



City of Quesnel

December 31, 2017

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Dated April 9, 2018 for Financial Statement
Presentation to Council- April 17, 2018



Agenda

- Auditors' Report
- Consolidated Financial statements
- Surplus and reserves
- Questions

Auditors' Report

- Independent Auditors' Report
 - Clean auditors' report to be issued in respect of the consolidated financial statements in accordance with Canadian public sector accounting standards

Financial assets - December 31, 2017

Consolidated statement of financial position (in thousands of dollars)

	2017	2016
Cash and cash equivalents	24,391	22,753
Taxes and accounts receivable	4,450	4,109
Property acquired for taxes	92	1
MFA debt reserve	192	189
Total Financial Assets	\$ 29,125	\$ 27,052

Liabilities - December 31, 2017

Consolidated statement of financial position (in thousands of dollars)

	2017	2016
Accounts payable and accrued liabilities	3,331	2,751
Landfill closure	2,025	1,844
Deferred revenue	1,841	1,559
MFA debt reserve	192	189
Municipal debt, net of sinking fund assets	5,428	6,038
Total Liabilities	\$ 12,817	\$ 12,381
Net Financial Assets	\$ 16,308	\$ 14,671

Non-Financial assets- December 31, 2017

Consolidated statement of financial position (in thousands of dollars)

	2017	2016
Prepaid expenses	243	220
Inventory of supplies	323	340
Tangible capital assets (next page)	90,167	86,403
Total non-financial assets	\$ 90,733	\$ 86,963

Tangible capital assets - December 31, 2017

Consolidated statement of financial position (in thousands of dollars)

	2017	2016	Change
Land	11,881	11,856	25
Land Improvements	13,933	13,479	454
Buildings	11,398	10,984	414
Roads	19,173	18,700	473
Machinery & Equipment	3,492	3,466	26
Water Systems	13,169	13,256	(87)

Tangible capital assets - December 31, 2017

Consolidated statement of financial position (in thousands of dollars)

	2017	2016	Change
Sewer Systems	2,879	2,988	(109)
Drainage Systems	9,890	8,406	1,484
Furniture & Equipment & Technology	896	823	73
Motor Vehicles	1,387	1,650	(263)
Construction in Progress	2,069	795	1,274
Total – Net book value	\$ 90,167	\$ 86,403	3,764

