL POSITION

December 31, 2013
with comparative figures for 2012

	<u>2013</u>	<u>2012</u>
<u>ASSETS</u>		
Financial assets:		
Cash and temporary investments	\$ 17,137,261	7,456,027
Taxes receivable	1,013,860	581,074
Other accounts receivable	1,319,610	704,974
Land for re-sale	-	-
Long-term investments	165,506	235,814
Other	<u>-</u>	<u>-</u>
Total financial assets	19,636,237	8,977,889
<u>LIABILITIES</u>		
Bank indebtedness	-	-
Accounts payable	11,813,807	2,334,600
Accrued liabilities payable	-	-
Deposits	210	-
Deferred Revenue	133,177	96,932
Decommissioning obligations	3,238,104	3,195,273
Other liabilities	50,486	49,023
Long-term debt	-	14,353
Lease obligations	<u>-</u>	<u>-</u>
Total liabilities	<u>15,235,784</u>	<u>5,690,181</u>
NET FINANCIAL ASSETS	4,400,453	3,287,708
Non-financial assets:		
Tangible capital assets	15,968,361	14,594,253
Prepaid and deferred charges	2,500	2,500
Stock and supplies	93,171	80,328
Prepaid expenses	<u>47,732</u>	<u>14,656</u>
Total non-financial assets	<u>16,111,764</u>	<u>14,691,737</u>
NET ASSETS	<u>\$ 20,512,217</u>	<u>17,979,445</u>
Accumulated Surplus		
Accumulated Surplus (Deficit)	<u>\$ 20,512,217</u>	<u>17,979,445</u>

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF CORMAN PARK NO. 344

Statement 2

STATEMENT OF FINANCIAL ACTIVITIES

Year ended December 31, 2013
with comparative figures for 2012

	<u>2013</u> <u>Budget</u>	<u>2013</u> <u>Actual</u>	<u>2012</u> <u>Actual</u>
Revenues:			
Taxes and other unconditional revenue	\$ 10,283,644	10,343,360	8,434,659
Fees and charges	2,235,028	2,244,223	2,052,622
Conditional grants	84,811	83,287	50,695
Tangible capital asset sales - gain (loss)	-	24,384	3,325
Land sales - gain (loss)	-	-	-
Investment income and commissions	103,200	111,852	134,945
Other revenues	<u>432,350</u>	<u>462,236</u>	<u>272,307</u>
Total Revenues	13,139,033	13,269,342	10,948,553
Expenditures:			
General government services	1,479,162	1,474,974	1,735,032
Protective services	1,446,201	1,420,813	1,366,848
Transportation services	6,505,076	6,902,397	6,065,546
Environmental and public health services	411,140	367,202	1,395,900
Planning and development services	983,731	787,357	999,403
Recreation and cultural services	108,315	112,003	74,292
Utility services	<u>414,111</u>	<u>515,616</u>	<u>375,717</u>
Total Expenditures	<u>11,347,736</u>	<u>11,580,362</u>	<u>12,012,738</u>
Surplus (deficit) of revenues over expenditures before other capital contributions	<u>1,791,297</u>	<u>1,688,980</u>	<u>(1,064,185)</u>
Provincial/Federal capital grants and contributions	<u>1,363,602</u>	<u>843,792</u>	<u>539,145</u>
Surplus (deficit) of revenues over expenditures	3,154,899	2,532,772	(525,040)
Accumulated surplus (deficit), beginning of year	<u>17,979,445</u>	<u>17,979,445</u>	<u>18,504,485</u>
Accumulated surplus (deficit), end of year	<u>\$ 21,134,344</u>	<u>20,512,217</u>	<u>17,979,445</u>

