

VILLAGE OF BATH

CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2013

VILLAGE OF BATH
CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2013

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Independent Auditor's Report

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**MCCAIN & COMPANY
CHARTERED ACCOUNTANTS**

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Independent Auditor's Report

To His Worship the Mayor and Members of Council, of
Village of Bath

We have audited the accompanying consolidated financial statements of Village of Bath, which comprise the consolidated statement of financial position as at December 31, 2013, and the consolidated statements of operations and accumulated surplus, change in net 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 Organization'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 Organization'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 Village of Bath as at December 31, 2013, and the results of its operations and accumulated surplus, the changes in its net debt and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

**McCain & Company
Chartered Accountants**

**Florenceville, New Brunswick
November 5, 2014**

VILLAGE OF BATH
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2013

	2013	2012
Financial Assets		
Cash (Note 4)	\$ 4,469	\$ 12,817
Accounts receivable (Note 5)	77,567	46,666
Due from Federal government and its agencies (Note 3)	9,765	65,733
Investments (Note 7)	43,249	3,620
	135,050	128,836
Liabilities		
Accounts payable (Note 6)	80,050	128,531
Bank loans (Note 11)	4,717	67,000
Long-term debt (Note 8)	424,000	437,000
	508,767	632,531
Net debt	(373,717)	(503,695)
Non-financial Assets		
Tangible capital assets (Note 9)	4,388,461	4,543,736
Prepaid expenses	19,374	17,017
Inventory	4,300	3,772
	4,412,135	4,564,525
Accumulated Surplus	\$ 4,038,418	\$ 4,060,830

Approved on behalf of the Village of Bath

_____, Mayor

_____, Clerk

The accompanying notes are an integral part of the financial statements

VILLAGE OF BATH
CONSOLIDATED STATEMENT OF CHANGE IN NET DEBT
FOR THE YEAR ENDED DECEMBER 31, 2013

	2013	2012
Surplus (deficit)	\$ (22,412)	\$ 536,164
Acquisition of tangible capital assets	(14,868)	(658,695)
Amortization of tangible capital assets	170,143	160,991
Proceeds on disposal of tangible capital assets	-	28,028
(Gain) loss on sale of tangible capital assets	-	(21,225)
	155,275	(490,901)
Acquisition of prepaid asset	(19,374)	(17,017)
Use of prepaid asset	17,017	17,425
	(2,357)	408
Acquisition of inventory	(4,300)	(3,772)
Use of inventory	3,772	2,020
	(528)	(1,752)
Increase in net financial assets	129,978	43,919
Net debt at beginning of year	(503,695)	(547,614)
Net debt at end of year	\$ (373,717)	\$ (503,695)

The accompanying notes are an integral part of the financial statements

VILLAGE OF BATH
CONSOLIDATED STATEMENT OF OPERATIONS
FOR THE YEAR ENDED DECEMBER 31, 2013

	2013 Budget (unaudited)	2013 Actual	2012 Actual
Revenue			
Property tax warrant	\$ 323,671	\$ 323,671	\$ 315,459
Water and sewer user fees	189,149	194,086	199,901
Unconditional grant	67,513	67,513	47,356
Sale of services and other sources	28,675	45,655	19,848
Services provided to other governments	2,750	2,995	3,384
Other revenue	-	17,619	9,883
Other government transfers	40,789	50,096	660,017
Interest income	1,813	3,430	3,476
Gain on sale of tangible assets	-	-	21,225
	654,360	705,065	1,280,549
Expenditures			
General government services	98,626	131,239	122,368
Protective services	127,209	122,879	105,551
Transportation services	138,404	116,393	106,892
Environmental health services	37,692	35,110	34,507
Environmental development services	26,405	29,011	58,856
Recreational and cultural services	63,307	74,421	74,095
Water and sewer	232,243	218,424	242,116
	723,886	727,477	744,385
Surplus (deficit)	(69,526)	(22,412)	536,164
Accumulated surplus at beginning of year	-	4,060,830	3,524,666
Accumulated surplus at end of year	\$ (69,526)	\$ 4,038,418	\$ 4,060,830

