

The Corporation of the Village of Lytton
Financial Statements
For the Year Ended December 31, 2016

**Village of Lytton
Financial Statements
For the year ended December 31, 2016**

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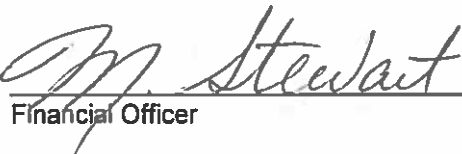
Management's Responsibility for Financial Reporting

Management is responsible for the preparation and presentation of the accompanying financial statements, including responsibility for significant accounting judgments and estimates in accordance with Canadian public sector accounting standards. This responsibility includes selecting appropriate accounting principles and methods, and making decisions affecting the measurement of transactions in which objective judgment is required.

In discharging its responsibilities for the integrity and fairness of the 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 the financial statements.

The Mayor and Council are composed entirely of Councillors who are neither management nor employees of the Village. The Council is responsible for overseeing management in the performance of its financial reporting responsibilities, and for approving the financial statements. The Council fulfils its responsibilities by reviewing the financial information prepared by management and discussing relevant matters with management and the external auditors. The Council is also responsible for recommending the appointment of the Village's external auditors.

BDO Canada LLP, an independent firm of Chartered Professional Accountants, is appointed by the Council to audit the 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 management to discuss their audit findings.


Financial Officer

Independent Auditor's Report

To the Mayor and Council of the Corporation of the Village of Lytton

We have audited the accompanying financial statements of Corporation of the Village of Lytton, which comprise the Statement Financial Position as at December 31, 2016, and the Statements of Operations, Change in Net Financial Assets and 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

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 generally 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 the Corporation of the Village of Lytton as at December 31, 2016 and the results of its operations, change in net financial assets and cash flows for the year then ended in accordance with Canadian public sector accounting standards.

BDO Canada LLP

Chartered Professional Accountants

Vancouver, British Columbia

May 8, 2017

The Corporation of the Village of Lytton
Statement of Financial Position

For the year ended December 31	2016	2015
Financial Assets		
Cash and cash equivalents	\$ 833,961	\$ 1,369,315
Investments (Note 4)	550,951	-
Accounts receivable (Note 5)	299,195	227,204
	<u>1,684,107</u>	<u>1,596,519</u>
Liabilities		
Accounts payable and accrued liabilities (Note 6)	163,674	199,919
Deferred revenue	20,000	6,000
Long-term debt (Note 7)	139,294	155,587
	<u>322,968</u>	<u>361,506</u>
Net Financial Assets	<u>1,361,139</u>	<u>1,235,013</u>
Non-Financial Assets		
Tangible capital assets (Schedule 2)	3,077,225	3,387,627
Prepaid expenses	4,234	5,570
	<u>3,081,459</u>	<u>3,393,197</u>
Accumulated Surplus (Note 8)	<u>\$ 4,442,598</u>	<u>\$ 4,628,210</u>

Approved by:


Mayor


Chief Financial Officer

The Corporation of the Village of Lytton
Statement of Operations

For the year ended December 31	2016 Budget	2016 Actual	2015 Actual
	<i>(Note 13)</i>		
Revenue			
Municipal taxation and grants-in-lieu of taxes <i>(Note 15)</i>	389,666	381,584	359,170
Sale of services	271,161	270,263	266,663
Revenue from own sources	72,861	80,538	61,704
Government transfers <i>(Note 14)</i>	608,303	571,952	561,700
	1,341,991	1,304,337	1,249,237
Expenses <i>(Note 9)</i>			
General administration and legislative services	564,842	526,059	531,609
Protective services	239,755	211,020	191,372
Public works and transportation services	164,983	191,564	198,985
Environmental and development services	16,500	16,500	18,406
Recreation and cultural services	77,063	67,393	53,877
Water Utility	120,540	358,761	86,235
Sewer Utility	115,294	118,652	84,521
	1,298,977	1,489,949	1,165,005
Annual surplus (deficit)	43,014	(185,612)	84,232
Accumulated surplus, beginning of year	4,628,210	4,628,210	4,543,978
Accumulated surplus, end of year	4,671,224	4,442,598	4,628,210

