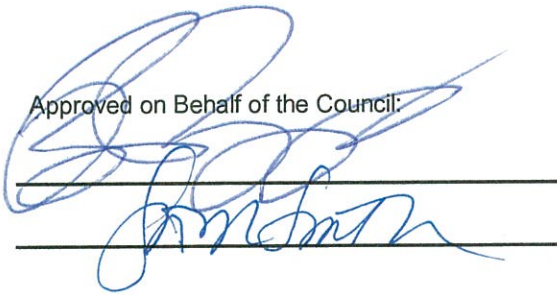


Financial Statements of

TOWN OF HAY RIVER

December 31, 2015

Approved on Behalf of the Council:



A handwritten signature in blue ink is written over a horizontal line. The signature is stylized and appears to be 'J. Smith'.

Mayor

Senior Administrative Officer

TOWN OF HAY RIVER

Financial Statements

Year Ended December 31, 2015

Management Responsibility for Financial Statements		1
Auditors' Report		2-3
Consolidated Financial Statements		
Consolidated Statement of Financial Position	Statement I	4
Consolidated Statement of Operations and Surplus	Statement II	5
Consolidated Statement of Changes in Net Financial Assets (Debt)	Statement III	6
Consolidated Statement of Cash Flows	Statement IV	7
Notes to the Financial Statements		8-18
General Fund		
Schedule of Operations and Surplus	Schedule 1	19
Utility Fund		
Schedule of Operations and Surplus	Schedule 2	20
Land Development Fund		
Schedule of Operations and Surplus	Schedule 3	21
General Fund - Schedules of Revenue		
Property Taxes	Schedule 4	22
Sales of Services	Schedule 4	22
Other Revenue from Own Sources	Schedule 4	22
Government Transfers	Schedule 5	23
General Fund - Schedules of Expenditures		
General Government	Schedule 6	24
Protective Services	Schedule 7	25
Transportation and Public Works	Schedule 8	26
Environmental and Public Health Services	Schedule 9	27
Planning and Development	Schedule 10	27
Recreational and Cultural	Schedule 11	28
Fiscal and Valuation	Schedule 12	28
Schedule of Reserves	Schedule 13	29
Schedule of Expenditures by Object	Schedule 14	30
Schedule of Changes in Accumulated Surplus	Schedule 15	31
Schedule of Tangible Capital Assets	Schedule 16	32
Gas Tax Agreement		
Statement of Revenue, Expenditure and Deferred Contribution	Schedule 17	33
Community Public Infrastructure Agreement		
Statement of Revenue, Expenditure and Deferred Contribution	Schedule 18	34
Community Capacity Building Fund Agreement		
Statement of Revenue, Expenditure and Deferred Contribution	Schedule 19	35
Build Canada Fund Agreement		
Statement of Revenue, Expenditure and Deferred Contribution	Schedule 20	35
Public Transit Fund Agreement		
Statement of Revenue, Expenditure and Deferred Contribution	Schedule 21	36
Schedule of Honoraria and Travel	Schedule 22	37



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
October 24, 2016

AUDITORS' REPORT

To the Mayor and Council

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, 2015, 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 public sector accounting standards, 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 qualified audit opinion.

Basis for Qualified Opinion

As explained in Note 12, the Town has recorded land transferred from the other governments at its land held for town use at the acquisition cost. This constitutes a departure from Canadian Public Sector Accounting Standards as contributed assets are to be recorded at their fair market value on the date of transfer. The effects on the financial statements have not been determined as the fair market value of the land was not ascertained. As a result, we were unable to determine any adjustments that might have been found necessary in respect of the land inventory, government transfers or accumulated surplus.

Qualified Opinion

In our opinion, except for the effects of the matter described in the Basis for Qualified Opinion paragraph, the consolidated financial statements present fairly, in all material respects, the financial position of the Town of Hay River as at December 31, 2015, 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
October 24, 2016

TOWN OF HAY RIVER

Statement I

Consolidated Statement of Financial Position

December 31, 2015

	2015	2014
Financial Assets		
Cash, Note 2	\$ 12,088,485	\$ 14,238,973
Receivables		
Municipal taxes receivable, Note 3	1,933,098	422,358
Accounts receivable, Note 4	5,530,043	1,639,594
Land inventory for resale	297,422	297,422
Total Financial Assets	19,849,048	16,598,347
Liabilities		
Accounts payable and accrued liabilities, Note 6	2,384,290	1,857,086
School taxes payable, Note 7	723,337	43,748
Deferred contributions, Note 8	7,408,139	6,408,063
Deposits held	150,443	143,815
Landfill closure liability, Note 9	1,210,189	1,197,658
Long-term debt, Note 10	2,816,460	2,950,381
Total Liabilities	14,692,858	12,600,751
Net Financial Assets (Debt)	\$ 5,156,190	\$ 3,997,596
Non-Financial Assets		
Prepaid expenditure	\$ 34,928	\$ 66,972
Inventory held for use	113,102	113,102
Tangible capital assets, Note 11		
General fund	30,450,862	30,935,075
Utility fund	19,513,664	17,065,452
Total Non-Financial Assets	\$ 50,112,556	\$ 48,180,601
Accumulated Surplus, Note 12	\$ 55,268,746	\$ 52,178,197

Commitments and contingencies - See Notes 14 and 15

TOWN OF HAY RIVER

Statement II

Consolidated Statement of Operations and Surplus

For the year ended December 31, 2015

	Schedule	Budget (unaudited)	2015	2014
Revenue				
Property taxes	4	\$ 4,904,455	\$ 4,975,606	\$ 4,943,793
Sales of services	4	526,937	382,474	562,586
Other revenue from own sources	4	581,726	1,915,944	614,920
Government transfers for operating	5	2,105,706	2,177,108	2,232,710
Government transfers for water and sewer	2	511,000	855,000	511,000
Water and sewer revenues	2	1,823,129	1,813,496	2,012,295
Land sales, lease and development	3	300,123	498,099	551,676
Total Revenue		10,753,076	12,617,727	11,428,980
Expenses				
General government	6	1,682,749	1,361,012	1,877,726
Protective services	7	756,326	860,804	966,815
Transportation and public works	8	1,579,072	1,942,140	2,144,310
Environmental and public health services	9	576,780	1,393,063	595,472
Planning and development	10	391,289	128,472	274,685
Recreational and cultural	11	2,524,852	2,326,880	2,962,160
Fiscal and valuation	12	451,321	541,874	530,264
Water and sewer expenses	2	2,334,129	2,722,227	2,701,201
Land development	3	38,960	153,103	324,188
Total Expenditures		10,335,478	11,429,575	12,376,821
Annual surplus (deficit), before the undernoted		417,598	1,188,152	(947,841)
Other revenue (expenditure)				
Net government transfers for capital	5	-	1,902,397	2,015,088
Gain (loss) on disposal of capital assets		-	-	(553,182)
		-	1,902,397	1,461,906
Annual Surplus (Deficit)		\$ 417,598	\$ 3,090,549	\$ 514,065
Accumulated surplus, beginning of year		52,178,197	52,178,197	51,664,132
Accumulated surplus, end of year		\$ 52,595,795	\$ 55,268,746	\$ 52,178,197