The accompanying notes are an integral part of the financial statements

VILLAGE OF BATH
CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2013

	2013	2012
Cash flows from		
Operating activities		
Surplus (deficit)	\$ (22,412)	\$ 536,164
Items not affecting cash		
Amortization of tangible capital assets	170,143	160,991
(Gain) loss on sale of tangible capital assets	-	(21,225)
	147,731	675,930
Change in non-cash operating working capital		
Accounts receivable	(30,901)	49,033
Inventory	(528)	(1,752)
Prepaid expenses	(2,357)	408
Accounts payable	(48,481)	(202,305)
Due from Federal government and its agencies	55,968	23,746
	121,432	545,060
Capital activities		
Acquisition of tangible capital assets	(14,868)	(658,694)
Proceeds on disposal of tangible capital assets	-	28,028
	(14,868)	(630,666)
Financing activities		
Proceeds of long-term debt	67,000	-
Repayment of long-term debt	(80,000)	(123,000)
Short-term loan proceeds	4,717	44,000
Repayment of short-term loan	(67,000)	-
	(75,283)	(79,000)
Investing activities		
(Increase) decrease in Investments	(39,629)	147,932
Decrease in cash and cash equivalents	(8,348)	(16,674)
Cash and cash equivalents, beginning of year	12,817	29,491
Cash and cash equivalents, end of year	\$ 4,469	\$ 12,817

The accompanying notes are an integral part of the financial statements

VILLAGE OF BATH

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2013

1. Purpose of the organization

The Village of Bath was incorporated as a Municipality by the Province of New Brunswick Municipalities Act on November 9, 1966. As a municipality, the Village is exempt from income tax under section 149(1)(c) of the Canadian Income Tax Act. The Village provides municipal services such as police, fire, public works, engineering, parks and recreation, community development and other general government operations.

2. Basis of Presentation and Significant Accounting Policies

The consolidated financial statements of the Village of Bath are the representations of management prepared in accordance with Canadian generally accepted accounting principles for local governments, as recommended by the Public Sector Accounting Board (PSAB) of the Canadian Institute of Chartered Accountants. The Village has adopted PSAB as of January 1, 2011. The focus of PSAB financial statements is on the financial position of the Village and the changes thereto. The Consolidated Statement of Financial Position includes all of the assets and liabilities of the Village.

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

(a) Reporting entity principles of financial reporting

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

Interdepartmental and organizational transactions and balances are eliminated.

(b) Net debt

The Village's consolidated financial statements are presented so as to highlight net debt as the measurement of financial position. The net debt of the Village is determined by its liabilities less its financial assets. Net debt is comprised of two components, non-financial assets and accumulated surplus.

(c) Budget

The operating and utility budget figures contained in these financial statements were approved by Council on January 14, 2013 and the Minister of Local Government on January 18, 2013. The budget figures are not audited.

VILLAGE OF BATH

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2013

2. Basis of Presentation and Significant Accounting Policies (continued)

(d) Revenue recognition

- (i) Revenue is recorded on the accrual basis whereby amounts received or recorded as receivable but not earned by the end of the fiscal year are recorded as deferred revenue. Other revenue is recorded when it is earned.
- (ii) Government transfers (both operating and capital) received under the terms of contribution agreements with the provincial government is recognized as revenue once eligibility criteria have been met. Funding is recorded as deferred revenue if it has been restricted by the government for a stated purpose, such as a specific program or the purchase of tangible capital assets. Deferred revenue is recognized in revenue over time as the recognition criteria are met.

(e) Expense recognition

Expenses are recorded on the accrual basis as they are incurred and measurable based on receipt of goods or services and obligation to pay.

