

TOWN OF BISHOP'S FALLS

AUDITORS' REPORT

FINANCIAL STATEMENTS

AS AT DECEMBER 31, 2016

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STATEMENT OF RESPONSIBILITY

The accompanying Financial Statements are the responsibility of the management of the Town of Bishop's Falls and have been prepared in compliance with legislation, and in accordance with generally accepted accounting principles established by the Public Sector Accounting Board of the Institute of Chartered Accountants.

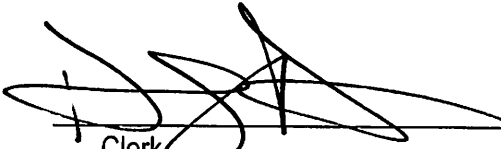
In carrying out its responsibilities, management maintains appropriate systems of internal and administrative controls designed to provide reasonable assurance that transactions are executed in accordance with proper authorization, that assets are properly accounted for and safeguarded, and that financial information produced is relevant and reliable.

The Council of the Municipality met with management and its external auditors to review a draft of the consolidated financial statements and to discuss any significant financial reporting or internal control matters prior to their approval of the finalized consolidated financial statements.

Lori Mercer, Chartered Accountant, as the Municipality's appointed external auditor, has audited the Consolidated Financial Statements. The Auditor's report is addressed to the Mayor and members of Council and appears on the following page. Her opinion is based upon an examination conducted in accordance with Canadian generally accepted auditing standards, performing such tests and other procedures as she considers necessary to obtain reasonable assurance that the Consolidated Financial Statements are free of material misstatement and present fairly the financial position and results of the Municipality in accordance with Canadian generally accepted accounting principles.



Mayor



Clerk

28 Hardy Ave, P.O. Box 673
Grand Falls-Windsor, NL
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INDEPENDENT AUDITORS' REPORT

To The Town Council
Town of Bishop's Falls

I have audited the accompanying financial statements of the Town of Bishop's Falls which comprise the consolidated statement of financial position as at December 31, 2016 and the statements of consolidated statement of operations, consolidated statement of change in net financial assets (net debt), and the consolidated statement of cash flows for the year then ended and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

It is the responsibility of the management of the Town of Bishop's Falls to ensure the accompanying Consolidated Financial Statements have been prepared in compliance with legislation, and in accordance with generally accepted accounting principles as established by the Public Sector Accounting Board of the Canadian Institute of Chartered Accountants. It is also management's responsibility to ensure appropriate systems of internal and administrative controls are maintained to provide reasonable assurance that transactions are executed in accordance with proper authorization, that assets are properly accounted for and safeguarded, and that financial information produced is relevant and reliable.

Auditor's Responsibility

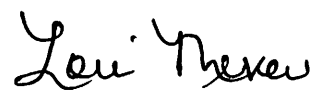
My responsibility is to express an opinion on these consolidated financial statements based on my audit. I conducted my audit in accordance with Canadian generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

Opinion

In my opinion, these consolidated financial statements present fairly, in all material respects, the financial position of the Town of Bishop's Falls 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.

Grand Falls-Windsor, NL
August 31, 2017



LORI K. MERCER
Chartered Professional Accountant

**TOWN OF BISHOP'S FALLS
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2016**

	<u>2016</u>	<u>2015</u>
FINANCIAL ASSETS		
Cash and temporary investments(Note 6)	\$ 1,163,496	\$ 1,110,250
Accounts receivable (Note 7)	855,238	1,693,063
Inventory for sale	<u>31,294</u>	<u>31,288</u>
	<u>2,050,028</u>	<u>2,834,601</u>
 LIABILITIES		
Accounts, payable and accrued (Note 8)	\$ 1,394,161	\$ 2,061,255
Long term debt	<u>4,797,217</u>	<u>4,102,170</u>
	<u>6,191,378</u>	<u>6,163,425</u>
 NET FINANCIAL ASSETS (NET DEBT)	 <u>(4,141,350)</u>	 <u>(3,328,824)</u>
 NON-FINANCIAL ASSETS		
Tangible capital assets (schedule 1)	<u>19,843,130</u>	<u>17,590,448</u>
 ACCUMULATED SURPLUS (DEFICIT)	 <u>\$15,701,780</u>	 <u>\$14,261,624</u>

