

VILLAGE OF BATH
CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2014

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McCain & Company

Chartered Accountants

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Fred H. McCain, CA
Rick Pryde, CA

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, 2014, 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, 2014, 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-Bristol, NB
May 11, 2015

VILLAGE OF BATH
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2014

	<u>2014</u>	<u>2013</u>
Financial Assets		
Cash (Note 4)	\$ 30,217	\$ 4,469
Accounts receivable (Note 5)	51,850	77,567
Due from Federal government and its agencies (Note 3)	11,527	9,765
Investments (Note 7)	41,010	43,249
	134,604	135,050
Liabilities		
Accounts payable (Note 6)	72,296	80,050
Bank loan (Note 11)	-	4,717
Long-term debt (Note 8)	394,000	424,000
	466,296	508,767
Net debt	(331,692)	(373,717)
Non-financial Assets		
Tangible capital assets (Note 9)	4,289,848	4,388,461
Prepaid expenses	20,753	19,374
Inventory	3,155	4,300
	4,313,756	4,412,135
Accumulated Surplus	\$ 3,982,064	\$ 4,038,418

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, 2014

	2014	2013
Deficit	\$ (56,354)	\$ (22,412)
Acquisition of tangible capital assets	(113,893)	(21,671)
Amortization of tangible capital assets	170,562	170,143
Proceeds on disposal of tangible capital assets	44,785	28,028
(Gain) loss on sale of tangible capital assets	(2,841)	(21,225)
	98,613	155,275
Acquisition of prepaid asset	(20,753)	(19,374)
Use of prepaid asset	19,374	17,017
	(1,379)	(2,357)
Acquisition of inventory	(3,155)	(4,300)
Use of inventory	4,300	3,772
	1,145	(528)
Increase in net financial assets	42,025	129,978
Net debt at beginning of year	(373,717)	(503,695)
Net debt at end of year	\$ (331,692)	\$ (373,717)

The accompanying notes are an integral part of the financial statements

VILLAGE OF BATH
CONSOLIDATED STATEMENT OF OPERATIONS
FOR THE YEAR ENDED DECEMBER 31, 2014

	2014 Budget (unaudited)	2014 Actual	2013 Actual
Revenue			
Property tax warrant	\$ 325,503	\$ 325,503	\$ 323,671
Water and sewer user fees	190,695	204,268	194,086
Unconditional grant	85,856	85,856	67,513
Sale of services and other sources	18,225	54,508	45,655
Services provided to other governments	2,994	1,699	2,995
Other revenue	-	10,748	17,619
Other government transfers	11,381	11,583	50,096
Interest income	1,813	6,712	3,430
Gain on sale of tangible assets	-	2,841	-
	636,467	703,718	705,065
Expenditures			
General government services	127,294	129,321	131,239
Protective services	128,670	128,350	122,879
Transportation services	123,777	123,291	116,393
Environmental health services	40,029	38,061	35,110
Environmental development services	28,551	36,375	29,011
Recreational and cultural services	69,460	70,846	74,421
Water and sewer	229,449	233,828	218,424
	747,230	760,072	727,477
Deficit	(110,763)	(56,354)	(22,412)
Accumulated surplus at beginning of year	-	4,038,418	4,060,830
Accumulated surplus at end of year	\$ (110,763)	\$ 3,982,064	\$ 4,038,418

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, 2014

	2014	2013
Cash flows from		
Operating activities		
Deficit	\$ (56,354)	\$ (22,412)
Items not affecting cash		
Amortization of tangible capital assets	170,562	170,143
(Gain) loss on sale of tangible capital assets	(2,841)	(21,225)
	111,367	126,506
Change in non-cash operating working capital		
Accounts receivable	25,717	(30,901)
Inventory	1,145	(528)
Prepaid expenses	(1,379)	(2,357)
Accounts payable	(7,754)	(48,481)
Due from Federal government and its agencies	(1,762)	55,968
	127,334	100,207
Capital activities		
Acquisition of tangible capital assets	(113,893)	(21,671)
Proceeds on disposal of tangible capital assets	44,785	28,028
	(69,108)	6,357
Financing activities		
Proceeds of long-term debt	55,000	67,000
Repayment of long-term debt	(85,000)	(80,000)
Short-term loan proceeds	-	4,717
Repayment of short-term loan	(4,717)	(67,000)
	(34,717)	(75,283)
Investing activities		
(Increase) decrease in Investments	2,239	(39,629)
Increase (decrease) in cash and cash equivalents	25,748	(8,348)
Cash and cash equivalents, beginning of year	4,469	12,817
Cash and cash equivalents, end of year	\$ 30,217	\$ 4,469

The accompanying notes are an integral part of the financial statements

VILLAGE OF BATH

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2014

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 13, 2014 and the Minister of Local Government on January 21, 2014. The budget figures are not audited.

