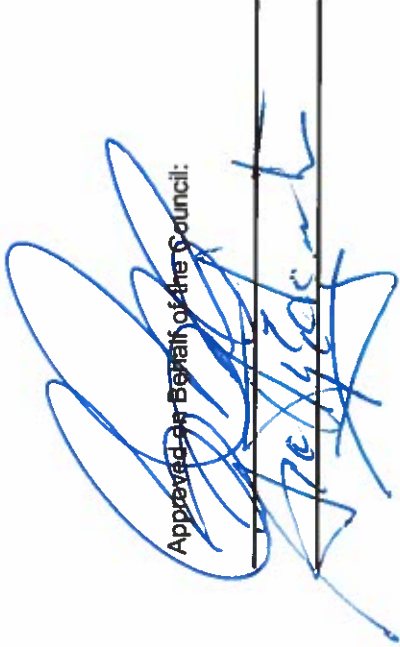


Financial Statements of

**TOWN OF HAY RIVER**

December 31, 2014

Approved on Behalf of the Council:



Mayor

Senior Administrative Officer

# TOWN OF HAY RIVER

Financial Statements

Year Ended December 31, 2014

Management Responsibility for Financial Statements	1
Auditors' Report	2-3
<b>Consolidated Financial Statements</b>	
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
<b>General Fund</b>	
Schedule of Operations and Surplus	Schedule 1 19
<b>Utility Fund</b>	
Schedule of Operations and Surplus	Schedule 2 20
<b>Land Development Fund</b>	
Schedule of Operations and Surplus	Schedule 3 21
<b>General Fund - Schedules of Revenue</b>	
Property Taxes	Schedule 4 22
Sales of Services	Schedule 4 22
Other Revenue from Own Sources	Schedule 4 22
Government Transfers	Schedule 5 23
<b>General Fund - Schedules of Expenditures</b>	
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
<b>Gas Tax Agreement</b>	
Statement of Revenue, Expenditure and Deferred Contribution	Schedule 17 33
<b>Community Public Infrastructure Agreement</b>	
Statement of Revenue, Expenditure and Deferred Contribution	Schedule 18 34
<b>Community Capacity Building Fund Agreement</b>	
Statement of Revenue, Expenditure and Deferred Contribution	Schedule 19 35
<b>Build Canada Fund Agreement</b>	
Statement of Revenue, Expenditure and Deferred Contribution	Schedule 20 35
<b>Public Transit Fund Agreement</b>	
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  
November 30, 2015

## 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, 2014, 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 centre 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.

**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, 2013, 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  
November 30, 2015

**TOWN OF HAY RIVER**  
 Consolidated Statement of Financial Position

Statement I

December 31, 2014

	2014	2013
<b>Financial Assets</b>		
Cash & cash equivalents, Note 2	\$ 14,238,973	\$ 14,656,975
Receivables		
Municipal taxes receivable, Note 3	422,358	306,680
Accounts receivable, Note 4	1,639,594	1,159,035
Land inventory for resale	297,422	506,021
<b>Total Financial Assets</b>	<b>16,598,347</b>	<b>16,628,711</b>
<b>Liabilities</b>		
Accounts payable and accrued liabilities, Note 6	1,857,086	2,796,302
School taxes payable, Note 7	43,748	982,294
Deferred contributions, Note 8	6,408,063	5,749,259
Deposits held	143,815	207,099
Landfill closure liability, Note 9	1,197,658	1,185,127
Long-term debt, Note 10	2,950,381	3,077,047
<b>Total Liabilities</b>	<b>12,600,751</b>	<b>13,997,128</b>
<b>Net Financial Assets (Debt)</b>	<b>\$ 3,997,596</b>	<b>\$ 2,631,583</b>
Contingent Liabilities, Note 15		
<b>Non-Financial Assets</b>		
Prepaid expenditure	\$ 66,972	\$ 49,883
Inventory held for use	113,102	113,102
Tangible capital assets, Note 11		
General fund	30,935,075	32,037,583
Utility fund	17,065,452	16,831,981
<b>Total Non-Financial Assets</b>	<b>\$ 48,180,601</b>	<b>\$ 49,032,549</b>
<b>Accumulated Surplus, Note 12</b>	<b>\$ 52,178,197</b>	<b>\$ 51,664,132</b>

# TOWN OF HAY RIVER

## Consolidated Statement of Operations and Surplus

### Statement II

For the year ended December 31, 2014

	Schedule	Budget (unaudited)	2014	2013
<b>Revenue</b>				
Property taxes	4	\$ 4,874,674	\$ 4,943,793	\$ 4,821,571
Sales of services	4	543,050	562,586	700,832
Other revenue from own sources	4	614,126	614,920	544,506
Government transfers for operating	5	2,032,100	2,482,710	2,124,058
Government transfers for water and sewer	2	511,000	511,000	341,034
Water and sewer revenues	2	1,823,129	2,012,295	1,939,593
Land sales, lease and development	3	300,123	551,676	338,755
<b>Total Revenue</b>		<b>10,698,202</b>	<b>11,678,980</b>	<b>10,810,349</b>
<b>Expenses</b>				
General government	6	1,677,579	2,127,726	1,640,664
Protective services	7	756,326	966,815	781,042
Transportation and public works	8	1,579,072	2,144,310	2,311,871
Environmental and public health services	9	576,780	595,472	575,932
Planning and development	10	391,289	274,685	355,597
Recreational and cultural	11	2,525,053	2,962,160	2,947,330
Fiscal and valuation	12	451,321	530,264	483,671
Water and sewer expenses	2	2,334,129	2,701,201	2,553,232
Land development	3	81,778	324,188	84,880
Less: overall expense reduction	4	(159,148)	-	-
<b>Total Expenditures</b>		<b>10,214,179</b>	<b>12,626,821</b>	<b>11,734,219</b>
<b>Annual surplus (deficit), before the undernoted</b>		<b>484,023</b>	<b>(947,841)</b>	<b>(923,870)</b>
<b>Other revenue (expenditure)</b>				
Net government transfers for capital	5	-	2,015,088	5,866,884
Provision for landfill closure		-	-	-
Gain (loss) on disposal of capital assets		-	(553,182)	(75,388)
		-	1,461,906	5,791,496
<b>Annual Surplus (Deficit)</b>		<b>\$ 484,023</b>	<b>\$ 514,065</b>	<b>\$ 4,867,626</b>
<b>Accumulated surplus, beginning of year</b>		<b>51,664,132</b>	<b>51,664,132</b>	<b>46,796,506</b>
<b>Accumulated surplus, end of year</b>		<b>\$ 52,148,155</b>	<b>\$ 52,178,197</b>	<b>\$ 51,664,132</b>