See accompanying notes

Approved on behalf of Council:


_____, Mayor


_____, Town Clerk

**TOWN OF BISHOP'S FALLS
CONSOLIDATED STATEMENT OF OPERATIONS
FOR THE YEAR ENDED DECEMBER 31, 2016**

	<u>BUDGET</u>	<u>2016</u>	<u>2015</u>
REVENUES			
Taxation	\$ 2,660,126	\$ 2,651,404	\$ 2,599,458
Sale of goods and services	118,500	1,453	6,050
Other revenue from own sources	30,900	92,468	170,849
Government transfers	<u>1,570,805</u>	<u>1,585,281</u>	<u>2,102,777</u>
Total revenue (Schedules 2)	<u>\$ 4,380,331</u>	<u>4,330,606</u>	<u>4,879,134</u>
EXPENDITURES			
General Government	572,971	545,529	556,829
Protective services	147,214	138,895	122,958
Transportation services	1,072,134	1,189,959	958,755
Environmental health	503,043	550,793	452,633
Recreation, planning & development	-	35,896	121,829
Recreation and cultural services	311,468	193,598	201,675
Fiscal services	<u>280,713</u>	<u>235,780</u>	<u>462,584</u>
Total expenses (Schedules 3)	<u>2,887,543</u>	<u>2,890,450</u>	<u>2,877,263</u>
ANNUAL SURPLUS (DEFICIT)	1,492,788	1,440,156	2,001,871
ACCUMULATED SURPLUS (DEFICIT), BEGINNING OF YEAR	<u>14,261,624</u>	<u>14,261,624</u>	<u>12,259,753</u>
ACCUMULATED SURPLUS (DEFICIT), END OF YEAR	<u>\$15,754,412</u>	<u>\$15,701,780</u>	<u>\$14,261,624</u>

See accompanying notes

TOWN OF BISHOP'S FALLS
CONSOLIDATED STATEMENT OF CHANGE IN NET FINANCIAL ASSETS (NET DEBT)
FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>BUDGET</u>	<u>2016</u>	<u>2015</u>
ANNUAL SURPLUS (DEFICIT)	\$ <u>97,645</u>	\$ <u>1,440,156</u>	\$ <u>2,001,871</u>
Acquisition of tangible capital assets	-	(2,686,269)	(2,145,929)
Amortization of tangible capital assets	433,587	433,587	430,716
Loss (gain) on sale of tangible capital assets	-	-	-
Proceeds on sale of tangible capital assets	-	-	-
Decrease (increase) in supplies inventories	-	-	-
Decrease (increase) in prepaids	<u>-</u>	<u>-</u>	<u>-</u>
CHANGE IN NET FINANCIAL ASSETS	531,232	(812,526)	286,658
NET FINANCIAL ASSETS (NET DEBT), BEGINNING OF YEAR	<u>(3,328,824)</u>	<u>(3,328,824)</u>	<u>(3,615,482)</u>
NET FINANCIAL ASSETS (NET DEBT), END OF YEAR	<u><u>\$ (2,797,592)</u></u>	<u><u>\$ (4,141,350)</u></u>	<u><u>\$ (3,328,824)</u></u>

