

VILLAGE OF BELLEDUNE
CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED
DECEMBER 31, 2015



VILLAGE OF BELLEDUNE

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For the year ended December 31, 2015

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VILLAGE OF BELLEDUNE
Consolidated Financial Statements
Year ended December 31, 2015

Management's Responsibility for the Consolidated Financial Statements

The accompanying consolidated financial statements of the Village of Belledune (the "Municipality") are the responsibility of the Municipality's management and have been prepared in compliance with legislation, and in accordance with Canadian public sector accounting standards established by the Public Sector Accounting Board of Chartered Professional Accountants of Canada. A summary of the significant accounting policies are described in Note 2 to the consolidated financial statements. The preparation of consolidated financial statements necessarily involves the use of estimates based on management's judgement, particularly when transactions affecting the current accounting period cannot be finalized with certainty until future periods.

The Municipality's management maintains a system of internal controls designed to provide reasonable assurance that assets are safeguarded, transactions are properly authorized and recorded in compliance with legislative and regulatory requirements, and reliable financial information is available on a timely basis for preparation of the consolidated financial statements. These systems are monitored and evaluated by management.

The mayor and council meet with management to review the consolidated financial statements and discuss any significant financial reporting or internal control matters prior to their approval of the consolidated financial statements.

The consolidated financial statements have been audited by Allen, Paquet & Arseneau, LLP, independent external auditors appointed by the Municipality. The accompanying Independent Auditors' Report outlines their responsibilities, the scope of their examination and their opinion on the Municipality's consolidated financial statements.



David Hughes
Chief Administrative Officer



Brenda Cormier
Clerk-Treasurer



INDEPENDENT AUDITORS' REPORT

To His Worship the Mayor
and Members of Council of the Village of Belledune

Report on the Consolidated Financial Statements

We have audited the accompanying consolidated financial statements of the Village of Belledune, which comprise the consolidated statement of financial position as at December 31, 2015, and the consolidated statement of operations, change in net debt and cash flow for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Consolidated Financial Statements

The Municipality is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with Canadian generally accepted accounting principles and for such internal control as the Municipality determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these consolidated financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the consolidated financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Municipality, as well as evaluating the overall presentation of the consolidated financial statements.

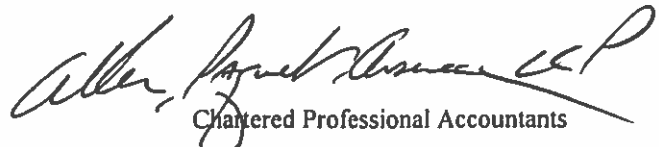
We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, these consolidated financial statements present fairly, in all material respects, the financial position of the Village of Belledune 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 as outlined in the Public Sector Accounting (PSA) Handbook.

Bathurst, NB

March 21, 2016


Chartered Professional Accountants

VILLAGE OF BELLEDUNE
Consolidated Statement of Operations
For the year ended December 31

	2015	2015	2014
	(Unaudited) Budget Note 18	Actual	Actual
REVENUE			
Warrant Assessment	\$ 4,409,676	\$ 4,409,676	\$ 4,377,684
Unconditional Grants	343,441	343,441	242,488
Services Provided to Other Governments	33,346	37,142	36,334
Sales of Services	120,700	104,021	121,833
Other Revenue from Own Sources	14,500	18,866	22,607
Unconditional Transfers from Other Governments	7,400	7,066	7,015
Conditional Transfers from Other Governments	7,200	12,833	51,833
Other Transfers	718	718	-
Water and Sewer Utility			
Sale of Services	51,000	51,377	52,177
Other Revenue from Own Sources	45,612	45,762	54,147
Gain from Disposal of Tangible Capital Assets	-	-	17,354
Gas Tax Fund	-	-	61,025
Interest	-	22,956	23,220
Miscellaneous	-	24,925	15,151
	5,033,593	5,078,783	5,082,868
EXPENDITURES			
General Government - Page 21	938,382	886,626	834,706
Protective Services - Page 22	1,042,587	905,575	881,467
Transportation - Page 22	1,355,124	1,255,675	1,166,818
Environmental Health - Page 23	224,114	224,367	223,906
Environmental Development - Page 23	419,181	385,395	420,303
Recreation and Cultural - Page 23	461,875	441,514	444,578
Fiscal Services - Page 23	80,824	81,531	121,112
Water and Sewer Utilities - Page 24	102,629	99,923	112,018
	4,624,716	4,280,606	4,204,908
ANNUAL SURPLUS (Note 16)	\$ 408,877	\$ 798,177	\$ 877,960
ACCUMULATED SURPLUS, Beginning of Year		12,243,105	11,365,145
ACCUMULATED SURPLUS, End of Year		\$ 13,041,282	\$ 12,243,105

