

TOWN OF GRAND BAY-WESTFIELD
REPORT AND FINANCIAL STATEMENTS
DECEMBER 31, 2010

AUDITOR'S REPORT

To Her Worship The Mayor and Members of the Council,
Town of Grand Bay-Westfield

We have audited the balance sheets of the General, Sewerage and Reserve Funds of the Town of Grand Bay-Westfield as at December 31, 2010 and related statements of revenue, expenditure and source and application of capital financing for the year then ended. These financial statements are the responsibility of management. 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 require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the Town as at December 31, 2010 and the results of its operations and the source and application of its capital financing for the year then ended in accordance with Canadian generally accepted accounting principles adopted for New Brunswick municipalities.

Saint John, N.B.
February 21, 2011



Chartered Accountants

TOWN OF GRAND BAY-WESTFIELD

GENERAL CAPITAL FUND
BALANCE SHEET

DECEMBER 31, 2010

ASSETS

	<u>2010</u>	<u>2009</u>
Capital assets	\$ <u>22,416,821</u>	\$ <u>18,070,355</u>

LIABILITIES

Bank loan (Note 6)	\$ 1,100,000	\$ -
Long-term debt (Note 2)	861,000	670,000
Due to General Revenue Fund	87,785	316,274
Investment in capital assets	<u>20,368,036</u>	<u>17,084,081</u>
	\$ <u>22,416,821</u>	\$ <u>18,070,355</u>

APPROVED BY

_____ MAYOR

_____ TOWN MANAGER

TOWN OF GRAND BAY-WESTFIELD

GENERAL CAPITAL FUND
STATEMENT OF CAPITAL ASSETS

DECEMBER 31, 2010

	<u>Land</u>	<u>Buildings</u>	<u>Engineering Structures</u>	<u>Machinery and Equipment</u>	<u>Total</u>
General Government					
Office buildings	\$ 3,250	\$ 327,480	\$ -	\$ 154,896	\$ 485,626
Protective Services					
Fire department	155,523	674,577	51,733	1,468,909	2,350,742
Transportation services					
Streets and roads	59,696	411,568	13,901,062	917,309	15,289,635
Environmental					
Development	12,391	-	427,233	16,584	456,208
Environmental Health					
Garbage and waste removal	5,888	-	107,976	10,126	123,990
Recreation and Cultural					
Amusement parks and playgrounds	123,480	3,040	638,159	148,547	913,226
Centrum	34,923	663,283	8,383	92,842	799,431
Economic					
Development	<u>1,278,704</u>	<u>517,170</u>	<u>129,298</u>	<u>72,791</u>	<u>1,997,963</u>
	<u>\$ 1,673,855</u>	<u>\$ 2,597,118</u>	<u>\$ 15,263,844</u>	<u>\$ 2,882,004</u>	<u>\$ 22,416,821</u>

TOWN OF GRAND BAY-WESTFIELD
GENERAL CAPITAL FUND
STATEMENT OF INVESTMENT IN CAPITAL ASSETS
FOR THE YEAR ENDED DECEMBER 31, 2010

	<u>2010</u>	<u>2009</u>
Balance - beginning of year	\$ <u>17,084,081</u>	\$ <u>15,532,008</u>
Add:		
Contributed from General Revenue Fund		
Capital expenditures	807,664	596,887
Debt repayment	124,000	172,000
Contributed from General Capital Reserve Fund		
Capital expenditures	174,569	151,708
Contributed from Land for Public Purposes Reserve Fund		
Capital expenditures	-	4,200
Contributed from Province of New Brunswick		
Equipment	12,000	6,297
Engineering structures	956,899	572,358
Building	-	10,000
Contributed from Government of Canada		
Engineering structures	1,208,823	34,581
Contributed from The Anglican Parish of Nerepis and St. John		
Engineering structures	-	47,169
	<u>3,283,955</u>	<u>1,595,200</u>
	<u>20,368,036</u>	<u>17,127,208</u>
Deduct:		
Cost of vehicles disposed of during the year	-	(43,127)
Balance - end of year	\$ <u><u>20,368,036</u></u>	\$ <u><u>17,084,081</u></u>

