

THE MUNICIPALITY OF LAMBTON SHORES



Draft audited Consolidated Financial Statements
for the year ended December 31, 2016



AGENDA

- Independent Auditor's Report
- Financial statement highlights
- Other mentionable highlights
- Other Financial Statements (BIA and Trust funds)
- Final Report to Those Charged With Governance



Independent Auditor's Report

- Management's Responsibility for the Consolidated Financial Statements
- Auditor's Responsibility
- Opinion



FINANCIAL STATEMENTS HIGHLIGHTS

- Consolidated Statement of Financial Position
 - Financial Assets
 - Financial Liabilities
 - *Long-term debt*

- Consolidated Statement of Operations
 - Revenues
 - Expenses

FINANCIAL ASSETS

(in thousands)

	2016	2015	2014
Cash & cash equ.	\$13,222	\$8,181	\$8,737
Taxes receivable	2,078	2,070	1,951
Accounts receivable	6,068	7,015	3,345
Portfolio investments	813	513	513
Inventory for resale	71	50	49
Due from trust funds	3	4	5
Long-term receivables	213	249	162
TOTAL	\$22,468	\$18,082	\$14,762



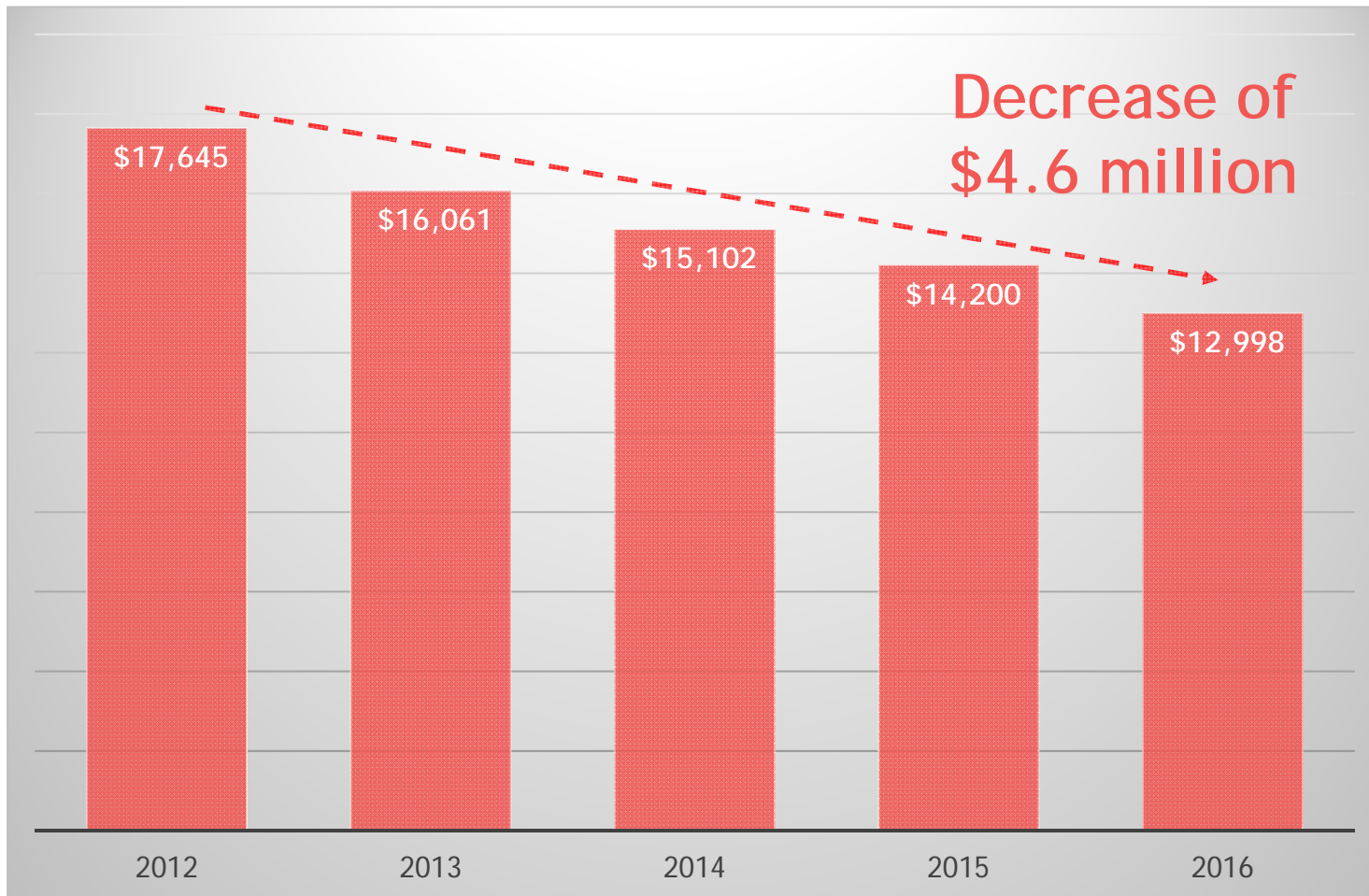
FINANCIAL LIABILITIES

(in thousands)

	2016	2015	2014
Accounts payable and accrued liabilities	\$2,251	\$3,104	\$2,781
Other liabilities	1,286	1,202	1,220
Deferred revenue	3,577	2,342	2,368
Net long-term debt	12,998	14,200	15,102
TOTAL	\$20,112	\$20,848	\$21,471

LONG-TERM DEBT

(IN THOUSANDS '000)