(f) Use of estimates

The preparation of consolidated financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures 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. Actual results could differ from those estimates.

(g) Financial instruments

The Village's financial instruments consist of cash, short-term investments, accounts receivable, due from the Federal Government, bank loan, accounts payable and accrued liabilities and long term debt. Unless otherwise noted, it is council's opinion that the Village is not exposed to significant interest, currency or credit risk arising from these financial instruments. The fair value of these financial instruments approximates their carrying values, unless otherwise noted. The Village is subject to credit risk through accounts receivable. The Village minimizes credit risk through ongoing credit management.

(h) Cash

Cash and cash equivalents include cash on hand and demand deposits.

VILLAGE OF BATH

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2013

2. Basis of Presentation and Significant Accounting Policies (continued)

(i) Tangible capital assets

Effective January 1, 2011, the Village adopted the provisions of PSAB section 3150 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. Capital assets in excess of the capitalization threshold of \$5,000 are recorded as tangible capital assets while expenditures below the threshold amount are expensed in the year acquired.

The cost of the tangible capital asset is amortized on a straight line basis over the estimated useful life of the asset as follows:

Buildings	40 years Straight line
Automotive equipment	5 years Straight line
	15-30
Roads and street	years Straight line
Storm sewer pipes	30 years Straight line
Water & sewer pipes	100 years Straight line

(j) Reserves

Under the Municipalities Act of New Brunswick, Council may establish discretionary reserves. These reserves may be used as operating or capital reserves. Transfers to and from reserve funds are recorded as an adjustment to the accumulated surplus of that fund.

(k) Asset classification

Assets are classified as either financial or non-financial. Financial assets are assets that could be used to discharge existing liabilities or finance future operations. Non-financial assets are acquired, constructed or developed assets that do not provide resources to discharge existing liabilities but are employed to deliver government services, may be consumed in normal operations and are not for resale. Non-financial assets include tangible capital assets, prepaid expenses and inventories of supplies.

VILLAGE OF BATH

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2013

2. Basis of Presentation and Significant Accounting Policies (continued)

(l) Segmented information

The Village of Bath is a diversified municipal unit that provides a wide range of services to its residents. For management reporting purposes, the Village'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 or 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 Village. 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 matters.
- **Transportation services**
This department is responsible for common services, roads and streets maintenance, street lighting, traffic services, parking and other transportation related functions.
- **Environmental health services**
This department is responsible for the provision of waste collection and disposal.
- **Environmental development services**
This department is responsible 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 operation of recreational and cultural facilities, including the parks and playgrounds.
- **Water and wastewater**
This department is responsible for the provision of water and sewer services including the maintenance and operation of the underground networks, treatment plants, reservoirs and lagoons.

3. Due from Federal Government and its agencies

	2013	2012
HST receivable - General Operating	\$ 7,392	\$ 63,044
HST receivable - Water and sewer	2,373	2,689
	\$ 9,765	\$ 65,733

VILLAGE OF BATH

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2013

4. Cash

	2013	2012
Cash and bank deposits	\$ 4,469	\$ 12,817

5. Accounts receivable

	2013	2012
Trade receivables - General Operating	\$ 42,784	\$ 3,474
Water and sewer receivables	34,984	45,592
	77,768	49,066
Allowance for doubtful accounts	(201)	(2,400)
	\$ 77,567	\$ 46,666

6. Accounts payable

	2013	2012
Accounts payable - General Operating	\$ 58,628	\$ 96,386
Accounts payable - water and sewer	21,422	32,145
	\$ 80,050	\$ 128,531

7. Investments

The investments are guaranteed investment certificates with maturity dates of February 12, 2014 and April 18, 2014 at interest rates of 4.35% and 1.34% respectively.

