

HANWELL RURAL COMMUNITY
Consolidated Financial Statements
December 31, 2017

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AUDITORS' REPORT

TO HIS WORSHIP THE MAYOR AND MEMBERS OF THE COUNCIL

We have audited the accompanying consolidated financial statements of the HANWELL RURAL COMMUNITY, which comprise the consolidated statement of financial position as at December 31, 2017 and 2016 and the consolidated statements of changes in net assets, operations and accumulated surplus, and cash flows for the years then ended, and a summary of significant accounting policies and other explanatory information.

Management's responsibility for the consolidated financial statements

Management is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with Canadian public sector accounting standards, 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 auditors' judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditors consider 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 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 HANWELL RURAL COMMUNITY as at December 31, 2017 and 2016 and the results of its operations and its cash flows for the years then ended in accordance with Canadian generally accepted accounting principles.

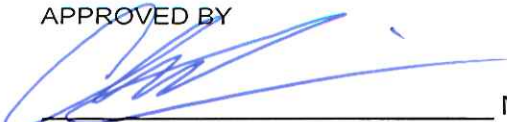
Daye Kelly & Associates
CHARTERED PROFESSIONAL ACCOUNTANTS

Fredericton, New Brunswick
February 28, 2018

HANWELL RURAL COMMUNITY
Consolidated Statement of Financial Position

December 31	2017	2016
FINANCIAL ASSETS		
Cash (Note 3)	\$1,637,146	\$1,153,735
Receivables (Note 4)	<u>355,554</u>	<u>150,575</u>
	<u>1,992,700</u>	<u>1,304,310</u>
LIABILITIES		
Accounts payable and accruals (Note 5)	75,386	33,824
Temporary financing (Note 6)	<u>1,167,448</u>	<u>-</u>
	<u>1,242,834</u>	<u>33,824</u>
NET ASSETS	<u>749,866</u>	<u>1,270,486</u>
NON-FINANCIAL ASSETS		
Tangible capital assets (Schedule C)	1,648,068	394,750
Prepaid	<u>2,171</u>	<u>1,257</u>
	<u>1,650,239</u>	<u>396,007</u>
ACCUMULATED SURPLUS	<u>\$2,400,105</u>	<u>\$1,666,493</u>
COMMITMENT (Note 8)		

APPROVED BY



Mayor



Clerk

HANWELL RURAL COMMUNITY**Consolidated Statement of Changes in Net Assets**

For the Year Ended December 31	2017	2016
Annual Surplus	\$ 733,612	\$ 839,024
Acquisition of tangible capital assets (Schedule C)	(1,310,228)	(328,207)
Proceeds on disposal of tangible capital assets	16,349	-
Amortization of tangible capital assets	37,001	27,380
Loss on disposal of tangible capital assets	<u>3,559</u>	<u>2,444</u>
	(519,707)	540,641
Acquisition of prepaid assets	<u>(913)</u>	<u>(1,257)</u>
Increase (decrease) in net assets	(520,620)	539,384
Net Assets - beginning of year	<u>1,270,486</u>	<u>731,102</u>
Net Assets - end of year	\$ 749,866	\$ 1,270,486

HANWELL RURAL COMMUNITY

Consolidated Statement of Operations

For the Year Ended December 31	2017	2017	2016
	Budget	Actual	Actual
REVENUE			
Warrant of assessment	\$1,701,629	\$1,701,629	\$1,556,248
Other revenue from own sources	20,200	50,908	134,036
Gas Tax Fund contributions	-	303,933	300,285
Community equalization	41,918	41,918	42,566
Other government grants	-	181,666	-
Contributions from the community	-	-	136,781
Interest	-	6,417	1,744
	<u>1,763,747</u>	<u>2,286,471</u>	<u>2,171,660</u>
EXPENDITURES			
General government services	445,739	458,490	405,884
Protective services	357,590	418,529	284,373
Transportation services	39,000	42,678	41,276
Environmental health services	292,856	302,086	292,502
Environmental development services	163,457	142,690	123,367
Recreation and cultural services	100,386	188,386	182,790
Loss on disposal of tangible capital assets	-	-	2,444
	<u>1,399,028</u>	<u>1,552,859</u>	<u>1,332,636</u>
ANNUAL SURPLUS	<u>\$ 364,719</u>	<u>733,612</u>	<u>839,024</u>
ACCUMULATED SURPLUS - BEGINNING OF YEAR		<u>1,666,493</u>	<u>827,469</u>
ACCUMULATED SURPLUS - END OF YEAR		<u>\$2,400,105</u>	<u>\$1,666,493</u>