**TOWN OF HAY RIVER****Consolidated Statement of Changes in Net Financial Assets (Debt)**

Statement III

For the year ended December 31, 2014

	Budget (unaudited)	2014	2013
Annual Surplus (Deficit)	\$ 484,023	\$ 514,065	\$ 4,867,626
Amortization expense	-	2,195,464	2,017,010
Acquisition of tangible capital assets	-	(12,021,545)	(5,920,560)
Projects transferred from work in progress	-	10,141,936	274,751
(Gain) loss on disposal of capital assets	-	553,182	75,388
Change in prepaid expenses	-	(17,089)	6,249
Change in inventory held for use	-	-	1,617
Increase (decrease) in net financial assets	484,023	1,366,013	1,322,081
Net financial assets (debt), beginning of year	2,631,583	2,631,583	1,309,502
Net financial assets (debt), end of year	\$ 3,115,606	\$ 3,997,596	\$ 2,631,583



**TOWN OF HAY RIVER**  
Consolidated Statement of Cash Flows

Statement IV

For the year ended December 31, 2014

	2014	2013
<b>Operating Activities</b>		
Annual Surplus (Deficit)	\$ 514,065	\$ 4,867,626
Non-cash charges to operations:		
Amortization expense	2,195,464	2,017,010
(Gain) loss on disposal of capital assets	553,182	75,388
Projects transferred from work in progress	10,141,936	274,751
Provision for landfill closure	12,531	12,530
	13,417,178	7,247,305
Change in non-cash working capital balances:		
Municipal taxes receivable	(115,678)	(29,154)
Accounts receivable	(480,559)	(665,643)
Land inventory for resale	208,599	(149,155)
Accounts payable and accrued liabilities	(939,216)	1,775,305
School taxes payable	(938,546)	485,928
Deferred contributions	658,804	(3,468,391)
Deposits held	(63,284)	51,315
Prepaid expenditure	(17,089)	6,249
Inventory held for use	-	1,617
<b>Net change in cash from operations</b>	<b>11,730,209</b>	<b>5,255,376</b>
<b>Financing Activities</b>		
Principal repayment of long-term debt	(126,666)	(121,352)
Proceeds of long-term debt	-	-
<b>Net change in cash from financing activities</b>	<b>(126,666)</b>	<b>(121,352)</b>
<b>Capital Activities</b>		
Purchase of tangible capital assets	(12,021,545)	(5,920,560)
Proceeds on disposal of tangible capital assets	-	-
<b>Net change in cash from investing activities</b>	<b>(12,021,545)</b>	<b>(5,920,560)</b>
<b>Increase (decrease) in cash during the year</b>	<b>(418,002)</b>	<b>(786,536)</b>
<b>Bank accounts, opening</b>	<b>14,656,975</b>	<b>15,443,511</b>
<b>Bank accounts, closing</b>	<b>\$ 14,238,973</b>	<b>\$ 14,656,975</b>

# TOWN OF HAY RIVER

Notes to the Financial Statements

December 31, 2014

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## 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.

### 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, 2014

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## 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, 2014

**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, 2014

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## 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, 2014

## Note 2. Cash

	2014	2013
<i>Unrestricted</i>		
Operating account	\$ 3,875,582	\$ 3,494,170
<i>Internally restricted</i>		
General fund reserve account	2,133,401	2,405,274
Utility fund reserve account	2,714,583	2,980,792
<i>Externally restricted</i>		
Gas tax account	841,998	1,621,659
Community Public Infrastructure account	4,673,409	4,155,080
	\$ 14,238,973	\$ 14,656,975

## Note 3. Municipal Taxes Receivable

	2014	2013
Current taxes and grant in lieu receivable	\$ 267,400	\$ 195,616
Arrears taxes	228,625	156,445
	496,025	352,061
Allowance for doubtful collection	(73,667)	(45,381)
	\$ 422,358	\$ 306,680

## Note 4. Accounts Receivable

	Balance	Allowance	2014	2013
General accounts receivable	\$ 257,110	\$ 26,555	\$ 230,555	\$ 261,291
Utility system receivable	189,893	745	189,148	138,841
Ambulance receivable	221,565	178,206	43,359	60,621
Lease fees receivable	90,157	8,681	81,476	11,352
Gas tax funding receivable	1,015,622	-	1,015,622	507,811
Goods and services tax refundable	79,434	-	79,434	179,119
	\$ 1,853,781	\$ 214,187	\$ 1,639,594	\$ 1,159,035

**TOWN OF HAY RIVER**  
Notes to the Financial Statements

December 31, 2014

**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:

	2014	2013
<b>General Operating Fund:</b>		
Property taxes	\$ 28,286	\$ 16,460
Ambulance	52,664	-
Other	15,397	2,723
	<b>\$ 96,347</b>	<b>\$ 19,183</b>

