



Consolidated Financial Statements

Village of Perth-Andover

December 31, 2013

Village of Perth-Andover
Index to Consolidated Financial Statements
Year Ended December 31, 2013

	Page
Financial Statement Review and Approval	1
Independent Auditors' Report	2 - 3
Consolidated Financial Statements	
Consolidated Statement of Revenue and Expenditures	4
Consolidated Statement of Financial Position	5
Consolidated Statement of Changes in Net Assets	6
Consolidated Statement of Cash Flows	7
Notes to Consolidated Financial Statements	8 - 13
Schedule of Segment Disclosure (<i>Schedule 1</i>)	14 - 15
Reconciliation of Operating Budget to PSAB Budget (<i>Schedule 2</i>)	16
Reconciliation of Annual Surplus (<i>Schedule 3</i>)	17
Consolidated Schedule of Tangible Capital Assets (<i>Schedule 4</i>)	18
Consolidated Statement of Reserve Funds Balances (<i>Schedule 5</i>)	19
Consolidated Statement of Reserves (<i>Schedule 6</i>)	20
Statement of Controlled Entities Operations (<i>Schedule 7</i>)	21
Consolidated Statement of Detailed Revenue and Expenditures (<i>Schedule 8</i>)	22 - 24

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:



Deputy Mayor



Councilor

Perth-Andover, NB
September 18, 2013

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, which comprise the consolidated statement of revenue and expenditures, 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 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.

(continues)

Opinion

In our opinion, the consolidated financial statements present fairly, in all material respects, the financial position of the Village of Perth-Andover as at December 31, 2013 and the 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.

Grant Thornton LLP

Perth-Andover, NB
October 14, 2014

Chartered Accountants

Village of Perth-Andover**Consolidated Statement of Revenue and Expenditures****Year Ended December 31, 2013**

	Budget 2013	2013	2012
Revenue			
Warrant of assessment	\$ 1,318,820	\$ 1,318,818	\$ 1,300,142
Services to other governments	156,974	169,075	162,990
Sales of services			
Recreation and cultural services	195,020	283,628	236,364
Water and sewer	518,430	511,103	491,135
Light commission	3,077,826	3,104,013	2,985,689
Other revenue from own sources	107,300	549,995	200,459
Unconditional grants	250,823	250,823	170,023
Conditional transfers	102,790	102,790	92,332
Flood recovery	-	1,103,878	1,206,056
Outside funding	-	122,390	576,859
Investment income	-	-	54,519
	<u>5,727,983</u>	<u>7,516,513</u>	<u>7,476,568</u>
Other income			
Fire lottery, net	-	211,197	182,621
Expenses			
General government services	289,307	413,282	565,489
Protective services	540,070	572,515	448,870
Transportation services	290,500	265,124	159,955
Environmental health services	96,000	87,528	92,237
Environmental development services	148,600	177,839	132,057
Recreation and cultural services	539,224	709,103	744,490
Water and sewer	459,572	805,059	571,333
Light commission	3,036,477	3,162,259	3,018,571
Amortization	779,110	779,110	727,708
Loss on disposal of tangible capital assets	-	279,008	23,548
Investment expense	-	75,106	-
	<u>6,178,860</u>	<u>7,325,933</u>	<u>6,484,258</u>
Annual surplus (deficiency)	<u>\$ (450,877)</u>	<u>\$ 401,777</u>	<u>\$ 1,174,931</u>

See notes to financial statements

Village of Perth-Andover
Consolidated Statement of Financial Position
Year Ended December 31, 2013

	2013	2012
Financial assets		
Cash (Note 3)	\$ 61,469	\$ -
Marketable securities (Note 3)	3,275,777	3,671,683
Accounts receivable	2,683,957	1,946,651
Deferred expenses	-	12,375
	<u>6,021,203</u>	<u>5,630,709</u>
Liabilities		
Bank indebtedness	-	297,617
Accounts payable	1,494,697	1,204,958
Deferred government transfers	30,394	-
	<u>1,525,091</u>	<u>1,502,575</u>
Net assets	<u>4,496,112</u>	<u>4,128,134</u>
Non-financial assets		
Tangible capital assets (Note 6)	14,220,426	14,197,888
Inventory	191,658	173,580
Prepaid expenses	3,804	10,622
	<u>14,415,888</u>	<u>14,382,090</u>
	<u>\$ 18,912,000</u>	<u>\$ 18,510,224</u>