VILLAGE OF BATH
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2014

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, 2014

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, 2014

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

(1) 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

	2014		2013
HST receivable - General Operating	\$ 7,242	\$	7,392
HST receivable - Water and sewer	4,285		2,373
	<u>\$ 11,527</u>	<u>\$</u>	<u>9,765</u>

VILLAGE OF BATH
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2014

4. Cash

	2014	2013
Cash and bank deposits	\$ 30,217	\$ 4,469

5. Accounts receivable

	2014	2013
Trade receivables - General Operating	\$ 3,081	\$ 42,784
Water and sewer receivables	56,599	34,984
	59,680	77,768
Allowance for doubtful accounts	(7,830)	(201)
	\$ 51,850	\$ 77,567

6. Accounts payable

	2014	2013
Accounts payable - General Operating	\$ 51,195	\$ 58,628
Accounts payable - water and sewer	21,101	21,422
	\$ 72,296	\$ 80,050

7. Investments

	2014
Bank of Nova Scotia GIC's:	
Non-redeemable GIC maturing Feb. 2/15, interest rate 1.34%	\$ 10,056
Non-redeemable GIC maturing Feb. 12/15, interest rate 1.34%	3,714
Non-redeemable GIC maturing Apr. 28/15, interest rate 1.32%	25,226
Non-redeemable GIC maturing Apr. 28/15, interest rate 1.00%	2,014
	\$ 41,010

VILLAGE OF BATH
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2014

8. Long-term debt

	2014	2013
NB Municipal Finance Corporation Debenture #AZ-38 (General Capital) - interest at 3.85% to 5.55% per annum, calculated semi-annually, due December 2023	\$ 132,000	\$ 143,000
NB Municipal Finance Corporation Debenture #AY-25 (General Capital) - interest at 4.30% to 4.85% per annum, calculated semi-annually, due May 2018	4,000	5,000
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
NB Municipal Finance Corporation Debenture #BG-29 (General Capital) - interest at 1.90% to 3.40% per annum, calculated semi-annually, due June 2022	21,000	22,000
NB Municipal Finance Corporation Debenture #BD-32 (Utility Capital) - interest at 1.35% to 3.25% per annum, calculated semi-annually, due June 2023	55,000	67,000
NB Municipal Finance Corporation Debenture #BD-33 (Utility Capital) - interest at 2.25% to 3.85% per annum, calculated semi-annually, due November 2020	12,000	14,000
NB Municipal Finance Corporation Debenture #BB-37 (Utility Capital) - interest at 3.35% to 4.50% per annum, calculated semi-annually, due November 2019	24,000	28,000
NB Municipal Finance Corporation Debenture #AY-26 (Utility Capital) - interest at 4.30% to 4.85% per annum, calculated semi-annually, due May 2018	16,000	20,000
NB Municipal Finance Corporation Debenture #AZ-39 (Utility Capital) - interest at 4.20% to 5.55% per annum, calculated semi-annually, due December 2023	75,000	85,000
NB Municipal Finance Corporation Debenture #BK-25 (General Capital) - interest at 1.15% to 3.45% per annum, calculated semi-annually, due May 2024	55,000	-
	\$ 394,000	\$ 424,000

VILLAGE OF BATH
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2014

8. Long-term debt, continued

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

2015	\$	52,000
2016		54,000
2017		56,000
2018		58,000
2019 and thereafter		174,000
		<hr/>
	\$	394,000

