
Management's Responsibility

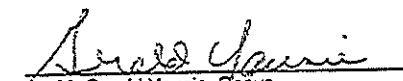
Management is responsible for the preparation and presentation of the accompanying financial statements, including responsibility for significant accounting judgments and estimates in accordance with Canadian public sector accounting standards and ensuring that all information in the annual report is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

Cogent Chartered Professional Accountants LLP, an independent firm of Chartered Professional Accountants, is appointed by the Council 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.


Deborah Prosper, Administrator


Mr Gerald Yausie, Reeve

Colonsay, SK
March 08, 2017

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CHARTERED PROFESSIONAL
ACCOUNTANTS LLP

INDEPENDENT AUDITOR'S REPORT

To the Council of the Rural Municipality of Colonsay No. 342

We have audited the accompanying consolidated financial statements of the Rural Municipality of Colonsay No. 342, which comprise the consolidated statement of financial position as at December 31, 2016 and the consolidated statements of operations and cash flows 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

Our responsibility is to express an opinion on these consolidated 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 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 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 consolidated financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

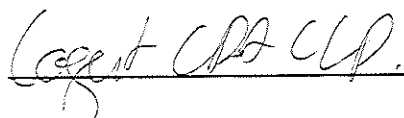
Opinion

In our opinion, the consolidated financial statements present fairly, in all material respects, the financial position of the Rural Municipality of Colonsay No. 342 as at December 31, 2016 and the results of its operations and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Other Matter

The financial statements of the prior period were audited by another Chartered Professional Accountant. That accountant issued a qualified opinion. The Auditor's Report was dated April 13, 2016.

Rosthern, SK
February 21, 2017



Chartered Professional Accountants

RURAL MUNICIPALITY OF COLONSAY NO. 342

Consolidated Statement of Financial Position

December 31, 2016

	2016	2015
FINANCIAL ASSETS		
CURRENT		
Cash and Temporary Investments (Note 2)	\$ 1,685,876	\$ 1,499,160
Taxes Receivable - Municipal	34,126	16,794
Other Accounts Receivable (Note 4)	268,846	147,222
Other Land (Note 5)	-	-
Long-Term Investments (Note 6)	61,083	58,151
Debt Charges Recoverable (Note 7)	-	-
Other	-	-
Total Financial Assets	2,049,931	1,721,327
LIABILITIES		
Bank indebtedness (Note 8)	-	-
Accounts Payable	12,784	12,723
Accrued Liabilities Payable	-	-
Deposits	-	-
Deferred Revenue (Note 9)	-	-
Accrued Landfill Costs (Note 10)	-	-
Liability for Contaminated Sites (Note 11)	-	-
Other Liabilities	-	-
Long-Term Debt (Note 12)	74,965	98,936
Lease Obligations (Note 13)	-	-
Total Liabilities	87,749	111,659
NET FINANCIAL ASSETS	1,962,182	1,609,668
NON-FINANCIAL ASSETS		
Tangible Capital Assets	3,618,856	3,467,916
Prepayments and Deferred Charges	44	78
Stock and Supplies	510,475	548,251
Other (Note 14)	-	-
Total Non-Financial Assets	4,129,375	4,016,245
ACCUMULATED SURPLUS (Schedule 8)	\$ 6,091,557	\$ 5,625,913

RURAL MUNICIPALITY OF COLONSAY NO. 342

Consolidated Statement of Operations

Year Ended December 31, 2016

Statement 2

	2016	2016	2015
REVENUES			
Schedule of Taxes and Other Unconditional Revenue (Schedule 1)	\$ 1,269,780	\$ 1,267,404	\$ 1,221,056
Fees and Charges (Schedule 4, 5)	34,570	(18,481)	56,606
Conditional Grants (Schedule 4, 5)	13,500	14,064	5,295
Tangible Capital Asset Sales - Gain (Loss) (Schedule 4, 5)	-	-	68,185
Land Sales - Gain (Loss) (Schedule 4, 5)	-	-	-
Investment Income and Commissions (Schedule 4, 5)	17,550	23,129	17,370
Other Revenues (Schedule 4, 5)	-	-	-
Total Revenues	1,335,400	1,286,116	1,368,512
EXPENSES			
General Government Services (Schedule 3)	214,300	207,194	185,473
Protective Services (Schedule 3)	39,650	41,937	40,140
Transportation Services (Schedule 3)	1,342,155	797,603	1,198,963
Environmental and Public Health Services (Schedule 3)	19,500	22,937	16,006
Planning and Development Services (Schedule 3)	6,500	1,262	1,229
Recreation and Cultural Services (Schedule 3)	14,800	14,774	14,774
Utility Services (Schedule 3)	7,040	7,267	6,228
Total Expenses	1,643,945	1,092,974	1,462,813
Surplus (Deficit) of Revenues over Expenses before Other Capital Contributions	(308,545)	193,142	(94,301)
Provincial/Federal Capital Grants and Contributions (Schedule 4, 5)	213,630	272,502	305,190
Surplus (Deficit) of Revenues over Expenses	(94,915)	465,644	210,889
Accumulated surplus - beginning of year	5,625,913	5,625,913	5,415,024
Accumulated surplus - end of year	\$ 5,530,998	\$ 6,091,557	\$ 5,625,913

