



Consolidated Financial Statements

Village of Perth-Andover

December 31, 2015

Village of Perth-Andover
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Year Ended December 31, 2015

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Financial Statement Review and Approval

The consolidated financial statements of the Village of Perth-Andover have been prepared in accordance with Canadian public sector accounting standards. When alternative accounting methods exist, management has chosen those it deems most appropriate in the circumstances. These statements include certain amounts based on management's estimates and judgments. Management has determined that these amounts are calculated based on a reasonable basis in order to ensure that the financial statements are presented fairly in all material respects.

The integrity and reliability of the Village of Perth-Andover's reporting systems are achieved through the use of formal policies and procedures, the careful selection of employees and an appropriate division of responsibilities. These systems are designed to provide reasonable assurance that the financial information is reliable and accurate.

The Mayor and Council are responsible for ensuring that management fulfills its responsibility for financial reporting and is ultimately responsible for reviewing and approving the financial statements. The Council meets periodically with management and the auditors to review significant accounting, reporting and internal control matters.

The consolidated financial statements have been audited on behalf of the Council by Grant Thornton LLP, in accordance with Canadian generally accepted auditing standards.

The accompanying consolidated financial statements of the Village of Perth-Andover are the responsibility of management and have been reviewed and approved by:

Mayor

Councilor

Perth-Andover, NB
July 11, 2016

Independent Auditors' Report

To the Mayor and Councilors of the Village of Perth-Andover

We have audited the accompanying consolidated financial statements of the Village of Perth-Andover as at December 31, 2015, which comprise of the consolidated statement of revenue and expenditures, the consolidated statement of financial position, the consolidated statement of changes in net assets, the consolidated statement of 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.

Auditors' 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

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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 qualified audit opinion.

Basis for Qualified Opinion

In common with many not-for-profit organizations, Village of Perth-Andover derives revenue from fundraising activities the completeness of which is not susceptible to satisfactory audit verification. Accordingly, verification of these revenues was limited to the amounts recorded in the records of Village of Perth-Andover. Therefore, we were not able to determine whether any adjustments might be necessary to fire lottery revenue, annual surplus, and cash flows from operations for the year ended December 31, 2015, current assets and net assets as at January 1, 2015 and December 31, 2015

Qualified Opinion

In our opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph, the consolidated financial statements present fairly, in all material respects, the financial consolidated position of Village of Perth-Andover as at December 31, 2015 and the consolidated results of its operations, change in net assets and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Other Matter

Our audit was conducted for the purposes of forming an opinion on the consolidated financial statements taken as a whole. Schedules 3 and 5 on pages 15 and 17 are presented for purposes of additional information and are not a required part of the consolidated financial statements. Such information has been subjected to the auditing procedures applied, only to the extent necessary to express an opinion, in the audit of the financial statements taken as a whole.

Perth-Andover, NB
July 11, 2016



Chartered Professional Accountants

Village of Perth-Andover

Consolidated Statement of Revenue and Expenditures

Year Ended December 31, 2015

	Budget (Schedule 2) 2015	2015	2014
Revenue			
Warrant of assessment	\$ 1,402,926	\$ 1,402,926	\$ 1,314,882
Unconditional grants	300,869	300,869	283,061
Services to other governments	207,724	206,116	173,571
Sales of services			
Recreation and cultural services	175,217	278,540	313,963
Water and sewer	560,165	565,523	529,992
Light commission	3,192,542	3,096,192	3,060,512
Other revenue from own sources	40,096	102,637	219,079
Conditional grants	-	-	98,530
Flood recovery	-	-	87,412
Investment income	-	116,195	212,496
Fire lottery	-	592,251	650,465
	<u>5,879,539</u>	<u>6,661,249</u>	<u>6,943,963</u>
Expenses (Schedule 1)			
General government services	329,173	486,472	509,312
Protective services	612,659	608,470	598,509
Transportation services	572,309	544,209	508,868
Environmental health services	98,000	92,783	89,493
Environmental development services	175,303	130,073	160,290
Recreation and cultural services	715,713	748,636	789,515
Water and sewer	630,546	644,517	668,238
Light commission	3,191,038	3,099,447	3,037,794
Fire lottery	-	389,502	454,635
	<u>6,324,741</u>	<u>6,744,109</u>	<u>6,816,654</u>
Annual surplus (deficiency) (Schedule 3)	(445,202)	(82,860)	127,309
Accumulated surplus, beginning of year	-	19,039,309	18,912,000
Accumulated surplus, end of year	<u>\$ -</u>	<u>\$ 18,956,449</u>	<u>\$ 19,039,309</u>

