

**THE CORPORATION OF THE VILLAGE
OF BURNS LAKE**

Financial Statements

December 31, 2016

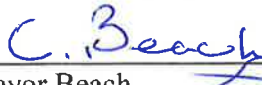
THE CORPORATION OF THE VILLAGE OF BURNS LAKE

Consolidated Statement of Financial Position


As at December 31, 2016

	<u>2016</u>	<u>2015</u>
FINANCIAL ASSETS		
Cash and cash equivalents, note 2	\$ 300,099	314,171
Investments, note 3	4,111,659	4,011,016
Accounts receivable, note 4	797,004	576,410
Loans receivable, note 5	80,000	-
	<u>5,288,762</u>	<u>4,901,597</u>
OTHER		
Trust and debt reserve funds, note 6	20,051	19,854
Chinook Comfor Limited., note 7	60	-
Comfor Management Services Ltd., note 20	7,448,348	6,910,146
	<u>7,468,459</u>	<u>6,930,000</u>
TOTAL FINANCIAL ASSETS	<u>12,757,221</u>	<u>11,831,597</u>
FINANCIAL LIABILITIES		
Accounts payable and accrued liabilities, note 8	419,745	349,592
Trust and deposit liabilities	20,051	19,854
Deferred revenue, note 9	23,650	-
MFA capital leases, note 10	288,771	436,412
MFA equipment financing, note 11	283,356	-
Long-term debentures, note 12	78,383	102,281
	<u>1,113,956</u>	<u>908,139</u>
NET FINANCIAL ASSETS	11,643,265	10,923,458
NON FINANCIAL ASSETS		
Prepaid expenses	2,319	3,543
Tangible Capital Assets (Notes 13, Schedule A)	16,861,021	16,893,736
ACCUMULATED SURPLUS (Notes 14, Schedule C)	<u>\$ 28,506,605</u>	<u>27,820,737</u>

The accompanying notes and schedules are an integral part of these financial statements



Mayor Beach



Bernice Crossman, CPA, CGA
Director of Finance

THE CORPORATION OF THE VILLAGE OF BURNS LAKE

Consolidated Statement of Operations

For the Year Ended December 31, 2016

<u>Budget</u>		<u>2016</u> <u>Actual</u>	<u>2015</u> <u>Actual</u>
REVENUE (Schedule D)			
\$ 1,470,799	Real property taxes	\$ 1,450,262	1,399,649
238,200	Frontage taxes	238,388	238,388
27,100	Grants-in-lieu of taxes	14,376	14,600
834,258	Sale of services	825,928	827,157
750,599	Other revenue from own services	249,312	243,605
478,000	Unconditional transfers - Province of BC	465,552	496,934
523,193	Conditional transfers and grants	746,442	427,576
259,941	Tom Forsythe Memorial Arena	245,369	265,091
207,493	Recreation and multi-use facility	220,122	197,610
-	Income earned on reserves	21,539	18,846
20,150	Return on investments	19,380	18,126
500	Donations - community members and groups	3,127	25,060
-	Donations - Burns Lake Community Forest	223,521	220,172
-	Comfor Management Services Ltd. income	612,667	516,358
<u>4,810,233</u>		<u>5,335,985</u>	<u>4,909,172</u>
EXPENSES			
721,457	General Government Services	569,680	596,227
374,798	Protective services	416,226	377,116
1,041,384	Transportation services	1,033,176	981,337
147,735	Environmental health	331,274	136,244
116,500	Development services	274,726	196,012
1,070,259	Recreation and cultural services	1,062,705	1,116,363
886,338	Utility Services (water/sewer)	880,027	829,250
11,461	Debt interest charges	7,838	7,817
-	Comfor Management Services Ltd. Change in other comprehensive income	74,465	-
<u>4,369,932</u>		<u>4,650,117</u>	<u>4,240,366</u>
440,301	Annual Surplus	<u>685,868</u>	<u>668,806</u>
<u>26,759,399</u>	Accumulated Surplus, beginning of year	<u>27,820,737</u>	<u>27,151,931</u>
<u>\$ 27,199,700</u>	Accumulated Surplus, end of year	<u>\$ 28,506,605</u>	<u>27,820,737</u>

