

TOWN OF GRAND BAY-WESTFIELD
REPORT AND FINANCIAL STATEMENTS
DECEMBER 31, 2011

AUDITOR'S REPORT

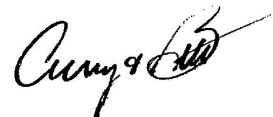
To Her Worship The Mayor and Members of the Council,
Town of Grand Bay-Westfield

We have audited the balance sheets of the General, Sewerage and Reserve Funds of the Town of Grand Bay-Westfield as at December 31, 2011 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, 2011 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.
March 26, 2012



Chartered Accountants

TOWN OF GRAND BAY-WESTFIELD

GENERAL CAPITAL FUND
BALANCE SHEET

DECEMBER 31, 2011

ASSETS

	<u>2011</u>	<u>2010</u>
Capital assets	\$ <u>27,460,003</u>	\$ <u>22,416,821</u>

LIABILITIES

Bank loan (Note 6)	\$ 1,074,186	\$ 1,100,000
Long-term debt (Note 2)	2,109,000	861,000
Due to General Revenue Fund	548,177	87,785
Investment in capital assets	<u>23,728,640</u>	<u>20,368,036</u>
	\$ <u>27,460,003</u>	\$ <u>22,416,821</u>

APPROVED BY

_____ MAYOR

_____ TOWN MANAGER

TOWN OF GRAND BAY-WESTFIELD

GENERAL CAPITAL FUND
STATEMENT OF CAPITAL ASSETS

DECEMBER 31, 2011

	<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	\$ -	\$ 179,478	\$ 510,208
Protective Services Fire department	155,523	684,052	51,733	1,497,915	2,389,223
Transportation services Streets and roads	59,696	411,568	18,736,954	896,929	20,105,147
Environmental Development	12,391	-	427,233	96,353	535,977
Environmental Health Garbage and waste removal	5,888	-	107,976	10,126	123,990
Recreation and Cultural Amusement parks and playgrounds Centrum	177,201 34,923	3,040 663,283	647,744 8,383	170,079 92,842	998,064 799,431
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>\$ 1,727,576</u>	<u>\$ 2,606,593</u>	<u>\$ 20,109,321</u>	<u>\$ 3,016,513</u>	<u>\$ 27,460,003</u>

TOWN OF GRAND BAY-WESTFIELD
GENERAL CAPITAL FUND
STATEMENT OF INVESTMENT IN CAPITAL ASSETS
FOR THE YEAR ENDED DECEMBER 31, 2011

	<u>2011</u>	<u>2010</u>
Balance - beginning of year	\$ <u>20,368,036</u>	\$ <u>17,084,081</u>
Add:		
Contributed from General Revenue Fund		
Capital expenditures	763,465	807,664
Debt repayment	145,000	124,000
Contributed from General Capital Reserve Fund		
Capital expenditures	200,477	174,569
Contributed from Province of New Brunswick		
Equipment	-	12,000
Engineering structures	946,243	956,899
Contributed from Government of Canada		
Engineering structures	1,333,336	1,208,823
	<u>3,388,521</u>	<u>3,283,955</u>
	<u>23,756,557</u>	<u>20,368,036</u>
Deduct:		
Cost of vehicles disposed of during the year	<u>(27,917)</u>	<u>-</u>
Balance - end of year	\$ <u><u>23,728,640</u></u>	\$ <u><u>20,368,036</u></u>

TOWN OF GRAND BAY-WESTFIELD

GENERAL CAPITAL FUND
STATEMENT OF SOURCE AND APPLICATION OF CAPITAL FINANCING

FOR THE YEAR ENDED DECEMBER 31, 2011

	<u>2011</u>	<u>2010</u>
Source		
Term borrowing		
Debentures	\$ 1,393,000	\$ 315,000
Transfers from		
Province of New Brunswick	946,243	968,899
Government of Canada	1,333,336	1,208,823
General Revenue Fund	908,465	931,664
General Capital Reserve Fund	200,477	174,569
Temporary financing at end of year		
Due to General Revenue Fund	548,177	87,785
Bank	<u>1,074,186</u>	<u>1,100,000</u>
	<u>\$ 6,403,884</u>	<u>\$ 4,786,740</u>
Application		
Debt repayment	\$ 145,000	\$ 124,000
Capital expenditures	5,071,099	4,346,466
Temporarily financed at end of previous year		
Due to General Revenue Fund	87,785	316,274
Bank	<u>1,100,000</u>	<u>-</u>
	<u>\$ 6,403,884</u>	<u>\$ 4,786,740</u>

