

WESTEND REGIONAL SEWAGE SERVICES COMMISSION

FINANCIAL STATEMENTS

For the year ended December 31, 2014

WESTEND REGIONAL SEWAGE SERVICES COMMISSION

TABLE OF CONTENTS

For the year ended December 31, 2014

INDEPENDENT AUDITORS' REPORT	1
FINANCIAL STATEMENTS	
STATEMENT OF FINANCIAL POSITION	2
STATEMENT OF OPERATIONS	3
STATEMENT OF CHANGE IN NET FINANCIAL ASSETS	4
STATEMENT OF CASH FLOWS	5
NOTES TO THE FINANCIAL STATEMENTS	6 - 11
SCHEDULES TO THE FINANCIAL STATEMENTS	13

Young Parkyn McNab LLP

CHARTERED ACCOUNTANTS

INDEPENDENT AUDITORS' REPORT

To: The Members of
Westend Regional Sewage Services Commission

We have audited the accompanying financial statements of Westend Regional Sewage Services Commission, which comprise the statement of financial position as at December 31, 2014, and the statements of operations, changes in net financial assets and cash flows 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 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.

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 the Westend Regional Sewage Services Commission as at December 31, 2014 and the results of its operations, changes in its net financial assets, and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Lethbridge, Alberta

March 24, 2015

Young Parkyn McNab LLP

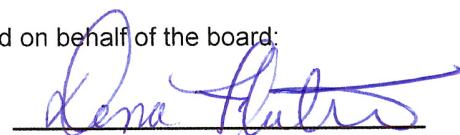
Chartered Accountants

WESTEND REGIONAL SEWAGE SERVICES COMMISSION
STATEMENT OF FINANCIAL POSITION
As at December 31, 2014

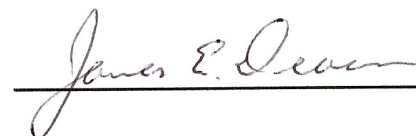
	2014	2013
Financial assets		
Cash and cash equivalents (note 3)	\$ 1,367,871	\$ 493,738
Trade and other receivables (note 4)	27,458	74,737
	<u>1,395,329</u>	<u>568,475</u>
Liabilities		
Accounts payable and accrued liabilities	30,316	76,070
Deferred revenue (note 5)	876,229	-
Long-term debt (note 6)	439,080	488,856
	<u>1,345,625</u>	<u>564,926</u>
Net financial assets	<u>49,704</u>	<u>3,549</u>
Non-financial assets		
Tangible capital assets (schedule 1)	2,364,369	2,332,477
Accumulated surplus (note 7)	<u>\$ 2,414,073</u>	<u>\$ 2,336,026</u>

Approved on behalf of the board:

Member



Member



WESTEND REGIONAL SEWAGE SERVICES COMMISSION
STATEMENT OF OPERATIONS
For the year ended December 31, 2014

	Budget (unaudited)	2014	2013
Revenue			
Service fees charged to commission members	\$ 448,130	\$ 448,130	\$ 408,347
Disaster recovery proceeds	-	65,753	58,018
Investment income	6,000	14,709	4,520
Rental income	6,000	3,861	11,438
Other service fees and sales of goods	3,076	2,031	3,076
	463,206	534,484	485,399
Expenses			
Contracted and general services	279,960	203,106	108,635
Materials, goods and utilities	117,570	86,625	119,029
Flood related expenses	-	65,753	58,018
Interest on long-term debt	-	39,567	43,778
Amortization of tangible capital assets	62,024	61,386	62,812
	459,554	456,437	392,272
Excess of revenue over expenses	3,652	78,047	93,127
Accumulated surplus, beginning of year	2,336,026	2,336,026	2,242,899
Accumulated surplus, end of year	\$ 2,339,678	\$ 2,414,073	\$ 2,336,026

WESTEND REGIONAL SEWAGE SERVICES COMMISSION
STATEMENT OF CHANGE IN NET FINANCIAL ASSETS
For the year ended December 31, 2014

	Budget (unaudited)	2014	2013
Excess of revenue over expenses	\$ 3,652	\$ 78,047	\$ 93,127
Acquisition of tangible capital assets	-	(93,280)	(64,148)
Amortization	62,024	61,388	62,812
	62,024	(31,892)	(1,336)
Change in net financial assets (debt)	65,676	46,155	91,791
Net financial assets (debt), beginning of year	3,549	3,549	(88,242)
Net financial assets, end of year	\$ 69,225	\$ 49,704	\$ 3,549

WESTEND REGIONAL SEWAGE SERVICES COMMISSION
STATEMENT OF CASH FLOWS
For the year ended December 31, 2014

	2014	2013
Operating transactions		
Excess of revenue over expenses	\$ 78,047	\$ 93,127
Adjustments for items which do not affect cash		
Amortization	61,388	62,812
	139,435	155,939
Net change in non-cash working capital items		
Trade and other receivables	47,279	(60,271)
Accounts payable and accrued liabilities	(45,754)	33,873
Deferred revenue	876,229	-
Cash provided by operating transactions	1,017,189	129,541
Capital transactions		
Acquisition of tangible capital assets	(93,280)	(64,148)
Financing transactions		
Repayment of long-term debt	(49,776)	(45,800)
Increase in cash and cash equivalents	874,133	19,593
Cash and cash equivalents, beginning of year	493,738	474,145
Cash and cash equivalents, end of year	\$ 1,367,871	\$ 493,738