THE CORPORATION OF THE VILLAGE OF BURNS LAKE

Consolidated Statement of Net Financial Assets

For the Year Ended December 31, 2016

	2016 <u>Actual</u>	2016 <u>Budget</u>	2015 <u>Actual</u>
Annual Surplus	\$ 685,868	440,301	668,806
Acquisition of Tangible Capital Assets	(1,009,112)	(1,225,000)	(728,559)
Amortization of Tangible Capital Assets	840,601	772,263	772,265
Loss on Disposal of Tangible Capital Assets	166,226	-	-
Proceeds from Disposal of Tangible Capital Assets	35,000	-	-
	<u>718,583</u>	<u>(12,436)</u>	<u>712,512</u>
Net Change in Prepaid Expenses	<u>1,224</u>	<u>-</u>	<u>(3,543)</u>
Change in Net Financial Assets (Net Debt)	<u>719,807</u>	<u>(12,436)</u>	<u>708,969</u>
Net Financial Assets, beginning of year,	<u>10,923,458</u>	<u>10,108,481</u>	<u>10,214,489</u>
Net Financial Assets, end of year	<u>\$ 11,643,265</u>	<u>10,096,045</u>	<u>10,923,458</u>

THE CORPORATION OF THE VILLAGE OF BURNS LAKE

Notes to Consolidated Financial Statements

For the Year Ended December 31, 2016

1. SIGNIFICANT ACCOUNTING POLICIES: ...(con't)

c) Cash and Cash Equivalents

Cash consists of cash and cash equivalents that are defined as highly liquid investments of three months or less at the acquisition date.

d) Investments

Investments are held in Municipal Finance Authority of BC money market funds and in Bulkley Valley Credit Union and Department of Land term deposits. Cost approximates fair market value on these investments as interest has been accrued to December 31, 2016.

e) Tangible Capital Assets

Tangible Capital Assets, comprised of capital assets and capital work in progress, are recorded at cost, net of capital asset disposals, write-downs and accumulated amortization. Tangible capital assets are classified according to their function use. Amortization is recorded on a straight line basis over the estimated useful life of the asset commencing the year the asset is put into service. Donated tangible capital assets are reported at fair market value at the time of donation. Estimated useful lives are as follows:

Major Asset Category	Useful Life Range
Land	Unlimited
Buildings	15 to 50 years
Machinery & Equipment, Vehicles	5 to 20 years
Office Equipment and Computers	5 to 10 years
Other equipment	5 to 15 years
Engineering Structures (Roads, Streets, Parks)	10 to 75 years
Utility Systems (Water, Sewer, Storm)	20 to 100 years
Capital leases	15 to 20 years

THE CORPORATION OF THE VILLAGE OF BURNS LAKE
Notes to Consolidated Financial Statements
For the Year Ended December 31, 2016

1. SIGNIFICANT ACCOUNTING POLICIES: ...(con't)

i) Use of Estimates

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amount of assets and liabilities at the date of the financial statements, and the reported revenue and expenditures during the reporting period. Significant areas requiring the use of management estimates relate to the determination of employee benefit plans, allowance for doubtful accounts receivable, provision for contingencies and prior years tangible capital asset historical costs and related amortization. Actual results could differ from management's best estimates as additional information becomes available. Adjustments, if any, will be reflected in the financial statements in the period that the change in estimate is made, as well as in the period of settlement if the amount is different.

j) Budget Presentation

Budget amounts are from the Village's Five Year Financial Plan for the years 2016 - 2020, adopted by Council in May 2016 with minor subsequent reallocations and reclassifications to conform to financial statement presentation (see Note 16)

k) Segmented Information

The Corporation of the Village of Burns Lake is a diversified municipal government institution that provides a wide range of services to its citizens. Distinguishable functional segments have been separately disclosed. The nature of the segments and the activities they encompass are as follows, and quantitative data on these segments can be found in Schedule B.

General Government: This segment includes the revenue and expenses associated with Legislative (Council), Administration, Finance, Information Technology and the Municipal Building services. It also included the Election costs (in an election year).

Protective Services: This segment includes the revenue and expenses associated with the fire department, bylaw enforcement/animal control and building inspection services.

Transportation: This segment includes the revenue and expenses associated with Works Yard costs, vandalism, and all operating costs associated with all Roads and Streets (snow removal, sanding, street lighting, dust control, line marking, sidewalk maintenance, boulevard work, street sweeping and drainage ditches).

Solid Waste Management/Recycling: This segment includes the revenue and expenses associated with garbage (solid waste).