TOWN OF GRAND BAY-WESTFIELD

GENERAL REVENUE FUND
BALANCE SHEET

DECEMBER 31, 2011

ASSETS

	<u>2011</u>	<u>2010</u>
Current		
Cash	\$ 97,515	\$ 13,066
Accounts receivable	649,566	1,299,370
Loan receivable (Note 10)	10,549	10,242
Current portion of loan receivable	7,412	6,785
Due from Sewerage Capital Fund	-	205,000
Due from General Capital Fund	548,179	87,784
Due from Sewerage Revenue Fund	9,801	
	<u>1,323,022</u>	<u>1,622,247</u>
Long-term		
Loan receivable (Note 11)	\$ 22,828	\$ 29,612
Less current portion	<u>7,412</u>	<u>6,785</u>
	<u>15,416</u>	<u>22,827</u>
	<u>\$ 1,338,438</u>	<u>\$ 1,645,074</u>

LIABILITIES

Current		
Accounts payable	\$ 1,286,541	\$ 1,566,269
Due to Sewerage Revenue Fund	-	26,109
	<u>1,286,541</u>	<u>1,592,378</u>

SURPLUS

Surplus - beginning of year	52,696	41,798
Add:		
Surplus of current year	<u>27,721</u>	<u>24,176</u>
	80,417	65,974
Deduct:		
Surplus of second previous year	<u>(28,520)</u>	<u>(13,278)</u>
Surplus - end of year	<u>51,897</u>	<u>52,696</u>
	<u>\$ 1,338,438</u>	<u>\$ 1,645,074</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, 2011

	2011 <u>Budget</u>	2011 <u>Actual</u>	2010 <u>Actual</u>
Revenue			
Warrant of assessment	\$ 4,416,163	\$ 4,416,163	\$ 4,225,585
Sales of services	113,521	117,650	113,352
Other revenue from own sources	91,288	106,749	101,307
Unconditional grant	381,029	381,029	384,878
Other transfers			
Surplus of second previous year	28,520	28,520	13,278
	<u>5,030,521</u>	<u>5,050,111</u>	<u>4,838,400</u>
Expenditures			
General government services	717,118	660,251	611,111
Protective services	1,242,284	1,213,147	1,153,293
Transportation services	1,328,006	1,309,705	1,148,374
Environmental health services	761	761	654
Environmental development services	203,258	184,611	164,741
Recreation and cultural services	418,822	388,320	396,717
Economic development services	143,033	113,891	117,320
Fiscal services	914,239	1,008,704	974,014
Transfers			
General Capital Reserve Fund	63,000	143,000	248,000
	<u>5,030,521</u>	<u>5,022,390</u>	<u>4,814,224</u>
Surplus for the year	\$ <u>-</u>	\$ <u>27,721</u>	\$ <u>24,176</u>

TOWN OF GRAND BAY-WESTFIELD
GENERAL REVENUE FUND
SUPPLEMENTARY SCHEDULE OF REVENUE ACCOUNTS
FOR THE YEAR ENDED DECEMBER 31, 2011

	<u>2011</u> <u>Budget</u>	<u>2011</u> <u>Actual</u>	<u>2010</u> <u>Actual</u>
Sale of Services			
Recreational	\$ 9,600	\$ 14,190	\$ 11,944
Fire - Local service district	<u>103,921</u>	<u>103,460</u>	<u>101,408</u>
	<u>\$ 113,521</u>	<u>\$ 117,650</u>	<u>\$ 113,352</u>
Other Revenue from own sources			
Licenses and permits			
Animal	\$ 4,500	\$ 3,764	\$ 4,537
Construction	<u>18,000</u>	<u>16,099</u>	<u>16,814</u>
	<u>22,500</u>	<u>19,863</u>	<u>21,351</u>
Fines			
Other	<u>22,698</u>	<u>24,695</u>	<u>26,478</u>
Return on investments			
Interest	<u>4,400</u>	<u>9,114</u>	<u>3,555</u>
Other	<u>41,690</u>	<u>53,077</u>	<u>49,923</u>
	<u>\$ 91,288</u>	<u>\$ 106,749</u>	<u>\$ 101,307</u>