VILLAGE OF BATH

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2014

9. Tangible Capital Assets

	Balance, beginning of year	Additions	Balance, end of year	Cost	Balance, beginning of year	Amortization end of year	Balance, end of year	2014 net book value
Land	\$ -	\$ 69,182	\$ 69,182	\$ -	\$ -	\$ -	\$ -	\$ 69,182
Buildings	239,255	-	239,255	167,199	4,714	171,913	67,342	67,342
Automotive equipment	50,757	-	50,757	23,570	10,151	33,721	17,036	17,036
Roads and street	1,853,291	-	1,853,291	709,718	71,643	781,361	1,071,930	1,071,930
Storm sewer pipes	618,280	-	618,280	61,678	9,792	71,470	546,810	546,810
Water & sewer pipes	2,514,490	-	2,514,490	920,555	44,408	964,963	1,549,527	1,549,527
Water & sewer facilities	1,547,114	-	1,547,114	552,006	29,854	581,860	965,254	965,254
Construction in progress	-	2,767	2,767	-	-	-	2,767	2,767
	\$ 6,823,187	\$ 71,949	\$ 6,895,136	\$ 2,434,726	\$ 170,562	\$ 2,605,288	\$ 4,289,848	\$ 4,289,848

VILLAGE OF BATH

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2014

	Balance, beginning of year	Additions	Balance, end of year	Cost Balance, end of year	Balance, beginning of year	Amortization end of year	Balance, end of year	2013 Net book value
Buildings	\$ 233,080	\$ 6,175	\$ 239,255	\$ 239,255	\$ 162,562	\$ 4,637	\$ 167,199	\$ 72,056
Automotive equipment	50,757	-	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	1,853,291	638,076	71,642	709,718	1,143,573
Storm sewer pipes	618,280	-	618,280	618,280	51,885	9,793	61,678	556,602
Water & sewer pipes	2,503,991	10,499	2,514,490	2,514,490	876,410	44,145	920,555	1,593,935
Water & sewer facilities	1,543,863	3,251	1,547,114	1,547,114	522,233	29,773	552,006	995,108
	\$ 6,808,319	\$ 14,868	\$ 6,823,187	\$ 6,823,187	\$ 2,264,583	\$ 170,143	\$ 2,434,726	\$ 4,388,461

VILLAGE OF BATH
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2014

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. The Village has a credit facilities agreement with Bank of Nova Scotia whereby either the general or utility fund can borrow up to \$15,000, secured by Council resolutions.

	2014	2013
Scotiabank demand loan (utility fund)	\$ -	\$ 4,717
	\$ -	\$ 4,717

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:

	2014	2013
2014	\$ 187	\$ -
2013	1,948	1,948
2012	1,086	1,086
2011	(745)	(745)
2010	-	676
	\$ 2,476	\$ 2,965

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 2014 and 2013, the Village has complied with these restrictions.

VILLAGE OF BATH

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2014

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, 2014

	General	Protective	Transportation	Environmental health and development	Recreation and cultural	Sewage collection and disposal	Public health services	Capital reserves	2014 Consolidated	2013 Consolidated
Revenues										
Warrant	\$ 79,059	\$ 98,448	\$ 52,985	\$ 43,955	\$ 51,056	\$ -	\$ -	\$ -	\$ 325,503	\$ 323,671
Unconditional grant	20,853	25,967	13,975	11,594	13,467	-	-	-	85,856	67,513
Services to other governments	-	-	1,699	-	-	-	-	-	1,699	2,995
Other revenue from own sources	5,294	-	-	37,074	12,140	-	-	-	54,508	45,655
Water and sewer user fees	-	-	-	-	-	98,361	105,907	-	204,268	194,086
Other government transfers	1,281	-	-	10,302	-	-	-	-	11,583	50,096
Interest	639	-	-	-	-	-	5,728	345	6,712	3,430
Gain on sale of assets	2,841	-	-	-	-	-	-	-	2,841	-
Other	-	-	-	-	10,248	-	500	-	10,748	17,619
	\$ 109,967	\$ 124,415	\$ 68,659	\$ 102,925	\$ 86,911	\$ 98,361	\$ 112,135	\$ 345	\$ 703,718	\$ 705,065
Expenses										
Salaries and benefits	\$ 56,496	\$ -	\$ -	\$ 43,758	\$ 42,135	\$ 30,944	\$ 31,297	\$ -	\$ 204,630	\$ 199,253
Goods and services	5,863	128,350	44,732	22,541	14,044	10,436	17,657	-	243,623	217,172
Amortization	29,117	-	54,527	5,981	2,504	32,142	46,291	-	170,562	170,143
Interest	1,315	-	10,274	-	-	-	8,961	-	20,550	21,387
Other	36,530	-	13,758	2,156	12,163	24,769	31,331	-	120,707	119,522
	\$ 129,321	\$ 128,350	\$ 123,291	\$ 74,436	\$ 70,846	\$ 98,291	\$ 135,537	\$ -	\$ 760,072	\$ 727,477
Surplus (deficit) for the year	\$ (19,354)	\$ (3,935)	\$ (54,632)	\$ 28,489	\$ 16,065	\$ 70	\$ (23,402)	\$ 345	\$ (56,354)	\$ (22,412)