TOWN OF HAY RIVER

Consolidated Statement of Changes in Net Financial Assets (Debt)

Statement III

For the year ended December 31, 2015

	Budget (unaudited)	2015	2014
Annual Surplus (Deficit)	\$ 417,598	\$ 3,090,549	\$ 514,065
Amortization expense	1,982,842	2,180,015	2,195,464
Acquisition of tangible capital assets	-	(4,144,014)	(1,879,609)
(Gain) loss on disposal of capital assets	-	-	553,182
Proceeds on disposal of tangible capital assets	-	-	-
Change in prepaid expenses	-	32,044	(17,089)
Change in inventory held for use	-	-	-
Increase (decrease) in net financial assets	2,400,440	1,158,594	1,366,013
Net financial assets (debt), beginning of year	3,997,596	3,997,596	2,631,583
Net financial assets (debt), end of year	\$ 6,398,036	\$ 5,156,190	\$ 3,997,596

TOWN OF HAY RIVER

Statement IV

Consolidated Statement of Cash Flows

For the year ended December 31, 2015

	2015	2014
Operating Activities		
Annual Surplus (Deficit)	\$ 3,090,549	\$ 514,065
Non-cash charges to operations:		
Amortization expense	2,180,015	2,195,464
(Gain) loss on disposal of capital assets	-	553,182
Provision for landfill closure	12,531	12,531
	5,283,095	3,275,242
Change in non-cash working capital balances:		
Municipal taxes receivable	(1,510,740)	(115,678)
Accounts receivable	(3,890,449)	(480,559)
Land inventory for resale	-	208,599
Accounts payable and accrued liabilities	527,204	(939,216)
School taxes payable	679,589	(938,546)
Deferred contributions	1,000,076	658,804
Deposits held	6,628	(63,284)
Prepaid expenses	32,044	(17,089)
Inventory held for use	-	-
	2,127,447	1,588,273
Net change in cash from operations	2,127,447	1,588,273
Financing Activities		
Principal repayment of long-term debt	(133,921)	(126,666)
Proceeds of long-term debt	-	-
	(133,921)	(126,666)
Net change in cash from financing activities	(133,921)	(126,666)
Capital Activities		
Purchase of tangible capital assets	(4,144,014)	(1,879,609)
Proceeds on disposal of tangible capital assets	-	-
	(4,144,014)	(1,879,609)
Net change in cash from investing activities	(4,144,014)	(1,879,609)
Increase (decrease) in cash during the year	(2,150,488)	(418,002)
Bank accounts, opening	14,238,973	14,656,975
Bank accounts, closing	\$ 12,088,485	\$ 14,238,973

TOWN OF HAY RIVER

Notes to the Financial Statements

December 31, 2015

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 Chartered Professional Accountants of Canada. 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.

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.

TOWN OF HAY RIVER

Notes to the Financial Statements

December 31, 2015

Note 1. Significant Accounting Policies (continued)

Government Transfers (continued)

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

Financial Instruments

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

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.

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.

TOWN OF HAY RIVER

Notes to the Financial Statements

December 31, 2015

Note 1. Significant Accounting Policies (continued)

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:

Asset	Method	Rate
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.

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.

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.

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.

TOWN OF HAY RIVER

Notes to the Financial Statements

December 31, 2015

Note 1. Significant Accounting Policies (continued)

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.

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 12.

TOWN OF HAY RIVER

Notes to the Financial Statements

December 31, 2015

Note 2. Cash

	2015	2014
<i>Unrestricted</i>		
Operating account	\$ 1,114,552	\$ 3,875,582
<i>Internally restricted</i>		
General fund reserve account	2,154,183	2,133,401
Utility fund reserve account	2,741,015	2,714,583
<i>Externally restricted</i>		
Gas tax account	1,359,774	841,998
Community Public Infrastructure account	4,718,961	4,673,409
	\$ 12,088,485	\$ 14,238,973

Note 3. Municipal Taxes Receivable

	2015	2014
Current taxes and grant in lieu receivable	\$ 1,617,459	\$ 267,400
Arrears taxes	417,054	228,625
	2,034,513	496,025
Allowance for doubtful collection	(101,415)	(73,667)
	\$ 1,933,098	\$ 422,358

Note 4. Accounts Receivable

	Balance	Allowance	2015	2014
General accounts receivable	\$ 1,556,608	\$ 97,348	\$ 1,459,260	\$ 230,555
Utility system receivable	347,311	746	346,565	189,148
Ambulance receivable	222,917	208,662	14,255	43,359
Lease fees receivable	362,847	8,681	354,166	81,476
Gas tax	1,523,811	-	1,523,811	1,015,622
Community Public Infrastructure	1,260,000	-	1,260,000	-
NFTI contribution	121,000	-	121,000	-
Goods and services tax refundable	450,986	-	450,986	79,434
	\$ 5,845,480	\$ 315,437	\$ 5,530,043	\$ 1,639,594

TOWN OF HAY RIVER

Notes to the Financial Statements

December 31, 2015

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:

	2015	2014
General Operating Fund:		
Property taxes	\$ 27,750	\$ 28,286
Ambulance	30,457	52,664
General sundry	70,792	15,397
	\$ 128,999	\$ 96,347

Note 6. Accounts Payable and Accrued Liabilities

	2015	2014
Trade accounts payable	\$ 2,259,008	\$ 1,713,959
Due to GNWT (payroll tax)	5,789	1,536
Accrued vacation pay and banked time	119,493	141,591
	\$ 2,384,290	\$ 1,857,086

Note 7. School Tax Payable

	2015	2014
Balance consists of:		
2015 levy	\$ 680,596	\$ -
2014 levy	34,041	24,937
2013 and prior levy	8,700	18,811
	\$ 723,337	\$ 43,748

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.

TOWN OF HAY RIVER

Notes to the Financial Statements

December 31, 2015

Note 8. Deferred Contributions

	2015	2014
Gas Tax Funding, Schedule 17	\$ 1,180,972	\$ 1,380,007
Community Public Infrastructure Funding, Schedule 18	5,227,167	4,598,993
Public Transit Funding, Schedule 21	-	56,563
CanNor - Northern Farm Training Institute Funding	-	350,000
Arctic Winter Games Funding	1,000,000	-
Landfill remediation	-	22,500
	\$ 7,408,139	\$ 6,408,063

Note 9. Landfill Closure Liability

The Town is required to estimate future closure and post-closure costs for its landfill site. The estimated liability is based on the sum of discounted future cash flows for closure and post-closure activities for 25 years after closure using a discount rate of 5.25% and inflation of 2.06%.

