

Financial Statements of

TOWN OF HAY RIVER

December 31, 2012

Accepted by Council
September 4, 2013
by motion #13-463

Approved on Behalf of the Council:





Mayor

Senior Administrative Officer

TOWN OF HAY RIVER

Financial Statements

Year Ended December 31, 2012

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MANAGEMENT RESPONSIBILITY FOR THE FINANCIAL STATEMENTS

The Town Council, which is responsible for, among other things, the financial statements of the Town of Hay River, delegates to Administration the responsibility of the financial statements. The Town Council appoints independent auditors to examine and report directly to them on the financial statements. The financial statements were prepared by Administration. Accounting principles have been followed as recommended by the Department of Municipal and Community Affairs, based upon the requirements of the Cities, Towns and Villages Act of the Northwest Territories, and the Public Sector Accounting Board recommendations of the Canadian Institute of Chartered Accountants.

Administration maintains a system of internal controls to ensure that transactions are accurately recorded on a timely basis, are properly approved and result in reliable financial statements. There are limits inherent in all systems based on the recognition that the cost of such systems should not exceed the benefits to be derived. Administration believes its system provides the appropriate balance in this respect.

The Town Council carries out its responsibility for review of the financial statements primarily through the Administration. The Administration reports regularly to Council on financial matters, including the results of the audit examination and any other matters necessary for its consideration in approving the financial statement issuance.

The financial statements have been reported on by Ashton Chartered Accountants. The auditors' report outlines the scope of their audit and their opinion on the presentation of the information included in the financial statements.

Senior Administrative Officer
Town of Hay River

Hay River, NT
September 4, 2013

AUDITORS' REPORT

Mayor and Council
Town of Hay River
Hay River, NT

We have audited the consolidated financial statements of the Town of Hay River, which comprise the consolidated statement of financial position as at December 31, 2012, and the consolidated statement of operations and surplus, changes in net financial assets (debt), changes in accumulated surplus and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian generally accepted accounting principles, and for such internal control as management determines is necessary to enable the preparation of 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 financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards required that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement in the financial statements, whether due to fraud or error. In making those risks assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the 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 financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Basis for Opinion

In our opinion, the consolidated financial statements present fairly, in all material respects, the financial position of the Town of Hay River as at December 31, 2012, and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.



ASHTON
Chartered Accountants
Business Advisors

Hay River, NT
September 4, 2013

TOWN OF HAY RIVER
 Consolidated Statement of Financial Position

Statement I

December 31, 2012

	2012	2011
Financial Assets		
Cash & cash equivalents, Note 2	\$ 15,443,511	\$ 15,779,852
Receivables		
Municipal taxes receivable, Note 3	277,526	272,302
Accounts receivable, Note 4	493,392	521,391
Land inventory for resale	356,866	656,218
Total Financial Assets	16,571,295	17,229,763
Liabilities		
Accounts payable and accrued liabilities, Note 6	1,020,996	1,121,173
School taxes payable, Note 7	496,366	603,404
Contributions repayable, Note 8	125,000	-
Deferred contributions, Note 9	9,092,650	10,165,605
Deposits held	155,784	138,506
Landfill closure liability, Note 10	1,172,597	497,023
Long-term debt, Note 11	3,198,399	3,313,923
Total Liabilities	15,261,792	15,839,634
Net Financial Assets (Debt)	\$ 1,309,503	\$ 1,390,129
Contingent Liabilities, Note 15		
Non-Financial Assets		
Prepaid expenditure	\$ 56,132	\$ 52,387
Inventory held for use	114,719	110,662
Tangible capital assets, Schedule 15		
General fund	29,610,486	27,804,980
Utility fund	15,705,667	16,050,545
Total Non-Financial Assets	\$ 45,487,004	\$ 44,018,574
Accumulated Surplus, Note 12	\$ 46,796,507	\$ 45,408,703

TOWN OF HAY RIVER

Consolidated Statement of Operations and Surplus

Statement II

For the year ended December 31, 2012

	Schedule	Budget	2012	2011
Revenue				
Property taxes	4	\$ 4,806,417	\$ 4,801,704	\$ 4,804,256
Sales of services	4	586,213	497,859	555,635
Other revenue from own sources	4	576,422	514,129	545,141
Government transfers for operating	5	2,145,000	2,010,600	2,253,445
Government transfers for water and sewer	2	432,267	330,003	432,267
Water and sewer revenues	2	2,039,481	2,026,846	1,950,752
Land sales, lease and development	3	293,770	313,955	574,048
Total Revenue		10,879,570	10,495,096	11,115,544
Expenses				
General government	6	1,944,805	1,574,740	2,129,773
Protective services	7	1,002,059	761,946	693,402
Transportation and public works	8	1,985,486	2,501,236	2,221,509
Environmental and public health services	9	529,667	437,888	505,319
Planning and development	10	372,782	194,668	252,487
Recreational and cultural	11	2,855,524	2,865,689	2,913,229
Fiscal and valuation	12	476,270	583,608	539,183
Water and sewer expenses	2	2,851,218	2,773,942	2,827,130
Land development	3	79,163	90,935	363,768
Total Expenditures		12,096,974	11,784,652	12,445,800
Annual surplus (deficit), before the undemoted		(1,217,404)	(1,289,556)	(1,330,256)
Other revenue (expenditure)				
Net government transfers for capital	5	9,035,514	3,344,281	924,371
Net other items affecting surplus		(7,907,987)	-	-
Provision for landfill closure		-	(675,574)	(35,486)
Gain (loss) on disposal of capital assets		-	8,653	(31,885)
		1,127,527	2,677,360	857,000
Annual Surplus (Deficit)		\$ (89,877)	\$ 1,387,804	\$ (473,256)
Accumulated surplus, beginning of year		45,408,703	45,408,703	45,881,959
Accumulated surplus, end of year		\$ 45,318,826	\$ 46,796,507	\$ 45,408,703

TOWN OF HAY RIVER

Consolidated Statement of Changes in Net Financial Assets (Debt)

Statement III

For the year ended December 31, 2012

	Budget	2012	2011
Annual Surplus (Deficit)	\$ (89,877)	\$ 1,387,804	\$ (473,256)
Amortization expense	2,049,500	1,997,112	1,973,304
Acquisition of tangible capital assets	(9,035,514)	(3,461,087)	(1,422,052)
(Gain) loss on disposal of capital assets	-	(8,653)	68,704
Proceeds on disposal of tangible capital assets	-	12,000	-
Change in prepaid expenses	-	(3,745)	(3,668)
Change in inventory held for use	-	(4,057)	39,988
Increase (decrease) in net financial assets	(7,075,891)	(80,626)	183,020
Net financial assets (debt), beginning of year	1,390,129	1,390,129	1,207,109
Net financial assets (debt), end of year	\$ (5,685,762)	\$ 1,309,503	\$ 1,390,129

