

TOWN OF BAY ROBERT'S

**AUDITOR'S REPORT
AND
CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2012**

TOWN OF BY ROBERTS
Consolidated Financial Statements
For the year ended December 31, 2012

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STATEMENT OF RESPONSIBILITY

The accompanying Consolidated Financial Statements of the Town of Bay Roberts for the year ended December 31, 2012 are the responsibility of the management of the Town of Bay Roberts and have been prepared in compliance with legislation, and in accordance with generally accepted accounting principles established by the Public Sector Accounting Board of The Canadian Institute of Chartered Accountants.


In carrying out its responsibilities, management maintains appropriate systems of internal and administrative controls designed to provide reasonable assurance that transactions are executed in accordance with proper authorization, that assets are properly accounted for and safeguarded, and that financial information produced is relevant and reliable.

The Council of the Town of Bay Roberts met with management and its external auditors to review a draft of the consolidated financial statements and to discuss any significant financial reporting or internal control matters prior to their approval of the finalized consolidated financial statements.

BDO Canada LLP as the Municipality's appointed external auditors, have audited the Consolidated Financial Statements. The Auditor's report is addressed to the Mayor and members of Council and appears on the following page. Their opinion is based upon an examination conducted in accordance with Canadian generally accepted auditing standards, performing such tests and other procedures as they consider necessary to obtain reasonable assurance that the Consolidated Financial Statements are free of material misstatement and present fairly the financial position and results of the operations of the Municipality in accordance with Canadian generally accepted accounting principles.



Philip Wood
Mayor



Nigel Black
Town Manager

Bay Roberts, Newfoundland and Labrador
November 18, 2013

AUDITORS' REPORT

To the Mayor and Members of Council of the Town of Bay Roberts

We have audited the accompanying financial statements of the Town of Bay Roberts for the year ending December 31, 2012, which is comprised of the Consolidated Statement of Financial Position, the Consolidated Statement of Operations, the Consolidated Statement of Change in Net Financial Assets, the Consolidated Statement of Cash Flows, a summary of the significant accounting policies and other explanatory information for the year then ended.

Municipality's Responsibility for the Consolidated Financial Statements

It is the responsibility of the management of the Town of Bay Roberts to ensure the accompanying Consolidated Financial Statements have been prepared in compliance with legislation, and in accordance with generally accepted accounting principles as established by the Public Sector Board of the Canadian Institute of Chartered Accountants. It is also management's responsibility to ensure appropriate systems of internal and administrative controls are maintained to provide reasonable assurance that transactions are executed in accordance with proper authorization, that assets are properly accounted for and safeguarded, and that financial information produced is relevant and reliable.

Auditor's 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. These 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.

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 Town of Bay Roberts as at December 31, 2012 and the results of its operations and its cash flows for the year then ended in accordance with the standards established by the Public Sector Accounting Board of the Canadian Institute of Chartered Accountants..

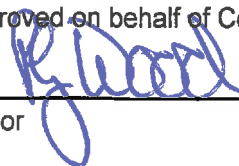
St. John's, Newfoundland and Labrador
November 18, 2013

BDO Canada LLP
BDO Canada LLP
Chartered Accountants

**TOWN OF BAY ROBERTS
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
As at December 31, 2012**

	<u>2012</u>	<u>2011</u>
	\$	\$
FINANCIAL ASSETS		
Cash and temporary investments (Note 5)	390,821	283,185
Amounts receivable (Note 6)	1,038,807	1,563,252
Due from the Province of Newfoundland and Labrador	<u>758,165</u>	<u>1,954,410</u>
	<u>2,187,793</u>	<u>3,800,847</u>
LIABILITIES		
Accounts payable and accrued liabilities (Note 8)	280,024	2,004,059
Severance and vested sick leave payable	46,054	42,552
Long-term debt (Note 9)	6,265,592	6,988,386
Deferred revenue	<u>125,000</u>	<u>-</u>
	<u>6,716,670</u>	<u>9,034,997</u>
NET FINANCIAL ASSETS (NET DEBT)	<u>(4,528,877)</u>	<u>(5,234,150)</u>
NON-FINANCIAL ASSETS		
Tangible capital assets (Schedule 1)	27,881,371	28,304,166
Real estate properties held for sale	430,057	111,752
Prepaid expenses	<u>14,440</u>	<u>12,613</u>
	<u>28,325,868</u>	<u>28,428,531</u>
ACCUMULATED SURPLUS	<u>23,796,991</u>	<u>23,194,381</u>