The accrued liability portion is based on the capacity used at year end compared to the estimated total capacity. The remaining estimated life of the landfill is 8 years and of the total capacity approximately 7.8% remains.

	2015	2014
Estimated closure costs	\$ 518,030	\$ 518,030
Estimated post-closure costs	780,149	780,149
Estimated total liability	1,298,179	1,298,179
Estimated capacity used	93.2%	92.3%
Accrued liability	\$ 1,210,189	\$ 1,197,658

Note 10. Long-Term Debt

Description	Issue Date	Maturity Date	Rate %	Payment	Principal Balance 2015	Principal Balance 2014
Aquatic Facility - RBC	2/23/11	2/25/21	4.93	\$ 23,021	2,816,460	2,950,381
					\$ 2,816,460	\$ 2,950,381

* Principal and interest included, payable monthly

TOWN OF HAY RIVER

Notes to the Financial Statements

December 31, 2015

Note 10. Long-Term Debt (continued)

Principal and interest payments due within the next five years:

	Principal	Interest	Total
2016	\$ 139,761	\$ 128,045	\$ 267,806
2017	146,400	121,406	267,806
2018	153,355	114,451	267,806
2019	160,640	107,166	267,806
2020	168,271	99,535	267,806
Subsequent	2,048,033	471,042	2,519,075
	\$ 2,816,460	\$ 1,041,645	\$ 3,858,105

Note 11. Tangible Capital Assets

	Cost	Accumulated Amortization	Net Book Value	
			2015	2014
General Fund:				
Linear Structures	\$ 14,511,755	\$ 6,675,705	\$ 7,836,050	\$ 8,536,679
Buildings	26,312,641	8,292,447	18,020,194	18,619,302
Machinery and Equipment	6,461,226	5,666,782	794,444	908,961
Work in progress	1,574,139	-	1,574,139	597,764
Land held for town use	2,170,001	-	2,170,001	2,216,335
Art Work	56,034	-	56,034	56,034
	\$ 51,085,796	\$ 20,634,934	\$ 30,450,862	\$ 30,935,075
Utility Fund:				
Water and Sewer System	\$ 14,934,837	\$ 4,036,117	\$ 10,898,720	\$ 11,203,750
Buildings	7,763,377	2,019,195	5,744,182	5,667,006
Land	1,000	-	1,000	1,000
Vehicles	338,730	302,297	36,433	48,828
Heavy Equipment	33,741	32,690	1,051	1,578
Furniture & Equipment	1,558,642	1,536,973	21,669	26,294
Work in progress	2,810,609	-	2,810,609	116,996
	\$ 27,440,936	\$ 7,927,272	\$ 19,513,664	\$ 17,065,452
Total	\$ 78,526,732	\$ 28,562,206	\$ 49,964,526	\$ 48,000,527

Land transferred from the GNWT recorded in Land held for town use has been recorded at acquisition cost. This constitutes a departure from Canadian Public Sector Accounting Standards as the cost of contributed assets are required to be recorded at their fair market value, or estimate thereof, at the date of contribution.

TOWN OF HAY RIVER

Notes to the Financial Statements

December 31, 2015

Note 12. Accumulated Surplus

Accumulated surplus consists of restricted and unrestricted amounts and equity in tangible capital assets as follows:

	2015	2014
Accumulated Surplus per Statement of Financial Position	\$ 55,268,746	\$ 52,178,197
Invested in Tangible Capital Assets		
General Fund	27,634,403	27,984,695
Utility Fund	19,513,663	17,065,451
	47,148,066	45,050,146
Internally restricted reserves		
Reserve for Mobile Equipment Replacement	1,147,016	1,013,092
Reserve for Management Training	20,610	20,153
Reserve for Recreation Infrastructure	94,778	92,675
Reserve for Municipal Infrastructure	700,202	684,663
Reserve for Computer Systems	7,659	7,489
Reserve for Landfill	162,697	159,087
Reserve for Recreation Center Replacement	203,292	188,689
Reserve for Utility Infrastructure	1,290,395	2,663,962
	3,626,649	4,829,810
Unappropriated surplus (deficit)		
General fund	51,623	(1,702,547)
Utility fund	8,579	(88,045)
Land development fund	4,433,829	4,088,833
	4,494,031	2,298,241
	\$ 55,268,746	\$ 52,178,197

TOWN OF HAY RIVER

Notes to the Financial Statements

December 31, 2015

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	Receivable	Excess (Shortfall)
Reserves				
Mobile Equipment	\$ 1,147,016	\$		
Management Training	20,610			
Recreation Infrastructure	94,778			
Municipal Infrastructure	700,202			
Computer System	7,659			
Landfill	162,697			
Recreation Center Replacement	203,292			
	2,336,254	2,154,183	-	(182,071)
Utility Infrastructure	1,290,395	2,741,015	-	1,450,620
	\$ 3,626,649	\$ 4,895,198	\$ -	\$ 1,268,549
Deferred Contributions, Note 8				
Gas Tax Funding	1,180,972	1,359,774	1,523,811	1,702,613
Community Public Infrastructure	5,227,167	4,718,961	1,260,000	751,794
	6,408,139	6,078,735	2,783,811	2,454,407
	\$ 10,034,788	\$ 10,973,933	\$ 2,783,811	\$ 3,722,956

Note 14. Commitments

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 are as follows:

For the year ending December 31:

2016	\$ 1,047,017
2017	861,167
2018	861,167
2019	\$ 861,167

Note 15. Contingent Liabilities

Insurance

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, 2015

Note 15. **Contingent Liabilities**

Legal claims

In the normal course of operations, the Town is subject to various legal claims. At the date of the audit report, it is not possible to determine the outcomes of the claims and the amount of the potential liability cannot be reasonably determined. Management has indicated that it is unlikely there will be a material adverse effect on the financial position of the Town.

Accounts receivable

On April 27, 2016, NTCL applied for and was granted creditor protection by the Court of Queen's Bench, Calgary, AB. At the time of filing, NTCL had outstanding property taxes of \$836,590 and outstanding lease fees of \$159,925 with the Town. As of September 20th 2016, \$279,698 relating to 2016 property taxes have been received.

The *Property Assessment and Taxation Act*, requires that property taxes are paid when the property changes ownership. Accordingly, the town has a first charge on the lands in relation to property taxes. Additionally, the courts have granted that the property taxes and lease payments will continue to be payable post-bankruptcy filing on properties that the Company continues to use.

At the date of the financial statements, it is unknown whether the property taxes and lease fees receivable are impaired. The amount of a potential impairment cannot be reasonably estimated. Any decrease in the value of the receivables would be accounted for as a current transaction in the year the impairment is determined.

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 2015 were \$66,628 (2014 - \$84,720), which were expensed as incurred.