The accompanying notes are an integral part of these financial statements

The Corporation of the Village of Lytton
Statement of Change in Net Financial Assets

For the year ended December 31	2016 Budget (Note 13)	2016	2015
Annual surplus (deficit)	43,014	(185,612)	84,232
Acquisition of tangible capital assets	(64,000)	(33,810)	(123,620)
Amortization of tangible capital assets	118,478	118,398	118,478
Write off due to discontinued capital project (Schedule 2)	-	225,814	-
(Increase) Decrease in prepaid expenses	-	1,336	(487)
Increase in net financial assets	97,492	126,126	78,603
Net financial assets, beginning of year	1,235,013	1,235,013	1,156,410
Net financial assets, end of year	1,332,505	1,361,139	1,235,013

The accompanying notes are an integral part of these financial statements

The Corporation of the Village of Lytton
Statement of Cash Flows

For the Year Ended December 31, 2016	2016	2015
Cash provided by (used in)		
Operating activities:		
Annual surplus (deficit)	(185,612)	84,232
Write off due to discontinued capital project (<i>Schedule 2</i>)	225,814	-
Amortization of tangible capital assets	118,398	118,478
Net change in non-cash working capital balances related to operations:		
Accounts receivable	(71,991)	249,080
Prepaid expenses	1,336	(487)
Accounts payable and accrued charges	(36,245)	(44,552)
Deferred revenue	14,000	6,000
	65,700	412,751
Capital activities:		
Purchase of tangible capital assets	(33,810)	(123,620)
	(33,810)	(123,620)
Financing activities:		
Repayment of long-term debt	(9,073)	(9,073)
Sinking fund earnings	(7,220)	(6,445)
Purchase of investments	(550,951)	-
	(567,244)	(15,518)
Increase (decrease) in cash and cash equivalents during the year	(535,354)	273,613
Cash and cash equivalents, beginning of year	1,369,315	1,095,702
Cash and equivalents, end of year	833,961	1,369,315
Cash and cash equivalents consists of:		
Cash and cash equivalents	791,895	1,330,863
Restricted cash (<i>Note 3</i>)	42,066	38,452
	833,961	1,369,315
Supplementary cash flow information		
Interest paid	11,573	18,151

The accompanying notes are an integral part of these financial statements

The Corporation of the Village of Lytton

Notes to the Financial Statements
For the Year Ended December 31, 2016

1. Operations

The Corporation of the Village of Lytton (the "Village") was incorporated on May 3, 1945 under the Municipal Act, a former statute of the Province of British Columbia. Its principle activities include the provision of local government services to the residents of the incorporated area. These include administrative, protective, transportation, environmental, recreational, water and sewer services.

2. Significant accounting policies

The financial statements of the Village are based on the representations of management and are prepared in accordance with Canadian public sector accounting standards (PSAS). Significant aspects of the accounting policies adopted are as follows:

a) Cash and cash equivalents

Management considers all highly liquid investments with maturity of three months or less at acquisition to be cash equivalents.

b) Financial instruments

The Village's financial instruments consist of cash and cash equivalents, investments, accounts receivable, accounts payable and accrued liabilities and long-term debt. Unless otherwise indicated, it is management's opinion that the Village is not exposed to any significant interest, credit or currency risks arising from these financial instruments.

c) Non-Financial Assets

Non-financial assets are not available to discharge existing liabilities, and are generally held for use in the provision of services. They typically have useful lives extending beyond the current year, and are not intended for sale in the ordinary course of operations.

d) Tangible capital assets

Tangible capital assets are initially recorded at cost. Amortization is calculated using the straight line method over their estimated useful lives.

Asset	Useful Life (Years)
Engineering structures	50 - 100
Buildings	20 - 60
Machinery and equipment	3 - 30
Sewer system and equipment	30 - 75
Water system and equipment	5 - 75

Whenever events or changes in circumstances indicate that an asset, or group of assets, no longer has any long-term service potential to the Village, the excess of its net carrying amount over any residual value is recognized as an expense in the statement of operations.

e) Revenue recognition

Services

Revenues for services are recognized when earned, which is when the transactions or events occurred that give rise to the revenues.

