
VILLAGE OF BLACKS HARBOUR
Consolidated Financial Statements
Year Ended December 31, 2015

VILLAGE OF BLACKS HARBOUR

Index to the Consolidated Financial Statements

Year Ended December 31, 2015

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INDEPENDENT AUDITOR'S REPORT

To Her Worship The Mayor and members of the Council of Village of Blacks Harbour

Report on the Financial Statements

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

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with Canadian Accounting Standards for the Public Sector, and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these 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 judgement, including the assessment of the risks of material misstatement of the 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 management, 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, the consolidated financial statements present fairly, in all material respects, the financial position of Village of Blacks Harbour as at December 31, 2015 and its financial performance, its changes in net debt and its cash flows for the year then ended in accordance with Canadian Accounting Standards for the Public Sector:



Mark H Porter, Chartered Professional Accountant
April 20, 2016
St. Stephen, New Brunswick

VILLAGE OF BLACKS HARBOUR
Consolidated Statement of Operations
Year Ended December 31, 2015

	2015		2014
	(Unaudited) Budget (Note 23)	Actual	Actual
Revenue			
Property tax warrant	\$ 1,017,247	\$ 1,017,247	\$ 976,272
Community funding and equalization grant	173,926	173,926	170,595
Services provided to other governments	143,242	146,751	150,820
Sales of services	80,000	84,475	84,653
Other revenue from own sources	7,669	272,169	43,326
Unconditional transfers from other governments	4,500	4,483	4,450
Conditional transfers	-	12,659	1,500
Other transfers	-	-	-
Water and sewer fees	488,809	491,979	488,873
Interest	10,000	12,756	12,479
	<u>1,925,393</u>	<u>2,216,445</u>	<u>1,932,968</u>
Expenditures			
General government services	259,719	245,948	229,001
Protective services	499,084	475,486	461,038
Transportation services	289,762	292,223	266,931
Environmental health services	56,000	53,405	51,463
Environmental development services	94,829	62,150	61,047
Recreational and cultural services	352,641	322,554	300,671
Water & sewer	582,058	574,552	503,917
Loss on disposal of tangible capital assets	-	-	1,616
	<u>2,134,093</u>	<u>2,026,318</u>	<u>1,875,684</u>
Annual surplus (deficit) (Note 21)	<u>\$ (208,700)</u>	190,127	\$ 57,284
Accumulated surplus, beginning of year		<u>4,307,801</u>	<u>4,250,517</u>
Accumulated surplus, end of year		<u>\$ 4,497,928</u>	<u>\$ 4,307,801</u>

VILLAGE OF BLACKS HARBOUR
Consolidated Statement of Financial Position
As at December 31, 2015

	2015	2014
Financial assets		
Cash (Note 3)	\$ 309,643	\$ 279,353
Receivables		
General (Note 4)	90,250	70,341
Federal government and its agencies (Note 5)	27,930	19,169
Province of New Brunswick (Note 6)	7,072	7,376
Portfolio investments (Note 7)	579,490	573,821
	<u>1,014,385</u>	<u>950,060</u>
Liabilities		
Payables and accruals	144,117	192,530
Holdbacks payable	4,000	16,398
Deferred revenue (Note 8)	335,721	202,932
Long term debt (Note 9)	750,000	824,000
Accrued sick leave (Note 10)	23,800	34,000
Post employment benefits payable (Note 11)	250,300	276,100
	<u>1,507,938</u>	<u>1,545,960</u>
NET ASSETS (DEBT)	<u>(493,553)</u>	<u>(595,900)</u>
Non-Financial Assets		
Tangible capital assets (Note 19)	10,928,410	10,517,863
Less: Accumulated amortization (Note 19)	(6,074,989)	(5,713,561)
	<u>4,853,421</u>	<u>4,804,302</u>
Inventory of supplies	73,591	72,086
Land inventory for resale	15,542	22,442
Prepaid expenses	48,927	4,871
	<u>4,991,481</u>	<u>4,903,701</u>
ACCUMULATED SURPLUS	<u>\$ 4,497,928</u>	<u>\$ 4,307,801</u>

On behalf of Council

Approved by:

Mayor *Jim James*

Treasurer *John Chase*

VILLAGE OF BLACKS HARBOUR
Consolidated Statement of Changes in Net Debt
Year Ended December 31, 2015

	<u>2015</u>	<u>2014</u>
Annual surplus	\$ 190,127	\$ 57,284
Add (deduct) :		
Acquisition of tangible capital assets	(410,547)	(65,815)
Amortization of tangible capital assets	361,428	341,208
Proceeds on sale of tangible capital assets	-	221
Loss on disposal of tangible capital assets	-	1,616
Acquisition of inventories		-
Consumption of inventories	(1,505)	79
Acquisition of prepaid assets	(44,056)	(79)
Acquisition of land inventory for resale		(422)
Consumption of land inventories	6,900	
	<hr/>	<hr/>
(Increase) decrease in Net Assets (Debt)	102,347	334,092
Net Assets (Debt), beginning of the year	(595,900)	(929,992)
Net Assets (Debt), end of the year	<u>\$ (493,553)</u>	<u>\$ (595,900)</u>

VILLAGE OF BLACKS HARBOUR
Consolidated Statement of Cash Flows
Year Ended December 31, 2015

	<u>2015</u>	<u>2014</u>
Increase (decrease) in cash and cash equivalents		
Operating transactions		
Annual surplus	\$ 190,127	\$ 57,284
Loss on disposal of tangible capital assets	-	1,616
Amortization of tangible capital assets	361,428	341,208
Receivable - General	(19,909)	24,151
Receivable - Contributions		
Receivable - Federal Government and its agencies	(8,761)	2,067
Receivable - Province of New Brunswick	304	(3,325)
Receivable - Canada/NB Municipal Rural Infrastructure Program		-
Loans receivable		-
Payables and accruals	(48,413)	(70,625)
Holdbacks payable	(12,398)	-
Deferred revenue	132,789	(1,101)
Accrued sick leave	(10,200)	4,000
Post employment benefits payable	(25,800)	(11,300)
Change in inventory/prepaid expenses	(38,661)	(422)
	<u>520,506</u>	<u>343,553</u>
Capital transactions		
Acquisition of tangible capital assets	(410,547)	(65,815)
Proceeds on sale of tangible capital assets	-	221
	<u>(410,547)</u>	<u>(65,594)</u>
Financing transactions		
Long-term debt	<u>(74,000)</u>	<u>(90,000)</u>
Investing transactions		
Investments	<u>(5,669)</u>	<u>(120,829)</u>
Net (decrease) increase in cash and cash equivalents	30,290	67,130
Cash and cash equivalents		
Beginning of year	\$ 279,353	\$ 212,223
End of year	<u>\$ 309,643</u>	<u>\$ 279,353</u>

VILLAGE OF BLACKS HARBOUR
Notes to the Consolidated Financial Statements
December 31, 2015

1. Purpose of the Organization

The Municipality was incorporated as a village by the Province of New Brunswick Municipalities Act on November 1, 1972 and was approved for status as a Municipality effective November 9, 1991 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 provides services pertaining to community development.