See notes to financial statements

Village of Perth-Andover**Consolidated Statement of Financial Position****Year Ended December 31, 2015**

	2015	2014
Financial assets		
· Cash (Note 3)	\$ 443,389	\$ 178,289
· Marketable securities (Note 3)	3,746,313	3,530,890
· Accounts receivable	1,397,393	2,175,680
	<u>5,587,095</u>	<u>5,884,859</u>
Liabilities		
· Accounts payable	891,213	1,264,496
· Deferred income	67,342	88,708
	<u>958,555</u>	<u>1,353,204</u>
Net assets	<u>4,628,540</u>	<u>4,531,655</u>
Non-financial assets		
· Tangible capital assets (Schedule 4)	14,122,793	14,295,742
· Inventory	191,382	207,844
· Prepaid expenses	13,734	4,068
	<u>14,327,909</u>	<u>14,507,654</u>
Accumulated Surplus	<u>\$ 18,956,449</u>	<u>\$ 19,039,309</u>

See notes to financial statements

Village of Perth-Andover**Consolidated Statement of Changes in Net Assets****Year Ended December 31, 2015**

	Budget	2015	2014
Annual surplus (deficiency)	\$ (445,202)	\$ (82,860)	\$ 127,310
Purchase of tangible capital assets	(575,053)	(657,863)	(870,278)
Amortization of tangible capital assets	810,952	810,952	791,728
Net disposal of tangible capital assets	-	19,860	3,234
Change in prepaid expenses	-	(9,666)	(265)
Change in Inventory	-	16,462	(16,186)
	(209,303)	96,885	35,543
Net assets, beginning of year	4,531,655	4,531,655	4,496,112
Net assets, end of year	\$ 4,322,352	\$ 4,628,540	\$ 4,531,655

See notes to financial statements

Village of Perth-Andover
Consolidated Statement of Cash Flows
Year Ended December 31, 2015

	2015	2014
Operating activities		
Annual surplus (deficiency)	\$ (82,860)	\$ 127,309
Items not affecting cash:		
Amortization of tangible capital assets	810,952	791,728
Loss on disposal of tangible capital assets	12,975	3,235
	<u>741,067</u>	<u>922,272</u>
Changes in non-cash working capital:		
Accounts receivable	778,287	508,277
Accounts payable	(373,282)	(230,201)
Deferred income	(21,366)	58,314
Inventory	16,462	(16,186)
Prepaid expenses	(9,667)	(265)
	<u>390,434</u>	<u>319,939</u>
Cash flow from operating activities	<u>1,131,501</u>	<u>1,242,211</u>
Investing activities		
Marketable securities	(215,423)	(255,113)
Purchase of tangible capital assets	(657,863)	(870,278)
Proceeds on disposal of tangible capital assets	6,885	-
	<u>(866,401)</u>	<u>(1,125,391)</u>
Cash flow used by investing activities	<u>(866,401)</u>	<u>(1,125,391)</u>
Increase in cash flow	265,100	116,820
Cash - beginning of year	178,289	61,469
Cash - end of year (Note 3)	\$ 443,389	\$ 178,289

See notes to financial statements

Village of Perth-Andover

Notes to Consolidated Financial Statements

Year Ended December 31, 2015

1. Description of entity

The Village of Perth-Andover is incorporated and operates under the provisions of the Province of New Brunswick Municipalities Act.