The Corporation of the Village of Lytton

Notes to the Financial Statements

For the Year Ended December 31, 2016

2. Significant accounting policies (continued)

Government Transfers

The Village recognizes a government transfer as revenue when the transfer is authorized and all eligibility criteria, if any, have been met. A government transfer with stipulations giving rise to an obligation that meets the definition of a liability is recognized as a liability. In such circumstances, the Village recognizes revenue as the liability is settled. Transfers of non-depreciable assets are recognized in revenue when received or receivable at their estimated fair value.

Tax Revenue

The Village recognizes taxes at estimated amounts as assets and revenue when they meet the definition of an asset, are authorized by a legislature, council, or legislative convention, and the taxable event has occurred. At each financial statement date, the Village evaluates the taxes receivable for collectability and records a valuation allowance to reflect the tax receivable at its net recoverable amount, if necessary.

f) Employee benefits

The Village records liabilities for accrued employee benefits in the period in which they are earned. Employees are entitled to compensation for unused vacation and sick days, the amount of which can be carried forward and for how long is specified in the collective agreement and employment contracts. Employees are entitled to compensation for accrued vacation when they leave the Village's employment.

g) Measurement uncertainty

The preparation of financial statements in conformity with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenue and expenditures during the reporting period.

Accounts receivable are stated after evaluation as to their collectability and an appropriate allowance for doubtful accounts is provided where considered necessary. Amortization is based on the estimated useful lives of tangible capital assets.

h) Segment Reporting

The Village conducts its operations through five reportable segments: General, Administration and Legislative Services, Protective Services, Public Works and Transportation Services, Environmental and Development Services, Recreation and Cultural Services, Water Utility and Sewer Utility. These segments are established by senior management to record specific activities to attain certain objectives in accordance with Council policies and the Village's bylaws.

i) Liability for Contaminated Sites

Governments are required to accrue a liability for the costs to remediate a contaminated site. Liabilities are recognized when an environmental standard exists, contamination exceeds the standard, the government has responsibility for the remediation, future economic benefits will be given up and a reasonable estimate can be made.

Management has assessed its potential liabilities under the new standard, including sites that are no longer in productive use and sites for which the Village accepts responsibility. There were no such sites that had contamination in excess of an environmental standard which required remediation at this time, therefore no liability was recognized on transition as at January 1, 2016 or at December 31, 2016.

The Corporation of the Village of Lytton

Notes to the Financial Statements

For the Year Ended December 31, 2016

3. Cash

The Village has \$42,066 (2015 - \$38,452) of funds received from an endowment fund with the BC Interior Community Foundation (previously the Kamloops Foundation), which are restricted for the betterment of healthcare in the community of Lytton.

4. Investments

	2016	2015
MFA money market fund	400,763	-
Scotiabank term deposit	150,188	-
	<u>550,951</u>	<u>-</u>

MFA money market funds include bank-issued notes, bonds and provincial bonds and debentures. The current yield for the money market fund is 0.81% (2015 - 0.85%) and funds are redeemable at any time. The interest rate on the term deposit is 1.01% and it matures on May 15, 2017.

5. Accounts Receivable

	2016	2015
Taxes receivable	22,999	21,289
Utilities receivable	23,674	26,560
GST Receivable	11,606	24,450
Government transfers receivable	184,389	40,973
General accounts receivable	56,527	113,932
	<u>299,195</u>	<u>227,204</u>

6. Accounts Payable and Accrued Liabilities

	2016	2015
GST payable	-	6,050
Trade accounts payable	82,317	114,341
Lytton Museum	5,150	4,120
BC Interior Community Foundation	42,066	38,452
Payroll and benefits	34,141	36,956
	<u>163,674</u>	<u>199,919</u>

7. Long-term debt

Purpose	Year of Maturity	Interest Rate	Principal Outstanding December 31, 2016	Principal Outstanding December 31, 2015
Sewer	2023	2.40%	<u>\$139,294</u>	<u>\$155,587</u>

Long Term debt - future principal payments are as follows:

2017	\$9,073
2018	\$9,073
2019	\$9,073
2020	\$9,073
2021	\$9,073
Thereafter	<u>\$18,144</u>
	<u>\$63,509</u>
Estimated sinking fund earnings	<u>\$75,785</u>
	<u>\$139,294</u>

The Corporation of the Village of Lytton

Notes to the Financial Statements

For the Year Ended December 31, 2016

7. Long-term debt (continued)

The Municipal Finance Authority (MFA) requires a cash contribution of 1% of the face value of debt when issued. Upon the MFA's administration of the debt, 1% was charged on the gross balance transferred from the Province of B.C. The MFA debt reserve earns interest income and is used to pay the expense of the debt issue. Any remaining balance will be returned to the Village at the maturity of the underlying debt issue.

