

Management's Responsibility

To the Ratepayers,
Town of Colonsay:

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

C.S. Skrupski CPA Professional Corporation, an independent Chartered Professional Accountant firm, is appointed by Council to audit the consolidated 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.

Mayor



April 11, 2016

Marcus Moran
Administrator

C.S. Skrupski
CPA Professional Corporation

INDEPENDENT AUDITOR'S REPORT

Mayor and Members of Council,
Town of Colonsay:

I have audited the accompanying consolidated financial statements of the Town of Colonsay, which are comprised of the consolidated statement of financial position as at December 31, 2015, and the consolidated statements of operations, change 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 Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of these consolidated 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 consolidated financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

My responsibility is to express an opinion on these consolidated financial statements based on my audit. I conducted my audit in accordance with Canadian auditing standards. Those standards require that I comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the municipality'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 municipality'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 consolidated financial statements.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

Opinion

In my opinion, the consolidated financial statements present fairly, in all material respects, the financial position of the Town of Colonsay as at December 31, 2015, and the results of its operations and cash flow for the year then ended in accordance with Canadian public sector accounting standards.

Rosthern, Saskatchewan
April 11, 2016


CPA Professional Corporation

Town of Colonsay
 Consolidated Statement of Financial Position
 As at December 31, 2015

Statement 1

	2015	2014
ASSETS		
Financial Assets		
Cash and Temporary Investments (Note 2)	413,808	406,147
Taxes Receivable - Municipal (Note 3)	79,977	67,355
Other Accounts Receivable (Note 4)	57,559	91,090
Land for Resale (Note 5)	25,103	25,103
Long-term Investments (Note 6)	-	-
Debt Charges Recoverable (Note 7)	-	-
Other	-	-
Total Financial Assets	576,447	589,695
LIABILITIES		
Bank Indebtedness (Note 8)	-	-
Accounts Payable	28,254	8,590
Accrued Liabilities Payable	-	-
Deposits	20,000	19,125
Deferred Revenue (Note 9)	-	-
Accrued Landfill Costs (Note 10)	-	-
Liability for Contaminated Sites (Note 11)	-	-
Other Liabilities	-	-
Long-term Debt (Note 12)	-	26,708
Lease Obligations (Note 13)	-	-
Total Liabilities	48,254	54,423
NET FINANCIAL ASSETS (NET DEBT)	528,193	535,272
Non-financial Assets		
Tangible Capital Assets (Schedule 6, 7)	2,099,593	2,057,453
Prepayments and Deferred Charges	2,196	2,165
Stock and Supplies	2,140	3,315
Other (Note 14)	-	-
Total Non-financial Assets	2,103,929	2,062,933
Accumulated Surplus (Deficit) (Schedule 8)	2,632,122	2,598,205

**Town of Colonsay
Consolidated Statement of Operations
For the Year Ended December 31, 2015**

Statement 2

	<i>2015 Budget</i>	2015	2014
Revenues			
Taxes and Other Unconditional Revenue (Schedule 1)	479,620	481,029	467,775
Fees and Charges (Schedule 4, 5)	184,300	203,799	217,919
Conditional Grants (Schedule 4, 5)	-	3,768	1,100
Tangible Capital Asset Sales - Gain (Schedule 4, 5)	-	-	-
Land Sales - Gain (Schedule 4, 5)	25,000	-	-
Investment Income and Commissions (Schedule 4, 5)	1,500	1,763	2,343
Other Revenues (Schedule 4, 5)	-	292,112	258,889
Total Revenues	690,420	982,471	948,026
Expenses			
General Government Services (Schedule 3)	139,270	140,839	147,445
Protective Services (Schedule 3)	54,480	57,759	49,797
Transportation Services (Schedule 3)	279,370	221,451	620,068
Environmental and Public Health Services (Schedule 3)	14,875	17,351	12,247
Planning and Development Services (Schedule 3)	-	-	-
Recreation and Cultural Services (Schedule 3)	54,060	406,003	282,663
Utility Services (Schedule 3)	191,840	138,331	128,391
Total Expenses	733,895	981,734	1,240,611
Surplus (Deficit) of Revenues Over Expenses Before Other Capital Contributions	(43,475)	737	(292,585)
Provincial/Federal Capital Grants and Contributions (Schedule 4, 5)	31,930	33,180	412,399
Surplus (Deficit) of Revenues Over Expenses	(11,545)	33,917	119,814
Accumulated Surplus (Deficit), Beginning of Year	2,598,205	2,598,205	2,478,391
Accumulated Surplus (Deficit), End of Year	2,586,660	2,632,122	2,598,205