TOWN OF HAY RIVER
Consolidated Statement of Cash Flows

Statement IV

For the year ended December 31, 2012

	2012	2011
Operating Activities		
Annual Surplus (Deficit)	\$ 1,387,804	\$ (473,256)
Non-cash charges to operations:		
Amortization expense	1,997,112	1,973,304
(Gain) loss on disposal of capital assets	(8,653)	68,704
Provision for landfill closure	675,574	35,485
	4,051,837	1,604,237
Change in non-cash working capital balances:		
Municipal taxes receivable	(5,224)	494,490
Accounts receivable	27,999	844,294
Land inventory for resale	299,352	(50,519)
Accounts payable and accrued liabilities	(100,177)	211,836
School taxes payable	(107,038)	524,702
Deferred revenue	-	(36,887)
Contributions repayable	125,000	-
Deferred contributions	(1,072,955)	3,566,347
Deposits held	17,278	2,006
Prepaid expenditure	(3,745)	(3,668)
Inventory held for use	(4,057)	39,986
Net change in cash from operations	3,228,270	7,196,824
Financing Activities		
Principal repayment of long-term debt	(115,524)	(112,541)
Proceeds of long-term debt	-	-
Net change in cash from financing activities	(115,524)	(112,541)
Capital Activities		
Purchase of tangible capital assets	(3,461,087)	(1,248,527)
Proceeds on disposal of tangible capital assets	12,000	-
Net change in cash from investing activities	(3,449,087)	(1,248,527)
Increase (decrease) in cash during the year	(336,341)	5,835,756
Bank accounts, opening	15,779,852	9,944,096
Bank accounts, closing	\$ 15,443,511	\$ 15,779,852

TOWN OF HAY RIVER
 Schedule of Changes in Accumulated Surplus
 December 31, 2012

Statement V

	General Operating	Utility	Land Development	Reserves	Investment in Tangible Capital Assets	2012	2011
Excess (Deficiency) of revenue over expenditures	\$ 1,581,877	\$ (417,093)	\$ 223,020	\$ -	\$ -	\$ 1,387,804	\$ (473,256)
Net interfund transfers							
Amortization	1,561,544	435,568	-	-	(1,987,112)	-	-
Disposals of tangible capital assets	3,347	-	-	-	(3,347)	-	-
Purchase of tangible capital assets	(3,370,397)	(80,660)	-	-	3,461,087	-	-
Debtenture (repayment)	(115,524)	-	-	-	115,524	-	-
Allocations to Reserves	(426,435)	8,400	-	418,035	-	-	-
Changes in fund balances	(765,588)	(63,815)	223,020	418,035	1,576,152	1,387,804	(473,256)
Accumulated Surplus, beginning of year	(2,121,844)	(442,869)	3,384,450	4,047,464	40,541,602	45,408,703	45,881,959
Accumulated Surplus, end of year (calculated)	\$ (2,887,432)	\$ (506,784)	\$ 3,607,470	\$ 4,465,499	\$ 42,117,754	\$ 48,796,507	\$ 45,408,703
Reserves							
	2011	Increase	Decrease	2012			
General Operating Fund	\$ 1,733,359	\$ 214,546	\$ (73,011)	\$ 1,874,894			
Utility Operating Fund	2,314,105	276,500	-	2,590,605			
	\$ 4,047,464	\$ 491,046	\$ (73,011)	\$ 4,465,499			

TOWN OF HAY RIVER

Notes to the Financial Statements

December 31, 2012

Note 1. Significant Accounting Policies

The financial statements of the Town of Hay River are the representations of management prepared in accordance with generally accepted accounting principles for local governments established by the Public Sector Accounting Board of the Canadian Institute of Chartered Accountants. Significant aspects of the accounting policies adopted by the Town of Hay River are as follows:

Reporting Entity

The financial statements reflect the assets, liabilities, revenues and expenditures, changes in fund balance and change in financial position of the reporting entity.

The Town of Hay River receives significant funding from the Government of the Northwest Territories in the form of operating grants and capital grants. Administration is of the opinion that discontinuance of funding would significantly disrupt operations.

Fund Accounting

The accounts of the Town are maintained in accordance with fund accounting procedures. The various operations of the Town are segregated into the following funds:

- General Operating Fund
- Utility Operating Fund
- Land Development Fund

Basis of Accounting

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

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

Revenue and Expense Recognition

The basis of accounting followed in the financial statement presentation includes revenues recognized in the period in which the transactions or events occurred that gave rise to the revenues, and expenditures recognized in the period the goods and services are acquired and a liability is incurred or transfers are due.

Government Transfers

Government transfers are the transfer of monetary assets or tangible capital assets from a government for which the government making the transfer does not:

- receive any goods or services directly in return;
- expect to be repaid in future; or
- expect a direct financial return

Operating transfers are recognized as revenue in the period in which the events giving rise to the transaction occur, providing the transfers are authorized, any eligibility criteria have been met, and reasonable estimates of the amounts can be determined.

Capital transfers or transfers of tangible capital assets are initially recognized as deferred capital contributions and subsequently recognized as revenue when the related tangible capital assets are purchased, constructed or the eligible expense is incurred

Land Sales Revenue

Land sales revenue is recorded at the date when title has transferred and full proceeds have been received.

TOWN OF HAY RIVER

Notes to the Financial Statements

December 31, 2012

Note 1. Significant Accounting Policies (continued)

Financial Instruments

Cash and receivables, and current liabilities are recorded at approximate fair market value due to their short term maturities.

Land Inventory for Resale

Land inventory is stated at the lower of cost or net realizable value where cost is determined on an average basis. Cost includes purchase price, survey costs and all development costs but excludes debenture interest. Related development costs incurred to provide infrastructure such as water and wastewater services, roads, sidewalks and street lighting are recorded as tangible capital assets under the respective function.

Inventories Held for Use

Inventory held for use is recorded at cost.

Tangible Capital Assets

Tangible capital assets are recorded at the net book value (cost less accumulated amortization) on the statement of financial position. Cost includes all amounts directly attributable to acquisition, construction, development or betterment of the asset. The assets are amortized over their estimated useful lives at the following rates:

<u>Asset</u>	<u>Method</u>	<u>Rate</u>
Land held for town use	Not amortized	
Works of Art	Not amortized	
Buildings	Straight line	15-50 years
Linear Infrastructure	Straight line	10-75 years
Computer Equipment	Straight line	3 years
IT Infrastructure	Straight line	5 years
Furniture and Fixtures	Straight line	10 years
Operating Equipment	Straight line	10 years
Mobile Equipment	Declining Balance	24%

The full amount of the annual amortization is charged in the year of acquisition and none in the year of disposal. Assets under construction are not amortized until the asset is available for productive use.

Donated assets are capitalized and recorded at their estimated fair market value upon acquisition. Certain capital assets for which the historical cost information is not available have been recorded at current fair market value discounted by a relevant inflation factor.

Work-in-Progress

Work-in-progress represents expenditures incurred on projects not complete at the end of the year.

Accrued Banked Time and Vacation Pay

The Town accrues employee banked time and vacation pay to the extent that it is earned in the current period and can be carried forward for utilization in future periods.

TOWN OF HAY RIVER

Notes to the Financial Statements

December 31, 2012

Note 1. Significant Accounting Policies (continued)

School Taxes

School taxes are collected by the Town on behalf of the Government of the Northwest Territories. These taxes are payable to the Government of the Northwest Territories upon collection from taxpayers.

Deferred Revenue

Deferred revenue consists mainly of government transfers for which the events giving rise to the transfer have not yet occurred. The deferred revenue will be recognized in the financial statement as revenue in the period in which the related expenses are incurred.

Liability for Landfill Closure and Post-Closure Costs

The Town is required to fund the closure of its landfill site and provide for post-closure care of the facility. Closure and post-closure activities include the final clay cover, landscaping, as well as surface and ground water monitoring, leachate control, and visual inspection. The liability is determined using the estimated total closure costs adjusted for the remaining capacity of the site and the estimated remaining landfill life.

Reserves

Reserves are established for the purpose of accumulating funds for future operating and capital expenditure. Appropriations to reserve are generally charged to the appropriate operating fund.

Expenditures are charged to the appropriate operating fund; at the same time, an offsetting transfer from reserve is recorded in the operating fund and netted with the current year appropriation (if any).