The debt reserves are contingent in nature and are not reflected in the statement of financial position for the Village. Details of the cash deposits and demand notes for the year are as follows:

	2016	2015
Cash Deposits - Sewer Utility	4,839	4,707
Demand Notes - Sewer Utility	8,699	8,699
	13,538	13,406

8. Accumulated surplus

	2016	2015
Unrestricted Surplus		
General operating surplus	7,026	(6,185)
Sewer operating surplus	143,061	115,354
Water operating surplus/(deficit)	99,806	2,743
Total Unrestricted Surplus	249,893	111,912
Appropriated Surplus (Reserve Accounts)		
General Stabilization	220,392	-
Vehicle and Equipment	61,197	-
Legal and Insurance	61,197	-
Downtown revitalization	-	11,115
Economic development	-	8,365
Firehall	-	280,000
Raft take out	-	77,330
Reserve for future expenditures	-	224,358
Caboose Maintenance and Repair Reserve	-	1,078
Total Appropriated Surplus	342,786	602,246
Reserve Funds		
Capital works	546,739	240,882
General	-	27,457
Community works gas tax	365,249	413,674
Total Reserve Funds	911,988	682,013
Investment in tangible capital assets	2,937,931	3,232,039
Total Accumulated Surplus	4,442,598	4,628,210

The Corporation of the Village of Lytton
Notes to the Financial Statements
For the Year Ended December 31, 2016

8. Accumulated surplus (continued)

In March 2016, Council supported the reserve and surplus recommendations noted in a report obtained from a local government consultant. Bylaws were adopted in April 2016 to create three new reserve accounts and Council's direction was to redirect existing reserve funds based on the recommendation of the local government consultant.

In 2015 Water and General Fund surplus have been adjusted due to a misposting in 2009 which caused a deficit in the Water Fund and a surplus in the General Fund.

9. Expense by object

	2016	2015
Administration	540,637	485,331
Insurance	23,895	24,338
Interest	11,573	18,353
Repairs and maintenance	109,415	78,443
Wages and benefits	460,217	440,061
Amortization	118,398	118,478
Write off due to discontinued capital project (Schedule 2)	225,814	-
	<u>1,489,949</u>	<u>1,165,005</u>
Capital expenditures	33,810	123,620
	<u>1,523,759</u>	<u>1,288,625</u>

10. Commitments

a) Lease commitment

The Village is committed to the lease of its office space and makes monthly payments of \$1,085 to the Thompson Nicola Regional District (TNRD). There is currently no set term on the lease.

b) Municipal Pension Plan

The municipality and its employees contribute to the Municipal Pension Plan (a jointly trustee pension plan). The board of trustees, representing plan members and employers, is responsible for administering the plan, including investment of the assets and administration of benefits. The plan is a multi-employer defined benefit pension plan. Basic pension benefits are based on a formula. As at December 31, 2015 the plan had about 189,000 active members and approximately 85,000 retired members. Active members include approximately 37,000 contributors from local government.

The most recent actuarial valuation as at December 31, 2015 indicated a \$2,224 million funding surplus for basic pension benefits. The next valuation will be as at December 31, 2018, with results available in 2019. Employers participating in the plan record their pension expense as the amount of employer contributions made during the fiscal year (defined contribution pension plan accounting). This is because the plan records accrued liabilities and accrued assets for the plan in aggregate, resulting in no consistent and reliable basis for allocating the obligation, assets and cost to the individual employers participating in the plan.

The Village of Lytton paid \$18,249 (2015 - \$15,007) for employer contributions to the plan in fiscal 2016.

c) Other

The Village is currently party to certain existing conditions involving uncertainty which may result in material loss. Where required, a reasonable estimate of these liabilities has been made and is contained in the financial statements as liabilities.

