

TOWN OF ARCOLA
 Statement of Financial Position
 As at December 31, 2016

Statement 1

	<u>2016</u>	<u>2015</u>
ASSETS		
Financial Assets		
Cash and Temporary Investments	\$ 2,473,947	\$ 940,317
Taxes Receivable - Municipal	69,960	45,232
Other Accounts Receivable	145,823	128,417
Land for Resale	302,415	335,770
Investments	-	-
Other	-	-
Total Financial Assets	2,992,145	1,449,736
LIABILITIES		
Bank Indebtedness	-	-
Accounts Payable	78,874	34,500
Accrued Liabilities Payable	-	-
Deposits	36,927	37,812
Deferred Revenue	-	-
Accrued Landfill Costs	-	-
Other Liabilities	-	-
Long-Term Debt	1,223,688	208,463
Lease Obligations	-	-
Total Liabilities	1,339,489	280,775
NET FINANCIAL ASSETS	1,652,656	1,168,961
Non-Financial Assets		
Tangible Capital Assets	4,389,439	4,471,862
Prepayment and Deferred Charges	6,893	9,951
Stock and Supplies	31,441	46,852
Other	-	-
Total Non-Financial Assets	4,427,773	4,528,665
Accumulated Surplus (Deficit)	\$ 6,080,429	\$ 5,697,626

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, 2016

Statement 2

	2016 Budget	2016	2015
Revenues			
Taxes and Other Unconditional Revenue	\$ 930,240	\$ 924,587	\$ 921,117
Fees and Charges	392,790	405,475	449,788
Conditional Grants	42,180	46,714	41,363
Tangible Capital Assets Sales - Gain	-	(1,802)	(22,278)
Land Sales - Gain	13,520	27,844	13,782
Investment Income and Commissions	11,650	21,398	13,810
Other Revenues	17,850	28,693	16,323
Total Revenues	1,408,230	1,452,909	1,433,905
Expenses			
General Government Services	191,070	181,236	138,531
Protective Services	52,340	47,531	46,163
Transportation Services	320,290	253,111	278,648
Environmental and Public Health Services	201,640	200,756	323,977
Planning and Development Services	28,640	6,946	10,760
Recreation and Cultural Services	112,550	109,795	109,045
Utility Services	414,410	339,292	318,704
Total Expenses	1,320,940	1,138,667	1,225,828
Surplus (Deficit) before Other Capital Contributions	87,290	314,242	208,077
Provincial/Federal Capital Grants and Contributions	-	68,561	55,917
Surplus (Deficit) of Revenues over Expenses	87,290	382,803	263,994
Accumulated Surplus (Deficit), Beginning of Year	5,697,626	5,697,626	5,433,632
Accumulated Surplus (Deficit), End of Year	\$ 5,784,916	\$ 6,080,429	\$ 5,697,626

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, 2016 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, 2016. We expressed a qualified audit opinion on those financial statements in our report dated March 28, 2017.

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, 2016 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, 2016.

The misstatement of the audited financial statements is described in our qualified audit opinion in our report dated March 28, 2017. 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, 2016, 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