**TOWN OF BISHOP'S FALLS
CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2016**

	<u>2016</u>	<u>2015</u>
OPERATING TRANSACTIONS		
Annual surplus (deficit)	\$ <u>1,440,156</u>	\$ <u>2,001,871</u>
Changes in non-cash items		
Receivables	837,824	1,008,854
Payables and accruals	(667,099)	(804,272)
Amortization	<u>433,587</u>	<u>430,716</u>
Cash applied to operating transactions	<u>2,044,468</u>	<u>2,637,169</u>
CAPITAL TRANSACTIONS		
Cash used to acquire tangible capital assets	<u>(2,686,269)</u>	<u>(2,145,929)</u>
FINANCING TRANSACTIONS		
Repayment of long term debt	(584,817)	(422,794)
Increase in long term debt	<u>1,279,864</u>	<u>176,044</u>
Cash applied to financing transactions	<u>695,047</u>	<u>(246,750)</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	53,246	244,490
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	<u>1,110,250</u>	<u>865,760</u>
CASH AND CASH EQUIVALENTS, END OF YEAR	\$ <u>1,163,496</u>	\$ <u>1,110,250</u>
 COMPRISED OF:		
Cash	\$ 450	\$ 450
Current account (overdraft)	561,910	754,993
Capital accounts	384,426	139,807
GIC's	<u>216,710</u>	<u>215,000</u>
	\$ <u>1,163,496</u>	\$ <u>1,110,250</u>

**TOWN OF BISHOP'S FALLS
NOTES TO THE AUDITED FINANCIAL STATEMENTS
AS AT DECEMBER 31, 2016**

1. STATUS OF THE TOWN

The incorporated Town of Bishop's Falls is a municipal government that was incorporated pursuant to the Province of Newfoundland and Labrador's Municipalities Act. The Municipality provides or funds municipal services such as fire, public works, parks and recreation, library, tourism and other general government operations.

2. SIGNIFICANT ACCOUNTING POLICIES

The consolidated financial statements have been prepared in accordance with Canadian generally accepted accounting principles as recommended by the Public Sector Accounting Board (PSAB) of the Canadian Institute of Chartered Accountants and reflect the following significant accounting policies:

(a) Basis of Consolidation

The consolidated financial assets include the assets, liabilities, revenues and expenses of the reporting entity. The reporting entity is comprised of all organizations, agencies, local boards and committees of the Council which are controlled by the Municipality. There exist no controlled entities for the Town of Bishop's Falls.

(b) Basis of Accounting

The consolidated financial statements are prepared using the accrual basis of accounting. The accrual basis of accounting records revenue as it is earned and measurable. Expenses are recognized as they are incurred and measurable based upon the receipt of goods and services or the creation of an obligation to pay.

(c) CASH AND TEMPORARY INVESTMENTS

Cash and temporary investments include cash and short term investments with maturities of three months or less from the date of acquisition.

(d) INVESTMENTS

Temporary investments are accounted for at the lower of cost and market.

Portfolio investments are accounted for at cost.

(e) NON-FINANCIAL ASSETS

Non-financial assets are available to discharge existing liabilities and are held for use in the provision of services. They have useful lives extending beyond the current year and are not intended for sale in the ordinary course of operations. The change in non-financial assets during the year, together with the excess of revenues over expenses, provides the change in net financial assets for the year.

Real estate properties and inventories held for sale are classified as non-financial assets if it is anticipated that the sale will not be completed within one year of the reporting date.

**TOWN OF BISHOP'S FALLS
NOTES TO THE AUDITED FINANCIAL STATEMENTS
AS AT DECEMBER 31, 2016**

2. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(f) TANGIBLE CAPITAL ASSETS

Tangible capital assets are recorded at cost which includes all amounts that are directly attributable to the acquisition, construction, development or betterment of the asset. Assets under construction are not amortized until the asset is put into use and one-half of the annual amortization is charged in the year of acquisition and in the year of disposal. The cost, less residual value, of the tangible capital assets is amortized on a straight line basis over their estimated useful lives as follows:

General Tangible Capital Assets

Land	Indefinite
Land improvements	10 to 50 years
Buildings	25 to 40 years
Leaseholds	Term of lease
Vehicle	5 years
Machinery, equipment and furniture	5 years
Maintenance and road construction equipment	10 years
Computer hardware and software	4 years
Furniture and fixtures	5 years