Note 17. **Financial Instruments**

The Town's financial instruments consist of cash, accounts receivable, accounts payable and accrued liabilities, and long-term debt. It is management's opinion that the town is not exposed to significant interest or currency risks arising from these financial instruments.

The town is subject to credit risk with respect to taxes and grants in place of taxes receivables and trade and other receivables. Credit risk arises from the possibility that taxpayers and entities to which the town provides services may experience financial difficulty and be unable to fulfill their obligations. The large number and diversity of taxpayers and customers minimizes the credit risk.

Unless otherwise noted, the carrying value of the financial instrument approximates fair value.

Note 18. **Budget**

The budgeted figures are those approved by Council on December 23, 2014 and are unaudited.

Note 19. **Reclassification**

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

TOWN OF HAY RIVER

Schedule 1

General Fund
Schedule of Operations and Surplus

For the year ended December 31, 2015

	Schedule	2015 Budget	2015 Actual	2014 Actual
Revenue				
Property taxes	4	\$ 4,904,455	\$ 4,975,606	\$ 4,943,793
Sales of services	4	526,937	382,474	562,586
Other revenue from own sources	4	581,726	1,915,944	614,920
Government transfers for operating	5	2,105,706	2,177,108	2,232,710
Total Revenue		8,118,824	9,451,132	8,354,009
Expenditure				
General government	6	1,682,749	1,361,012	1,877,726
Protective services	7	756,326	860,804	966,815
Transportation and public works	8	1,579,072	1,942,140	2,144,310
Environmental and public health services	9	576,780	1,393,063	595,472
Planning and development	10	391,289	128,472	274,685
Recreational and cultural	11	2,524,852	2,326,880	2,962,160
Fiscal and valuation	12	451,321	541,874	530,264
Total Expenditure		7,962,389	8,554,245	9,351,432
Excess revenues over expenditures before the undemoted		156,435	896,887	(997,423)
Other revenue (expenditure)				
Government transfers for capital	5	-	1,902,397	2,015,088
Gain (loss) on disposal of capital assets		-	-	(553,182)
		-	1,902,397	1,461,906
Excess (Deficiency) of revenues over expenditures		\$ 156,435	\$ 2,799,284	\$ 464,483

TOWN OF HAY RIVER

Schedule 2

Utility Fund
Schedule of Operations and Surplus

For the year ended December 31, 2015

	2015 Budget	2015 Actual	2014 Actual
Revenue			
Water and sewer billings	\$ 1,800,000	\$ 1,783,014	\$ 1,968,926
Government transfers for water and sewer operations	511,000	855,000	511,000
Frontage taxation	3,129	72	2,754
Interest on reserves	13,000	26,433	33,791
Other revenues	2,000	-	-
Maintenance service	5,000	3,977	6,824
	2,334,129	2,668,496	2,523,295
Expenditure			
Overhead charges from General Fund			
Administration	214,687	268,212	214,687
Public Works	-	54,960	-
Salaries and benefits	401,054	296,058	332,342
Transmission and distribution	672,388	564,844	623,135
Trucked water delivery service	1,010,000	990,623	985,886
Trucked sewage subsidy	36,000	25,000	32,330
Amortization of tangible capital assets	-	522,530	512,821
	2,334,129	2,722,227	2,701,201
Excess (Deficiency) of revenues over expenditures	\$ -	\$ (53,731)	\$ (177,906)

TOWN OF HAY RIVER

Schedule 3

Land Development Fund
Schedule of Operations and Surplus

For the year ended December 31, 2015

	2015 Budget	2015 Actual	2014 Actual
Revenue			
Land sales	\$ -	\$ 195,000	\$ 218,750
Land leases	299,423	301,091	311,742
Legal and transfer fees recovered	500	364	-
Interest and penalties	200	1,644	21,184
	300,123	498,099	551,676
Expenditures			
Cost of land sold	36,060	46,394	200,923
Land leases	-	40,740	36,060
Overhead charges from General Fund			
Administration	2,400	62,757	35,818
Public Works	(7,000)	-	-
Professional fees	7,500	1,950	33,427
Search fees and sundry	-	1,262	17,960
Uncollectible Interest and penalties	-	-	-
	38,960	153,103	324,188
Excess (Deficiency) of revenues over expenditures	\$ 261,163	\$ 344,996	\$ 227,488

TOWN OF HAY RIVER

Schedule 4

General Fund
Schedule of Revenue

For the year ended December 31, 2015

	2015 Budget	2015 Actual	2014 Actual
Property taxes	\$ 4,792,409	\$ 4,809,481	\$ 4,815,672
Grants in Lieu of Taxes			
Federal	133,833	151,201	152,797
Territorial	570,127	664,451	588,370
NWT Power Corporation	45,040	36,070	36,070
Less school taxes	(636,954)	(685,597)	(667,295)
Discounts allowed on school tax	-	-	18,179
	\$ 4,904,455	\$ 4,975,606	\$ 4,943,793
Sales of Services			
Recreation			
- Pool	\$ 114,062	\$ 29,436	\$ 91,308
- Community center	174,000	92,483	181,344
- Curling club rental	24,000	19,480	17,400
- Ballpark rental	6,600	-	2,295
- Other	95,500	69,417	58,870
Collection fee school taxes	5,000	5,000	5,000
Dump tipping fees	15,000	13,750	15,000
Ambulance	86,375	146,009	153,677
Fire calls and inspections	-	(599)	21,253
Firewall rental	-	189	3,792
Other	6,400	7,309	12,647
	\$ 526,937	\$ 382,474	\$ 562,586
Other Revenue from Own Sources			
Franchise fee	\$ 300,000	\$ 351,406	\$ 299,347
Licenses and permits	101,600	74,174	104,579
Fines and dog pound fees	2,500	575	5,080
Landfill project	-	1,245,935	-
Interest and penalties	152,000	209,607	174,657
Loss prevention	25,626	34,247	31,257
	\$ 581,726	\$ 1,915,944	\$ 614,920