Approved on behalf of Council:



Mayor



Councillor

**TOWN OF BAY ROBERTS
CONSOLIDATED STATEMENT OF OPERATIONS
Year Ended December 31, 2012**

	2012 Budget (PSAB)	2012 Actual	2011 Actual
	\$	\$	\$
REVENUE			
Taxation	4,827,575	4,831,051	4,673,316
Sales of goods and services	222,500	242,468	191,232
Grants and transfers	411,151	756,325	4,425,746
Investment income	-		-
Other revenue	66,000	295,964	8,542
Total revenue (Schedules 2, 4 and 5)	5,527,226	6,125,808	9,298,836
EXPENSES			
General government services	1,159,187	1,019,377	1,029,805
Protective services	117,952	251,924	222,063
Transportation services	1,130,695	1,336,500	1,332,177
Environmental health services	1,992,121	2,039,241	1,623,423
Regional planning and development	251,640	263,127	228,132
Recreation and cultural services	307,295	613,029	644,057
Other expenses	-	-	20,220
Total expenses (Schedules 3, 4 and 5)	4,958,890	5,523,198	5,099,877
ANNUAL SURPLUS (DEFICIT)	568,336	602,610	4,198,959
ACCUMULATED SURPLUS, BEGINNING OF YEAR	23,194,381	23,194,381	18,995,422
ACCUMULATED SURPLUS , END OF YEAR	23,762,717	23,796,991	23,194,381

See accompanying notes to financial statements

TOWN OF BAY ROBERTS
CONSOLIDATED STATEMENT OF CHANGE IN NET FINANCIAL ASSETS(NET DEBT)
Year Ended December 31, 2012

	<u>2012</u> <u>Budget</u>	<u>2012</u> <u>Actual</u>	<u>2011</u> <u>Actual</u>
	\$	\$	\$
ANNUAL SURPLUS	<u>602,610</u>	<u>602,610</u>	<u>4,198,959</u>
Acquisition of tangible capital assets	-	(614,876)	(5,651,982)
Amortization of tangible capital assets	-	1,037,671	965,744
Increase (decrease) in prepaids	-	(1,827)	(4,175)
Real estate properties held for resale	-	(318,305)	(17,299)
Loss on disposal of capital assets	-	-	20,220
	<u>-</u>	<u>102,663</u>	<u>(4,687,492)</u>
CHANGE IN NET FINANCIAL ASSETS	602,610	705,273	(488,533)
NET FINANCIAL ASSETS (NET DEBT), BEGINNING OF YEAR	<u>(5,234,150)</u>	<u>(5,234,150)</u>	<u>(4,745,617)</u>
NET FINANCIAL ASSETS (NET DEBT), END OF YEAR	<u>(4,631,540)</u>	<u>(4,528,877)</u>	<u>(5,234,150)</u>

See accompanying notes to financial statements

TOWN OF BAY ROBERTS
CONSOLIDATED STATEMENT OF CASH FLOWS
Year Ended December 31, 2012

	<u>2012</u>	<u>2011</u>
	\$	\$
OPERATING TRANSACTIONS		
Annual surplus (deficit)	602,610	4,198,959
Changes in non-cash items:		
Amounts receivable	524,445	(298,050)
Prepays	(1,827)	(4,175)
Accounts payable and accrued liabilities	(1,724,035)	87,346
Severance and vested sick leave payable	3,502	7,141
Due from Province of Newfoundland and Labrador	1,196,245	1,563,240
Amortization	1,037,671	965,744
Loss on disposal of capital assets	-	20,220
Deferred revenue	125,000	-
Cash provided by operating transactions	<u>1,763,611</u>	<u>6,540,425</u>
CAPITAL TRANSACTIONS		
Cash used to acquire tangible capital assets	<u>(614,876)</u>	<u>(5,651,982)</u>
Cash applied to capital transactions	<u>(614,876)</u>	<u>(5,651,982)</u>
INVESTING TRANSACTIONS		
Acquisition of real estate properties	<u>(318,305)</u>	<u>(17,299)</u>
Cash applied to investing transactions	<u>(318,305)</u>	<u>(17,299)</u>
FINANCING TRANSACTIONS		
Proceeds of long-term debt	573,400	1,644,641
Debt repayment	<u>(1,296,194)</u>	<u>(2,509,942)</u>
Cash applied to financing transactions	<u>(722,794)</u>	<u>(865,301)</u>
INCREASE (DECREASE) IN CASH AND TEMPORARY INVESTMENTS	107,636	5,943
CASH AND TEMPORARY INVESTMENTS, BEGINNING OF YEAR	<u>283,185</u>	<u>277,242</u>
CASH AND TEMPORARY INVESTMENTS, END OF YEAR	<u><u>390,821</u></u>	<u><u>283,185</u></u>