Investment in Tangible Capital Assets

Investment in Tangible Capital Assets represents the Town's net investment in its total capital assets, after deducting the portion financed by third parties through debenture, long-term capital borrowings and other capital liabilities.

Non-Financial Assets

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

Leases

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

Use of Estimates

The preparation of 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 and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenue and expenditure during the period. Where measurement uncertainty exists, the financial statements have been prepared within reasonable limits of materiality. Actual results could differ from those estimates.

Segmented Information

The Town of Hay River segments its operations for financial reporting purposes based upon areas of managerial responsibility. This information is provided in schedule 6 through schedule 13.

TOWN OF HAY RIVER

Notes to the Financial Statements

December 31, 2012

Note 2. Cash

	2012	2011
<i>Unrestricted</i>		
Operating account	\$ (270,446)	\$ (29,033)
<i>Internally restricted</i>		
General fund reserve account	1,591,989	3,706,032
Utility fund reserve account	2,254,726	2,229,759
<i>Externally restricted</i>		
Gas tax account	2,186,900	\$ 1,555,587
Build Canada Fund account	2,173,868	2,149,719
Community Public Infrastructure account	7,506,474	6,167,788
	\$ 15,443,511	\$ 15,779,852

Note 3. Municipal Taxes Receivable

	2012	2011
Current taxes and grant in lieu receivable	\$ 170,517	\$ 161,681
Arrears taxes	130,930	144,052
	301,447	305,733
Allowance for doubtful collection	(23,921)	(33,431)
	\$ 277,526	\$ 272,302

Note 4. Accounts Receivable

	2012	2011
General accounts receivable	\$ 136,769	\$ 157,690
Utility system receivable	196,437	160,673
Ambulance receivable	143,670	130,331
Lease fees receivable	28,597	95,886
	505,473	544,580
Allowance for doubtful collection	(114,664)	(99,481)
	390,809	445,099
Goods and services tax refundable	102,583	76,292
	\$ 493,392	\$ 521,391

Note 5. Supplementary Information

Amounts owed to the Town which are considered doubtful of collection have been recorded as bad debts. The provision for (recovery of) bad debts is comprised of:

	2012	2011
General Operating Fund:		
Property taxes	\$ 11,952	\$ 18,956
Other	15,183	15,884
	\$ 27,135	\$ 34,840

TOWN OF HAY RIVER

Notes to the Financial Statements

December 31, 2012

Note 6. Accounts Payable and Accrued Liabilities

	2012	2011
Trade accounts payable	\$ 880,409	\$ 1,013,436
Due to GNWT (payroll tax)	1,670	1,536
Accrued vacation pay and banked time	138,917	106,201
	\$ 1,020,996	\$ 1,121,173

Note 7. School Tax Payable

	2012	2011
Balance consists of:		
2012 levy	\$ 478,287	\$ -
2011 levy	11,692	583,865
2010 & Prior levy	6,387	19,539
	\$ 496,366	\$ 603,404

School tax levies are recorded as payable in the year they are assessed and are to be remitted to the GNWT as they are collected.

Note 8. Contributions repayable

	2012	2011
Public Transit Funding, Schedule 20	\$ 125,000	\$ -

Note 9. Deferred Contributions

	2012	2011
Gas Tax Funding, Schedule 16	\$ 2,043,517	\$ 1,101,651
Community Public Infrastructure Funding, Schedule 17	5,945,231	5,730,534
Community Capacity Building Funding, Schedule 18	-	1,057,512
Build Canada Funding, Schedule 19	1,103,902	2,150,533
Public Transit Funding, Schedule 20	-	125,000
Other Contributions	-	375
	\$ 9,092,650	\$ 10,165,605

Note 10. Landfill Closure Liability

The Town is required to estimate future landfill closure costs and set aside a portion of these costs. Total closure and post closure costs are estimated to be \$1,298,179 and the town has included \$1,172,597 (90%) as part of the site restoration liability. Costs for future environmental assessment and reclamation are estimated at \$125,582. The remaining estimated life of the landfill is 10 years and of the total capacity approximately 10% remains.

Estimates of future landfill closure costs are subject to significant measurement uncertainty. NWT landfill closure standards have not been established. The accuracy of the estimated closure costs is expected to improve when engineers determine standards for closing a section of the landfill.

TOWN OF HAY RIVER

Notes to the Financial Statements

December 31, 2012

Note 11. Long-Term Debt

Description	Issue Date	Maturity Date	Rate %	Payment	Principal Balance 2012	Principal Balance 2011
Aquatic Facility - RBC	2/23/11	2/25/16	4.93	*\$ 23,021	3,198,399	3,313,923
				\$	3,198,399	\$ 3,313,923

* Principal and interest included, payable monthly

Principal and interest payments due within the next five years:

	Principal	Interest	Total
2013	\$ 145,613	\$ 122,193	\$ 267,806
2014	151,485	116,321	267,806
2015	157,594	110,212	267,806
2016	163,949	103,857	267,806
2017	170,560	97,246	267,806
Subsequent	2,409,198	548,818	2,958,016
	\$ 3,198,399	\$ 1,098,647	\$ 4,297,046

Note 12. Accumulated Surplus

Accumulated surplus consists of amounts invested in tangible capital assets, reserves set aside by Council and Unappropriated surplus (deficit). The accumulated surplus for the town is comprised as follows:

	2012	2011
Accumulated Surplus per Statement of Financial Position	\$ 46,796,507	\$ 45,408,703
Comprised of:		
Invested in Tangible Capital Assets		
General Fund	26,412,087	22,526,834
Utility Fund	15,705,667	16,050,545
	42,117,754	38,577,379
Reserves set aside by Council		
Reserve for Mobile Equipment Replacement	822,483	768,570
Reserve for Management Training	19,721	19,386
Reserve for Recreation Infrastructure	90,689	77,111
Reserve for Municipal Infrastructure	669,989	646,881
Reserve for Computer Systems	11,524	1,513
Reserve for Landfill	155,677	152,812
Reserve for Recreation Center Replacement	104,811	67,086
Reserve for Utility Infrastructure	2,590,605	2,314,105
	4,465,499	4,047,464
Unappropriated surplus (deficit)		
General fund	(2,887,432)	(157,621)
Utility fund	(506,784)	(442,969)
Land development fund	3,607,470	3,384,450
	213,254	2,783,860
	\$ 46,796,507	\$ 45,408,703

TOWN OF HAY RIVER

Notes to the Financial Statements

December 31, 2012

Note 13. Reserves and Deferred Contributions

The Financial Administration By-law requires that funds accumulated in reserves are deposited into the General reserve bank account. Interest earned on the account is credited to the appropriate reserve.

	Account Balance	Cash Balance	Excess (Shortfall)
Reserves			
Mobile Equipment	\$ 822,483		
Management Training	19,721		
Recreation Infrastructure	90,689		
Municipal Infrastructure	669,989		
Computer System	11,524		
Landfill	155,677		
Recreation Center Replacement	104,811		
	<u>1,874,894</u>	<u>1,591,989</u>	<u>(282,905)</u>
Utility Infrastructure	<u>2,590,605</u>	<u>2,254,726</u>	<u>(335,879)</u>
	4,465,499	\$ 3,846,715	\$ (618,784)
Deferred Contributions, Note 9			
Gas Tax Funding	2,043,517	2,186,900	143,383
Community Public Infrastructure Funding	5,945,231	7,506,474	1,561,243
Build Canada Funding	1,103,902	2,173,868	1,069,966
	<u>9,092,650</u>	<u>11,867,242</u>	<u>2,774,592</u>
	<u>\$ 13,558,149</u>	<u>\$ 15,713,957</u>	<u>\$ 2,155,808</u>

Note 14. Operating Leases and Rental Payments

The Town has entered into agreements extending beyond one year for the use of equipment and various service contracts which require periodic payments. The minimum payments under existing agreements over the next five years are as follows:

For the year ending December 31:

2013	\$ 354,855
2014	\$ 325,888
2015	\$ 325,888
2016	\$ 185,850
2017	\$ -

Note 15. Contingencies

The Town participates in the Northern Communities Insurance Program. Under this program the Town could become liable for its proportionate share of any claim losses in excess of the funds held by the exchange. Any liability incurred would be accounted for as a current transaction in the year the losses are determined.

