



Report of the Auditor General of the Ville de Montréal to the City Council and to the Urban Agglomeration Council

For the Year Ended December 31, 2014

3

FINANCIAL STATEMENT AUDITS





**Report of the Auditor General
of the Ville de Montréal**
to the City Council and to the
Urban Agglomeration Council

For the Year Ended December 31, 2014

3.1

**CONSOLIDATED
FINANCIAL STATEMENTS
OF VILLE DE MONTRÉAL**



3. Financial Statement Audits

3.1. Consolidated Financial Statements of Ville de Montréal

In accordance with the provisions of the *Cities and Towns Act* (CTA) in force on December 31, 2014, we are required to audit the City's financial statements.

The *Charter of Ville de Montréal* and the *Cities and Towns Act* (CTA) both require the City to submit its financial statements to the City clerk's office by March 31 following the close of the preceding year and to the Ministère des Affaires municipales et de l'Occupation du territoire (MAMOT), using the prescribed form, by April 30.

Consequently, for the fiscal year ended in 2014, we have produced a total of five audit reports regarding the City's financial statements. In March 2015, the independent auditor's reports of the auditor general of the Ville de Montréal expressing an unmodified opinion on the City's consolidated financial statements and on the breakdown of the City's mixed expenditures were issued. Both reports were included in the *Annual Financial Report* filed with the City clerk's office on April 22, 2015. Also, in April 2015, reports on the City's consolidated financial statements, on the breakdown of mixed expenditures and on the City's overall tax rate were produced. These three reports were recorded on the form required by the MAMROT.

The audit work on the City's consolidated financial statements was conducted together with a joint auditor who expressed a qualified opinion on the City's financial statements based on its different interpretation of the new accounting standards Section PS 3410 on accounting for government transfers.

In accordance with the provisions of the CTA, the form required by the MAMROT, along with the three abovementioned auditor general's reports and the joint auditor's report on the consolidated financial statements were filed with the City council and the urban agglomeration council before being sent to the MAMROT on April 30, 2015.



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For the Year Ended December 31, 2014

3.2

**FINANCIAL STATEMENTS
OF OTHER LEGAL
ENTITIES SUBJECT
TO THE *CITIES
AND TOWNS ACT***



3.2. Financial statements of other legal entities subject to the *Cities and Towns Act*

In accordance with the provisions of the *Cities and Towns Act* (CTA) in force on December 31, 2014, we are required to audit the financial statements of other legal entities subject to the CTA that meet any of the following conditions:

- It is part of the reporting entity defined in the municipality's financial statements;
- The municipality or its representative appoints more than 50% of the members of its board of directors;
- The municipality or its representative holds more than 50% of its outstanding voting shares or units.

Table 1 on the following page identifies the other legal entities that are subject to the CTA and for which we are required to produce an audit report on their financial statements. The table also indicates the periods during which the audit reports were issued for the fiscal years ending in 2013 and 2014.

**Table 1 – Other Legal Entities Subject to the CTA and Audit Reports
Produced on Their Financial Statements as of April 30, 2015**

Other legal entities subject to the <i>Cities and Towns Act</i> ¹	Fiscal year ended in	
	2014	2013
Anjou 80	●	●
Bixi Montréal		X
Bureau du taxi de Montréal		X
Conseil des arts de Montréal	●	●
Conseil interculturel de Montréal		●
Corporation d'habitation Jeanne-Mance	●	●
Fiducie du Technoparc Montréal	●	●
Office de consultation publique de Montréal		●
Office municipal d'habitation de Montréal		●
Société de gestion Marie-Victorin	●	●
Société de gestion du port de plaisance de Lachine		●
Société de jalonnement dynamique de Montréal		●
Société de transport de Montréal (2 rapports)	●	●
Société en commandite Stationnement de Montréal	●	●
Société d'habitation et de développement de Montréal	●	●
Société du parc Jean-Drapeau	●	●
Technoparc Montréal		●
Trangesco S.E.C.	●	●

Legend:

- Reports produced between May 1, 2014, and April 30, 2015.
- Reports produced before May 1, 2014.
- X No audit report required for 2013. This reporting entity was added to the City's list in 2014.

¹ For the year ended December 31, 2014, Société de vélo en libre-service ceased operating. Consequently, this entity as well as its affiliate Bixi Toronto Inc. are no longer included in the reporting entities of Ville de Montréal. Under Section 107.7 of the *Cities and Towns Act*, the Auditor General is therefore no longer required to audit the financial statements of Bixi Toronto Inc. and of Société de vélo en libre-service.