Infrastructure Assets

Transportation	
Land	Indefinite
Road surface	5 to 20 years
Road grade	30 years
Bridges	30 to 50 years
Traffic lights and equipment	10 to 15 years
Marine structures	25 years
Water and sewer	
Land	Indefinite
Land improvements	50 years
Buildings	25 to 40 years
Underground networks	15 to 100 years
Machinery and equipment	15 years
Dams and other surface water structures	25 to 50 years

(g) LEASES

Leases are classified as capital and operating leases. Leases which transfer substantially all of the benefits and risks incidental to the ownership of the property are accounted for as capital leases. All other leases are accounted for as operating leases and the related lease payments are charged to expenses as incurred.

**TOWN OF BISHOP'S FALLS
NOTES TO THE AUDITED FINANCIAL STATEMENTS
AS AT DECEMBER 31, 2016**

2. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(h) INVENTORIES

Inventories held for sale are recorded at the lower of cost and net realizable value.

Inventories held for consumption are recorded at the lower of cost and replacement value.

(i) REVENUE RECOGNITION

Revenues are recognized as earned and when collection is reasonably assured. Tax rates are approved annually by Council.

(j) USE OF ESTIMATES

The preparation of financial statements in conformity with Canadian generally accepted accounting principles for the public sector requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from these estimates.

(k) GOVERNMENT TRANSFERS

Government transfers are recognized as either expenditures or revenues in the period that the events giving rise to the transfer occurred as long as a) the transfer is authorized b) eligibility criteria have been met by the recipient and c) a reasonable estimate of the amount can be made.

Unearned government transfer amounts received but not earned will be recorded as deferred revenue. Earned government transfer amounts not received will be recorded as a receivable.

3. THE MANNER IN WHICH THE ACCOUNTS HAVE BEEN KEPT AND THE SAFEGUARDS AGAINST FRAUD:

The position in these respects was considered satisfactory; however, there are some control weaknesses which are inherent with municipalities with only one employee performing all clerical duties.

4. SUFFICIENCY OF BONDS

Fidelity bond coverage of \$50,000 was carried on the town clerk and is considered adequate.

5. FINANCIAL INSTRUMENTS

The fair value of cash, accounts receivable, accounts payable and accrued liabilities approximate their carrying amounts due to the short-term to maturity of these items.

The fair value of long-term debt approximates the carrying amount based on cash flows discounted at market rates currently available for financial instruments with similar terms and remaining maturities.

6. CASH

	<u>2016</u>	<u>2015</u>
Cash	\$ 450	\$ 450
Capital	384,426	139,807
GIC's	216,710	215,000
Current account	<u>561,910</u>	<u>754,993</u>
	<u>\$ 1,163,496</u>	<u>\$ 1,110,250</u>

**TOWN OF BISHOP'S FALLS
NOTES TO THE AUDITED FINANCIAL STATEMENTS
AS AT DECEMBER 31, 2016**

7. RECEIVABLES

	<u>2016</u>	<u>2015</u>
Property tax	\$ 112,415	\$ 107,600
Poll tax	105,791	113,544
Water and sewer tax	166,980	138,712
Business tax	<u>18,056</u>	<u>16,653</u>
	403,242	376,509
Allowance for doubtful receivables	<u>(40,310)</u>	<u>(61,687)</u>
	362,932	314,822
Miscellaneous	114,886	74,586
HST rebate	<u>16,845</u>	<u>27,174</u>
	494,663	416,582
Land rents	363	63
Capital	<u>360,212</u>	<u>1,276,418</u>
	<u>\$ 855,238</u>	<u>\$ 1,693,063</u>

ARREARS OF REVENUE

Taxes and rates receivable totalled \$403,242 at December 31, 2016. Of this amount \$193,423 has been outstanding for one year or longer, while the balance of \$209,819 represents arrears on account of taxes and rates levied in 2016 . Current collections in 2016 , on taxes, amounted to 92.78% of the amounts levied in 2016 .

