

**Local Services Board of Pellatt, Pelican,
Umbach, Gidley
Financial Statements
For the period ended September 30, 2013**

Local Services Board of Pellatt, Pelican,
Umbach, Gidley
Financial Statements
For the period ended September 30, 2013

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Independent Auditor's Report

To the Members

Local Services Board of Pellatt, Pelican, Umbach, Gidley

January 22, 2014

We have audited the accompanying financial statements of Local Services Board of Pellatt, Pelican, Umbach, Gidley, which comprise the statement of financial position as at September 30, 2013, and the statement of operations, the statement of changes in net financial assets and the statement of cash flows for the period 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 Local Services Board of Pellatt, Pelican, Umbach, Gidley as at September 30, 2013 and the results of its operations and its cash flows for the period then ended in accordance with Canadian public sector accounting standards.



Chartered Accountants, Licensed Public Accountants

Kenora, Ontario
January 22, 2014

Local Services Board of Pellatt, Pelican, Umbach, Gidley
Statement of Financial Position


September 30, 2013

Financial assets	
Cash and cash equivalents	\$ 2,633
Liabilities	
Accounts payable and accrued liabilities	1,836
Deferred revenue (Note 2)	<u>797</u>
Net financial assets	<u>-</u>
Accumulated surplus	<u>\$ -</u>

On behalf of the Board:



Director



Director

Local Services Board of Pellatt, Pelican, Umbach, Gidley
Statement of Operations

For the period ended September 30, 2013	Budget	Actual
		(Note 5)
Revenue		
Minister of Finance - fire protection levies	\$ 66,000	\$ 66,003
Levies deferred to the subsequent year	-	(797)
	66,000	65,206
Expenses		
Protection services	66,000	65,206
Annual surplus	-	-
Accumulated surplus, beginning of period	-	-
Accumulated surplus, end of period	\$ -	\$ -

Local Services Board of Pellatt, Pelican, Umbach, Gidley
Statement of Change in Net Financial Assets

For the period ended September 30, 2013

Budget

Actual

(Note 5)

Annual surplus	\$	-	\$	-
Net change in net financial assets		-		-
Net financial assets, beginning of period		-		-
Net financial assets, end of period	\$	-	\$	-

Local Services Board of Pellatt, Pelican, Umbach, Gidley
Statement of Cash Flows

For the period ended September 30, 2013

Operating transactions

Changes in non-cash operating balances		
Accounts payable and accrued liabilities	\$ 1,836	
Deferred revenue	797	
		\$ 2,633

Capital transactions -

Investing transactions -

Financing transactions -

Net change in cash and cash equivalents 2,633

Cash and cash equivalents, beginning of period -

Cash and cash equivalents, end of period \$ 2,633

Local Services Board of Pellatt, Pelican, Umbach, Gidley
Summary of Significant Accounting Policies

September 30, 2013

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

The financial statements of the Board are the responsibility of management. They have been prepared in accordance with Canadian generally accepted accounting principles established by the Public Sector Accounting Board of the Canadian Institute of Chartered Accountants. The Local Services Board of Pellatt, Pelican, Umbach, Gidley (the "Board") is a local services board in the Province of Ontario and operates under the provisions of the Northern Services Boards Act. The Board provides fire services.

Revenue Recognition

Fire protection levies are recognized as revenue in the year they are levied.

Use of Estimates

The preparation of financial statements in accordance with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from management's best estimates as additional information becomes available in the future.

Local Services Board of Pellatt, Pelican, Umbach, Gidley
Notes to Financial Statements

September 30, 2013

1. Comparative Figures

The board was established on September 28, 2012. As this is the first year of operation of the board, no comparative figures have been presented in these financial statements.

2. Deferred Revenue

Deferred revenue consists of excess of fire protection levies over expenses for the year, to be used to decrease the subsequent year's fire protection levy.

	2013	2012
Opening balance of unspent funds	\$ -	\$ -
Add:		
Amounts received in the year	66,003	-
Less:		
Expenses	(65,206)	-
Closing balance of unspent funds deferred to the following year	\$ 797	\$ -

3. Expenses by Object

	Budget	2013 (Note 5)
Honourium	\$ 1,000	\$ 1,000
Rent	500	500
Bank charges and interest	-	160
Insurance	664	600
Professional fees	1,836	1,836
Contracted services	61,000	61,000
Office supplies and miscellaneous	1,000	109
	\$ 66,000	\$ 65,205

4. Commitments

The board has committed to fire protection services totaling \$61,055 for the year ending September 31, 2014.

Local Services Board of Pellatt, Pelican, Umbach, Gidley
Notes to Financial Statements

September 30, 2013

5. Budget

Budget figures have been provided for comparison purposes and have been derived from the budget approved by the Board on February 9, 2013.

6. Segmented Information

The Board is a municipal government institution that provides primarily fire protection services. No additional disclosure on a segmented basis is considered necessary as the Board considers all the services and activities it provides to be encompassed in the segment of protection.