THE CORPORATION OF THE VILLAGE OF BURNS LAKE

Notes to Consolidated Financial Statements

For the Year Ended December 31, 2016

1. SIGNIFICANT ACCOUNTING POLICIES: ...(con't)

I) Financial Assets and Liabilities - Risk Management (continued):

Liquidity Risk

Liquidity risk is the risk that the Municipality will not be able to meet its financial obligations as they fall due. The Municipality's approach to managing liquidity is to evaluate current and expected liquidity requirements under both normal and stressed conditions to ensure that it maintains sufficient reserves of cash or have an available credit facility to meet its liquidity requirements in the short and long term.

As at December 31, 2016, the Municipality has unrestricted cash of \$220,621 (December 31, 2015 - \$235,248) to settle liabilities of \$1,113,956 (December 31, 2015 - \$908,139). Excluding debt and leases, the current liabilities are \$463,446 (December 31, 2015 - \$369,446) and the Municipality would cover any possible shortfall with receivables, investments, and future tax collection.

Interest Rate Risk

The Municipality is exposed to interest rate risk to the extent that the cash and term deposits maintained at the financial institutions is subject to a floating rate of interest. The interest rate risk on cash and term deposits is not considered significant. Fixed-interest instruments subject the municipality to a fair value risk while the floating rate instruments subject it to a cash flow risk.

2. CASH AND CASH EQUIVALENTS

	<u>2016</u>	<u>2015</u>
Cash - unrestricted	\$ 220,621	235,248
Cash - restricted	79,478	78,923
Total	\$ <u>300,099</u>	<u>314,171</u>

3. INVESTMENTS

	<u>2016</u>	<u>2015</u>
Municipal Finance Authority of BC Money Market Fund	\$ 3,095,040	3,007,180
Bulkley Valley Credit Union Term Deposit - matures November 24, 2017	1,014,119	1,001,336
Term Deposit - Department of Lands	2,500	2,500
Total	\$ <u>4,111,659</u>	<u>4,011,016</u>

Cost approximates fair market value for these investments. The term deposit is held by the Department of Lands as security and interest is paid yearly (December 31, 2016 .5%). Interest and other income earned on the MFA investments amounted to .99% in 2016 (.96% - 2015). The BVCU term deposit pays interest at 1.2% (1.3% - 2015) and cost approximates fair market value as interest has been accrued to December 31, 2016.

THE CORPORATION OF THE VILLAGE OF BURNS LAKE

Notes to Consolidated Financial Statements

For the Year Ended December 31, 2016

8. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES	<u>2016</u>	<u>2015</u>
Trade accounts payable and accruals	\$ 273,637	147,124
Payroll payable and accrued benefits	100,865	195,834
Municipal Finance Authority - interest	628	628
Other deposits - funds held for community groups	<u>44,615</u>	<u>6,006</u>
Total	<u>\$ 419,745</u>	<u>349,592</u>

Accrued payroll benefits include an estimated value for accrued sick pay that could be paid out over the next few years to employees, in accordance with the provisions of the CUPE union agreement.

9. DEFERRED REVENUE	<u>2016</u>	<u>2015</u>
UBCM OCP grant	\$ 1,800	-
Regional district economic development grant	6,000	-
Regional district economic development grant	8,000	-
Artisan centre January 2017 rent	500	-
UBCM 2017 age friendly grant	7,350	-
	<u>\$ 23,650</u>	<u>-</u>

THE CORPORATION OF THE VILLAGE OF BURNS LAKE

Notes to Consolidated Financial Statements

For the Year Ended December 31, 2016

11.	MFA Equipment Financing	<u>2016</u>	<u>2015</u>
	General Capital Fund		
	MFA Promissory Note, bearing an interest rate of 1.36%, monthly payments of \$862.89, maturing in December 2021, secured by a freon plant (NBV \$419,377).	\$ 50,000	\$ -
	MFA Equipment Loan, bearing interest at 2%, monthly payments of \$3,321.34 including interest, maturing November 2019, secured by an garbage truck with plow (NBV \$170,541).	233,356	-
		<u>\$ 283,356</u>	<u>\$ -</u>

Principal repayments, due within each of the next five years and thereafter.

	Total repayments
2017	\$ 55,120
2018	55,887
2019	56,662
2020	57,445
2021	58,242
	<u>\$ 283,356</u>

12.	LONG-TERM DEBENTURES	<u>2016</u>	<u>2015</u>
	Sewer Capital Fund		
	#By law 761, bearing an interest rate of 5.25%, annual payments of \$12,061, maturing in December 2019	\$ 78,383	102,281

Principal repayments, due within each of the next three years.