Town of Colonsay
 Consolidated Statement of Change in Net Financial Assets
 For the Year Ended December 31, 2015

Statement 3

	<i>2015 Budget</i>	2015	2014
Surplus (Deficit)	<i>(11,545)</i>	33,917	119,814
(Acquisition) of Tangible Capital Assets	<i>(15,000)</i>	(148,523)	(121,176)
Amortization of Tangible Capital Assets	<i>102,890</i>	106,383	102,007
Proceeds on Disposal of Tangible Capital Assets	-	-	-
Loss (Gain) on the Disposal of Tangible Capital Assets	-	-	-
Surplus (Deficit) of Capital Expenses over Expenditures	<i>87,890</i>	(42,140)	(19,169)
(Acquisition) of Supplies Inventories	-	(2,140)	(3,315)
(Acquisition) of Prepaid Expense	-	(2,196)	(2,165)
Consumption of Supplies Inventory	-	3,315	5,107
Use of Prepaid Expense	-	2,165	2,155
Surplus (Deficit) of Other Non-financial Expenses Over Expenditures	-	1,144	1,782
Increase (Decrease) in Net Financial Assets	<i>76,345</i>	(7,079)	102,427
Net Financial Assets (Net Debt) - Beginning of Year	<i>535,272</i>	535,272	432,845
Net Financial Assets (Net Debt) - End of Year	<i>611,617</i>	528,193	535,272

Town of Colonsay
 Consolidated Statement of Cash Flow
 For the Year Ended December 31, 2015

Statement 4

	2015	2014
Cash Provided by (Used for) the Following Activities		
Operating:		
Surplus (Deficit)	33,917	119,814
Amortization	106,383	102,007
Loss (Gain) on Disposal of Tangible Capital Assets	-	-
	140,300	221,821
Changes in Assets/Liabilities:		
Taxes Receivable - Municipal	(12,622)	(4,057)
Other Receivables	33,531	(3,773)
Land for Resale	-	-
Other Financial Assets	-	-
Accounts and Accrued Liabilities Payable	19,664	3,195
Deposits	875	845
Deferred Revenue	-	-
Accrued Landfill Costs	-	-
Liability for Contaminated Sites	-	-
Other Liabilities	-	-
Stock and Supplies for Use	1,175	1,792
Prepayments and Deferred Charges	(31)	(10)
Other	-	-
Net Cash From (Used for) Operations	182,892	219,813
Capital:		
Acquisition of Tangible Capital Assets	(148,523)	(121,176)
Proceeds From the Disposal of Tangible Capital Assets	-	-
Other Capital	-	-
Net Cash From (Used for) Capital	(148,523)	(121,176)
Investing:		
Long-term Investments	-	-
Other Investments	-	-
Net Cash From (Used for) Investing	-	-
Financing:		
Debt Charges Recovered	-	-
Long-term Debt Issued	-	400,812
Long-term Debt Repaid	(26,708)	(374,104)
Other Financing	-	-
Net Cash From (Used for) Financing	(26,708)	26,708
Increase (Decrease) in Cash Resources	7,661	125,345
Cash and Investments - Beginning of Year	406,147	280,802
Cash and Investments - End of Year	413,808	406,147

The accompanying notes are an integral part of these financial statements.
 C.S. Skrupski CPA Professional Corporation

**Town of Colonsay
 Schedule of Council Remuneration
 For the Year Ended December 31, 2015**

Schedule 10

Position	Name	Remuneration	Reimbursed Costs	Total
Mayor	James Gray	3,200	-	3,200
Councillor	Darlene Baczuk	125	-	125
Councillor	Brian Beggs	1,100	-	1,100
Councillor	Lonnie Burns	850	-	850
Councillor	Warren Cooper	2,125	-	2,125
Councillor	Scott Yausie	2,025	-	2,025
Councillor	Tracy Yousie	1,925	-	1,925
		-	-	-
		-	-	-
		-	-	-
		-	-	-
		-	-	-
		-	-	-
		-	-	-
		-	-	-
		-	-	-
		11,350	-	11,350