TOWN OF GRAND BAY-WESTFIELD
GENERAL CAPITAL FUND
STATEMENT OF SOURCE AND APPLICATION OF CAPITAL FINANCING

FOR THE YEAR ENDED DECEMBER 31, 2010

	<u>2010</u>	<u>2009</u>
Source		
Term borrowing		
Debentures	\$ 315,000	\$ -
Transfers from		
Province of New Brunswick	968,899	588,655
Government of Canada	1,208,823	34,581
General Revenue Fund	931,664	768,887
General Capital Reserve Fund	174,569	151,708
Land For Public Purposes Reserve Fund	-	4,200
The Anglican Parish of Nerepis and St. John	-	47,169
Temporary financing at end of year		
Due to General Revenue Fund	87,785	316,274
Bank	<u>1,100,000</u>	<u>-</u>
	<u>\$ 4,786,740</u>	<u>\$ 1,911,474</u>
Application		
Debt repayment	\$ 124,000	\$ 172,000
Capital expenditures	4,346,466	1,739,474
Temporarily financed at end of previous year		
Due to General Revenue Fund	<u>316,274</u>	<u>-</u>
	<u>\$ 4,786,740</u>	<u>\$ 1,911,474</u>

TOWN OF GRAND BAY-WESTFIELD

GENERAL REVENUE FUND
BALANCE SHEET

DECEMBER 31, 2010

ASSETS

	<u>2010</u>	<u>2009</u>
Current		
Cash	\$ 13,066	\$ 58,500
Accounts receivable	1,299,370	274,673
Loan receivable (Note 10)	10,242	10,842
Current portion of loan receivable	6,785	6,480
Prepaid expenses	-	1,158
Due from Sewerage Capital Fund	205,000	121,699
Due from General Capital Fund	87,784	316,273
	<u>1,622,247</u>	<u>789,625</u>
Long-term		
Loan receivable (Note 11)	\$ 29,612	\$ 36,094
Less current portion	<u>6,785</u>	<u>6,480</u>
	<u>22,827</u>	<u>29,614</u>
	<u>\$ 1,645,074</u>	<u>\$ 819,239</u>

LIABILITIES

Current		
Bank loan (Note 6)	\$ -	\$ 100,000
Accounts payable	1,566,269	662,915
Due to Sewerage Revenue Fund	26,109	14,526
	<u>1,592,378</u>	<u>777,441</u>

SURPLUS

Surplus - beginning of year	41,798	31,708
Add:		
Surplus of current year	<u>24,176</u>	<u>28,520</u>
	65,974	60,228
Deduct:		
Surplus of second previous year	<u>(13,278)</u>	<u>(18,430)</u>
Surplus - end of year	<u>52,696</u>	<u>41,798</u>
	<u>\$ 1,645,074</u>	<u>\$ 819,239</u>

APPROVED BY

_____ MAYOR

_____ TOWN MANAGER

TOWN OF GRAND BAY-WESTFIELD
GENERAL REVENUE FUND
STATEMENT OF REVENUE AND EXPENDITURE
FOR THE YEAR ENDED DECEMBER 31, 2010

	2010 <u>Budget</u>	2010 <u>Actual</u>	2009 <u>Actual</u>
Revenue			
Warrant of assessment	\$ 4,225,585	\$ 4,225,585	\$ 3,893,711
Sales of services	109,665	113,352	106,136
Other revenue from own sources	79,748	101,307	92,329
Unconditional grant	384,878	384,878	384,878
Other transfers			
Surplus of second previous year	13,278	13,278	18,430
	<u>4,813,154</u>	<u>4,838,400</u>	<u>4,495,484</u>
Expenditures			
General government services	675,202	611,111	599,549
Protective services	1,190,041	1,153,293	1,112,659
Transportation services	1,214,826	1,148,374	1,156,155
Environmental health services	731	654	731
Environmental development services	206,595	164,741	161,016
Recreation and cultural services	415,700	396,717	389,412
Economic development services	153,633	117,320	117,283
Fiscal services	893,426	974,014	805,159
Transfers			
General Capital Reserve Fund	63,000	248,000	125,000
	<u>4,813,154</u>	<u>4,814,224</u>	<u>4,466,964</u>
Surplus for the year	\$ <u>-</u>	\$ <u>24,176</u>	\$ <u>28,520</u>