TOWN OF HAY RIVER

Schedule 5

General Fund
Schedule of Revenue

For the year ended December 31, 2015

	2015 Budget	2015 Actual	2014 Actual
Government Transfers			
General - GNWT			
Operating and Maintenance Block Funding	\$ 1,938,000	\$ 2,022,000	\$ 1,938,000
Sport and Recreation	88,907	-	29,000
Ground Ambulance	55,300	55,000	53,169
Children Youth Resiliency	-	-	15,000
Regional Youth Sporting Event	-	-	1,733
Youth Contribution	-	-	5,000
Industry Tourism and Investment	-	-	54,527
SEED - Community Economic Development	-	-	8,904
Other Miscellaneous Grants	13,899	-	18,666
General			
Summer Employment	9,600	-	10,000
NWT Power Corporation	-	41,610	-
NWT Parks and recreation	-	1,935	-
Hay River Metis Government Council	-	-	30,274
	2,105,706	2,120,545	2,164,273
Transfers (to) from deferred revenues			
Public transit funding	-	56,563	68,437
	\$ 2,105,706	\$ 2,177,108	\$ 2,232,710
Utility - GNWT			
Water and Sewer Block Funding	\$ 511,000	\$ 855,000	\$ 511,000
Capital - GNWT			
Community Public Infrastructure Funding	\$ 1,260,000	\$ 1,260,000	\$ 1,260,000
Gas Tax	1,016,000	1,016,000	1,015,622
	2,276,000	2,276,000	2,275,622
Interest earned on deferred contributions			
Community Public Infrastructure Funding	5,000	45,571	58,330
Gas Tax	45,000	9,965	35,876
	50,000	55,536	94,206
Transfers (to) from deferred contributions			
Community Public Infrastructure Funding	(1,265,000)	(628,174)	(529,241)
Gas Tax	(1,061,000)	199,035	174,501
	(2,326,000)	(429,139)	(354,740)
	\$ -	\$ 1,902,397	\$ 2,015,088

TOWN OF HAY RIVER

Schedule 6

General Fund
Schedule of Expenditure

For the year ended December 31, 2015

	2015 Budget	2015 Actual	2014 Actual
General Government			
Mayor's indemnity	\$ 43,600	\$ 43,584	\$ 43,584
Councillors' indemnity	81,500	81,398	82,632
Boards and agencies indemnities and meeting expenses	5,000	1,671	200
Administration - salaries and benefits	797,400	519,485	890,312
Administration - other	526,739	522,857	585,135
Vehicle	5,000	-	-
Postage	17,000	4,968	1,682
Xerox	9,500	10,550	8,758
Professional services	126,209	211,057	203,644
Taxation	6,035	-	5,544
Insurance	90,000	98,876	88,740
Lease fees	-	-	-
Town hall operations	87,971	35,734	86,373
Town hall building maintenance	28,800	5,726	6,379
Town hall equipment maintenance	3,000	3,306	3,293
Personnel interviews, advertising, memberships and publications	24,500	-	-
Election expense	-	-	-
Conventions, delegations and public relations	30,000	9,108	15,764
	1,882,254	1,548,320	2,022,040
Other items:			
Amortization of tangible capital assets	-	57,002	55,191
Utility Fund	(174,687)	(193,902)	(174,687)
Land Development Fund	(24,818)	(50,408)	(24,818)
	\$ 1,682,749	\$ 1,361,012	\$ 1,877,726

TOWN OF HAY RIVER

Schedule 7

General Fund
Schedule of Expenditure

For the year ended December 31, 2015

	2015	2015	2014
	Budget	Actual	Actual
Protective Services			
Insurance	\$ 14,400	\$ 18,911	\$ 12,073
Bylaw enforcement	72,921	20,084	70,444
Bylaw vehicle maintenance	3,000	223	1,193
Fire protection	382,168	383,212	427,014
Fire department vehicle maintenance	34,350	35,458	24,023
Fire department building maintenance	3,500	3,761	5,520
Emergency response training center	39,660	5,870	33,479
Civil emergency	38,450	9,492	17,213
Ambulance	76,300	70,143	43,059
Animal and pest control	91,577	63,458	76,297
	756,326	610,612	710,315
Other items:			
Amortization of tangible capital assets	-	250,192	256,500
	\$ 756,326	\$ 860,804	\$ 966,815

TOWN OF HAY RIVER

Schedule 8

General Fund
Schedule of Expenditure

For the year ended December 31, 2015

	2015 Budget	2015 Actual	2014 Actual
Transportation and Public Works			
Public works			
Administration	\$ 445,296	\$ 201,161	\$ 343,262
Vehicle maintenance	7,500	1,669	4,456
Equipment operations administration	-	-	-
Vehicle operations maintenance	137,001	104,894	133,472
Town garage			
Yards	95,787	86,930	84,183
Building maintenance	23,800	667	63,297
Equipment maintenance	-	-	-
Carpenter shop	65,650	41,792	69,613
Vehicle maintenance	1,208	257	666
Building maintenance	1,500	349	597
Equipment maintenance	500	-	148
Roads			
General roads	36,700	18,905	35,937
Summer roads	300,350	258,896	203,543
Roads brushing	19,200	1,768	6,197
Sidewalks	10,540	-	4,717
Drainage	42,240	20,781	10,700
Winter roads	226,500	297,420	191,659
Street lighting	191,000	211,846	198,214
Parking	-	-	-
Road safety	25,300	4,875	10,600
Marine world	-	-	-
	1,630,072	1,252,210	1,361,261
Other items:			
Amortization of tangible capital assets	-	831,549	834,049
Utility Fund	(40,000)	(129,270)	(40,000)
Land Development Fund	(11,000)	(12,349)	(11,000)
	\$ 1,579,072	\$ 1,942,140	\$ 2,144,310

TOWN OF HAY RIVER

Schedule 9

General Fund
Schedule of Expenditure

For the year ended December 31, 2015

	2015 Budget	2015 Actual	2014 Actual
Environmental and Public Health Services			
Sanitation operations	\$ 370,000	\$ 364,827	\$ 359,567
Landfill			
Maintenance	127,430	966,826	121,693
Amortization of tangible capital assets	-	6,174	6,174
Landfill accretion expense	-	12,531	12,531
Annual town clean-up	63,050	2,263	37,641
Cemetery			
Maintenance	16,300	11,727	18,789
	576,780	1,364,348	556,395
Other items:			
Amortization of tangible capital assets	-	28,715	39,077
	\$ 576,780	\$ 1,393,063	\$ 595,472

TOWN OF HAY RIVER

Schedule 10

General Fund
Schedule of Expenditure

For the year ended December 31, 2015

	2015 Budget	2015 Actual	2014 Actual
Planning and Development			
Planning and Zoning	\$ 135,269	\$ 77,981	\$ 124,304
Tourism	109,350	41,049	100,509
Building and yard maintenance	11,058	-	137
Programs	-	-	-
Amortization of tangible capital assets	-	6,115	7,620
Economic development	135,612	3,327	42,115
Start Your Engines	-	-	-
	\$ 391,289	\$ 128,472	\$ 274,685

TOWN OF HAY RIVER

Schedule 11

General Fund
Schedule of Expenditure

For the year ended December 31, 2015

	2015 Budget	2015 Actual	2014 Actual
Recreational and Cultural			
Recreation administration	\$ 306,000	\$ 235,194	\$ 296,633
Insurance	44,000	-	-
Vehicle maintenance	9,400	3,164	3,595
Recreation center operations	594,200	345,928	591,636
Building maintenance	51,700	85,573	107,524
Mechanical maintenance	23,000	24,322	26,372
Swimming pool operations	634,750	485,575	713,477
Building maintenance	16,000	13,602	21,660
Mechanical maintenance	14,775	13,868	9,868
Curling club operations	91,000	108,197	97,170
Building maintenance	5,028	8,381	4,753
Sports fields	34,700	17,514	32,115
Parkland	100,000	133,279	84,745
Library	160,000	160,000	160,000
Community television and other services	210,799	55,000	93,050
Recreation programs	229,500	159,544	235,532
	\$ 2,524,852	\$ 1,849,141	\$ 2,478,130
Other items:			
Amortization of tangible capital assets	-	477,739	484,030
	\$ 2,524,852	\$ 2,326,880	\$ 2,962,160

