

**Town of Faro**  
**Financial Statements**  
**For the year ended December 31, 2016**

**Town of Faro**  
**Financial Statements**  
For the year ended December 31, 2016

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## Management's Responsibility for Financial Reporting

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The accompanying financial statements of the Town of Faro are the responsibility of management and have been approved by the Mayor and Council.

The financial statements have been prepared by management in accordance with Canadian generally accepted accounting principles. Financial statements are not precise since they include certain amounts based on estimates and judgments. When alternative accounting methods exist, management has chosen those it deems most appropriate in the circumstances, in order to ensure that the financial statements are presented fairly, in all material respects.

The Town maintains systems of internal accounting and administrative controls of high quality, consistent with reasonable cost. Such systems are designed to provide reasonable assurance that the financial information is relevant, reliable and accurate and the Town's assets are appropriately accounted for and adequately safeguarded.

The Mayor and Council are responsible for ensuring that management fulfills its responsibilities for financial reporting and is ultimately responsible for reviewing and approving the financial statements.

The Mayor and Council review management's financial statements and recommend their approval. The Mayor and Council meet periodically with management, as well as the external auditors, to discuss internal controls over the financial reporting issues, to satisfy themselves that each party is properly discharging their responsibilities, and to review the annual report, the financial statements and the external auditors' report. The Mayor and Council takes this information into consideration when approving the financial statements for issuance to the Town. The Mayor and Council also consider the engagement of the external auditors.

The financial statements have been audited by BDO Canada LLP in accordance with Canadian generally accepted auditing standards on behalf of the Town. BDO Canada LLP has full access to the Mayor and Council.



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Councilor



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Mayor



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9016 Quartz Road  
Whitehorse, YT Y1A 2Z5 Canada

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## Independent Auditor's Report

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### To the Mayor and Council Members of Town of Faro

We have audited the accompanying financial statements of the Town of Faro, which comprise the statement of 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 the 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 Town of Faro as at December 31, 2016, and the results of its operations and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.


*BDO Canada LLP*


Chartered Professional Accountants

Whitehorse, Yukon  
May 23, 2017

**Town of Faro**  
**Statement of Financial Position**

December 31	2016	2015
<b>Financial assets</b>		
Cash and cash equivalents (Note 1)	\$ 2,268,492	\$ 2,399,058
Accounts receivable		
Taxes, penalties and interest (Note 2)	23,569	357,252
Grants receivable	141,762	45,846
Fuel inventory	-	15,258
Properties held for sale	436,786	116,315
	<b>2,870,609</b>	<b>2,933,729</b>
<b>Liabilities</b>		
Accounts payable		
Trade payables and accrued liabilities	144,603	104,782
Salaries and benefits payable	149,257	118,472
Landfill closure and post-closure liability (Note 7)	48,000	48,000
Deferred revenue	3,020	3,125
	<b>344,880</b>	<b>274,379</b>
<b>Net financial assets</b>	<b>2,525,729</b>	<b>2,659,350</b>
<b>Non-financial assets</b>		
Tangible capital assets (Note 3)	12,941,427	12,866,890
Inventories of supplies	27,317	24,976
	<b>12,968,744</b>	<b>12,891,866</b>
<b>Accumulated surplus (Note 5)</b>	<b>\$ 15,494,473</b>	<b>\$ 15,551,216</b>