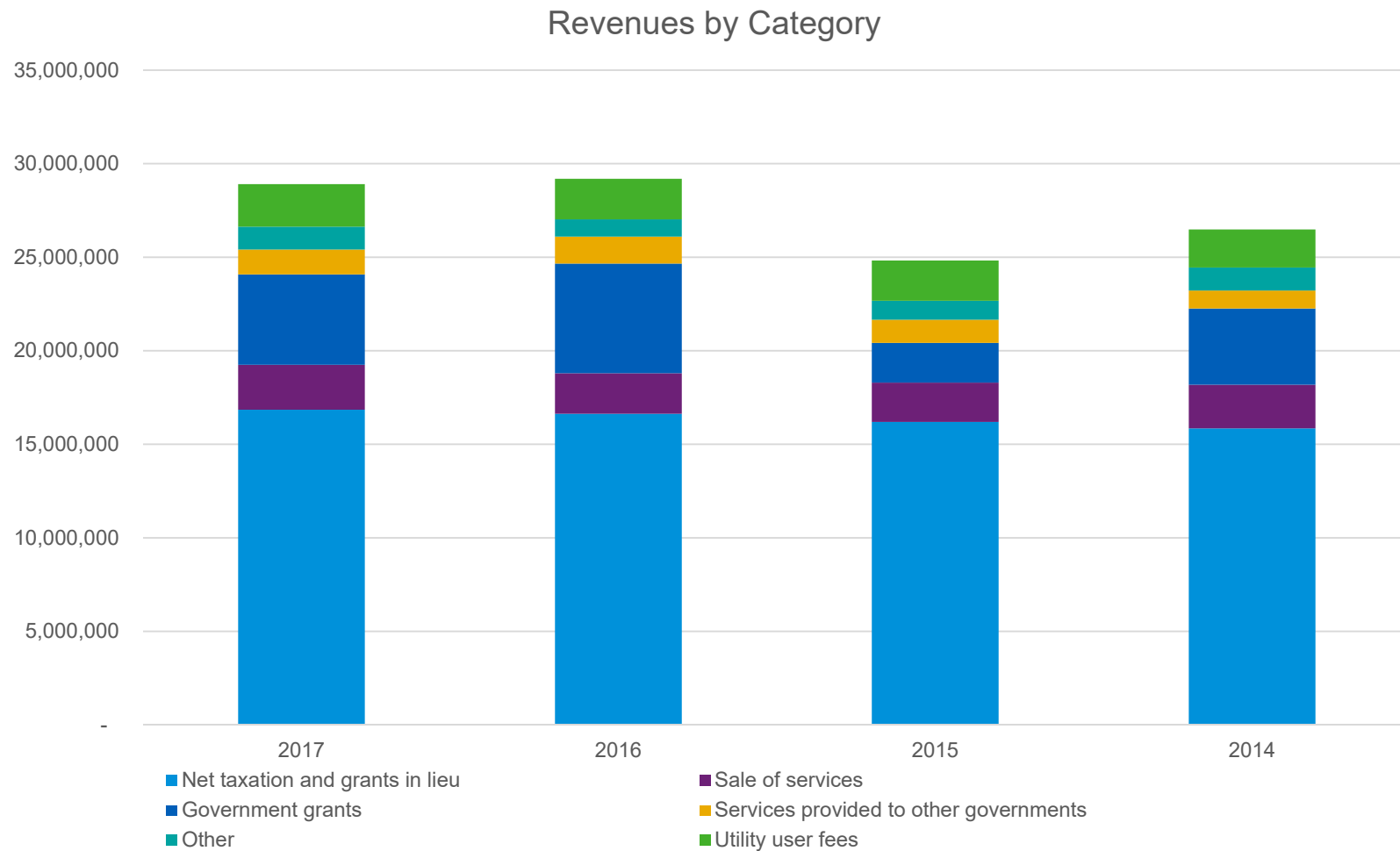
Operations – Year ended December 31, 2017

Consolidated statement of operations (in thousands of dollars)