VILLAGE OF BELLEDUNE
Consolidated Statement of Financial Position

As at December 31	2015	2014
FINANCIAL ASSETS		
Cash and Short Term Investments (Note 3)	\$ 3,019,707	\$ 2,332,453
Accounts Receivable	26,075	32,323
Due from Federal Government (Note 4)	71,286	77,302
	\$ 3,117,068	\$ 2,442,078
LIABILITIES		
Accounts Payable and Accrued Liabilities	\$ 129,379	\$ 105,535
Deferred Revenue (Note 5)	248,137	40,078
Long Term Debt (Note 6)	2,213,178	2,750,489
	2,590,694	2,896,102
NET DEBT	\$ 526,374	\$ (454,024)
NON-FINANCIAL ASSETS		
Tangible Capital Assets (Note 14)	24,870,995	24,197,697
Accumulated Amortization	(12,634,503)	(11,778,090)
	12,236,492	12,419,607
Property Held for Resale	208,170	208,170
Prepaid Insurance	70,246	69,352
	12,514,908	12,697,129
ACCUMULATED SURPLUS	\$ 13,041,282	\$ 12,243,105

On Behalf of the Council

 Mayor

 Clerk-Treasurer

VILLAGE OF BELLEDUNE
Consolidated Statement of Change in Net Debt
For the year ended December 31

	2015	2014
Annual Surplus	\$ 798,177	\$ 877,960
Acquisition of Tangible Capital Assets	(727,853)	(865,194)
Proceeds on Disposal of Tangible Capital Assets	932	17,354
Amortization of Tangible Capital Assets	900,056	896,040
Loss (Gain) on Disposal of Tangible Capital Assets	9,980	(17,354)
	<u>981,292</u>	<u>908,806</u>
Acquisition of Prepaid Insurance	(894)	(4,367)
DECREASE IN NET DEBT	980,398	904,439
NET DEBT, Beginning of Year	(454,024)	(1,358,463)
NET DEBT, End of Year	\$ 526,374	\$(454,024)

VILLAGE OF BELLEDUNE
Consolidated Statement of Cash Flow
For the year ended December 31

2015 **2014**

OPERATING TRANSACTIONS

Annual Surplus	\$	798,177	\$	877,960
Loss (Gain) on Disposal of Tangible Capital Assets		9,980	(	17,354)
Amortization of Tangible Capital Assets		900,056		896,040
Accounts Receivable		6,248	(	3,278)
Due from Federal Government		6,016		68,874
Prepaid Insurance	(	894)	(	4,367)
Accounts Payable and Accrued Liabilities		23,844	(	566,116)
Deferred Revenue		208,059	(	59,925)
		1,951,486		1,191,834

CAPITAL TRANSACTIONS

Acquisition of Tangible Capital Assets	(	727,853)	(	865,194)
Proceeds on Disposal of Tangible Capital Assets		932		17,354
	(726,921)	(847,840)

FINANCING TRANSACTIONS

Long Term Debt	(537,311)	(520,311)
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NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS 687,254 (176,317)

CASH AND CASH EQUIVALENTS, Beginning of Year 2,332,453 2,508,770

CASH AND CASH EQUIVALENTS, End of Year \$ 3,019,707 \$ 2,332,453

1. PURPOSE OF THE ORGANIZATION

The Municipality was incorporated as a village by the Province of New Brunswick Municipalities Act on January 24, 1968. The Village of Belledune and the Village of Jacquet River were amalgamated effective January 1, 1994, by an amendment of New Brunswick Regulation 85-6 under the Municipalities Act. As a municipality, the Municipality is exempt from income tax under section 149(1)(c) of the Canadian Income Tax Act. The Municipality has the following vision statement, "The Municipality, is a sustainable, prosperous community, committed to preservation of its rural identity through the encouragement of growth in an environmentally and economically sound fashion; a progressive, open-minded community providing effective governance combined with responsible and efficient service delivery; a welcoming community in which a viable, goal oriented, productive environment is provided for all residents and extended partners; a vibrant, safe, positive community which provides needed municipal services for all its citizens; a community where business and industry can grow and prosper in an economically and ecologically sustainable manner."

2. SIGNIFICANT ACCOUNTING POLICIES

The consolidated financial statements of the Municipality are the representations of management prepared in accordance with Canadian generally accepted accounting principles for local governments, as recommended by the Public Sector Accounting Board (PSAB) of the Canadian Institute of Chartered Professional Accountants.

The Municipality has adopted PSA as of January 1, 2010.

The focus of PSA consolidated financial statements is on the financial position of the Municipality and the changes thereto. The Consolidated Statement of Financial Position includes all of the assets and liabilities of the Municipality.

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

(a) Reporting Entity

The consolidated financial statements reflect the assets, liabilities, revenues, expenditures and changes in net debt and cash flows of the Municipality.

Interdepartmental and organizational transactions and balances are eliminated.

(b) Budget

The budget figures contained in these consolidated financial statements were approved by Council on December 30, 2014 and the Minister of Local Government on January 14, 2015.

(c) Revenue Recognition

Unrestricted revenue is recorded on an accrual basis and is recognized when collection is reasonably assured. Restricted contributions are recognized as revenue in the year in which the related expenses are incurred. Other revenue is recorded when it is earned.

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

(d) Use of Estimates

The preparation of the consolidated financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the consolidated financial statements and the reported amount of revenues and expenses during the reporting period. These estimates are reviewed periodically, and as adjustments become necessary, they are reported in earnings in the period in which they become known. Actual results may differ from those estimates.