**Note 6. Accounts Payable and Accrued Liabilities**

	2014	2013
Trade accounts payable	\$ 1,713,959	\$ 2,656,323
Due to GNWT (payroll tax)	1,536	1,670
Accrued vacation pay and banked time	141,591	138,309
	<b>\$ 1,857,086</b>	<b>\$ 2,796,302</b>

**Note 7. School Tax Payable**

	2014	2013
Balance consists of:		
2014 levy	\$ 24,937	\$ -
2013 levy	9,104	547,282
2012 and prior levy	9,707	435,012
	<b>\$ 43,748</b>	<b>\$ 982,294</b>

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, 2014

**Note 8. Deferred Contributions**

	2014	2013
Gas Tax Funding, Schedule 17	\$ 1,380,007	\$ 1,554,508
Community Public Infrastructure Funding, Schedule 18	4,598,993	4,069,751
Public Transit Funding, Schedule 21	56,563	125,000
CanNor - Northern Farm Training Institute Funding	350,000	-
Landfill remediation	22,500	-
	\$ 6,408,063	\$ 5,749,259

**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 7.7% remains.

	2014	2013
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	92.3%	91.3%
Accrued liability	1,197,658	1,185,127

**Note 10. Long-Term Debt**

Description	Issue Date	Maturity Date	Rate %	Payment	Principal Balance 2014	Principal Balance 2013
Aquatic Facility - RBC	2/23/11	2/25/21	4.93	\$ 23,021	2,950,381	3,077,047
				\$	2,950,381	\$ 3,077,047

\* Principal and interest included, payable monthly



**TOWN OF HAY RIVER**  
Notes to the Financial Statements

December 31, 2014

**Note 10. Long-Term Debt (continued)**

**Principal and interest payments due within the next five years:**

	Principal	Interest	Total
2015	\$ 133,423	\$ 134,383	\$ 267,806
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
Subsequent	2,216,802	570,577	2,787,379
	\$ 2,950,381	\$ 1,176,028	\$ 4,126,409

**Note 11. Tangible capital assets**

	Cost	Accumulated Amortization	2014 Net Book Value	2013 Net Book Value
<b>General Fund:</b>				
Linear Structures	\$ 14,411,755	\$ 5,875,076	\$ 8,536,679	\$ 9,085,546
Buildings	26,312,641	7,693,339	18,619,302	12,970,098
Machinery and Equipment	6,317,993	5,409,032	908,961	1,137,594
Work in progress	597,764	-	597,764	6,565,652
Land held for town use	2,216,335	-	2,216,335	2,222,659
Art Work	56,034	-	56,034	56,034
	\$ 49,912,522	\$ 18,977,447	\$ 30,935,075	\$ 32,037,583
<b>Utility Fund:</b>				
Water and Sewer System	\$ 14,934,837	\$ 3,731,087	\$ 11,203,750	\$ 11,508,780
Buildings	7,486,250	1,819,244	5,667,006	3,858,808
Land	1,000	-	1,000	1,000
Vehicles	338,730	289,902	48,828	65,202
Heavy Equipment	33,741	32,163	1,578	2,105
Furniture & Equipment	1,558,642	1,532,348	26,294	31,834
Work in progress	116,996	-	116,996	1,364,252
	\$ 24,470,196	\$ 7,404,744	\$ 17,065,452	\$ 16,831,981
<b>Total</b>	\$ 74,382,718	\$ 26,382,191	\$ 48,000,527	\$ 48,869,564

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, 2014

**Note 12. Accumulated Surplus**

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

	2014	2013
<b>Accumulated Surplus per Statement of Financial Position</b>	<b>\$ 52,178,197</b>	<b>\$ 51,664,132</b>
<b>Invested in Tangible Capital Assets</b>		
General Fund	26,970,910	28,960,536
Utility Fund	16,831,980	16,831,981
	<b>43,802,890</b>	<b>45,792,517</b>
<b>Internally restricted reserves</b>		
Reserve for Mobile Equipment Replacement	1,013,092	914,726
Reserve for Management Training	20,153	19,862
Reserve for Recreation Infrastructure	92,675	91,332
Reserve for Municipal Infrastructure	684,663	674,736
Reserve for Computer Systems	7,489	7,380
Reserve for Landfill	159,087	156,780
Reserve for Recreation Center Replacement	188,689	135,784
Reserve for Utility Infrastructure	2,663,962	2,630,171
	<b>4,829,810</b>	<b>4,630,771</b>
<b>Unappropriated surplus (deficit)</b>		
General fund	(455,291)	(663,079)
Utility fund	(88,045)	(1,957,422)
Land development fund	4,088,833	3,861,345
	<b>3,545,497</b>	<b>1,240,844</b>
	<b>\$ 52,178,197</b>	<b>\$ 51,664,132</b>

**TOWN OF HAY RIVER**  
Notes to the Financial Statements

December 31, 2014

**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)
<b>Reserves</b>				
Mobile Equipment	\$ 1,013,092	\$		
Management Training	20,153			
Recreation Infrastructure	92,675			
Municipal Infrastructure	684,663			
Computer System	7,489			
Landfill	159,087			
Recreation Center Replacement	188,689			
	2,165,848	2,133,401	-	(32,447)
<b>Utility Infrastructure</b>	2,663,962	2,714,583	-	50,621
	\$ 4,829,810	\$ 4,847,984	\$ -	18,174
<b>Deferred Contributions, Note 8</b>				
Gas Tax Funding	1,380,007	841,998	1,015,622	477,613
Community Public Infrastructure	4,598,993	4,673,409	-	74,416
	5,979,000	5,515,407	1,015,622	552,029
	\$ 10,808,810	\$ 10,363,391	\$ 1,015,622	\$ 570,203

**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 are as follows:

For the year ending December 31:

2015	\$ 325,888
2016	\$ 185,850

# TOWN OF HAY RIVER

Notes to the Financial Statements

December 31, 2014

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**Note 15. Contingent liabilities**

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.