HANWELL RURAL COMMUNITY**Consolidated Statement of Cash Flow**

For the Year Ended December 31	2017	2016
OPERATING TRANSACTIONS		
Annual surplus	\$ 733,612	\$ 839,024
Amortization of tangible capital assets	37,001	27,380
Change in receivables	(204,978)	(119,750)
Change in payables and accruals	41,561	(7,090)
Change in prepaid expenses	(913)	(1,257)
Loss on disposal of tangible capital assets	3,559	2,444
	<u>609,842</u>	<u>740,751</u>
CAPITAL TRANSACTIONS		
Acquisition of tangible capital assets	(1,310,228)	(328,207)
Proceeds on disposal of tangible capital assets	16,349	-
	<u>(1,293,879)</u>	<u>(328,207)</u>
FINANCING ACTIVITIES		
Proceeds of interim financing	<u>1,167,448</u>	<u>-</u>
INCREASE IN CASH	483,411	412,544
CASH - BEGINNING OF YEAR	<u>1,153,735</u>	<u>741,191</u>
CASH - END OF YEAR	<u>\$ 1,637,146</u>	<u>\$ 1,153,735</u>
REPRESENTED BY:		
Cash for operating	\$ 46,535	\$ (86,307)
Cash held in reserve	<u>1,590,611</u>	<u>1,240,042</u>
	<u>\$ 1,637,146</u>	<u>\$ 1,153,735</u>

Notes to Consolidated Financial Statements

December 31, 2017

1. PURPOSE OF THE ORGANIZATION

The Municipality was incorporated as a rural community by the Province of New Brunswick Municipalities Act on May 23, 2014. As a municipality, it is exempt from income tax under section 146(1)(c) of the Canadian Income Tax Act.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

The entities included in the consolidated financial statements are as follows: General Government Services, Protective Services, Transportation Services, Environmental Health Services, Environmental Development Services, Recreation and Cultural Services, and Fiscal Services.

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 the Minister of Local Government on January 19, 2017.

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.

Notes to Consolidated Financial Statements

December 31, 2017

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, accounts receivable, accounts payable, and temporary financing. Unless otherwise noted, it is management's opinion that the Municipality is not exposed to significant interest, currency or credit risks arising from these financial instruments. The fair value of the instruments approximate their carrying value, unless otherwise noted.

Cash and cash equivalents

Cash and cash equivalents include cash on hand and balances with a chartered bank.

Tangible capital assets

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

Asset type	Years
Leasehold improvements	3 years
Signs	10-15 years
Furniture and fixtures	3-5 years
Computer equipment	3-5 years
Automotive equipment	3-5 years
Walking trails, park and playground equipment	5-25 years
Pavement and parking lots	10-20 years
Buildings	40 years
Fire and emergency equipment	5 years
Land	N/A
Assets under construction	N/A

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:

Notes to Consolidated Financial Statements

December 31, 2017

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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, and civic relations.

Protective services

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

Transportation services

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

Environmental health services

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

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 parks and playgrounds and other recreational and cultural facilities.

3. CASH

	2017	2016
Restricted cash	\$1,590,611	\$1,240,042
Unrestricted cash	<u>46,535</u>	<u>(86,307)</u>
	<u>\$1,637,146</u>	<u>\$1,153,735</u>

Restricted cash consists of amounts held by the General Operating Reserve Fund (\$85,560), the General Capital Reserve Fund (\$500,206), and the Capital Fund (\$1,004,845). The amount in the Capital Fund is contributions received from the Gas Tax Fund, for future capital expenditures.

