

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF COUNCIL
SUMMER VILLAGE OF GHOST LAKE

Report on the Consolidated Financial Statements

We have audited the accompanying consolidated financial statements of the Summer Village of Ghost Lake, which comprise of the consolidated statement of financial position as at December 31, 2017 and the consolidated statements of operations, change in net financial assets (debt), and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of these consolidated 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 consolidated 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 consolidated 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 consolidated financial statements are free from material misstatement.

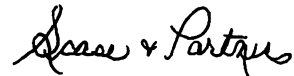
An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, 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 consolidated 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 consolidated 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 consolidated financial statements present fairly, in all material respects, the financial position of the Summer Village of Ghost Lake as at December 31, 2017, the results of its operations, change in its net financial assets (debt), and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

A handwritten signature in black ink, appearing to read "Scase & Partners", written in a cursive style.

February 3, 2018
Calgary, Alberta

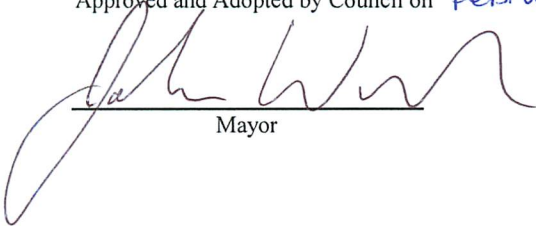
Professional Accountants

Summer Village of Ghost Lake

Consolidated Statement of Financial Position As at December 31, 2017

	2017 \$	2016 \$
FINANCIAL ASSETS		
Cash and temporary investments (Note 2)	407,962	598,120
Receivables		
Taxes and grants in lieu receivables		
Trade and other receivables	28,343	4,941
	<u>436,305</u>	<u>603,061</u>
LIABILITIES		
Accounts payable and accrued liabilities	22,205	19,798
Deferred revenue (Note 4)	81,909	278,656
	<u>104,114</u>	<u>298,454</u>
NET FINANCIAL ASSETS (DEBT)	<u>332,191</u>	<u>304,607</u>
NON-FINANCIAL ASSETS		
Tangible capital assets (Note 4, Schedule 2)	887,863	679,520
Prepaid expenses		125
	<u>887,863</u>	<u>679,645</u>
ACCUMULATED SURPLUS (Note 8)	<u>1,220,054</u>	<u>984,252</u>

Approved and Adopted by Council on February 13, 2018



Mayor



Administrator

The accompanying notes form an integral part of these financial statements

Summer Village of Ghost Lake

Consolidated Statement of Operations For the Year Ended December 31, 2017

	Budget \$ (Unaudited)	2017 \$	2016 \$
REVENUE			
Net municipal taxes (Schedule 3)	94,375	94,354	88,735
User fees and sales of goods		20,036	6,040
Government transfers for operating (Schedule 4)	8,818	19,818	19,216
Penalties and costs on taxes			720
Investment income	800	1,935	1,665
Other		3,111	1,235
Total Revenue	103,993	139,254	117,611
EXPENSES			
Legislative	2,550	1,981	2,269
Administrative	47,687	44,441	45,214
Fire	30,196	57,081	25,490
Common services	1,354	1,320	1,320
Roads, streets, walks, lighting	15,358	20,801	14,696
Storm system	97	97	2,934
Water supply and distribution	57	57	57
Waste management	11,820	9,866	11,435
Land use planning, zoning, development	5,000	2,260	11,518
Recreation and parks	16,742	16,322	16,010
Culture	1,357	856	822
Total Expenses	132,218	155,082	131,765
(SHORTFALL) EXCESS OF REVENUE OVER EXPENSES - BEFORE OTHER	(28,225)	(15,828)	(14,154)
OTHER			
Contributed assets	0	0	0
Government transfers for capital (Schedule 4)	280,000	251,630	6,081
(SHORTFALL) EXCESS OF REVENUE OVER EXPENSES	251,775	235,802	(8,073)
ACCUMULATED SURPLUS, BEGINNING OF YEAR	1,211,825	984,252	992,325
ACCUMULATED SURPLUS, END OF YEAR	1,463,600	1,220,054	984,252

The accompanying notes form an integral part of these financial statements

Summer Village of Ghost Lake

Consolidated Statement of Change in Net Financial Assets (Debt) For the Year Ending December 31, 2017