Village of Perth-Andover**Consolidated Statement of Changes in Net Assets****Year Ended December 31, 2013**

	2013	2012
Annual surplus (deficiency)	\$ 401,777	\$ 1,174,931
Purchase of tangible capital assets	(1,094,156)	(1,560,772)
Amortization of tangible capital assets	779,110	727,708
Net disposal of tangible capital assets	292,508	46,087
Change in prepaid expenses	6,817	(184)
Change in inventory	(18,078)	(15,754)
	<u>367,978</u>	<u>372,016</u>
Net assets, beginning of year	<u>4,128,134</u>	<u>3,756,118</u>
	<u>\$ 4,496,112</u>	<u>\$ 4,128,134</u>

See notes to financial statements

Village of Perth-Andover
Consolidated Statement of Cash Flows
Year Ended December 31, 2013

	2013	2012
Operating activities		
Annual surplus (deficiency)	\$ 401,777	\$ 1,174,931
Items not affecting cash:		
Amortization of tangible capital assets	779,110	727,708
Loss on disposal of tangible capital assets	279,008	23,548
	1,459,895	1,926,187
Changes in non-cash working capital:		
Accounts receivable	(737,306)	(1,259,549)
Deferred expenses	12,375	(12,375)
Accounts payable	289,739	546,493
Deferred government transfers	30,394	(223,173)
Inventory	(18,078)	(15,752)
Prepaid expenses	6,817	(184)
	(416,059)	(964,540)
Cash flow from operating activities	1,043,836	961,647
Investing activities		
Marketable securities	395,906	(62,345)
Purchase of tangible capital assets	(1,094,156)	(1,560,772)
Proceeds on disposal of tangible capital assets	13,500	22,537
Cash flow used by investing activities	(684,750)	(1,600,580)
Increase (decrease) in cash flow	359,086	(638,933)
Cash (deficiency) - beginning of year	(297,617)	341,316
Cash (deficiency) - end of year (Note 3)	\$ 61,469	\$ (297,617)

Village of Perth-Andover**Notes to Consolidated Financial Statements****Year Ended December 31, 2013**

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**Basis of consolidation**

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.

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.

The entities included in the financial statements consist of the General Operating Fund, General Capital Fund, General Reserve Fund, Water and Sewer Operating Fund, Water and Sewer Capital Fund, Water and Sewer Reserve Fund, Light Commission Operating Fund, Light Commission Capital Fund, Light Commission Reserve Fund and Fire Lottery Operating Fund.

Inter-departmental and organizational transactions and balances are eliminated.

Budget

The budget figures contained in these financial statements were approved by Council on December 28, 2012 and were approved by the Minister of Local Government on January 31, 2013.

Revenue recognition

Revenue is recorded on an accrual basis and is recognized as earned which is usually when services are provided or facilities are utilized.

Expenditure recognition

Expenditures are recorded on the accrual basis. Outstanding commitments for goods and services relating to the current year are accrued at the balance sheet date.

(continues)

Village of Perth-Andover

Notes to Consolidated Financial Statements

Year Ended December 31, 2013

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.

(continues)

Village of Perth-Andover

Notes to Consolidated Financial Statements

Year Ended December 31, 2013

2. Summary of significant accounting policies (continued)

Reserves and 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 6 "Schedule of Reserve Fund Balances" to the consolidated financial statements is included to show the reserve fund balances as supplementary information.

Operating funds

Operating funds are established for general, light and water and sewer operations of the Village. Operating funds are used to record the cost associated with providing Village services.

Capital funds

Capital funds are established for general, light and water and sewer capital. Capital funds track the acquisition cost of various capital assets and the financing of those assets, including related debt.

Reserve funds

Under the Municipalities Act of New Brunswick, Council may establish discretionary reserves for each fund listed above.

Deferred expenses

Deferred expenses consist of incurred costs for which approved funding has not yet been received.

Deferred government transfers

Deferred government transfers are recognized in the consolidated financial statements as revenue in the period in which events giving rise to the transfer occur, providing that the transfers are authorized, all eligibility criteria have been met and reasonable estimates of the amounts can be made. Transfers received for expenses that have not yet been incurred are included in deferred government transfers.

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.

(continues)

Village of Perth-Andover**Notes to Consolidated Financial Statements****Year Ended December 31, 2013**

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

Tangible capital assets acquired during the year but not placed into use are not amortized until they are placed into use.

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.

Measurement uncertainty

The preparation of the consolidated financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amount of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the period. Such estimates are periodically reviewed and any adjustments necessary are reported in earnings in the period in which they become known. Actual results could differ from these estimates.