2. Summary of 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 Standards of CPA Canada

The focus of PSA 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.

No other entities have been included in these consolidated financial statements.

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

Reporting entity

The consolidated financial statements reflect the assets, liabilities, revenues, expenditures and changes in net debt and cash flows of the reporting entity. The reporting entity is comprised of all organizations and enterprises accountable for the administration of their affairs and resources to the Municipality and which are owned or controlled by the Municipality.

Interdepartmental and organizational transactions and balances are eliminated.

Budget

The budget figures contained in these financial statements were approved by Council on December 17, 2014 and the Minister of Local Government on January 11, 2015.

Revenue recognition

(a) 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.

(b) Other revenue is recorded when it is earned.

VILLAGE OF BLACKS HARBOUR
Notes to the Consolidated Financial Statements
December 31, 2015

2. Summary of significant accounting policies (continued)

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.

Financial instruments

The Municipality's financial instruments consist of cash, portfolio investments, accounts receivable, due from the Province of New Brunswick, due from the Federal Government, due from own funds, payables and accruals, holdbacks payable, deferred revenue, 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.

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.

Inventory of land for resale

Inventory is valued at the lower of cost and estimated net realizable value.

Inventory of supplies

Inventory is valued at the lower of cost and net replacement cost with cost being determined on the average cost basis.

VILLAGE OF BLACKS HARBOUR
Notes to the Consolidated Financial Statements
December 31, 2015

2. Summary of significant accounting policies (continued)

Tangible capital assets

The municipality follows the provisions of PSA 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. Donated or contributed tangible capital assets are recorded at their fair market value at the date of construction or contribution. Tangible capital assets below a threshold of \$ 5,000 are expensed in the year of acquisition. Amortization shall begin in July of the year in which the costs were incurred. No amortization is recorded in the year of disposal. The cost of the tangible capital asset is amortized on a straight line basis over the estimated useful life as follows:

Asset type	Years
Land improvements	5-25 years
Buildings	40 years
Vehicles	3-5 years
Machinery and equipment	5-15 years
Heavy equipment	10-15 years
Computer hardware & software & communication equipment	3-5 years
Furniture & fixtures	3-5 years
Road surface	5-15 years
Road grade	10-30 years
Water and wastewater networks	15-100 years
Dams and water structures	25-50 years
Leasehold improvements	Over the term of the lease

Assets under construction are not amortized until the asset is available for productive use.

Contributed goods and services

With the exception of tangible capital assets which are recognized at their fair market value, the value of contributed goods and services are not recognized in the financial statements.

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.

VILLAGE OF BLACKS HARBOUR
Notes to the Consolidated Financial Statements
December 31, 2015

2. Summary of significant accounting policies (continued)

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 solid waste collection and disposal.

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 arena, ballfields, 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, treatment plants, reservoirs and lagoons.

Post-employment benefits

The Municipality recognizes its obligations under post-employment benefit plans and the related costs, net of plan assets. The Municipality has a sick leave benefit as documented in Note 10 and a pension plan as documented in Note 11.

3. Cash

	<u>2015</u>	<u>2014</u>
Restricted - Gas Tax Fund	\$ 131,664	\$ -
Restricted - Reserve Funds	163,064	161,506
Unrestricted	146,579	117,847
	<u>\$ 309,643</u>	<u>\$ 279,353</u>

VILLAGE OF BLACKS HARBOUR
Notes to the Consolidated Financial Statements
December 31, 2015

	2015	2014
4. Receivables- General		
Trade	\$ 88,071	\$ 67,721
Accrued investment income - Gas Tax Fund	615	714
Accrued investment income - Reserve Funds	1,512	1,842
Accrued investment income - Other	52	64
	<u>\$ 90,250</u>	<u>\$ 70,341</u>
5. Due from federal government and its agencies		
Canada Revenue Agency (HST refund)	\$ 27,930	\$ 19,169
6. Due from Province of New Brunswick		
Department of Transportation	\$ 2,112	\$ 2,750
Department of Finance	4,397	4,397
Department of Social Development	497	-
Department of Local Government	66	229
	<u>\$ 7,072</u>	<u>\$ 7,376</u>
7. Portfolio investments		
Restricted - Gas Tax Fund	\$ 202,265	\$ 200,296
Restricted - Reserve Funds	359,056	355,533
Unrestricted	18,169	17,992
	<u>\$ 579,490</u>	<u>\$ 573,821</u>

The investments consist of guaranteed investment certificates with maturity dates in 2016 and interest rates ranging from 0.05% to 0.93%.