The amount for doubtful accounts amounted to \$40,310 at December 31, 2016 (2015 - \$61,687). In our opinion, this allowance appears reasonable. However, Council should continue efforts to reduce this allowance as much as possible before it gets too difficult to manage.

**TOWN OF BISHOP'S FALLS
NOTES TO THE AUDITED FINANCIAL STATEMENTS
AS AT DECEMBER 31, 2016**

8. ACCOUNTS, PAYABLE AND ACCRUED

	<u>2016</u>	<u>2015</u>
Trade	\$ 201,920	\$ 97,730
Taxes paid in advance	21,317	19,467
Unearned revenue	396,866	434,629
Payroll deductions	21,437	15,990
Accrued interest	8,367	48,254
Accrued severance	<u>94,191</u>	<u>136,631</u>
	744,098	752,701
Capital payable	641,024	1,299,515
HST payable to province	<u>9,039</u>	<u>9,039</u>
	<u>\$ 1,394,161</u>	<u>\$ 2,061,255</u>

9. LONG-TERM DEBT

	<u>2016</u>	<u>2015</u>
Newfoundland Municipal Financing Corporation		
7.25% repayable in semi-annual installments of \$1,373 including interest, repaid during year	-	1,325
7.25% repayable in semi-annual installments of \$2,172 including interest, repaid during year	-	2,096
6.75% repayable in semi-annual installments of \$9,599 including interest, maturing 2018	26,958	43,496
Ford Credit Corporation		
9.25% repayable in annual installments of \$29,513 including interest, repaid during year	<u>-</u>	<u>11,308</u>
Subtotal	<u>\$ 26,958</u>	<u>\$ 58,225</u>

**TOWN OF BISHOP'S FALLS
NOTES TO THE AUDITED FINANCIAL STATEMENTS
AS AT DECEMBER 31, 2016**

9. LONG TERM DEBT (CONTINUED)

	<u>2016</u>	<u>2015</u>
Balance forward	\$ <u>26,958</u>	\$ <u>58,225</u>
Canadian Imperial Bank of Commerce		
NMFC refinancing, repayable in annual instalments of \$65,414.59 including interest at 5.4%, maturing 2020	222,927	280,106
5.42% repayable in annual installments of \$53,158 including interest, maturing 2022	300,152	337,816
2.281% repayable in annual installments of \$1,798 including interest, maturing 2021	85,640	-
Vendor Loan		
Loan on specific equipment, repayable in monthly instalments of \$1,638, interest free, maturing May, 2016	-	7,830
Bank of Montreal		
loan repayable in annual instalments of \$27,465 plus interest at 3.5%, maturing 2022	164,792	192,257
Temporary loan, water and sewer loan	2,637,875	1,459,866
Arena loan, repayable in 10 annual instalments of \$3,300, plus interest at 4.65%, repaid during year	-	19,800
loan repayable in annual instalments of \$9,505 plus interest at 3.27%, maturing 2021	47,527	57,032
loan repayable in annual instalments of \$184,892 plus interest at 3.27%, maturing 2023	1,294,247	1,479,140
loan repayable in monthly instalments of 5,316 plus interest, repaid during year	-	192,999
loan repayable in annual instalments of 8,549 including interest at 3.25%, maturing 2017	<u>17,099</u>	<u>17,099</u>
	4,797,217	4,102,170
Current maturities	<u>(562,905)</u>	<u>(562,905)</u>
	<u>\$ 4,234,312</u>	<u>\$ 3,539,265</u>

TOWN OF BISHOP'S FALLS
NOTES TO THE AUDITED FINANCIAL STATEMENTS
AS AT DECEMBER 31, 2016

9. LONG TERM DEBT (CONTINUED)

The aggregate amount of payments required to meet debt retirement provisions for the next 5 years is as follows:

	<u>2016</u>	<u>2015</u>
2017	\$ 562,905	\$ 562,905
2018	545,861	545,861
2019	537,208	537,208
2020	488,869	488,869
2021	400,482	400,482

The NMFC loans listed are the responsibility of the Provincial government. The town receives an annual grant from the Provincial government to cover the principal and interest payments on these loans.