	Budget \$ (Unaudited)	2017 \$	2016 \$
EXCESS (SHORTFALL) OF REVENUES OVER EXPENSES	251,775	235,802	(8,073)
Acquisition of tangible capital assets	(250,000)	(253,230)	(20,531)
Contributed capital assets	(1,600)		
Amortization of tangible capital assets		44,887	38,059
	(251,600)	(208,343)	17,528
Acquisition of prepaid assets			(125)
Use of prepaid assets		125	1,095
	-	125	970
INCREASE (DECREASE) IN NET DEBT	175	27,584	10,425
NET FINANCIAL ASSETS (DEBT), BEGINNING OF YEAR	188,695	304,607	294,182
NET FINANCIAL ASSETS (DEBT), END OF YEAR	188,870	332,191	304,607

The accompanying notes form an integral part of these financial statements

Summer Village of Ghost Lake

Consolidated Statement of Cash Flows For the Year Ended December 31, 2017

	2017 \$	2016 \$
NET INFLOW (OUTFLOW) OF CASH RELATED TO THE FOLLOWING ACTIVITIES:		
OPERATING		
Shortfall of revenues over expenses	235,802	(8,073)
Non-cash items included in excess (shortfall) of revenues over expenses:		
Amortization of tangible capital assets	44,887	38,059
Tangible capital assets received as contributions		
Non-cash charges to operations (net change):		
Decrease (increase) in taxes and grants in lieu receivables	-	
Decrease (increase) in trade and other receivables	(23,403)	3,536
Decrease (increase) in prepaid expenses	125	970
Increase (decrease) in accounts payable and accrued liabilities	2,407	(452)
Increase (decrease) in deferred revenue	(196,746)	241,271
Cash provided by operating transactions	<u>63,072</u>	<u>275,311</u>
CAPITAL		
Acquisition of tangible capital assets	(253,230)	(20,531)
Sale of tangible capital assets	-	
Cash applied to capital transactions	<u>(253,230)</u>	<u>(20,531)</u>
CHANGE IN CASH AND EQUIVALENTS DURING THE YEAR	(190,158)	254,780
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	598,120	343,340
CASH AND CASH EQUIVALENTS, END OF YEAR	<u>407,962</u>	<u>598,120</u>
Cash and cash equivalents is made up of:		
Cash and temporary investments	407,962	598,120
Less: restricted portion of cash and temp investments (Note 2)	<u>(378,494)</u>	<u>(547,180)</u>
	<u>29,468</u>	<u>50,940</u>

The accompanying notes form an integral part of these financial statements

Summer Village of Ghost Lake

Schedule of Property and Other Taxes For the Year Ended December 31, 2017 Schedule 3

	Budget \$ (Unaudited)	2017 \$	2016 \$
TAXATION			
Real property taxes	214,379	214,359	205,217
Linear property taxes	340	339	332
(Over) under levy adjustment	0	0	0
	<u>214,719</u>	<u>214,698</u>	<u>205,549</u>
 REQUISITIONS			
Calgary RCSSD #1 Separate School Board	17,993	17,993	16,997
Alberta School Foundation Fund	102,351	102,351	99,817
	<u>120,344</u>	<u>120,344</u>	<u>116,814</u>
 NET MUNICIPAL TAXES			
	<u>94,375</u>	<u>94,354</u>	<u>88,735</u>

Summer Village of Ghost Lake

Schedule of Government Transfers For the Year Ended December 31, 2017 Schedule 4

	Budget	2017	2016
	\$	\$	\$
	(Unaudited)		
TRANSFERS FOR OPERATING:			
Provincial Government	8,818	19,818	19,216
Other Local Governments	0	0	0
	<u>8,818</u>	<u>19,818</u>	<u>19,216</u>
TRANSFERS FOR CAPITAL:			
Federal Government	0	24,055	0
Provincial Government	280,000	227,575	6,081
	<u>280,000</u>	<u>251,630</u>	<u>6,081</u>
	<u>288,818</u>	<u>271,448</u>	<u>25,297</u>

Summer Village of Ghost Lake

Schedule of Consolidated Expenditures by Object For the Year Ended December 31, 2017 Schedule 5

	Budget \$ (Unaudited)	2017 \$	2016 \$
CONSOLIDATED EXPENSES BY OBJECT			
Salaries, wages, and benefits	4,795	4,696	4,640
Contracted and general services	76,895	79,830	81,626
Purchases from other governments	50	16,743	2,005
Materials, goods, supplies, and utilities	10,450	7,578	4,636
Amortization of tangible capital assets	38,183	44,887	38,059
Bank charges		553	38
Other expenditures	1,345	795	761
	131,718	155,082	131,765