VILLAGE OF BLACKS HARBOUR
Notes to the Consolidated Financial Statements
December 31, 2015

8. Deferred revenue

	2015	2014
Cans for Kids program		
Restricted contributions required to be spent on recreational or cultural programs for children.		
Balance, beginning of year	\$ 1,101	\$ 1,101
Contributions for the year	76	-
Transfer to revenue	-	-
Balance, end of year	<u>1,177</u>	<u>1,101</u>
Charlotte County Volunteer Website		
Restricted contributions required to be spent to develop volunteer website.		
Balance, beginning of year	\$ 821	\$ 3,304
Contributions for the year	-	-
Transfer to revenue	(821)	(2,483)
Balance, end of year	<u>-</u>	<u>821</u>
Gas Tax Fund		
Transfer from the Canada-New Brunswick Agreement on the Transfer of Federal Gas Tax Revenues and the Provincial Gas Tax Top-up Fund to be applied to the cost of specific capital projects. The unspent balance is invested in portfolio investments and investment income reinvests in the fund.		
Balance, beginning of year	201,010	199,628
Contributions for the year	131,664	-
Interest earned	1,870	1,382
Transfer to revenue for capital projects	-	-
Balance, end of year	<u>334,544</u>	<u>201,010</u>
Total	<u>\$ 335,721</u>	<u>\$ 202,932</u>

VILLAGE OF BLACKS HARBOUR
Notes to the Consolidated Financial Statements
December 31, 2015

9. Long-term debt

	2015	2014
<u>New Brunswick Municipal Finance Corporation Debentures:</u>		
General Capital Fund		
BK28, 1.15% - 3.1%, due May 15,2022, OIC #02-0021	\$ 236,000	\$ 271,000
AW21, 4.3% - 4.55%, due May 25,2017, OIC #05-0087	74,000	83,000
AY28, 3.3% - 4.85%, due May16,2018, OIC #06-0065 & 07-0042	134,000	148,000
BA33, .95% - 5.0%, due June 11,2019, OIC #06-0065	10,000	11,000
BB38, 1.0% - 4.5%, due November 6,2019, OIC #08-0054	34,000	42,000
Water Capital Fund		
BA34, .95% - 5.0%, due June 11,2019, OIC #07-0042 & 07-0089	227,000	233,000
BB39, 1.0% - 4.5%, due November 6,2019, OIC #07-0042	35,000	36,000
	<u>\$ 750,000</u>	<u>\$ 824,000</u>

Approval of the Municipal Capital Borrowing Board has been obtained for long-term debt.

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

2016	\$	75,000
2017	\$	133,000
2018	\$	160,000
2019	\$	293,000
2020	\$	29,000

Refinancing options for future maturing debentures:

<u>Debenture</u>	<u>Maturity date</u>	<u>Amount eligible</u>	<u>Maximum refinancing term</u>
AW21	May 25,2017	\$ 54,000	Not exceeding 5 years
AY28	May 16,2018	\$ 89,000	Not exceeding 5 years
BA33	June 11,2019	\$ 6,000	Not exceeding 6 years
BA34	June 11,2019	\$ 200,000	Not exceeding 20 years
BB39	November 6,2019	\$ 31,000	Not exceeding 20 years

VILLAGE OF BLACKS HARBOUR**Notes to the Consolidated Financial Statements****December 31, 2015**

10. Accrued sick leave

The Municipality provides sick leave that accumulates at 12 hours per month for full-time non-administrative employees and 10.5 hours per month for full-time administrative employees. Full-time non-administrative employees can accumulate a maximum of 1,400 (2014 - 1,400) sick leave hours and full-time administrative employees can accumulate a maximum of 1,225 (2014 - 1,225) sick leave hours. An employee can take a leave with pay for an amount of time equal to the accumulated sick leave. Accumulated sick leave does not vest.

No actuarial valuation was performed at December 31, 2015 and the liability is based on management's best estimates. An actuarial valuation was last performed on the 8 (2014 - 8) employee plan in accordance with PSA 3255 at December 31, 2014. The actuarial method used was the Projected Unit Credit pro-rated on service to expected usage. The valuation was based on a number of assumptions about future events, such as interest rates, wage and salary increases and employee turnover and retirement. The assumptions used reflect the Municipality's best estimates.

The following summarizes the major assumptions in the valuation:

- annual salary increase is 3%;
- the discount rate used to determine the accrued benefit obligation is 3.17 (2014 - 3.38%);
- retirement age is 60; and employees aged 60 or over as of the valuation date are assumed to retire one year from the valuation date
- no deaths, disabilities or terminations are assumed to occur prior to retirement
- estimated net excess utilization of rate of sick leave, based on actual experience from 2010 to 2014, is 22.1 hours per annum (2014 - rate varied with employee age)

The sick leave is an unfunded benefit. As such, there are no applicable assets. Benefits are paid out of general revenue as they come due.

The unfunded liability was \$ 23,800 on December 31, 2015 and \$ 34,000 on December 31, 2014.

11. Post employment benefits payable**(a) Pension obligation**

The Municipality and its employees participate in the New Brunswick Municipal Employees Pension Plan (NBMEPP). The NBMEPP is a multiple-employer defined benefit pension plan administered by a board elected by the members under the provisions of the Municipalities Act of New Brunswick. The NBMEPP provides pensions based on length of service and best average earnings.

Actuarial valuations for funding purposes are performed either annually or triennially depending on the financial position of the NBMEPP (currently annually). In turn, the actuarial valuations for accounting purposes are based on these figures (with adjustments). The most recent actuarial valuation was prepared as at December 31, 2013 and resulted in an overall NBMEPP accrued benefit obligation of \$ 89,646,600 based on the accounting basis.

The actuarial valuation for accounting purposes was based on a number of assumptions about future events, such as inflation rates, interest rates, wage and salary increases and employee turnover and mortality. The assumptions used reflect management's best estimates. The following summarizes the major assumptions in the valuation as at December 31, 2014 :

VILLAGE OF BLACKS HARBOUR**Notes to the Consolidated Financial Statements****December 31, 2015**

11. Post employment benefits payable (continued)

- the expected inflation rate is 2.25% (2013 - 2.35%)
- the discount rate used to determine the accrued benefit obligation is 5.9% (2013 - 5.6%)
- the expected rate of return on assets is 5.9% (2013 - 5.6%)
- retirement age varies by age and employment category
- estimated average remaining service life is (EARSL) is 14.0 years (2013 - 14.0 years)

The actuarial valuation prepared as at December 31, 2013 indicated that the present value of the accumulated plan benefits exceeded the market value of the net assets available for these benefits. The pension plan has been granted a solvency deficiency exemption by the Province of New Brunswick. On a going concern valuation basis, the actuarial valuation indicated a plan deficit of \$ 5,171,300, a decrease of \$ 6,410,600 from the December 31, 2012 deficit of \$ 11,581,900. Based on the assumptions as at December 31, 2013, the actuary expected the level of employer and employee contributions to be sufficient to fund the deficit in less than fifteen years, as allowed by the Pension Benefits Act.