The Corporation of the Village of Lytton
Notes to the Financial Statements
For the Year Ended December 31, 2016

11. Perpetual Cemetery Care Trust

The Cemetery Perpetual Care Trust Fund is administered in accordance with the Cremation, Interment and Funeral Services Act. In accordance with PSAB guidelines, the Cemetery Perpetual Care Trust Fund is excluded from the District's consolidated financial statements.

	2016	2015
Cemetery Trust Fund Investments	13,244	13,125
Equity		
Balance, beginning of year	13,125	12,958
Care fund contributions	75	100
Interest earned	44	67
Balance, end of year	13,244	13,125

12. Financial Instruments

The Village's financial instruments consist of cash and investments, accounts receivable, accounts payable, capital leases obligations, and long-term debt. Unless otherwise noted, it is management's opinion that the Village is not exposed to significant interest, currency or credit risks arising from these financial instruments.

The fair values of cash and short-term investments approximate their carrying values, unless otherwise noted.

Accounts receivable, accounts payable, capital lease obligations and long-term debt information is provided elsewhere in the financial statements to allow the assessment of the fair values of these financial instruments.

13. Budget

Budget amounts represent the Financial Plan Bylaw adopted by Council on May 11, 2016.

The Financial Plan anticipated use of surpluses accumulated in previous years to balance against current year expenditures in excess of current year revenues.

The following shows how these amounts were combined:

	2016
Financial Plan Bylaw deficit for the year	(37,486)
Remove transfers from reserves from revenues	(17,500)
Remove capital expenditures from expenses	98,000
Surplus per statement of operations	43,014

The Corporation of the Village of Lytton

Notes to the Financial Statements

For the Year Ended December 31, 2016

14. Government transfers

During the year, the Village recognized the following government transfers:

	Budget	2016	2015
Provincial			
Infrastructure Planning Grant Program	10,000	7,429	-
Thompson Nicola Regional District - Pool upgrades	20,000	20,000	-
Municipal Insurance Association - Sidewalk repairs	-	4,000	-
Province of BC	7,048	-	-
Union of BC Municipalities - Asset management planning	5,000	10,693	-
Northern Development Trust Grants	51,000	14,163	21,387
Community Wildfire Protection Program	168,095	156,196	167,169
Small Community Protection Grant	274,000	286,503	295,520
Provincial Emergency Funding	14,000	10,850	17,529
Federal			
Community Works Funding	59,160	62,118	60,095
Total Government Transfers	608,303	571,952	561,700

15. Taxation

	Budget	2016	2015
Municipal Taxation			
Property tax	347,608	361,203	339,680
Grants in lieu of taxes	42,058	20,381	19,490
Total Municipal Taxation	389,666	381,584	359,170
Collections for Other Taxing Authorities			
Province of BC - school taxes	-	114,644	117,972
Province of BC - police taxes	-	14,404	11,298
BC Assessment Authority	-	3,824	4,039
Municipal Finance Authority	-	9	9
Thompson-Nicola Regional Hospital District	-	19,682	19,982
Thompson-Nicola Regional District	-	54,116	57,501
Total collections for other taxing authorities	-	206,679	210,801
Payments to other taxing authorities	-	206,679	210,801
Net Taxation for municipal purposes	389,666	381,584	359,170

16. Comparative Figures

The comparative figures have been reclassified to conform with the financial statement format adopted in the current year.

The Corporation of the Village of Lytton
 Notes to the Financial Statements
 For the Year Ended December 31, 2016

17. Segmented information

The Village is a diversified municipal government institution that provides a wide range of services to its citizens. For management reporting purposes, the local government's operations and activities are organized and reported by service areas. Services areas were created for the purpose of recording specific activities to attain certain objectives in accordance with Council policies and the District's bylaws. The service areas are as follows:

General Administration and Legislative Services

General Administration and Legislative services include activities associated with Mayor and Council administration, bylaw review and adoption, financial management, and information systems, insurance and corporate services, including human resources.

Protective Services

Protective services include activities associated with community safety. These services include fire protection, bylaw enforcement and emergency services.