(e) Financial Instruments

The Municipality's financial instruments consist of cash, short-term investments, accounts receivable, deposits in trust, due from the Federal Government, due from own funds, bank loan, payables and accruals, funds held in trust and long-term debt. Unless otherwise noted, it is management's opinion that the Municipality is not exposed to significant interest, currency or credit risk arising from these financial instruments. The fair value of these financial instruments approximates their carrying values, unless otherwise noted.

The Municipality is subject to credit risk through accounts receivable. The Municipality minimizes credit risk through ongoing credit management.

(f) Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, balances with banks and short term deposits with original maturities of three months or less.

(g) Tangible Capital Assets

Effective January 1, 2010, The Municipality adopted the provisions of PSA section 3150 Tangible Capital Assets. Tangible capital assets are recorded at cost which includes all amounts that are directly attributable to acquisition, construction, development or betterment of the asset. The cost of the tangible capital asset is amortized on a straight line basis over the estimated useful life as follows:

	<u>Years</u>
Land:	
All land owned by the Village, including land under buildings	N/A
Land Improvements:	
Includes major landscaping projects, sports fields, courts, trail culverts, paved trails, parking lots, play grounds and similar assets	15 - 25 years
Buildings:	
All buildings owned by the Village, with the exception of treatment plants, as single assets or broken into components: structural, interior, exterior, mechanical, electrical, specialty items, equipment and site work	25 - 70 years
Machinery and Equipment:	
Includes information technology assets, large signage, transit fare boxes, motorized fleet equipment, parking meters, leasehold improvements and similar assets	5 - 20 years

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

(g) Tangible Capital Assets (continued)

	<u>Years</u>
Linear Assets:	
All public works infrastructure including roads, sidewalks, street lights, traffic signals, storm sewers, water and sewer main	
Road Surfaces	5 - 30 years
Road Grade	10 - 40 years
Spur Line	5 - 65 years
Traffic Lights	10 - 30 years
Vehicles:	
All vehicles including cars, trucks, buses and similar assets	5 - 25 years
Water and Wastewater Facilities:	
Includes water and wastewater treatment plants broken into components: process piping and equipment, electrical and instrumentation, structural, architectural, mechanical and site work	
	10 - 100 years

The Village has a capitalization threshold of \$5,000. Any item purchased under this threshold is recorded as an expense in the year the item is acquired. An exception is pooled assets, which include computers, street lights, parking meters and groups of assets of a similar nature that when purchased in bulk have a cost of \$25,000. Another exception relates to specific items such as land, vehicles, roads, water pipe segments, etc. that would be recorded with no threshold level.

All grants, donations from subdivision developers and other third party contributions are recorded as income in the year the expenditure for the capital asset is incurred. The full cost of the asset is capitalized during the year the asset is substantially complete and put into use.

(h) Segmented Information

The Municipality is a diversified municipal unit that provides a wide range of services to its residents. For management reporting purposes, the Municipality's operations and activities are organized and reported by function. This presentation was created for the purpose of recording specific activities to attain certain objectives in accordance with special regulations, restrictions or limitations. Municipal services are provided by departments as follows:

General Government Services

This department is responsible for the overall governance and financial administration of the Municipality. This includes council functions, general and financial management, legal matters and compliance with legislation as well as civic relations.

Protective Services

This department is responsible for the provision of policing services, fire protection, emergency measures, animal control and other protective measures.

Transportation Services

This department is responsible for common services, roads and streets maintenance, street lighting, traffic services, parking and other transportation related functions.

Environmental Health Services

This department is responsible for the provision of waste collection and disposal.

VILLAGE OF BELLEDUNE
Notes to the Consolidated Financial Statements
For the year ended December 31, 2015

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

(h) Segmented Information (continued)

Environmental Development Services

This Department is responsible for planning and zoning, community development, tourism and other municipal development and promotion services.

Recreation and Cultural Services

This department is responsible for the maintenance and operation of recreational and cultural facilities, including the swimming pool, arena, parks and playgrounds and other recreational and cultural facilities.

Water and Wastewater Systems

This department is responsible for the provision of water and sewer services including the maintenance and operation of the underground networks, reservoirs and lagoons.

3. CASH

	2015	2014
Cash (Unrestricted)	\$ 3,019,707	\$ 2,332,453

4. DUE FROM FEDERAL GOVERNMENT

	2015	2014
Canada Revenue Agency (HST Refund)	\$ 71,286	\$ 77,302

5. DEFERRED REVENUE

	2015	2014
Deferred Government Transfers - Gas Tax Fund (GTF)	\$ 211,249	\$ 3,190
Utility Funds	36,888	36,888
	\$ 248,137	\$ 40,078

6. LONG TERM DEBT

	2015	2014
Chaleur Sawmills Associates, non interest bearing, principal payable annually in the amount of \$103,967, maturing January 2, 2019	\$ 415,866	\$ 519,833
Maintenance contractor (spurline), non interest bearing, principal payable annually in the approximate amount of \$5,000, maturing January 2, 2019	21,312	25,656
Carried Forward	\$ 437,178	\$ 545,489

VILLAGE OF BELLEDUNE
Notes to the Consolidated Financial Statements
For the year ended December 31, 2015