As at December 31, 2013, the NBMEPP provides benefits for 189 retirees. Total benefit payments to retirees and terminating employees during 2015 are estimated to be approximately \$ 3,111,400 (actual 2014, \$ 3,042,900) in totality for the NBMEPP.

Employees make contributions using rates that vary by earnings level and employment category, with an overall average contribution rate of approximately 7.6%. Each municipality contributes an amount that equals their employees contribution amounts. Pension fund assets are invested in short term securities, bonds, canadian equities and foreign equities. Combined employees and municipalities contributions for 2015 are estimated to be approximately \$ 5,645,200 (actual 2014, \$ 5,499,700) in totality for the NBMEPP.

The following summarizes the NBMEPP data as it relates to the Village of Blacks Harbour:

- The average age of the 7 active employees covered by the NBMEPP is 47.3 (as at December 31,2013)
- Benefit payments were \$ 57,900 in 2014 and were estimated to be \$ 57,900 in 2015
- Combined contributions were \$ 50,100 in 2014 and were estimated to be \$ 49,600 in 2015

In addition to determining the position of the NBMEPP as it relates to the Village of Blacks Harbour as at December 31, 2013 and December 31, 2014, NBMEPP's actuary performed an extrapolation of the December 31, 2014 accounting valuation to determine the estimated position as at December 31, 2015. The extrapolation assumes that assumptions used as at December 31, 2015 remain unchanged from December 31, 2014. In addition, the extrapolation assumes assets return 5.9% net of all fees and expenses. If experience is different than assumed, amounts will be adjusted to reflect actual experience. Results of the extrapolation are as follows:

VILLAGE OF BLACKS HARBOUR
Notes to the Consolidated Financial Statements
December 31, 2015

11. Post employment benefits payable (continued)

	Estimated 1-Jan-2015 to 31-Dec-2015	1-Jan-2014 to 31-Dec-2014
Accrued Benefit Liability / (Asset)		
Accrued benefit liability / (asset) at beginning of period	\$ 280,300	\$ 291,000
Pension expense for the year	(5,200)	13,400
Less: Employer contributions	(24,800)	(24,100)
Accrued benefit liability / (asset) at end of period	<u>\$ 250,300</u>	<u>\$ 280,300</u>

In summary, the Accrued Benefit Liability as it relates to the Village of Blacks Harbour is estimated to be \$ 287,400 as at December 31, 2013. This compares to \$ 277,600 as at December 31, 2012 and \$ 262,700 as at January 1, 2012. This amount is included in the Post Employment Benefits Payable on the Consolidated Statement of Financial Position.

The financial position as it relates to the Accrued Benefit Liability is shown as follows and illustrates the unamortized amounts being recognized in Pension Expense over time:

	Estimated 31-Dec-2015	31-Dec-2014
Reconciliation of Funded Status at End of Period		
Accrued benefit obligation	\$ 1,865,600	\$ 1,783,500
Plan assets	1,842,200	1,747,600
Plan deficit / (surplus)	23,400	35,900
Unamortized prior service costs / (savings)	-	-
Unamortized experience losses / (gains)	(226,900)	(244,400)
Unamortized transitional obligation / (asset)	-	-
Accrued benefit liability / (asset) at end of period	<u>\$ 250,300</u>	<u>\$ 280,300</u>

The following illustrates the reconciliation of Accrued Benefit Obligation from the beginning of period to the end of period:

	Estimated 1-Jan-2015 to 31-Dec-2015	1-Jan-2014 to 31-Dec-2014
Reconciliation of Accrued Benefit Obligation		
Accrued benefit obligation at beginning of period	\$ 1,783,500	\$ 1,811,000
Current service cost	35,400	41,100
Benefit payments	(57,900)	(57,900)
Interest for period	104,600	100,900
Cost / (savings) of plan amendments	-	-
Experience loss / (gain) during period	-	(111,600)
Accrued benefit obligation at end of period	<u>\$ 1,865,600</u>	<u>\$ 1,783,500</u>

VILLAGE OF BLACKS HARBOUR
Notes to the Consolidated Financial Statements
December 31, 2015

11. Post employment benefits payable (continued)

The following illustrates the reconciliation of Plan assets from the beginning of period to the end of period:

	Estimated 1-Jan-2015 to 31-Dec-2015	1-Jan-2014 to 31-Dec-2014
Reconciliation of Plan Assets		
Plan assets at beginning of period	\$ 1,747,600	\$ 1,659,000
Employer contributions	24,800	24,100
Employee contributions	24,800	26,000
Benefit payments	(57,900)	(57,900)
Return on plan assets during period	102,900	96,400
Plan assets at end of year	<u>\$ 1,842,200</u>	<u>\$ 1,747,600</u>

Total expenses related to pensions include the following components:

	Estimated 1-Jan-2015 to 31-Dec-2015	1-Jan-2014 to 31-Dec-2014
Pension Expense		
Employer current service cost	\$ 10,600	\$ 15,100
Interest on accrued benefit obligation	104,600	100,900
Expected return on assets	(102,900)	(92,700)
	<u>12,300</u>	<u>23,300</u>
Amortization of unrecognized balances		
Prior service costs / (savings)	-	-
Experience loss / (gain)	(17,500)	(9,900)
Transitional obligation / (asset)	-	-
Total amortization	<u>(17,500)</u>	<u>(9,900)</u>
Pension expense	<u>\$ (5,200)</u>	<u>\$ 13,400</u>

The Pension Expense is included in the statement of operations.