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF CORMAN PARK NO. 344

Statement 3

STATEMENT OF CHANGES IN NET FINANCIAL ASSETS

Year ended December 31, 2013
with comparative figures for 2012

	<u>2013</u> <u>Budget</u>	<u>2013</u> <u>Actual</u>	<u>2012</u> <u>Actual</u>
Surplus (deficit)	\$ 3,154,899	2,532,772	(525,040)
(Acquisition) of tangible capital assets	-	(2,191,520)	(941,063)
Amortization of tangible capital assets	-	739,308	742,474
Proceeds on disposal of tangible capital assets	-	102,487	3,325
Loss (gain) on disposal of tangible capital assets	-	(24,384)	(3,325)
Surplus (deficit) of capital expenses over expenditures	-	(1,374,109)	(198,589)
(Acquisition) of supplies inventories	-	(15,868)	-
(Acquisition) of prepaid expenses	-	(33,077)	(14,656)
Consumption of supplies inventories	-	3,027	207,705
Use of prepaid expenses	-	-	-
Surplus (deficit) of expenses of other non-financial over expenditures	-	(45,918)	193,049
Increase (decrease) in Net Financial Assets	3,154,899	1,112,745	(530,580)
Net Financial Assets - Beginning of the year	3,287,708	3,287,708	3,818,288
Net Financial Assets - End of year	\$ 6,442,607	4,400,453	3,287,708

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF CORMAN PARK NO. 344

Statement 4

STATEMENT OF CHANGES IN FINANCIAL POSITION

Year ended December 31, 2013
with comparative figures for 2012

	<u>2013</u>	<u>2012</u>
Cash provided by (used in) the following activities:		
Operating:		
Surplus (deficit)	\$ 2,532,772	(525,040)
Amortization	739,308	742,474
Loss (gain) on disposal of tangible capital assets	<u>(24,384)</u>	<u>(3,325)</u>
	3,247,696	214,109
Change in assets/liabilities		
Taxes receivable - Municipal	(432,787)	12,153
Other accounts receivable	(614,637)	305,492
Land for re-sale	-	-
Other financial assets	-	-
Accounts and accrued liabilities payable	9,479,211	165,997
Deposits	210	-
Deferred revenue	36,245	45,464
Other liabilities	1,463	2,457
Stock and supplies for use	(12,843)	207,705
Prepayments and deferred charges	(33,077)	(14,656)
Other	<u>-</u>	<u>-</u>
Net cash from operations	<u>11,671,481</u>	<u>938,721</u>
Capital:		
Aquisition of capital assets	(2,191,520)	(941,063)
Proceeds from the disposal of capital assets	102,487	3,325
Other capital	<u>-</u>	<u>-</u>
Net cash used for capital	<u>(2,089,033)</u>	<u>(937,738)</u>
Investing:		
Long-term investments	70,308	(11,670)
Other investments	<u>-</u>	<u>-</u>
Net cash from (used for) investing	<u>70,308</u>	<u>(11,670)</u>
Financing activities:		
Long-term debt issued	-	123,915
Long-term debt repaid	(14,353)	(166,082)
Decommissioning obligation	<u>42,831</u>	<u>1,039,919</u>
Net cash from financing	<u>28,478</u>	<u>997,752</u>
Increase (decrease) in cash resources	9,681,234	987,065
Cash and temporary investments, beginning of year	<u>7,456,027</u>	<u>6,468,962</u>
Cash and temporary investments, end of year	<u>\$ 17,137,261</u>	<u>7,456,027</u>

See accompanying notes to the financial statements.

RURAL MUNICIPALITY OF CORMAN PARK NO. 344

SCHEDULE OF COUNCIL REMUNERATION

Year ended December 31, 2013

Name	<u>Remuneration</u>	<u>Reimbursed Costs</u>	<u>Total</u>
Beauchemin, Ken	\$ 24,600	1,825	26,425
Fox, David	18,748	1,549	20,297
Froese-Kooijenga, Bas	18,442	1,306	19,748
Germes, John	16,428	1,516	17,944
Gunoff, Gordon	14,450	458	14,908
Harwood, Judy	40,233	5,681	45,914
Janzen, Joanne	20,639	2,042	22,681
Mervold, Sherry	19,779	1,625	21,404
Trask, Wendy	<u>20,259</u>	<u>1,663</u>	<u>21,922</u>
Total	<u>\$ 193,578</u>	<u>17,665</u>	<u>211,243</u>

See accompanying notes to the financial statements.