6. LONG TERM DEBT (continued)

	2015	2014
Carried Forward	\$ 437,178	\$ 545,489
2005 - New Brunswick Municipal Finance Corporation, debentures, variable interest rate from 2.85% to 4.35%, principal payable annually and interest semi annually, matured and refinanced during year. O.I.C. # AS-20	-	368,000
2006 - New Brunswick Municipal Finance Corporation, debentures, variable interest rate from 4.15% to 4.45%, principal payable annually and interest semi annually, maturing in 2016, renewable to the year 2021. O.I.C. # AV-38	404,000	474,000
2007 - New Brunswick Municipal Finance Corporation, debentures, variable interest rate from 4.45% to 4.85%, principal payable annually and interest semi annually, maturing in 2017. O.I.C. # AX-36	168,000	246,000
2007 - New Brunswick Municipal Finance Corporation, debentures, variable interest rate from 4.45% to 4.85%, principal payable annually and interest semi annually, maturing in 2017. O.I.C. # AX-37	43,000	63,000
2011 - New Brunswick Municipal Finance Corporation, debentures, variable interest rate from 1.65% to 4.25%, principal payable annually and interest semi annually, maturing in 2021, renewable to the year 2026. O.I.C. # BE-24	253,000	272,000
2011 - New Brunswick Municipal Finance Corporation, debentures, variable interest rate from 1.35% to 3.45%, principal payable annually and interest semi annually, maturing in 2021, renewable to the year 2026. O.I.C. # BF-31	266,000	287,000
2012 - New Brunswick Municipal Finance Corporation, debentures, variable interest rate from 1.65% to 2.10%, principal payable annually and interest semi annually, matured during year O.I.C. # BG-30	-	33,000
2012 - New Brunswick Municipal Finance Corporation, debentures, variable interest rate from 1.35% to 1.95%, principal payable annually and interest semi annually, maturing in 2016. O.I.C. # BH-35	70,000	139,000
2014 - New Brunswick Municipal Finance Corporation, debentures, variable interest rate from 1.15% to 2.35%, principal payable annually and interest semi annually, maturing in 2019. O.I.C. # BH-35	260,000	323,000
2015 - New Brunswick Municipal Finance Corporation, debentures, variable interest rate from 0.95% to 1.80%, principal payable annually and interest semi annually, maturing in 2020. O.I.C. # BM-31	312,000	-
	\$ 2,213,178	\$ 2,750,489

VILLAGE OF BELLEDUNE
Notes to the Consolidated Financial Statements
For the year ended December 31, 2015

6. LONG TERM DEBT (continued)

Principal payments of long term debt are due as follows:

2016	\$	849,967
2017		384,967
2018		279,967
2019		285,277
2020		109,000
Subsequent years		304,000
		<hr/>
		\$ 2,213,178

Approval of the Municipal Capital Borrowing Board has been obtained for the above long term debt. The Municipality is in compliance with the requirements of the Municipal Capital Borrowing Act.

7. CONTINGENT LIABILITIES

The Village has guaranteed in part a loan of the Chaleur Regional Service Commission. The loan is guaranteed by five other municipalities.

The Village of Belledune is contingently liable in an undetermined amount with respect to an active claim against the Village. The probability of loss, if any, with respect to this matter can not be determined as of the date of the release of these consolidated financial statements.

8. COMMITMENT

The Village of Belledune is liable with respect to a legal action settled on November 18, 2013, against the Village for an amount of \$1,000,000. This settlement is payable over a six year period and by virtue of section 8 of the *Control of Municipalities Act*, authority was granted by the province to defer its recognition in the operating fund.

Lawsuit Settlement	\$	1,000,000
Less: Funds Held in Trust (2013)	(	165,000)
Transfer of Property Held for Resale (2014)	(	181,200)
Annual Payment (2014-2015)	(	207,934)
Maintenance Contract Payment (2014-2015)	(	8,688)
		<hr/>
		437,178
Deferred:		
Annual Payment (2016 - 2019) (Note 6)	(	415,866)
Maintenance Contract (2016 - 2019) (Note 6)	(	21,312)
		<hr/>
		\$ -

9. REPORTING TO THE PROVINCE OF NEW BRUNSWICK

The Village complies with PSAB accounting standards. The Village is also required to comply with the Municipal Financial Reporting Manual prescribed by the Province of New Brunswick. Differences in accounting policies include the methodology for accounting for Tangible Capital Assets, and government transfers. PSAB also requires full consolidation of funds.

VILLAGE OF BELLEDUNE
Notes to the Consolidated Financial Statements
For the year ended December 31, 2015

10. WATER AND SEWER FUND SURPLUS/DEFICIT

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

	2015	2014
2015 Surplus	\$ 957	\$ -
2014 Deficit	(520)	(520)
2013 Deficit	-	5,736
	\$ 437	\$ 5,216

11. WATER COST TRANSFER

The Municipality's water cost transfer for fire protection is within the maximum allowable by Regulation 81-195 under the Municipalities Act based upon the applicable percentage of water system expenditures for the population.

12. FUNDS HELD IN TRUST

Funds administered by the Municipality for the benefit of external parties are not included in the consolidated financial statements.