  
 \_\_\_\_\_ Councilor

  
 \_\_\_\_\_ Mayor

**Town of Faro**  
**Statement of Operations**

<b>For the year ended December 31</b>	<b>2016</b>	<b>2016</b>	<b>2015</b>
	Budget (Note 9)	Actual	Actual
<b>Revenue (Schedule 1)</b>			
Taxation, including grants in lieu of taxes	\$ 724,000	\$ 723,182	\$ 713,018
Grants - Government of Canada	-	15,421	-
Grants - Government of Yukon	167,055	205,894	125,010
Government of Yukon - block funding	1,734,765	1,734,765	1,734,765
Government of Yukon - capital funding	295,000	52,663	53,359
Equipment and property rental	51,950	56,960	53,279
Utility charges	152,800	152,048	153,066
User fees, admissions fees, licences, permits and fines	3,000	3,290	2,925
Sale of goods and services	52,345	57,528	60,054
Other revenue	51,800	83,736	67,278
Investment income	12,000	16,697	19,536
	<u>3,244,715</u>	<u>3,102,184</u>	<u>2,982,290</u>
<b>Expenses (Schedule 1)</b>			
Administrative	1,095,758	951,022	927,762
Council/Legislative	108,803	104,436	109,574
Public works	516,907	484,356	614,029
Protective Services	115,477	121,171	103,438
Transportation	281,937	240,138	226,524
Environmental Health	606,517	563,569	588,021
Planning and Development	96,547	91,436	134,820
Recreation and Culture	660,835	602,799	557,197
	<u>3,482,781</u>	<u>3,158,927</u>	<u>3,261,365</u>
<b>Annual surplus (deficit)</b>	(238,066)	(56,743)	(279,075)
<b>Accumulated surplus, beginning of year</b>	<u>15,551,216</u>	<u>15,551,216</u>	<u>15,830,291</u>
<b>Accumulated surplus, end of year</b>	<u>\$ 15,313,150</u>	<u>\$ 15,494,473</u>	<u>\$ 15,551,216</u>

The accompanying summary of significant accounting policies and notes are an integral part of these financial statements.

**Town of Faro**  
**Statement of Change in Net Financial Assets**

<b>For the year ended December 31</b>	<b>2016</b>	<b>2016</b>	<b>2015</b>
	Budget (Note 9)	Actual	Actual
<b>Annual surplus (deficit)</b>	\$ (238,066)	\$ (56,743)	\$ (279,075)
Acquisition of tangible capital assets	(1,043,875)	(671,561)	(184,930)
Amortization of tangible capital assets	-	577,018	568,592
Disposal/impairment of tangible capital assets (Note 3)	-	20,006	7,665
	(1,281,941)	(131,280)	112,252
Consumption (purchase) of prepaid expenses and inventory of supplies	-	(2,341)	-
<b>Change in net financial assets for the year</b>	(1,281,941)	(133,621)	112,252
<b>Net financial assets, beginning of year</b>	2,659,350	2,659,350	2,547,098
<b>Net financial assets, end of year</b>	\$ 1,377,409	\$ 2,525,729	\$ 2,659,350

The accompanying summary of significant accounting policies and notes are an integral part of these financial statements.

**Town of Faro**  
**Statement of Cash Flows**

<b>For the year ended December 31</b>	<b>2016</b>	<b>2015</b>
<b>Cash provided by (used in)</b>		
<b>Operating transactions</b>		
Annual deficit	\$ (56,743)	\$ (279,075)
Items not involving cash		
Disposal/impairment of tangible capital assets	20,006	7,665
Amortization of tangible capital assets	577,018	568,592
	<u>540,281</u>	<u>297,182</u>
Changes in non-cash operating balances		
Decrease (increase) in taxes receivable (Note 2)	2,633	(4,429)
Decrease (increase) in grants receivable	(95,916)	62,437
Decrease (increase) in land held for sale	10,579	11,270
Decrease (increase) in inventory of supplies	12,917	293
Increase (decrease) in trade payables and accrued liabilities	39,821	(22,757)
Increase (decrease) in salaries and benefits payable	30,785	(23,166)
Increase (decrease) in deferred revenue	(105)	3,125
	<u>540,995</u>	<u>323,955</u>
<b>Capital transactions</b>		
Acquisition of tangible capital assets	(671,561)	(184,930)
<b>Increase (decrease) in cash and cash equivalents</b>	<b>(130,566)</b>	<b>139,025</b>
<b>Cash and cash equivalents, beginning of year</b>	<b>2,399,058</b>	<b>2,260,033</b>
<b>Cash and cash equivalents, end of year</b>	<b>\$ 2,268,492</b>	<b>\$ 2,399,058</b>

The accompanying summary of significant accounting policies and notes are an integral part of these financial statements.