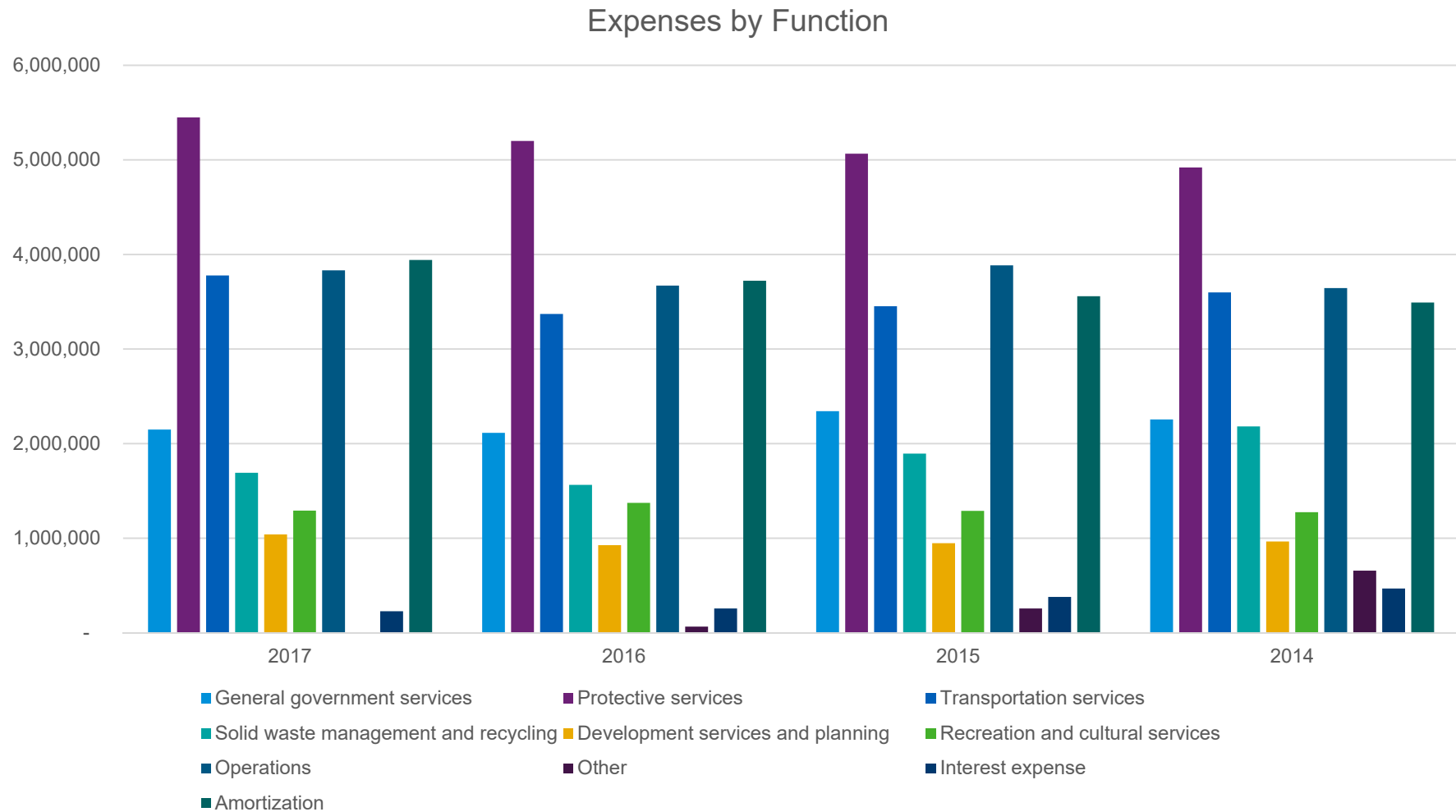
	Budget	2017	2016
Revenue	33,548	28,907	29,187
Expenses	23,017	23,399	22,264
Loss on sale (TCA)	0	101	446
Surplus	\$ 10,531	\$ 5,407	\$ 6,477