13. RECONCILIATION OF ANNUAL SURPLUS BY FUND ACCOUNTING

	2015	2014
Net Debt (Page 4)	\$ 526,374	\$(454,024)
Add:		
Long Term Debt	2,213,178	2,750,489
Prepaid Insurance	70,246	69,352
Short Term Assets	2,809,798	2,365,817
Less:		
Prior Year Annual Surplus (Deficit):		
General Operating Fund	26,838	98,647
Water and Sewer Utility Operating Fund	(520)	5,736
Reserve Fund (Note 17)	2,750,275	2,235,116
	2,776,593	2,339,499
Operating Surplus	\$ 33,205	\$ 26,318
Current Year Annual Surplus: (Note 16)		
General Operating Fund	\$ 32,248	\$ 26,838
Water and Sewer Utility Operating Fund	957	(520)
	\$ 33,205	\$ 26,318

VILLAGE OF BELLEDUNE
Notes to the Consolidated Financial Statements
For the year ended December 31, 2015

14. SCHEDULE OF TANGIBLE CAPITAL ASSETS

	Land	Land Improvements	Buildings	Machinery and Equipment	Vehicles	Infrastructure				2014 Total	
						Roads and Streets	Treatment Facilities	Water and Sewer	2015 Total		
COST											
Balance, Beginning of Year	\$ 430,759	\$ 961,896	\$ 3,716,556	\$ 436,483	\$ 1,756,660	\$ 15,815,759	\$ 560,000	\$ 519,584	\$ 24,197,697	\$ 23,538,365	
Add: Net Additions during the Year	58,333	169,581	20,170	75,924	10,551	393,294	-	-	727,853	865,194	
Less: Disposals during the Year	-	-	-	54,555	-	-	-	-	-	54,555	205,862
BALANCE, END OF YEAR	489,092	1,131,477	3,736,726	457,852	1,767,211	16,209,053	560,000	519,584	24,870,995	24,197,697	
ACCUMULATED AMORTIZATION											
Balance, Beginning of Year	-	299,699	1,744,691	180,901	741,645	8,607,526	69,000	134,628	11,778,090	11,087,912	
Add: Amortization during the Year	-	45,707	124,939	32,588	70,989	590,624	12,300	22,909	900,056	896,040	
Less: Accumulated amortization on disposals	-	-	-	43,643	-	-	-	-	43,643	205,862	
BALANCE, END OF YEAR	-	345,406	1,869,630	169,846	812,634	9,198,150	81,300	157,537	12,634,503	11,778,090	
NET BOOK VALUE OF CAPITAL											
ASSETS	\$ 489,092	\$ 786,071	\$ 1,867,096	\$ 288,006	\$ 954,577	\$ 7,010,903	\$ 478,700	\$ 362,047	\$ 12,236,492	\$ 12,419,607	
Consists of:											
General Capital Fund	\$ 489,092	\$ 786,071	\$ 1,867,096	\$ 288,006	\$ 954,577	\$ 7,010,903	\$ -	\$ -	\$ 11,395,745	\$ 11,543,651	
Water and Sewer Utility Capital Fund	-	-	-	-	-	-	478,700	362,047	840,747	875,956	
\$ 489,092	\$ 786,071	\$ 1,867,096	\$ 288,006	\$ 954,577	\$ 7,010,903	\$ 478,700	\$ 362,047	\$ 12,236,492	\$ 12,419,607		

VILLAGE OF BELLEDUNE
Notes to the Consolidated Financial Statements
For the year ended December 31, 2015

15. SCHEDULE OF SEGMENT DISCLOSURE

	General Government	Protective Services	Transportation	Environmental Health	Environmental Development	Recreation and Cultural	Water and Sewer	2015	2014
REVENUES									
Warrant of Assessment	\$ 997,349	\$ 932,878	\$ 1,293,537	\$ 231,132	\$ 397,015	\$ 454,828	\$ 102,937	\$ 4,409,676	\$ 4,377,684
Unconditional Grant	343,441	-	-	-	-	-	-	343,441	242,488
Services Provided to Other Governments	-	22,380	14,762	-	-	-	-	37,142	36,334
Sales of Service	-	1,200	-	-	31,453	71,368	51,377	155,398	174,010
Other Revenue from Own Sources	18,866	-	-	-	-	-	45,762	64,628	76,754
Unconditional Transfers from Other Governments	-	7,066	-	-	-	-	-	7,066	7,015
Conditional Transfers from Other Governments	12,833	-	-	-	-	-	-	12,833	51,833
Other Transfers	718	-	-	-	-	-	-	718	-
Gain on Disposal of Tangible Capital Assets	-	-	-	-	-	-	-	-	17,354
Gas Tax Fund	-	-	-	-	-	-	-	-	61,025
Interest	22,052	-	-	-	-	-	904	-	23,220
Miscellaneous	24,925	-	-	-	-	-	-	22,956	15,151
	1,420,184	963,524	1,308,299	231,132	428,468	526,196	200,980	5,078,783	5,082,868
EXPENDITURES									
Salaries and Benefits	363,472	672,271	132,655	109,774	46,094	75,142	-	1,399,408	1,364,451
Legislative	57,158	-	-	-	-	-	-	57,158	59,286
Goods and Services	285,114	161,436	532,397	85,479	305,524	240,198	61,790	1,671,938	1,607,965
Amortization	28,218	56,940	590,624	29,114	33,776	126,175	35,209	900,056	896,040
Interest and Bank Charges	71,552	-	-	-	-	-	2,925	74,477	100,825
Other	152,663	14,926	-	-	-	-	-	167,589	176,341
Loss on Disposal of Capital Assets	9,980	-	-	-	-	-	-	9,980	-
	968,157	905,573	1,255,676	224,367	385,394	441,515	99,924	4,280,606	4,204,908
SURPLUS FOR THE YEAR	\$ 452,027	\$ 57,951	\$ 53,623	\$ 6,765	\$ 43,074	\$ 84,681	\$ 101,056	\$ 798,177	\$ 877,960