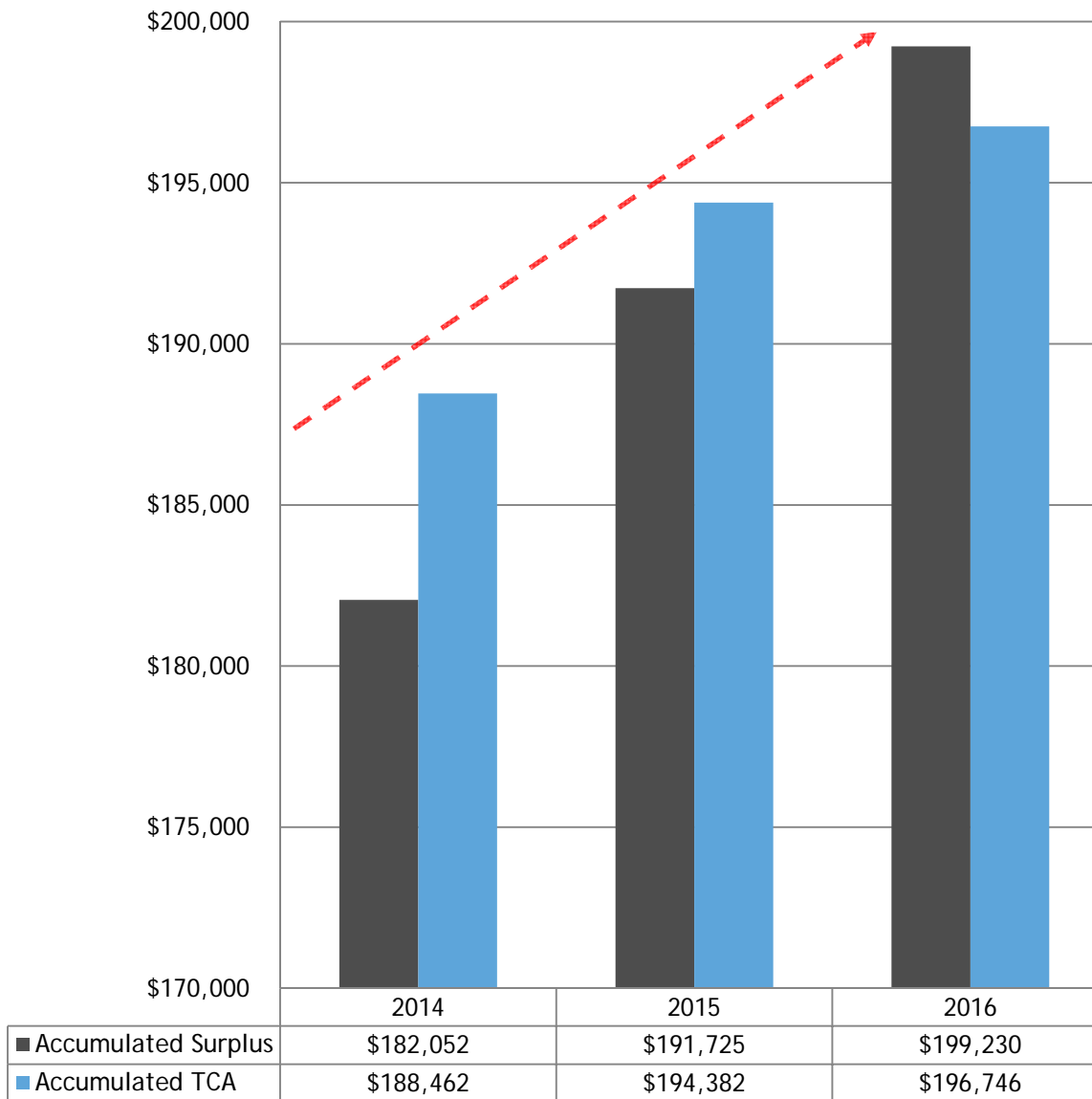


LONG-TERM DEBT (cont'd)

PRINCIPAL REPAYMENTS (in thousands)

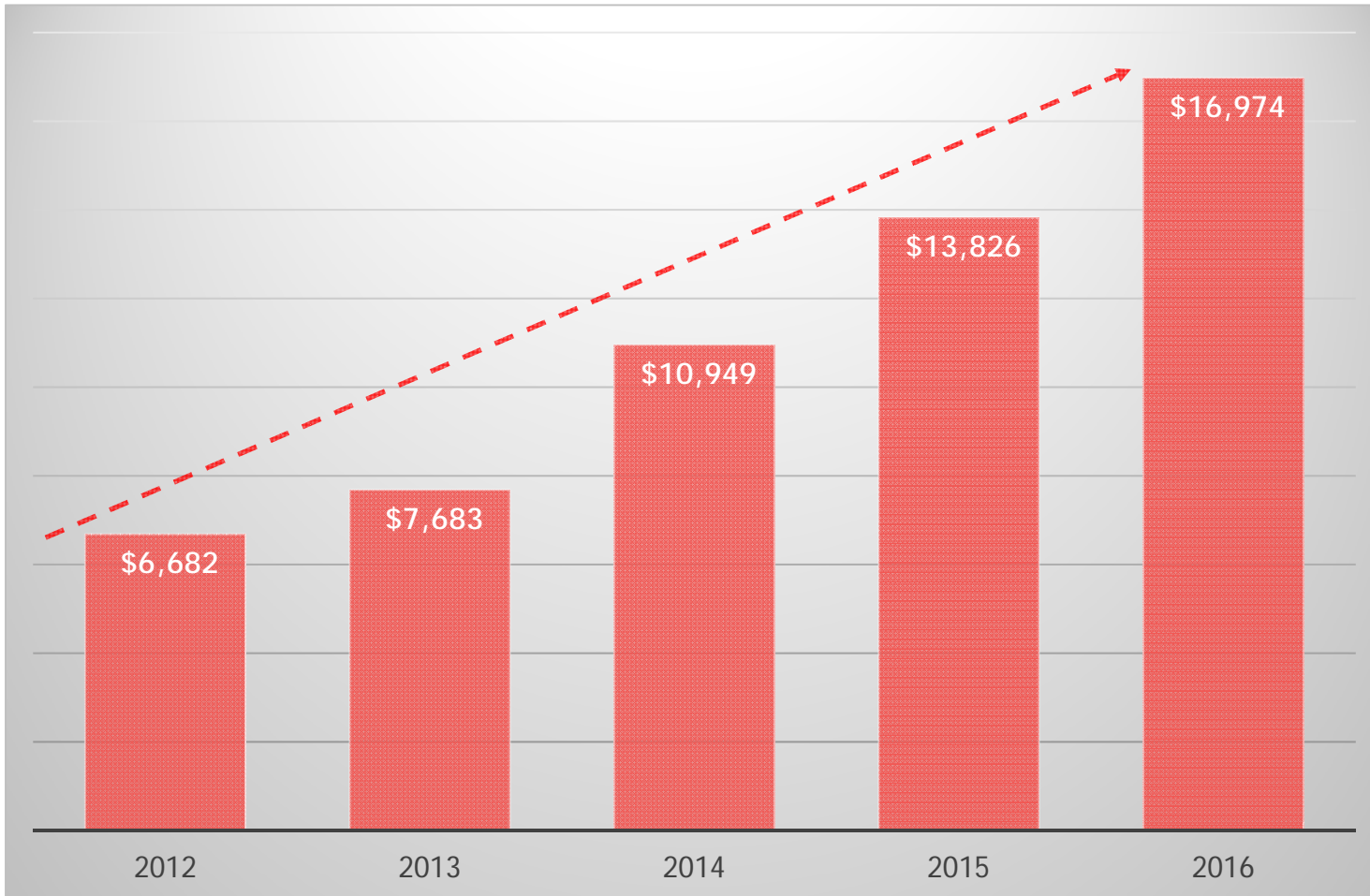
Year	Principal Repayment
2017	\$1,282
2018	1,250
2019	1,291
2020	1,241
2021	988
2022 to 2026	3,268
Thereafter	3,678
TOTAL	\$12,998

