

**TOWN OF ARCOLA**  
Statement of Financial Position  
As at December 31, 2017

**Statement 1**

	<b>2017</b>	<b>2016</b>
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**ASSETS**

**Financial Assets**

Cash and Temporary Investments	\$ 1,660,883	\$ 2,473,947
Taxes Receivable - Municipal	119,278	69,960
Other Accounts Receivable	140,774	145,823
Land for Resale Investments	285,737	302,415
Other	-	-

**Total Financial Assets**

	2,206,672	2,992,145
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**LIABILITIES**

Bank Indebtedness	-	-
Accounts Payable	124,979	78,874
Accrued Liabilities Payable	-	-
Deposits	38,931	36,927
Deferred Revenue	6,492	-
Accrued Landfill Costs	-	-
Other Liabilities	-	-
Long-Term Debt	1,116,441	1,223,688
Lease Obligations	-	-

**Total Liabilities**

	1,286,843	1,339,489
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**NET FINANCIAL ASSETS**

	919,829	1,652,656
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Tangible Capital Assets	7,346,962	4,389,439
Prepayment and Deferred Charges	10,840	6,893
Stock and Supplies	36,555	31,441
Other	-	-
<b>Total Non-Financial Assets</b>	<b>7,394,357</b>	<b>4,427,773</b>
<b>Accumulated Surplus (Deficit)</b>	<b>\$ 8,314,186</b>	<b>\$ 6,080,429</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, 2017

Statement 2

**Revenues**

	2017 Budget	2017	2016
Taxes and Other Unconditional Revenue	\$ 985,630	\$ 988,404	\$ 924,587
Fees and Charges	389,670	437,517	405,475
Conditional Grants	43,520	46,197	46,714
Tangible Capital Assets Sales - Gain	-	2,687	(1,802)
Land Sales - Gain	13,520	13,422	27,844
Investment Income and Commissions	16,700	25,583	21,398
Other Revenues	13,520	24,019	28,693

**Total Revenues**

1,462,560	1,537,829	1,452,909
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**Expenses**

General Government Services	225,950	221,936	181,236
Protective Services	58,100	54,987	47,531
Transportation Services	374,390	252,662	253,111
Environmental and Public Health Services	204,560	191,304	200,756
Planning and Development Services	7,330	4,425	6,946
Recreation and Cultural Services	108,510	109,458	109,795
Utility Services	406,320	368,576	339,292

**Total Expenses**

1,385,160	1,203,348	1,138,667
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**Surplus (Deficit) before Other Capital Contributions**

77,400	334,481	314,242
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Provincial/Federal Capital Grants and Contributions

2,134,660	1,899,276	68,561
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**Surplus (Deficit) of Revenues over Expenses**

2,212,060	2,233,757	382,803
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**Accumulated Surplus (Deficit), Beginning of Year**

6,080,429	6,080,429	5,697,626
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**Accumulated Surplus (Deficit), End of Year**

\$ 8,292,489	\$ 8,314,186	\$ 6,080,429
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**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, 2017 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, 2017. We expressed a qualified audit opinion on those financial statements in our report dated May 8, 2018.

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, 2017 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, 2017.

The misstatement of the audited financial statements is described in our qualified audit opinion in our report dated May 8, 2018. 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, 2017, and its financial performance and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Regina, Saskatchewan  
May 8, 2018

  
Dudley & Company LLP  
Chartered Professional Accountants