The Village provides municipal services such as police, fire, public works, engineering, parks and recreation, community development and general government operations.

2. Summary of significant accounting policies

The consolidated financial statements of the Municipality are the representations of management prepared in accordance with local government accounting standards established by the Public Sector Accounting Board ("PSAB") of the Canadian Institute of Chartered Accountants.

Management maintains a system of internal controls to provide reasonable assurance that reliable financial information is produced. The internal controls are designed to provide reasonable assurance that assets are safeguarded, transactions are properly authorized and recorded in compliance with legislative and regulatory requirement, and reliable financial information is available on a timely basis for preparation of the consolidated financial statements.

The focus of Public Sector Accounting (PSA) financial statements is on the financial position of the Municipality and the changes thereto. The consolidated statement of financial position includes all of the assets and liabilities of the Municipality.

Significant aspects of the accounting policies adopted by the Municipality are as follows:

Reporting entity

The consolidated financial statements reflect the assets, liabilities, revenue and expenditures, changes in net debt and cash flows of the reporting entity. The reporting entity is comprised of all organizations and enterprises that are owned or controlled by the Municipality and are, therefore, accountable to the Council for the administration of their financial affairs and resources.

There are no other organizations or entities included in these consolidated financial statements.

Inter-departmental and organizational transactions and balances are eliminated.

Budget

The budget figures contained in these financial statements were approved by Council on January 19, 2015 and were approved by the Minister of Local Government on January 30, 2015.

Revenue recognition

Unrestricted revenue is recorded on an accrual basis and is recognized when collection is reasonably assured.

Restricted contributions are recognized as revenue in the year in which the related expenses are incurred.

Other revenue is recorded when it is earned and collection is reasonably assured.

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Village of Perth-Andover

Notes to Consolidated Financial Statements

Year Ended December 31, 2015

2. Summary of significant accounting policies *(continued)*

Segmented information

The Municipality is a diversified municipal unit that provides a wide range of services to its residents. For management reporting purposes, the Municipality's operations and activities are organized and reported by function. This presentation was created for the purpose of recording specific activities to attain certain objectives in accordance with special regulations, restrictions and limitations. Municipal services are provided by departments as follows:

General government services

This department is responsible for the overall governance and financial administration of the Municipality. This includes council functions, general and financial management, legal matters and compliance with legislation as well as civic relations.

Protective services

This department is responsible for the provision of policing services, fire protection, emergency measures, animal control and other protective measures.

Transportation services

This department is responsible for common services, road and street maintenance, street lighting and other transportation related functions.

Environmental health services

This department is responsible for the provision of waste collection and disposal for planning and zoning, community development, tourism and other municipal development and promotion services.

Recreation and cultural services

This department is responsible for the maintenance and operations of recreational and cultural facilities, including the swimming pool, arena, parks and playgrounds and other recreational and cultural facilities.

Water supply

This department is responsible for the provision of water and sewer services including the maintenance and operation of the underground networks and lagoons.

Light commission

This department is responsible for the provision of electric power services including the maintenance and operation of power lines and substations.

Fire lottery

The village operates a lottery to raise funds to assist in the purchasing of necessary equipment and supplies for the use of the fire department in providing protection services.

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Village of Perth-Andover**Notes to Consolidated Financial Statements****Year Ended December 31, 2015**

2. Summary of significant accounting policies (continued)**Reserve funds**

Certain amounts, as approved by council, are set aside in reserves and reserve funds for future operating and capital purposes. Transfers to and from reserves and reserve funds are recorded as an adjustment within accumulated surplus. Schedule 5 "Schedule of Reserve Fund Balances" to the consolidated financial statements is included to show the reserve fund balances as supplementary information.

Sick leave benefits

The Village provides every employee who works full time hours a sick leave entitlement that accumulates at a rate of 1.25 days for each calendar month. Management employees can accumulate a maximum of 180 days, while other employees can accumulate up to 90 days. An employee can take a leave with pay for an amount of time equal to the accumulated sick leave. The estimated obligation at the end of the year has been accrued. The sick leave is a non-vesting benefit and is unfunded.