	<u>Sewer</u>			
	Principal	Actuarial adj	Total repayments	
2017	\$ 12,061	\$ 12,919	24,980	
2018	12,061	14,049	26,110	
2019	12,062	15,231	27,293	
	<u>\$ 36,184</u>	<u>\$ 42,199</u>	<u>78,383</u>	

THE CORPORATION OF THE VILLAGE OF BURNS LAKE

Notes to Consolidated Financial Statements

For the Year Ended December 31, 2016

15. TAXATION

	<u>2016</u>	<u>2015</u>
Municipal Taxes		
General tax levy	\$ 1,450,262	1,399,649
Frontage taxes	238,388	238,388
Grant-in-lieu of taxes	14,376	14,600
	<u>1,703,026</u>	<u>1,652,637</u>
Plus: Requisitions on behalf of other taxing authorities		
Province of B.C. - School taxes	512,015	527,876
Police	81,598	83,068
Regional Hospital District	307,969	310,325
Bulkley Nechako Regional District	144,672	135,866
British Columbia Assessment Authority	10,134	10,790
Municipal Finance Authority	32	32
	<u>1,056,420</u>	<u>1,067,957</u>
Total Taxes Collected	2,759,446	2,720,594
Add (less): Requisition paid out to other taxing authorities	<u>(1,056,420)</u>	<u>(1,067,957)</u>
Net Municipal Property Taxes	<u>\$ 1,703,026</u>	<u>1,652,637</u>

16. CONSOLIDATED EXPENDITURES BY OBJECT

	<u>2016</u>	<u>2015</u>
Advertising and promotion	\$ 25,622	26,684
Amortization	840,601	772,265
Bad debts	6,655	0
Contract services	320,780	299,460
Debt interest and charges	7,838	7,817
Election	10,976	-
Equipment charges	348,940	139,364
Grants and other	144,625	58,982
Insurance	78,888	67,118
Legal and audit	60,418	38,412
Loss on disposal of tangible capital assets	166,226	0
Materials and supplies	745,573	860,668
Salaries, wages and benefits	1,548,580	1,681,784
Travel	73,609	85,320
Utilities and general overhead	196,321	202,492
	<u>\$ 4,575,652</u>	<u>4,240,366</u>

THE CORPORATION OF THE VILLAGE OF BURNS LAKE
Notes to Consolidated Financial Statements
For the Year Ended December 31, 2016

18. CONTINGENT LIABILITIES... (cont'd)

c) Reciprocal Insurance Exchange Agreement

The Corporation is a subscribed member of the Municipal Insurance Association of British Columbia (The "Exchange") as provided by Section 3.02 of the Insurance Act of the Province of British Columbia. The main purpose of the Exchange is to pool the risks of liability so as to lessen the impact upon any Subscriber. Under the Reciprocal Insurance Exchange Agreements, the Corporation is assessed a premium and specific deductible for its claims based on population. The obligation of the Corporation with respect to the Exchange and/or contracts and obligations entered into by the Exchange on behalf of its Subscribers in connection with the Exchange are in every case several, and not joint and several. The Corporation irrevocably and unconditionally undertakes and agrees to indemnify and save harmless the other Subscribers against liability losses and costs which the other Subscriber may suffer.

d) Municipal Finance Authority

The loan agreements with the Municipal Finance Authority provide that if the Authority does not have sufficient funds to meet payments on its obligations, it shall make payments from the Debt Reserve Fund which is established by a similar Debt Reserve Fund in the Municipality and all other borrowing participants. If the Debt Reserve Fund is deficient, the Authority's obligations become a liability of the Regional District and may become a liability of the participating municipalities.

e) Contaminated Sites Accounting

Effective April 1, 2014, Canadian municipalities are required under PSAB 3260 to account for contaminated site liabilities that exist on municipal owned lands. The Corporation of the Village of Burns Lake has not identified any significant contaminated site liability on its lands.

THE CORPORATION OF THE VILLAGE OF BURNS LAKE

Notes to Consolidated Financial Statements

For the Year Ended December 31, 2016

20. COMFOR MANAGEMENT SERVICES LTD., A GOVERNMENT ENTERPRISE.

Burns Lake Community Forest Ltd. exists as an entity, the operating company holds the forest license, and undertakes the timber harvesting. The shares of this company are owned by Comfor Management Services Ltd. which serves as management in the conduct of both companies. The Village of Burns Lake is the sole shareholder of the management company.