3. Cash and marketable securities

	2013	2012
Gas tax	\$ 30,394	\$ -
Unrestricted	31,075	(297,617)
	\$ 61,469	\$ (297,617)

In addition to the above the village has marketable securities of \$3,275,777 and other reserve assets of \$1,009,593, totaling \$4,285,370, which are all restricted. (2012 - \$3,919,786)

4. Sick leave benefits

Sick leave benefits do not vest to employees and accordingly no liability for sick leave exists at year end.

Village of Perth-Andover**Notes to Consolidated Financial Statements****Year Ended December 31, 2013**

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

	<u>2013</u>
Canada Revenue Agency - Harmonized sales tax	108,713
Department of Environment & Local Government	166,886
Department of Transportation	11,590
Minister of Finance	(118,547)
Minister of Finance - Payroll deductions	(9,318)
	<u>\$ 159,324</u>

6. Tangible capital assets

	Cost	Accumulated amortization	2013 Net book value	2012 Net book value
Land	\$ 825,936	\$ -	\$ 825,936	\$ 700,196
Land improvements	1,954,728	627,053	1,327,675	1,325,915
Buildings	5,369,904	1,982,881	3,387,022	3,254,853
Computer equipment	227,484	51,266	176,218	194,278
Distribution and light system	1,967,914	907,096	1,060,818	986,479
Equipment	3,691,511	1,542,044	2,149,467	2,196,519
Infrastructure	4,504,063	2,437,528	2,066,535	2,285,157
Motor vehicles	165,366	142,548	22,818	46,187
Water and sewer systems	6,104,017	2,900,080	3,203,937	3,208,304
	<u>\$ 24,810,923</u>	<u>\$ 10,590,496</u>	<u>\$ 14,220,426</u>	<u>\$ 14,197,888</u>

7. 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 2013, the Municipality has complied with these restrictions.

8. 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. The amounts payable between Funds are in compliance with the requirements.

9. 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.

Village of Perth-Andover

Notes to Consolidated Financial Statements

Year Ended December 31, 2013

10. Comparative figures

The prior year comparative figures were audited by another firm of chartered accountants.

Village of Perth-Andover
 Schedule of Segment Disclosure
 (Schedule 1)
 Year Ended December 31, 2013

	General Operating Fund	Water and Sewer Operating Fund	Light Commission Operating Fund	2013	2012
Revenue					
Warrant of assessment	\$ 1,318,818	-	-	\$ 1,318,818	\$ 1,300,142
Services to other governments	169,075	-	-	169,075	162,990
Sales of services	-	-	-	-	-
Recreation and cultural services	283,628	-	-	283,628	236,364
Water and sewer	-	511,103	-	511,103	491,135
Light commission	-	-	3,104,013	3,104,013	2,985,689
Other revenue from own sources	209,813	97,096	243,086	549,995	200,459
Unconditional grants	250,823	-	-	250,823	170,023
Conditional transfers	102,790	-	-	102,790	92,332
Flood recovery	715,115	388,763	-	1,103,878	1,206,056
Outside funding	18,450	103,940	-	122,390	576,859
	3,068,512	1,100,902	3,347,099	7,516,513	7,422,049
Other income					
Fire lottery, net	211,197	-	-	211,197	182,621
Expenses					
General government services	413,282	-	-	413,282	565,489
Protective services	572,515	-	-	572,515	448,870
Transportation services	265,124	-	-	265,124	159,955
Environmental health services	87,528	-	-	87,528	92,237
Environmental development services	177,839	-	-	177,839	132,057
Recreation and cultural services	709,103	-	-	709,103	744,490
Light commission	-	-	3,162,259	3,162,259	3,018,571
Water and sewer	-	805,059	-	805,059	571,333
Amortization	507,657	205,780	65,673	779,110	727,708
Losses on disposal of tangible capital assets	243,621	35,299	88	279,008	23,548
Investment expense	36,864	8,660	29,582	75,106	(54,519)
	3,013,533	1,054,798	3,257,602	7,325,933	6,429,739

(continues)

Village of Perth-Andover

Schedule of Segment Disclosure (continued)

(Schedule 1)

Year Ended December 31, 2013

	2013		2012
General Operating Fund	\$ 266,176	\$	
Water and Sewer Operating Fund	\$ 46,104	\$	
Light Commission Operating Fund	\$ 89,497	\$	
	\$ 401,777	\$	\$ 1,174,931