VILLAGE OF BLACKS HARBOUR

Notes to the Consolidated Financial Statements

December 31, 2015

12. Surplus/Deficit reconciliation

The Municipalities Act requires Water and Sewer Fund surplus/deficit amounts to be absorbed into one or more of three Operating Budgets commencing with the second following year. In addition, the General Operating Fund is not permitted to accumulate any surplus or deficit except for the current and immediately preceding year. The reconciliation of the surplus/deficit at the end of the year consists of:

	2015	2014
Net financial assets (Liabilities)	\$ (493,553)	\$ (595,900)
Adjustments:		
Long term debt	750,000	824,000
Accrued sick leave: Non-vesting / unfunded portion	23,800	34,000
Other unfunded liability - NBMEPP	250,300	276,100
Land inventory for resale	15,542	22,442
Less: Inventory transferred from General Capital Fund	- 15,542	- 22,442
Inventory of supplies	73,591	72,086
Less: Inventory transferred from Utility Capital Fund	- 26,843	- 26,843
Prepaid expenses	48,927	4,871
Current net assets	<u>\$ 626,222</u>	<u>\$ 588,314</u>
Composition of current net assets		
General Fund Surplus <Deficit> for 2013 PNB purposes	\$ -	\$ (8,045)
Utility Fund Surplus <Deficit> for 2013 PNB purposes	-	4,091
General Fund Surplus <Deficit> for 2014 PNB purposes	13,072	13,072
Utility Fund Surplus <Deficit> for 2014 PNB purposes	68,497	68,497
General Fund Surplus <Deficit> for 2015 PNB purposes	27,261	
Utility Fund Surplus <Deficit> for 2015 PNB purposes	- 6,240	
Reserve Fund balances	523,632	518,881
	<u>\$ 626,222</u>	<u>\$ 588,314</u>

13. Contingencies

In the normal course of operations, the Municipality becomes involved in various claims and legal proceedings. While the final outcome with respect to claims and legal proceedings pending at December 31, 2015 cannot be predicted with certainty, it is the opinion of management and council that resolution of these matters will not have a material adverse effect as the Municipality maintains insurance coverage in amounts considered appropriate.

VILLAGE OF BLACKS HARBOUR
Notes to the Consolidated Financial Statements
December 31, 2015

14. Short-term borrowings compliance

Interim borrowing for capital

The Municipality has no outstanding ministerial authority for short-term borrowings.

Operating borrowing

As prescribed in the Municipalities Act, borrowing to finance General Fund operations is limited to 4% of the Municipality's operating budget. Borrowing to finance Utility Fund operations is limited to 50% of the operating budget for the year. In 2015, the Municipality has complied with these restrictions.

Inter-fund borrowing

The Municipal Financial Reporting Manual requires that short-term inter-fund borrowings be repaid in the next year unless the borrowing is for a capital project. The amount payable between the General Operating Fund and Water and Sewer Operating Fund is not in compliance with the requirements but interest is recorded at a rate of 5.5% to ensure that no benefit or cost is attributed to either fund.

15. 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.

16. Non-monetary transactions

Connors Bros. supplies potable water at no charge to the Village of Blacks Harbour from its source of supply in Pennfield, New Brunswick. The Village does not charge the company for water distributed through waterlines within the Village limits. No revenues or expenses are recorded in the financial statements for these transactions because the fair values are not reliably measurable.

17. Economic dependence

The Village of Blacks Harbour derives a significant portion of its property tax revenues from its major industry and its employees who reside within the Municipality.

The Village of Blacks Harbour is supplied potable water by Connor Bros. at no charge. The Village has completed potential well site exploration but no viable sources have been identified.

18. Comparative figures

Certain of the 2014 comparative figures have been reclassified to conform with the financial statement presentation adopted for the current year.

VILLAGE OF BLACKS HARBOUR
Notes to the Consolidated Financial Statements
December 31, 2015

19. Schedule of Tangible Capital Assets

	Land	Land Improvements	Buildings & Leasehold Improvements	Vehicles	Heavy Equipment	Machinery and Equipment	Roads and Street	Infrastructure Treatment Facilities	Water and Sewer	Communication & Computer Equipment	Assets Under Construction	2015 Total	2014 Total
COST													
Balance, beginning of year	\$ 209,055	\$ 257,636	\$ 2,472,292	\$ 134,388	\$ 657,455	\$ 762,343	\$ 1,455,295	\$ 796,959	\$ 3,711,384	\$ 61,056	\$ -	\$ 10,517,863	\$ 10,458,169
Add:													
Net additions during the year	20,386		8,533		144,299	15,481	197,234		24,614			410,547	65,815
Less:													
Disposals during the year												-	(6,121)
BALANCE, END OF YEAR	229,441	257,636	2,480,825	134,388	801,754	777,824	1,652,529	796,959	3,735,998	61,056	-	10,928,410	10,517,863
ACCUMULATED AMORTIZATION													
Balance, beginning of year	-	125,218	1,036,808	115,515	404,136	612,768	1,072,854	560,457	1,724,749	61,056	-	5,713,561	5,376,637
Add:													
Amortization during the year	-	9,863	72,202	6,776	56,450	35,557	55,010	16,311	109,259			361,428	341,208
Less:													
Accumulated amortization on disposals	-											-	(4,284)
BALANCE, END OF YEAR	-	135,081	1,109,010	122,291	460,586	648,325	1,127,864	576,768	1,834,008	61,056	-	6,074,989	5,713,561
NET BOOK VALUE OF TANGIBLE CAPITAL	\$ 229,441	\$ 122,555	\$ 1,371,815	\$ 12,097	\$ 341,168	\$ 129,499	\$ 524,665	\$ 220,191	\$ 1,901,990	\$ -	\$ -	\$ 4,853,421	\$ 4,804,302
Consists of:													
General Fund Assets	\$ 188,621	\$ 122,555	\$ 1,045,367	\$ -	\$ 278,639	\$ 39,857	\$ 524,665	\$ -	\$ -			\$ 2,199,704	\$ 2,171,522
Water & Sewer Fund Assets	40,820	-	326,448	12,097	62,529	89,642	-	220,191	1,901,990			2,653,717	2,910,010
	\$ 229,441	\$ 122,555	\$ 1,371,815	\$ 12,097		\$ 129,499	\$ 524,665	\$ 220,191	\$ 1,901,990	\$ -	\$ -	\$ 4,853,421	\$ 5,081,532

VILLAGE OF BLACKS HARBOUR
Notes to the Consolidated Financial Statements
December 31, 2015