TOWN OF GRAND BAY-WESTFIELD

GENERAL REVENUE FUND
SUPPLEMENTARY SCHEDULE OF REVENUE ACCOUNTS

FOR THE YEAR ENDED DECEMBER 31, 2010

	2010 <u>Budget</u>	2010 <u>Actual</u>	2009 <u>Actual</u>
Sale of Services			
Recreational	\$ 8,257	\$ 11,944	\$ 9,064
Fire - Local service district	<u>101,408</u>	<u>101,408</u>	<u>97,072</u>
	<u>\$ 109,665</u>	<u>\$ 113,352</u>	<u>\$ 106,136</u>
Other Revenue from own sources			
Licenses and permits			
Animal	\$ 4,500	\$ 4,537	\$ 4,670
Construction	<u>16,500</u>	<u>16,814</u>	<u>19,139</u>
	<u>21,000</u>	<u>21,351</u>	<u>23,809</u>
Fines			
Other	<u>20,808</u>	<u>26,478</u>	<u>23,631</u>
Return on investments			
Interest	<u>-</u>	<u>3,555</u>	<u>1,021</u>
Other	<u>37,940</u>	<u>49,923</u>	<u>43,868</u>
	<u>\$ 79,748</u>	<u>\$ 101,307</u>	<u>\$ 92,329</u>

TOWN OF GRAND BAY-WESTFIELD

GENERAL REVENUE FUND
SUPPLEMENTARY SCHEDULE OF EXPENDITURE ACCOUNTS

FOR THE YEAR ENDED DECEMBER 31, 2010

	2010 <u>Budget</u>	2010 <u>Actual</u>	2009 <u>Actual</u>
General Government Services			
Legislative			
Mayor	\$ 26,722	\$ 23,481	\$ 22,181
Councillors	63,510	53,229	54,753
Other	9,711	10,035	7,955
	<u>99,943</u>	<u>86,745</u>	<u>84,889</u>
Administrative			
Personnel and office	283,763	272,930	265,627
Buildings	38,735	38,133	41,730
Solicitor	25,000	19,362	20,645
Other	120,753	87,422	85,198
	<u>468,251</u>	<u>417,847</u>	<u>413,200</u>
Financial Management			
External audit	<u>11,550</u>	<u>10,973</u>	<u>10,853</u>
Other General Government Services			
Public liability insurance	16,241	15,255	15,179
Grants to organizations	79,217	80,291	75,428
	<u>95,458</u>	<u>95,546</u>	<u>90,607</u>
	<u>\$ 675,202</u>	<u>\$ 611,111</u>	<u>\$ 599,549</u>

TOWN OF GRAND BAY-WESTFIELD

GENERAL REVENUE FUND
SUPPLEMENTARY SCHEDULE OF EXPENDITURE ACCOUNTS

FOR THE YEAR ENDED DECEMBER 31, 2010

	2010 <u>Budget</u>	2010 <u>Actual</u>	2009 <u>Actual</u>
Protective Services			
Police			
Administration - RCMP	\$ 627,000	\$ 627,000	\$ 607,200
Traffic activities	9,583	9,543	8,351
	<u>636,583</u>	<u>636,543</u>	<u>615,551</u>
Fire			
Firefighters	244,034	242,479	233,895
Fire alarm system	34,046	33,221	30,369
Training	16,400	22,240	24,189
Station and building	52,103	50,834	53,571
Fighting and equipment	97,349	60,817	83,488
Other	80,076	80,231	43,957
	<u>524,008</u>	<u>489,822</u>	<u>469,469</u>
Emergency Measures			
Disaster control	<u>9,282</u>	<u>6,364</u>	<u>7,698</u>
Other			
Animal control	<u>20,168</u>	<u>20,564</u>	<u>19,941</u>
	<u>\$ 1,190,041</u>	<u>\$ 1,153,293</u>	<u>\$ 1,112,659</u>