See accompanying notes to financial statements

TOWN OF BAY ROBERTS
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
As at December 31, 2012

1 Status of the Town of Bay Roberts

The incorporated Town of Bay Roberts is a municipal government that was incorporated in 1951 pursuant to the Province of Newfoundland and Labrador's Municipalities Act. The Municipality provides or funds municipal services such as fire, public works, parks and recreation, library, tourism and other general government operations.

2 Significant Accounting Policies

The consolidated financial statements have been prepared in accordance with Canadian generally accepted accounting principles as recommended by the Public Sector Accounting Board (PSAB) of the Canadian Institute of Chartered Accountants and reflect the following significant accounting policies:

a) Basis of Consolidation

The consolidated financial statements include the assets, liabilities, revenues and expenses of the reporting entity. The reporting entity is comprised of all organizations, agencies, local boards, and committees of the Council which are controlled by the Municipality.

b) Basis of Accounting

The consolidated 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 the receipt of goods and services or the creation of an obligation to pay.

c) Cash and Temporary Investments

Cash and temporary investments include cash and short-term investments with maturities of three months or less from the date of acquisition.

d) Investments

Temporary investments are accounted for at the lower of cost and market.

e) Real Estate Properties Held for Sale

Real estate properties held for sale are recorded at the lower of cost and net realizable value. Cost includes the amount of acquisition, legal fees, and improvements to prepare the properties for sale or servicing.

It is reasonably anticipated that real estate properties held for resale will not be sold outside the reporting entity within one year of the balance sheet date.

f) Government Transfers

Government transfers are recognized as either expenditure or revenues in the period that the events giving rise to the transfer occurred as long as (a) the transfer is authorized (b) eligibility criteria have been met by the recipient and (c) a reasonable estimate of the amount can be made.

Unearned government transfer amounts received but not earned will be recorded as deferred revenue. Earned government transfer amounts not received will be recorded as a receivable.

g) 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 ordinary course of operations. The change in non-financial assets during the year, together with the excess of revenues over expenses, provides the change in net financial assets for the year.

h) Tangible Capital Assets

Tangible capital assets are

General Tangible Capital Assets

Land	Indefinite
Land Improvements	10 to 50 years
Buildings and leasehold improvements	
Buildings	25 to 40 years
Leasehold improvements	Term of lease
Vehicles and Equipment	
Vehicles	5 years
Machinery, equipment and furniture	5 years
Maintenance and road construction equipment	10 years
Computer Hardware and Software	4 years
Furniture & Fixtures	5 years

Infrastructure Assets

Transportation	
Land	Indefinite
Road surface	5 to 20 years
Road grade	30 years
Bridges	30 to 50 years
Traffic lights and equipment	10 to 15 years
Marine Structures	25 years
Water and Sewer	
Land	Indefinite
Land improvements	50 years
Buildings	25 to 40 years
Underground networks	15 to 100 years
Machinery and equipment	15 years
Dams and other surface water structures	25 to 50 years

i) Leases

Leases are classified as capital or operating leases. Leases which transfer substantially all of the benefits and risks incidental to the ownership of the 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.

j) Inventories

The Town does not carry any inventories for resale. Inventories held for consumption are not considered to be of any material amount.

k) Revenue Recognition

Revenues are recognized as earned and when collection is reasonably assured. Tax rates are approved annually by Council.

l) Use of Estimates

The preparation of financial statements in conformity with Canadian generally accepted accounting principles for the public sector requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from these estimates.