20. Schedule of Segment Disclosure

	General	Protective	Transportation	Environmental Health	Environmental Development	Recreation & Culture	Water & Sewer	2015 Consolidated	2014 Consolidated
Revenues									
Property tax warrant	\$ 85,483	\$ 350,745	\$ 204,965	\$ 56,000	\$ 84,764	\$ 235,290	\$ -	\$ 1,017,247	\$ 976,272
Unconditional grant	173,926	-	-	-	-	-	-	173,926	170,595
Services provided to other governments	-	144,639	2,112	-	-	-	-	146,751	150,820
Sale of service and other fees	-	-	-	-	-	84,475	-	84,475	84,653
Other revenue from own sources	468	3,003	221,871	440	3,049	39,775	3,563	272,169	43,326
Unconditional transfers from other governments	-	4,483	-	-	-	-	-	4,483	4,450
Conditional transfers	-	-	-	-	10,159	2,500	-	12,659	1,500
Water and sewer fees	-	-	-	-	-	-	491,979	491,979	488,873
Interest	6,786	-	-	-	-	-	5,970	12,756	12,479
	266,663	502,870	428,948	56,440	97,972	362,040	501,512	2,216,445	1,932,968
Expenses									
Salaries and benefits	109,537	42,954	103,909	-	11,840	109,807	128,333	506,380	474,645
Goods and services	126,555	387,635	89,338	53,405	38,744	176,996	250,628	1,123,301	1,013,499
Amortization	7,262	34,752	94,280	-	11,064	35,751	178,319	361,428	341,208
Interest	2,594	10,145	4,696	-	502	-	17,272	35,209	44,716
Other	-	-	-	-	-	-	-	-	1,616
	245,948	475,486	292,223	53,405	62,150	322,554	574,552	2,026,318	1,875,684
Surplus (deficit) for the year	\$ 20,715	\$ 27,384	\$ 136,725	\$ 3,035	\$ 35,822	\$ 39,486	\$ (73,040)	\$ 190,127	\$ 57,284

VILLAGE OF BLACKS HARBOUR
Notes to the Consolidated Financial Statements
December 31, 2015

21. Reconciliation of Annual Surplus

	General Operating Fund	General Capital Fund	Water & Sewer Operating Fund	Water & Sewer Capital Fund	General Operating Reserve Fund	General Capital Reserve Fund	Water & Sewer Operating Reserve Fund	Water & Sewer Capital Reserve Fund	Total
2015 Annual Surplus (Deficit)	\$ 224,494	\$ 36,385	\$ 102,816	\$ (178,319)	\$ 596	\$ 1,693	\$ 222	\$ 2,240	\$ 190,127
Adjustments to annual surplus (deficit) for funding requirements									
Second previous year's surplus (deficit)	(8,045)	-	(4,091)	-	-	-	-	-	(12,136)
Transfers between funds	-	-	-	-	-	-	-	-	-
Transfer from general operating fund to the general capital fund	(101,022)	101,022	-	-	-	-	-	-	-
Transfer from water & sewer operating fund to the water & sewer capital fund	-	-	(90,434)	90,434	-	-	-	-	-
Transfer from general capital fund to the general operating fund	7,303	(7,303)	-	-	-	-	-	-	-
Transfer from water and sewer capital fund to the water and sewer operating fund	-	-	-	-	-	-	-	-	-
Long-term debt principal repayment	(67,000)	67,000	-	-	-	-	-	-	-
Long-term debt principal repayment	-	-	(7,000)	7,000	-	-	-	-	-
Amortization expense	-	183,109	-	178,319	-	-	-	-	361,428
Provision for sick leave accrual	(8,045)	-	(2,155)	-	-	-	-	-	(10,200)
Change in amount recorded under PSA for defined benefit liability	(20,424)	-	(5,376)	-	-	-	-	-	(25,800)
Amount of funding for vested employee benefit liability	-	-	-	-	-	-	-	-	-
Amount of funding for defined benefit liability	-	-	-	-	-	-	-	-	-
Total adjustments to 2015 annual surplus (deficit)	(197,233)	343,828	(109,056)	275,753	-	-	-	-	313,292
2015 annual fund surplus (deficit) for PNB budgeting purposes	\$ 27,261	\$ 380,213	\$ (6,240)	\$ 97,434	\$ 596	\$ 1,693	\$ 222	\$ 2,240	\$ 503,419

VILLAGE OF BLACKS HARBOUR
Notes to the Consolidated Financial Statements
December 31, 2015

22. Statement of Reserves

	<u>General Operating Reserve</u>	<u>General Capital Reserve</u>	<u>Water & Sewer Operating Reserve</u>	<u>Water & Sewer Capital Reserve</u>	<u>2015 Total</u>	<u>2014 Total</u>
Assets						
Cash	\$ 20,476	\$ 58,093	\$ 7,609	\$ 76,886	\$ 163,064	\$ 161,506
Portfolio investments	45,086	127,917	16,754	169,299	359,056	355,533
Accrued interest receivable	189	539	71	713	1,512	1,842
	<u>\$ 65,751</u>	<u>\$ 186,549</u>	<u>\$ 24,434</u>	<u>\$ 246,898</u>	<u>\$ 523,632</u>	<u>\$ 518,881</u>
Accumulated Surplus	<u>\$ 65,751</u>	<u>\$ 186,549</u>	<u>\$ 24,434</u>	<u>\$ 246,898</u>	<u>\$ 523,632</u>	<u>\$ 518,881</u>
Revenue						
Other government transfers	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transfers from Utility and General Operating Funds						162,000
Interest	596	1,693	222	2,240	4,751	3,114
	<u>596</u>	<u>1,693</u>	<u>222</u>	<u>2,240</u>	<u>4,751</u>	<u>165,114</u>
Expenditures						
Transfers to Utility and General Operating Funds						19,500
Annual Surplus (Deficit)	<u>\$ 596</u>	<u>\$ 1,693</u>	<u>\$ 222</u>	<u>\$ 2,240</u>	<u>\$ 4,751</u>	<u>\$ 145,614</u>
Accumulated Surplus						
Beginning of year	65,155	184,856	24,212	244,658	518,881	373,267
End of year	<u>\$ 65,751</u>	<u>\$ 186,549</u>	<u>\$ 24,434</u>	<u>\$ 246,898</u>	<u>\$ 523,632</u>	<u>\$ 518,881</u>

The Water and Sewer Capital Reserve Fund includes replacement reserves totalling \$ 90,369 (2014 - \$ 89,550). The Village has complied with the total transfers required under the Canada/New Brunswick Infrastructure Program agreement and Canada/New Brunswick Municipal Rural Infrastructure Program agreement.