The corporation was incorporated October 5, 2001 under the Business Corporations Act of British Columbia. The registered address for the corporation is 117 Highway 16, Burns Lake, BC.

The nature of the corporate group's operations is to operate Community Forest License K1A under a Community Forest Agreement with the Province of BC. The original Community Forest Agreement has been replaced with an agreement commencing April 12, 2015 for a period of 25 years. All operations of the corporate group are conducted in the Burns Lake, BC area.

This wholly owned company is a government business enterprise because of having all of the following characteristics:

- (i) Legal entity with the power to contract in its own name and can sue and be sued.
- (ii) Delegated the financial and operational authority to carry on a business.
- (iii) Sells goods and services to organizations outside of the government reporting entity.
- (iiii) Maintains a viable operation, meets its liabilities from revenues received from sources outside of the parents ownership.

The CPA Public Sector Accounting Handbook recommends that the method of accounting for the business enterprise be undertaken by the modified equity method. The municipality records the net assets by adjusting the investment it has made in the company. Comfor Management Services Ltd. (consolidated) audited financial statements for the years ended October 31, 2016 and the year ended October 31, 2015 are summarized hereunder and the appropriate recording of the investment increase in the government enterprise by the municipality has been reflected in the consolidated statement of financial position (page 1). These are the summarized consolidated statements of Comfor Management Services Ltd.

THE CORPORATION OF THE VILLAGE OF BURNS LAKE
Notes to Consolidated Financial Statements
For the Year Ended December 31, 2016

20. COMFOR MANAGEMENT SERVICES LTD. ... (con't)

Comfor Management Services Ltd. Consolidated Statement of Financial Position

	<u>October 31, 2016</u>	<u>October 31, 2015</u>
<u>Assets</u>		
<u>Current Assets</u>		
Cash	\$ 2,390,036	2,525,131
Accounts receivable	281,572	2,831
GST receivable	4,999	25,118
Prepaid expenses and deposits	160,267	95,128
	<u>2,836,874</u>	<u>2,648,208</u>
Property, plant and equipment	493,420	521,848
Investments, long term	7,621,320	7,120,572
Province of BC silviculture deposit	500,000	500,000
Loan receivable - Community Futures of Nadina	-	17,500
	<u>-</u>	<u>17,500</u>
Totals	<u>\$ 11,451,614</u>	<u>10,808,128</u>
<u>Liabilities</u>		
<u>Current Liabilities</u>		
Accounts payable and accrued expenses	\$ 275,012	226,141
Wages and benefits payable	13,471	13,265
Accrued stakeholder license agreement payable	505,150	385,185
Accrued reforestation costs	706,000	500,000
	<u>1,499,633</u>	<u>1,124,591</u>
Accrued reforestation costs	<u>2,503,632</u>	<u>2,773,389</u>
Due to Shareholder	<u>1</u>	<u>1</u>
<u>Shareholders' Equity</u>		
Share Capital	1	1
Accumulated Other comprehensive Income	549,312	623,777
Retained Earnings	6,899,035	6,286,368
	<u>7,448,348</u>	<u>6,910,147</u>
Totals	<u>\$ 11,451,614</u>	<u>10,808,128</u>