Public Works and Transportation Services

Public Works and Transportation services include activities associated with roads and drainage networks. Services include traffic services, street lighting, public works administration, fleet operations, raft take out costs, winter maintenance, and maintenance and improvements to roads, waste and garbage service, and sidewalks.

Environmental Development Services

Environmental Development services include all activities associated with website design, economic development, grant applications, building inspections, and road closures.

Recreation and Culture Services

Recreation and Cultural services include all activities associated with operations of parks, recreation and cultural services. Activities also include cemetery operations, caboose operations, museum operations, and tourism services.

Water Utility

Water services include all activities associated with water operations. Items include maintenance and enhancements of the water supply system, water treatment, and water distribution system.

Sewer Utility

Sewer services include all activities associated with sanitary sewer operations. Items include maintenance and enhancements of the sewer collection system and existing infrastructure.

Segmented information has been identified based upon lines of service provided by the Village. Village services are provided by departments and their activities are reported by functional area in the body of the financial statements.

The Corporation of the Village of Lytton
 Schedule 1 - Segmented Information
 For the Year Ended December 31, 2016

	General Administration and Legislative Services	Protective Services	Public Works and Transportation Services	Environmental and Development Services	Recreation and Cultural Services	Water Utility	Sewer Utility	2016
Revenues								
Real property taxes	361,203	-	-	-	-	-	-	361,203
Grants in lieu of taxes	7,977	12,404	-	-	-	-	-	20,381
Sale of services	-	72,634	964	-	-	80,068	116,567	270,263
Licenses and permits	58	-	-	2,155	1,675	-	-	3,888
Rentals and general services	21,663	-	6,762	-	17,431	-	-	46,876
Return on investments	3,406	-	-	-	-	-	-	3,406
Penalties and interest on taxes	4,052	-	-	-	-	-	-	4,052
Other income	13,985	-	2,100	-	-	-	7,231	23,316
Government transfers	316,506	172,207	66,118	-	-	12,275	4,846	571,952
Total revenue	728,850	287,245	75,964	2,155	19,106	92,373	128,644	1,304,337
Expenditures								
Administration	234,917	191,467	20,635	16,500	13,701	40,949	22,478	540,637
Insurance	20,343	75	3,137	-	340	-	-	23,895
Interest	4,373	-	-	-	-	-	7,200	11,573
Repairs and maintenance	3,616	15,230	47,451	-	9,173	12,030	21,915	109,415
Wages and benefits	211,168	4,258	120,341	-	44,179	46,835	33,436	460,217
Write off due to discontinued capital project (Schedule 2)	474,417	211,020	191,564	16,500	67,393	98,814	85,029	1,145,737
Amortization	51,642	-	-	-	-	225,814	-	225,814
Total expenditure	526,059	211,020	191,564	16,500	67,393	33,133	118,388	1,489,949
Annual surplus (deficit)	202,791	46,225	(115,600)	(14,345)	(48,287)	(266,388)	9,992	(185,612)

	General Administration and Legislative Services	Protective Services	Public Works and Transportation Services	Environmental and Development Services	Recreation and Cultural Services	Water Utility	Sewer Utility	2016
Revenues								
Real property taxes	339,680	-	-	-	-	-	-	339,680
Grants in lieu of taxes	7,904	11,586	-	-	-	-	-	19,490
Sale of services	-	70,525	18	-	-	77,505	118,615	266,663
Licenses and permits	57	-	-	2,020	750	-	-	2,627
Rentals and general services	19,208	-	3,046	-	8,991	-	-	31,235
Return on investments	3,078	-	-	-	-	-	-	3,078
Penalties and interest on taxes	2,404	-	-	-	-	-	-	2,404
Other income	14,839	-	875	-	-	-	-	22,169
Government transfers	2,669	480,218	60,095	18,718	-	-	6,445	561,700
Total revenue	389,839	562,329	64,034	20,739	9,731	77,605	125,060	1,245,237
Expenditures								
Administration	261,529	172,111	16,691	13,156	7,730	5,805	8,309	485,331
Insurance	20,261	20	3,660	-	397	-	-	24,338
Interest	10,951	-	-	-	203	-	7,200	16,363
Repairs and maintenance	8,235	16,686	26,902	-	9,104	7,180	10,336	78,443
Wages and benefits	184,162	2,554	151,732	-	36,443	40,117	25,053	440,061
Amortization	485,178	191,372	198,984	13,156	53,878	53,102	50,898	1,046,527
Total expenditure	636,060	191,372	198,984	13,156	53,878	86,235	84,521	1,165,005
Annual surplus (deficit)	(147,021)	370,957	(134,950)	7,582	(44,146)	(8,730)	40,539	84,232