VILLAGE OF BATH
 SCHEDULE OF ANNUAL SURPLUS RECONCILIATION - PREVIOUS STANDARDS VS. PSAB
 SCHEDULES TO CONSOLIDATED FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2014

	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
2014 annual surplus (deficit)	\$ 55,921	\$ (89,288)	\$ 55,101	\$ (78,433)	\$ -	\$ 70	\$ -	\$ 275	\$ (56,354)
Adjustments to annual surplus (deficit) for funding requirements									
Second previous year's surplus (deficit)	468	-	1,086	-	-	-	-	-	1,554
Transfers between funds									
Transfer elimination	11,583	-	-	-	(34,583)	23,000	-	-	-
Transfer elimination	-	(24,000)	-	-	-	-	-	24,000	-
Long-term debt principal repayment	(53,000)	53,000	-	-	-	-	-	-	-
Long-term debt principal repayment	-	(32,000)	-	32,000	-	-	-	-	-
Long-term debt proceeds	55,000	(55,000)	-	-	-	-	-	-	-
Assets capitalized but previously expensed	(113,893)	113,893	-	-	-	-	-	-	-
Proceeds from disposal of tangible capital assets	44,785	(44,785)	-	-	-	-	-	-	-
Amortization expense	-	92,129	-	78,433	-	-	-	-	170,562
Total adjustments to 2014 annual surplus (deficit)	(55,057)	159,237	(54,914)	110,433	(34,583)	23,000	-	24,000	172,116
2014 annual fund surplus (deficit)	\$ 864	\$ 69,949	\$ 187	\$ 32,000	\$ (34,583)	\$ 23,070	\$ -	\$ 24,275	\$ 115,762

VILLAGE OF BATH
STATEMENT OF RESERVES
SCHEDULES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2014

	General Operating Reserve	General Capital Reserve	Utility Capital Reserve	2014 Total	2013 Total
<u>Assets</u>					
Due from operating (net)	\$ 5,000	\$ 13,000	\$ 24,000	\$ 42,000	\$ 27,000
Investments	-	12,070	28,940	41,010	43,249
	<u>\$ 5,000</u>	<u>\$ 25,070</u>	<u>\$ 52,940</u>	<u>\$ 83,010</u>	<u>\$ 70,249</u>
Accumulated surplus (deficit)	<u>\$ 5,000</u>	<u>\$ 25,070</u>	<u>\$ 52,940</u>	<u>\$ 83,010</u>	<u>\$ 70,249</u>
<u>Revenue</u>					
Transfers from general and utility operating funds	\$ 5,000	\$ 23,000	\$ 24,000	\$ 52,000	\$ 50,213
Interest	-	70	274	344	416
	<u>5,000</u>	<u>23,070</u>	<u>24,274</u>	<u>52,344</u>	<u>50,629</u>
<u>Expenditures</u>	<u>39,583</u>	<u>-</u>	<u>-</u>	<u>39,583</u>	<u>-</u>
<u>Annual surplus (deficit)</u>	<u>\$ (34,583)</u>	<u>\$ 23,070</u>	<u>\$ 24,274</u>	<u>\$ 12,761</u>	<u>\$ 50,629</u>

VILLAGE OF BATH
RESOLUTIONS FOR TRANSFERS TO/FROM RESERVE
SCHEDULES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2014

Council Resolutions regarding transfers to and from reserves:

Moved by Councillor O'Neill, seconded by Councillor McIntosh that \$10,000 be transferred from the General Operating Fund to the General Capital Reserve Fund. Motion carried.

I hereby certify that the above is a true and exact copy of resolution adopted at a special meeting of Council on July 7, 2014.

