

**TOWN OF SWAN RIVER**

**Federal Gas Tax Funding Annual Expenditure Report  
As Required by the Municipal Gas Tax Agreement**

**For the Year Ended December 31, 2015**

# PACAK KOWAL HARDIE & COMPANY

## CHARTERED ACCOUNTANTS

LINDA COLE, CGA\* (ASSOCIATE)

*\* denotes professional corporation*

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### INDEPENDENT AUDITOR'S REPORT

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To the Mayor and Members of Council of the Town of Swan River

We have audited the Town of Swan River's compliance as at December 31, 2015 with the criteria established by the terms and conditions of the Municipal Gas Tax Agreement that came into effect April 1, 2014 between the Province of Manitoba and the Town of Swan River.

#### *Management's Responsibility*

Management is responsible for the compliance with the criteria established by the provisions of the agreement, and for such internal control as management determines is necessary to ensure compliance.

#### *Auditor's Responsibility*

Our responsibility is to express an opinion on this compliance 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 information is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial information. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial information, 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 information 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 information.

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 Federal Gas Tax Revenue Annual Expenditure Report presents fairly, in all material respects, the funding and expenditures for the year ended December 31, 2015 in compliance with the Municipal Gas Tax Agreement.

Swan River, Manitoba  
July 5, 2016

*Pacak Kowal Hardie & Company*

CHARTERED ACCOUNTANTS

**TOWN OF SWAN RIVER**  
**Federal Gas Tax Revenue Annual Expenditure Report**  
**For the Year Ended December 31, 2015**

	Annual	Cumulative
Unspent fund balance, beginning of year	\$ 263,288	\$ -
Received from Province of Manitoba	200,954	1,828,368
Interest earned	2,511	50,300
	<u>466,753</u>	<u>1,878,668</u>
Expenditures on eligible projects		
Local roads	140,067	274,605
Drinking water	31,398	467,471
Wastewater	146,187	776,028
Solid waste	-	211,463
Disaster mitigation	31,650	31,650
	<u>349,302</u>	<u>1,761,217</u>
Unspent fund balance, end of year	<u>\$ 117,451</u>	<u>\$ 117,451</u>