8. Long-term debt

	2013	2012
NB Municipal Finance Corporation Debenture #AZ-38 (General Capital) - interest at 3.85% to 5.55% per annum, calculated semi-annually, due December 2023	\$ 143,000	\$ 154,000
NB Municipal Finance Corporation Debenture #AY-25 (General Capital) - interest at 4.15% to 4.85% per annum, calculated semi-annually, due May 2018	5,000	6,000

VILLAGE OF BATH

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2013

8. Long-term debt, continued

	2013 \$	2012 \$
NB Municipal Finance Corporation Debenture #BD-32 (General Capital) - interest at 2.00% to 2.25% per annum, calculated semi-annually, due November 2014	40,000	79,000
NB Municipal Finance Corporation Debenture #BG-29 (General Capital) - interest at 1.65% to 3.40% per annum, calculated semi-annually, due June 2022	22,000	23,000
NB Municipal Finance Corporation Debenture #BD-32 (Utility Capital) - interest at 1.35% to 3.25% per annum, calculated semi-annually, due June 2023	67,000	-
NB Municipal Finance Corporation Debenture #BD-33 (Utility Capital) - interest at 2.00% to 3.85% per annum, calculated semi-annually, due November 2020	14,000	16,000
NB Municipal Finance Corporation Debenture #BB-37 (Utility Capital) - interest at 3.00% to 4.50% per annum, calculated semi-annually, due November 2019	28,000	32,000
NB Municipal Finance Corporation Debenture #AY-26 (Utility Capital) - interest at 4.15% to 4.85% per annum, calculated semi-annually, due May 2018	20,000	32,000
NB Municipal Finance Corporation Debenture #AZ-39 (Utility Capital) - interest at 3.85% to 5.55% per annum, calculated semi-annually, due December 2023	85,000	95,000
	\$ 424,000	\$ 437,000

Principal portion of long-term debt due within the next five years:

2014	\$ 85,000
2015	47,000
2016	49,000
2017	51,000
2018 and thereafter	192,000
	\$ 424,000

VILLAGE OF BATH

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2013

9. Tangible Capital Assets

	Cost				Accumulated amortization		2013 net book value
	Balance, beginning of year	Balance, end of year	Disposals	Balance, beginning of year	Amortization on disposals end of year	Balance, end of year	2013 net book value
Buildings	\$ 233,080	\$ 239,255	\$ -	\$ 162,562	\$ 4,637	\$ 167,199	\$ 72,056
Automotive equipment	50,757	50,757	-	13,417	10,153	23,570	27,187
Construction in progress	5,057	-	(5,057)	-	-	-	-
Roads and street	1,853,291	1,853,291	-	638,076	71,642	709,718	1,143,573
Storm sewer pipes	618,280	618,280	-	51,885	9,793	61,678	556,602
Water & sewer pipes	2,503,991	2,514,490	-	876,410	44,145	920,555	1,593,935
Water & sewer facilities	1,543,863	1,547,114	-	522,233	29,773	552,006	995,108
	\$ 6,808,319	\$ 6,823,187	(5,057)	\$ 2,264,583	\$ 170,143	\$ 2,434,726	\$ 4,388,461

	Cost				Accumulated amortization		2012 Net book value
	Balance, beginning of year	Balance, end of year	Disposals	Balance, beginning of year	Amortization on disposals end of year	Balance, end of year	2012 Net book value
Buildings	\$ 233,080	\$ 233,080	\$ -	\$ 158,002	\$ 4,560	\$ 162,562	\$ 70,518
Automotive equipment	83,519	50,757	(62,667)	55,853	13,428	(55,864)	37,340
Construction in progress	-	5,057	-	-	-	-	5,057
Roads and street	1,438,926	1,853,291	-	576,448	61,628	638,076	1,215,215
Storm sewer pipes	423,739	618,280	-	43,714	8,171	51,885	566,395
Water & sewer pipes	2,493,493	2,503,991	-	832,789	43,621	876,410	1,627,581
Water & sewer facilities	1,539,535	1,543,863	-	492,649	29,584	522,233	1,021,630
	\$ 6,212,292	\$ 6,808,319	(62,667)	\$ 2,159,455	\$ 160,992	\$ (55,864)	\$ 4,543,736

VILLAGE OF BATH
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2013

10. Post employment benefits payable

The organization does not offer any defined contribution plan for its employees.