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.

**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 2014 were \$84,720 (2013 - \$84,977), 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, 2013 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, 2014

	Schedule	2014		2013	
		Budget	Actual	Budget	Actual
<b>Revenue</b>					
Property taxes	4	\$ 4,874,674	\$ 4,943,793	\$ 4,821,571	\$ 4,821,571
Sales of services	4	543,050	562,586	700,832	700,832
Other revenue from own sources	4	614,126	614,920	544,506	544,506
Government transfers for operating	5	2,032,100	2,482,710	2,124,058	2,124,058
<b>Total Revenue</b>		<b>8,063,950</b>	<b>8,604,009</b>	<b>8,190,967</b>	<b>8,190,967</b>
<b>Expenditure</b>					
General government	6	1,677,579	2,127,726	1,640,664	1,640,664
Protective services	7	756,326	966,815	781,042	781,042
Transportation and public works	8	1,579,072	2,144,310	2,311,871	2,311,871
Environmental and public health services	9	576,780	595,472	575,932	575,932
Planning and development	10	391,289	274,685	355,597	355,597
Recreational and cultural	11	2,525,053	2,962,160	2,947,330	2,947,330
Fiscal and valuation	12	451,321	530,264	483,671	483,671
Less 2% Overall Expenditure Reduction		(159,148)	-	-	-
<b>Total Expenditure</b>		<b>7,798,272</b>	<b>9,601,432</b>	<b>9,096,107</b>	<b>9,096,107</b>
<b>Excess revenues over expenses before the undemoted</b>		<b>265,678</b>	<b>(997,423)</b>	<b>(905,140)</b>	<b>(905,140)</b>
<b>Other revenue (expenditure)</b>					
Government transfers for capital	5	-	2,015,088	5,866,884	5,866,884
Adjustment to landfill closure expense		-	-	-	-
Gain (loss) on disposal of capital assets		-	(553,182)	(75,388)	(75,388)
<b>Excess (Deficiency of ) revenues over expenses</b>		<b>\$ 265,678</b>	<b>\$ 464,483</b>	<b>\$ 5,791,496</b>	<b>\$ 4,886,356</b>

**TOWN OF HAY RIVER**

Schedule 2

Utility Fund  
Schedule of Operations and Surplus

For the year ended December 31, 2014

	2014		2013
	Budget	Actual	Actual
<b>Revenue</b>			
Water and sewer billings	\$ 1,800,000	\$ 1,968,926	\$ 1,905,056
Government transfers for water and sewer operations	511,000	511,000	341,034
Frontage taxation	3,129	2,754	3,129
Interest on reserves	15,000	33,791	22,937
Other revenues	-	-	3,078
Maintenance service	5,000	6,824	5,393
	<b>2,334,129</b>	<b>2,523,295</b>	<b>2,280,627</b>
<b>Expenditure</b>			
Overhead charges from General Fund			
Administration	214,687	214,687	214,687
Public Works	-	-	-
Salaries and benefits	356,734	332,342	361,674
Transmission and distribution	423,323	623,135	534,402
Trucked water delivery service	1,298,385	985,886	969,942
Trucked sewage subsidy	41,000	32,330	30,590
Amortization of tangible capital assets	-	512,821	441,937
	<b>2,334,129</b>	<b>2,701,201</b>	<b>2,553,232</b>
<b>Net revenue</b>	<b>\$ -</b>	<b>\$ (177,906)</b>	<b>\$ (272,605)</b>

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

Schedule 3

For the year ended December 31, 2014

	2014	2014	2013
	Budget	Actual	Actual
<b>Revenue</b>			
Land sales	\$ -	\$ 218,750	\$ 10,747
Land leases	299,423	311,742	322,606
Legal and transfer fees recovered	500	-	2,702
Interest and penalties	200	21,184	2,700
<b>Total Revenue</b>	<b>300,123</b>	<b>551,676</b>	<b>338,755</b>
<b>Expenditure</b>			
Cost of land sold	-	200,923	3,604
Land leases	36,060	36,060	36,060
Overhead charges from General Fund			
Administration	35,818	35,818	35,818
Public Works	-	-	-
Professional fees	7,500	33,427	8,846
Search fees and sundry	2,400	17,960	552
Uncollectible interest and penalties	-	-	-
<b>Total Expenditure</b>	<b>81,778</b>	<b>324,188</b>	<b>84,880</b>
<b>Net revenue</b>	<b>\$ 218,345</b>	<b>\$ 227,488</b>	<b>\$ 253,875</b>