VILLAGE OF BELLEDUNE
Notes to the Consolidated Financial Statements
For the year ended December 31, 2015

16. RECONCILIATION OF ANNUAL SURPLUS (DEFICIT)

	General Capital Fund	General Operating Fund	Water and Sewer Utility Capital Fund	Water and Sewer Utility Operating Fund	General Capital Reserve Fund	Utility Capital Reserve Fund	Utility Operating Reserve Fund	Total
2015 ANNUAL SURPLUS (DEFICIT) PER PSAB	\$ (864,847)	\$ 1,642,854	\$ (35,209)	\$ 33,220	\$ 22,052	\$ 76	\$ 31	\$ 798,177
Adjustments to Annual Surplus (Deficit) for Funding Requirements								
Second Previous Year's Surplus	-	98,646	-	5,737	-	-	-	104,383
Transfers Between Funds								
Transfer Elimination	-	(475,000)	-	(18,000)	475,000	18,000	-	-
Capital Expenditures	727,853	(727,853)	-	-	-	-	-	-
Disposal of Capital Assets	(9,980)	9,980	-	-	-	-	-	-
Proceeds of Long Term Debt	(312,000)	312,000	-	-	-	-	-	-
Long Term Debt Principal Repayment	721,000	(721,000)	-	-	-	-	-	-
Long-Term Debt Principal Repayment	-	-	20,000	(20,000)	-	-	-	-
Proceeds from Disposal of Capital Assets	(932)	932	-	-	-	-	-	-
Amortization Expense	864,847	(864,847)	35,209	-	-	-	-	900,056
Deferred Legal Settlement (Note 8)	-	(108,311)	-	-	-	-	-	(108,311)
Total Adjustments to 2015 Annual Surplus (Deficit)	1,990,788	(1,610,606)	55,209	(32,263)	475,000	18,000	-	896,128
2015 ANNUAL FUND SURPLUS (DEFICIT)	\$ 1,125,941	\$ 32,248	\$ 20,000	\$ 957	\$ 497,052	\$ 18,076	\$ 31	\$ 1,694,305
FOR FUNDING PURPOSES								

VILLAGE OF BELLEDUNE
Notes to the Consolidated Financial Statements
For the year ended December 31, 2015

17. STATEMENT OF RESERVES

	General Capital Reserve Fund	Utility Capital Reserve Fund	Utility Operating Reserve Fund	Total 2015	Total 2014
ASSETS					
Cash	\$ 2,243,232	\$ 9,512	\$ 4,531	\$ 2,257,275	\$ 1,884,116
Receivable from Operating Fund	475,000	18,000	-	493,000	351,000
ACCUMULATED SURPLUS	\$ 2,718,232	\$ 27,512	\$ 4,531	\$ 2,750,275	\$ 2,235,116
REVENUE					
Interest	\$ 22,052	\$ 76	\$ 31	\$ 22,159	\$ 22,257
Transfer from General Operating Fund	475,000	18,000	-	493,000	351,000
ANNUAL SURPLUS	\$ 497,052	\$ 18,076	\$ 31	\$ 515,159	\$ 373,257

Council Resolution regarding transfers to and from reserves:

Moved by Councillor Lapointe, seconded by Councillor Frenette that \$475,000 be transferred from the General Operating Fund to the General Capital Reserve Fund.

Moved by Deputy Mayor Culligan, seconded by Councillor Frenette that \$18,000 be transferred from the Water and Sewer Utility Operating Fund to the Utility Capital Reserve Fund.

I hereby certify that the above is true and an exact copy of the resolution adopted at a regular meeting of Council on December 23, 2015.

NAME _____ Date _____
 Clerk-Treasurer Municipal Seal
 Village of Belledune

VILLAGE OF BELLEDUNE
Notes to the Consolidated Financial Statements
For the year ended December 31, 2015