Summer Village of Ghost Lake
Schedule of Tangible Capital Assets
For the Year Ended December 31, 2017
Schedule 2

	LAND	LAND IMPROVEMENT	BUILDINGS	ENGINEERED STRUCTURES			MACHINERY and EQUIPMENT	VEHICLES	2017 \$	2016 \$
				ROADS and STREETS	WATER SYSTEM	STORM SYSTEM				
COST:										
BALANCE, BEGINNING OF YEAR	36,970	130,766	430,298	343,365	4,298	7,284	31,287	25,022	1,009,289	988,758
Acquisition of tangible capital assets			-	251,630			1,600	-	253,230	14,450
Construction - in - progress									-	6,081
Disposal of tangible capital assets									-	-
Write down of tangible capital assets									-	-
BALANCE, END OF YEAR	36,970	130,766	430,298	594,996	4,298	7,284	32,887	25,022	1,262,519	1,009,289
ACCUMULATED AMORTIZATION:										
BALANCE, BEGINNING OF YEAR	-	88,369	81,335	115,268	1,509	3,059	23,622	16,607	329,769	291,710
Annual amortization		3,930	16,979	20,801	57	97	1,241	1,782	44,887	38,059
Accumulated amortization on disposals									-	-
BALANCE, END OF YEAR	-	92,298	98,314	136,069	1,566	3,156	24,863	18,389	374,656	329,769
NET BOOK VALUE OF TANGIBLE CAPITAL ASSETS	36,970	38,467	331,984	458,926	2,732	4,128	8,023	6,633	887,863	679,520
2016 NET BOOK VALUE OF TANGIBLE CAPITAL ASSETS	36,970	42,397	348,963	228,097	2,789	4,225	7,664	8,415	679,520	

SUMMER VILLAGE OF GHOST LAKE
Schedule of Changes in Accumulated Surplus
For the Year Ended December 31, 2017
Schedule 1

	Unrestricted Surplus	Restricted Surplus	Equity in Tangible Capital Assets	2017 \$	2016 \$
BALANCE, BEGINNING OF YEAR	51,957	252,774	679,520	984,251	992,325
Excess (deficiency) of revenues over expenses	235,803	-	-	235,803	(8,074)
Unrestricted funds designated for future use	(29,260)	29,260	-	-	-
Restricted funds used for capital assets		(1,600)	1,600		
Current year funds used for tangible capital assets	(251,630)		251,630	-	
Restricted funds used for operations	200	(200)			
Annual amortization expense	44,887	-	(44,887)	-	-
Change in accumulated surplus	-	27,460	208,343	235,803	(8,074)
BALANCE, END OF YEAR	51,957	280,234	887,863	1,220,054	984,251

SUMMER VILLAGE OF GHOST LAKE

Schedule of Segmented Disclosure
For the Year Ended December 31, 2017
Schedule 6

	General Government	Protective Services	Transportation Services	Planning & Development	Recreation & Culture	Environmental Services	Other	Total \$
REVENUE								
Net municipal taxes	94,354							94,354
Government transfers	8,558	10,000	251,630		1,260			271,448
User fees and sales of goods	90	16,742			3,203			20,035
Investment income	1,936							1,936
Other revenues	3,111							3,111
	108,049	26,742	251,630	-	4,463	-	-	390,884
EXPENSES								
Contract & general services	44,197	14,920		2,260	8,587	9,866		79,830
Purchases from other governments		16,742						16,742
Salaries & wages	1,824				2,872			4,696
Goods & supplies	308	6,374			897			7,579
Transfers to local boards					795			795
Other expenses	36	517						553
	46,365	38,553	-	2,260	13,151	9,866	-	110,195
NET REVENUE, BEFORE AMORTIZATION	61,684	(11,811)	251,630	(2,260)	(8,688)	(9,866)	-	280,689
Amortization expense	(56)	(18,528)	(22,121)		(4,028)	(154)		(44,887)
NET REVENUE	61,628	(30,339)	229,509	(2,260)	(12,716)	(10,020)	-	235,802

**Summer Village of Ghost Lake
Notes to Financial Statements
For the Year ended December 31, 2017**

1. SIGNIFICANT ACCOUNTING POLICIES

The consolidated financial statements for the Summer Village of Ghost Lake are the representations of management prepared in accordance with Canadian accounting standards for the public sector as established by the Public-Sector Accounting Board of CPA Canada. Significant aspects of the accounting policies adopted by the Summer Village of Ghost Lake are as follows:

a) Reporting Entity

The consolidated financial statements reflect the assets, liabilities, revenues and expenditures and changes in the fund balances and in financial position of the reporting entity which comprises all the organizations that are accountable for the administration of their financial affairs and resources to the Council and are owned or controlled by the municipality.