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**Town of Faro**  
**Summary of Significant Accounting Policies**

**December 31, 2016**

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**Management's Responsibility for the Financial Statements**

The financial statements of the Town of Faro are the responsibility of management. They have been prepared in accordance with Canadian public sector accounting standards established by the Public Sector Accounting Board ("PSAB") of the Canadian Institute of Chartered Accountants. The Town of Faro ("the Town") is a municipality in the Yukon Territory. The Town provides municipal services such as protective, public works, environmental health, recreation, and other general government services.

**Basis of Accounting**

The statements include the accounts of all the funds of the Town. Inter-fund transactions and balances have been eliminated.

**Budget Amounts**

The budgeted figures included in these financial statements were approved by Council for the Town of Faro on April 12, 2016.

**Financial Instruments**

The Town's financial assets consist of cash and cash equivalents, accounts receivable, and trade payables. Unless otherwise noted, it is management's opinion that the Town is not exposed to significant interest, currency or credit risk arising from its financial instruments. The fair value of these financial instruments approximate their carrying values unless otherwise noted.

**Revenue Recognition**

Taxes are recognized as revenue in the year they are levied. Charges for sewer and water usage are recorded as utility charge revenue when used. Connection fee revenues are recognized when the connection has been established.

Sales of service, user fees, admissions fees, licenses, and rentals and other revenue are recognized on an accrual basis.

Management assesses the collectibility of its property, penalty and interest receivable balances annually. When the collection is in doubt, the balance is written down to the estimated receivable amount being the estimated net realizable value of the underlying properties through property for sale.

Government transfers, which include legislative grants, are recognized in the financial statements when received if the transfer is authorized and any eligibility criteria are met, except to the extent that transfer stipulations give rise to an obligation that meets the definition of a liability. Transfers are recognized as deferred revenue when transfer stipulations give rise to a liability. Transfer revenue is recognized in the statement of operations as the stipulation liabilities are settled.

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**Town of Faro**  
**Summary of Significant Accounting Policies**

**December 31, 2016**

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**Landfill Closure Liability**

The landfill closure liability is based on estimated costs to close and post closure activities of the solid waste landfill site at the end of its expected useful life. The estimated cost is accrued as the landfill site's capacity is used. The liability and annual expense is calculated based on the rate of utilization to total capacity. Any changes in estimate are recorded prospectively.

**Tangible Capital Assets**

Tangible capital assets are recorded at cost less accumulated amortization. Cost includes all costs directly attributable to acquisition or construction of the tangible capital asset including transportation costs, installation costs, design and engineering fees, legal fees and site preparation costs. Contributed tangible capital assets are recorded at fair value at the time of the contributed donation, with a corresponding amount recorded as revenue. Amortization is recorded on a straight line basis over the estimated life of the tangible capital asset commencing once the asset is available for productive use as follows:

Land improvements	20 years
Buildings	10 - 40 years
Building components	20 years
Vehicles	7 years
Machinery and equipment	10 - 15 years
Furnishings and electronics	3 - 10 years
Water and sewer infrastructure	50 years
Roads and surface	25 - 50 years

**Liability for Contaminated Sites**

Under PS3260 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 remediation, future economic benefits will be given up and a reasonable estimate can be made.

Management has assessed its potential liabilities under the standard including sites that are no longer in productive use and sites which the Town accepts responsibility. There were no such sites that had contamination in excess of an environmental standard which required remediation by the municipality at this time, therefore no liability was recognized at December 31, 2016.

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**Town of Faro**  
**Summary of Significant Accounting Policies**

**December 31, 2016**

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**Use of Estimates**

The preparation of financial statements in accordance with Canadian public sector accounting standards requires the management to make estimates and assumptions that affect the reported amounts of assets, liabilities, revenues, expenses and related disclosures. These estimates are reviewed periodically, and, as adjustments become necessary, they are reported in the revenue and expenditures in the period in which they become known.

**Inventories of Supplies**

Inventories of supplies held for consumption are recorded at the lower of weighted-average cost and replacement cost

**Properties Held for Sale**

Properties held for sale are valued at the lower of cost and expected realizable value. When a decline in net realizable value is determined to be other than temporary, the impairment is recognized in the statement of operations.