TOWN OF GRAND BAY-WESTFIELD
GENERAL REVENUE FUND
SUPPLEMENTARY SCHEDULE OF EXPENDITURE ACCOUNTS

FOR THE YEAR ENDED DECEMBER 31, 2011

	2011 <u>Budget</u>	2011 <u>Actual</u>	2010 <u>Actual</u>
General Government Services			
Legislative			
Mayor	\$ 26,722	\$ 25,343	\$ 23,481
Councillors	61,444	57,473	53,229
Other	11,642	9,958	10,035
	<u>99,808</u>	<u>92,774</u>	<u>86,745</u>
Administrative			
Personnel and office	325,046	312,013	272,930
Buildings	43,361	38,105	38,133
Solicitor	25,000	16,835	19,362
Other	116,146	94,371	87,422
	<u>509,553</u>	<u>461,324</u>	<u>417,847</u>
Financial Management			
External audit	11,500	12,217	10,973
	<u>11,500</u>	<u>12,217</u>	<u>10,973</u>
Other General Government Services			
Public liability insurance	15,522	13,432	15,255
Grants to organizations	80,735	80,504	80,291
	<u>96,257</u>	<u>93,936</u>	<u>95,546</u>
	<u>\$ 717,118</u>	<u>\$ 660,251</u>	<u>\$ 611,111</u>

TOWN OF GRAND BAY-WESTFIELD
GENERAL REVENUE FUND
SUPPLEMENTARY SCHEDULE OF EXPENDITURE ACCOUNTS

FOR THE YEAR ENDED DECEMBER 31, 2011

	2011 <u>Budget</u>	2011 <u>Actual</u>	2010 <u>Actual</u>
Protective Services			
Police			
Administration - RCMP	\$ 651,000	\$ 651,000	\$ 627,000
Traffic activities	10,648	10,200	9,543
	<u>661,648</u>	<u>661,200</u>	<u>636,543</u>
Fire			
Firefighters	254,226	263,666	242,479
Fire alarm system	32,650	31,408	33,221
Training	17,325	15,915	22,240
Station and building	56,332	48,737	50,834
Fighting and equipment	104,256	90,385	60,817
Other	87,483	76,178	80,231
	<u>552,272</u>	<u>526,289</u>	<u>489,822</u>
Emergency Measures			
Disaster control	8,198	5,230	6,364
Other			
Animal control	20,166	20,428	20,564
	<u>20,166</u>	<u>20,428</u>	<u>20,564</u>
	<u>\$ 1,242,284</u>	<u>\$ 1,213,147</u>	<u>\$ 1,153,293</u>

TOWN OF GRAND BAY-WESTFIELD
GENERAL REVENUE FUND
SUPPLEMENTARY SCHEDULE OF EXPENDITURE ACCOUNTS

FOR THE YEAR ENDED DECEMBER 31, 2011

	2011 <u>Budget</u>	2011 <u>Actual</u>	2010 <u>Actual</u>
Transportation services			
Common services			
Administration	\$ 456,280	\$ 405,714	\$ 378,794
General equipment	81,572	89,819	74,011
Workshops and other buildings	35,811	30,297	32,441
	<u>573,663</u>	<u>525,830</u>	<u>485,246</u>
 Roads and streets			
Roadway surfaces	201,104	245,065	166,503
Storm sewers	20,000	2,547	14,850
Snow and ice removal	370,925	375,884	325,020
	<u>592,029</u>	<u>623,496</u>	<u>506,373</u>
 Street lighting	<u>99,494</u>	<u>102,565</u>	<u>96,393</u>
 Traffic services			
Street signs	4,500	2,599	3,879
Comex bus service	47,720	47,640	46,493
Traffic signals	10,600	7,575	9,990
	<u>62,820</u>	<u>57,814</u>	<u>60,362</u>
	<u>\$ 1,328,006</u>	<u>\$ 1,309,705</u>	<u>\$ 1,148,374</u>