TOWN OF HAY RIVER

Notes to the Financial Statements

December 31, 2012

Note 16. Pension Benefits

Employees of the Town can participate in the Desjardins Financial Securities pension plan. This program is a defined contribution program providing pension plan benefits. Members, if they choose to be part of the pension plan, are required to make contributions ranging from 5% to 7.5% depending on the position held. The Town of Hay River is required to make matching contributions of this amount. Employees are permitted to make additional voluntary contributions up to the maximum combined amount of 18% of their salary. Total contributions by the Town to the program in 2012 were \$89,045 (2011 - \$114,099), which were expensed as incurred.

Note 17. Credit Risk

The Town is subject to financial risk that arises from the creditworthiness of the individuals and entities to which it provides goods and services. Credit risk arises from the possibility that those parties may experience financial difficulty and may not be able to fulfill their obligations to the Town. However, because the Town's customers and ratepayers represent a diverse group, there are no significant concentrations of credit risk. In addition, the Town has recourse to certain legislative remedies which reduce the risk of financial loss through unpaid accounts.

The allowance for doubtful accounts as shown represents management's best estimate of the credit risk exposure at year end.

Note 18. Budget

The budgeted figures are those approved by Council and are unaudited.

Note 19. Reclassification

Certain prior year's figures have been reclassified to agree with current year presentation.

TOWN OF HAY RIVER

General Fund
Schedule of Operations and Surplus

Schedule 1

For the year ended December 31, 2012

	Schedule	2012 Budget	2012 Actual	2011 Actual
Revenue				
Property taxes	4	\$ 4,806,417	\$ 4,801,704	\$ 4,804,256
Sales of services	4	586,213	497,859	555,635
Other revenue from own sources	4	576,422	514,129	545,141
Government transfers for operating	5	2,145,000	2,010,600	2,253,445
Total Revenue		8,114,052	7,824,292	8,158,477
Expenditure				
General government	6	1,944,805	1,574,740	2,129,773
Protective services	7	1,002,059	761,946	693,402
Transportation and public works	8	1,985,486	2,501,236	2,221,509
Environmental and public health services	9	529,667	437,888	505,319
Planning and development	10	372,782	194,668	252,487
Recreational and cultural	11	2,855,524	2,865,689	2,913,229
Fiscal and valuation	12	476,270	583,608	539,183
Total Expenditure		9,166,593	8,919,775	9,254,902
Excess revenues over expenses before the undernoted		(1,052,541)	(1,095,483)	(1,096,425)
Other revenue (expenditure)				
Government transfers for capital	5	9,035,514	3,344,281	924,371
Provision for landfill closure		-	(675,574)	(35,486)
Gain (loss) on disposal of capital assets		-	8,653	(12,932)
		9,035,514	2,677,360	875,953
Excess (Deficiency of) revenues over expenses		\$ 7,982,973	\$ 1,581,877	\$ (220,472)
Other items affecting surplus				
Amortization		1,510,500	1,561,544	1,525,092
Disposals of tangible capital assets		-	3,347	33,752
Purchase of tangible capital assets		(7,433,400)	(3,370,397)	(712,010)
Debenture (repayment)		(120,000)	(115,524)	(112,541)
Transfer (to) utility fund		(2,278,289)	-	(629,414)
Transfer from (to) reserves		25,157	(426,435)	143,991
		(8,296,032)	(2,347,465)	248,870
Net revenue (expense) after items affecting surplus		(313,059)	(765,588)	28,398
Surplus (Deficit), beginning of year		(2,121,844)	(2,121,844)	(2,150,242)
Surplus (Deficit), end of year		\$ (2,434,903)	\$ (2,887,432)	\$ (2,121,844)

TOWN OF HAY RIVER

Schedule 2

Utility Fund

Schedule of Operations and Surplus

For the year ended December 31, 2012

	2012 Budget	2012 Actual	2011 Actual
Revenue			
Water and sewer billings	\$ 2,016,352	\$ 1,990,649	\$ 1,910,787
Government transfers for water and sewer operations	432,267	330,003	432,267
Frontage taxation	3,129	3,129	3,129
Interest on reserves	13,000	24,123	19,212
Other revenues	2,000	3,803	12,017
Maintenance service	5,000	5,142	5,607
Gain (loss) on disposal of tangible capital assets	-	-	(18,953)
	2,471,748	2,356,849	2,364,066
Expenditure			
Overhead charges from General Fund			
Administration	169,599	299,544	187,114
Public Works	38,455	51,821	47,108
Salaries and benefits	409,725	368,862	358,468
Transmission and distribution	773,645	643,445	823,556
Trucked water delivery service	880,794	946,232	930,972
Trucked sewage subsidy	40,000	28,470	31,700
Amortization of tangible capital assets	539,000	435,568	448,212
	2,851,218	2,773,942	2,827,130
Excess (Deficiency of) revenues over expenses	\$ (379,470)	\$ (417,093)	\$ (463,064)
Other items affecting surplus			
Amortization	539,000	435,568	448,212
Disposals of tangible capital assets	-	-	34,952
Purchase of tangible capital assets	(3,358,000)	(90,690)	(536,519)
Transfer from general fund	2,278,289	-	629,414
Transfer from (to) reserves	928,756	8,400	(245,029)
	388,045	353,278	331,030
Net revenue (expense) after items affecting surplus	8,575	(63,815)	(132,034)
Surplus (Deficit), beginning of the year	(442,969)	(442,969)	(310,935)
Surplus (Deficit), end of the year	\$ (434,394)	\$ (506,784)	\$ (442,969)

TOWN OF HAY RIVER
 Land Development Fund
 Schedule of Operations and Surplus

Schedule 3

For the year ended December 31, 2012

	2012 Budget	2012 Actual	2011 Actual
Revenue			
Land sales	\$ -	\$ -	\$ 238,124
Land leases	289,770	305,744	322,670
Legal and transfer fees recovered	2,000	2,629	8,554
Interest and penalties	2,000	5,592	4,700
Total Revenue	293,770	313,955	574,048
Expenditure			
Cost of land sold	-	-	248,817
Land leases	35,510	35,310	70,662
Overhead charges from General Fund			
Administration	28,381	28,021	29,460
Public Works	6,372	9,341	8,000
Professional fees	6,500	8,790	6,785
Search fees and sundry	2,400	145	44
Uncollectible Interest and penalties	-	9,328	-
Total Expenditure	79,163	90,935	363,768
Excess (Deficiency of) revenues over expenses	\$ 214,607	\$ 223,020	\$ 210,280
Surplus, opening	3,384,450	3,384,450	3,174,170
Surplus, closing	\$ 3,599,057	\$ 3,607,470	\$ 3,384,450