**Town of Faro**  
**Notes to Financial Statements**

**December 31, 2016**

**1. Cash and Cash Equivalents**

	2016	2015
Cash	\$ 627,633	\$ 299,058
Guaranteed investment certificate	1,640,859	2,100,000
	\$ 2,268,492	\$ 2,399,058

The Guaranteed investment certificate bears interest at 0.75% (2015 - 0.75%) and matures in January 2017 (2015 - January 2016).

**2. Taxes, Penalties and Interest Receivable**

	2016	2015
Balance outstanding	\$ 27,263	\$ 2,869,273
Allowance for doubtful accounts	(3,694)	(2,512,021)
	\$ 23,569	\$ 357,252

The allowance for doubtful accounts is assessed by management each fiscal period. The allowance is assessed based on the receivable balance and the estimated recoverable value of the underlying property, which is subject to a property tax sale.

During the year, the Town acquired a block of properties from a taxpayer through the execution of tax liens. As a result, accounts receivable with a combined carrying value of \$331,050 were settled. These properties are included in properties held for sale. During Council meeting dated March 7, 2017, Council approved an expenditure of up to \$100,000 for Hazardous Materials Assessments of the Town's vacant properties held for sale, subject to the limits of the funding to be provided.

**Town of Faro**  
**Notes to Financial Statements**

For the year ended December 31, 2016

**3. Tangible Capital Assets**

	Land	Buildings	Building Components	Machinery & Equipment	Furnishings & Electronics	Roads & Surface Improvements	Water & Sewer Infrastructure	Land Improvements	Vehicles	2016 Total
Cost, beginning of year	\$ 858,740	\$ 4,726,734	\$ 317,477	\$ 1,414,162	\$ 271,336	\$ 1,937,154	\$ 14,624,448	\$ 1,592,467	\$ 275,610	\$ 26,018,128
Additions	5,550	37,398	53,771	341,826	29,200	32,663	-	92,299	78,854	671,561
Disposals	-	(26,300)	-	(246,587)	-	-	-	-	-	(272,887)
Cost, end of year	864,290	4,737,832	371,248	1,509,401	300,536	1,969,817	14,624,448	1,684,766	354,464	26,416,802
Accumulated amortization, beginning of year	-	3,702,282	67,517	1,058,329	214,318	1,515,601	5,159,697	1,176,487	257,007	13,151,238
Amortization	-	70,538	18,562	68,106	20,521	28,477	292,489	63,335	14,990	577,018
Disposals	-	(26,300)	-	(226,581)	-	-	-	-	-	(252,881)
Accumulated amortization, end of year	-	3,746,520	86,079	899,854	234,839	1,544,078	5,452,186	1,239,822	271,997	13,475,375
Net carrying amount, end of year	\$ 864,290	\$ 991,312	\$ 285,169	\$ 609,547	\$ 65,697	\$ 425,739	\$ 9,172,262	\$ 444,944	\$ 82,467	\$ 12,941,427

Machinery & Equipment of \$NIL (2015 - \$30,492) are not being amortized as the asset projects are in progress and not complete at year-end.

**Town of Faro**  
**Notes to Financial Statements**

**For the year ended December 31, 2016**

**3. Tangible Capital Assets (continued)**

	Land	Buildings	Building Components	Machinery & Equipment	Furnishings & Electronics	Roads & Surface Infrastructure	Water & Sewer	Improvements	Land	Vehicles	2015 Total
Cost, beginning of year	\$ 858,740	\$ 4,726,734	\$ 259,429	\$ 1,345,593	\$ 239,417	\$ 1,937,154	\$ 14,697,875	\$ 1,592,467	\$ 288,306	\$ 25,945,715	
Additions	-	-	58,048	70,360	52,342	-	-	-	-	-	180,750
Disposals/impairment <sup>1</sup>	-	-	-	(1,791)	(20,423)	-	(73,427)	-	(12,696)	(108,337)	
Cost, end of year	858,740	4,726,734	317,477	1,414,162	271,336	1,937,154	14,624,448	1,592,467	275,610	26,018,128	
Accumulated amortization, beginning of year	-	3,612,337	53,207	1,006,641	217,140	1,489,312	4,934,761	1,117,767	256,333	12,687,498	
Amortization	-	89,945	14,310	51,688	17,601	26,289	224,936	58,720	13,370	496,859	
Disposals	-	-	-	-	(20,423)	-	-	-	(12,696)	(33,119)	
Accumulated amortization, end of year	-	3,702,282	67,517	1,058,329	214,318	1,515,601	5,159,697	1,176,487	257,007	13,151,238	
Net carrying amount, end of year	\$ 858,740	\$ 1,024,452	\$ 249,960	\$ 355,833	\$ 57,018	\$ 421,553	\$ 9,464,751	\$ 415,980	\$ 18,603	\$ 12,866,890	