Notes to Consolidated Financial Statements

December 31, 2017

4. RECEIVABLES

	2017	2016
Province of New Brunswick	\$ 153,219	\$ 90,561
HST receivable	153,381	60,014
Funds held in Solicitor's Trust Account	48,954	-
	<u>\$ 355,554</u>	<u>\$ 150,575</u>

5. ACCOUNTS PAYABLE AND ACCRUALS

	2017	2016
Trade payables and accruals	\$ 60,786	\$ 26,724
Accrued benefits	14,600	7,100
	<u>\$ 75,386</u>	<u>\$ 33,824</u>

6. TEMPORARY FINANCING

The Municipality obtained temporary financing at prime plus 0.00% from BMO for the following projects.

	2017	2016
Fire station construction	\$1,025,022	\$ -
Playground (Canada 150 project)	142,426	-
	<u>\$1,167,448</u>	<u>\$ -</u>

This temporary financing was approved by the Province in advance of the start of construction of the fire station. The Playground project is 100% funded by a grant from the federal government, but on a claims made basis, so the Municipality obtained temporary financing to cover the period.

7. SHORT-TERM BORROWINGS COMPLIANCE

Operating borrowing

The Municipalities Act prescribes a limit to bank indebtedness of 4% of the current year's budget for the General Operating Fund. The Municipality is not within this limit.

Interfund borrowing

All interfund accounts at December 31, 2017 represent current year transactions and are in compliance with the policy established by the Department of Local Government.

December 31, 2017

8. COMMITMENT

The Municipality entered into a lease agreement with Combined Holdings Ltd. on July 29, 2014 for a period of 3 years, after which the lease reverted to a month to month contract. The lease is for office space for the Municipality. The Municipality also entered into a lease agreement with Ricoh Canada on October 27, 2014 for a period of 5 years. The lease is for office equipment for the Municipality.

Lease commitments are estimated at:

2018	\$	672
2019		672

9. RESERVE FUNDS

All transfers of funds in and out of Reserve Funds require a resolution of Council and the amount held in the Operating Reserve Funds shall not exceed 5% of the total expenditures that were budgeted for the previous fiscal year. The Municipality is in compliance with these requirements.

HANWELL RURAL COMMUNITY

General Operating Fund

Comparison of Revenue and Expenditures to Budget and Previous Year

For the Year Ended December 31	2017	2017	2016
	Budget	Actual	Actual
REVENUE			
Warrant of assessment	\$1,701,629	\$1,701,629	\$1,556,248
Other revenue from own sources	20,200	52,139	134,698
Community equalization	41,918	41,918	42,566
Surplus of second previous year	1,481	1,481	10,111
	<u>1,765,228</u>	<u>1,797,167</u>	<u>1,743,623</u>
EXPENDITURES			
General government services	445,739	410,397	378,243
Protective services	437,590	418,529	284,373
Transportation services	52,000	42,678	41,276
Environmental health services	292,856	302,086	292,502
Environmental development services	163,457	142,690	123,367
Recreation and cultural services	190,386	188,387	182,790
Fiscal services	183,200	241,359	408,801
	<u>1,765,228</u>	<u>1,746,126</u>	<u>1,711,352</u>
SURPLUS FOR THE YEAR	\$ -	\$ 51,041	\$ 32,271