TOWN OF GRAND BAY-WESTFIELD
GENERAL REVENUE FUND
SUPPLEMENTARY SCHEDULE OF EXPENDITURE ACCOUNTS

FOR THE YEAR ENDED DECEMBER 31, 2011

	2011 <u>Budget</u>	2011 <u>Actual</u>	2010 <u>Actual</u>
Environmental Health Services			
Dumps	\$ <u>761</u>	\$ <u>761</u>	\$ <u>654</u>
Environmental Development Services			
Community planning	\$ 19,000	\$ 9,017	\$ 8,787
Community development	118,613	116,684	109,099
Tourism promotion	44,326	37,104	20,113
Beautification	8,812	8,035	10,649
Other	<u>12,507</u>	<u>13,771</u>	<u>16,093</u>
	\$ <u>203,258</u>	\$ <u>184,611</u>	\$ <u>164,741</u>
Recreational and Cultural Services			
Administration	\$ 96,926	\$ 87,075	\$ 80,424
Parks and playgrounds	262,706	244,007	259,474
Buildings	57,952	56,284	55,410
Training and development	<u>1,238</u>	<u>954</u>	<u>1,409</u>
	\$ <u>418,822</u>	\$ <u>388,320</u>	\$ <u>396,717</u>
Economic Development Services			
Administration	\$ 81,062	\$ 63,728	\$ 71,427
Buildings	<u>61,971</u>	<u>50,163</u>	<u>45,893</u>
	\$ <u>143,033</u>	\$ <u>113,891</u>	\$ <u>117,320</u>
Fiscal services			
Debt Charges			
Interest	\$ 119,239	\$ 100,239	\$ 42,350
Principal	145,000	145,000	124,000
Capital expenditures out of revenue	<u>650,000</u>	<u>763,465</u>	<u>807,664</u>
	\$ <u>914,239</u>	\$ <u>1,008,704</u>	\$ <u>974,014</u>

TOWN OF GRAND BAY-WESTFIELD

SEWERAGE CAPITAL FUND
BALANCE SHEET

DECEMBER 31, 2011

ASSETS

	<u>2011</u>	<u>2010</u>
Capital assets	\$ <u>12,812,776</u>	\$ <u>12,524,976</u>

LIABILITIES

Bank loan (Note 6)	\$ 200,000	\$ -
Long-term debt (Note 3)	1,191,000	1,039,000
Due to General Revenue Fund	-	205,000
Investment in capital assets	<u>11,421,776</u>	<u>11,280,976</u>
	\$ <u>12,812,776</u>	\$ <u>12,524,976</u>

APPROVED BY

_____ MAYOR

_____ TOWN MANAGER

TOWN OF GRAND BAY-WESTFIELD

SEWERAGE CAPITAL FUND
STATEMENT OF CAPITAL ASSETS

DECEMBER 31, 2011

	<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>11,846,728</u>	\$ <u>36,064</u>	\$ <u>12,812,776</u>

TOWN OF GRAND BAY-WESTFIELD
SEWERAGE CAPITAL FUND
STATEMENT OF INVESTMENT IN CAPITAL ASSETS
FOR THE YEAR ENDED DECEMBER 31, 2011

	<u>2011</u>	<u>2010</u>
Balance - beginning of year	\$ <u>11,280,976</u>	\$ <u>11,215,999</u>
Add:		
Contributed from Sewerage Revenue Fund		
Debt repayment	53,000	51,000
Capital expenditures	<u>87,800</u>	<u>13,977</u>
	<u>140,800</u>	<u>64,977</u>
Balance - end of year	\$ <u><u>11,421,776</u></u>	\$ <u><u>11,280,976</u></u>