VILLAGE OF BLACKS HARBOUR
Notes to the Consolidated Financial Statements
December 31, 2015

23. Operating Budget to PSA Budget

	Operating Budget General	Operating Budget Water & Sewer	Amortization TCA	Controlled Entities	Transfers	Total
Revenue						
Property tax warrant	\$ 1,017,247	\$ -	\$ -	\$ -	\$ -	\$ 1,017,247
Community funding and equalization grant	173,926	-	-	-	-	173,926
Services provided to other governments	143,242	-	-	-	-	143,242
Sales of services	80,000	-	-	-	-	80,000
Other revenue from own sources	7,669	-	-	-	-	7,669
Unconditional transfers from other governments	4,500	-	-	-	-	4,500
Conditional transfers	-	-	-	-	-	-
Other transfers	-	-	-	-	-	-
Water and sewer fees	-	488,809	-	-	-	488,809
Interest	5,000	5,000	-	-	-	10,000
Surplus of second previous year	-	-	-	-	-	-
Transfer from the General Operating Reserve Fund to the General Operating Fund	12,387	-	-	-	(12,387)	-
	<u>1,443,971</u>	<u>493,809</u>	<u>-</u>	<u>-</u>	<u>(12,387)</u>	<u>1,925,393</u>
Expenditures						
General government services	249,911	-	7,262	-	2,546	259,719
Protective services	454,162	-	34,752	-	10,170	499,084
Transportation services	190,708	-	94,280	-	4,774	289,762
Environmental health services	56,000	-	-	-	-	56,000
Public health and welfare services	-	-	-	-	-	-
Environmental development services	83,260	-	11,064	-	505	94,829
Recreational and cultural services	316,890	-	35,751	-	-	352,641
Fiscal services						
- Long-term debt repayments	67,000	7,000	-	-	(74,000)	-
- Interest	17,995	17,967	-	-	(35,962)	-
- Discounts	-	10,000	-	-	(10,000)	-
- Deficit of second previous year	8,045	4,091	-	-	(12,136)	-
- Transfer from the General Operating Fund to the General Capital Fund	-	-	-	-	-	-
- Transfer from the Water & Sewer Operating Fund to the Water & Sewer Capital Fund	-	78,979	-	-	(78,979)	-
- Transfer from the Water & Sewer Operating Fund to the Water & Sewer Operating Reserve Fund	-	-	-	-	-	-
Water & sewer	-	375,772	178,319	-	27,967	582,058
	<u>1,443,971</u>	<u>493,809</u>	<u>361,428</u>	<u>-</u>	<u>(165,115)</u>	<u>2,134,093</u>
Surplus (Deficit)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (361,428)</u>	<u>\$ -</u>	<u>\$ 152,728</u>	<u>\$ (208,700)</u>

VILLAGE OF BLACKS HARBOUR
Notes to the Consolidated Financial Statements
December 31, 2015

24. Revenue and Expense Support

	2015		2014	
	(Unaudited)			
	Budget	Actual	Actual	
Revenue				
Services provided to other governments				
Province of New Brunswick				
Fire- Local service districts	\$ 140,542	\$ 140,424	\$ 146,741	
Forest fires	-	4,215	1,821	
Transportation	2,700	2,112	2,258	
	<u>\$ 143,242</u>	<u>\$ 146,751</u>	<u>\$ 150,820</u>	
Sales of services				
Recreational and cultural services				
Skating rink and arena	\$ 80,000	\$ 84,475	\$ 84,653	
Other revenue from own sources				
Licenses and permits	\$ 3,900	\$ 6,566	\$ 12,140	
Rentals - machinery and equipment	2,169	5,732	15,683	
Miscellaneous	1,600	4,224	7,267	
Contributions	-	240,344	8,236	
Loan loss recovery	-	15,303	-	
	<u>\$ 7,669</u>	<u>\$ 272,169</u>	<u>\$ 43,326</u>	
Unconditional transfers from other governments				
Municipal fine revenue sharing	\$ 4,500	\$ 4,483	\$ 4,450	
Conditional transfers				
Government of Canada				
Recreation and culture	-	3,148	1,500	
Province of New Brunswick				
Recreation and culture	-	9,511	-	
	<u>\$ -</u>	<u>\$ 12,659</u>	<u>\$ 1,500</u>	

VILLAGE OF BLACKS HARBOUR
Notes to the Consolidated Financial Statements
December 31, 2015

24. Revenue and Expense Support (continued)

	2015		2014
	(Unaudited)		
	Budget	Actual	Actual
Water and sewer fees			
Water and sewer user fees	\$ 437,909	\$ 441,059	\$ 438,228
Connection and service charges	900	920	645
Water supply for fire protection	50,000	50,000	50,000
	<u>\$ 488,809</u>	<u>\$ 491,979</u>	<u>\$ 488,873</u>
Expenditures			
General government services			
Legislative			
Mayor	\$ 7,895	\$ 7,315	\$ 7,997
Councillors	20,850	17,324	21,052
	<u>28,745</u>	<u>24,639</u>	<u>29,049</u>
Administrative			
Personnel	119,550	109,537	92,571
Other	24,450	21,436	21,862
Office building	17,600	16,778	16,296
Legal services	1,500	1,092	734
	<u>163,100</u>	<u>148,843</u>	<u>131,463</u>
Financial management			
Actuarial valuation	-	4,137	-
External audit	15,000	15,307	14,997
	<u>15,000</u>	<u>19,444</u>	<u>14,997</u>
Common services			
Training and development	2,000	2,244	668
Cost of assessment	12,662	12,662	12,153
Regional Service Commission	2,364	2,364	1,929
	<u>17,026</u>	<u>17,270</u>	<u>14,750</u>
Other			
Conventions and delegations	2,700	4,444	2,645
Liability insurance	11,830	13,752	11,960
Grants to organizations	2,500	550	2,500
Other general services	6,510	6,403	6,314
Bank service charges	2,500	747	697
Debenture issue	-	-	1,850
Amortization	7,262	7,262	7,262
Interest	2,546	2,594	5,514
	<u>35,848</u>	<u>35,752</u>	<u>38,742</u>
Total general government services	<u>\$ 259,719</u>	<u>\$ 245,948</u>	<u>\$ 229,001</u>