The schedule of taxes levied also includes requisitions for education that are not part of the municipal reporting entity.

The statements exclude trust assets that are administered for the benefit of external parties. Interdepartmental and organizational transactions and balances are eliminated.

b) Basis of Accounting

The financial statements are prepared using the accrual basis of accounting. The accrual basis of accounting records revenue as it is earned and measurable. Expenses are recognized as they are incurred and measurable based upon receipt of goods or services and/or the legal obligation to pay.

Funds from external parties and earnings thereon restricted by agreement or legislation are accounted for as deferred revenue until used for the purpose specified.

Government transfers, contributions and other amounts are received from third parties pursuant to legislation, regulation or agreement and may only be used for certain programs, in the completion of specific work, or for the purchase of tangible capital assets. In addition, certain user charges and fees are collected for which the related services have yet to be performed. Revenue is recognized in the period when the related expenses are incurred, services performed or the tangible capital assets are acquired.

**Summer Village of Ghost Lake
Notes to Financial Statements
For the Year ended December 31, 2017**

c) Use of Estimates

The preparation of financial statements in conformity with Canadian accounting standards for the public sector requires management to make estimates and assumptions that affect the reported amount 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 expenditure during the period. Where measurement uncertainty exists, the financial statements have been prepared within reasonable limits of materiality. Actual results could differ from those estimates.

d) Requisition Over-levy and Under-levy

Over levies and under-levies arise from the difference between the actual property tax levy made to cover each requisition and the actual amount requisitioned.

If the actual levy exceeds the requisition, the over-levy is accrued as a liability and property tax revenue is reduced. Where the actual levy is less than the requisition amount, the under-levy is accrued as a receivable and as property tax revenue.

Requisition tax rates in the subsequent year are adjusted for any over-levies or under-levies of the prior year.

e) Government Transfers

Government transfers are the transfer of assets from senior levels of government that are not the result of an exchange transaction, are not expected to be repaid in the future, or the result of a direct financial return.

Government transfers are recognized in the financial statements as revenues in the period in which events giving rise to the transfer occur, providing the transfers are authorized, the eligibility criteria has been met, and reasonable estimates of the amounts can be determined.

f) Investments

Investments are recorded at amortized cost. Investment premiums and discounts are amortized on the net present value basis over the term of the respective investments. When there has been a loss in value that is other than a temporary decline, the respective investment is written down to recognize the loss.

**Summer Village of Ghost Lake
Notes to Financial Statements
For the Year ended December 31, 2017**

g) Tax Revenue

Tax revenues are recognized when the tax has been authorized by bylaw and the taxable event has occurred.

School requisition amounts are provided by the province of Alberta and operate as a flow through of funds that are excluded from municipal revenue.

h) Non-Financial Assets

Non-financial assets are not available to discharge existing liabilities and are held for use in the provision of services. They have useful lives extending beyond the current year and are not intended for sale in the normal course of operations. The change in non-financial assets during the year, together with the excess of revenues over expenses, provides the consolidated Change in Net Financial Assets (Debt) for the year.

i. Tangible Capital Assets

Tangible capital assets are recorded at cost which includes all amounts that are directly attributable to acquisition, construction, development or betterment of the asset. The cost, less residual value, of the tangible capital assets is amortized on a straight-line basis over the estimated useful life as follows:

Type of Asset	Maximum Useful Life
Land Improvements	15-25
Buildings	25-50
Engineered Structures	5-45
Equipment	5-30
Vehicles	10-25

Assets under construction are not amortized until the asset is available for productive use.

ii) Contributions of Tangible Capital Assets

Tangible capital assets received as contributions are recorded at fair value at the date of receipt and are also recorded as revenue.

iii) Leases

Leases are classified as capital or operating leases. Leases which transfer substantially all of the benefits and risks incidental to ownership of property are accounted for as capital leases. All other leases are accounted for as operating leases and the related lease payments are charged to expenses.