Government transfers

Government transfers are transfers of monetary or tangible capital assets from a government to an individual, an organization or another government that are not the result of an exchange transaction, expected to be repaid in the future or expected to produce a direct financial return. Government transfers received are recognized in the financial statements as revenue when the transfers are authorized and all eligibility criteria have been met except when there is a stipulation that gives rise to an obligation that meets the definition of a liability. In that case, the transfer is recorded as a liability and recognized as revenue as the stipulations are met.

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 for the year.

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Village of Perth-Andover

Notes to Consolidated Financial Statements

Year Ended December 31, 2015

2. Summary of significant accounting policies (continued)

Tangible capital assets

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

Land improvements	5 - 80 years
Buildings	15 - 80 years
Computer equipment	5 - 10 years
Distribution and lighting systems	10 - 40 years
Equipment	5 - 80 years
Infrastructure	10 - 80 years
Motor vehicles	5 - 10 years
Water and sewer systems	25 - 60 years

Assets under construction are not amortized until the asset is available for productive use, at which time they are transferred to their respective tangible capital asset categories.

Amortization is not recognized in the year assets are acquired.

Supplies inventory

Inventory is valued at the lower of cost and net realizable value with the cost being determined on a first-in, first-out basis.

Use of estimates

The preparation of the consolidated financial statements in accordance with Canadian public sector standards requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, disclosure of contingent assets and liabilities at the date of the consolidated financial statements and the reported amounts of revenue and expenses during the reporting period. These estimates are reviewed periodically and as adjustments become necessary, they are reported in earnings in the period in which they become known. Significant estimates reported in these financial statements include amortization of tangible capital assets, accrued sick leave obligation and the estimated proceeds to be received from a flood insurance policy. Actual results may differ from those estimates.

As a result of a flood in 2012 the municipality filed an insurance claim to recover costs incurred. Management has estimated that sufficient funds will be recovered from the insurance claim and/or disaster relief assistance to recover amounts included in accounts receivable.

3. Cash and marketable securities

	2015	2014
Unrestricted	\$ 443,389	\$ 178,289

In addition to the above, as outlined on Schedule 5, the municipality has marketable securities of \$3,746,313 and interfund loan receivables of \$943,770, giving total assets of \$4,690,083, which are all internally restricted. (2014 - \$4,664,168)

Village of Perth-Andover**Notes to Consolidated Financial Statements****Year Ended December 31, 2015**

4. Due from (to) federal government and its agencies

	2015	2014
Canada Revenue Agency - Harmonized sales tax	\$ 58,806	\$ 84,682
Department of Environment & Local Government	209,843	76,745
Department of Transportation	10,203	10,603
Minister of Finance	(99,855)	(85,262)
Minister of Finance - Payroll deductions	(21,444)	(14,159)
	<hr/>	
	\$ 157,553	\$ 72,609

5. Operating borrowing

As prescribed in the Municipalities Act of New Brunswick, borrowing to finance General Fund operations is limited to 4% of the Municipality's budget. Borrowing to finance Utility Fund operations is limited to 50% of the operating budget for the year. In 2015, the Municipality has complied with these restrictions.

6. Inter-fund borrowing

The Municipal Financial Reporting Manual requires that short term inter-fund borrowings be repaid in the year unless the borrowing is for a capital project.

A loan payable from the General Operating Fund to the Reserve Fund of \$800,000 is not in compliance with the requirements. The Municipality intends on eliminating these balances in the next year from the proceeds of an insurance claim and/or disaster relief program.

7. Water cost transfer

The Municipality's water cost transfer is within the maximum allowable by Regulation based on the applicable percentage of system expenditures for the population.