<sup>1</sup>During the 2015 year, the Town determined that equipment relating to the replacement of the pumphouse and replacement of the disinfection system that were contributed in 2014 resulted in equipment that no longer has use to the Town of \$7,665.

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**Town of Faro**  
**Notes to Financial Statements**

**December 31, 2016**

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**4. Funds Held in Trust**

	<u>2016</u>	<u>2015</u>
Faro Youth Group	\$ 2,761	\$ 4,810
Faro Curling Club	984	984
Swim Team	270	200
	<u>\$ 4,015</u>	<u>\$ 5,994</u>

The Funds held in Trust are held on behalf of the above noted organizations and are not available for use by the Town. As such they are not reported in these financial statements.

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**5. Accumulated Surplus**

The Town segregates its accumulated surplus in the following categories:

	<u>2016</u>	<u>2015</u>
General Fund	\$ 1,513,054	\$ 2,519,311
Reserve Fund	1,012,675	140,039
Investment in non-financial assets	<u>12,968,744</u>	<u>12,891,866</u>
	<u>\$ 15,494,473</u>	<u>\$ 15,551,216</u>

Reserve funds represent funds set aside by bylaw or council resolution and may be restricted in accordance with Section 244(1) of the Municipal Act.

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**6. Economic Dependence**

Town of Faro is economically dependant on the continued support of the Government of Yukon to maintain normal operations.

**Town of Faro**  
**Notes to Financial Statements**

**December 31, 2016**

**7. Landfill Closure and Post Closure Liability**

The Town has made a provision for the closure and post closure costs of the landfill based on its best estimates of the closure costs, post closure costs, discount rate, inflation, expected useful life of the landfill and its capacity. Management relied on an initial report prepared in 2013. Management has since received a more detailed report in 2014 and adjusted the calculations accordingly, as there was no material change the provision was not adjusted.

	2016	2015
Provision	\$ 48,000	\$ 48,000
Closure Cost	9,762,751	9,762,751
Remaining useful life	117	118
Inflation rate	3 %	3 %
Discount rate	4.5 %	4.5 %
Capacity	29 %	29 %

**8. Segmented Information**

The Town of Faro is a diversified municipal government institution that provides a wide range of services to its citizens such as fire protection, water, sewer and refuse, recreation and community beautification. Distinguishable functional segments have been separately disclosed in the segmented information. The nature of the segments and the activities they encompass are as follows:

**Administrative**

This area handles administration for the Town of Faro including support to Council, Council Committees and all municipal departments. The office processes all financial transactions for the municipality and is the public face of the Town that handles inquiries, takes payments and issues business licenses and dog tags.

**Council and Legislative**

This area is comprised of expenditures that relate to Council and Council's membership in the Association of Yukon Communities.

**Public Works**

This department handles repair and maintenance of all municipal buildings and maintenance of municipal vehicles.

**Protective Services**

Protective Services includes the fire department and emergency management operations planning.

**Transportation**

Transportation is responsible for the airport fuelling station, roads, streets and lighting.



**December 31, 2016**

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**8. Segmented Information (Continued)**

**Environmental Health**

Environmental Health is responsible for the maintenance of the municipal water and sewer systems and ensuring the water system meets all required standards. Management of the municipal landfill and cemetery is also included under Environmental Health.

**Planning and Development**

Planning and development is responsible for advertising and website maintenance, assisting with funding applications and organizing events such as the Sheep and Crane festival.

**Recreation and Interpretive Centre**

Recreation is managing the activities and programming at the recreation centre, pool during the summer months and arena during the winter.