RURAL MUNICIPALITY OF COLONSAY NO. 342

Consolidated Statement of Change in Net Financial Assets

As at December 31, 2016

Statement 3

	Budget 2016	2016	2015
Surplus (Deficit)	\$ (94,915)	\$ 465,644	\$ 210,889
(Acquisition) of tangible capital assets	(70,000)	(323,833)	(268,925)
Amortization of tangible capital assets	164,945	172,893	164,868
Proceeds on disposal of tangible capital assets	-	-	68,185
Loss (gain) on the disposal of tangible capital assets	-	-	(68,185)
Surplus (Deficit) of capital expenses over expenditures	94,945	(150,940)	(104,057)
	30	314,704	106,832
(Acquisition) of supplies inventories	-	(510,475)	(548,251)
(Acquisition) of prepaid expense	-	(44)	(78)
Consumption of supplies inventory	-	548,251	515,396
Use of prepaid expense	-	78	74
Surplus (Deficit) of expenses of other non-financial over expenditures	-	37,810	(32,859)
Increase/Decrease in Net Financial Assets	30	352,514	73,973
Net Financial Assets (Debt) - Beginning of Year	1,609,668	1,609,668	1,535,695
Net Financial Assets (Debt) - End of Year	\$ 1,609,698	\$ 1,962,182	\$ 1,609,668



RURAL MUNICIPALITY OF COLONSAY NO. 342

Consolidated Statement of Cash Flows

Year Ended December 31, 2016

Statement 4

	2016	2015
Cash provided by (used for) the following activities		
Operating:		
Surplus (Deficit)	\$ 465,644	\$ 210,889
Amortization	172,893	164,868
Loss (gain) on disposal of tangible capital assets	-	(68,185)
	<u>638,537</u>	<u>307,572</u>
Change in assets/liabilities		
Taxes Receivable - Municipal	(17,332)	13,375
Other Receivables	(121,624)	58,587
Other Land	-	-
Other Financial Assets	-	-
Accounts and Accrued Liabilities Payable	61	973
Deposits	-	-
Deferred Revenue	-	(151,864)
Accrued Landfill Costs	-	-
Liability for Contaminated Sites	-	-
Other Liabilities	-	-
Stock and Supplies	37,776	(32,852)
Prepayments and Deferred Charges	34	(4)
Other	-	-
	<u>(101,085)</u>	<u>(111,785)</u>
Cash provided by operating transactions	<u>537,452</u>	<u>195,787</u>
Capital:		
Acquisition of capital assets	(323,833)	(268,925)
Proceeds from the disposal of capital assets	-	68,185
Other capital	-	-
Cash applied to capital transactions	<u>(323,833)</u>	<u>(200,740)</u>
Investing:		
Long-term investments	(2,932)	3,195
Other investments	-	-
Cash provided by (applied to) investing transactions	<u>(326,765)</u>	<u>(197,545)</u>
Financing:		
Debt charges recovered	-	-
Long-term debt issued	-	-
Long-term debt repaid	(23,971)	(22,950)
Other financing	-	-
Cash provided by (applied to) financing transactions	<u>(23,971)</u>	<u>(22,950)</u>
Change in Cash and Temporary Investments during the year	<u>186,716</u>	<u>(24,708)</u>
Cash and Temporary Investments - beginning of year	<u>1,499,160</u>	<u>1,523,868</u>
Cash and Temporary Investments - end of year (Note 2)	<u>\$ 1,685,876</u>	<u>\$ 1,499,160</u>

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See notes to consolidated financial statements
CHARTERED PROFESSIONAL ACCOUNTANTS LLP

RURAL MUNICIPALITY OF COLONSAY NO. 342

Schedule of Council Remuneration

As at December 31, 2016

Schedule 10

	Name	Remuneration	Reimbursed Costs	Total
Position				
Reeve	Gerald Yausie	\$ 4,175	\$ 742	\$ 4,917
Councilor	Alan Garner	4,500	669	5,169
Councilor	Pat Mulhall	4,650	716	5,366
Councilor	Aime Brochu	300	-	300
Councilor	Duncan McVicar	450	36	486
Councilor	Brian Rugg	3,300	1,319	4,619
Councilor	Marvin Lang	4,875	1,001	5,876
Councilor	Bruce Reinbold	3,675	723	4,398
	Unallocated costs	-	-	1,562
Total		\$ 25,925	\$ 5,206	\$ 32,693