TOWN OF GRAND BAY-WESTFIELD

SEWERAGE CAPITAL FUND
STATEMENT OF SOURCE AND APPLICATION OF CAPITAL FINANCING

FOR THE YEAR ENDED DECEMBER 31, 2011

	<u>2011</u>	<u>2010</u>
Source		
Term borrowing		
Debentures	\$ 205,000	\$ -
Transfer from		
Sewerage Revenue Fund	140,800	64,977
Temporary financing at end of year		
Due to General Revenue Fund	-	205,000
Bank loan	<u>200,000</u>	<u>-</u>
	<u>\$ 545,800</u>	<u>\$ 269,977</u>
Application		
Debt repayments	\$ 53,000	\$ 51,000
Capital expenditures	287,800	97,278
Temporarily financed at end of previous year		
Due to General Revenue Fund	<u>205,000</u>	<u>121,699</u>
	<u>\$ 545,800</u>	<u>\$ 269,977</u>

TOWN OF GRAND BAY-WESTFIELD

SEWERAGE REVENUE FUND
BALANCE SHEET

DECEMBER 31, 2011

ASSETS

	<u>2011</u>	<u>2010</u>
Current		
Cash	\$ 32,894	\$ 3,430
Receivables		
Sewerage rates and accrued interest (net of allowance for doubtful accounts of \$5,000; 2009 - \$5,000)	6,887	6,889
Due from General Revenue Fund	<u>-</u>	<u>26,109</u>
	<u>\$ 39,781</u>	<u>\$ 36,428</u>

LIABILITIES

Current		
Accounts payable	\$ 10,586	\$ 9,115
Due to General Revenue Fund	<u>9,801</u>	<u>-</u>
	<u>20,387</u>	<u>9,115</u>

SURPLUS

Surplus - beginning of year	27,313	22,367
Add:		
Surplus of current year	<u>-</u>	<u>9,699</u>
	27,313	32,066
Deduct:		
Deficit of current year	163	
Surplus of previous years	<u>7,756</u>	<u>4,753</u>
	<u>7,919</u>	<u>4,753</u>
Surplus - end of year (Note 9)	<u>19,394</u>	<u>27,313</u>
	<u>\$ 39,781</u>	<u>\$ 36,428</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, 2011

	2011 <u>Budget</u>	2011 <u>Actual</u>	2010 <u>Actual</u>
Revenue			
Sewerage rates			
Residential	\$ 394,830	\$ 394,640	\$ 392,922
Commercial	23,220	23,220	24,232
Institutional	30,510	30,510	30,510
Service charges	<u>7,000</u>	<u>7,006</u>	<u>6,809</u>
	<u>455,560</u>	<u>455,376</u>	<u>454,473</u>
Other revenue from own sources			
Interest on investments	<u>500</u>	<u>734</u>	<u>445</u>
Surplus of previous years	<u>6,275</u>	<u>7,756</u>	<u>4,753</u>
Total revenue	<u>462,335</u>	<u>463,866</u>	<u>459,671</u>
Expenditures			
Sewerage collection and disposal			
Administration (Note 4)	117,566	108,662	104,936
Collection systems	94,549	69,200	57,830
Lift stations	86,665	92,764	87,775
Treatment and disposal	<u>56,652</u>	<u>47,374</u>	<u>42,421</u>
	<u>355,432</u>	<u>318,000</u>	<u>292,962</u>
Fiscal services			
Debt charges			
Principal	53,000	53,000	51,000
Interest	53,903	53,405	46,033
Capital expenditures out of revenue	-	6,624	13,977
Transfers			
Utility Capital Reserve Fund	<u>-</u>	<u>33,000</u>	<u>46,000</u>
	<u>106,903</u>	<u>146,029</u>	<u>157,010</u>
Total expenditures	<u>462,335</u>	<u>464,029</u>	<u>449,972</u>
(Deficit) surplus for the year	<u>\$ -</u>	<u>\$ (163)</u>	<u>\$ 9,699</u>

TOWN OF GRAND BAY-WESTFIELD

RESERVE FUNDS
BALANCE SHEET

DECEMBER 31, 2011

ASSETS

	<u>2011</u>	<u>2010</u>
Land For Public Purposes		
Cash	\$ 5,820	\$ 5,290
General Capital Reserve Fund		
Cash	381,531	435,060
Utility Capital Reserve Fund		
Cash	<u>109,189</u>	<u>156,358</u>
	<u>\$ 496,540</u>	<u>\$ 596,708</u>