# TOWN OF HAY RIVER

Schedule 4

General Fund  
Schedule of Revenue

For the year ended December 31, 2014

	2014		2013	
	Budget	Actual	Budget	Actual
Property taxes	\$ 4,737,421	\$ 4,815,672	\$	\$ 4,694,082
Grants in Lieu of Taxes				
Federal	153,219	152,797		149,830
Territorial	570,127	588,370		576,586
NWT Power Corporation	50,861	36,070		35,352
Less school taxes	(636,954)	(667,295)		(652,397)
Discounts allowed on school tax	-	18,179		18,118
	\$ 4,874,674	\$ 4,943,793	\$	\$ 4,821,571
<b>Sales of Services</b>				
Recreation				
- Pool	97,750	91,308	\$	109,022
- Community center	205,500	181,344		206,142
- Curling club rental	24,000	17,400		21,156
- Ballpark rental	6,600	2,295		6,537
- Other	67,400	58,870		16,596
Collection fee school taxes	5,000	5,000		5,000
Dump tipping fees	15,000	15,000		31,284
Ambulance	121,300	153,677		136,092
Fire calls and inspections	-	21,253		13,567
Firehall rental	-	3,792		-
Insurance proceeds	-	-		126,350
Other	500	12,647		29,086
	\$ 543,050	\$ 562,586	\$	\$ 700,832
<b>Other Revenue from Own Sources</b>				
Franchise fee	265,000	299,347	\$	274,422
Licenses and permits	101,600	104,579		105,498
Fines and dog pound fees	2,500	5,080		5,823
Interest and penalties	219,400	174,657		133,137
Loss prevention	25,626	31,257		25,626
	\$ 614,126	\$ 614,920	\$	\$ 544,506



# TOWN OF HAY RIVER

Schedule 5

General Fund  
Schedule of Revenue

For the year ended December 31, 2014

	2014		2013	
	Budget	Actual	Budget	Actual
Government Transfers				
General - GNWT				
Operating and Maintenance Block Funding	\$ 1,938,000	\$ 1,938,000	\$ 1,938,000	\$ 1,945,000
Sport and Recreation	29,000	29,000	29,000	29,000
Ground Ambulance	30,000	53,169	30,000	33,333
Children Youth Resiliency	15,000	15,000	15,000	-
Regional Youth Sporting Event	-	1,733	-	-
Youth Contribution	-	5,000	-	-
Industry Tourism and Investment	3,000	54,527	3,000	-
Community financial services	-	-	-	20,899
Road construction	-	-	-	27,000
SEED - Community Economic Development	-	8,904	-	6,276
Territorial Farmers Association	-	-	-	39,024
Other Miscellaneous Grants	7,500	18,666	7,500	13,226
General				
Summer Employment	9,600	10,000	9,600	10,300
CanNor - NFTI	-	600,000	-	-
Hay River Metis Government Council	-	30,274	-	-
	2,032,100	2,764,273	2,032,100	2,124,058
Transfers (to) from deferred revenues				
CanNor - NFTI	-	(350,000)	-	-
Public transit funding	-	68,437	-	-
	\$ 2,032,100	\$ 2,482,710	\$ 2,032,100	\$ 2,124,058
Utility - GNWT				
Water and Sewer Block Funding	\$ 511,000	\$ 511,000	\$ 511,000	\$ 341,034
Capital - GNWT				
Community Public Infrastructure Funding	\$ 1,260,000	\$ 1,260,000	\$ 1,260,000	\$ 1,260,000
Gas Tax	1,015,622	1,015,622	1,015,622	1,015,622
Build Canada	-	-	-	-
	2,275,622	2,275,622	2,275,622	2,275,622
Interest earned on deferred contributions				
Community Public Infrastructure Funding	45,000	58,330	45,000	88,605
Gas Tax	5,000	35,876	5,000	26,948
Build Canada	9,000	-	9,000	7,318
	59,000	94,206	59,000	122,871
Transfers (to) from deferred contributions				
Community Public Infrastructure Funding	(1,305,000)	(529,241)	(1,305,000)	1,875,480
Gas Tax	(1,020,622)	174,501	(1,020,622)	489,009
Build Canada	(9,000)	-	(9,000)	1,103,902
	(2,334,622)	(354,740)	(2,334,622)	3,468,391
	\$ -	\$ 2,015,088	\$ -	\$ 5,866,884

# TOWN OF HAY RIVER

Schedule 6

## General Fund Schedule of Expenditure

For the year ended December 31, 2014

	2014		2013	
	Budget	Actual	Budget	Actual
General Government				
Mayor's indemnity	\$ 43,600	\$ 43,584	\$ 43,584	\$ 43,584
Councilors' indemnity	81,500	82,632	82,632	84,852
Boards and agencies indemnities and meeting expenses	5,000	200	200	200
Administration - salaries and benefits	942,969	890,312	890,312	805,061
Administration - other	430,900	585,135	585,135	437,085
Vehicle	-	-	-	-
Postage	5,000	1,682	1,682	4,509
Xerox	9,500	8,758	8,758	10,202
Professional services	124,936	203,644	203,644	172,689
Taxation	5,859	5,544	5,544	3,206
Insurance	90,000	88,740	88,740	79,340
Lease fees	-	-	-	-
Town hall operations	79,250	86,373	86,373	83,659
Town hall building maintenance	25,570	6,379	6,379	37,784
Town hall equipment maintenance	3,000	3,293	3,293	1,048
Personnel interviews, advertising, memberships and publications	-	-	-	-
Election expense	-	-	-	-
Grants administered by the town	-	250,000	250,000	-
Conventions, delegations and public relations	30,000	15,764	15,764	16,051
Amortization of tangible capital assets	-	55,191	55,191	60,899
	1,877,084	2,327,231	2,327,231	1,840,169
Deduct overhead charged to:				
Utility Fund	(174,687)	(174,687)	(174,687)	(174,687)
Land Development Fund	(24,818)	(24,818)	(24,818)	(24,818)
	\$ 1,677,579	\$ 2,127,726	\$ 2,127,726	\$ 1,640,664