THE CORPORATION OF THE VILLAGE OF BURNS LAKE

Notes to Consolidated Financial Statements

For the Year Ended December 31, 2016

20. COMFOR MANAGEMENT SERVICES LTD. ... (con't)

Comfor Management Services Ltd. Consolidated Statement of Changes in Equity

	Accumulated Other Comprehensive Income	Retained Earnings	Total
2016:			
Equity, at October 31, 2015	\$ <u>623,777</u>	\$ <u>6,286,368</u>	\$ <u>6,910,145</u>
Profit	-	612,667	612,667
Unrealized gains (losses) on available for sale investments	289,494	-	289,494
Reclassification of realized gains (losses)	<u>(363,959)</u>	<u>-</u>	<u>(363,959)</u>
Net change in equity for the year	<u>(74,465)</u>	<u>612,667</u>	<u>538,202</u>
Equity, at October 31, 2016	\$ <u><u>549,312</u></u>	\$ <u><u>6,899,035</u></u>	\$ <u><u>7,448,347</u></u>
2015:			
Equity, at October 31, 2014	\$ <u>496,324</u>	\$ <u>5,897,463</u>	\$ <u>6,393,787</u>
Profit	-	388,905	388,905
Unrealized gains (losses) on available for sale investments	165,289	-	165,289
Reclassification of realized gains (losses)	<u>(37,836)</u>	<u>-</u>	<u>(37,836)</u>
Net change in equity for the year	<u>127,453</u>	<u>388,905</u>	<u>516,358</u>
Equity, at October 31, 2015	\$ <u><u>-</u></u>	\$ <u><u>-</u></u>	\$ <u><u>-</u></u>

THE CORPORATION OF THE VILLAGE OF BURNS LAKE

SCHEDULE B

Statement of Operations by Segment
For the Year Ended December 31, 2016

	General Government	Protective Services	Solid Waste/Environment	Economic Development	Transportation Services	Recreation & Culture	Utilities (water/sewer)	2016 Total Operations (unaudited)	2015 Total Operations
REVENUE									
Operating Revenue	\$ 1,450,262	14,376	-	-	-	-	238,388	1,703,026	1,652,637
Taxation, note 15	-	106,375	134,253	-	330	-	584,970	825,928	834,258
Service Charges/User Fees	487,377	51,383	-	101,821	10,816	-	-	651,397	1,001,193
Government Transfers/Grants	75,604	68,646	-	300	8,302	522,172	14,379	689,603	1,218,033
Other revenue from own services	3,127	-	-	-	-	-	-	3,127	500
Donation - community members and groups	223,521	-	-	-	-	-	-	223,521	220,172
Donation - Burns Lake Community Forest	21,342	-	-	-	-	-	197	21,539	18,862
Investment Income									
Total operating revenue	2,261,233	240,780	134,253	102,121	19,648	522,172	837,934	4,118,141	4,208,910

	General Government	Protective Services	Solid Waste/Environment	Economic Development	Transportation Services	Recreation & Culture	Utilities (water/sewer)	2016 Total Operations (unaudited)	2015 Total Operations
EXPENDITURES									
Operating Expenditures	9,093	1,954	-	3,558	-	11,017	-	25,622	29,740
Advertising and Promotion	26,089	84,107	62,063	-	274,409	223,444	170,489	840,601	772,263
Amortization	6,655	-	-	-	-	-	-	6,655	-
Bad debts	10,976	-	-	-	-	-	-	10,976	5,000
Election	7,449	60,456	7,498	-	114,461	-	159,076	348,940	364,516
Equipment Charges	4,775	2,000	3,780	120,578	-	13,492	-	144,625	37,268
Grants to Organizations/Fees Waivers	20,333	11,560	-	386	43,380	2,821	408	78,888	65,442
Insurance	60,418	-	-	-	-	-	-	60,418	61,716
Legal and audit	113,816	45,446	20,600	16,551	280,930	114,360	153,870	745,573	824,574
Materials and Supplies	-	47,386	41,644	73,354	59,204	99,192	-	320,780	346,967
Professional and Contracted Services	36,060	17,617	-	3,615	9,145	7,172	-	73,609	93,821
Travel, dues and conferences	10,080	9,605	-	-	6,938	95,188	74,510	196,321	199,934
Utilities (Telephone, Hydro and Gas)	263,936	136,095	60,102	56,684	244,709	465,380	321,674	1,548,580	1,557,080
Wages and Employee Benefits	-	-	-	-	-	-	7,838	7,838	11,611
Debt charges	-	-	135,587	-	-	30,639	-	166,226	-
Loss on disposal of tangible capital assets	-	-	331,274	274,726	1,033,176	1,062,705	887,865	4,575,652	4,369,932
Total operating expenditures	\$ 569,680	416,226	(197,021)	(172,605)	(1,013,528)	(540,333)	(49,931)	440,301	(31,456)

**REVENUE OVER EXPENDITURES/
(EXPENDITURES OVER REVENUE)**

THE CORPORATION OF THE VILLAGE OF BURNS LAKE
Statement of Financial Position - by Fund
December 31, 2016