**Summer Village of Ghost Lake
Notes to Financial Statements
For the Year ended December 31, 2017**

iv) Cultural and Historical Tangible Capital Assets

Works of art for display are not recorded as tangible capital assets but are disclosed.

2. CASH AND TEMPORARY INVESTMENTS

	2017	2016
	\$	\$
Cash	12,962	23,120
Temporary Investments	395,000	575,000
Total Cash and Temporary Investments	<u>407,962</u>	<u>598,120</u>

Guaranteed Investment Certificates have an effective interest rate of .70% and mature in less than one year.

Restricted Cash

	2017	2016
	\$	\$
Restricted surplus	280,234	252,774
Deferred revenue	81,909	278,656
Development deposit	16,350	15,750
	<u>378,493</u>	<u>547,180</u>

3. DEFERRED REVENUE

	2017	2016
	\$	\$
Municipal Sustainability – Capital	61,919	242,941
Basic Municipal Transportation Grant		
Federal Gas Tax Fund		14,674
ACP – Collaboration Grant	19,690	19,817
Prepaid Taxes	300	1,224
	<u>81,909</u>	<u>278,656</u>

**Summer Village of Ghost Lake
Notes to Financial Statements
For the Year ended December 31, 2017**

4. TANGIBLE CAPITAL ASSETS

	<u>2017</u> <u>Cost</u>	<u>2016</u> <u>Cost</u>
Net Book Value		
Land	36,970	36,970
Land Improvements	38,467	42,397
Buildings	331,984	348,963
Roads	458,926	228,097
Water system	2,732	2,789
Storm system	4,128	4,225
Machinery, equipment & furnishings	8,023	7,664
Vehicles	6,633	8,415
	<u>887,863</u>	<u>679,520</u>

5. SALARY AND BENEFITS DISCLOSURE

Disclosure of salaries and benefits for municipal officials, the chief administrative officer and designated officers as required by Alberta Regulation 313/2000 is as follows:

	Contract/ Remuneration	2017 Benefits & Allowances	Total	2016 Total
Councillor Brian Oblak	221		221	500
Councillor Noel Betts	221		221	500
Councillor Warren Wilson	500		500	500
Councillor Walsh	279		279	
Councillor Carrier	279		279	
Chief Administrative Officer	28,511	776	29,287	30,690

1. Contract includes regular pay, general office expenses and equipment rental
2. Benefits and allowances include mileage reimbursement

**Summer Village of Ghost Lake
Notes to Financial Statements
For the Year ended December 31, 2017**

6. DEBT LIMITS

	2017	2016
	\$	\$
Total Debt Limit	208,880	176,611
Total Debt		
Amount total debt limit exceeded	<u>208,880</u>	<u>176,611</u>
Service on debt limit	34,813	29,403
Service on debt		
Amount service on debt limited exceeded	<u>34,813</u>	<u>29,403</u>

Section 276(2) of the Municipal Government Act requires that debt and debt limits as defined by Alberta Regulation 255/00 for the Summer Village of Ghost Lake be disclosed as follows:

The debt limit is calculated at 1.5 times revenue of the municipality (as defined in Alberta Regulation 255/2000 and the debt service limit is calculated at 0.25 times such revenue. Incurring debt beyond these limitations requires approval by the Minister of Municipal Affairs. These thresholds are guidelines used by Alberta Municipal Affairs to identify municipalities, which could be at financial risk if further debt is acquired. The calculation taken alone does not represent the financial stability of the municipality. Rather, the financial statements must be interpreted as a whole.

7. EQUITY IN TANGIBLE CAPITAL ASSETS

	2017	2016
	\$	\$
Tangible capital assets (Schedule 1)	1,262,519	1,009,289
Accumulated amortization (Schedule 1)	<u>(374,656)</u>	<u>(329,769)</u>
	<u>887,863</u>	<u>679,520</u>