m) Landfill Liability

The town does not maintain a waste disposal site. Therefore, there is no reason to consider any liability for costs of closure or post closure

n) Severance Pay

The Town of Bay Roberts severance policy is covered by Article 24 of the union agreement. An employee who has a minimum of five years of seniority is entitled to one week pay for each year of service upon termination of employment. The payment is not to exceed \$15,000. Termination of employment excludes dismissal for just cause or quitting. The severance pay accrued shall be invested in the names of both the employer and employee until such time as the employee is in a qualifying position to receive it. The Town has a policy in place which allows any employee who has a combination of age and years of service totalling seventy to collect severance pay.

o) Post Retirement Benefits

The Town of Bay Roberts provides post retirement benefits in the form of an extended Group Health Plan to employees, the cost of which is shared on a 50-50 basis between the Town and the employees. The Town will pay for each retired employee, who has ten years of service beginning at fifty five years of age, 50% of the cost of Health Insurance premiums. After the age of sixty five, employees will be required to join a Blue Cross or other similar plan. The costs associated with these benefits are recorded in the financial statements on an annual basis. Any future liabilities are not considered to be material.

p) Pension Costs

The Town has a Registered Retirement Savings Plan in place to provide retirement benefits to certain employees. The costs associated with these benefits are recorded in the financial statements on an annual basis. No future liability for retirement benefits is anticipated under this program.

3. The manner in which the accounts have been kept and the safeguards against fraud

The Municipality's position in these respects was considered satisfactory.

4. Sufficiency of Bonds

A Crime Schedule of \$50,000 is included in the municipal insurance policy of the Town. This includes employee dishonesty, forgeries relating to documents and credit cards and computer and funds transfer fraud. In our opinion this coverage is sufficient.

5. Cash and Temporary Investments

	<u>2012</u>	<u>2011</u>
	\$	\$
Cash	390,821	583,185
Demand loan advanced	-	(300,000)
	<u>390,821</u>	<u>283,185</u>

Temporary investments are comprised mainly of guaranteed investment certificates and term deposits and have a market value approximating cost.

6 Amounts Receivable

	<u>2012</u>	<u>2011</u>
	\$	\$
Property tax	718,460	844,209
Business tax	200,749	192,660
Water and sewer	329,534	403,035
Hst Rebate	48,379	627,164
Other	228,916	11,505
	<u>1,526,038</u>	<u>2,078,573</u>
Less allowances for doubtful amounts	487,231	515,321
	<u>1,038,807</u>	<u>1,563,252</u>

7 Portfolio Investments

The Town of Bay Roberts does not carry any portfolio investments.

8 Accounts Payable and Accrued Liabilities

	<u>2012</u>	<u>2011</u>
	\$	\$
Accounts payable	223,771	229,002
Accrued expenses	23,112	15,552
Prepaid taxes	33,141	37,168
Capital payables and holdbacks		1,722,337
	<u>280,024</u>	<u>2,004,059</u>

9 Long Term Debt

	<u>2012</u>	<u>2011</u>
	\$	\$
Bank of Montreal loan with a prime interest rate, repayable in blended monthly installments of \$61,167: the loan is reviewed annually and consolidated with any loan drawdowns for the previous year.	2,314,386	3,029,494
Bank of Montreal demand loans to be refinanced and consolidated with long term loan in subsequent year.	600,000	2,619,641
Bank of Montreal loans with an interest rate of 3% repayable in blended monthly installments of \$17,907 commencing January, 2013 and maturing in 2027	2,593,041	

Bank of Montreal loan with an interest rate of 6.56%, repayable by the Province of Newfoundland and Labrador in blended semi-monthly installments of 50,833, maturing in 2016	-	464,620
Bank of Montreal loan with an interest rate of 6.3%, repayable by the Province of Newfoundland and Labrador in blended semi-annual installments of \$59,815, maturing in 2017	510,387	593,962
Bank of Montreal loan with an interest rate of 5.02%, repayable by the Province of Newfoundland and Labrador in blended semi-annual installments of \$17,821, maturing in 2016	<u>247,778</u>	<u>280,669</u>
	<u>6,265,592</u>	<u>6,988,396</u>

Principal payments required in each of the next five years are as follows:

2013	\$	766,426
2014	\$	776,603
2015	\$	787,736
2016	\$	802,576
2017	\$	814,790

10 Obligation Under Capital Lease

The Town of Bay Roberts does not have any liability for capital leases.