TOWN OF HAY RIVER

Schedule 4

General Fund
Schedule of Revenue

For the year ended December 31, 2012

	2012 Budget	2012 Actual	2011 Actual
Property taxes	\$ 4,630,034	\$ 4,656,519	\$ 4,629,803
Grants in Lieu of Taxes			
Federal	153,114	150,011	151,554
Territorial	570,095	570,127	570,095
NWT Power Corporation	50,861	40,603	50,861
Less school taxes	(617,687)	(633,014)	(617,688)
Discounts allowed on school tax	20,000	17,458	19,631
	\$ 4,806,417	\$ 4,801,704	\$ 4,804,256
Sales of Services			
Recreation			
- Pool	\$ 97,000	\$ 96,156	\$ 83,741
- Community center	184,257	177,656	178,472
- Curling club rental	27,006	22,507	28,506
- Ballpark rental	7,000	6,306	6,500
- Other	87,450	30,315	78,418
Collection fee school taxes	5,000	5,000	5,000
Dump tipping fees	16,000	15,000	20,975
Ambulance	135,600	139,377	149,523
Public works costs recovered	-	-	3,000
Other	26,900	5,542	1,500
	\$ 586,213	\$ 497,859	\$ 555,635
Other Revenue From Own Sources			
Franchise fee	\$ 270,922	\$ 265,398	\$ 270,922
Licenses and permits	90,000	107,303	100,076
Fines and dog pound fees	2,500	4,300	4,005
Interest and penalties	213,000	109,356	141,789
Insurance proceeds and programs	-	27,772	28,349
	\$ 576,422	\$ 514,129	\$ 545,141

TOWN OF HAY RIVER

Schedule 5

General Fund
Schedule of Revenue

For the year ended December 31, 2012

	2012 Budget	2012 Actual	2011 Actual
Government Transfers			
General - GNWT			
Operating and Maintenance Block Funding	\$ 2,112,000	\$ 1,902,000	\$ 2,112,000
Sport and Recreation	20,000	29,000	29,000
Ground Ambulance	-	40,000	40,000
SEED - Community Economic Development	-	-	45,589
SEED - Community Economic Development (Plans & Planning)	-	5,000	-
Advancing Local Government Administrators Program	-	20,000	-
Other Miscellaneous Grants	-	-	7,266
General - Federal			
Summer Employment	5,000	9,600	10,825
Celebrate Canada	8,000	5,000	5,000
	2,145,000	2,010,600	2,249,680
Transfers (to) from deferred revenues			
Other Miscellaneous Grants	-	-	3,765
	\$ 2,145,000	\$ 2,010,600	\$ 2,253,445
Utility - GNWT			
Water and Sewer Block Funding	\$ 432,267	\$ 330,003	\$ 432,267
Capital - GNWT			
Community Public Infrastructure Funding	\$ 1,259,640	\$ 1,260,000	\$ 1,259,640
Gas Tax	1,015,622	1,015,622	1,015,622
Build Canada	-	-	2,127,649
	2,275,262	2,275,622	4,402,911
Interest earned on deferred contributions			
Community Public Infrastructure Funding	-	78,686	58,760
Gas Tax	-	16,934	9,553
Build Canada	-	25,459	22,884
	-	121,079	91,197
Transfers (to) from deferred contributions			
Community Public Infrastructure Funding	2,486,000	(214,697)	(872,454)
Gas Tax	2,170,119	(941,866)	(562,472)
Build Canada	1,046,631	1,046,631	(2,150,533)
Community Capacity Building Fund	1,057,502	1,057,512	-
Ground Ambulance	-	-	15,722
	6,760,252	947,580	(3,569,737)
	\$ 9,035,514	\$ 3,344,281	\$ 924,371

TOWN OF HAY RIVER

Schedule 6

General Fund
Schedule of Expenditure

For the year ended December 31, 2012

	2012 Budget	2012 Actual	2011 Actual
General Government			
Mayor's indemnity	\$ 42,700	\$ 43,826	\$ 42,604
Councillors' indemnity	75,300	69,608	75,555
Boards and agencies indemnities and meeting expenses	-	-	5,008
Administration - salaries and benefits	1,003,708	903,432	1,439,505
Administration - other	304,500	282,276	314,111
Vehicle	-	-	1,749
Postage	3,000	4,712	2,675
Xerox	9,500	8,396	9,933
Professional services	160,000	180,483	67,873
Taxation	5,522	4,029	4,558
Insurance	83,370	79,811	79,339
Lease fees	-	-	-
Town hall operations	71,010	80,865	67,911
Town hall building maintenance	23,800	16,821	12,864
Town hall equipment maintenance	5,000	7,967	18,380
Personnel interviews, advertising, memberships and publications	29,800	31,071	34,007
Election expense	-	-	-
Conventions, delegations and public relations	38,000	48,770	59,250
Grants administered by Town	146,789	61,672	20,355
Amortization of tangible capital assets	136,500	78,566	90,670
	2,138,499	1,902,305	2,346,347
Deduct overhead charged to:			
Utility Fund	(169,599)	(299,544)	(187,114)
Land Development Fund	(24,095)	(28,021)	(29,460)
	\$ 1,944,805	\$ 1,574,740	\$ 2,129,773

TOWN OF HAY RIVER

Schedule 7

General Fund
Schedule of Expenditure

For the year ended December 31, 2012

	2012 Budget	2012 Actual	2011 Actual
Protective Services			
Insurance	\$ 13,960	\$ 11,744	\$ 13,294
Bylaw enforcement	88,336	88,063	69,391
Bylaw vehicle maintenance	3,000	2,498	3,818
Fire protection	389,532	367,638	337,368
Fire department vehicle maintenance	24,200	24,217	22,164
Fire department building maintenance	4,000	2,764	2,368
Emergency response training center	23,100	14,486	8,306
Civil emergency	57,450	26,455	17,455
Ambulance	76,800	49,912	52,223
Animal and pest control	65,881	70,652	55,935
Amortization of tangible capital assets	255,800	103,517	111,080
	\$ 1,002,059	\$ 761,946	\$ 693,402

TOWN OF HAY RIVER

Schedule 8

General Fund
Schedule of Expenditure

For the year ended December 31, 2012

	2012 Budget	2012 Actual	2011 Actual
Transportation and Public Works			
Public works			
Administration	\$ 381,460	\$ 396,462	\$ 363,310
Vehicle maintenance	8,000	56	8,986
Equipment operations administration	-	-	-
Vehicle operations maintenance	122,573	144,827	119,159
Town garage			
Yards	101,352	90,818	96,767
Building maintenance	39,780	15,471	42,536
Equipment maintenance	-	-	-
Carpenter shop	53,164	65,057	56,559
Vehicle maintenance	1,208	675	156
Building maintenance	1,500	863	2,215
Equipment maintenance	250	95	-
Roads			
General roads	21,700	48,087	57,936
Summer roads	281,816	474,818	250,541
Roads brushing	12,710	14,145	20,975
Sidewalks	23,540	5,706	6,629
Drainage	46,081	19,382	42,837
Winter roads	190,778	227,102	199,893
Street lighting	162,200	156,270	155,244
Parking	-	-	-
Road safety	23,487	36,674	14,027
Marine world	500	-	-
Amortization of tangible capital assets	562,500	865,890	838,847
	2,034,599	2,562,398	2,276,617
Deduct overhead charged to:			
Utility Fund	(38,455)	(51,821)	(47,108)
Land Development Fund	(10,658)	(9,341)	(8,000)
	\$ 1,985,486	\$ 2,501,236	\$ 2,221,509