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

Year Ended December 31, 2013

	General Operating Budget	Water and Sewer Operating Budget	Light Commission Operating Budget	Amortization	Transfers	2013
Revenue						
Warrant of assessment	\$ 1,318,820	\$ -	\$ -	\$ -	\$ -	\$ 1,318,820
Services to other governments	156,974	-	-	-	-	156,974
Sales of services	195,020	-	-	-	-	195,020
Recreation and cultural services	-	518,430	-	-	-	518,430
Water and sewer	-	-	3,077,826	-	-	3,077,826
Light commission	44,700	54,800	7,800	-	-	107,300
Other revenue from own source	250,823	-	-	-	-	250,823
Unconditional grant	102,790	-	-	-	-	102,790
Conditional transfers	103,565	7,343	55,936	-	(166,844)	102,790
Surplus of second previous year	2,172,692	580,573	3,141,562	-	(166,844)	5,727,983
Expenses						
General government services	289,307	-	-	-	-	289,307
Protective services	540,070	-	-	-	-	540,070
Transportation services	290,500	-	-	-	-	290,500
Environmental health services	96,000	-	-	-	-	96,000
Environmental development services	148,600	-	-	-	-	148,600
Recreation and cultural services	539,224	-	-	-	-	539,224
Fiscal services	268,991	121,001	105,085	-	(495,077)	-
Amortization	-	-	-	779,110	-	779,110
Light commission	-	-	3,036,477	-	-	3,036,477
Water and sewer	-	459,572	-	-	-	459,572
	2,172,692	580,573	3,141,562	779,110	(495,077)	6,178,860
	\$ -	\$ -	\$ -	\$ (779,110)	\$ 328,233	\$ (450,877)

Village of Perth-Andover
Reconciliation of Annual Surplus
(Schedule 3)
Year Ended December 31, 2013

	General Operating Fund	Water and Sewer Operating Fund	Light Commission Operating Fund	2013
2013 annual fund surplus (deficit)	\$ 266,176	\$ 46,104	\$ 89,497	\$ 401,777
Adjustments to 2013 annual surplus (deficit) for funding requirements				
Amortization of tangible capital assets	507,657	205,780	65,673	779,110
Tangible capital asset additions	(810,850)	(20,376)	(140,539)	(971,765)
Second previous year's surplus	103,565	7,343	55,936	166,844
Transfer from General Operating Fund to the General Operating Reserve Fund	(213,825)	(81,340)	(70,418)	(365,583)
Outside funding	(18,450)	(103,940)	-	(122,390)
Net disposal of tangible capital assets	244,620	47,799	88	292,507
Net income from a controlled entity	(211,197)	-	-	(211,197)
Controlled entity transfer to General Operating Reserve Fund	140,000	-	-	140,000
	(258,480)	55,266	(89,260)	(292,474)
	\$ 7,696	\$ 101,370	\$ 237	\$ 109,303

Village of Perth-Andover
 Consolidated Schedule of Tangible Capital Assets
 (Schedule 4)

Year Ended December 31, 2013

	Land	Land Improvements	Buildings	Computer Equipment	Infrastructure	Motor Vehicles	Equipment	2013	2012
Cost									
Balance, beginning of year	\$ 700,196	\$ 1,870,732	\$ 5,200,323	\$ 221,530	\$ 12,339,219	\$ 165,366	\$ 3,624,322	\$ 24,121,688	\$ 22,862,049
Additions	125,740	86,556	556,321	5,954	238,526	-	81,059	1,094,156	1,560,772
Disposals		(2,559)	(386,739)	-	(1,751)	-	(13,870)	(404,919)	(299,740)
	<u>825,936</u>	<u>1,954,729</u>	<u>5,369,905</u>	<u>227,484</u>	<u>12,575,994</u>	<u>165,366</u>	<u>3,691,511</u>	<u>24,810,925</u>	<u>24,123,081</u>
Accumulated amortization									
Balance, beginning of year		544,818	1,945,470	27,252	5,859,279	119,179	1,427,803	9,923,801	9,451,140
Amortization		84,796	131,732	24,014	387,088	23,369	128,111	779,110	727,708
Disposals		(2,560)	(94,320)	-	(1,662)	-	(13,870)	(112,412)	(253,955)
		<u>627,054</u>	<u>1,982,882</u>	<u>51,266</u>	<u>6,244,705</u>	<u>142,548</u>	<u>1,542,044</u>	<u>10,590,499</u>	<u>9,925,193</u>
Net book value of tangible capital assets	<u>\$ 825,936</u>	<u>\$ 1,327,675</u>	<u>\$ 3,387,023</u>	<u>\$ 176,218</u>	<u>\$ 6,331,289</u>	<u>\$ 22,818</u>	<u>\$ 2,149,467</u>	<u>\$ 14,220,426</u>	<u>\$ 14,197,888</u>
Consists of:									
General Capital Fund	\$ 739,346	\$ 433,070	\$ 3,093,096	\$ -	\$ 2,090,666	\$ 13,114	\$ 804,935	\$ 7,174,227	\$ 6,971,846
Water and Sewer Capital Fund	79,790	894,605	293,927	153,902	3,179,806	9,704	1,344,532	5,956,266	6,210,888
Light Commission Capital Fund	6,800	-	-	22,316	1,060,817	-	-	1,089,933	1,015,154
	<u>\$ 825,936</u>	<u>\$ 1,327,675</u>	<u>\$ 3,387,023</u>	<u>\$ 176,218</u>	<u>\$ 6,331,289</u>	<u>\$ 22,818</u>	<u>\$ 2,149,467</u>	<u>\$ 14,220,426</u>	<u>\$ 14,197,888</u>