Moved by Councillor McNair, seconded by Councillor McIntosh that \$20,000 be transferred from the Utility Operating Fund to the Utility Capital Reserve Fund. Motion carried.

Moved by Councillor McNair, seconded by Councillor McIntosh that \$13,000 be transferred from the General Operating Fund to the General Capital Reserve Fund. Motion carried.

I hereby certify that the above are true and exact copies of resolutions adopted at a general meeting of Council on December 9, 2014.

Moved by Councillor McIntosh, seconded by Councillor McNair that \$4,000 be transferred from the Utility Operating Fund to the Utility Capital Reserve Fund. Motion carried.

Moved by Councillor McNair, seconded by Councillor O'Neill that \$5,000 be transferred from the General Operating Fund to the General Operating Reserve Fund. Motion carried.

I hereby certify that the above are true and exact copies of resolutions adopted at a special meeting of Council on December 22, 2014.

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, 2014

	Operating Budget General	Operating Budget Water & Sewer	Amortization TCA	Controlled Entities	Other (Please explain)	Transfers	Total
Revenue							
Property tax warrant	\$ 325,503	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 325,503
Services to other governments	2,994	-	-	-	-	-	2,994
Sales of services, fines and other fees	19,225	1,020	-	-	-	-	20,245
Unconditional grant	85,856	-	-	-	-	-	85,856
Other government transfers	10,300	-	-	-	-	-	10,300
Other revenue from own sources	40,081	-	-	-	-	(40,000)	81
Water and sewer user fees	-	190,175	-	-	-	-	190,175
Interest	-	1,813	-	-	-	-	1,813
Surplus of second previous year	468	1,086	-	-	-	(1,554)	-
	484,427	194,094	-	-	-	(41,554)	636,967
Expenditures							
General government services	103,329	-	29,117	-	-	-	132,446
Protective services	128,670	-	-	-	-	-	128,670
Transportation services	59,030	-	54,527	-	-	10,220	123,777
Environmental health services	40,029	-	-	-	-	-	40,029
Public health and welfare services	-	-	-	-	-	-	-
Environmental development services	17,420	-	5,981	-	-	-	23,401
Recreation and cultural services	66,729	-	2,729	-	-	-	69,458
Fiscal services:							
- Long-term debt repayments	53,000	32,000	-	-	-	(85,000)	-
- Interest and bank charges	10,220	7,655	-	-	-	(17,875)	-
- Transfer from the General Operating Fund to the General Capital Fund	6,000	-	-	-	-	(6,000)	-
- Transfer from Water & Sewer Operating Fund to the Water & Sewer Capital Fund	-	10,438	-	-	-	(10,438)	-
Water and Sewer	-	144,001	78,293	-	-	7,655	229,949
Deficit of second previous year	-	-	-	-	-	-	-
	484,427	194,094	170,647	-	-	(101,438)	747,730
Surplus (deficit)	\$ -	\$ -	\$ (170,647)	\$ -	\$ -	\$ 59,884	\$ (110,763)

Other government transfer: N/A

VILLAGE OF BATH
SCHEDULE OF REVENUES AND EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 2014

	2014 Budget (Unaudited)	2014 Actual	2013 Actual
Revenue			
<i>Transfers from other governments</i>			
Gas Tax Fund	\$ -	\$ -	\$ 39,789
Environmental development	11,381	11,583	10,307
Recreation	-	-	-
Transportation	2,994	1,699	2,995
	<u>\$ 14,375</u>	<u>\$ 13,282</u>	<u>\$ 53,091</u>
 <i>Other own source</i>			
Permits and fines	\$ 400	\$ 3,908	\$ 1,917
Building rentals	-	-	2,000
Recreation	14,825	13,465	15,385
Other	3,000	47,883	36,353
	<u>\$ 18,225</u>	<u>\$ 65,256</u>	<u>\$ 55,655</u>
 <i>Water and sewer user fees</i>			
Water user charges	\$ 98,938	\$ 105,907	\$ 100,980
Sewer user charges	91,757	98,361	93,106
	<u>\$ 190,695</u>	<u>\$ 204,268</u>	<u>\$ 194,086</u>

VILLAGE OF BATH
SCHEDULE OF REVENUES AND EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 2014