SCHEDULE C

	General Operating Fund	Water Operating Fund	Sewer Operating Fund	Total Operating Funds	General Capital Fund	Water Capital Fund	Sewer Capital Fund	Total Capital Funds	Reserve Funds	Comfor Management Services Ltd. (consolidated)	Consolidating adjustments	Consolidated 2016	Consolidated 2015
FINANCIAL ASSETS													
Cash and cash equivalents, note 2	\$ 220,621	-	-	220,621	-	-	-	-	79,478	-	-	300,099	314,171
Investments, note 3	1,788,759	-	-	1,788,759	-	-	-	-	2,322,900	-	-	4,111,659	4,011,016
Taxes receivable, note 4	349,837	20,285	-	370,122	-	-	-	-	-	-	-	370,122	230,853
Accounts receivable, note 4	389,028	-	-	389,028	-	-	-	-	-	-	-	389,028	324,076
Due from Federal government - GST, note 4	37,854	-	-	37,854	-	-	-	-	-	-	-	37,854	21,481
Loans receivable, note 5	80,000	-	-	80,000	-	-	-	-	-	-	-	80,000	-
MFA debt reserve fund deposits, note 6	-	-	20,051	20,051	-	-	-	-	-	-	-	20,051	19,854
Comfor Management Services Ltd. (consolidated), note 17	-	-	-	-	-	-	-	-	-	7,448,348	-	7,448,348	6,910,146
Chinook Comfor Limited, note 7	60	-	-	60	-	-	-	-	-	-	-	60	-
Due from own funds	1,301,191	142,028	-	1,443,219	1,665,000	520,215	527,219	2,712,434	-	-	(4,155,653)	12,757,221	11,831,597
	<u>4,167,350</u>	<u>162,313</u>	<u>20,051</u>	<u>4,349,714</u>	<u>1,665,000</u>	<u>520,215</u>	<u>527,219</u>	<u>2,712,434</u>	<u>2,402,378</u>	<u>7,448,348</u>	<u>(4,155,653)</u>	<u>12,757,221</u>	<u>11,831,597</u>
	273,637	-	-	273,637	-	-	-	-	-	-	-	273,637	147,124
Accrued debtenture interest, note 8	-	-	628	628	-	-	-	-	-	-	-	628	628
Wages and deductions payable, note 8	100,865	-	-	100,865	-	-	-	-	-	-	-	100,865	195,834
Other deposits - payable, note 8	44,615	-	-	44,615	-	-	-	-	-	-	-	44,615	6,006
Due to own funds	2,854,462	-	25,305	2,879,767	-	-	-	-	1,275,886	-	(4,155,653)	-	-
MFA debt reserve fund	-	-	20,051	20,051	-	-	-	-	-	-	-	20,051	19,854
Deferred revenue, note 9	23,650	-	-	23,650	-	-	-	-	-	-	-	23,650	-
MFA capital leases, note 10	-	-	-	-	288,771	-	-	288,771	-	-	-	288,771	436,412
MFA equipment financing, note 11	-	-	-	-	283,356	-	-	283,356	-	-	-	283,356	-
Long term debentures, note 12	-	-	-	-	78,383	-	78,383	78,383	-	-	-	78,383	102,281
	<u>3,297,229</u>	<u>-</u>	<u>45,984</u>	<u>3,343,213</u>	<u>572,127</u>	<u>-</u>	<u>78,383</u>	<u>650,510</u>	<u>1,275,886</u>	<u>-</u>	<u>(4,155,653)</u>	<u>1,113,956</u>	<u>908,139</u>
NET FINANCIAL ASSETS	870,121	162,313	(25,933)	1,006,501	1,092,873	520,215	448,836	2,061,924	1,126,492	7,448,348	-	11,643,265	10,923,458
NON FINANCIAL ASSETS													
Prepaid expenses	2,319	-	-	2,319	-	-	-	-	-	-	-	2,319	3,543
Tangible Capital Assets (Schedule A), note 13	-	-	-	-	12,825,995	1,966,736	2,068,390	16,861,021	-	-	-	16,861,021	16,893,736
ACCUMULATED SURPLUS	<u>872,440</u>	<u>162,313</u>	<u>(25,933)</u>	<u>1,008,820</u>	<u>13,918,868</u>	<u>2,486,951</u>	<u>2,517,126</u>	<u>18,922,945</u>	<u>1,126,492</u>	<u>7,448,348</u>	<u>-</u>	<u>28,506,605</u>	<u>27,820,737</u>
	\$ 872,440	\$ 162,313	\$ (25,933)	\$ 1,008,820	\$ 13,918,868	\$ 2,486,951	\$ 2,517,126	\$ 18,922,945	\$ 1,126,492	\$ 7,448,348	\$ -	\$ 28,506,605	\$ 27,820,737
Composed of:													
Surplus	\$ 872,440	\$ 162,313	\$ (25,933)	\$ 1,008,820									
Operating reserves	\$ -	\$ -	\$ -	\$ -									
	<u>\$ 872,440</u>	<u>\$ 162,313</u>	<u>\$ (25,933)</u>	<u>\$ 1,008,820</u>									