18. OPERATING BUDGET TO PSA BUDGET

	Operating Budget General	Operating Budget Water & Sewer	Amortization	Transfers	Total
REVENUE					
Warrant Assessment	\$ 4,409,676	\$ -	\$ -	\$ -	\$ 4,409,676
Unconditional Grants	343,441	-	-	-	343,441
Services Provided to Other Governments	33,346	-	-	-	33,346
Sales of Service	120,700	51,000	-	-	171,700
Other Revenue From Own Sources	14,500	45,612	-	-	60,112
Unconditional Transfers from					
Other Governments	7,400	-	-	-	7,400
Conditional Transfers from					
Other Governments	7,200	-	-	-	7,200
Other Transfers	718	-	-	-	718
Surplus - Second Previous Year	98,647	5,736	-	(104,383)	-
	5,035,628	102,348	-	(104,383)	5,033,593
EXPENDITURES					
Environmental Development	385,405	-	33,776	-	419,181
Environmental Health	195,000	-	29,114	-	224,114
Fiscal Services					
- Capital Expenditure	865,388	14,928	-	(880,316)	-
- Interest and Bank Fees	4,600	-	-	-	4,600
- Interest on Long Term Debt	76,224	3,025	-	-	79,249
- Principal Repayment of Long Term Debt	409,000	20,000	-	(429,000)	-
- Other	104,000	-	-	(104,000)	-
General Government	910,164	-	28,218	-	938,382
Protective Services	985,647	-	56,940	-	1,042,587
Recreation and Cultural	335,700	-	126,175	-	461,875
Transportation	764,500	-	590,624	-	1,355,124
Water and Sewer Utilities	-	64,395	35,209	-	99,604
	5,035,628	102,348	900,056	(1,413,316)	4,624,716
SURPLUS (DEFICIT)	\$ -	\$ -	\$(900,056)	\$ 1,308,933	\$ 408,877

VILLAGE OF BELLEDUNE
Notes to the Consolidated Financial Statements
For the year ended December 31, 2015

19. REVENUE AND EXPENDITURES SUPPORT

	(Unaudited) 2015 Budget	2015 Actual	2014 Actual
REVENUE			
Warrant Assessment	\$ 4,409,676	\$ 4,409,676	\$ 4,377,684
Unconditional Grants	\$ 343,441	\$ 343,441	\$ 242,488
Services Provided to Other Governments			
Province of New Brunswick			
Protective Services	\$ 20,346	\$ 22,380	\$ 20,346
Traffic Services	13,000	14,762	15,988
	\$ 33,346	\$ 37,142	\$ 36,334
Sales of Service			
Fire Services	\$ 1,200	\$ 1,200	\$ 1,200
Environmental Development Services	25,500	31,453	25,760
Recreation and Cultural	94,000	71,368	94,873
	\$ 120,700	\$ 104,021	\$ 121,833
Other Revenue from Own Sources			
Licenses and Permits	\$ 4,000	\$ 7,575	\$ 9,002
Rentals	500	500	500
Return on Investment	10,000	10,791	13,105
	\$ 14,500	\$ 18,866	\$ 22,607
Unconditional Transfers from Other Governments			
Provincial Governments			
Municipal Fine Revenue Sharing	\$ 7,400	\$ 7,066	\$ 7,015
Conditional Transfers from Other Governments			
Federal Government	\$ 3,200	\$ 2,642	\$ 3,200
Provincial Government:			
Environmental Development	-	-	35,000
Provincial Government Agencies	4,000	10,191	13,633
	\$ 7,200	\$ 12,833	\$ 51,833

VILLAGE OF BELLEDUNE
Notes to the Consolidated Financial Statements
For the year ended December 31, 2015

19. REVENUE AND EXPENDITURES SUPPORT (continued)

	(Unaudited) 2015 Budget	2015 Actual	2014 Actual
REVENUE (continued)			
<u>Other Transfers</u>			
Other	\$ 718	\$ 718	\$ -
<u>Water and Sewer Utility</u>			
<u>Sale of Services</u>			
Sale of Water	\$ 47,400	\$ 48,377	\$ 44,977
Sale of Sewerage Services	3,600	3,000	7,200
	\$ 51,000	\$ 51,377	\$ 52,177
<u>Other Revenue from Own Sources</u>			
Water Supply (Fire)	\$ 37,554	\$ 37,677	\$ 45,763
Other	8,058	8,085	8,384
	\$ 45,612	\$ 45,762	\$ 54,147
<u>Other Transfers</u>			
From Own Funds	\$ -	\$ -	\$ -
<u>Other</u>			
Gain on Disposal of Tangible Capital Assets	\$ -	\$ -	\$ 17,354
Gas Tax Fund	-	-	61,025
Interest	-	22,956	23,220
Miscellaneous	-	24,925	15,151
	\$ -	\$ 47,881	\$ 116,750

VILLAGE OF BELLEDUNE
Notes to the Consolidated Financial Statements
For the year ended December 31, 2015

19. REVENUE AND EXPENDITURES SUPPORT (continued)

	(Unaudited) 2015 Budget	2015 Actual	2014 Actual
EXPENDITURES			
General Government Services			
<i>Legislative</i>			
Mayor	\$ 17,500	\$ 15,794	\$ 16,633
Councillors	45,200	41,364	42,652
Development Seminars	4,000	1,638	1,941
	66,700	58,796	61,226
<i>Administrative</i>			
Administrator	224,000	207,440	202,860
Administrative Assistant	76,000	75,298	70,733
Municipal Works	83,000	80,734	77,741
Office Building	114,200	102,720	100,478
Solicitor	45,000	32,070	40,649
Public Liability Insurance	58,000	58,267	50,218
Other Administrative	55,000	69,820	42,985
	655,200	626,349	585,664
<i>Financial Management</i>			
External Audit	20,000	18,617	25,857
Financial Consulting Fees	8,000	3,620	4,464
	28,000	22,237	30,321
<i>Common Services</i>			
Amortization	28,218	28,218	18,530
Cost of Assessment	74,950	74,950	74,401
Conventions and Delegations	4,000	317	725
Grants and Sundry	53,000	52,985	37,803
Civic Relations	15,000	11,328	16,858
Training and Development	6,000	4,132	4,102
RSC Admin Costs	7,314	7,314	5,076
	188,482	179,244	157,495
	\$ 938,382	\$ 886,626	\$ 834,706