11. Bank loan

Bank loans consist of short term borrowings as approved by the Municipal Capital Borrowing Board.

	2013	2012
Scotiabank demand loan (general fund)	\$ -	\$ 67,000
Scotiabank demand loan (utility fund)	4,717	-
	\$ 4,717	\$ 67,000

12. Utility Fund surplus/deficit

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

	2013	2012
2013	\$ 1,948	\$ -
2012	1,086	1,086
2011	(745)	(745)
2010	676	676
2009	-	209
	\$ 2,965	\$ 1,226

13. Accrued sick leave

The organization does not have a written policy for accrued sick leave entitlements.

14. Operating borrowing compliance

As prescribed in the Municipalities Act, borrowing to finance General Revenue 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 and 2012, the Village has complied with these restrictions.

VILLAGE OF BATH

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2013

15. Short-term borrowings compliance

The Municipal Financial Reporting Manual requires that short-term inter-fund borrowings be repaid in the next year unless the borrowing is for a capital project. The amounts payable between funds are in compliance with these requirements.

16. Water cost transfer

There is no water cost transfer utilized in the Village of Bath.

VILLAGE OF BATH
SCHEDULE OF SEGMENT DISCLOSURE
SCHEDULES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2013

	General	Protective	Transportation	Environmental health and development	Recreation and cultural	Sewage collection and disposal	Public health services	Capital reserves	2013 Consolidated	2012 Consolidated
Revenues										
Warrant	\$ 75,924	\$ 101,343	\$ 46,905	\$ 51,063	\$ 50,436	\$ -	\$ -	\$ -	\$ 323,671	\$ 315,479
Unconditional grant	15,419	21,139	9,784	10,651	10,520	-	-	-	67,513	47,356
Services to other governments	-	-	2,995	-	-	-	-	-	2,995	3,384
Other revenue from own sources	5,772	140	-	26,213	13,530	-	-	-	45,655	31,318
Water and sewer user fees	-	-	-	-	-	93,107	100,979	-	194,086	196,615
Other government transfers	39,789	-	-	10,307	-	-	-	-	50,096	638,578
Interest	-	-	-	-	-	-	3,014	416	3,430	3,476
Gain on sale of assets	-	-	-	-	-	-	-	-	-	21,225
Other	-	-	-	-	10,000	6,783	836	-	17,619	3,118
	\$ 134,904	\$ 122,622	\$ 59,684	\$ 98,234	\$ 84,486	\$ 99,890	\$ 104,829	\$ 416	\$ 705,065	\$ 1,280,549
Expenses										
Salaries and benefits	\$ 56,060	\$ -	\$ -	\$ 38,777	\$ 43,723	\$ 30,346	\$ 30,347	\$ -	\$ 199,253	\$ 194,682
Goods and services	8,813	122,879	37,716	15,909	7,512	9,861	14,482	-	217,172	229,507
Amortization	29,045	-	54,527	5,981	2,500	31,838	46,252	-	170,143	160,991
Interest	726	-	10,268	-	-	-	10,393	-	21,387	25,669
Other	36,595	-	13,882	3,454	20,686	22,405	22,500	-	119,522	133,536
	\$ 131,239	\$ 122,879	\$ 116,393	\$ 64,121	\$ 74,421	\$ 94,450	\$ 123,974	\$ -	\$ 727,477	\$ 744,385
Surplus (deficit) for the year	\$ 3,665	\$ (257)	\$ (56,709)	\$ 34,113	\$ 10,065	\$ 5,440	\$ (19,145)	\$ 416	\$ (22,412)	\$ 536,164