TOWN OF HAY RIVER

Schedule 9

General Fund
Schedule of Expenditure

For the year ended December 31, 2012

	2012 Budget	2012 Actual	2011 Actual
Environmental and Public Health Services			
Sanitation operations	\$ 342,210	\$ 320,473	\$ 343,098
Landfill			
Maintenance	116,960	60,222	125,805
Amortization of tangible capital assets	15,700	6,231	6,231
Annual town clean-up	16,847	9,546	5,896
Cemetery			
Maintenance	27,150	10,170	18,281
Amortization of tangible capital assets	10,800	31,246	6,008
	\$ 529,667	\$ 437,888	\$ 505,319

TOWN OF HAY RIVER

Schedule 10

General Fund
Schedule of Expenditure

For the year ended December 31, 2012

	2012 Budget	2012 Actual	2011 Actual
Planning and Development			
Planning and Zoning	\$ 152,581	\$ 110,819	\$ 119,235
Tourism	71,852	57,917	121,951
Building and yard maintenance	14,455	2,870	5,726
Programs	-	-	-
Amortization of tangible capital assets	9,200	8,029	5,575
Economic development	124,694	15,033	-
Start Your Engines	-	-	-
	\$ 372,782	\$ 194,668	\$ 252,487

TOWN OF HAY RIVER

Schedule 11

General Fund
Schedule of Expenditure

For the year ended December 31, 2012

	2012 Budget	2012 Actual	2011 Actual
Recreational and Cultural			
Recreation administration	\$ 351,579	\$ 328,917	\$ 499,745
Insurance	-	-	-
Vehicle maintenance	-	6,204	7,410
Recreation centre operations	481,711	535,475	581,961
Building maintenance	29,192	80,478	80,072
Mechanical maintenance	43,121	25,999	18,960
Swimming pool operations	686,234	670,754	634,502
Building maintenance	15,845	19,046	43,009
Mechanical maintenance	17,000	71,948	28,098
Curling club operations	94,650	89,930	88,027
Building maintenance	6,040	3,497	4,936
Sports fields	69,583	18,615	11,158
Parkland	175,669	124,817	125,621
Library	177,800	177,800	169,334
Museum	-	-	13,000
Community television	-	73,064	72,428
Recreation programs	187,100	171,079	88,288
Amortization of tangible capital assets	520,000	468,066	466,680
	\$ 2,855,524	\$ 2,865,689	\$ 2,913,229

TOWN OF HAY RIVER

Schedule 12

General Fund
Schedule of Expenditure

For the year ended December 31, 2012

	2012 Budget	2012 Actual	2011 Actual
Fiscal and Valuation			
Discount on taxes	\$ 152,000	\$ 146,134	\$ 150,989
Debenture interest	161,000	168,757	205,299
Bank charges	13,750	3,851	10,811
Senior/disabled tax exemptions	144,520	151,439	137,243
Write-down of land inventory	-	86,291	-
Provision for (recovery of) bad debts, Note 5	5,000	27,136	34,841
	\$ 476,270	\$ 583,608	\$ 539,183

TOWN OF HAY RIVER

Schedule of Reserves

Schedule 13

For the year ended December 31, 2012

	2012 Budget	2012 Actual	2011
Reserve for Mobile Equipment Replacement			
Balance, beginning of year	\$ 768,570	\$ 768,570	\$ 712,030
Current year appropriation			
- General Fund	16,400	94,766	143,643
- Utility Fund	8,400	8,400	19,845
Proceeds from sale of equipment			
- General Fund	-	12,000	-
- Utility Fund	-	-	13,094
Transfer from reserve for current year expenditure			
- General Fund	-	(150,012)	(120,042)
- Utility Fund	-	11,758	-
Balance, end of year	\$ 793,370	\$ 745,482	\$ 768,570
Reserve for Management Training			
Balance, beginning of year	\$ 19,386	\$ 19,386	\$ 19,166
Current year appropriation	200	335	220
Transfer from reserve for current year expenditure	-	-	-
Balance, end of year	\$ 19,586	\$ 19,721	\$ 19,386
Reserve for Recreation Infrastructure			
Balance, beginning of year	\$ 77,111	\$ 77,111	\$ 318,298
Current year appropriation	3,700	13,578	76,652
Less debenture repayments	-	-	(317,839)
Transfer from reserve for current year expenditure	-	-	-
Balance, end of year	\$ 80,811	\$ 90,689	\$ 77,111
Reserve for Municipal Infrastructure			
Balance, beginning of year	\$ 646,881	\$ 646,881	\$ 627,550
Current year appropriation	18,600	23,108	19,331
Transfer from reserve for current year expenditure	-	-	-
Balance, end of year	\$ 665,481	\$ 669,989	\$ 646,881
Reserve for Computer Systems			
Balance, beginning of year	\$ 1,513	\$ 1,513	\$ 2,639
Current year appropriation	10,000	10,011	10,030
Transfer from reserve for current year expenditure	-	-	(11,156)
Balance, end of year	\$ 11,513	\$ 11,524	\$ 1,513
Reserve for Landfill			
Balance, beginning of year	\$ 152,812	\$ 152,812	\$ 151,079
Current year appropriation	1,800	2,865	1,733
Transfer from reserve for current year expenditure	-	-	-
Balance, end of year	\$ 154,612	\$ 155,677	\$ 152,812
Reserve for Recreation Center Replacement			
Balance, beginning of year	\$ 67,086	\$ 67,086	\$ 13,649
Current year appropriation	-	37,725	53,437
Balance, end of year	\$ 67,086	\$ 104,811	\$ 67,086
Total Reserves			
Balance, beginning of year	\$ 1,733,359	\$ 1,733,359	\$ 1,844,411
Current year appropriation			
- General Fund	50,700	194,388	(12,793)
- Utility Fund	8,400	8,400	32,939
Transfer from reserve for current year expenditure			
- General Fund	-	(150,012)	(131,198)
- Utility Fund	-	11,758	-
Balance, end of year	\$ 1,792,459	\$ 1,797,893	\$ 1,733,359

TOWN OF HAY RIVER
 Schedule of Expenditures by Object

Schedule 14

For the year ended December 31, 2012

	2012 Budget	2012 Actual	2011 Actual
Salaries, wages and benefits	\$ 4,074,030	\$ 3,718,139	\$ 4,014,323
Mayor, council and other indemnities	277,520	292,301	387,957
Office and administration	278,801	233,801	202,871
Community T.V.	-	73,064	72,428
Advertising and promotion	103,932	67,917	145,567
Professional services and training	422,825	452,443	527,057
Insurance	207,507	200,778	203,907
Construction and maintenance supplies	769,486	1,048,520	832,434
Contracted services	1,407,832	1,361,480	1,301,039
Land, machinery and equipment rent	90,050	112,204	180,142
Utilities - Electricity	779,177	701,419	636,540
Utilities - Sanitation	87,090	119,000	370,245
Utilities - Water/Sewer	65,150	72,804	55,723
Utilities - Heating fuel	532,335	563,397	511,843
Vehicle operations	87,650	106,315	137,654
Equipment and vehicle fuel	47,750	38,608	64,402
Interest and bank charges	13,750	3,851	10,822
Interest on long-term debt	281,000	168,757	205,299
Provision for bad debts	5,000	27,136	34,840
Discount on taxes	152,000	146,134	150,989
Grants	364,589	279,472	157,598
Cost of land sold	-	-	248,817
Expenditures before the undernoted	10,047,474	9,787,540	10,472,497
Provision for landfill closure	-	675,574	35,485
Amortization of tangible capital assets	2,049,500	1,997,112	1,973,304
	\$ 12,096,974	\$ 12,460,226	\$ 12,461,286