	2014 Budget (Unaudited)	2014 Actual	2013 Actual
Expenditures			
<i>General government services</i>			
Legislative			
Mayor	\$ 4,374	\$ 4,373	\$ 4,373
Councillors	10,934	10,932	10,867
Other	1,050	2,044	4,236
	<u>\$ 16,358</u>	<u>\$ 17,349</u>	<u>\$ 19,476</u>
Administrative			
Clerk	\$ 41,228	\$ 42,428	\$ 43,040
Office building	18,353	20,616	17,761
Other	-	-	-
	<u>\$ 59,581</u>	<u>\$ 63,044</u>	<u>\$ 60,801</u>
Financial management			
External audit	\$ 6,000	\$ 1,762	\$ 4,468
Other			
Civic relations	\$ 3,759	\$ 3,205	\$ 3,111
Cost of assessment	4,385	4,385	4,345
Other	1,200	2,273	2,702
Liability insurance	6,894	6,871	6,566
Interest	-	1,315	725
Amortization	29,117	29,117	29,045
	<u>\$ 45,355</u>	<u>\$ 47,166</u>	<u>\$ 46,494</u>
	<u>\$ 127,294</u>	<u>\$ 129,321</u>	<u>\$ 131,239</u>
<i>Protective services</i>			
Police			
R.C.M.P.	\$ 84,388	\$ 84,388	\$ 81,159
Fire services			
Forces	\$ 36,827	\$ 36,827	\$ 36,827
Other			
Animal and pest control	\$ 7,455	\$ 3,723	\$ 3,723
Other	-	3,412	1,170
	<u>\$ 7,455</u>	<u>\$ 7,135</u>	<u>\$ 4,893</u>
	<u>\$ 128,670</u>	<u>\$ 128,350</u>	<u>\$ 122,879</u>

VILLAGE OF BATH
SCHEDULE OF REVENUES AND EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 2014

	2014 Budget (Unaudited)	2014 Actual	2013 Actual
<i>Transportation services</i>			
Road transport			
Summer maintenance	\$ 11,818	\$ 12,924	\$ 6,946
Culverts & drainage ditches	259	-	-
Snow & ice removal	28,565	27,947	26,270
Street lighting	15,288	14,960	14,882
Traffic lane marking	3,100	2,659	3,097
Interest on debentures	10,220	10,274	10,269
Other	-	-	402
Amortization	54,527	54,527	54,527
	<u>\$ 123,777</u>	<u>\$ 123,291</u>	<u>\$ 116,393</u>
<i>Environmental health services</i>			
Garbage and waste collection	<u>\$ 40,029</u>	<u>\$ 38,061</u>	<u>\$ 35,110</u>
<i>Environmental development</i>			
Beautification & land rehabilitation	\$ 22,570	\$ 30,394	\$ 23,030
Amortization	5,981	5,981	5,981
	<u>\$ 28,551</u>	<u>\$ 36,375</u>	<u>\$ 29,011</u>
<i>Recreation and cultural service</i>			
Swimming pool	\$ 49,127	\$ 50,382	\$ 42,558
Parks & playgrounds	17,604	17,800	18,904
Other	-	160	10,459
Amortization	2,729	2,504	2,500
	<u>\$ 69,460</u>	<u>\$ 70,846</u>	<u>\$ 74,421</u>

VILLAGE OF BATH
SCHEDULE OF REVENUES AND EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 2014

	2014 Budget (Unaudited)	2014 Actual	2013 Actual
<i>Water and sewer</i>			
Water supply			
Administration and operation	\$ 77,963	\$ 80,284	\$ 67,328
Amortization	<u>46,291</u>	<u>46,291</u>	<u>46,252</u>
	<u>\$ 124,254</u>	<u>\$ 126,575</u>	<u>\$ 113,580</u>
Sewer collection and disposal			
Administration and system operation	\$ 71,983	\$ 66,149	\$ 62,613
Amortization	<u>32,002</u>	<u>32,142</u>	<u>31,838</u>
	<u>\$ 103,985</u>	<u>\$ 98,291</u>	<u>\$ 94,451</u>
Other			
Interest on debentures	\$ 1,210	\$ 8,962	\$ 10,393
	<u>\$ 229,449</u>	<u>\$ 233,828</u>	<u>\$ 218,424</u>