TOWN OF GRAND BAY-WESTFIELD

GENERAL REVENUE FUND
SUPPLEMENTARY SCHEDULE OF EXPENDITURE ACCOUNTS

FOR THE YEAR ENDED DECEMBER 31, 2010

	2010 <u>Budget</u>	2010 <u>Actual</u>	2009 <u>Actual</u>
Transportation services			
Common services			
Administration	\$ 422,266	\$ 378,794	\$ 377,011
General equipment	74,445	74,011	81,066
Workshops and other buildings	21,630	32,441	24,723
	<u>518,341</u>	<u>485,246</u>	<u>482,800</u>
Roads and streets			
Roadway surfaces	183,864	166,503	289,006
Storm sewers	20,000	14,850	6,494
Snow and ice removal	339,161	325,020	221,892
	<u>543,025</u>	<u>506,373</u>	<u>517,392</u>
Street lighting	<u>94,560</u>	<u>96,393</u>	<u>93,660</u>
Traffic services			
Street signs	4,500	3,879	2,833
Comex bus service	43,800	46,493	49,480
Traffic signals	10,600	9,990	9,990
	<u>58,900</u>	<u>60,362</u>	<u>62,303</u>
	<u>\$ 1,214,826</u>	<u>\$ 1,148,374</u>	<u>\$ 1,156,155</u>

TOWN OF GRAND BAY-WESTFIELD

GENERAL REVENUE FUND
SUPPLEMENTARY SCHEDULE OF EXPENDITURE ACCOUNTS

FOR THE YEAR ENDED DECEMBER 31, 2010

	2010 <u>Budget</u>	2010 <u>Actual</u>	2009 <u>Actual</u>
Environmental Health Services			
Dumps	\$ <u>731</u>	\$ <u>654</u>	\$ <u>731</u>
Environmental Development Services			
Community planning	\$ 19,000	\$ 8,787	\$ 4,195
Community development	116,630	109,099	107,928
Tourism promotion	45,100	20,113	26,295
Beautification	15,350	10,649	8,478
Other	<u>10,515</u>	<u>16,093</u>	<u>14,120</u>
	\$ <u>206,595</u>	\$ <u>164,741</u>	\$ <u>161,016</u>
Recreational and Cultural Services			
Administration	\$ 85,662	\$ 80,424	\$ 78,732
Parks and playgrounds	270,991	259,474	256,223
Buildings	57,822	55,410	53,504
Training and development	<u>1,225</u>	<u>1,409</u>	<u>953</u>
	\$ <u>415,700</u>	\$ <u>396,717</u>	\$ <u>389,412</u>
Economic Development Services			
Administration	\$ 89,922	\$ 71,427	\$ 72,373
Buildings	<u>63,711</u>	<u>45,893</u>	<u>44,910</u>
	\$ <u>153,633</u>	\$ <u>117,320</u>	\$ <u>117,283</u>
Fiscal services			
Debt Charges			
Interest	\$ 69,426	\$ 42,350	\$ 36,272
Principal	124,000	124,000	172,000
Capital expenditures out of revenue	<u>700,000</u>	<u>807,664</u>	<u>596,887</u>
	\$ <u>893,426</u>	\$ <u>974,014</u>	\$ <u>805,159</u>

TOWN OF GRAND BAY-WESTFIELD

SEWERAGE CAPITAL FUND
BALANCE SHEET

DECEMBER 31, 2010

ASSETS

	<u>2010</u>	<u>2009</u>
Capital assets	\$ <u>12,524,976</u>	\$ <u>12,427,698</u>

LIABILITIES

Long-term debt (Note 3)	\$ 1,039,000	\$ 1,090,000
Due to General Revenue Fund	205,000	121,699
Investment in capital assets	<u>11,280,976</u>	<u>11,215,999</u>
	\$ <u>12,524,976</u>	\$ <u>12,427,698</u>