10. STADIUM

	<u>2016</u>	<u>2015</u>
Income	\$ <u>97,645</u>	\$ <u>104,456</u>
Expenditure		
Salaries	41,181	56,127
Purchased services	42,255	51,603
Supplies	<u>32,546</u>	<u>35,743</u>
	<u>115,982</u>	<u>143,473</u>
Deficit, end of year	\$ <u>(18,337)</u>	\$ <u>(39,017)</u>

11. BUDGET

In accordance with the Province of Newfoundland and Labrador's Municipalities Act, every council must adopt a financial plan for each fiscal period in a form approved by the minister. The financial plan is prepared on a revenue and expenditure basis that does not meet the recommendation of PSAB. For comparative purposes, the town has modified its financial plan to prepare a budget that is consistent with the scope and accounting principles used to report the actual results. The budget figures used in these financial statements have been approved by Council.

The reconciliation between the municipality's cash based financial plan and the PSAB accrual based budget figures used in these statements is disclosed in Schedule 4 - Reconciliation of the Financial Plan to the Budget.

**TOWN OF BISHOP'S FALLS
CONSOLIDATED SCHEDULE OF TANGIBLE CAPITAL ASSETS
FOR THE YEAR ENDED DECEMBER 31, 2016**

Schedule 1.

	Opening Balance	Additions	Disposals & Write downs	2016 Closing Balance	2015 Totals
COST					
Land	\$ 104,952	\$ 41,600	\$ -	\$ 146,552	\$ 104,952
Buildings & leaseholds	157,092	-	-	157,092	157,092
Recreation	3,044,588	-	-	3,044,588	3,044,588
Equipment	2,366,370	533,650	-	2,900,020	2,366,370
Roads and bridges	5,143,142	-	-	5,143,142	5,143,142
Water and sewer	<u>18,910,609</u>	<u>2,111,019</u>	<u>-</u>	<u>21,021,628</u>	<u>18,910,609</u>
	<u>\$29,726,753</u>	<u>\$ 2,686,269</u>	<u>\$ -</u>	<u>\$32,413,022</u>	<u>\$29,726,753</u>

ACCUMULATED AMORTIZATION

Land	\$ -	\$ -	\$ -	\$ -	\$ -
Buildings and leaseholds	109,601	5,029	-	114,630	109,601
Recreation	2,092,733	59,332	-	2,152,065	2,092,733
Equipment	1,904,742	129,153	-	2,033,895	1,904,742
Roads and bridges	2,818,561	155,214	-	2,973,775	2,818,561
Water and sewer	<u>5,210,668</u>	<u>84,859</u>	<u>-</u>	<u>5,295,527</u>	<u>5,210,668</u>
	<u>\$12,136,305</u>	<u>433,587</u>	<u>\$ -</u>	<u>\$12,569,892</u>	<u>\$12,136,305</u>

NET BOOK VALUE				<u>\$19,843,130</u>	<u>\$17,590,448</u>
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**TOWN OF BISHOP'S FALLS
CONSOLIDATED SCHEDULE OF REVENUES
FOR THE YEAR ENDED DECEMBER 31, 2016**

Schedule 2.

