

**COMMUNITY OF CRAPAUD**  
**CONSOLIDATED FINANCIAL STATEMENTS**  
**DECEMBER 31, 2014**

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## INDEPENDENT AUDITOR'S REPORT

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### TO THE CHAIRPERSON AND MEMBERS OF COUNCIL

#### Report on the Consolidated Financial Statements

We have audited the accompanying consolidated financial statements of the Community of Crapaud, which comprise the consolidated statement of financial position as at December 31, 2014, and the consolidated statements of operations, changes in net debt and cash flow for the year 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 generally accepted accounting principles for local governments, as recommended by the Public Sector Accounting Board, 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 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 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 the Community of Crapaud as at December 31, 2014 and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles for local governments, as recommended by the Public Sector Accounting Board.

*MRSB Chartered Accountants*

CHARLOTTETOWN, P.E.I.

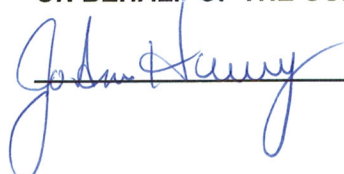
MARCH 26, 2015


**COMMUNITY OF CRAPAUD**  
**CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**DECEMBER 31, 2014**

	2014	2013
<b>Financial Assets</b>		
Cash and cash equivalents		
Unrestricted	\$ 371,076	\$ 370,913
Restricted	244,395	172,173
Accounts receivable	73,594	220,875
	<u>689,065</u>	<u>763,961</u>
<b>Liabilities</b>		
Accounts payable and accrued liabilities	18,978	150,075
Deferred revenue - Note 3	244,395	172,173
Long term debt - Note 4	611,073	666,310
	<u>874,446</u>	<u>988,558</u>
<b>Net Debt - Statement 3</b>	<u>(185,381)</u>	<u>(224,597)</u>
<b>Non-Financial Assets</b>		
Tangible capital assets - Schedule 1	3,670,302	3,661,976
Prepaid expenses	13,584	12,089
Land held for resale	6,605	-
	<u>3,690,491</u>	<u>3,674,065</u>
<b>Accumulated Surplus</b>	<u>\$ 3,505,110</u>	<u>\$ 3,449,468</u>
<b>Municipal Position</b>		
Accumulated surplus - Statement 2	<u>\$ 3,505,110</u>	<u>\$ 3,449,468</u>

(Notes 1 to 13 are an integral part of these consolidated financial statements)

**ON BEHALF OF THE COMMUNITY COUNCIL:**

 Chairperson

 Councilor



**COMMUNITY OF CRAPAUD  
CONSOLIDATED STATEMENT OF OPERATIONS  
YEAR ENDED DECEMBER 31, 2014**

	<i>Budget 2014</i>	<i>Actual 2014</i>	<i>Actual 2013</i>
<b>Revenue</b>			
General - Schedule 2	\$ 316,320	\$ 301,015	\$ 297,667
Sewerage - Schedule 5	80,897	83,067	82,546
Water - Schedule 6	21,608	21,795	16,290
	<u>418,825</u>	<u>405,877</u>	<u>396,503</u>
<b>Expenditures</b>			
General - Schedule 2	338,899	296,854	279,271
Sewerage- Schedule 5	80,968	85,932	80,450
Water - Schedule 6	30,039	27,667	20,871
	<u>449,906</u>	<u>410,453</u>	<u>380,592</u>
<b>Net Revenue (Expenditures) From Operations</b>	(31,081)	(4,576)	15,911
<b>Other and Transfers</b>			
Government transfers for capital - Note 6	30,000	60,218	282,215
<b>Change in Fund Balances</b>	<u>\$ (1,081)</u>	55,642	298,126
<b>Accumulated Surplus - Beginning of Year</b>		<u>3,449,468</u>	<u>3,151,342</u>
<b>Accumulated Surplus - End of Year - Note 7</b>		<u>\$ 3,505,110</u>	<u>\$ 3,449,468</u>
<b>Change in Fund Balances</b>			
General - Schedule 2		\$ 36,102	\$ 105,464
Sewerage - Schedule 5		7,972	197,243
Water - Schedule 6		<u>11,568</u>	<u>(4,581)</u>
		<u>\$ 55,642</u>	<u>\$ 298,126</u>