Village of Perth-Andover
Consolidated Statement of Reserve Funds Balances
(Schedule 5)
Year Ended December 31, 2013

	Fire Department	Recreation Commission	Village	Water and Sewer	Light Commission	2013	2012
Balance, beginning of year	\$ 327,566	\$ 413,287	\$ 923,835	\$ 285,031	\$ 1,970,067	\$ 3,919,786	\$ 3,605,746
Add							
Investment income	2,140	10,813	11,763	4,457	82,700	111,873	122,805
Transfers from operating funds	193,000	37,000	159,284	90,000	100,000	579,284	635,000
	195,140	47,813	171,047	94,457	182,700	691,157	757,805
Less							
Transfers to capital funds	-	-	138,595	-	-	138,595	250,000
Transfers to operating funds	-	-	-	-	-	-	151,472
Decrease in unrealized gains on investments	3,754	22,431	35,396	13,117	112,280	186,978	42,293
	3,754	22,431	173,991	13,117	112,280	325,573	443,765
	\$ 518,952	\$ 438,669	\$ 920,891	\$ 366,371	\$ 2,040,487	\$ 4,285,370	\$ 3,919,786

Village of Perth-Andover
 Consolidated Statement of Reserves
 (Schedule 6)

Year Ended December 31, 2013

	2013			2012		
	General Operating Reserve	Water & Sewer Operating Reserve	Light Operating Reserve			
Assets						
Marketable securities	\$ 1,663,313	\$ 365,580	\$ 1,246,884	\$ 3,275,777	\$ 3,671,683	
Due from (to) operating funds	215,200	791	790,070	1,006,061	241,712	
Accrued interest receivable	-	-	3,532	3,532	6,391	
	<u>\$ 1,878,513</u>	<u>\$ 366,371</u>	<u>\$ 2,040,486</u>	<u>\$ 4,285,370</u>	<u>\$ 3,919,786</u>	

Village of Perth-Andover**Statement of Controlled Entities Operations***(Schedule 7)***Year Ended December 31, 2013**

	2013	2012
Cash	\$ 4,621	\$ -
Due from affiliates	63,207	-
Bank indebtedness	-	(3,239)
Accounts payable	(2,219)	(3,976)
Deferred revenue	(71,516)	(69,888)
Accumulated surplus (deficit)	\$ (5,907)	\$ (77,103)
Revenues	\$ 599,203	\$ 471,693
Expenditures	(388,006)	(294,116)
Annual Surplus	\$ 211,197	\$ 177,577

Village of Perth-Andover

Consolidated Statement of Detailed Revenue and Expenditures

(Schedule 8)