VILLAGE OF BLACKS HARBOUR
Notes to the Consolidated Financial Statements
December 31, 2015

24. Revenue and Expense Support (continued)

	2015		2014
	(Unaudited)		
	Budget	Actual	Actual
Protective services			
Fire			
Administration - personnel	\$ 16,714	\$ 16,970	\$ 16,949
Administration - other	5,030	3,346	3,547
Firefighting force - personnel	27,184	25,984	25,959
Firefighting force - other	25,325	23,573	16,078
Alarm systems	12,016	9,437	10,626
Investigation and prevention	1,000	1,338	1,866
Water cost	50,000	50,000	50,000
Training and development	4,000	5,947	3,937
Station	20,741	22,244	22,992
Fighting equipment	63,752	57,691	55,937
Amortization	34,752	34,752	31,510
Interest	10,170	10,145	14,222
	<u>270,684</u>	<u>261,427</u>	<u>253,623</u>
Police			
R.C.M.P. contract	193,675	193,675	194,109
	<u>4,050</u>	<u>1,048</u>	<u>1,716</u>
Emergency measures			
Other			
Building inspector	28,500	19,072	11,370
Animal control	2,175	264	220
	<u>30,675</u>	<u>19,336</u>	<u>11,590</u>
Total protective services	<u>\$ 499,084</u>	<u>\$ 475,486</u>	<u>\$ 461,038</u>
Transportation services			
Common services			
Personnel	\$ 51,050	\$ 48,688	\$ 35,875
Administration	4,157	6,158	4,605
General equipment	25,713	25,844	25,835
Workshop, yard and other buildings	5,900	5,261	6,722
	<u>86,820</u>	<u>85,951</u>	<u>73,037</u>
Road transport			
Roads and streets			
Summer maintenance			
Department of Transportation	1,640	1,640	1,640
Other	3,000	5,116	2,632
Culverts and drainage ditches	2,500	-	2,775
Street cleaning and flushing	500	939	-
Snow and ice removal			
Personnel	50,000	55,221	54,029
Other	10,000	10,930	7,981
Department of Transportation	5,348	5,348	5,348
	<u>72,988</u>	<u>79,194</u>	<u>74,405</u>

VILLAGE OF BLACKS HARBOUR
Notes to the Consolidated Financial Statements
December 31, 2015

24. Revenue and Expense Support (continued)

	2015		2014
	(Unaudited)		
	Budget	Actual	Actual
Street lighting	27,200	25,044	24,578
Traffic services	3,700	3,058	5,063
Amortization	94,280	94,280	83,842
Interest	4,774	4,696	6,006
	<u>129,954</u>	<u>127,078</u>	<u>119,489</u>
Total transportation services	<u>\$ 289,762</u>	<u>\$ 292,223</u>	<u>\$ 266,931</u>
Environmental health services			
Solid waste collection	\$ 31,000	\$ 31,970	\$ 29,540
Solid waste disposal	25,000	21,435	21,923
Total environmental health services	<u>\$ 56,000</u>	<u>\$ 53,405</u>	<u>\$ 51,463</u>
Environmental development services			
Environmental planning and zoning	\$ 13,050	\$ 8,813	\$ 7,305
Community development	23,900	11,373	8,265
Other environmental development services			
Tourism			
Tourist bureau	19,200	17,967	24,569
Camps and parks	15,200	5,423	1,484
Pea Point development	2,000	-	-
Other	9,910	7,008	8,035
Amortization	11,064	11,064	10,850
Interest	505	502	539
Total environmental development services	<u>\$ 94,829</u>	<u>\$ 62,150</u>	<u>\$ 61,047</u>
Recreation and cultural services			
Recreation			
Administration	\$ 6,500	\$ -	\$ -
Rink and arena			
Personnel	86,350	81,181	82,480
Other	146,465	155,612	141,045
Exhibitions and fairs	1,700	1,575	1,445
Parks and playgrounds			
Personnel	27,500	23,780	29,005
Other	5,960	3,768	2,247
Other recreation facilities			
Personnel	6,600	4,846	-
Other	22,650	152	287
Cultural			
Museums and libraries	4,565	1,210	1,862
Other recreation and cultural services	8,600	14,627	9,316
Provision for loss on accounts receivable	-	52	256
Amortization	35,751	35,751	32,728
Total recreation and cultural services	<u>\$ 352,641</u>	<u>\$ 322,554</u>	<u>\$ 300,671</u>

VILLAGE OF BLACKS HARBOUR
Notes to the Consolidated Financial Statements
December 31, 2015

24. Revenue and Expense Support (continued)

	2015		2014
	(Unaudited)		
	Budget	Actual	Actual
Water and Sewer			
Water supply			
Administration			
Personnel	\$ 17,655	\$ 16,676	\$ 16,805
Other	14,316	12,524	5,740
Purification and treatment	7,500	9,995	7,739
Transmission and distribution			
Personnel	42,125	42,885	39,009
Other	18,700	71,723	9,423
Power and pumping	23,935	3,304	3,577
Billing and collection			
Personnel	7,620	7,198	7,296
Other	500	789	526
Workshop and equipment	18,210	15,221	21,074
Discounts for early payment	5,000	5,057	2,178
Provision for loss on accounts receivable	-	948	303
Amortization	103,054	103,054	101,471
Interest	7,583	7,235	7,908
	<u>266,198</u>	<u>296,609</u>	<u>223,049</u>
Sewer collection and disposal			
Administration			
Personnel	17,655	16,676	16,805
Other	14,316	17,602	9,106
Sewage collection system			
Personnel	42,125	37,700	36,708
Other	1,000	-	916
Sewage lift stations	21,025	24,972	25,193
Sewage treatment and disposal	97,760	66,241	77,356
Billing and collection			
Personnel	7,620	7,198	7,296
Other	500	526	526
Workshop and equipment	23,210	15,721	20,410
Discounts for early payment	5,000	5,057	2,178
Provision for loss on accounts receivable	-	948	302
Amortization	75,265	75,265	73,545
Interest	10,384	10,037	10,527
	<u>315,860</u>	<u>277,943</u>	<u>280,868</u>
Total water and sewer	<u>\$ 582,058</u>	<u>\$ 574,552</u>	<u>\$ 503,917</u>