TOTAL ACCUMULATED SURPLUS / TANGIBLE CAPITAL ASSETS (in thousands)



RESERVES & RESERVE FUNDS

(IN THOUSANDS '000)



REVENUES

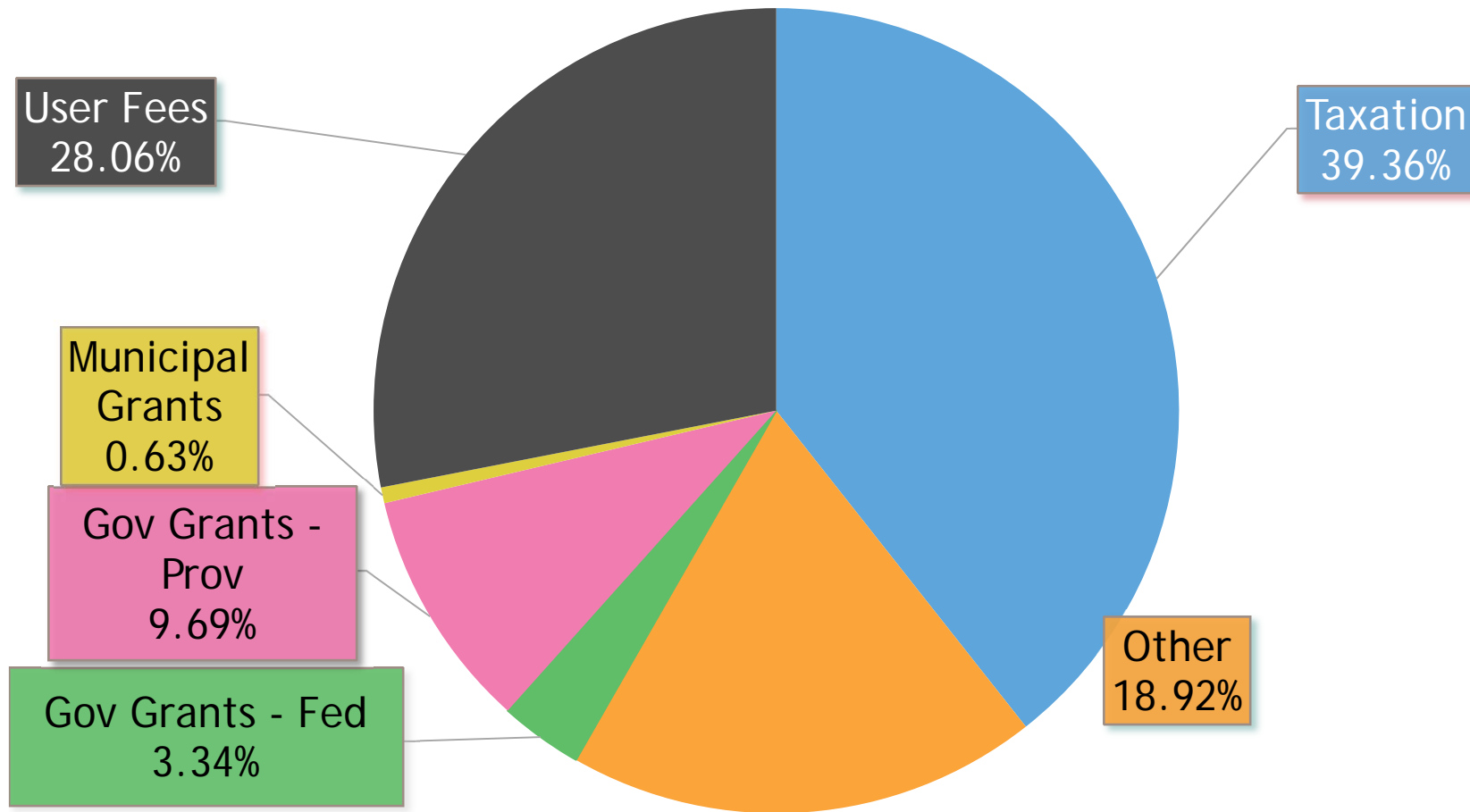
(in thousands)