VILLAGE OF BATH
SCHEDULE OF ANNUAL SURPLUS RECONCILIATION - PREVIOUS STANDARDS VS. PSAB
SCHEDULES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2013

	General Operating Fund	General Capital Fund	Utility Operating Fund	Utility Capital Fund	Operating Reserve Fund	Capital Reserve Fund	Utility Operating Reserve Fund	Utility Capital Reserve Fund	Total
2013 annual surplus (deficit)	\$ 82,930	\$ (92,053)	\$ 64,385	\$ (78,090)	\$ 370	\$ -	\$ -	\$ 46	\$ (22,412)
Adjustments to annual surplus (deficit) for funding requirements									
Second previous year's surplus (deficit)	665	-	(745)	-	-	-	-	-	(80)
Transfers between funds									
Transfer elimination	(25,213)	-	-	-	25,213	-	-	-	-
Transfer elimination	-	(25,000)	-	-	-	-	-	25,000	-
Long-term debt principal repayment	(52,000)	52,000	-	-	-	-	-	-	-
Long-term debt principal repayment	-	-	(20,560)	20,560	-	-	-	-	-
Long-term debt principal repayment	-	-	(7,440)	7,440	-	-	-	-	-
Assets capitalized but previously expensed	(6,175)	6,175	(8,692)	8,692	-	-	-	-	-
Proceeds from disposal of tangible capital assets	-	-	-	-	-	-	-	-	-
Amortization expense	-	92,053	-	78,090	-	-	-	-	170,143
Total adjustments to 2013 annual surplus (deficit)	(82,723)	150,228	(62,437)	114,782	25,213	-	-	25,000	170,063
2013 annual fund surplus (deficit)	\$ 207	\$ 58,175	\$ 1,948	\$ 36,692	\$ 25,583	\$ -	\$ -	\$ 25,046	\$ 147,651

VILLAGE OF BATH
STATEMENT OF RESERVES
SCHEDULES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2013

	General Operating Reserve	General Capital Reserve	Utility Capital Reserve	2013 Total	2012 Total
<u>Assets</u>					
Due from operating (net)	\$ -	\$ 2,000	\$ 25,000	\$ 27,000	\$ 16,000
Investments	39,583	-	3,666	43,249	3,620
	<u>\$ 39,583</u>	<u>\$ 2,000</u>	<u>\$ 28,666</u>	<u>\$ 70,249</u>	<u>\$ 19,620</u>
Accumulated surplus (deficit)	<u>\$ 39,583</u>	<u>\$ 2,000</u>	<u>\$ 28,666</u>	<u>\$ 70,249</u>	<u>\$ 19,620</u>
<u>Revenue</u>					
Transfers from general and utility operating funds	\$ 23,213	\$ 2,000	\$ 25,000	\$ 50,213	\$ 16,000
Interest	370	-	46	416	56
	<u>23,583</u>	<u>2,000</u>	<u>25,046</u>	<u>50,629</u>	<u>16,056</u>
<u>Expenditures</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>51,375</u>
<u>Annual surplus (deficit)</u>	<u>\$ 23,583</u>	<u>\$ 2,000</u>	<u>\$ 25,046</u>	<u>\$ 50,629</u>	<u>\$ (35,319)</u>

VILLAGE OF BATH
RESOLUTIONS FOR TRANSFERS TO/FROM RESERVE
SCHEDULES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2013

Council Resolutions regarding transfers to and from reserves:

Moved by Councillor McNair, seconded by Councillor McIntosh that \$23,213 be transferred from the General Operating Fund to the General Operating Reserve Fund.

I hereby certify that the above is a true and exact copy of resolution adopted at a regular meeting of Council on March 11, 2013.

Moved by Councillor McNair, seconded by Councillor McIntosh that \$25,000 be transferred from the Utility Operating Fund to the Utility Capital Reserve Fund.

Moved by Councillor McNair, seconded by Councillor McIntosh that \$2,000 be transferred from the General Operating Fund to the General Capital Reserve Fund.