TOWN OF HAY RIVER
 Schedule of Tangible Capital Assets
 December 31, 2012

Schedule 15

General Fund	Opening Balance	Additions	Disposals	Closing Balance	Accumulated Amortization Beginning of Year	Net Carrying Amount Beginning of Year	Deletions	Amortization	Accumulated Amortization End of Year	Net Carrying Amount
Linear Structures										
Roads, sidewalks, parking lots	\$ 10,216,281	\$ -	\$ -	\$ 10,216,281	\$ 2,545,958	\$ 7,670,323	\$ -	\$ 612,468	\$ 3,158,424	\$ 7,057,857
Recreation facilities	800,458	-	-	800,458	218,088	581,570	-	31,487	250,385	550,773
Marine facilities	156,731	-	-	156,731	68,962	87,769	-	6,269	84,038	62,693
Land Bio treatment facility	137,550	-	-	137,550	18,810	118,740	-	2,751	21,561	115,989
Drainage	2,569,539	-	-	2,569,539	674,163	1,895,376	-	102,782	776,945	1,792,594
Traffic lights	109,098	-	-	109,098	40,825	68,173	-	3,637	44,562	64,538
	13,989,657	-	-	13,989,657	3,586,513	10,403,144	-	758,402	4,345,915	9,643,742
Buildings										
Administration	852,200	-	-	852,200	511,320	340,880	-	17,044	528,364	323,836
Fire halls	1,145,000	-	-	1,145,000	452,887	692,113	-	24,078	477,085	667,935
Generator building	116,400	-	-	116,400	34,920	81,480	-	2,910	37,830	76,570
Emergency response training center	240,400	-	-	240,400	60,400	180,000	-	6,010	66,110	174,290
Fire training centers	325,100	-	-	325,100	116,506	208,594	-	9,289	125,785	180,305
Tourist information	178,800	10,000	-	188,800	80,732	95,968	-	5,046	86,278	100,822
Arena complex	5,946,193	-	-	5,946,193	2,697,066	3,139,127	-	125,721	2,822,787	3,013,406
Aquatic facility	7,706,860	-	-	7,706,860	775,334	6,981,546	-	194,849	970,183	6,796,697
Golf clubhouse	918,800	-	-	918,800	288,810	620,190	-	22,970	321,580	597,220
SKI chalet	589,200	-	-	589,200	147,050	441,150	-	14,705	161,755	428,445
Public works garages	969,722	-	-	969,722	505,042	464,680	-	24,065	529,097	440,825
Carpentry	175,432	-	-	175,432	103,006	72,426	-	3,959	106,985	68,487
Land fill	69,600	-	-	69,600	68,120	3,480	-	3,480	69,600	-
Storage	244,747	-	-	244,747	40,562	204,185	-	9,842	50,504	194,243
Staff house	170,000	-	-	170,000	24,419	145,581	-	4,863	29,272	140,728
Dog pound	157,400	-	-	157,400	55,090	102,310	-	3,936	59,025	96,375
Ball parks	124,372	-	-	124,372	43,678	80,494	-	3,648	47,526	76,848
Other	76,895	14,729	-	91,614	39,606	37,279	-	3,353	42,959	48,655
	20,063,931	24,729	-	20,088,660	6,162,348	13,901,583	-	479,847	6,642,195	13,446,465
Machinery and Equipment										
Vehicles	3,089,367	150,012	68,485	3,170,904	2,660,365	428,002	65,148	136,159	2,733,398	437,506
Heavy equipment	97,948	-	-	97,948	71,297	26,651	-	4,086	75,383	22,565
Office furniture and equipment	635,579	25,705	-	661,284	476,307	189,272	-	36,154	514,481	146,823
Operating Equipment	1,205,823	48,372	-	1,254,195	833,115	372,708	-	71,267	904,382	349,813
Computer Equipment	195,338	55,367	-	250,705	177,570	17,768	-	31,639	209,209	41,496
IT Infrastructure	431,475	73,663	-	504,938	364,954	66,491	-	36,980	403,974	100,964
	5,655,550	352,919	68,485	5,938,974	4,563,658	1,071,892	65,148	322,296	4,840,805	1,099,169
Work in progress	269,296	2,760,700	-	3,029,996	-	289,296	-	-	-	3,029,996
Land	142,624	-	-	142,624	-	142,624	-	-	-	142,624
Land in development	1,964,223	229,233	-	2,192,456	-	1,964,223	-	-	-	2,192,456
	2,106,847	229,233	-	2,335,080	-	2,106,847	-	-	-	2,335,080
Art Work	52,218	3,816	-	56,034	-	52,218	-	-	-	56,034
Tangible Capital Assets - General Fund	\$ 42,137,499	\$ 3,370,397	\$ 68,495	\$ 45,439,401	\$ 14,332,519	\$ 27,804,980	\$ 65,148	\$ 1,561,544	\$ 15,628,915	\$ 29,610,486
Utility Fund										
Water and Sewer System	\$ 14,655,419	\$ -	\$ -	\$ 14,655,419	\$ 2,622,621	\$ 11,632,798	\$ -	\$ 293,091	\$ 3,115,712	\$ 11,538,707
Buildings	5,897,810	-	-	5,897,810	1,787,776	4,098,834	-	120,513	1,918,289	3,978,321
Land	1,000	-	-	1,000	-	1,000	-	-	-	1,000
Vehicles	313,056	-	-	313,056	276,735	37,321	-	11,795	287,520	25,536
Heavy Equipment	33,741	-	-	33,741	3,159	31,109	-	527	31,109	2,632
Furniture & Equipment	1,558,642	-	-	1,558,642	1,513,409	452,333	-	9,662	1,523,061	35,581
Work in Progress	31,200	90,660	-	121,860	-	31,200	-	-	-	121,860
	\$ 22,480,668	\$ 90,660	\$ -	\$ 22,581,358	\$ 6,440,123	\$ 16,050,545	\$ -	\$ 435,568	\$ 6,875,691	\$ 15,705,667
Total Tangible Capital Assets	\$ 64,628,167	\$ 3,461,087	\$ 68,495	\$ 68,020,759	\$ 20,772,642	\$ 43,895,525	\$ 65,148	\$ 1,997,112	\$ 22,704,606	\$ 45,316,153

TOWN OF HAY RIVER

Schedule 16

Gas Tax Agreement
Statement of Revenue, Expenditure and Deferred Contribution

For the year ended December 31, 2012

	2006 Actual	2007 Actual	2008 Actual	2009 Actual	2010 Actual	2011 Actual	2012 Actual	Cumulative April 21/06 to December 31/12
Funding								
Deferred contribution balance, opening	\$ -	\$ 11,990	\$ -	\$ 344,184	\$ -	\$ 539,179	\$ 1,101,651	\$ -
Annual Gas Tax allocation	614,522	411,453	515,845	1,036,607	1,015,622	1,015,622	1,015,622	5,625,093
Interest earned	311	161	-	233	-	9,553	16,934	27,192
	614,833	423,604	515,845	1,381,024	1,015,622	1,564,354	2,134,207	5,652,285
Funds Spent								
Water/Sewer replacement Wright Crescent	-	-	-	-	-	-	76,433	76,433
Upgrade Lift Station #1	-	-	-	-	-	-	9,792	9,792
Upgrade Lift Station #2	-	-	-	-	-	-	4,465	4,465
Stewart Drive Drainage and Restoration	602,843	423,604	31,923	1,381,024	-	5,039	-	2,444,433
Woodland Drive Water Main Repairs	-	-	139,538	-	476,443	8,750	-	625,731
Studney/Poplar Water Main Replacement	-	-	-	-	-	447,914	-	447,914
	602,843	423,604	171,461	1,381,024	476,443	462,703	90,690	3,608,768
Deferred contribution balance, closing	\$ 11,990	\$ -	\$ 344,184	\$ -	\$ 539,179	\$ 1,101,651	\$ 2,043,517	\$ 2,043,517