TOWN OF HAY RIVER

Schedule 12

General Fund
Schedule of Expenditure

For the year ended December 31, 2015

	2015 Budget	2015 Actual	2014 Actual
Fiscal and Valuation			
Discount on taxes	\$ 157,000	\$ 120,076	\$ 130,715
Debenture interest	121,321	142,328	149,582
Bank charges	6,000	9,652	7,249
Senior/disabled tax exemptions	167,000	140,819	146,371
Provision for (recovery of) bad debts, Note 5	-	128,999	96,347
	\$ 451,321	\$ 541,874	\$ 530,264

TOWN OF HAY RIVER

Schedule 13

Schedule of Reserves

For the year ended December 31, 2015

	2015 Budget	2015 Actual	2014
Reserve for Mobile Equipment Replacement			
Balance, beginning of year	\$ 1,013,092	\$ 1,013,092	\$ 914,726
Current year appropriation			
- General Fund	-	121,529	143,110
- Utility Fund	-	12,395	16,309
Proceeds from sale of equipment			
- General Fund	-	-	3,600
- Utility Fund	-	-	-
Transfer from reserve for current year expenditure			
- General Fund	-	-	(64,653)
- Utility Fund	-	-	-
Balance, end of year	\$ 1,013,092	\$ 1,147,016	\$ 1,013,092
Reserve for Management Training			
Balance, beginning of year	\$ 20,153	\$ 20,153	\$ 19,862
Current year appropriation	-	457	291
Transfer from reserve for current year expenditure	-	-	-
Balance, end of year	\$ 20,153	\$ 20,610	\$ 20,153
Reserve for Recreation Infrastructure			
Balance, beginning of year	\$ 92,675	\$ 92,675	\$ 91,332
Current year appropriation	-	2,103	1,343
Less debenture repayments	-	-	-
Transfer from reserve for current year expenditure	-	-	-
Balance, end of year	\$ 92,675	\$ 94,778	\$ 92,675
Reserve for Municipal Infrastructure			
Balance, beginning of year	\$ 684,663	\$ 684,663	\$ 674,736
Current year appropriation	-	15,539	9,927
Transfer from reserve for current year expenditure	-	-	-
Balance, end of year	\$ 684,663	\$ 700,202	\$ 684,663
Reserve for Computer Systems			
Balance, beginning of year	\$ 7,489	\$ 7,489	\$ 7,380
Current year appropriation	-	170	109
Transfer from reserve for current year expenditure	-	-	-
Balance, end of year	\$ 7,489	\$ 7,659	\$ 7,489
Reserve for Landfill			
Balance, beginning of year	\$ 159,087	\$ 159,087	\$ 156,780
Current year appropriation	-	3,610	2,307
Transfer from reserve for current year expenditure	-	-	-
Balance, end of year	\$ 159,087	\$ 162,697	\$ 159,087
Reserve for Recreation Center Replacement			
Balance, beginning of year	\$ 188,689	\$ 188,689	\$ 135,784
Current year appropriation	-	14,603	52,905
Balance, end of year	\$ 188,689	\$ 203,292	\$ 188,689

TOWN OF HAY RIVER
 Schedule of Expenditures by Object

Schedule 14

For the year ended December 31, 2015

	2015 Budget	2015 Actual	2014 Actual
Wages	\$ 2,122,839	\$ 2,333,934	\$ 3,575,927
Contracted and general services	3,857,983	4,307,958	3,552,303
Materials, goods and utilities	2,116,248	2,326,688	2,799,959
Interest on long-term debt	129,455	142,328	149,582
Provision for allowances	117,332	128,999	96,347
Bank charges and interest	8,779	9,652	7,239
Amortization of tangible capital assets	1,982,842	2,180,016	2,195,464
	\$ 10,335,478	\$ 11,429,575	\$ 12,376,821

TOWN OF HAY RIVER

Schedule of Changes in Accumulated Surplus

Schedule 15

December 31, 2015

	General Operating	Utility	Land Development	Reserves	Investment in Tangible Capital Assets	2015	2014 *
Excess (Deficiency of) revenue over expenditures	\$ 2,799,284	\$ (53,731)	\$ 344,996	\$ -	\$ -	\$ 3,090,549	\$ 514,065
Net interfund transfers							
Amortization	1,657,487	522,528	-	-	(2,180,015)	-	-
Disposals of tangible capital assets	46,334	-	-	-	(46,334)	-	-
Additions to tangible capital assets	(1,219,608)	(2,970,740)	-	-	4,190,348	-	-
Capital funding used for utility infrastructure	(1,225,000)	1,225,000	-	-	-	-	-
Debtenture (repayment)	(133,921)	-	-	-	133,921	-	-
Reserve transfer	-	1,400,000	-	(1,400,000)	-	-	-
Allocations to Reserves	(170,406)	(26,433)	-	196,839	-	-	-
Changes in fund balances	1,754,170	96,624	344,996	(1,203,161)	2,097,920	3,090,549	514,065
Accumulated Surplus (Deficit), beginning of year	(1,702,547)	(88,045)	4,088,833	4,829,810	45,050,146	52,178,197	51,664,132
Accumulated Surplus (Deficit), end of year	\$ 51,623	\$ 8,579	\$ 4,433,829	\$ 3,626,649	\$ 47,148,066	\$ 55,268,746	\$ 52,178,197

Reserves	2014	Increase	Decrease	2015
General Operating Fund	\$ 2,165,848	\$ 170,406	\$ -	\$ 2,336,254
Utility Operating Fund	2,663,962	26,433	(1,400,000)	1,290,395
	\$ 4,829,810	\$ 196,839	\$ (1,400,000)	\$ 3,626,649

* The opening balances have been reclassified for presentation purposes.

