

**TOWN OF ARCOLA**  
Statement of Operations  
For the year ended December 31, 2015

Statement 2

Revenues	2015 Budget	2015	2014
Taxes and Other Unconditional Revenue	\$ 928,540	\$ 921,117	\$ 900,506
Fees and Charges	431,920	449,788	424,846
Conditional Grants	36,800	41,363	6,748
Tangible Capital Assets Sales - Gain	-	(22,278)	-
Land Sales - Gain	200	13,782	200
Investment Income and Commissions	10,650	13,810	11,484
Other Revenues	6,850	16,323	10,349
<b>Total Revenues</b>	<b>1,414,960</b>	<b>1,433,905</b>	<b>1,354,133</b>
<b>Expenses</b>			
General Government Services	128,510	138,531	112,965
Protective Services	51,050	46,163	48,445
Transportation Services	335,790	278,648	221,053
Environmental and Public Health Services	258,880	323,977	196,849
Planning and Development Services	12,260	10,760	12,772
Recreation and Cultural Services	115,960	109,045	107,165
Utility Services	386,360	318,704	470,059
<b>Total Expenses</b>	<b>1,288,810</b>	<b>1,225,828</b>	<b>1,169,308</b>
<b>Surplus (Deficit) before Other Capital Contributions</b>	<b>126,150</b>	<b>208,077</b>	<b>184,825</b>
Provincial/Federal Capital Grants and Contributions	-	55,917	36,798
<b>Surplus (Deficit) of Revenues over Expenses</b>	<b>126,150</b>	<b>263,994</b>	<b>221,623</b>
<b>Accumulated Surplus (Deficit), Beginning of Year</b>	<b>5,433,632</b>	<b>5,433,632</b>	<b>5,212,009</b>
<b>Accumulated Surplus (Deficit), End of Year</b>	<b>\$ 5,559,782</b>	<b>\$ 5,697,626</b>	<b>\$ 5,433,632</b>

**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, 2015 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, 2015. We expressed a qualified audit opinion on those financial statements in our report dated April 12, 2016.

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*

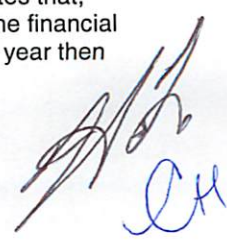
Our responsibility is to express an opinion on the summary financial statements based on our procedures, which were conducted in accordance with Canadian Auditing Standard (CAS) 810, "Engagements to Report on Summary Financial Statements."

*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, 2015 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, 2015.

The misstatement of the audited financial statements is described in our qualified audit opinion in our report dated April 12, 2016. 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, 2015, and its financial performance and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

  
Dudley & Company LLP  
Chartered Professional Accountants





**TOWN OF ARCOLA**  
Statement of Financial Position  
As at December 31, 2015

**Statement 1**

	2015	2014
<b>ASSETS</b>		
<b>Financial Assets</b>		
Cash & Temporary Investments	\$ 940,317	\$ 846,727
Taxes Receivable - Municipal	45,232	60,896
Other Accounts Receivable	128,417	124,859
Land for Resale	335,770	352,448
Investments	-	-
Other	-	-
<b>Total Financial Assets</b>	<b>1,449,736</b>	<b>1,384,930</b>
<b>LIABILITIES</b>		
Bank Indebtedness	-	-
Accounts Payable	34,500	30,150
Accrued Liabilities Payable	-	-
Deposits	37,812	36,768
Deferred Revenue	-	-
Accrued Landfill Costs	-	108,000
Other Liabilities	-	-
Long-Term Debt	208,463	433,225
Lease Obligations	-	-
<b>Total Liabilities</b>	<b>280,775</b>	<b>608,143</b>
<b>NET FINANCIAL ASSETS</b>	<b>1,168,961</b>	<b>776,787</b>
<b>Non-Financial Assets</b>		
Tangible Capital Assets	4,471,862	4,612,870
Prepayment and Deferred Charges	9,951	3,436
Stock and Supplies	46,852	40,539
Other	-	-
<b>Total Non-Financial Assets</b>	<b>4,528,665</b>	<b>4,656,845</b>
<b>Accumulated Surplus (Deficit)</b>	<b>\$ 5,697,626</b>	<b>\$ 5,433,632</b>

**MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING**

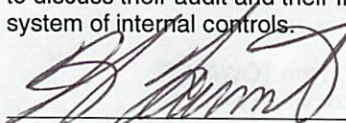
To the Residents of the  
TOWN OF ARCOLA


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.

  
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Mayor

  
\_\_\_\_\_  
Administrator