Interpretive centre is open during the summer months and provides information to tourists, oversees the RV park and assists with various community events.

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**9. Fiscal Plan**

The Financial Plan (Budget) By-Law adopted by Council on April 12, 2016 was not prepared on a basis consistent with that used to report actual results (Canadian Public Sector Accounting Standards). The budget was prepared on a modified accrual basis while Canadian Public Sector Accounting Standards now require a full accrual basis. The budget figures anticipated using surpluses accumulated in previous years to balance against current year expenditures in excess of current year revenues. In addition, the budget expensed all tangible capital expenditures rather than including amortization expense and did not contemplate contributed tangible capital assets. As a result, the budget figures presented in the statements of operations and change in net financial assets represent the Financial Plan adopted by Council on April 13, 2016 with adjustments as follows:

	<u>2016</u>
Financial Plan (Budget) Bylaw surplus for the year	\$ 338,952
Less:	
Amortization	<u>(577,018)</u>
Budget (deficit) per statement of operations	<u>\$ (238,066)</u>

**Town of Faro**  
**Schedule 1 - Statement of Operations by Segment**

For the year ended December 31, 2016

	Administrative	Council/ Legislative	Public Works	Protective Services	Transportation	Environmental Health	Planning & Development	Recreation & Culture	Total 2016 Actual
<b>Revenues</b>									
Taxation, including grants in lieu of taxes	\$ 723,182	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 723,182
Grants - Government of Canada	-	-	-	-	-	-	-	15,421	15,421
Grants - Government of Yukon	42,568	3,425	-	-	-	-	-	147,234	205,894
Government of Yukon - block funding	59,765	100,000	490,000	100,000	175,000	350,000	80,000	380,000	1,734,765
Government of Yukon - capital funding	-	-	32,663	-	-	-	-	20,000	52,663
Government of Yukon - contributed assets	-	-	-	-	-	-	-	-	-
Equipment and property rental	56,960	-	-	-	-	-	-	-	56,960
Utility charges	-	-	-	-	-	152,048	-	-	152,048
User fees, admission fees, licences, permits and fines	3,290	-	-	-	-	-	-	-	3,290
Sale of goods and services	13,524	-	10,092	-	17,859	-	-	16,053	57,528
Other revenue	46,406	-	11,019	1	3,651	-	5,141	17,518	83,736
Investment income	16,697	-	-	-	-	-	-	-	16,697
<b>Total revenue</b>	<b>962,392</b>	<b>103,425</b>	<b>543,774</b>	<b>100,001</b>	<b>196,510</b>	<b>502,048</b>	<b>97,808</b>	<b>580,805</b>	<b>3,102,184</b>
<b>Expenses</b>									
Operating									
Salaries and benefits	463,983	50,290	380,173	31,892	8,990	85,777	-	286,285	1,307,390
Bad debt provision	143,520	-	-	-	-	-	-	-	143,520
Other goods and services	20,506	35,882	-	1,446	82,270	-	35,098	93,986	269,188
Insurance	26,372	-	-	-	13,977	18,368	1,721	35,798	96,236
Interest and other	23,760	-	-	-	-	-	-	-	23,760
Training, travel and meetings	15,303	18,264	6,967	6,100	-	8,219	-	3,566	58,419
Communications	10,158	-	9,625	8,088	-	5,076	-	5,056	38,003
Utilities and fuel	16,046	-	30,994	15,178	26,891	65,788	-	98,655	253,552
Vehicles	-	-	-	15,127	-	19,590	-	-	34,717
Professional fees and consultants	61,813	-	-	-	-	16,960	-	-	78,773
Equipment and supplies	25,432	-	2,374	15,406	8,013	8,424	-	15,747	75,396
Repairs and maintenance	100,807	-	11,814	2,463	68,526	19,345	-	-	202,955
Amortization	907,700	104,436	441,947	95,700	208,667	247,547	36,819	539,093	2,581,909
	43,322	-	42,409	25,471	31,471	316,022	54,617	63,706	577,018
Total expenses	951,022	104,436	484,356	121,171	240,138	563,569	91,436	602,799	3,158,927
<b>Excess (deficiency) in revenues over expenses</b>	<b>\$ 11,370</b>	<b>\$ (1,011)</b>	<b>\$ 59,418</b>	<b>\$ (21,170)</b>	<b>\$ (43,628)</b>	<b>\$ (61,521)</b>	<b>\$ 6,372</b>	<b>\$ (21,994)</b>	<b>\$ (56,743)</b>