Schedule 16

TOWN OF HAY RIVER
Schedule of Tangible Capital Assets
December 31, 2015

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	\$ 10,340,851	\$ 100,000	\$ -	\$ 10,440,851	\$ 4,383,430	\$ 5,947,421	\$ -	\$ 642,540	\$ 5,035,970	\$ 5,404,881
Recreation facilities	866,066	-	-	866,066	320,789	645,267	-	38,121	358,920	607,146
Marine facilities	189,423	-	-	189,423	107,884	81,539	-	7,377	115,461	73,962
Land Bio treatment facility	171,778	-	-	171,778	33,909	137,869	-	6,174	40,083	131,695
Drainage	2,634,539	-	-	2,634,539	1,667,321	1,667,321	-	102,560	1,069,798	1,564,741
Traffic lights	109,098	-	-	109,098	51,836	57,262	-	3,637	55,473	53,625
	14,411,755	100,000	-	14,511,755	5,875,076	8,536,679	-	800,629	6,675,705	7,836,050
Buildings										
Administration	852,200	-	-	852,200	562,452	289,748	-	17,044	579,496	272,704
New Fire Hall	6,310,881	-	-	6,310,881	1,262,218	6,184,663	-	126,218	252,436	6,058,445
Fire halls	1,145,000	-	-	1,145,000	525,223	619,777	-	24,079	549,302	595,698
Generator building	116,400	-	-	116,400	43,650	72,750	-	2,910	46,560	69,840
Emergency response training center	240,400	-	-	240,400	78,130	162,270	-	6,010	84,140	156,260
Fire training centers	325,100	-	-	325,100	144,373	180,727	-	9,287	153,660	171,440
Tourist information	186,600	-	-	186,600	96,249	90,351	-	5,046	101,295	85,305
Arena complex	5,946,193	-	-	5,946,193	3,184,229	2,761,964	-	125,721	3,309,950	2,636,243
Aquatic facility	7,766,880	-	-	7,766,880	1,359,881	6,406,999	-	194,849	1,554,730	6,212,150
Golf clubhouse	918,800	-	-	918,800	370,996	547,804	-	22,970	393,966	524,834
SKI chalet	588,200	-	-	588,200	191,165	397,035	-	14,705	205,870	382,330
Public works garages	969,722	-	-	969,722	573,322	396,400	-	22,283	595,605	374,117
Carpentry	175,432	-	-	175,432	114,883	60,549	-	3,959	118,842	56,590
Land fill	69,600	-	-	69,600	69,600	-	-	-	69,600	-
Storage	157,847	-	-	157,847	42,364	115,483	-	8,675	51,039	106,808
Staff house	170,000	-	-	170,000	86,978	131,022	-	4,853	43,831	126,169
Dog pound	157,400	-	-	157,400	56,913	90,487	-	3,935	70,848	86,552
Ball parks	124,372	-	-	124,372	69,550	54,822	-	1,439	56,261	68,111
Other	91,614	-	-	91,614	49,891	41,723	-	5,125	55,016	36,599
	26,312,841	-	-	26,312,841	7,693,339	18,619,302	-	599,108	8,292,447	18,020,194
Machinery and Equipment										
Vehicles	3,354,918	-	-	3,354,918	2,944,347	410,571	-	98,536	3,042,883	312,035
Heavy equipment	97,948	-	-	97,948	82,549	15,399	-	3,080	85,629	12,319
Office furniture and equipment	661,284	21,585	-	682,869	577,078	84,206	-	27,132	604,210	78,659
Operating Equipment	1,403,195	77,716	-	1,480,911	1,070,733	332,462	-	85,269	1,156,002	324,909
Computer Equipment	267,975	3,819	-	271,794	257,869	10,106	-	7,030	264,899	6,895
IT Infrastructure	532,673	40,113	-	572,786	476,456	56,217	-	36,703	513,159	59,627
	6,317,893	143,233	-	6,461,226	5,469,032	908,961	-	257,750	5,665,782	794,444
Work in progress	597,764	976,375	-	1,574,139	-	597,764	-	-	-	1,574,139
Land	265,844	-	-	265,844	-	265,844	-	-	-	265,844
Land in development	1,950,491	-	46,334	1,996,825	-	1,950,491	-	-	-	1,904,157
	2,216,335	-	46,334	2,170,001	-	2,216,335	-	-	-	2,170,001
Art Work	56,034	-	-	56,034	-	56,034	-	-	-	56,034
Tangible Capital Assets - General Fund	\$ 49,912,522	\$ 1,219,608	\$ 46,334	\$ 51,085,796	\$ 18,977,447	\$ 30,935,075	\$ -	\$ 1,657,487	\$ 20,634,934	\$ 30,450,862
Utility Fund										
Water and Sewer System	\$ 14,934,837	\$ -	\$ -	\$ 14,934,837	\$ 3,731,087	\$ 11,203,750	\$ -	\$ 305,030	\$ 4,036,117	\$ 10,898,720
Buildings	7,486,250	277,127	-	7,763,377	1,819,244	5,667,006	-	199,951	2,019,195	5,744,182
Land	1,000	-	-	1,000	-	1,000	-	-	-	1,000
Vehicles	338,730	-	-	338,730	289,902	48,828	-	12,395	302,297	36,433
Heavy Equipment	33,741	-	-	33,741	32,163	1,578	-	527	32,690	1,051
Furniture & Equipment	1,558,842	-	-	1,558,842	1,532,348	26,494	-	4,825	1,536,973	21,669
Work in progress	116,996	2,693,613	-	2,810,609	-	116,996	-	-	-	2,810,609
Tangible Capital Assets - Utility Fund	\$ 24,470,196	\$ 2,970,740	\$ -	\$ 27,440,936	\$ 7,404,744	\$ 17,066,452	\$ -	\$ 522,528	\$ 7,927,272	\$ 19,513,664
Total Tangible Capital Assets	\$ 74,382,718	\$ 4,190,348	\$ 46,334	\$ 78,626,732	\$ 26,382,191	\$ 48,000,527	\$ -	\$ 2,180,015	\$ 28,562,206	\$ 49,964,526

TOWN OF HAY RIVER

Schedule 17

Gas Tax Agreement
Statement of Revenue, Expenditure and Deferred Contribution

For the year ended December 31, 2015

	2011 Actual	2012 Actual	2013 Actual	2014 Actual	2015 Actual	Cumulative April 21/06 to Dec 31/15
Funding						
Deferred contribution balance, opening	\$ 539,179	\$ 1,101,651	\$ 2,043,517	\$ 1,554,508	\$ 1,380,007	\$ 539,179
Annual Gas Tax allocation	1,015,622	1,015,622	1,015,622	1,015,622	1,016,000	5,078,488
Interest earned	9,553	16,934	26,948	35,876	9,965	99,276
	1,564,354	2,134,207	3,086,087	2,606,006	2,405,972	5,716,943
Funds Spent						
McBryan Drive Waterline	-	-	-	-	1,200,000	1,200,000
Water treatment plant upgrades	-	-	9,800	-	-	9,800
Ecolliner	-	-	279,418	-	-	279,418
Water/Sewer replacement Wright Crescent	-	76,433	-	-	-	76,433
Upgrade Lift Station #1	-	9,792	887,070	695,264	-	1,592,126
Upgrade Lift Station #2	-	4,465	355,291	530,735	25,000	915,491
Stewart Drive Drainage and Restoration	5,039	-	-	-	-	5,039
Woodland Drive Water Main Repairs	9,750	-	-	-	-	9,750
Studney/Poplar Water Main Replacement	447,914	-	-	-	-	447,914
	462,703	90,690	1,531,579	1,225,999	1,225,000	4,535,971
Deferred contribution balance, closing	\$ 1,101,651	\$ 2,043,517	\$ 1,554,508	\$ 1,380,007	\$ 1,180,972	\$ 1,180,972