HANWELL RURAL COMMUNITY

General Operating Fund

**Supplementary Schedule of
Comparison of Revenue and Expenditures to Budget and Previous Year**

For the Year Ended December 31	2017	2017	2016
	Budget	Actual	Actual
OTHER REVENUE FROM OWN SOURCES			
Building licenses and permits	\$ 20,000	\$ 42,273	\$ 124,499
Other	<u>200</u>	<u>9,866</u>	<u>10,199</u>
	\$ 20,200	\$ 52,139	\$ 134,698
EXPENSES			
GENERAL GOVERNMENT SERVICES			
Legislative			
Mayor	\$ 14,666	\$ 14,759	\$ 14,272
Councillors	55,784	55,511	50,750
Development seminars	4,000	1,494	2,449
Other legislative costs	<u>1,000</u>	<u>914</u>	<u>342</u>
	<u>75,450</u>	<u>72,678</u>	<u>67,813</u>
Administrative			
Salaries and benefits	157,778	146,185	129,108
Travel, training, meetings, and per diems	5,500	4,876	3,686
Advertising, communication, and promotion	21,000	18,048	6,269
Bond and liability insurance	12,500	9,402	9,329
Occupancy costs	33,000	29,578	30,261
Legal	<u>10,000</u>	<u>2,210</u>	<u>1,616</u>
	<u>239,778</u>	<u>210,299</u>	<u>180,269</u>
Financial management			
External audit	8,000	10,080	7,711
Cost of assessment	<u>95,761</u>	<u>95,761</u>	<u>93,014</u>
	<u>103,761</u>	<u>105,841</u>	<u>100,725</u>
Other general government services			
Office supplies	4,250	4,238	6,459
Telephone and internet	2,900	2,591	2,448
Computer support, subscriptions and maintenance	7,100	6,623	6,911
Grants, dues and fees	<u>12,500</u>	<u>8,127</u>	<u>13,618</u>
	<u>26,750</u>	<u>21,579</u>	<u>29,436</u>
	\$ 445,739	\$ 410,397	\$ 378,243
PROTECTIVE SERVICES			
Fire			
Administration	\$ 412,590	\$ 412,428	\$ 281,006
Force	<u>1,500</u>	<u>1,325</u>	<u>1,300</u>
	<u>414,090</u>	<u>413,753</u>	<u>282,306</u>
Emergency measures			
Sentinal Alarm licensing	<u>23,500</u>	<u>4,776</u>	<u>2,067</u>
	\$ 437,590	\$ 418,529	\$ 284,373

HANWELL RURAL COMMUNITY

General Operating Fund

**Supplementary Schedule of
Comparison of Revenue and Expenditures to Budget and Previous Year**

For the Year Ended December 31	2017 Budget	2017 Actual	2016 Actual
TRANSPORTATION SERVICES			
Street lighting	\$ 47,000	\$ 37,768	\$ 40,053
Street signs	<u>5,000</u>	<u>4,910</u>	<u>1,223</u>
	\$ 52,000	\$ 42,678	\$ 41,276
ENVIRONMENTAL HEALTH SERVICES			
Solid waste collection	\$ 125,900	\$ 131,039	\$ 128,003
Recycling collection	64,956	67,539	66,693
Tipping fees	<u>102,000</u>	<u>103,508</u>	<u>97,806</u>
	\$ 292,856	\$ 302,086	\$ 292,502
ENVIRONMENTAL DEVELOPMENT SERVICES			
Community development and rural planning	\$ 163,457	\$ 142,690	\$ 123,367
RECREATION AND CULTURAL SERVICES			
Community Development	\$ 1,000	\$ 442	\$ 2,962
Hanwell Days	8,000	7,409	12,484
Sports and recreation fees	143,386	143,386	143,385
Parks and playgrounds	33,000	33,422	19,792
Civic relations	<u>5,000</u>	<u>3,728</u>	<u>4,167</u>
	\$ 190,386	\$ 188,387	\$ 182,790
FISCAL SERVICES			
Interest on debt	\$ -	\$ 7,128	\$ -
Bank service charges	<u>200</u>	<u>408</u>	<u>262</u>
	200	7,536	262
Loss on disposal of assets	-	-	2,444
Transfer to own funds			
General Capital Reserve Fund	-	140,000	335,799
General Operating Reserve Fund	-	29,700	49,494
General Capital Fund (Capital Expenditures)	<u>183,000</u>	<u>64,123</u>	<u>20,802</u>
	\$ 183,200	\$ 241,359	\$ 408,801

HANWELL RURAL COMMUNITY

Tangible Capital Assets

For the Year Ended December 31

2017 2016

COST

Balance - beginning of year
 Add: Net additions during the year
 Less: Disposals during the year
BALANCE - END OF YEAR

Land	Leasehold Improvements	Signs	Furniture, and Fixtures	Fire Equipment	Computer Equipment
\$ 149,552	\$ 10,990	\$ 42,363	\$ 8,957	\$ 5,690	\$ 11,908
-	-	4,973	2,193	2,193	-
(19,909)	-	-	-	-	-
<u>129,643</u>	<u>10,990</u>	<u>47,336</u>	<u>11,150</u>	<u>7,883</u>	<u>11,908</u>