11 Commitments

By a motion of Council dated December 8, 2009 the Town approved to borrow up to \$10,000,000 during the period from 2011 to 2014 to cover the cost of multi-year capital works which will be cost shared with the Province of Newfoundland and Labrador on a 80/20 basis.

12 Contingencies

The Town is not aware of any contingent liabilities that will have a material affect on its financial position.

13 Financial Instruments

The Town of Bay Roberts does not carry any financial instruments.

14 Subsequent Events

The Town of Bay Roberts is not aware of any subsequent events that would require disclosure in these financial statements.

15 Budget

In accordance with the Province of Newfoundland and Labrador's Municipalities Act, every council must adopt a financial plan for each period in a form approved by the minister. The financial plan is prepared on a revenue and expenditure basis that does not fully meet the recommendations of PSAB. For comparative purposes, the Town of Bay Roberts has modified its financial plan to prepare a budget that is consistent with the scope and accounting principles used to report the actual results. The budget figures used in these financial statements have been approved by council.

The reconciliation between the Municipality's cash based financial plan and the PSAB accrual based budget figures used in these financial statements is disclosed in Schedule 6 - Reconciliation of the Financial Plan to the Budget.

16 Changes in Accounting Policies

The Town of Bay Roberts has adopted the Public Sector Accounting Board's recommendations for recording tangible capital assets and the new financial statement presentation. The tangible asset section, PS 3150, establishes standards on how to account and report tangible capital assets in government financial statements. The financial statement presentation section, PS 1200, establishes general reporting principles and standards for the disclosure of information based on the underlying financial statement concepts and the objectives of the government financial statements.

TOWN OF BAY ROBERTS

CONSOLIDATED SCHEDULE OF TANGIBLE CAPITAL ASSETS

Year Ended December 31, 2012

Schedule 1

	General Capital Assets					Infrastructure		Totals	
	Land and Land Improvements	Buildings and Leasehold Improvements	Vehicles and Equipment	Roads, Streets, and Bridges	Water and Sewer	Assets Under Construction	2,012	2011	
Cost	\$	\$	\$	\$	\$	\$	\$	\$	
Opening costs	276,162	3,417,441	2,061,649	3,566,486	31,415,286	6,194,473	46,931,497	41,316,015	
Additions during the year	-	-	47,572	497,162	5,789,263	(5,719,121)	614,876	5,651,982	
Disposals and write downs	-	-	-	-	-	-	-	(36,500)	
Closing costs	276,162	3,417,441	2,109,221	4,063,648	37,204,549	475,352	47,546,373	46,931,497	
Accumulated Amortization									
Opening accum'd amortization	-	2,982,986	1,015,459	2,223,454	12,405,432	-	18,627,331	17,677,867	
Amortization	-	16,053	135,399	169,685	716,534	-	1,037,671	965,744	
Disposals and write downs	-	-	-	-	-	-	-	(16,280)	
Closing accum'd amortization	-	2,999,039	1,150,858	2,393,139	13,121,966	-	19,665,002	18,627,331	
Net Book Value of Tangible Capital Assets	276,162	418,402	958,363	1,670,509	24,082,583	475,352	27,881,371	28,304,166	

See accompanying notes to financial statements

TOWN OF BAY ROBERTS
CONSOLIDATED SCHEDULE OF REVENUES
Year Ended December 31, 2012

SCHEDULE 2

	<u>2012</u> <u>Actual</u> \$	<u>2011</u> <u>Actual</u> \$
Taxation		
Property tax	2,974,078	2,877,368
Poll tax	44,966	48,769
Business tax	983,222	926,181
Water and sewer tax	821,332	809,449
Other municipal taxes levied	7,453	11,549
	<u>4,831,051</u>	<u>4,673,316</u>
Sales of goods and services		
Permits and certificates	38,355	36,180
Recreation and cultural services	78,786	91,402
Fire protection service fees	26,381	22,979
Water supply	41,600	32,538
Other sales of goods and services	57,346	8,133
	<u>242,468</u>	<u>191,232</u>
Grants and transfers		
Government of Canada		
Other federal revenue	70,748	49,152
Government of Newfoundland and Labrador		
Municipal operating grant	160,981	160,981
Municipal capital grant	514,596	4,064,600
Gax tax revenue	-	-
Special assistance		136,013
Other provincial grants and/or subsidies	10,000	15,000
	<u>756,325</u>	<u>4,425,746</u>
Other revenue		
Other contributions	22,048	8,542
Interest earned on tax arrears	273,916	-
	<u>295,964</u>	<u>8,542</u>
Total Revenue	<u><u>6,125,808</u></u>	<u><u>9,298,836</u></u>