EQUITY - RESERVE FUNDS

Reserve Funds		
Land for Public Purposes	\$ 5,820	\$ 5,290
General Capital Reserve Fund	381,531	435,060
Utility Capital Reserve Fund	<u>109,189</u>	<u>156,358</u>
	<u>\$ 496,540</u>	<u>\$ 596,708</u>

APPROVED BY

_____ MAYOR

_____ TOWN MANAGER

TOWN OF GRAND BAY-WESTFIELD
STATEMENT OF RESERVE FUNDS BALANCES
FOR THE YEAR ENDED DECEMBER 31, 2011

	2011			2010	
	General Capital Reserve Fund	Utility Capital Reserve Fund	Land For Public Purposes	Total	Total
Balance - beginning of year	\$ 435,060	\$ 156,358	\$ 5,290	\$ 596,708	\$ 470,308
Add:					
Interest	3,972	1,007	-	4,979	2,421
Funds received	143,000	33,000	556	176,556	298,576
	<u>146,972</u>	<u>34,007</u>	<u>556</u>	<u>181,535</u>	<u>300,997</u>
	<u>582,032</u>	<u>190,365</u>	<u>5,846</u>	<u>778,243</u>	<u>771,305</u>
Deduct:					
Expenditures	200,501	81,176	26	281,703	174,597
Balance - end of year	<u>\$ 381,531</u>	<u>\$ 109,189</u>	<u>\$ 5,820</u>	<u>\$ 496,540</u>	<u>\$ 596,708</u>

TOWN OF GRAND BAY-WESTFIELD

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2011

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>2011</u>	<u>2010</u>
General Capital Fund		
4.25% - 4.40% series, due 2011	\$ -	\$ 73,000
4.45% - 4.6% series, due 2012	196,000	224,000
3.30% - 4.85% series, due 2018	222,000	249,000
1.50% - 4.55% series, due 2020	298,000	315,000
CMHC - 3.92%, due 2026	<u>1,393,000</u>	<u>-</u>
	<u>\$ 2,109,000</u>	<u>\$ 861,000</u>

TOWN OF GRAND BAY-WESTFIELD

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2011

2. Long Term Debt (cont'd)

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

2012	\$ 310,982
2013	118,726
2014	120,577
2015	127,539
2016	133,618
Thereafter	<u>1,297,558</u>
	<u>\$ 2,109,000</u>

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

<u>3. Long Term Debt</u>	<u>2011</u>	<u>2010</u>
Sewerage Capital Fund		
0.95% - 3.40% series, due 2014	\$ 33,000	\$ 43,000
4.3% - 4.55% series, due 2017	819,000	854,000
1.00% - 4.50% series, due 2019	134,000	142,000
1.65% - 4.25% series, due 2021	<u>205,000</u>	<u>-</u>
	<u>\$ 1,191,000</u>	<u>\$ 1,039,000</u>

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

2012	\$ 66,000
2013	69,000
2014	72,000
2015	62,000
2016	65,000
Thereafter	<u>857,000</u>
	<u>\$ 1,191,000</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 \$48,881 for the current year (2010 - \$45,942).

TOWN OF GRAND BAY-WESTFIELD

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2011

5. Reserve Funds

Council may determine annually on or before December 31 the amount of future transfers to the Reserve

General Revenue Fund to General Capital Reserve Fund	\$	143,000	December 20, 2011
Sewerage Revenue Fund to Sewerage Capital Reserve Fund	\$	33,000	December 20, 2011

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 \$763,465 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 \$6,624 is included under Fiscal Services.

8. Interfund Balances

All interfund indebtedness outstanding at December 31, 2010 has been repaid during 2011.

9. Utility Fund Surplus

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

	<u>2011</u>	<u>2010</u>
2008 surplus	\$ -	\$ 2,851
2009 surplus	9,858	14,763
2010 surplus	9,699	9,699
2011 deficit	<u>(163)</u>	<u>-</u>
	<u>\$ 19,394</u>	<u>\$ 27,313</u>

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

Funds advanced to the Saint John Community Loan Fund including interest of \$549 and is 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 three years are as follows:

2012	\$	7,412
2013		8,098
2014		<u>7,318</u>
	<u>\$</u>	<u>22,828</u>