8. Water and sewer fund surplus / deficit

The Municipalities Act required Water and Sewer Fund surplus/deficit amounts to be absorbed into one or more of four Operating Budgets commencing with the second next ensuing year. The balance of the surplus/deficit at the end of the year consists of:

	2015	2014
2015 Surplus	\$ 81,578	\$ -
2014 Surplus	19,305	19,305
2013 Surplus	-	101,370
	<hr/>	
	\$ 100,883	\$ 120,675

Village of Perth-Andover
 Schedule of Segment Disclosure
 (Schedule 1)
 Year Ended December 31, 2015

	General government	Protection	Transportation	Environmental health & development	Recreation and cultural	Water & sewer	Light Commission	Fire Lottery	Reserves Consolidated	2015 Consolidated	2014 Consolidated
Revenues											
Warrant of assessment	\$ 192,709	\$ 355,378	\$ 314,559	\$ 149,044	\$ 391,236	\$ -	\$ -	\$ -	\$ -	\$ 1,402,926	\$ 1,314,882
Unconditional grant	41,327	76,214	67,460	31,994	83,904	-	-	-	-	300,869	283,060
Services provided to other governments	46,474	157,800	-	-	-	-	-	-	-	204,274	173,571
Sale of services	-	-	-	-	280,384	565,523	3,096,192	-	-	3,942,089	3,904,468
Other revenue from own sources	83,732	-	-	-	-	2,941	16,876	-	-	103,65	219,079
Conditional grants	-	-	-	-	-	-	-	-	-	-	98,530
Flood recovery	-	-	-	-	-	-	-	-	-	-	87,412
Investment income (net)	-	-	-	-	-	-	-	115,180	115,180	115,180	212,488
Fire lottery	-	-	-	-	-	-	-	592,251	592,251	592,251	650,465
	364,243	589,392	382,019	181,008	755,524	568,464	3,113,168	592,251	115,180	6,661,249	6,943,665
Expenses											
Salaries and benefits	175,771	4,132	-	4,198	176,157	202,365	134,698	-	-	697,311	872,142
Goods and services	297,615	519,164	275,150	209,057	417,540	229,483	2,885,360	389,502	-	5,222,871	5,148,551
Amortization	7,086	85,174	269,059	9,601	154,939	211,564	73,529	-	-	810,952	791,728
Loss on disposal of TCA	6,000	-	-	-	-	1,115	5,880	-	-	12,975	3,235
	486,472	608,470	544,209	222,856	748,636	644,517	3,089,447	389,502	-	6,744,109	6,816,656
Surplus (deficit) for the year	\$ (122,229)	\$ (19,078)	\$ (162,190)	\$ (41,848)	\$ 6,888	\$ (76,053)	\$ 13,721	\$ 202,749	\$ 115,180	\$ (82,860)	\$ 127,309

Village of Perth-Andover
 Reconciliation of Operating Budget to PSAB Budget
 (Schedule 2)

Year Ended December 31, 2015

	General Operating Budget	Water and Sewer Operating Budget	Light Commission Operating Budget	Amortization	Transfers	2015
Revenue						
Warrant of assessment	\$ 1,402,926	\$ -	\$ -	\$ -	\$ -	\$ 1,402,926
Unconditional grant	300,869	-	-	-	-	300,869
Services to other governments	207,724	-	-	-	-	207,724
Sales of services	200,617	-	-	-	-	-
Recreation and cultural services	-	-	-	-	(25,400)	175,217
Water and sewer	-	565,165	-	-	(5,000)	560,165
Light commission	-	-	3,192,542	-	-	3,192,542
Other revenue from own source	22,196	54,700	7,200	-	(44,000)	40,096
Conditional transfers	110,186	-	-	-	(110,186)	-
Surplus of second previous year	7,696	101,370	237	-	(109,303)	-
Fiscal services	-	-	100,000	-	(100,000)	-
	2,252,214	721,235	3,299,979	-	(393,889)	5,879,539
Expenses						
General government services	346,287	-	-	7,086	(24,200)	329,173
Protective services	566,485	-	-	85,174	(39,000)	612,659
Transportation services	307,750	-	-	269,059	(4,500)	572,309
Environmental health services	98,000	-	-	-	-	98,000
Environmental development services	165,702	-	-	9,601	-	175,303
Recreation and cultural services	562,474	-	-	154,939	(1,700)	715,713
Light commission	-	-	3,206,331	73,529	(86,822)	3,191,038
Water and sewer	-	445,346	-	211,564	(26,364)	630,546
Fiscal services	205,516	275,889	93,648	-	(575,053)	-
	2,252,214	721,235	3,299,979	810,952	(759,639)	6,324,741
	\$ -	\$ -	\$ -	\$ (810,952)	\$ 365,750	\$ (445,202)