APPROVED BY

_____ MAYOR

_____ TOWN MANAGER

TOWN OF GRAND BAY-WESTFIELD

SEWERAGE CAPITAL FUND
STATEMENT OF CAPITAL ASSETS

DECEMBER 31, 2010

	<u>Land</u>	<u>Buildings</u>	<u>Engineering Structures</u>	<u>Machinery And Equipment</u>	<u>Total</u>
Sewerage collection and disposal	\$ <u>81,816</u>	\$ <u>848,168</u>	\$ <u>11,558,928</u>	\$ <u>36,064</u>	\$ <u>12,524,976</u>

TOWN OF GRAND BAY-WESTFIELD
SEWERAGE CAPITAL FUND
STATEMENT OF INVESTMENT IN CAPITAL ASSETS
FOR THE YEAR ENDED DECEMBER 31, 2010

	<u>2010</u>	<u>2009</u>
Balance - beginning of year	\$ <u>11,215,999</u>	\$ <u>11,095,625</u>
Add:		
Contributed from Sewerage Revenue Fund		
Debt repayment	51,000	83,000
Capital expenditures	13,977	-
Contributed from Province of New Brunswick		
Engineering structures	<u>-</u>	<u>37,374</u>
	<u>64,977</u>	<u>120,374</u>
Balance - end of year	\$ <u><u>11,280,976</u></u>	\$ <u><u>11,215,999</u></u>

TOWN OF GRAND BAY-WESTFIELD

SEWERAGE CAPITAL FUND
STATEMENT OF SOURCE AND APPLICATION OF CAPITAL FINANCING

FOR THE YEAR ENDED DECEMBER 31, 2010

	<u>2010</u>	<u>2009</u>
Source		
Term borrowing		
Debentures	\$ -	\$ 150,000
Transfer from		
Sewerage Revenue Fund	64,977	83,000
Province of New Brunswick	-	37,374
Temporary financing at end of year		
Due to General Revenue Fund	<u>205,000</u>	<u>121,699</u>
	<u>\$ 269,977</u>	<u>\$ 392,073</u>
Application		
Debt repayments	\$ 51,000	\$ 83,000
Capital expenditures	97,278	157,637
Temporarily financed at end of previous year		
Due to General Revenue Fund	121,699	26,436
Bank	<u>-</u>	<u>125,000</u>
	<u>\$ 269,977</u>	<u>\$ 392,073</u>

TOWN OF GRAND BAY-WESTFIELD

SEWERAGE REVENUE FUND
BALANCE SHEET

DECEMBER 31, 2010

ASSETS

	<u>2010</u>	<u>2009</u>
Current		
Cash	\$ 3,430	\$ 8,257
Receivables		
Sewerage rates and accrued interest (net of allowance for doubtful accounts of \$5,000; 2009 - \$5,000)	6,889	8,698
Due from General Revenue Fund	<u>26,109</u>	<u>14,527</u>
	<u>\$ 36,428</u>	<u>\$ 31,482</u>

LIABILITIES

Current		
Accounts payable	<u>\$ 9,115</u>	<u>\$ 9,115</u>

SURPLUS

Surplus - beginning of year	22,367	17,007
Add:		
Surplus of current year	<u>9,699</u>	<u>14,763</u>
	32,066	31,770
Deduct:		
Surplus of previous years	<u>4,753</u>	<u>9,403</u>
Surplus - end of year (Note 9)	<u>27,313</u>	<u>22,367</u>
	<u>\$ 36,428</u>	<u>\$ 31,482</u>