ACCUMULATED AMORTIZATION

Balance - beginning of year
 Add: Amortization during the year
BALANCE - END OF YEAR

-	9,158	8,060	3,132	758	4,698
-	<u>1,832</u>	<u>3,205</u>	<u>2,011</u>	<u>379</u>	<u>3,969</u>
-	<u>10,990</u>	<u>11,265</u>	<u>5,143</u>	<u>1,137</u>	<u>8,667</u>

NET BOOK VALUE OF

TANGIBLE CAPITAL ASSETS

\$ 129,643	\$ -	\$ 36,071	\$ 6,007	\$ 6,746	\$ 3,241
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COST

Balance - beginning of year
 Add: Net additions during the year
 Less: Disposals during the year
BALANCE - END OF YEAR

Buildings	Parks and Trails	Pavement and Parking Lots	Park Equipment	Emergency Equipment	Automotive Equipment	Total
\$ 39,463	\$ 108,036	\$ 18,991	\$ 5,432	\$ 2,089	\$ 31,458	\$ 434,929
1,092,106	22,889	-	185,874	-	-	1,310,228
-	-	-	-	-	-	(19,909)
<u>1,131,569</u>	<u>130,925</u>	<u>18,991</u>	<u>191,306</u>	<u>2,089</u>	<u>31,458</u>	<u>1,725,248</u>

ACCUMULATED AMORTIZATION

Balance - beginning of year
 Add: Amortization during the year
 Less: Accumulated amortization on disposals
BALANCE - END OF YEAR

\$ 643	\$ 5,402	\$ 950	\$ 1,086	\$ -	\$ 6,292	\$ 14,703
643	6,546	950	11,174	-	6,292	27,380
-	-	-	-	-	-	(1,904)
<u>1,286</u>	<u>11,948</u>	<u>1,900</u>	<u>12,260</u>	<u>-</u>	<u>12,584</u>	<u>40,179</u>

NET BOOK VALUE OF

TANGIBLE CAPITAL ASSETS

\$ 1,130,283	\$ 118,977	\$ 17,091	\$ 179,046	\$ 2,089	\$ 18,874	\$ 1,648,068
						\$ 394,750

Schedule D

HANWELL RURAL COMMUNITY

Schedule of Segment Disclosure

For the Year Ended December 31	2017					
	General Government Services	Protective Services	Transportation Services	Environmental Health	Environmental Development	Recreation and Culture
						Consolidated
REVENUES						
Warrant of assessment	\$ 606,278	\$ 421,824	\$ 50,127	\$ 282,305	\$ 157,568	\$ 1,701,629
Sale of service, fines and other fees	50,908	-	-	-	-	50,908
Community equalization	14,935	10,391	1,235	6,954	3,882	41,918
Other government transfers	-	-	-	-	-	485,599
Bank Interest	6,417	-	-	-	-	6,417
	<u>678,538</u>	<u>432,215</u>	<u>51,362</u>	<u>289,259</u>	<u>161,450</u>	<u>2,286,471</u>
EXPENDITURES						
Salaries and benefits	216,454	-	-	-	-	216,454
Goods and services	109,274	418,529	42,678	302,086	142,690	1,203,643
Amortization	11,017	379	-	-	-	37,001
Cost of assessment	95,761	-	-	-	-	95,761
	<u>432,506</u>	<u>418,908</u>	<u>42,678</u>	<u>302,086</u>	<u>142,690</u>	<u>1,552,859</u>
SURPLUS (DEFICIT) FOR THE YEAR	\$ 246,032	\$ 13,307	\$ 8,684	\$ (12,827)	\$ 18,760	\$ 459,656
						\$ 733,612