**TOWN OF HAY RIVER**

General Fund  
Schedule of Expenditure

Schedule 7

For the year ended December 31, 2014

	2014		2013	
	Budget	Actual	Budget	Actual
<b>Protective Services</b>				
Insurance	\$ 14,400	\$ 12,073	\$	\$ 11,493
Bylaw enforcement	72,921	70,444		69,463
Bylaw vehicle maintenance	3,000	1,193		415
Fire protection	382,168	427,014		364,846
Fire department vehicle maintenance	34,350	24,023		17,582
Fire department building maintenance	3,500	5,520		1,671
Emergency response training center	39,660	33,479		16,056
Civil emergency	38,450	17,213		11,176
Ambulance	76,300	43,059		64,918
Animal and pest control	91,577	76,297		76,000
Amortization of tangible capital assets	-	256,500		147,422
	\$ 756,326	\$ 966,815	\$	\$ 781,042

# TOWN OF HAY RIVER

Schedule 8

## General Fund Schedule of Expenditure

For the year ended December 31, 2014

	2014		2013	
	Budget	Actual	Budget	Actual
Transportation and Public Works				
Public works				
Administration		\$ 343,262	\$	\$ 407,180
Vehicle maintenance	7,500	4,456		564
Equipment operations administration	-	-		-
Vehicle operations maintenance	137,001	133,472		158,485
Town garage				
Yards				
Building maintenance	95,787	84,183		90,752
Equipment maintenance	23,800	63,297		29,604
Carpenter shop	-	-		9,442
Vehicle maintenance	65,650	69,613		64,265
Building maintenance	1,208	666		452
Equipment maintenance	1,500	597		937
Equipment maintenance	500	148		-
Roads				
General roads	36,700	35,937		36,359
Summer roads	300,350	203,543		226,646
Roads brushing	19,200	6,197		14,635
Sidewalks	10,540	4,717		10,442
Drainage	42,240	10,700		22,446
Winter roads	226,500	191,659		237,485
Street lighting	191,000	198,214		192,307
Parking	-	-		-
Road safety	25,300	10,600		18,613
Marine world	-	-		-
Amortization of tangible capital assets	-	834,049		842,257
		2,195,310	1,630,072	2,362,871
Deduct overhead charged to:				
Utility Fund	(40,000)	(40,000)		(40,000)
Land Development Fund	(11,000)	(11,000)		(11,000)
	\$ 1,579,072	\$ 2,144,310	\$	\$ 2,311,871

**TOWN OF HAY RIVER**

Schedule 9

General Fund  
Schedule of Expenditure

For the year ended December 31, 2014

	2014	2014	2013
	Budget	Actual	Actual
Environmental and Public Health Services			
Sanitation operations	\$ 370,000	\$ 359,567	\$ 354,013
Landfill			
Maintenance	127,430	121,693	102,587
Amortization of tangible capital assets	-	6,174	6,175
Landfill accretion expense	-	12,531	12,530
Annual town clean-up	63,050	37,641	55,986
Cemetery			
Maintenance	16,300	18,789	9,611
Amortization of tangible capital assets	-	39,077	35,030
	\$ 576,780	\$ 595,472	\$ 575,932

**TOWN OF HAY RIVER**

Schedule 10

General Fund  
Schedule of Expenditure

For the year ended December 31, 2014

	2014	2014	2013
	Budget	Actual	Actual
Planning and Development			
Planning and Zoning	\$ 135,269	\$ 124,304	\$ 112,913
Tourism	109,350	100,509	97,988
Building and yard maintenance	11,058	137	6,688
Programs	-	-	-
Amortization of tangible capital assets	-	7,620	7,897
Economic development	135,612	42,115	130,111
Start Your Engines	-	-	-
	\$ 391,289	\$ 274,685	\$ 355,597

# TOWN OF HAY RIVER

General Fund  
Schedule of Expenditure

Schedule 11

For the year ended December 31, 2014

	2014		2013	
	Budget	Actual	Budget	Actual
Recreational and Cultural				
Recreation administration	\$ 350,000	\$ 296,633	\$	\$ 331,746
Insurance	-	-		
Vehicle maintenance	5,800	3,595		6,448
Recreation center operations	594,200	591,636		665,056
Building maintenance	51,700	107,524		77,686
Mechanical maintenance	25,600	26,372		33,297
Swimming pool operations	634,750	713,477		615,731
Building maintenance	16,000	21,660		19,177
Mechanical maintenance	14,775	9,868		10,315
Curling club operations	91,000	97,170		92,002
Building maintenance	5,028	4,753		3,329
Sports fields	34,700	32,115		28,551
Parkland	100,000	84,745		73,066
Library	160,000	160,000		160,000
Museum	-	-		-
Community television and other services	205,000	93,050		149,527
Recreation programs	236,500	235,532		206,004
Amortization of tangible capital assets	-	484,030		475,395
	\$ 2,525,053	\$ 2,962,160	\$	\$ 2,947,330

# TOWN OF HAY RIVER

General Fund  
Schedule of Expenditure

Schedule 12

For the year ended December 31, 2014

	2014		2013	
	Budget	Actual	Budget	Actual
Fiscal and Valuation				
Discount on taxes	\$ 157,000	\$ 130,715	\$	\$ 134,329
Debtenture interest	116,321	149,582		168,758
Bank charges	6,000	7,249		4,639
Senior/disabled tax exemptions	167,000	146,371		156,762
Write-down of land inventory	-	-		-
Provision for (recovery of) bad debts, Note 5	5,000	96,347		19,183
	\$ 451,321	\$ 530,264	\$	\$ 483,671