APPROVED BY

_____ MAYOR

_____ TOWN MANAGER

TOWN OF GRAND BAY-WESTFIELD

SEWERAGE REVENUE FUND
STATEMENT OF REVENUE AND EXPENDITURE

FOR THE YEAR ENDED DECEMBER 31, 2010

	2010 <u>Budget</u>	2010 <u>Actual</u>	2009 <u>Actual</u>
Revenue			
Sewerage rates			
Residential	\$ 394,480	\$ 392,922	\$ 390,023
Commercial	24,570	24,232	25,110
Institutional	30,780	30,510	29,160
Service charges	7,000	6,809	6,970
	<u>456,830</u>	<u>454,473</u>	<u>451,263</u>
Other revenue from own sources			
Interest on investments	500	445	-
	<u>4,723</u>	<u>4,753</u>	<u>9,403</u>
Surplus of previous years			
	<u>462,053</u>	<u>459,671</u>	<u>460,666</u>
Total revenue			
Expenditures			
Sewerage collection and disposal			
Administration (Note 4)	109,252	104,936	99,143
Collection systems	84,496	57,830	63,400
Lift stations	85,905	87,775	98,161
Treatment and disposal	82,162	42,421	43,869
	<u>361,815</u>	<u>292,962</u>	<u>304,573</u>
Fiscal services			
Debt charges			
Principal	51,000	51,000	83,000
Interest	49,238	46,033	50,330
Capital expenditures out of revenue		13,977	-
Transfers			
Utility Capital Reserve Fund	-	46,000	8,000
	<u>100,238</u>	<u>157,010</u>	<u>141,330</u>
Total expenditures			
Surplus for the year	<u>\$ -</u>	<u>\$ 9,699</u>	<u>\$ 14,763</u>

TOWN OF GRAND BAY-WESTFIELD

RESERVE FUNDS
BALANCE SHEET

DECEMBER 31, 2010

ASSETS

	<u>2010</u>	<u>2009</u>
Land For Public Purposes		
Cash	\$ 5,290	\$ 722
General Capital Reserve Fund		
Cash	435,060	359,699
Utility Capital Reserve Fund		
Cash	<u>156,358</u>	<u>109,887</u>
	<u>\$ 596,708</u>	<u>\$ 470,308</u>

EQUITY - RESERVE FUNDS

Reserve Funds		
Land for Public Purposes	\$ 5,290	\$ 722
General Capital Reserve Fund	435,060	359,699
Utility Capital Reserve Fund	<u>156,358</u>	<u>109,887</u>
	<u>\$ 596,708</u>	<u>\$ 470,308</u>

APPROVED BY

_____ MAYOR

_____ TOWN MANAGER

TOWN OF GRAND BAY-WESTFIELD
STATEMENT OF RESERVE FUNDS BALANCES
FOR THE YEAR ENDED DECEMBER 31, 2010

	2010				2009
	General Capital Reserve Fund	Utility Capital Reserve Fund	Land For Public Purposes	Total	Total
Balance - beginning of year	\$ 359,699	\$ 109,887	\$ 722	\$ 470,308	\$ 489,536
Add:					
Interest	1,947	474	-	2,421	280
Funds received	248,000	46,000	4,576	298,576	136,444
	<u>249,947</u>	<u>46,474</u>	<u>4,576</u>	<u>300,997</u>	<u>136,724</u>
	<u>609,646</u>	<u>156,361</u>	<u>5,298</u>	<u>771,305</u>	<u>626,260</u>
Deduct:					
Expenditures	174,586	3	8	174,597	155,952
Balance - end of year	<u>\$ 435,060</u>	<u>\$ 156,358</u>	<u>\$ 5,290</u>	<u>\$ 596,708</u>	<u>\$ 470,308</u>

TOWN OF GRAND BAY-WESTFIELD

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2010

1. Accounting Policies

These financial statements have been prepared to conform in all material respects to the accounting principles prescribed for New Brunswick municipalities by the Department of the Environment and Local Government.

a) Revenue recognition

Major sources of revenue are recorded on an accrual basis.

b) Expenditure recognition

Expenditures are recorded on an accrual basis. Outstanding commitments for goods and services relating to the current year are accrued at the balance sheet date.

Principal repayments on long-term debt are recorded as an expense when paid. Unmatured interest on long-term debt is accrued at year end and recorded as an expenditure.

c) Property and Equipment

Capital assets and projects in progress are recorded at cost. The Town does not record depreciation on its property and equipment. Funds received through capital assistance programs, cost sharing arrangements or loan forgiveness are treated as additions to equity in capital assets.

d) Surplus/Deficit

A surplus or deficit at the end of a fiscal year for the General Revenue Fund is credited or charged against operations for the second next ensuing year.