	<u>2016</u>	<u>2015</u>
REVENUE FROM TAXATION		
- Property tax	\$ 1,458,180	\$ 1,386,288
- Poll tax	79,842	83,657
- Water and sewer tax	830,406	840,737
- Grants in lieu of taxes	165,668	174,930
- Business tax	<u>117,308</u>	<u>113,846</u>
	<u>\$ 2,651,404</u>	<u>\$ 2,599,458</u>
 SALE OF GOODS AND SERVICES		
- Sale of land and building sites	\$ 515	\$ 2,870
- Sale of fixed assets	<u>938</u>	<u>3,180</u>
	<u>\$ 1,453</u>	<u>\$ 6,050</u>
 OTHER REVENUES FROM OWN SERVICES		
- Licences and permits	\$ 2,731	\$ -
- Tax certificates	7,400	9,000
- Rentals	16,200	22,200
- Interest collected on overdue accounts	25,415	24,112
- Other general	<u>40,722</u>	<u>115,537</u>
	<u>\$ 92,468</u>	<u>\$ 170,849</u>
 GOVERNMENT TRANSFERS		
- Municipal operating grant	\$ 177,496	\$ 177,611
- Province portion of debt charges	22,744	26,289
- Capital grants	1,341,558	1,700,409
- Grants - other	<u>43,483</u>	<u>198,468</u>
	<u>\$ 1,585,281</u>	<u>\$ 2,102,777</u>
 TOTAL REVENUES	 <u>\$ 4,330,606</u>	 <u>\$ 4,879,134</u>

**TOWN OF BISHOP'S FALLS
CONSOLIDATED SCHEDULE OF EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 2016**

Schedule 3.

	<u>2016</u>	<u>2015</u>
GENERAL GOVERNMENT		
Council		
- remuneration for councillors	\$ <u>57,496</u>	\$ <u>57,589</u>
General Administration		
- wages and benefits	232,282	247,450
- travel	5,585	2,702
- supplies	30,853	30,910
- purchased services	45,465	55,881
- professional services	16,555	9,798
- insurance	80,189	74,321
- elections	-	-
- Professional development	<u>9,129</u>	<u>8,397</u>
	<u>420,058</u>	<u>429,459</u>
Property Assessment Services		
- purchased services	<u>45,640</u>	<u>45,640</u>
General Maintenance		
- purchased services	10,820	14,259
- amortization of building & equipment	<u>11,515</u>	<u>9,882</u>
	<u>22,335</u>	<u>24,141</u>
TOTAL GENERAL GOVERNMENT	\$ <u>545,529</u>	\$ <u>556,829</u>
 PROTECTIVE SERVICES		
Fire Protection		
- Fire protection -supplies & purchased services	\$ 78,072	\$ 67,726
- Amortization of building, vehicles & equipment	57,314	53,952
- Animal control	<u>3,509</u>	<u>1,280</u>
	<u>\$ 138,895</u>	<u>\$ 122,958</u>

**TOWN OF BISHOP'S FALLS
CONSOLIDATED SCHEDULE OF EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 2016**

	Schedule 3.	
	<u>2016</u>	<u>2015</u>
Schedule 2 (Continued)		
TRANSPORTATION SERVICES		
Vehicle and Fleet Operation and Maintenance		
- wages, benefits & supplies	\$ 117,875	\$ 105,182
- Amortization of building, equipment, roads, etc	<u>220,567</u>	<u>212,757</u>
	<u>338,442</u>	<u>317,939</u>
Road Maintenance		
- wages and benefits	499,367	399,826
- hurricane matthew	63,160	-
- supplies	<u>163,266</u>	<u>116,618</u>
	<u>725,793</u>	<u>516,444</u>
Snow Removal		
- supplies	42,947	39,716
Street Lighting		
- purchased services	<u>82,777</u>	<u>84,656</u>
TOTAL TRANSPORTATION SERVICES	\$ <u>1,189,959</u>	\$ <u>958,755</u>
 ENVIRONMENTAL HEALTH		
Water and Sewer		
- supplies and travel	65,587	7,329
- purchased services	170,357	153,895
- Amortization	<u>84,859</u>	<u>94,793</u>
	<u>320,803</u>	<u>256,017</u>
Garbage and Waste Collection and Disposal		
- purchased services and supplies	<u>229,990</u>	<u>196,616</u>
	<u>229,990</u>	<u>196,616</u>
TOTAL ENVIRONMENTAL HEALTH	\$ <u>550,793</u>	\$ <u>452,633</u>

**TOWN OF BISHOP'S FALLS
CONSOLIDATED SHCEDULE OF EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 2016**

Schedule 3.

