

# Town of Milestone

## Financial Statements

### Consolidated Statement of Financial Position December 31, 2016

	2016	2015	
<b>ASSETS</b>			
<b>Financial Assets</b>			
Cash and Temporary Investments (Note 2)	\$50	\$100	
Taxes Receivable - Municipal (Note 3)	70,397	51,832	
Other Accounts Receivable (Note 4)	131,699	141,624	
Land for Resale (Note 5)	-	-	
Long-Term Investments (Note 6)	3,332	3,332	
<b>Total Financial Assets</b>	<b>205,478</b>	<b>196,888</b>	
<b>LIABILITIES</b>			
<b>Bank Indebtedness</b>	<b>170,699</b>	<b>144,992</b>	
Accounts Payable	\$ 146,818	\$ 32,521	
Accrued Liabilities Payable	-	-	
Deposits	6,721	6,721	
Deferred Revenue (Note 8)	4,219	5,175	
Other Liabilities	-	-	
Long Term Debt (Note 10)	1,599,077	1,085,367	
<b>Total Liabilities</b>	<b>1,927,534</b>	<b>1,274,776</b>	
<b>NET FINANCIAL ASSETS</b>	<b>(1,722,056)</b>	<b>(1,077,888)</b>	
<b>Non-Financial Assets</b>			
Tangible Capital Assets	3,622,351	2,813,355	
Prepayments and Deferred Charges	269	891	
Stock and Supplies	-	-	
<b>Total Non-Financial Assets</b>	<b>3,622,620</b>	<b>2,814,246</b>	
<b>Accumulated Surplus (Deficit) (Schedule 8)</b>	<b>\$ 1,900,564</b>	<b>\$ 1,736,358</b>	
<b>Consolidated Statement of Changes in Net Financial Assets</b>			
<b>Year Ended December 31, 2016</b>			
	Budget	2016	2015
<b>Net Income (Loss)</b>	\$30,357	\$164,206	\$188,336
Acquisition of tangible capital assets	-	(895,740)	(475,948)
Amortization of tangible capital assets	-	86,744	82,873
Proceeds on disposal of tangible capital assets	-	-	6,100
Loss (gain) on the disposal of tangible capital assets	-	-	2,464
<b>Surplus (Deficit) of capital expenses</b>			
<b>Over expenditures</b>	-	(808,996)	(384,511)
Acquisition of prepaid expense	-	-	(891)
Consumption of supplies inventory	-	-	-
Use of prepaid Expenses	-	622	253
<b>Surplus (Deficit) of expenses of other</b>			
<b>Nonfinancial over expenditures</b>	-	622	(638)
<b>Increase (Decrease) in Net Financial</b>	<b>30,357</b>	<b>(644,168)</b>	<b>(196,813)</b>
<b>Net Financial Assets (Debt)- Beginning of Year</b>	<b>(1,077,888)</b>	<b>(1,077,888)</b>	<b>(881,075)</b>
<b>Net Financial Assets - End of Year</b>	<b>\$ (1,047,531)</b>	<b>\$ (1,722,056)</b>	<b>\$ (1,077,888)</b>

### Consolidated Statement of Operations Year Ended December 31, 2016

	Budget 2016	2016	2015
<b>Revenues</b>			
Taxes & Other Unconditional Revenue(Sched1)	\$ 611,036	\$ 604,646	\$ 570,329
Fees and Charges (Schedules 4, 5)	202,950	206,169	191,799
Conditional Grants (Schedules 4, 5)	2,000	1,449	-
Tangible Capital Asset Sales - Gain (Loss)	-	-	(2,464)
Land Sales - Gain (Loss) (Schedules 4, 5)	-	-	-
Investment Income and Commissions(Sched4 , 5)	2,170	179	2,246
Other Revenues (Schedules 4, 5)	-	-	-
<b>Total Revenues</b>	<b>818,156</b>	<b>812,443</b>	<b>761,910</b>
<b>Expenses</b>			
General Government Services (Schedule 3)	112,505	112,897	162,743
Protective Services (Schedule 3)	73,350	67,438	65,753
Transportation Services (Schedule 3)	339,610	365,269	305,444
Environmental and Public Health Services	65,700	72,476	88,628
Planning and Development Services (Schedule 3)	1,000	5649	4,359
Recreation and Cultural Services (Schedule 3)	65,194	63,575	71,017
Utility Services (Schedule 3)	128,440	149,837	153,510
<b>Total Expenses</b>	<b>787,799</b>	<b>837,141</b>	<b>851,454</b>
<b>Surplus (Deficit) of Revenues over Expenses before Other Capital Contributions</b>	<b>30,357</b>	<b>(24,698)</b>	<b>(89,544)</b>
Provincial/Federal Capital Grants and Contributions (Schedules 4, 5)	-	188,904	277,880
<b>Surplus (Deficit) of Revenues over Expenses</b>	<b>30,357</b>	<b>164,206</b>	<b>188,336</b>
Accumulated Surplus (Deficit), Beginning of Year	1,736,358	1,736,358	1,548,022
<b>Accumulated Surplus (Deficit), End of Year</b>	<b>1,766,715</b>	<b>1,900,564</b>	<b>1,736,358</b>