See notes to financial statements

Village of Perth-Andover
Reconciliation of Annual Surplus
(Schedule 3)
Year Ended December 31, 2015

	General Operating Fund	Water and Sewer Operating Fund	Light Commission Operating Fund	2015
2015 annual surplus (deficit) per PSAB	\$ (80,947)	\$ (61,831)	\$ 59,918	\$ (82,860)
Adjustments to 2015 annual surplus (deficit) for funding requirements				
Amortization of tangible capital assets	525,859	211,564	73,529	810,952
Tangible capital asset additions	(288,876)	(183,865)	(185,122)	(657,863)
Second previous year's surplus	7,696	101,370	237	109,303
Transfer from General Operating Fund to the General Operating Reserve Fund	(140,496)	(14,222)	128,803	(25,915)
Interfund transfers	66,186	22,636	(88,822)	-
Net disposal of tangible capital assets	12,000	2,000	5,860	19,860
Net fire lottery annual surplus	(122,763)	-	-	(122,763)
Sick leave accrual	4,470	3,926	3,917	12,313
	64,076	143,409	(61,598)	145,887
	\$ (16,871)	\$ 81,578	\$ (1,680)	\$ 63,027

See notes to financial statements

Village of Perth-Andover
Consolidated Schedule of Tangible Capital Assets
(Schedule 4)
Year Ended December 31, 2015

	Land	Land Improvements	Buildings	Computer Equipment	Infrastructure	Motor Vehicles	Equipment	2015	2014
Cost									
Balance, beginning of year	\$ 825,936	\$ 1,970,864	\$ 5,829,152	\$ 233,434	\$ 12,961,918	\$ 275,921	\$ 3,757,808	\$ 25,655,033	\$ 24,810,925
Additions	19,238	55,377	-	8,981	432,211	95,985	46,071	667,863	870,278
Disposals	(14,000)	-	-	-	(54,454)	-	(19,000)	(87,454)	(26,170)
	831,174	2,026,241	5,629,152	242,415	13,339,675	371,906	3,784,879	26,225,442	25,655,033
Accumulated amortization									
Balance, beginning of year		712,477	2,123,060	76,470	6,615,253	151,771	1,680,260	11,359,291	10,590,499
Amortization		79,644	149,543	25,799	409,661	20,279	126,026	810,952	791,728
Disposals					(49,594)		(19,000)	(67,594)	(22,936)
		792,121	2,272,603	102,269	6,976,320	172,050	1,787,286	12,102,649	11,359,291
Net book value of tangible capital assets	\$ 831,174	\$ 1,234,120	\$ 3,356,549	\$ 140,146	\$ 6,363,355	\$ 199,856	\$ 1,997,593	\$ 14,122,793	\$ 14,295,742
Consists of:									
General Capital Fund	\$ 746,584	\$ 397,651	\$ 3,058,158	\$ -	\$ 1,992,782	\$ 199,856	\$ 711,512	\$ 7,097,553	\$ 7,346,534
Water and Sewer Capital Fund	77,790	836,469	297,391	116,900	3,175,325	-	1,266,081	5,789,956	5,819,856
Light Commission Capital Fund	6,800	-	-	23,246	1,205,238	-	-	1,235,284	1,129,552
	\$ 831,174	\$ 1,234,120	\$ 3,356,549	\$ 140,146	\$ 6,363,355	\$ 199,856	\$ 1,997,593	\$ 14,122,793	\$ 14,295,742