	Budget	Actual	Difference
Taxation	\$11,606	\$11,670	\$64
Gov grants- Fed	90	989	899
Gov grants- Prov.	3,712	2,872	(840)
Municipal grants	189	188	(1)
User fees	7,531	8,319	788
Other	3,229	5,610	2,380
TOTAL	\$26,357	\$29,647	\$3,290

Difference of: 12%

Revenue by Type - December 31, 2016

(in thousands)



EXPENSES

(in thousands)

Function	Budget	Actual	Difference
General Government	\$1,552	\$1,338	(\$164)
Protection Services	4,442	4,200	(242)
Transportation Services	5,310	5,098	(212)
Environment Services	6,262	6,088	(174)
Health Services	68	58	(10)
Harbour	609	535	(74)
Recreation & Culture	4,036	4,151	115
Planning & Development	690	624	(66)
TOTAL	\$22,969	\$22,142	(\$827)

Difference of: 3.60%

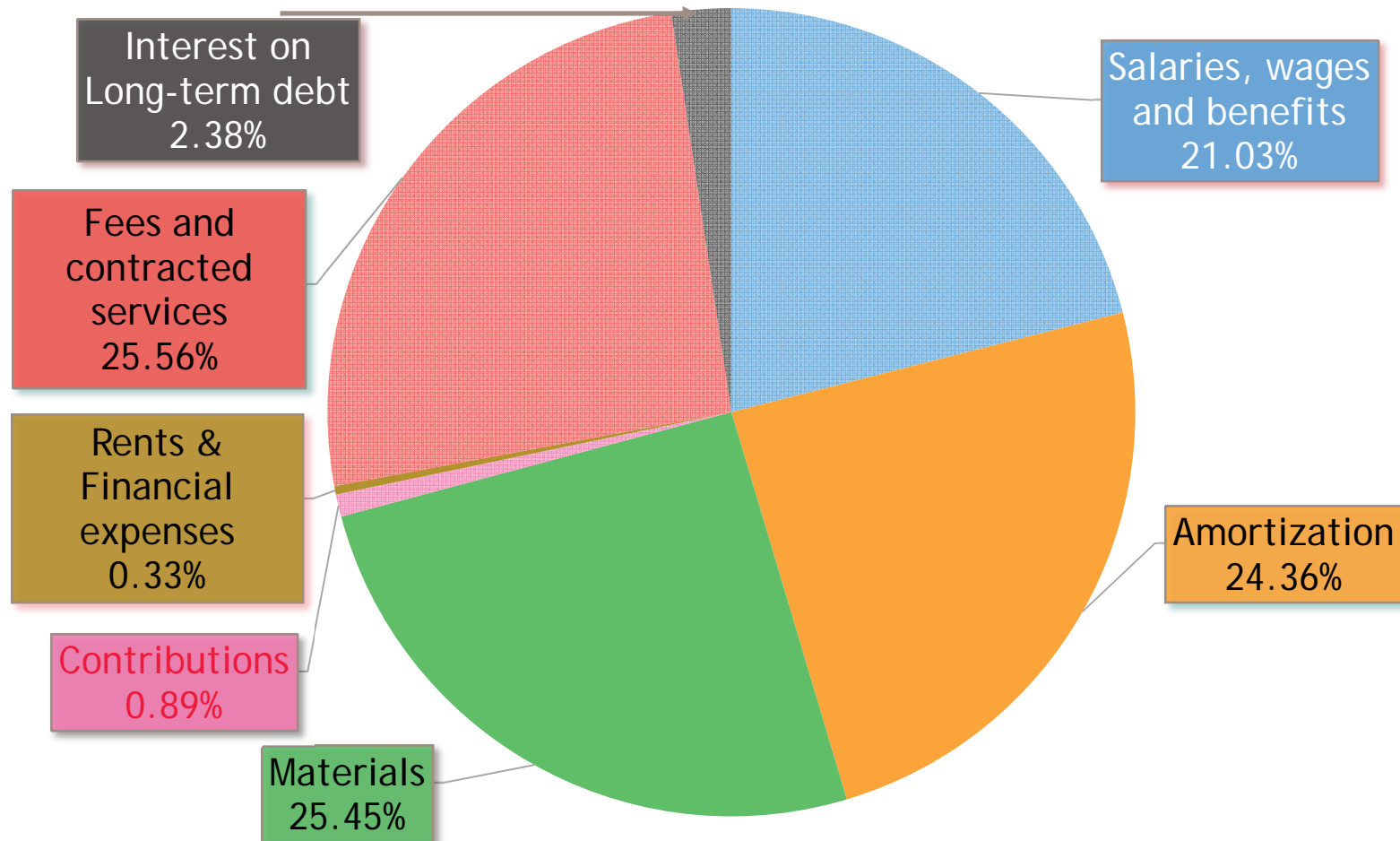
EXPENSES BY OBJECT - Note 9

(in thousands)

Object	Budget	Actual	Difference
Salaries, Wages, Benefits	\$4,786	\$4,656	(\$130)
Amortization	5,393	5,393	-
Materials	5,883	5,635	(248)
Contributions to other organizations	203	198	(5)
Rents and financial expenses	75	74	(1)
Fees and contracted services	6,100	5,659	(441)
Interest on Long-term Debt	529	527	(2)
TOTAL	\$22,969	\$22,142	(\$827)

EXPENSES BY OBJECT - December 31, 2016

(in thousands)





OTHER HIGHLIGHTS

- ❑ Commitments - (Note 12)
- ❑ Pension Agreements (OMERS) - (Note 11)
 - Board rate remained consistent

2016	2015	2014
\$	\$	\$
268,993	272,608	267,275



OTHER FINANCIAL STATEMENTS

❑ Forest Town Centre Business Improvement Area

- Total Assets of \$23,683
- 2016 Surplus of \$2,195
- Accumulated surplus - \$21,342

❑ Trust Funds (Cemeteries)

- Unqualified audit opinion
- Total Assets of \$362,016
- Fund balance of \$358,701



FINAL REPORT TO THOSE CHARGED WITH GOVERNANCE

Independence

Materiality

- No Change - Remained at \$525,000

Schedule of Likely Aggregate Misstatements

- Net effect = \$4,530

Management Representations

Management Letter

THANK YOU!

ANY QUESTIONS?