**Summer Village of Ghost Lake
Notes to Financial Statements
For the Year ended December 31, 2017**

8. ACCUMULATED SURPLUS

	2016	2016
	\$	\$
Unrestricted surplus (deficit)	51,957	51,957
Restricted surplus		
RESERVES - ALET		5,825
RESERVES - AMBULANCE		653
RESERVES - CAPITAL PUBLIC WORKS	150,223	143,915
RESERVES - CONTINGENCY	56,687	34,005
RESERVES - REC & PARKS	5,384	4,281
RESERVES - REC BOARD	7,028	7,113
RESERVES – MR	33,290	32,000
RESERVES - FIRE	14,137	15,737
RESERVES - REC GOODS	500	500
RESERVES - PLANNING COMMITTEE	4,590	850
RESERVES – BYLAW	5,000	5,000
RESERVES - ROAD OPR	221	221
RESERVES - LIBRARY	640	140
RESERVES MSI INTEREST	34	34
RESERVES GENERAL	2,500	2,500
Equity in tangible capital assets	<u>887,863</u>	<u>679,520</u>
	<u><u>1,220,054</u></u>	<u><u>984,251</u></u>

9. SEGMENTED DISCLOSURE

The Summer Village of Ghost Lake provides a range of services to its ratepayers. For each reported segment, revenues and expenses represent both amounts that are directly attributable to the segment and amounts that are allocated on a reasonable basis. The accounting policies used in these segments are consistent with those followed in the preparation of the financial statements as disclosed in Note 1.

Summer Village of Ghost Lake
Notes to Financial Statements
For the Year ended December 31, 2017

10. CONTINGENCIES

The Summer Village of Ghost Lake is a member of the Alberta Municipal Insurance Exchange (MUNIX). Under the terms of the membership, the Summer Village of Ghost Lake could become liable for its proportionate share of any claim losses in excess of the funds held by the exchange. Any liability incurred would be accounted for as a current transaction in the year the losses are determined.

11. FINANCIAL INSTRUMENTS

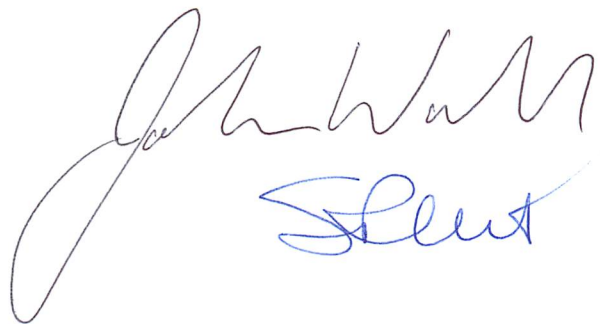
The Summer Village's financial instruments consist of cash and temporary investments, receivables, accounts payable, deposit liabilities and accrued liabilities. It is management's opinion that the Summer Village is not exposed to significant interest, or currency risk arising from these financial statements.

The Summer Village is subject to credit risk with respect to taxes and other receivables. Credit risk arises from the possibility that taxpayers and entities to which the Summer Village provides services may experience financial difficulty and be unable to fulfill their obligations. The large number and diversity of taxpayers and customers minimize the credit risk.

Unless otherwise noted, the fair value of these financial instruments approximates fair value.

12. APPROVAL OF FINANCIAL STATEMENTS

Council and Management have approved these financial statements.



A handwritten signature in black ink, appearing to read 'John W. M.', is written over a blue ink signature that appears to read 'S. Leet'.

**Summer Village of Ghost Lake
Notes to Financial Statements
For the Year ended December 31, 2017**

MANAGEMENT REPORT

The accompanying consolidated financial statements and other information contained in this Financial Report are the responsibility of the management of the Summer Village of Ghost Lake.

These consolidated financial statements have been prepared by management. Financial statements are not precise since they include certain amounts based on estimated and judgments. Management has determined such amounts on a reasonable basis in order to ensure that the financial statements are presented fairly, in all material respects.

The Summer Village maintains systems of internal accounting and administrative controls that are designed to provide reasonable assurance that the financial information is relevant, reliable and accurate and that the Summer Village's assets are properly accounted for and adequately safeguarded.

The elected Council of the Summer Village of Ghost Lake is responsible for ensuring that management fulfills its responsibilities for financial reporting and is ultimately responsible for reviewing and approving the financial statements.

The Council meets regularly with management to discuss internal controls over the financial reporting process, auditing matters and financial reporting issues, and to satisfy itself that each party is properly discharging its responsibilities. The Council also approves the engagement or re-appointment of the external auditors. The Council reviews the financial reports.

The consolidated financial statements have been audited by Scase & Partners, Professional Accountants, the external auditors, in accordance with Canadian generally accepted auditing standards on behalf of Council, residents and ratepayers of the Summer Village. Scase & Partners Professional Accountants has full and free access to Council.

S. Plett
Chief Administrative Officer
February 3, 2018