See accompanying notes to financial statements

**TOWN OF BAY ROBERTS
CONSOLIDATED SCHEDULE OF EXPENSES
Year Ended December 31, 2012**

SCHEDULE 3

	2012 Actual	2011 Actual
	\$	\$
General government services		
Legislative	94,457	87,544
General administrative	924,920	942,261
	<u>1,019,377</u>	<u>1,029,805</u>
Protective services		
Fire	177,297	149,233
Municipal enforcement	74,627	70,726
Animal control	-	2,104
	<u>251,924</u>	<u>222,063</u>
Transportation services		
Road, street, sidewalk maintenance	830,715	829,273
Snow removal	94,160	96,834
Street lighting	170,175	159,142
Other transportation services	241,450	246,928
	<u>1,336,500</u>	<u>1,332,177</u>
Environmental health services		
Water supply	1,426,202	1,184,861
Garbage and waste collection and disposal	613,039	438,562
	<u>2,039,241</u>	<u>1,623,423</u>
Regional planning and development		
Community improvement and development	60,514	71,841
Tourism and marketing	202,613	156,291
Other regional planning and development	-	-
	<u>263,127</u>	<u>228,132</u>
Recreation and cultural services		
Swimming pool	134,477	117,263
Parks and playgrounds	356,858	378,162
Other recreation and cultural services	121,694	148,632
	<u>613,029</u>	<u>644,057</u>
Other expenses		
Loss on disposal of capital assets	-	20,220
Total Expenses	<u><u>5,523,198</u></u>	<u><u>5,099,877</u></u>

See accompanying notes to financial statements

TOWN OF BAY ROBERTS

SCHEDULE 4

CONSOLIDATED STATEMENT OF OPERATIONS BY PROGRAM

Year Ended December 31, 2012

	General Government*		Protective Services		Transportation Services		Environmental Health Services	
	2012	2011	2012	2011	2012	2011	2012	2011
REVENUE								
Taxation	4,009,719	3,863,867	-	-	-	-	824,332	808,449
Sales of goods and services	95,462	44,313	26,620	22,979	-	-	41,600	32,538
Grants and transfers	218,200	296,994	-	-	-	-	469,268	4,064,600
Investment income	-	-	-	-	-	-	-	-
Other revenue	273,916	8,542	-	-	-	-	-	-
Total revenue	4,597,297	4,213,716	26,820	98,957			1,322,200	4,906,587
EXPENSES								
Personnel services	570,676	544,954	81,692	80,224	393,034	363,202	402,658	280,236
Contract services	255,113	275,357	114,123	50,599	468,925	435,161	349,524	271,816
Utilities	31,694	28,140	16,157	16,143	179,450	169,206	81,141	84,561
Maintenance materials and supplies	19,636	47,790	-	35,154	89,824	186,562	29,559	60,506
Grants and contributions	-	-	-	-	-	-	-	-
Amortization	3,520	3,520	39,952	39,953	205,267	178,046	776,399	687,357
Interest on long term debt	-	-	-	-	-	-	394,584	228,947
Other	138,734	130,044	-	-	-	-	5,376	-
Total expenses	1,018,377	1,029,805	251,924	222,063	1,336,500	1,332,177	2,039,240	1,623,423
Surplus (Deficit)	3,577,919	3,183,911	(225,303)	(73,176)	(1,336,500)	(1,081,407)	(717,040)	3,283,164

* The general government category includes revenues and expenses that cannot be attributed to a particular sector.

TOWN OF BAY ROBERTS

SCHEDULE 4 Cont...