Revenue - Year ended December 31, 2017

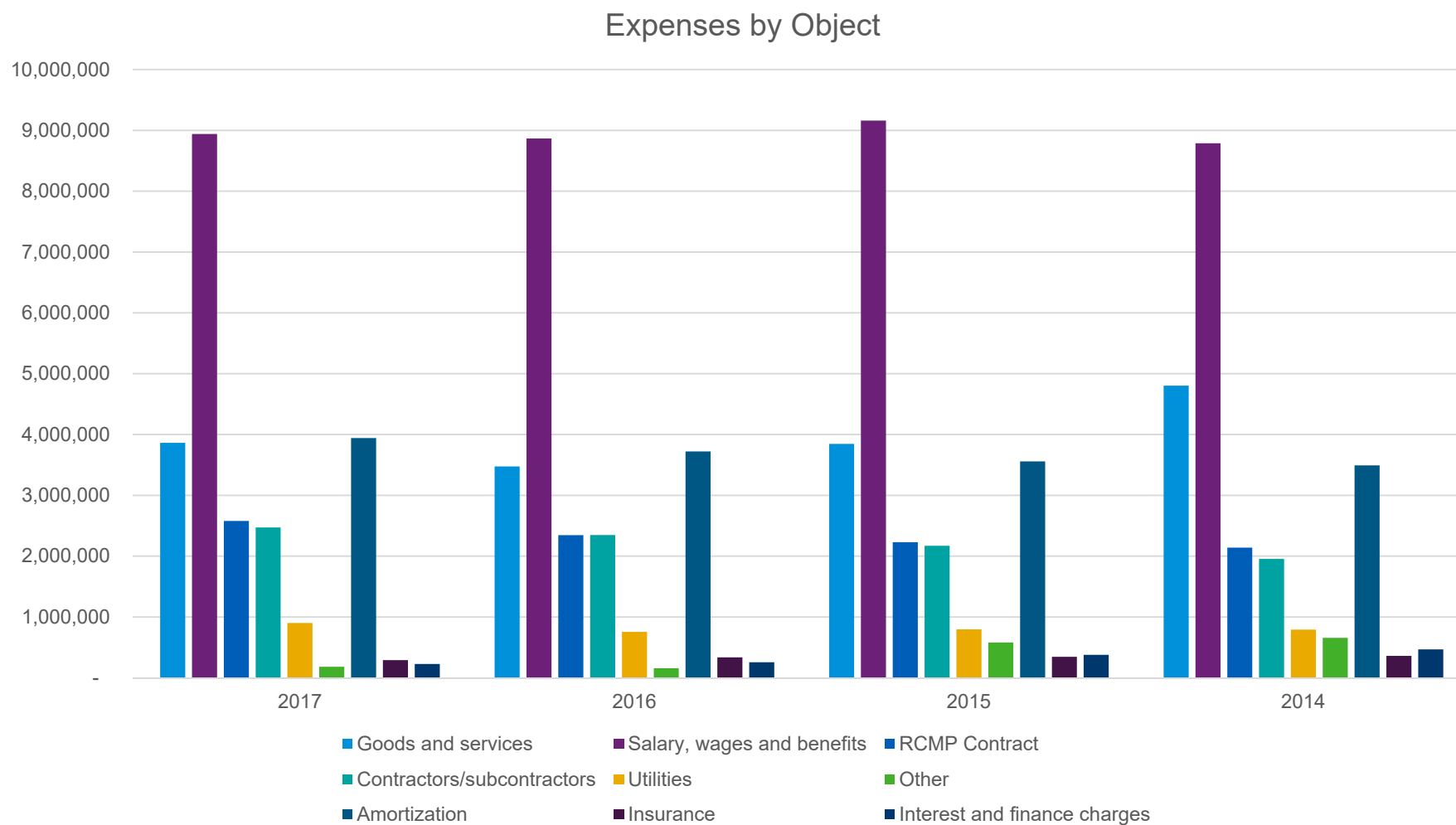
Consolidated statement of operations



Expenses by Function- 2014 to 2017



Expenses by Object- 2014 to 2017



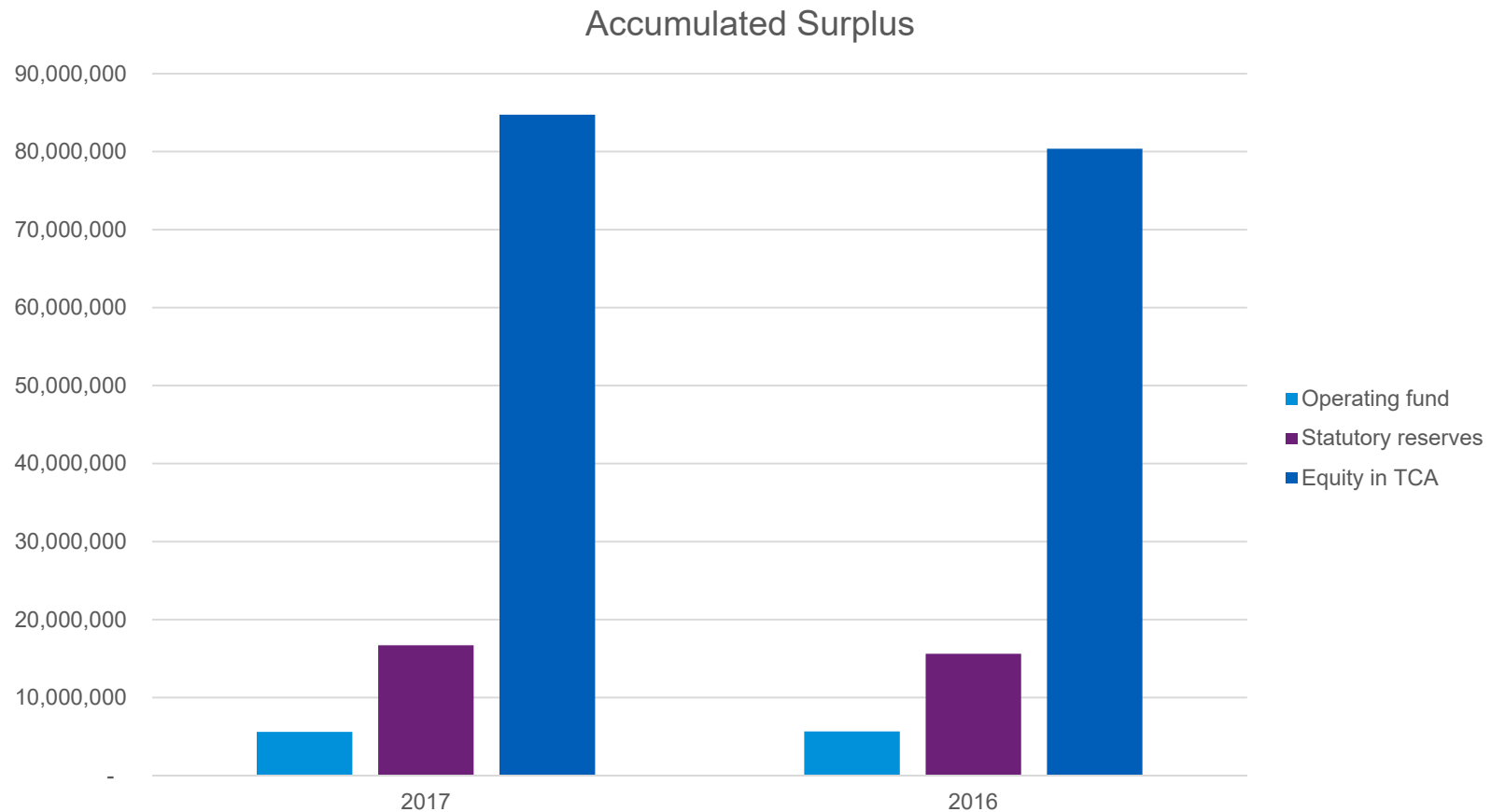
Net Financial assets - Year ended December 31, 2017

Statement of operations (in thousands of dollars)

	Budget	2017	2016
Opening net financial assets	14,671	14,671	14,225
Surplus	10,531	5,407	6,477
Net change in non-financial assets*	(13,398)	(3,770)	(6,031)
Closing net financial assets	\$ 11,804	\$ 16,308	\$ 14,671

Accumulated surplus - Year ended December 31, 2017

Accumulated surplus (in thousands of dollars)



Accumulated surplus - Year ended December 31, 2017

Reserve breakdown (in thousands of dollars)

	2017	2016	Change
Capital Reinvestment	4,513	3,777	736
Other Capital Reserves	648	558	90
General Capital	2,364	1,906	458
Gas tax	1,108	2,029	(921)
Water	3,996	3,667	329
Sewer	2,851	2,249	602

Accumulated surplus - Year ended December 31, 2017

Reserve breakdown (in thousands of dollars)

	2017	2016	Change
Land Sales	11	215	(204)
West Quesnel Land Stability	72	169	(97)
Tax Stabilization	1,137	1,037	100
Park Reserve	3	3	-
Total Statutory Reserves	\$ 16,703	\$ 15,610	1,093

Notes to the consolidated financial statements

- **Trust funds (note 1)**
- **Cash and cash equivalents (note 2)**
- **Taxes and accounts receivable (note 3)**
- **Deposit and reserve – Municipal Finance Authority (note 4)**
- **Accounts payable and accrued liabilities (note 5)**
- **Sanitary landfill (note 6)**
- **Deferred revenue (note 7)**
- **Municipal debt (note 8)**
- **Tangible capital assets (note 9)**
- **Equity in tangible capital assets (note 10)**
- **Net taxation and grants in lieu (note 11)**
- **Sale of services and utility user rates (note 12)**
- **Government transfers (note 13)**
- **Expenses by object (note 14)**
- **Financial instruments and risk management (note 15)**
- **Commitments and contingencies (note 16)**
- **2017 Budget (note 17)**
- **Segmented information (note 18)**

Questions on the consolidated financial statements?



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