

## Management's Responsibility

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To the Ratepayers of Town of Hanley

Management is responsible for the preparation and presentation of the accompanying consolidated financial statements, including responsibility for significant accounting judgements and estimates in accordance with Canadian public sector accounting standards and ensuring that all information in the annual report is consistent with the statements. This responsibility includes selecting appropriate accounting principles and methods and making decisions affecting the measurement of transactions in which objective judgement is required.

In discharging its responsibilities for the integrity and fairness of the consolidated financial statements, management designs and maintains the necessary accounting systems and related internal controls to provide reasonable assurance that transactions are authorized, assets are safeguarded and financial records are properly maintained to provide reliable information for the preparation of consolidated financial statements.

The council is composed of elected officials who are not employees of the municipality. The council is responsible for overseeing management in the performance of its financial reporting responsibilities. The council fulfils these responsibilities by reviewing the financial information prepared by the administration and discussing relevant matters with external auditors. The council is also responsible for recommending the appointment of the municipality's external auditors.

Vantage, an independent firm of Chartered Professional Accountants, is appointed by the councillors to audit the consolidated financial statements and report directly to them; their report follows. The external auditors have full and free access to and meet periodically and separately with, both the council and administration to discuss their audit findings.

  
Mayor

  
Administrator

June 11, 2018

Town of Hanley  
 Consolidated Statement of Financial Position  
 As at December 31, 2017

Statement 1

	2017	2016
<b>FINANCIAL ASSETS</b>		
Cash and Temporary Investments (Note 2)	691,786	653,447
Taxes Receivable - Municipal (Note 3)	22,768	14,032
Other Accounts Receivable (Note 4)	131,540	129,491
Land for Resale (Note 5)		
Long-Term Investments (Note 6)	1,020,000	1,050,000
Debt Charges Recoverable		
Other		
<b>Total Financial Assets</b>	<b>1,866,094</b>	<b>1,846,970</b>
<b>LIABILITIES</b>		
Bank Indebtedness		
Accounts Payable	57,407	78,272
Accrued Liabilities Payable	8,145	9,018
Deposits	40,444	38,398
Deferred Revenue (Note 7)	311,608	263,466
Accrued Landfill Costs		
Liability for Contaminated Sites		
Other Liabilities		
Long-Term Debt (Note 8)	714,513	791,057
Lease Obligations		
<b>Total Liabilities</b>	<b>1,132,117</b>	<b>1,180,211</b>
<b>NET FINANCIAL ASSETS</b>	<b>733,977</b>	<b>666,759</b>
<b>NON-FINANCIAL ASSETS</b>		
Tangible Capital Assets (Schedule 6, 7)	1,612,333	1,429,265
Prepayments and Deferred Charges	7,221	18,810
Stock and Supplies	17,890	16,995
Other		
<b>Total Non-Financial Assets</b>	<b>1,637,444</b>	<b>1,465,070</b>
<b>ACCUMULATED SURPLUS (DEFICIT) (Schedule 8)</b>	<b>2,371,421</b>	<b>2,131,829</b>

Town of Hanley  
 Consolidated Statement of Operations  
 For the year ended December 31, 2017

Statement 2

	2017 Budget	2017	2016
<b>REVENUES</b>			
Taxes and Other Unconditional Revenue (Schedule 1)	411,743	417,597	372,015
Fees and Charges (Schedule 4, 5)	531,096	517,099	488,877
Conditional Grants (Schedule 4, 5)	6,209	3,869	9,388
Tangible Capital Asset Sales - Gain (Schedule 4, 5)		112,426	120,536
Land Sales - Gain (Schedule 4, 5)		2,000	3,478
Investment Income and Commissions (Schedule 4, 5)	1,800	2,054	1,831
Other Revenues (Schedule 4, 5)	3,000	2,727	5,999
<b>Total Revenues</b>	<b>953,848</b>	<b>1,057,772</b>	<b>1,002,124</b>
<b>EXPENSES</b>			
General Government Services (Schedule 3)	187,981	193,189	189,046
Protective Services (Schedule 3)	24,732	24,387	27,855
Transportation Services (Schedule 3)	191,902	218,864	218,479
Environmental and Public Health Services (Schedule 3)	83,168	85,766	82,918
Planning and Development Services (Schedule 3)	2,040	2,544	2,663
Recreation and Cultural Services (Schedule 3)	14,511	35,248	34,312
Utility Services (Schedule 3)	430,846	369,727	395,864
<b>Total Expenses</b>	<b>935,180</b>	<b>929,725</b>	<b>951,137</b>
<b>Surplus (Deficit) of Revenues over Expenses before Other Capital Contributions</b>	<b>18,668</b>	<b>128,047</b>	<b>50,987</b>
Provincial/Federal Capital Grants and Contributions (Schedule 4, 5)	110,188	111,545	30,908
<b>Surplus (Deficit) of Revenues over Expenses</b>	<b>128,856</b>	<b>239,592</b>	<b>81,895</b>
Accumulated Surplus (Deficit), Beginning of Year	2,131,829	2,131,829	2,049,934
<b>Accumulated Surplus (Deficit), End of Year</b>	<b>2,260,685</b>	<b>2,371,421</b>	<b>2,131,829</b>

Town of Hanley  
 Consolidated Statement of Change in Net Financial Assets  
 For the year ended December 31, 2017

Statement 3

	2017 Budget	2017	2016
<b>Surplus (Deficit)</b>	128,856	239,592	81,895
(Acquisition) of tangible capital assets		(270,462)	(172,494)
Amortization of tangible capital assets		80,996	79,323
Proceeds on disposal of tangible capital assets		118,824	120,558
Loss (gain) on the disposal of tangible capital assets		(112,426)	(120,536)
<b>Surplus (Deficit) of capital expenses over expenditures</b>		<b>(183,068)</b>	<b>(93,149)</b>
(Acquisition) of supplies inventories		(895)	
(Acquisition) of prepaid expense			
Consumption of supplies inventory			6,790
Use of prepaid expense		11,589	7,448
<b>Surplus (Deficit) of expenses of other non-financial over expenditures</b>		<b>10,694</b>	<b>14,238</b>
<b>Increase/Decrease in Net Financial Assets</b>	<b>128,856</b>	<b>67,218</b>	<b>2,984</b>
<b>Net Financial Assets - Beginning of Year</b>	<b>666,759</b>	<b>666,759</b>	<b>663,775</b>
<b>Net Financial Assets - End of Year</b>	<b>795,615</b>	<b>733,977</b>	<b>666,759</b>