THE CORPORATION OF THE VILLAGE OF BURNS LAKE
Statement of Changes in Equity in Tangible Capital Assets
For the Year Ended December 31, 2016

SCHEDULE E

	Equity in Tangible Capital Assets -General	Equity in Tangible Capital Assets -Water	Equity in Tangible Capital Assets - Sewer	Comfor Management Services Ltd. (consolidated)	Consolidated 2016	Consolidated 2015
REVENUE (Schedule D)						
Comfor Management Services Ltd. profit	-	-	-	612,667	612,667	516,358
Donation from Curing Club	-	-	-	-	-	24,700
Government grants	248,504	-	-	-	248,504	7,500
New Deal Gas Tax grant	174,000	-	-	-	174,000	-
Rental recoveries from municipal facilities	25,200	-	-	-	25,200	-
	447,704	-	-	612,667	1,060,371	548,558
EXPENSES						
Comfor Management Services Ltd. change in other comprehensive income	-	-	-	74,465	74,465	-
	-	-	-	74,465	74,465	-
ANNUAL SURPLUS (DEFICIT)	447,704	-	-	538,202	985,906	548,558
OTHER EXPENSES						
Principal payments	-	-	12,061	-	12,061	12,061
Actuarial adjustments	-	-	11,837	-	11,837	10,803
	-	-	23,898	-	23,898	22,864
INTERFUND TRANSFERS						
Transfer (to) from Operating Funds	144,695	-	7,312	-	152,007	484,425
Transfer (to) from Reserve Funds, schedule F	-	-	-	-	-	-
	144,695	-	7,312	-	152,007	484,425
Change in Accumulated Surplus Balances	592,399	-	31,210	538,202	1,161,811	1,055,847
Accumulated Surplus Balances, beginning of year, as originally stated	13,326,469	2,486,951	2,485,916	6,910,146	25,209,482	24,153,635
Accumulated Surplus Balances, beginning of year, as restated	13,326,469	2,486,951	2,485,916	6,910,146	25,209,482	24,153,635
Accumulated Surplus Balances, end of year	13,918,868	2,486,951	2,517,126	7,448,348	26,371,293	25,209,482

THE CORPORATION OF THE VILLAGE OF BURNS LAKE

EXHIBIT 'G'

Cemetery and Reserve Funds

Statement of Operations - by Reserve

For the Year Ended December 31, 2016

	Capital Reserve	Cemetery	Land Sales	Park Land	McEwan Estate	Total 2016	Total 2015
REVENUE							
Interest income	\$ 18,736	67	526	29	89	19,447	18,939
Sale of plots and carefund	-	885	-	-	-	885	1,602
New Deal Gas Tax	138,093	-	-	-	-	138,093	133,594
Tax sale proceeds	-	-	-	-	-	-	-
	156,829	952	526	29	89	158,425	154,135
EXPENSE							
Purchase of land	-	-	-	-	-	-	-
ANNUAL SURPLUS	156,829	952	526	29	89	158,425	154,135
INTERFUND TRANSFERS							
Transfer (to) from general operating	(154,084)	306	(4,751)	-	(80,908)	(239,437)	(302,904)
Transfer (to) from water operating	-	-	-	-	-	-	-
Transfer (to) from sewer operating	-	-	-	-	-	-	-
	(154,084)	306	(4,751)	-	(80,908)	(239,437)	(302,904)
Change in accumulated surplus balances	2,745	1,258	(4,225)	29	(80,819)	(81,012)	(148,769)
Accumulated Surplus Balances, beginning of year	1,038,872	36,082	79,455	4,136	86,299	1,244,844	1,393,613
Accumulated Surplus Balances, end of year	\$ 1,041,617	37,340	75,230	4,165	5,480	1,163,832	1,244,844
Less Cemetery trust eliminated upon consolidation						37,340	36,082
						1,126,492	1,208,762