

**TOWN OF ARCOLA**  
Statement of Financial Position  
As at December 31, 2014

**Statement 1**

	2014	(Restated) 2013
<b>ASSETS</b>		
<b>Financial Assets</b>		
Cash & Temporary Investments	\$ 846,727	\$ 693,870
Taxes Receivable - Municipal	60,896	37,682
Other Accounts Receivable	124,859	92,153
Land for Resale	352,448	352,448
Investments	-	-
Other	-	-
<b>Total Financial Assets</b>	<b>1,384,930</b>	<b>1,176,153</b>
<b>LIABILITIES</b>		
Bank Indebtedness	-	-
Accounts Payable	30,150	43,552
Accrued Liabilities Payable	-	-
Deposits	36,768	35,199
Deferred Revenue	-	-
Accrued Landfill Costs	108,000	108,000
Other Liabilities	-	-
Long-Term Debt	433,225	551,200
Lease Obligations	-	-
<b>Total Liabilities</b>	<b>608,143</b>	<b>737,951</b>
<b>NET FINANCIAL ASSETS</b>	<b>776,787</b>	<b>438,202</b>
Tangible Capital Assets	4,612,870	4,726,430
Prepayment and Deferred Charges	3,436	9,468
Stock and Supplies	40,539	37,909
Other	-	-
<b>Total Non-Financial Assets</b>	<b>4,656,845</b>	<b>4,773,807</b>
<b>Accumulated Surplus (Deficit)</b>	<b>\$ 5,433,632</b>	<b>\$ 5,212,009</b>

**MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING**

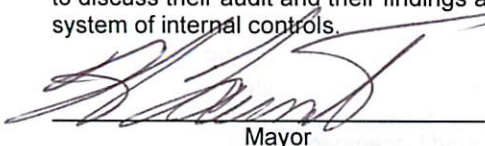
To the Residents of the  
Town of Arcola

Management of the **TOWN OF ARCOLA** has the responsibility for preparing the accompanying financial statements and ensuring that all information in the related reports is consistent with the statements. This responsibility includes selecting appropriate accounting policies and making objective judgments and estimates in accordance with Canadian public sector accounting standards.

In discharging its responsibilities for the integrity and fairness of the financial statements and for the accounting systems from which they are derived, management maintains the necessary systems of internal controls designed to provide assurance that transactions are authorized, assets are safeguarded and proper records maintained.

Ultimate responsibility for financial statements to the residents of the municipality lies with the Council who review the financial statements in detail with management prior to their approval for publication.

External auditors are appointed by the Council to audit the financial statements and are available to meet separately with both the Council and management to review their findings. The external auditors have full and free access to the Council to discuss their audit and their findings as to the integrity of the municipality's financial reporting and the adequacy of the system of internal controls.

  
Mayor

  
Administrator



**TOWN OF ARCOLA**  
**Statement of Operations**  
**For the year ended December 31, 2014**

Statement 2

	2014 Budget	2014	(Restated) 2013
<b>Revenues</b>			
Taxes and Other Unconditional Revenue	\$ 903,970	\$ 900,506	\$ 728,326
Fees and Charges	409,840	424,846	372,582
Conditional Grants	-	6,748	29,617
Tangible Capital Assets Sales - Gain	-	-	1,577
Land Sales - Gain	11,000	200	67,544
Investment Income and Commissions	10,140	11,484	11,439
Other Revenues	11,850	10,349	16,065
<b>Total Revenues</b>	<b>1,346,800</b>	<b>1,354,133</b>	<b>1,227,150</b>
<b>Expenses</b>			
General Government Services	132,960	112,965	120,837
Protective Services	55,370	48,445	51,831
Transportation Services	277,700	221,053	287,623
Environmental and Public Health Services	179,590	196,849	115,821
Planning and Development Services	14,100	12,772	22,960
Recreation and Cultural Services	111,840	107,165	87,653
Utility Services	495,430	470,059	336,738
<b>Total Expenses</b>	<b>1,266,990</b>	<b>1,169,308</b>	<b>1,023,463</b>
<b>Surplus (Deficit) before Other Capital Contributions</b>	<b>79,810</b>	<b>184,825</b>	<b>203,687</b>
Provincial/Federal Capital Grants and Contributions	36,800	36,798	153,315
<b>Surplus (Deficit) of Revenues over Expenses</b>	<b>116,610</b>	<b>221,623</b>	<b>357,002</b>
<b>Accumulated Surplus (Deficit), Beginning of Year</b>	<b>5,320,009</b>	<b>5,320,009</b>	<b>4,855,007</b>
<b>Accumulated Surplus (Deficit), End of Year</b>	<b>\$ 5,436,619</b>	<b>\$ 5,541,632</b>	<b>\$ 5,212,009</b>

**REPORT OF INDEPENDENT AUDITORS ON THE SUMMARY FINANCIAL STATEMENTS**

To the Mayor and Councillors  
TOWN OF ARCOLA

The accompanying summary financial statements, which comprise the statement of financial position as at December 31, 2014 and the statement of operations for the year then ended, are derived from the audited financial statements of the TOWN OF ARCOLA for the year ended December 31, 2014. We expressed a qualified audit opinion on those financial statements in our report dated May 14, 2015.

The summary financial statements do not contain all the disclosures required by Canadian public sector accounting standards. Reading the summary financial statements, therefore, is not a substitute for reading the audited financial statements of the TOWN OF ARCOLA.

**Management's Responsibility for the Summary Financial Statements**

Management is responsible for the preparation of a summary of the audited financial statements in accordance with Canadian public sector accounting standards.

**Auditors' Responsibility**

Our responsibility is to express an opinion on the summary financial statements based on our procedures, which were conducted in accordance with Canadian Auditing Standard (CAS) 810, "Engagements to Report on Summary Financial Statements."

**Qualified Opinion**

In our opinion, the summary financial statements derived from the audited financial statements of the TOWN OF ARCOLA for the year ended December 31, 2014 are a fair summary of those financial statements in accordance with Canadian public sector accounting standards as discussed below. However, the summary financial statements are misstated to the equivalent extent as the audited financial statements of the Town of Arcola for the year ended December 31, 2014.

The misstatement of the audited financial statements is described in our qualified audit opinion in our report dated May 14, 2015. Our qualified audit opinion is based on the fact that the town has not included the operations and the assets and liabilities of the Prairie Place Complex, which is a controlled entity of the town. Our qualified audit opinion states that, *except for the effects of the issue noted above*, those financial statements present fairly, in all material respects, the financial position of TOWN OF ARCOLA as at December 31, 2014, and its financial performance and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Regina, Saskatchewan  
May 14, 2015



  
Dudley & Company LLP  
Chartered Professional Accountants