	General Administration and Legislative Services	Protective Services	Public Works and Transportation Services	Environmental and Development Services	Recreation and Cultural Services	Water Utility	Sewer Utility	2016
Revenues								
Real property taxes	339,680	-	-	-	-	-	-	339,680
Grants in lieu of taxes	7,904	11,586	-	-	-	-	-	19,490
Sale of services	-	70,525	18	-	-	77,505	118,615	266,663
Licenses and permits	57	-	-	2,020	750	-	-	2,627
Rentals and general services	19,208	-	3,046	-	8,991	-	-	31,235
Return on investments	3,078	-	-	-	-	-	-	3,078
Penalties and interest on taxes	2,404	-	-	-	-	-	-	2,404
Other income	14,839	-	875	-	-	-	-	22,169
Government transfers	2,669	480,218	60,095	18,718	-	-	6,445	561,700
Total revenue	389,839	562,329	64,034	20,739	9,731	77,605	125,060	1,245,237
Expenditures								
Administration	261,529	172,111	16,691	13,156	7,730	5,805	8,309	485,331
Insurance	20,261	20	3,660	-	397	-	-	24,338
Interest	10,951	-	-	-	203	-	7,200	16,363
Repairs and maintenance	8,235	16,686	26,902	-	9,104	7,180	10,336	78,443
Wages and benefits	184,162	2,554	151,732	-	36,443	40,117	25,053	440,061
Amortization	485,178	191,372	198,984	13,156	53,878	53,102	50,898	1,046,527
Total expenditure	636,060	191,372	198,984	13,156	53,878	86,235	84,521	1,165,005
Annual surplus (deficit)	(147,021)	370,957	(134,950)	7,582	(44,146)	(8,730)	40,539	84,232

The Corporation of the Village of Lytton
Schedule 2 - Schedule of Tangible Capital Assets
For the Year Ended December 31, 2016

	Engineering Structures	Buildings	Machinery and Equipment	Land	Sewer	Water	Work in Progress	2016
Cost								
Balance, January 1, 2016	965,777	106,631	720,055	75,641	1,284,966	1,854,139	211,205	5,218,414
Acquisition of tangible capital assets	19,200	-	-	-	-	-	14,609	33,809
Write off due to discontinued capital project*	-	-	-	-	-	-	(225,814)	(225,814)
Balance, end of year	984,977	106,631	720,055	75,641	1,284,966	1,854,139	-	5,026,409
Accumulated amortization								
Balance, beginning of year	362,500	72,987	408,305	-	463,322	523,672	-	1,830,786
Annual amortization	15,533	1,555	34,634	-	33,623	33,133	-	118,398
Balance, December 31, 2016	378,033	74,542	442,939	-	496,945	556,805	-	1,949,184
Net book value	606,944	32,089	277,116	75,641	788,021	1,297,334	-	3,077,225
Cost								
Balance, January 1, 2015	965,777	106,631	720,055	75,641	1,284,966	1,854,139	87,585	5,094,794
Acquisition of tangible capital assets	-	-	-	-	-	-	123,620	123,620
Balance, end of year	965,777	106,631	720,055	75,641	1,284,966	1,854,139	211,205	5,218,414
Accumulated amortization								
Balance, beginning of year	346,967	71,432	373,671	-	429,699	490,539	-	1,712,308
Annual amortization	15,533	1,555	34,634	-	33,623	33,133	-	118,478
Balance, December 31, 2015	362,500	72,987	408,305	-	463,322	523,672	-	1,830,786
Net book value	603,277	33,644	311,750	75,641	821,644	1,330,467	211,205	3,387,627

* In early 2017 Council voted to discontinue the current water filtration project. As such, the cumulative costs to date were written off as they are not expected to provide benefit to the future projects being contemplated.