Schedule 17

TOWN OF HAY RIVER
 Community Public Infrastructure Agreement
 Statement of Revenue, Expenditure and Deferred Contribution
 For the year ended December 31, 2012

	2007	2008	2008	2010	2011	2012	Cumulative
	Actual	Actual	Actual	Actual	Actual	Actual	April 1/07 to December 31/12
Funding							
Deferred contribution balance, opening	\$ -	\$ 1,037,051	\$ 2,329,836	\$ 3,591,497	\$ 4,858,080	\$ 5,730,534	\$ -
Annual CPI allocation	1,016,349	1,259,640	1,259,640	1,259,640	1,259,640	1,260,000	7,314,909
Interest earned	20,702	33,145	2,021	6,943	58,755	78,886	200,252
	1,037,051	2,329,836	3,591,497	4,858,080	6,176,475	7,069,220	7,515,161
Funds Spent							
Computer hardware & software	-	-	-	-	-	139,850	139,850
Storage garage	-	-	-	-	-	6,454	6,454
Parking lot curbs	-	-	-	-	-	2,092	2,092
Park Signage	-	-	-	-	-	2,111	2,111
Downtown Banners	-	-	-	-	-	3,466	3,466
Fisherman's Wharf Improvements	-	-	-	-	-	14,732	14,732
Visitor Information Centre improvements	-	-	-	-	-	20,013	20,013
Water treatment plant upgrades	-	-	-	-	-	9,100	9,100
Drainage master plan	-	-	-	-	-	20,682	20,682
Dump Truck	-	-	-	-	-	134,717	134,717
Delancey Estates road chip sealing	-	-	-	-	25,864	-	25,864
Miron Drive weeping tile	-	-	-	-	28,703	-	28,703
Trans Canada Trail	-	-	-	-	6,062	-	6,062
Gord Thompson Park equipment installation	-	-	-	-	3,185	-	3,185
Don Wright Park drainage	-	-	-	-	8,500	-	8,500
Aquatic center external stairs	-	-	-	-	27,080	-	27,080
Recreation center repairs & maintenance	-	-	-	-	5,308	92,361	97,670
Recreation storage garage	-	-	-	-	16,433	-	16,433
Fire department bunker gear	-	-	-	-	19,237	19,587	38,824
IT servers	-	-	-	-	38,200	-	38,200
Various furniture and equipment	-	-	-	-	42,975	-	42,975
WIP - Drainage improvements	-	-	-	-	-	58,020	100,995
WIP - Downtown accessibility & beautification	-	-	-	-	-	25,459	25,459
WIP - Landfill improvements	-	-	-	-	-	26,686	26,686
WIP - Pine Point twin ball diamond	-	-	-	-	-	9,115	9,115
WIP - Tri-Service Park development	-	-	-	-	-	6,420	6,420
WIP - Trails	-	-	-	-	-	19,888	19,888
WIP - Upgrade golf course road	-	-	-	-	-	22,680	22,680
WIP - new fire hall plan	-	-	-	-	25,819	45,401	71,220
WIP - new town hall plan	-	-	-	-	168,004	-	168,004
WIP - downtown survey	-	-	-	-	6,027	-	6,027
WIP - Vale Island drainage	-	-	-	-	16,900	-	16,900
	-	-	-	-	7,643	49,700	57,343
	-	-	-	-	445,941	1,123,989	1,569,930
Deferred contribution balance, closing	\$ 1,037,051	\$ 2,329,836	\$ 3,591,497	\$ 4,858,080	\$ 5,730,534	\$ 5,945,231	\$ 5,945,231

Schedule 18

TOWN OF HAY RIVER
Community Capacity Building Fund
Statement of Revenue, Expenditure and Deferred Contribution

For the year ended December 31, 2012

	2007 Actual	2008 Actual	2009 Actual	2010 Actual	2011 Actual	2012 Actual	Cumulative Jul 31/07 to Dec 31/12
Funding							
Deferred contribution balance, opening	\$ -	\$ 1,057,512	\$ 1,057,512	\$ 1,057,512	\$ 1,057,512	\$ 1,057,512	\$ -
Annual allocation	1,614,100	-	-	-	-	-	1,614,100
	1,614,100	1,057,512	1,057,512	1,057,512	1,057,512	1,057,512	1,614,100
Funds Spent							
Aboriginal Center Improvements	350,000	-	-	-	-	-	350,000
Playground refurbishment and enhancement	206,588	-	-	-	-	-	206,588
Fire hall Construction	-	-	-	-	-	1,057,512	1,057,512
	556,588	-	-	-	-	1,057,512	1,614,100
Deferred contribution balance, closing	\$ 1,057,512	\$ 1,057,512	\$ 1,057,512	\$ 1,057,512	\$ 1,057,512	\$ -	\$ -

Schedule 19

TOWN OF HAY RIVER
Build Canada Funding
Statement of Revenue, Expenditure and Deferred Contribution

For the year ended December 31, 2012

	2010 Actual	2011 Actual	2012 Actual	Cumulative Sep 29/10 to Dec 31/12
Funding				
Deferred contribution balance, opening	\$ -	\$ -	\$ 2,150,533	\$ -
Annual allocation	-	2,127,649	-	2,127,649
Interest earned	-	22,884	25,458	48,342
	-	2,150,533	2,175,991	2,175,991
Funds Spent				
Fire hall design and construction	-	-	1,072,089	1,072,089
	-	-	1,072,089	1,072,089
Deferred contribution balance, closing	\$ -	\$ 2,150,533	\$ 1,103,902	\$ 1,103,902

TOWN OF HAY RIVER

Public Transit Funding
Statement of Revenue, Expenditure and Deferred Contribution

Schedule 20

For the year ended December 31, 2012

	2007	2008 Actual	2009 Actual	2010 Actual	2011 Actual	2012 Actual	Cumulative Nov 26/07 to Dec 31/12
Funding							
Deferred contribution balance, opening	\$ -	\$ -	\$ 125,000	\$ 125,000	\$ 125,000	\$ 125,000	\$ -
Annual allocation	-	180,310	-	-	-	-	180,310
Contributions repayable	-	-	-	-	-	(125,000)	(125,000)
	-	180,310	125,000	125,000	125,000	-	65,310
Funds Spent							
Handi bus transportation	-	65,310	-	-	-	-	65,310
	-	65,310	-	-	-	-	65,310
Deferred contribution balance, closing	\$ -	\$ 125,000	\$ 125,000	\$ 125,000	\$ 125,000	\$ -	\$ -

TOWN OF HAY RIVER
 Schedule of Honoraria and Travel

Schedule 21

For the year ended December 31, 2012

	Salaries	Honoraria	Travel
Mayor			
Andrew Cassidy	\$ -	\$ 16,721	\$ 1,143
Ken Latour	-	31,068	-
Kelly Schofield	-	7,101	-
	\$ -	\$ 54,890	\$ 1,143
Councilor			
Brad Mapes	\$ -	\$ 2,056	\$ -
Mike Maher	-	10,278	-
Rodger Candow	-	1,644	-
Jason Coakwell	-	1,644	-
Keith Dohey	-	1,644	-
Kandis Jameson	-	1,644	-
Donna Lee Jungkind	-	1,644	-
Vince McKay	-	1,644	-
Kevin Wallington	-	8,222	1,458
Bernard Dueck	-	8,222	1,830
Dawna O'Brien	-	8,222	-
Bernard Langille	-	8,222	-
	\$ -	\$ 55,086	\$ 3,288