Schedule E

HANWELL RURAL COMMUNITY

Reconciliation of Annual Surplus

December 31, 2017

	General Operating Fund	General Capital Fund	General Capital Reserve	General Operating Reserve	Total
2017 Annual surplus	\$ 728,426	\$ 3,532	\$ 1,431	\$ 223	\$ 733,612
Adjustments to annual surplus for funding requirements					
Second previous year's surplus	1,481	-	-	-	1,481
Contributions from external sources	(485,604)	485,604	-	-	-
Transfers between the general capital reserve fund and the general capital fund	-	(16,350)	16,350	-	-
Transfers between the general operating fund and the general capital fund	(64,123)	64,123	-	-	-
Transfers between the general operating fund and the general operating reserve fund	(29,700)	-	-	29,700	-
Transfers between the general operating fund and the general capital reserve fund	(140,000)	-	140,000	-	-
Amortization expense	37,001	(37,001)	-	-	-
Loss on disposal of Tangible Capital Assets	3,560	(3,560)	-	-	-
Total adjustments to 2017 annual surplus (deficit)	(677,385)	492,816	156,350	29,700	1,481
2017 Annual fund surplus	\$ 51,041	\$ 496,348	\$ 157,781	\$ 29,923	\$ 735,093

HANWELL RURAL COMMUNITY

Statement of Reserves

For the Year Ended December 31	2017		2016	
	General Operating Reserve	General Capital Reserve	Total	Total
ASSETS				
Cash	\$ 85,560	\$ 500,206	\$ 585,766	\$ 399,465
Receivables	-	-	-	14,946
	<u>85,560</u>	<u>500,206</u>	<u>585,766</u>	<u>414,411</u>
LIABILITIES				
Due to Operating Fund	-	-	-	19,909
	<u>\$ 85,560</u>	<u>\$ 500,206</u>	<u>\$ 585,766</u>	<u>\$ 394,502</u>
ACCUMULATED SURPLUS	\$ 85,560	\$ 500,206	\$ 585,766	\$ 394,502
REVENUE				
Interest	\$ 223	\$ 1,431	\$ 1,654	\$ 45
Transfer from General Operating Fund	<u>29,700</u>	<u>140,000</u>	<u>169,700</u>	<u>385,293</u>
	<u>29,923</u>	<u>141,431</u>	<u>171,354</u>	<u>385,338</u>
EXPENDITURES				
Transfer to (from) General Capital Fund	<u>-</u>	<u>(19,909)</u>	<u>(19,909)</u>	<u>138,366</u>
SURPLUS FOR THE YEAR	\$ 29,923	\$ 161,340	\$ 191,263	\$ 246,972

RESOLUTION #20-12-2017 - December 13, 2017

Transfer \$29,700 from the General Operating Fund to the General Operating Reserve Fund.

RESOLUTION #22-12-2017 - December 13, 2017

Transfer \$140,000 from the General Capital Fund to the General Capital Reserve Fund.

SALE OF LAND - April 26, 2017

PID 75016337, original cost \$19,909 capitalized in the General Capital Fund transferred directly into the General Capital Reserve Fund upon sale of the asset, with the loss on disposal recorded in the General Operating Fund.

HANWELL RURAL COMMUNITY

General Operating Fund

Reconciliation of Budget to PSA Budget

December 31, 2017

	Operating Budget General	Tangible Capital Asset Additions	Transfers	Total
REVENUE				
Warrant of assessment	\$1,701,629	\$ -	\$ -	\$1,701,629
Other revenue from own sources	20,200	-	-	20,200
Community equalization	41,918	-	-	41,918
Surplus of second previous year	1,481	-	(1,481)	-
	<u>1,765,228</u>	<u>-</u>	<u>(1,481)</u>	<u>1,763,747</u>
EXPENDITURES				
General government services	445,739	-	-	445,739
Protective services	437,590	(80,000)	-	357,590
Transportation services	52,000	(13,000)	-	39,000
Environmental health services	292,856	-	-	292,856
Environmental development services	163,457	-	-	163,457
Recreational and cultural services	190,386	(90,000)	-	100,386
Fiscal services	183,200	-	(183,200)	-
	<u>1,765,228</u>	<u>(183,000)</u>	<u>(183,200)</u>	<u>1,399,028</u>
SURPLUS	\$ -	\$ 183,000	\$ 181,719	\$ 364,719