I hereby certify that the above are true and exact copies of resolutions adopted at a special meeting of Council on December 20, 2013.

Christa Holmes
Clerk,
Village of Bath

Date

VILLAGE OF BATH
SCHEDULE OF OPERATING BUDGET TO PSA BUDGET
SCHEDULES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2013

	Operating Budget General	Operating Budget Water & Sewer	Amortization TCA	Controlled Entities	Other (Please explain)	Transfers	Total
Revenue							
Property tax warrant	\$ 323,671	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 323,671
Services to other governments	2,750	-	-	-	-	-	2,750
Sales of services, fines and other fees	29,675	1,020	-	-	-	-	30,695
Unconditional grant	67,513	-	-	-	-	-	67,513
Other government transfers	39,789	-	-	-	-	-	39,789
Other revenue from own sources	-	-	-	-	-	-	-
Water and sewer user fees	-	188,129	-	-	-	-	188,129
Interest	-	1,813	-	-	-	-	1,813
Surplus of second previous year	665	-	-	-	-	(665)	-
	464,063	190,962	-	-	-	(665)	654,360
Expenditures							
General government services	92,791	-	4,560	-	-	-	97,351
Protective services	127,209	-	-	-	-	-	127,209
Transportation services	58,876	-	69,320	-	-	11,483	139,679
Environmental health services	37,692	-	-	-	-	-	37,692
Public health and welfare services	-	-	-	-	-	-	-
Environmental development services	20,705	-	5,700	-	-	-	26,405
Recreation and cultural services	63,307	-	-	-	-	-	63,307
Fiscal services:							
- Long-term debt repayments	52,000	28,000	-	-	-	(80,000)	-
- Interest and bank charges	11,483	9,535	-	-	-	(21,018)	-
- Transfer from the General Operating Fund to the General Capital Fund	-	-	-	-	-	-	-
- Transfer from Water & Sewer Operating Fund to the Water & Sewer Capital Fund	-	10,000	-	-	-	(10,000)	-
Water and Sewer	-	142,682	80,026	-	-	9,535	232,243
Deficit of second previous year	-	745	-	-	-	(745)	-
	464,063	190,962	159,606	-	-	(90,745)	723,886
Surplus (deficit)	\$ -	\$ -	\$ (159,606)	\$ -	\$ -	\$ 90,080	\$ (69,526)

Other government transfer: N/A

VILLAGE OF BATH
SCHEDULE OF REVENUES AND EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 2013

	2013 Budget (Unaudited)	2013 Actual	2012 Actual
Revenue			
<i>Transfers from other governments</i>			
Gas Tax Fund	\$ 39,789	\$ 39,789	\$ 39,789
Environmental development	-	10,307	10,303
Recreation	1,000	-	-
Transportation	2,750	2,995	3,384
	<u>\$ 43,539</u>	<u>\$ 53,091</u>	<u>\$ 53,476</u>
 <i>Other own source</i>			
Permits and fines	\$ 400	\$ 1,917	\$ 470
Building rentals	50	2,000	50
Recreation	22,900	15,385	17,328
Other	5,325	36,353	3,000
	<u>\$ 28,675</u>	<u>\$ 55,655</u>	<u>\$ 20,848</u>
 <i>Water and sewer user fees</i>			
Water user charges	\$ 97,110	\$ 100,980	\$ 103,270
Sewer user charges	92,039	93,106	96,631
	<u>\$ 189,149</u>	<u>\$ 194,086</u>	<u>\$ 199,901</u>

VILLAGE OF BATH
SCHEDULE OF REVENUES AND EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 2013