TOWN OF HAY RIVER

Schedule 18

Community Public Infrastructure Agreement
Statement of Revenue, Expenditure and Deferred Contribution

For the year ended December 31, 2015

	2011 Actual	2012 Actual	2013 Actual	2014 Actual	2015 Actual	Cumulative April 1/07 to December 31/15
Funding						
Deferred contribution balance, opening	\$ 4,858,080	\$ 5,730,534	\$ 5,945,231	\$ 4,069,751	\$ 4,598,993	\$ 4,858,080
Annual CPI allocation	1,259,640	1,260,000	1,260,000	1,260,000	1,260,000	6,299,640
Interest earned	58,755	78,686	88,605	58,330	45,571	329,947
	6,176,475	7,069,220	7,293,836	5,388,081	5,904,564	11,487,667
Funds Spent						
Park upgrade projects	-	-	-	-	25,000	25,000
Renovations to town hall	-	-	-	-	26,453	26,453
Portable radios	-	-	-	-	3,133	3,133
Visitor Information Centre upgrade	-	-	-	-	62,000	62,000
Paving project	-	-	-	-	400,000	400,000
Crank up tower	-	-	-	-	36,750	36,750
Vehicle	-	-	-	-	2,608	2,608
Zamboni	-	-	-	43,888	-	43,888
Skate and BMX Park	-	-	-	145,720	-	145,720
Hearse	-	-	-	19,500	-	19,500
Fire Hall	168,004	395,455	2,440,129	25,820	-	3,029,408
Porritt Landing Boat Launch	-	-	-	32,692	-	32,692
Vale Island Drainage	7,643	49,700	33,665	-	-	91,008
Ambulance	-	-	159,417	-	-	159,417
Engineering surveys	-	-	7,264	-	-	7,264
5-ton box truck	-	-	46,473	-	-	46,473
Repeater system	-	-	9,545	-	-	9,545
Riding Mowers	-	-	52,892	-	-	52,892
Sound system	-	-	15,684	-	-	15,684
Line Laser	-	-	8,299	-	-	8,299
Pine Point Ball Park	-	6,420	50,000	50,000	-	106,420
Debtenture payment (principal & interest)	-	-	276,249	276,248	101,889	654,386
Landfill improvements	-	9,115	59,135	-	-	68,250
Computer hardware & software	-	197,870	-	13,044	-	210,914
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	22,680	-	69,035	8,637	106,414
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	5,309	92,361	12,122	113,141	-	222,933
Recreation storage garage	16,433	-	-	-	-	16,433
Fire department equipment	19,237	19,587	17,390	-	10,927	67,141
IT servers	38,200	-	-	-	-	38,200
Various furniture and equipment	42,975	-	35,821	-	-	78,796
Drainage improvements	-	25,459	-	-	-	25,459
Downtown accessibility & beautification	-	26,686	-	-	-	26,686
Tri-Service Park development	-	19,888	-	-	-	19,888
Upgrade golf course road	25,819	45,401	-	-	-	71,220
Town hall plan	6,027	-	-	-	-	6,027
Downtown survey	16,900	-	-	-	-	16,900
	445,941	1,123,989	3,224,085	789,088	677,397	6,260,500
Deferred contribution balance, closing	\$ 5,730,534	\$ 5,945,231	\$ 4,069,751	\$ 4,598,993	\$ 5,227,167	\$ 5,227,167

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

For the year ended December 31, 2014

	2011 Actual	2012 Actual	2013 Actual	2014 Actual	2015 Actual	Cumulative Jul 31/07 to Dec 31/15
Funding						
Deferred contribution balance, opening	\$ 1,057,512	\$ 1,057,512	\$ -	\$ -	\$ -	\$ 1,057,512
Annual allocation	-	-	-	-	-	-
	1,057,512	1,057,512	-	-	-	1,057,512
Funds Spent						
Fire hall Construction	-	1,057,512	-	-	-	1,057,512
	-	1,057,512	-	-	-	1,057,512
Deferred contribution balance, closing	\$ 1,057,512	\$ -	\$ -	\$ -	\$ -	\$ -

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

For the year ended December 31, 2014

	2011 Actual	2012 Actual	2013 Actual	2014 Actual	2015 Actual	Cumulative Sep 29/10 to Dec 31/15
Funding						
Deferred contribution balance, opening	\$ -	\$ 2,150,533	\$ 1,103,902	\$ -	\$ -	\$ -
Annual allocation	2,127,649	-	-	-	-	2,127,649
Interest earned	22,884	25,458	7,318	-	-	55,660
	2,150,533	2,175,991	1,111,220	-	-	2,183,309
Funds Spent						
Fire hall design and construction	-	1,072,089	1,111,220	-	-	2,183,309
	-	1,072,089	1,111,220	-	-	2,183,309
Deferred contribution balance, closing	\$ 2,150,533	\$ 1,103,902	\$ -	\$ -	\$ -	\$ -

TOWN OF HAY RIVER

Public Transit Funding
Statement of Revenue, Expenditure and Deferred Contribution

Schedule 21

For the year ended December 31, 2014

	2011 Actual	2012 Actual	2013 Actual	2014 Actual	2015 Actual	Cumulative Nov 26/07 to Dec 31/15
Funding						
Deferred contribution balance, opening	\$ 125,000	\$ 125,000	\$ 125,000	\$ 125,000	\$ 56,563	\$ 125,000
Annual allocation	-	-	-	-	-	-
	125,000	125,000	125,000	125,000	56,563	125,000
Funds Spent						
Trail improvements	-	-	-	68,437	56,563	125,000
	-	-	-	68,437	56,563	125,000
Deferred contribution balance, closing	\$ 125,000	\$ 125,000	\$ 125,000	\$ 56,563	\$ -	\$ -

TOWN OF HAY RIVER

Schedule 22

Schedule of Honoraria and Travel

For the year ended December 31, 2015

	Salaries	Honoraria	Travel
Mayor			
Andrew Cassidy	\$ 39,952	\$ -	\$ 688
Brad Mapes	12,676	-	-
Councillors			
Mike Maher	9,866	-	-
Rodger Candow	9,866	-	-
Jason Coakwell	9,866	-	-
Keith Dohey	9,866	-	-
Kandis Jameson	9,866	-	-
Donna Lee Jungkind	12,336	-	-
Vince McKay	9,866	-	-
Steven Anderson	822	-	-
	\$ 124,982	\$ -	\$ 688