See notes to financial statements

Village of Perth-Andover
Consolidated Statement of Reserve Funds Balances
(Schedule 5)
Year Ended December 31, 2015

	General Capital Reserve	Water and Sewer Capital Reserve	Light Commission Capital Reserve	Light Commission Operating Reserve	2015	2014
Accumulated surplus, beginning of year	\$ 1,988,751	\$ 537,710	\$ 2,068,118	\$ 59,589	\$ 4,664,168	\$ 4,285,370
Revenues / Expenditures						
Investment income	55,252	12,375	34,642	2,834	105,103	79,121
Transfers from operating funds	154,720	-	-	-	154,720	346,167
Increase in unrealized gains on investments	524	1,847	8,166	555	11,092	133,377
Transfers to capital funds	(70,000)	-	(175,000)	-	(245,000)	(179,867)
Annual surplus	140,486	14,222	(132,192)	3,389	25,915	378,798
	\$ 2,139,247	\$ 551,932	\$ 1,935,926	\$ 62,978	\$ 4,690,083	\$ 4,664,168

Reserve funds are made up of marketable securities of \$3,746,313 and interfund loans receivable of \$943,770, totaling \$4,690,083.

The marketable securities consist of fixed income securities with maturity dates ranging from January, 2016 to December, 2045 and interest rates ranging from 0.62% to 2.66%.

The interfund loans receivable include a loan advanced to the General Operating fund of \$800,000 to finance expenditures resulting from a flood experienced by the municipality in 2012. The municipality intends to repay the loan upon settlement of its flood insurance claim and/or disaster relief assistance.

See notes to financial statements

Village of Perth-Andover

Consolidated Statement of Detailed Revenue and Expenditures

(Schedule 6)

Year Ended December 31, 2015

	Budget (Schedule 2) 2015	2015	2014
Revenue			
Services to other governments	\$	\$	\$
Services to municipalities			
Fire	8,225	8,372	-
Recreation	38,000	38,102	27,100
Province of New Brunswick			
Fire	161,499	159,642	146,471
	<u>207,724</u>	<u>206,116</u>	<u>173,571</u>
Sales of service			
Recreation and cultural services			
Civic centre	123,267	170,157	206,295
Recreation commission	71,950	108,383	107,668
	<u>195,217</u>	<u>278,540</u>	<u>313,963</u>
Water and sewer			
Water	370,780	365,913	343,249
Sewer	189,385	187,776	179,173
Connection and services	-	11,834	7,570
	<u>560,165</u>	<u>565,523</u>	<u>529,992</u>
Light commission			
Power sales	3,192,542	3,096,192	3,060,512
	<u>3,192,542</u>	<u>3,096,192</u>	<u>3,060,512</u>
Other revenue from own source			
Licenses and permits			
Animal	100	-	-
Construction	1,000	4,720	2,960
Rentals			
Trailer park	20,096	20,012	37,908
Miscellaneous			
Line extensions	-	-	67,430
Other	13,400	56,325	78,090
Services provided to other utilities	-	12,326	23,414
Other revenues from water and sewer sources	1,300	250	(2,500)
Return on investments			
Interest on investments	1,000	5,221	6,392
Interest and service charges	3,200	3,783	5,382
	<u>40,096</u>	<u>102,637</u>	<u>219,079</u>

(continues)

Village of Perth-Andover

Consolidated Statement of Detailed Revenue and Expenditures *(continued)*
(Schedule 6)