VILLAGE OF BELLEDUNE
Notes to the Consolidated Financial Statements
For the year ended December 31, 2015

19. REVENUE AND EXPENDITURES SUPPORT (continued)

	(Unaudited) 2015 Budget	2015 Actual	2014 Actual
EXPENDITURES (continued)			
<u>Protective Services</u>			
<i>Police</i>	\$ 556,493	\$ 556,493	\$ 556,062
<i>Fire Protection</i>			
Administration	75,000	46,594	40,319
Amortization	56,940	56,940	56,940
Personnel	81,600	41,219	42,696
Fire Alarm Systems	28,000	27,966	24,992
Water Cost	37,554	37,554	45,763
Training	20,000	9,946	6,724
Fire Station and Building	85,000	80,034	70,963
Equipment	60,000	33,903	25,769
Other	35,000	8,591	4,904
	479,094	342,747	319,070
<i>Animal Control</i>	7,000	6,335	6,335
	\$ 1,042,587	\$ 905,575	\$ 881,467
<u>Transportation Services</u>			
<i>Roads and Streets</i>			
Amortization	\$ 590,624	\$ 590,624	\$ 589,137
Personnel	129,000	132,655	104,073
Engineering and Planning	15,000	5,310	10,769
Summer Maintenance	138,000	89,053	78,907
Culverts and Ditches	50,000	67,569	27,042
Snow Removal	210,000	212,183	214,075
Roads and Streets	99,000	48,278	43,258
Street Cleaning	10,500	4,606	-
	1,242,124	1,150,278	1,067,261
<i>Street Lighting</i>	95,000	91,031	92,612
<i>Traffic Services</i>			
Signals	11,000	7,011	6,887
Street Signs	7,000	7,355	58
	18,000	14,366	6,945
	\$ 1,355,124	\$ 1,255,675	\$ 1,166,818

VILLAGE OF BELLEDUNE
Notes to the Consolidated Financial Statements
For the year ended December 31, 2015

19. REVENUE AND EXPENDITURES SUPPORT (continued)

	(Unaudited) 2015 Budget	2015 Actual	2014 Actual
EXPENDITURES (continued)			
<u>Environmental Health Services</u>			
Amortization	\$ 29,114	\$ 29,114	\$ 28,167
Solid Waste Collection Personnel	105,000	109,774	103,347
Solid Waste Collection Disposal	90,000	85,479	92,392
	\$ 224,114	\$ 224,367	\$ 223,906
<u>Environmental Development Services</u>			
Amortization	\$ 33,776	\$ 33,776	\$ 45,642
Planning Commissions	109,905	109,905	116,313
Industrial Parks and Commission	40,000	10,207	29,339
Promotion, Tourism	95,000	81,298	95,319
Public Receptions	2,000	2,971	881
Research and Planning	1,500	6,495	1,906
Community Improvements	10,000	13,135	10,618
Economic Development	22,000	21,336	15,087
Conservation	105,000	106,272	105,198
	\$ 419,181	\$ 385,395	\$ 420,303
<u>Recreation and Cultural Services</u>			
Amortization	\$ 126,175	\$ 126,175	\$ 122,415
Community Centre and Hall	73,700	67,541	69,565
Skating Rinks and Arenas	135,000	133,693	141,120
Parks and Playgrounds	52,500	49,610	52,046
Library	10,500	11,601	8,746
Bus Service	-	-	350
Festivals and Fairs	40,000	38,250	36,811
Wharf	24,000	14,644	13,525
	\$ 461,875	\$ 441,514	\$ 444,578
<u>Fiscal Services</u>			
Bank Charges	\$ 4,600	\$ 1,939	\$ 2,461
Interest on Long Term Debt	76,224	69,612	94,455
Other	-	-	24,196
Loss on Disposal of Tangible Capital Assets	-	9,980	-
	\$ 80,824	\$ 81,531	\$ 121,112

VILLAGE OF BELLEDUNE
Notes to the Consolidated Financial Statements
For the year ended December 31, 2015

19. REVENUE AND EXPENDITURES SUPPORT (continued)

	(Unaudited) 2015 Budget	2015 Actual	2014 Actual
EXPENDITURES (continued)			
<u>Water and Sewer Utilities</u>			
Administration	\$ 10,850	\$ 9,328	\$ 16,068
Amortization	35,209	35,209	35,209
Fiscal Services:			
Bank Charges	-	-	51
Interest on Long Term Debt	3,025	2,925	3,857
Other	46,325	45,794	51,076
Treatment	7,220	6,667	5,757
	\$ 102,629	\$ 99,923	\$ 112,018