	2013 Budget (Unaudited)	2013 Actual	2012 Actual
Expenditures			
<i>General government services</i>			
Legislative			
Mayor	\$ 4,649	\$ 4,373	\$ 4,873
Councillors	11,234	10,867	7,169
Other	-	4,236	1,123
	<u>\$ 15,883</u>	<u>\$ 19,476</u>	<u>\$ 13,165</u>
Administrative			
Clerk	\$ 40,051	\$ 43,040	\$ 39,638
Office building	17,960	17,761	17,285
Other	-	-	-
	<u>\$ 58,011</u>	<u>\$ 60,801</u>	<u>\$ 56,923</u>
Financial management			
External audit	\$ 3,200	\$ 4,468	\$ 2,793
Other			
Civic relations	\$ 3,436	\$ 3,111	\$ 2,714
Cost of assessment	4,345	4,345	4,235
Other	1,350	2,702	5,282
Liability insurance	6,566	6,566	6,796
Interest	1,275	725	1,421
Amortization	4,560	29,045	29,039
	<u>\$ 21,532</u>	<u>\$ 46,494</u>	<u>\$ 49,487</u>
	<u>\$ 98,626</u>	<u>\$ 131,239</u>	<u>\$ 122,368</u>
<i>Protective services</i>			
Police			
R.C.M.P.	\$ 81,159	\$ 81,159	\$ 62,976
Fire services			
Forces	\$ 36,827	\$ 36,827	\$ 32,769
Other			
Animal and pest control	\$ 3,723	\$ 3,723	\$ 3,723
Other	5,500	1,170	6,083
	<u>\$ 9,223</u>	<u>\$ 4,893</u>	<u>\$ 9,806</u>
	<u>\$ 127,209</u>	<u>\$ 122,879</u>	<u>\$ 105,551</u>

VILLAGE OF BATH
SCHEDULE OF REVENUES AND EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 2013

	2013 Budget (Unaudited)	2013 Actual	2012 Actual
<i>Transportation services</i>			
Road transport			
Summer maintenance	\$ 7,089	\$ 6,946	\$ 5,406
Culverts & drainage ditches	259	-	-
Snow & ice removal	33,356	26,270	26,837
Street lighting	15,072	14,882	14,891
Traffic lane marking	3,100	3,097	3,097
Interest on debentures	10,208	10,269	10,801
Other	-	402	176
Amortization	69,320	54,527	45,684
	<u>\$ 138,404</u>	<u>\$ 116,393</u>	<u>\$ 106,892</u>
<i>Environmental health services</i>			
Garbage and waste collection	\$ 37,692	\$ 35,110	\$ 34,507
<i>Environmental development</i>			
Beautification & land rehabilitation	\$ 20,705	\$ 23,030	\$ 52,463
Amortization	5,700	5,981	6,393
	<u>\$ 26,405</u>	<u>\$ 29,011</u>	<u>\$ 58,856</u>
<i>Recreation and cultural service</i>			
Swimming pool	\$ 44,816	\$ 42,558	\$ 51,888
Parks & playgrounds	17,550	18,904	19,707
Other	941	10,459	-
Amortization	-	2,500	2,500
	<u>\$ 63,307</u>	<u>\$ 74,421</u>	<u>\$ 74,095</u>

VILLAGE OF BATH
SCHEDULE OF REVENUES AND EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 2013

	2013 Budget (Unaudited)	2013 Actual	2012 Actual
<i>Water and sewer</i>			
Water supply			
Administration and operation	\$ 78,107	\$ 67,328	\$ 81,340
Amortization	47,398	46,252	46,155
	<u>\$ 125,505</u>	<u>\$ 113,580</u>	<u>\$ 127,495</u>
<i>Sewer collection and disposal</i>			
Administration and system operation	\$ 64,575	\$ 62,613	\$ 70,132
Amortization	32,628	31,838	31,219
	<u>\$ 97,203</u>	<u>\$ 94,451</u>	<u>\$ 101,351</u>
<i>Other</i>			
Interest on debentures	\$ 9,535	\$ 10,393	\$ 13,270
	<u>\$ 232,243</u>	<u>\$ 218,424</u>	<u>\$ 242,116</u>