CONSOLIDATED STATEMENT OF OPERATIONS BY PROGRAM

Year Ended December 31, 2012

	Regional Planning and Development		Recreation and Cultural Services		Fiscal Services		Total	
	2012	2011	2012	2011	2012	2011	2012	2011
REVENUE								
Taxation	-	-	-	-	-	-	4,831,051	4,673,316
Sales of goods and services	12,240	-	66,546	91,402	-	-	242,468	191,232
Grants and transfers	-	-	78,857	64,152	-	427,928	756,325	4,425,746
Investment income	-	-	-	-	-	-	-	-
Other revenue	22,048	-	-	-	-	-	295,964	8,542
Total revenue	34,288	-	145,403	155,554	-	427,928	6,125,808	9,298,836
EXPENSES								
Personnel services	118,875	84,711	225,117	200,458	-	-	1,792,054	1,563,785
Contract services	127,277	121,276	311,451	254,940	-	-	1,626,413	1,409,139
Utilities	4,443	9,612	34,150	24,892	-	-	347,035	332,654
Maintenance materials and supplies	-	-	20,811	93,050	-	-	159,832	423,062
Grants and contributions	-	-	21,500	26,282	-	-	21,500	26,282
Amortization	12,533	12,533	-	44,336	-	-	1,037,671	965,744
Interest on long term debt	-	-	-	-	-	-	394,584	228,947
Other	-	-	-	-	-	20,220	144,109	150,264
Total expenses	263,128	228,132	613,029	644,058	-	20,220	5,523,198	5,099,877
Surplus (Deficit)	(228,840)	(173,272)	(457,626)	(488,504)	-	407,708	602,610	4,198,959

See accompanying notes to the financial statements.

TOWN OF BAY ROBERTS
CONSOLIDATED DETAILS AND RECONCILIATION TO CORE GOVERNMENT RESULTS
Year Ended December 31, 2012

SCHEDULE 5

	Core Government		Controlled Entities		Government Partnerships		Total	
	2012	2011	2012	2011	2012	2011	2012	2011
REVENUE								
Taxation	\$ 4,831,051	\$ 4,673,316					\$ 4,831,051	\$ 4,673,316
Sales of goods and services	242,468	191,232					242,468	191,232
Grants and transfers	756,325	4,425,746					756,325	4,425,746
Investment income		-						
Other revenue	295,964	8,542					295,964	8,542
Total revenue	6,125,808	9,298,836					6,125,808	9,298,836
EXPENSES								
Personnel services	1,792,054	1,563,786					1,792,054	1,563,786
Contract services	1,626,413	1,409,139					1,626,413	1,409,139
Utilities	347,035	332,654					347,035	332,654
Maintenance materials and supplies	159,832	423,063					159,832	423,063
Grants and contributions	21,500	26,282					21,500	26,282
Amortization	1,037,671	965,743					1,037,671	965,743
Interest on long term debt	394,884	228,947					394,884	228,947
Other	144,109	150,264					144,109	150,264
Total expenses	5,523,198	5,099,877					5,523,198	5,099,877
Surplus (Deficit)	602,610	4,198,959					602,610	4,198,959

See accompanying notes to the financial statements.

RECONCILIATION OF THE FINANCIAL PLAN TO THE BUDGET

Year Ended December 31, 2012

	Financial Plan	Amortization (TCA)	Interest Expense	Transfers	Long Term Accruals	Consolidated Entities	PSAB Budget
REVENUE							
Taxation	4,827,575	-	-	-	-	-	4,827,575
Sales of goods and services	222,500	-	-	-	-	-	222,500
Grants and transfers	1,363,656	-	-	(952,505)	-	-	411,151
Investment income	-	-	-	-	-	-	-
Other revenue	66,000	-	-	-	-	-	66,000
Total revenue	6,479,731	-	-	(952,505)	-	-	5,527,226
EXPENSES							
General government services	964,715	3,520	-	190,952	-	-	1,159,187
Protective services	78,000	39,952	-	-	-	-	117,952
Transportation services	925,428	205,267	-	-	-	-	1,130,695
Environmental health services	835,722	776,399	380,000	-	-	-	1,992,121
Regional planning and development	239,107	12,533	-	-	-	-	251,640
Recreation and cultural services	307,295	-	-	-	-	-	307,295
Fiscal services:							
Capital expenditures	988,007	-	-	(988,007)	-	-	-
Debt charges	1,950,505	-	(1,950,505)	-	-	-	-
Amortization	-	-	-	-	-	-	-
Other	190,952	-	-	(190,952)	-	-	-
Total expenses	6,479,731	1,037,671	(1,570,505)	(988,007)	-	-	4,958,890
Surplus (Deficit)	-	(1,037,671)	1,570,505	35,502	-	-	568,336

See accompanying notes to the financial statements.