# TOWN OF HAY RIVER

## Schedule of Reserves

Schedule 13

For the year ended December 31, 2014

	2014		2013
	Budget	Actual	
<b>Reserve for Mobile Equipment Replacement</b>			
Balance, beginning of year	\$ 914,726	\$ 914,726	\$ 745,482
Current year appropriation			
- General Fund	-	143,110	157,090
- Utility Fund	-	16,309	12,154
Proceeds from sale of equipment			
- General Fund	-	3,600	-
- Utility Fund	-	-	-
Transfer from reserve for current year expenditure			
- General Fund	-	(64,653)	-
- Utility Fund	-	-	-
<b>Balance, end of year</b>	<b>\$ 914,726</b>	<b>\$ 1,013,092</b>	<b>\$ 914,726</b>
<b>Reserve for Management Training</b>			
Balance, beginning of year	\$ 19,862	\$ 19,862	\$ 19,721
Current year appropriation	-	291	141
Transfer from reserve for current year expenditure	-	-	-
<b>Balance, end of year</b>	<b>\$ 19,862</b>	<b>\$ 20,153</b>	<b>\$ 19,862</b>
<b>Reserve for Recreation Infrastructure</b>			
Balance, beginning of year	\$ 91,332	\$ 91,332	\$ 90,689
Current year appropriation	-	1,343	643
Less debenture repayments	-	-	-
Transfer from reserve for current year expenditure	-	-	-
<b>Balance, end of year</b>	<b>\$ 91,332</b>	<b>\$ 92,675</b>	<b>\$ 91,332</b>
<b>Reserve for Municipal Infrastructure</b>			
Balance, beginning of year	\$ 674,736	\$ 674,736	\$ 669,989
Current year appropriation	-	9,927	4,747
Transfer from reserve for current year expenditure	-	-	-
<b>Balance, end of year</b>	<b>\$ 674,736</b>	<b>\$ 684,663</b>	<b>\$ 674,736</b>
<b>Reserve for Computer Systems</b>			
Balance, beginning of year	\$ 7,380	\$ 7,380	\$ 11,524
Current year appropriation	-	109	81
Transfer from reserve for current year expenditure	-	-	(4,225)
<b>Balance, end of year</b>	<b>\$ 7,380</b>	<b>\$ 7,489</b>	<b>\$ 7,380</b>
<b>Reserve for Landfill</b>			
Balance, beginning of year	\$ 156,780	\$ 156,780	\$ 155,677
Current year appropriation	-	2,307	1,103
Transfer from reserve for current year expenditure	-	-	-
<b>Balance, end of year</b>	<b>\$ 156,780</b>	<b>\$ 159,087</b>	<b>\$ 156,780</b>
<b>Reserve for Recreation Center Replacement</b>			
Balance, beginning of year	\$ 135,784	\$ 135,784	\$ 104,811
Current year appropriation	-	52,905	30,973
<b>Balance, end of year</b>	<b>\$ 135,784</b>	<b>\$ 188,689</b>	<b>\$ 135,784</b>

**TOWN OF HAY RIVER**  
 Schedule of Expenditures by Object

Schedule 14

For the year ended December 31, 2014

	2014		2013	
	Budget	Actual	Budget	Actual
Salaries, wages and benefits	\$ 3,913,369	\$ 3,575,927	\$ 3,913,369	\$ 3,693,451
Contracted and general services	3,763,130	3,552,303	3,763,130	3,643,942
Materials, goods and utilities	2,569,482	2,799,959	2,569,482	2,187,236
Interest on long-term debt	116,321	149,582	116,321	168,756
Provision for allowances	5,000	96,347	5,000	19,185
Grants	-	250,000	-	-
Bank charges and interest	6,025	7,239	6,025	4,639
Amortization of tangible capital assets	-	2,195,464	-	2,017,010
	\$ 10,373,327	\$ 12,626,821	\$ 10,373,327	\$ 11,734,219



**TOWN OF HAY RIVER**

Schedule of Changes in Accumulated Surplus

December 31, 2014

	2014	2013	Investment in Tangible Capital Assets	Reserves	Development Land	Utility	Operating	General	Excess (Deficiency of) revenue over expenditures
Net interfund transfers	-	-	-	-	-	512,821	1,682,643	-	
Amortization	-	-	(2,195,464)	-	-	-	1,810,766	-	
Disposals of tangible capital assets	-	-	(1,810,766)	-	-	-	(652,453)	(1,237,484)	
Purchase of tangible capital assets	-	-	1,889,937	-	-	-	2,805,737	(1,237,484)	
Capital funding used for utility infrastructure	-	-	-	-	-	-	(2,805,737)	2,805,737	
Debtenture (repayment)	-	-	126,666	-	-	-	(126,666)	-	
Allocations to Reserves	-	-	-	199,039	-	(33,791)	(165,248)	(33,791)	
Changes in fund balances	4,867,626	514,065	(1,989,627)	199,039	227,488	1,869,377	207,788	(1,957,422)	
Accumulated Surplus (Deficit), beginning of year	46,796,506	51,664,132	45,792,517	4,630,771	3,861,345	(1,957,422)	(663,079)	(88,045)	
Accumulated Surplus (Deficit), end of year	51,664,132	52,178,197	43,802,890	4,829,810	4,088,833	(88,045)	(455,291)	(88,045)	

Reserves	2013	2014
General Operating Fund	\$ 2,000,600	\$ 2,165,848
Utility Operating Fund	\$ 2,630,171	\$ 2,663,962
	\$ 4,630,771	\$ 4,829,810
	Increase	Decrease