Year Ended December 31, 2015

	Budget (Schedule 2) 2015	2015	2014
Expenses			
General government services			
Legislative			
Mayor	6,545	8,443	6,151
Councilors	30,270	34,488	25,846
Administrative			
Administration salaries and other	180,245	185,746	262,947
Office building	19,400	17,978	17,133
Solicitor	10,000	11,663	3,234
Financial management			
Audit	10,000	10,214	6,689
Other general government services			
Conventions	10,500	5,513	6,490
Public liability insurance	5,000	2,945	2,917
Grants to organizations	25,000	41,328	23,425
Training and development	3,000	3,851	434
Assessment costs	22,127	22,127	20,736
Flood costs	-	129,090	127,632
Amortization	7,086	7,086	5,680
Loss on disposal of tangible capital assets	-	6,000	-
	329,173	486,472	509,314
Protective services			
Police			
R.C.M.P.	329,385	329,385	332,801
Fire			
Administration	3,000	4,132	4,059
Firefighting force	72,000	74,230	59,142
Fire alarm system	10,000	6,271	6,949
Fire investigation and prevention	1,000	-	-
Station and building	34,600	32,003	27,526
Fighting equipment	69,000	71,890	71,321
Emergency measures			
EMO	2,000	2,521	3,874
Other			
Animal and pest control	6,500	2,864	5,643
Amortization	85,174	85,174	87,195
	612,659	608,470	598,510

(continues)

Village of Perth-Andover**Consolidated Statement of Detailed Revenue and Expenditures** *(continued)**(Schedule 6)*

Year Ended December 31, 2015

	Budget (Schedule 2) 2015	2015	2014
Expenses <i>(continued)</i>			
Transportation services			
Roadway transport			
Roadway surfaces	173,500	126,183	123,782
Storm sewers	12,500	15,725	6,753
Street cleaning	12,000	7,673	9,634
Snow and ice removal	101,750	122,060	101,471
Traffic services			
Street signs	3,500	3,509	2,972
Other			
Amortization	269,059	269,059	264,256
	<u>572,309</u>	<u>544,209</u>	<u>508,868</u>
Environmental health services			
Solid waste collection and disposal	93,000	87,404	85,260
Recycling	5,000	5,380	4,233
	<u>98,000</u>	<u>92,784</u>	<u>89,493</u>
Environmental development services			
Community development	46,000	47,672	67,640
Industrial park	-	791	1,171
Tourism promotion	53,324	17,623	26,724
Beautification and land rehabilitation	66,378	54,385	55,153
Amortization	9,601	9,601	9,600
	<u>175,303</u>	<u>130,072</u>	<u>160,288</u>
Recreation and cultural services			
Administration	86,432	107,166	107,275
Civic centre	389,816	339,400	375,416
Recreation commission	-	112,088	113,224
Swimming pool	49,926	4,674	9,409
Library	32,600	28,828	36,754
Historic sites	2,000	1,541	1,542
Amortization	154,939	154,939	145,897
	<u>715,713</u>	<u>748,636</u>	<u>789,517</u>

(continues)

Village of Perth-Andover**Consolidated Statement of Detailed Revenue and Expenditures** *(continued)**(Schedule 6)***Year Ended December 31, 2015**

	Budget (Schedule 2) 2015	2015	2014
Expenses <i>(continued)</i>			
Water and sewer			
Administration	47,333	43,045	49,492
Transmission and distribution	166,258	229,213	200,601
Power and pumping	34,000	27,876	31,560
Discounts	3,000	2,498	3,032
Sewerage and collection and disposal	168,391	129,206	175,981
Amortization	211,564	211,564	207,572
Loss on disposal of tangible capital assets	-	1,115	-
	630,546	644,517	668,238
Light commission			
Administration	259,709	246,964	231,696
Postage and office	25,600	42,757	33,126
Power purchases	2,581,000	2,460,912	2,509,592
Transmission and distribution	251,200	167,329	188,616
Substation	-	102,096	-
Amortization	73,529	73,529	71,527
Loss on disposal of tangible capital assets	-	5,860	3,235
	3,191,038	3,099,447	3,037,792
Fire Lottery			
Lottery payouts	-	297,666	347,227
Interest	-	269	240
Repairs and maintenance	-	36,700	51,937
Supplies	-	54,867	55,231
	\$ -	\$ 389,502	\$ 454,635

See notes to financial statements