# Town of Milestone

## Financial Statements

### INDEPENDENT AUDITOR'S REPORT

#### Consolidated Statement of Cash Flow Year Ended December 31, 2016

	2016	2015
<b>OPERATING ACTIVITIES</b>		
Surplus (Deficit)	\$ 164,206	\$ 188,336
Items not affecting cash:		
Amortization of property, plant and equipment	86,744	82,873
Loss (Gain) on disposal of assets	<u>-</u>	<u>2,464</u>
	<b>250,950</b>	<b>273,673</b>
Changes in non-cash working capital:		
Taxes Receivable - Municipal	(18,565)	(634)
Other Accounts Receivable	9,925	98,290
Land for Resale	-	-
Accounts and Accrued Liabilities Payable	114,297	(148,809)
Deferred Revenue	(956)	(3,409)
Deposits	-	-
Prepayments and Deferred Charges	<u>622</u>	<u>(638)</u>
	<b>356,273</b>	<b>218,473</b>
Cash flow from operating activities	<b>356,273</b>	<b>218,473</b>
<b>Capital and Investing</b>		
Acquisition of capital assets	(895,740)	(475,948)
Proceeds on disposal of prop, plant and equip	-	6,100
Long-Term Investments	<u>-</u>	<u>(75)</u>
Cash flow used by investing activities	<u>-</u>	<u>-</u>
<b>FINANCING</b>		
Long Term Debt issued	565,780	108,071
Proceeds from long term financing	-	-
Repayment of long term debt	<u>(52,070)</u>	<u>(62,113)</u>
Net cash from (used for ) financing	513,710	45,958
<b>Increase (Decrease) in Cash Resources</b>	<b>(25,757)</b>	<b>(205,492)</b>
Cash and Investments - beginning of year	<b>(144,892)</b>	<b>60,600</b>
<b>DEFICIENCY - END OF YEAR (Note 2)</b>	<b><u>\$ (170,649)</u></b>	<b><u>\$ (144,892)</u></b>

#### Schedule of Council Remuneration (Schedule 10) Year Ended December 31, 2016

	Remuneration	Reimbursed Costs	Total
Jeff Brown - Mayor	\$ 1800	-	\$ 1800
Rena Ohrt	960	-	960
Beverly Siebert	720	-	720
Judy Moorhead	960	-	960
Ian Wourms	1,120	-	1,120
Mike Sjodin	880	-	880
Greg Treleaven	640	-	640
Mike Gallais	80	-	80
Unspecified reimbursed costs	<u>-</u>	<u>2640</u>	<u>2640</u>
	<b>\$ 7160</b>	<b>\$ 2640</b>	<b>\$ 9800</b>

To the Council of the Town of Milestone

We have audited the accompanying financial statements of the Town of Milestone, which comprise the consolidated statement of financial position as at December 31, 2016, and the statements of operations, comprehensive income and cash flow for the year then ended, and a summary of significant accounting policies and other explanatory information.

#### *Management's Responsibility for the Financial Statements*

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian public sector accounting standards, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

#### *Auditor's Responsibility*

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Canadian general 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 statements are free from material misstatement.

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

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 financial statements present fairly, in all material respects, the financial position of Town of Milestone as at December 31, 2016, and the results of its operations and its cash flow for the year then ended in accordance with Canadian public sector accounting standards..

Weyburn, Saskatchewan  
May 12, 2017

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CERTIFIED GENERAL ACCOUNTANTS