**TOWN OF HAY RIVER**

Gas Tax Agreement  
Statement of Revenue, Expenditure and Deferred Contribution

For the year ended December 31, 2014

	Cumulative April 21/06 to December 31/14	2014 Actual	2013 Actual	2012 Actual	2011 Actual	2010 Actual	2009 Actual
<b>Funding</b>							
Deferred contribution balance, opening	\$ -	\$ 1,554,508	\$ 2,043,517	\$ 1,101,651	\$ 539,179	\$ -	\$ -
Annual Gas Tax allocation	5,078,110	1,015,622	1,015,622	1,015,622	1,015,622	1,015,622	1,015,622
Interest earned	89,311	35,876	26,948	16,934	9,553	-	-
<b>Funds Spent</b>							
Water treatment plant upgrades	9,800	-	9,800	-	-	-	-
Ecotliner	279,418	-	279,418	-	-	-	-
Water/Sewer replacement Wight Crescent	76,433	-	-	76,433	-	-	-
Upgrade Lift Station #1	1,592,126	695,264	887,070	9,792	-	-	-
Upgrade Lift Station #2	890,491	530,735	355,291	4,465	-	-	-
Stewart Drive Drainage and Restoration	5,039	-	-	-	5,039	-	-
Woodland Drive Water Main Repairs	486,193	-	-	-	9,750	476,443	-
Studney/Poplar Water Main Replacement	447,914	-	-	-	447,914	-	-
Deferred contribution balance, closing	\$ 1,380,007	\$ 1,380,007	\$ 1,554,508	\$ 2,043,517	\$ 1,101,651	\$ 539,179	\$ -

**TOWN OF HAY RIVER**

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

Schedule 18

For the year ended December 31, 2014

Funding	2010	2011	2012	2013	2014	Cumulative April 16/7 to December 31/14
	Actual	Actual	Actual	Actual	Actual	
Deferred contribution balance, opening	\$ 3,591,497	\$ 4,858,080	\$ 5,730,534	\$ 5,945,231	\$ 4,069,751	\$ 3,591,497
Annual CPI allocation	1,259,640	1,259,640	1,260,000	1,260,000	1,260,000	6,299,280
Interest earned	6,943	58,755	78,686	88,605	58,330	291,319
	4,858,080	6,176,475	7,069,220	7,293,836	5,398,081	10,182,096
<b>Funds Spent</b>						
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
Permit Landing Boat Launch	-	-	-	-	32,682	32,682
Vale Island Drainage	-	7,643	49,700	33,665	-	91,008
Antibulance	-	-	-	159,417	-	159,417
Engineering surveys	-	-	-	7,264	-	7,264
S-10n 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 portion)	-	-	-	276,249	276,248	552,497
Landfill improvements	-	-	9,115	59,135	-	68,250
Computer hardware & software	-	-	197,870	-	-	210,914
Storage garage	-	-	6,454	-	13,044	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	22,680	-	69,035	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	-	222,933
Recreation storage garage	-	16,433	-	-	-	16,433
Fire department equipment	-	19,237	19,587	17,390	-	56,214
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
Trit-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	5,583,103
Deferred contribution balance, closing	\$ 4,858,080	\$ 5,730,534	\$ 5,945,231	\$ 4,069,751	\$ 4,598,993	\$ 4,598,993

**TOWN OF HAY RIVER**

Community Capacity Building Fund  
Statement of Revenue, Expenditure and Deferred Contribution

For the year ended December 31, 2014

	2010	2011	2012	2013	2014	Cumulative Jul 31/07 to Dec 31/14
	Actual	Actual	Actual	Actual	Actual	
Funding						
Deferred contribution balance, opening	\$ 1,057,512	\$ 1,057,512	\$ 1,057,512	\$ -	\$ -	\$ 1,057,512
Annual allocation	-	-	-	-	-	-
Funds Spent						
Fire hall Construction	-	-	1,057,512	-	-	1,057,512
Deferred contribution balance, closing	\$ 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, 2014

	2010	2011	2012	2013	2014	Cumulative Sep 29/10 to Dec 31/14
	Actual	Actual	Actual	Actual	Actual	
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
Funds Spent						
Fire hall design and construction	-	-	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

For the year ended December 31, 2014

	Cumulative Nov 26/07 to Dec 31/14	2014 Actual	2013 Actual	2012 Actual	2011 Actual	2010 Actual	2009 Actual	2008 Actual	2007 Actual
Funding									
Deferred contribution balance, opening	\$ 125,000	\$ 125,000	\$ 125,000	\$ 125,000	\$ 125,000	\$ 125,000	\$ 125,000	\$ 125,000	\$ 125,000
Annual allocation	-	-	-	-	-	-	-	-	-
Funds Spent									
Trail Improvements	68,437	68,437	-	-	-	-	-	-	-
Deferred contribution balance, closing	\$ 56,563	\$ 56,563	\$ 125,000	\$ 125,000	\$ 125,000	\$ 125,000	\$ 125,000	\$ 125,000	\$ 125,000

**TOWN OF HAY RIVER**  
 Schedule of Honoraria and Travel

Schedule 22

For the year ended December 31, 2014

	Salaries	Honoraria	Travel
Mayor			
Andrew Cassidy	\$ 43,584	\$ -	\$ 5,543
Councillors			
Brad Mapes	11,307	-	-
Mike Maher	9,866	-	-
Rodger Candow	9,866	-	-
Jason Coakwell	9,866	-	-
Keith Dohey	9,866	-	-
Kandis Jameson	9,866	-	-
Donna Lee Jungkind	10,895	-	-
Vince McKay	9,866	-	9,866
	\$ 124,982	\$ -	\$ 15,409

**TOWN OF HAY RIVER**  
 Schedule of Honoraria and Travel

Schedule 22

For the year ended December 31, 2014

	Salaries	Honoraria	Travel
Mayor			
Andrew Cassidy	\$ 43,584	\$ -	\$ 5,543
Councillors			
Brad Mapes	11,307	-	-
Mike Maher	9,866	-	-
Rodger Candow	9,866	-	-
Jason Coakwell	9,866	-	-
Keith Dohey	9,866	-	-
Kandis Jameson	9,866	-	-
Donna Lee Jungkind	10,895	-	-
Vince McKay	9,866	-	1,473
	\$ 124,982	\$ -	\$ 7,016