



## Staff Report

---

**To:** Dan Best, Chief Administrative Officer

**From:** Sandy Becker, Financial Services Manager/Treasurer

**Date:** June 5, 2017

**Report:** FIN.17.13

**Subject:** 2016 Audited Financial Statements

---

### **Recommendation:**

**That** South Huron Council receives the report from S. Becker, Financial Services Manager/Treasurer re: 2016 Audited Financial Statements;

**And that** South Huron Council approves the Audited Financial Statements as presented by Paul Seebach, Vodden, Bender and Seebach LLP.

### **Background and Analysis:**

The audited financial statements are provided pursuant to section 294.1 of the *Municipal Act* which states that a municipality shall, for each fiscal year, prepare annual financial statements in accordance with generally accepted accounting principles for local governments as recommended by the Public Sector Accounting Board of the Canadian Institute of Chartered Accountants.

Section 295 contains requirements for municipalities to publish the financial statements in a newspaper in the municipality or to advertise the availability of the financial statements within 60 days of receiving the audited financial statements of the previous fiscal year. The audited statements will be posted on our municipal website and an ad was placed in the newspaper indicating that the financial statements are available on the website or from the municipal office.

## 2016 Audited Financial Statements

If a request is made for a copy of the audited financial statements, one will be provided at no cost to the taxpayer or resident.

Vodden, Bender and Seebach, LLP were appointed as external auditors for South Huron and have now completed the 2016 annual audit.

Paul Seebach, Partner, Vodden Bender, and Seebach, LLP will be in attendance to present the 2016 Audited Financial Statements.

Attached to this report are the audited statements for;

- Municipality of South Huron
- Exeter Business Improvement Area (BIA)
- Kirkton-Woodham Swimming Pool
- Kirkton-Woodham Community Centre

### Municipality of South Huron

Overall, the municipality continued to be financially stable. In 2016 the municipality had positive cash flows from operations to cover all activities including capital activities. The municipality continues to update the long-term plan to increase funding to the capital program each year to address the infrastructure gap. The overall 2016 general tax surplus was \$82,482, which was transferred to the working fund reserve per our reserve/reserve fund policy.

In addition, the Transportation Winter Control budget realized a year end surplus of \$30,373, which was transferred to the Winter Control Stabilization Reserve per our reserve/reserve fund policy.

### Exeter Business Improvement Area (BIA)

The Exeter Business Improvement Area's financial transactions are part of the overall audit. The revenue and expenses are consolidated with the municipal financial. The audited financial statement attached to this report has been provided to the BIA.

### Kirkton-Woodham Swimming Pool

The Kirkton-Woodham Swimming Pool is a joint local board between the Municipality of South Huron and the Township of Perth South, with each municipality having a 50% interest. The audited financial attached to this report has been provided to the Township of Perth South.

### Kirkton-Woodham Community Centre Board

The Kirkton-Woodham Community Centre Board is a joint local board between the Municipality of South Huron and the Township of Perth South, with each municipality having a 50% interest. The audited financial

**2016 Audited Financial Statements**

statement attached to this report has been provided to the Township of Perth South.

**Operational Considerations:**

No alternatives are presented.

**South Huron's Strategic Plan:**

Section 6.2.2 of the Municipality of South Huron 2015- 2019 Strategic Plan identifies key priorities and strategic directions. The following elements are supported by the actions outlined in this report:

- ✓ Administrative Efficiency and Fiscal Responsibility
- ✓ Transparent, Accountable, and Collaborative Governance

**Financial Impact:**

There are no financial implications for the Corporation resulting from the proposed recommendation.

**Legal Impact:**

There are no legal implications for the Corporation resulting from the proposed recommendation.

**Staffing Impact:**

There are no staffing implications for the Corporation resulting from the proposed recommendation.

**Policies/Legislation:**

Municipal Act, 2001, Part VII, Section 294-296

**Consultation:**

Chief Administrative Officer

**Attachments:**

Municipality of South Huron – 2016 Audited Financial Statements  
Exeter Business Improvement Area – 2016 Audited Financial Statements  
Kirkton-Woodham Swimming Pool – 2016 Audited Financial Statements

**2016 Audited Financial Statements**

Kirkton-Woodham Community Centre Board – 2016 Audited Financial Statements

Respectfully submitted,

Sandy Becker

Financial Services Manager/Treasurer

I concur with this report.

Dan Best MPA, BA

Chief Administrative Officer