	<u>2016</u>	<u>2015</u>
Schedule 2 (Continued)		
PUBLIC RELATIONS		
Community Improvement & Development		
- Grants and subsidies	\$ 27,385	\$ 90,277
- Purchased services	<u>8,511</u>	<u>31,552</u>
TOTAL PLANNING AND DEVELOPMENT	<u>\$ 35,896</u>	<u>\$ 121,829</u>
 RECREATION AND CULTURAL SERVICES		
Programs	\$ -	\$ -
Amortization	59,332	59,332
Administration salaries	87,283	81,087
Stadium (note 7)	18,337	39,017
Parks and playgrounds	<u>28,646</u>	<u>22,239</u>
TOTAL RECREATION AND CULTURAL SERVICES	<u>\$ 193,598</u>	<u>\$ 201,675</u>
 FISCAL SERVICES		
Interest charges from all Sources	<u>\$ 96,419</u>	<u>\$ 142,771</u>
Transfer to Own Reserves and Other Funds		
- provision for uncollectible taxes	113,787	294,646
- other losses or allowances	-	-
- capital expenditures out of revenue	-	4,715
- bank service charges	<u>25,574</u>	<u>20,452</u>
	<u>139,361</u>	<u>319,813</u>
TOTAL FISCAL SERVICES	<u>\$ 235,780</u>	<u>\$ 462,584</u>
 TOTAL EXPENDITURES	<u>\$ 2,890,450</u>	<u>\$ 2,877,263</u>

**TOWN OF BISHOP'S FALLS
RECONCILIATION OF FINANCIAL PLAN TO THE BUDGET
FOR THE YEAR ENDED DECEMBER 31, 2016**

						Schedule 4.
REVENUE	FINANCIAL PLAN	AMORTIZATION TCA	CAPITAL ITEMS	LONG TERM ACCRUALS	CONSOLIDATED ENTITIES	PSAB BUDGET
Taxation	\$ 2,660,126	\$ -	\$ -	\$ -	\$ -	\$ 2,660,126
Sales of goods and services	118,500	-	-	-	-	118,500
Grants and transfers	376,749	-	1,194,056	-	-	1,570,805
Other revenue	30,900	-	-	-	-	30,900
Transfers fr reserves	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total revenue	<u>3,186,275</u>	<u>-</u>	<u>1,194,056</u>	<u>-</u>	<u>-</u>	<u>4,380,331</u>
EXPENSES						
General government	\$ 561,456	\$ 11,515	\$ -	\$ -	\$ -	\$ 572,971
Protective Services	89,900	57,314	-	-	-	147,214
Transportation Services	851,567	220,567	-	-	-	1,072,134
Environmental health services	418,184	84,859	-	-	-	503,043
Recreational and cultural services	252,136	59,332	-	-	-	311,468
Fiscal services						
Other	393,596	-	(147,502)	-	-	246,094
Debt charges	<u>619,436</u>	<u>-</u>	<u>-</u>	<u>(584,817)</u>	<u>-</u>	<u>34,619</u>
Total Expenses	<u>\$ 3,186,275</u>	<u>\$ 433,587</u>	<u>\$ (147,502)</u>	<u>\$ (584,817)</u>	<u>\$ -</u>	<u>\$ 2,887,543</u>
Surplus (Deficit)	<u>\$ -</u>	<u>\$ (433,587)</u>	<u>\$ 1,341,558</u>	<u>\$ 584,817</u>	<u>\$ -</u>	<u>\$ 1,492,788</u>