**Town of Faro**  
**Schedule 1 - Statement of Operations by Segment (continued)**

**For the year ended December 31, 2015**

	Administrative	Council/ Legislative	Public Works	Protective Services	Transportation	Environmental Health	Planning & Development	Recreation & Culture	Total 2015 Actual
<b>Revenues</b>									
Taxation, including grants in lieu of taxes	\$ 713,018	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 713,018
Grants - Government of Canada	-	-	-	-	-	-	-	-	-
Grants - Government of Yukon	13,922	1,359	-	-	-	14,930	94,799	-	125,010
Government of Yukon - block funding	59,765	100,000	490,000	100,000	175,000	350,000	380,000	-	1,734,765
Government of Yukon - capital funding	23,359	-	-	-	-	30,000	-	-	53,359
Government of Yukon - contributed assets	-	-	-	-	-	-	-	-	-
Equipment and property rental	53,279	-	-	-	-	-	-	-	53,279
Utility charges	-	-	-	-	-	153,066	-	-	153,066
User fees, admission fees, licenses, permits and fines	2,925	-	-	-	-	-	-	-	2,925
Sales of goods and services	1,430	-	12,003	-	30,053	-	-	16,568	60,054
Other revenue	39,631	-	10,650	-	716	270	1,603	14,408	67,278
Investment income	19,536	-	-	-	-	-	-	-	19,536
<b>Total revenue</b>	<b>926,865</b>	<b>101,359</b>	<b>512,653</b>	<b>100,000</b>	<b>205,769</b>	<b>503,336</b>	<b>126,533</b>	<b>505,775</b>	<b>2,982,290</b>
<b>Expenses</b>									
Operating									
Salaries and benefits	448,644	47,735	512,118	29,280	13,351	80,158	-	217,964	1,349,250
Bad debt provision	190,000	-	-	-	-	-	-	-	190,000
Other goods and services	32,466	39,198	-	182	98,684	60	79,238	107,007	356,835
Insurance	32,617	-	-	-	14,177	18,550	1,763	31,224	98,331
Interest and other	9,834	-	-	-	-	-	-	-	9,834
Training, travel and meetings	17,365	22,641	1,833	1,015	-	8,655	423	-	51,932
Communications	13,260	-	8,824	10,433	-	4,971	6,954	-	44,442
Utilities and fuel	17,863	-	38,062	16,088	21,512	83,291	116,210	-	293,026
Vehicles	-	-	-	7,563	-	11,689	-	-	19,252
Professional fees and consultants	74,650	-	-	-	-	17,345	-	-	91,995
Equipment and supplies	5,120	-	2,329	7,467	4,141	12,224	-	14,639	45,920
Repairs and maintenance	43,254	-	9,073	6,311	43,648	39,670	-	-	141,956
<b>Amortization</b>	<b>885,073</b>	<b>109,574</b>	<b>572,239</b>	<b>78,339</b>	<b>195,513</b>	<b>276,613</b>	<b>81,001</b>	<b>494,421</b>	<b>2,692,773</b>
	42,689	-	41,790	25,099	31,011	311,408	53,819	62,776	568,592
<b>Total expenses</b>	<b>927,762</b>	<b>109,574</b>	<b>614,029</b>	<b>103,438</b>	<b>226,524</b>	<b>588,021</b>	<b>134,820</b>	<b>557,197</b>	<b>3,261,365</b>
<b>Excess (deficiency) in revenues over expenses</b>	<b>\$ (897)</b>	<b>\$ (8,215)</b>	<b>\$ (101,376)</b>	<b>\$ (3,438)</b>	<b>\$ (20,755)</b>	<b>\$ (84,685)</b>	<b>\$ (8,287)</b>	<b>\$ (51,422)</b>	<b>\$ (279,075)</b>