A surplus or deficit at the end of a fiscal year for the Sewerage Revenue Fund is credited or charged against operations over a four year period commencing with the second next ensuing year.

2. Long Term Debt

	<u>2010</u>	<u>2009</u>
General Capital Fund		
4.25% - 4.40% series, due 2011	\$ 73,000	\$ 144,000
4.45% - 4.6% series, due 2012	224,000	251,000
3.30% - 4.85% series, due 2018	249,000	275,000
1.50% - 4.55% series, due 2020	<u>315,000</u>	<u>-</u>
	<u>\$ 861,000</u>	<u>\$ 670,000</u>

TOWN OF GRAND BAY-WESTFIELD

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2010

2. Long Term Debt (cont'd)

Principal payments required during the next five years are as follows:

2011	\$ 145,000
2012	241,000
2013	46,000
2014	48,000
2015	49,000
Thereafter	<u>332,000</u>
	<u>\$ 861,000</u>

The above capital borrowing has been approved by the Municipal Capital Borrowing Board.

<u>3. Long Term Debt</u>	<u>2010</u>	<u>2009</u>
Sewerage Capital Fund		
0.95% - 3.40% series, due 2014	\$ 43,000	\$ 53,000
4.3% - 4.55% series, due 2017	854,000	887,000
1.00% - 4.50% series, due 2019	<u>142,000</u>	<u>150,000</u>
	<u>\$ 1,039,000</u>	<u>\$ 1,090,000</u>

Principal payments required during the next five years are as follows:

2011	\$ 53,000
2012	55,000
2013	58,000
2014	60,000
2015	50,000
Thereafter	<u>763,000</u>
	<u>\$ 1,039,000</u>

The above capital borrowing has been approved by the Municipal Capital Borrowing Board.

4. Administration - General Revenue Fund

Administration expenditures include a portion of the remuneration paid to personnel of the Town. The utility funds portion of these payments total \$45,942 for the current year (2010 - \$45,383).

5. Reserve Funds

Council may determine annually on or before December 31 the amount of future transfers to the Reserve Funds. Transfers were made to reserve funds as follows:

General Revenue Fund to General Capital Reserve Fund	\$ 248,000	December 20, 2010
Sewerage Revenue Fund to Sewerage Capital Reserve Fund	\$ 46,000	December 20, 2010

TOWN OF GRAND BAY-WESTFIELD
NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2010

6. Short-Term Borrowing

Short-term borrowing outstanding has been approved by the Municipal Capital Borrowing Board.

7. Capital Expenditures Out of Revenue

Certain amounts included in the expenses of the General Revenue Fund have been capitalized in the General Capital Fund. An amount of \$807,664 is included under Fiscal Services.

Certain amounts included in the expenses of the Sewerage Revenue Fund have been capitalized in the Sewerage Capital Fund. An amount of \$13,977 is included under Fiscal Services.

8. Interfund Balances

All interfund indebtedness outstanding at December 31, 2009 has been repaid during 2010.

9. Utility Fund Surplus

The balance of the surplus at the end of the year consists of:

	<u>2010</u>	<u>2009</u>
2007 surplus	\$ -	\$ 2,158
2008 surplus	2,851	5,446
2009 surplus	14,763	14,763
2010 surplus	<u>9,699</u>	<u>-</u>
	<u>\$ 27,313</u>	<u>\$ 22,367</u>

10. Loan Receivable - 3% -Due March 12, 2013

Funds advanced to the Saint John Community Loan Fund including interest of \$242 secured by a promissory note.

11. Loan Receivable - 9% - Due October 1, 2014

Funds advanced to New Brunswick EMS Inc. repayable in monthly instalments of principal and interest of \$700 from November 2009 to October 2010 and \$762 thereafter.

Principal repayments due in the next five years are as follows:

2011	\$	6,784	
2012		7,412	
2013		8,098	
2014		<u>7,318</u>	
	\$	<u>29,612</u>	