Year Ended December 31, 2013

	Budget <i>December</i> 2013	<i>December</i> 2013	<i>December</i> 2012
Revenue			
Services to other governments			
Services to municipalities			
Fire	\$ 6,820	\$ 6,820	\$ 6,389
Recreation	37,271	37,271	36,886
Province of New Brunswick			
Fire	112,883	124,984	119,715
	<u>156,974</u>	<u>169,075</u>	<u>162,990</u>
Sales of service			
Recreation and cultural services			
Civic centre	122,370	201,481	150,139
Recreation commission	72,650	82,147	86,225
	<u>195,020</u>	<u>283,628</u>	<u>236,364</u>
Water and sewer			
Water	342,155	332,645	321,015
Sewer	176,275	172,594	166,120
Connection and services		5,864	4,000
	<u>518,430</u>	<u>511,103</u>	<u>491,135</u>
Light commission			
Power sales	3,077,826	3,104,013	2,985,689
	<u>3,077,826</u>	<u>3,104,013</u>	<u>2,985,689</u>
Other revenue from own source			
Licenses and permits			
Animal	200	25	125
Construction	1,000	27,784	1,098
Rentals			
Trailer park	42,000	40,150	41,830
Miscellaneous			
Other	12,300	371,713	97,210
Services provided to other utilities		5,591	8,557
Other revenues from water and sewer sources	8,300	57,000	6,500
Water supply for fire protection	37,000	37,000	37,000
Return on investments			
Interest on investments	1,500	5,777	3,944
Interest and service charges	5,000	4,955	4,195
	<u>107,300</u>	<u>549,995</u>	<u>200,459</u>

Expenses

General government services

(continues)

See notes to financial statements

Village of Perth-Andover

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

(Schedule 8)

Year Ended December 31, 2013

	Budget December 2013	December 2013	December 2012
Expenses <i>(Continued)</i>			
Legislative			
Mayor	6,291	5,992	6,669
Councilors	29,370	22,767	22,086
Administrative			
Administration salaries and other	160,300	161,653	165,964
Office building	16,420	65,650	13,534
Solicitor	10,000	3,772	2,177
Financial management			
Audit	8,500	8,384	9,826
Other general government services			
Conventions	10,500	11,952	7,785
Public liability insurance	5,000	2,875	3,325
Grants to organizations	19,125	9,298	24,050
Training and development	3,000	1,320	1,823
Assessment costs	20,801	20,799	20,506
Flood recovery		98,821	287,744
	<u>289,307</u>	<u>413,283</u>	<u>565,489</u>
Protective services			
Police			
R.C.M.P.	321,870	321,870	221,032
Fire			
Administration	3,000	2,748	4,960
Firefighting force	65,300	84,281	52,956
Fire alarm system	10,000	6,599	6,337
Fire investigation and prevention	1,000		
Water costs	37,000	37,000	37,000
Station and building	33,900	50,484	36,165
Fighting equipment	61,000	62,910	72,714
Emergency measures			
EMO	2,000	823	14,329
Other			
Animal and pest control	5,000	5,800	3,377
	<u>540,070</u>	<u>572,515</u>	<u>448,870</u>
Transportation services			
Roadway transport			
Roadway surfaces	156,500	137,626	49,372
Storm sewers	17,000	18,830	12,662
Street cleaning	14,000	10,415	
Snow and ice removal	101,500	94,453	94,714
Traffic services			
Street signs	1,500	3,800	3,207
	<u>290,500</u>	<u>265,124</u>	<u>159,955</u>
Environmental health services			
Solid waste collection and disposal	96,000	83,269	88,290

(continues)

See notes to financial statements

Village of Perth-Andover

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

(Schedule 8)

Year Ended December 31, 2013

	Budget <i>December</i> 2013	<i>December</i> 2013	<i>December</i> 2012
Expenses <i>(continued)</i>			
Recycling		4,259	3,947
	96,000	87,528	92,237
Environmental development services			
Community development	64,500	94,905	66,048
Industrial park	5,600	5,370	5,185
Tourism promotion	46,500	35,330	29,635
Beautification and land rehabilitation	32,000	42,235	31,189
	148,600	177,840	132,057
Recreation and cultural services			
Administration	87,959	123,445	124,342
Civic centre	372,375	349,898	287,289
Recreation commission		142,694	150,763
Swimming pool	43,850	61,621	147,272
Library	33,040	28,380	32,505
Historic sites	2,000	3,065	2,319
	539,224	709,103	744,490
Water and sewer			
Administration	55,836	41,449	37,543
Transmission and distribution	182,500	209,808	200,213
Power and pumping	33,000	29,152	28,130
Discounts	7,000	2,890	2,885
Sewerage and collection and disposal	181,236	521,760	302,561
	459,572	805,059	571,332
Light commission			
Administration	236,100	240,489	206,307
Postage and office	102,158	102,990	105,791
Power purchases	2,443,719	2,664,117	2,531,672
Transmission and distribution	254,500	154,663	174,801
	\$ 3,036,477	\$ 3,162,259	\$ 3,018,571