**COMMUNITY OF CRAPAUD**  
**CONSOLIDATED STATEMENT OF CHANGES IN NET DEBT**  
**YEAR ENDED DECEMBER 31, 2014**

	2014	2013
<i>Change in fund balances</i>	\$ 55,642	\$ 298,126
<i>Amortization of tangible capital assets</i>	116,645	104,064
<i>Purchase of tangible capital assets, net of adjustments</i>	(129,353)	(305,375)
<i>Reallocation of land held for resale</i>	4,383	-
<i>(Increase) decrease in prepaid expenses</i>	(1,496)	4,722
<i>Increase in land held for resale</i>	(6,605)	-
<b>Decrease in Net Debt</b>	<b>39,216</b>	<b>101,537</b>
<b>Net Debt - Beginning of Year</b>	<b>(224,597)</b>	<b>(326,134)</b>
<b>Net Debt - End of Year</b>	<b>\$ (185,381)</b>	<b>\$ (224,597)</b>

**COMMUNITY OF CRAPAUD  
CONSOLIDATED STATEMENT OF CASH FLOW  
YEAR ENDED DECEMBER 31, 2014**

	2014	2013
<b>Cash Flows From Operating Activities</b>		
Change in fund balances	\$ 55,642	\$ 298,126
Amortization of tangible capital assets	116,645	104,064
(Increase) decrease in accounts receivable	147,281	(87,452)
(Increase) decrease in prepaid expenses	(1,495)	4,722
Increase (decrease) in accounts payable and accrued liabilities	(131,098)	59,947
Increase (decrease) in deferred revenue	72,222	(17,600)
Increase in land held for resale	(6,605)	-
	<u>252,592</u>	<u>361,807</u>
<b>Cash Flows From Capital Activities</b>		
Purchase of tangible capital assets, net of cost adjustment	(129,353)	(305,375)
Increase of land held for resale	4,383	-
	<u>(124,970)</u>	<u>(305,375)</u>
<b>Cash Flows From Financing Activities</b>		
Repayment of long term debt	(55,237)	(55,098)
Proceeds from long term debt	-	13,677
	<u>(55,237)</u>	<u>(41,421)</u>
<b>Increase in Cash and Cash Equivalents</b>	72,385	15,011
<b>Cash and Cash Equivalents - Beginning of Year</b>	543,086	528,075
<b>Cash and Cash Equivalents - End of Year</b>	<u>\$ 615,471</u>	<u>\$ 543,086</u>
<b>Cash and Cash Equivalents Consists of:</b>		
Unrestricted	\$ 371,076	\$ 370,913
Restricted	244,395	172,173
	<u>\$ 615,471</u>	<u>\$ 543,086</u>



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**COMMUNITY OF CRAPAUD  
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
DECEMBER 31, 2014**

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## **1. Description of Business**

The Community of Crapaud ("the Community") is incorporated under the Municipalities Act of Prince Edward Island. The Community is a non-profit organization under the Income Tax Act.

## **2. Significant Accounting Policies**

### **Basis of Preparation**

The consolidated financial statements of the Community of Crapaud are the representations of management prepared in accordance with generally accepted accounting principles for local governments established by the Public Sector Accounting Board (PSAB) of the Canadian Institute of Chartered Professional Accountants.

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. Expenditures are recognized as they are incurred and measurable based upon receipt of goods or services and/or the legal obligation to pay.

Funds from external parties and earnings thereon restricted by agreement or legislation are accounted for as deferred revenue until used for the purpose specified.

Government transfers, contributions and other amounts are received from third parties pursuant to legislation, regulation or agreement and may only be used for certain programs and in the completion of specific work. In addition, certain user charges and fees are collected for which the related services have yet to be performed. Revenue is recognized in the period when the related expenditures are incurred, services are performed or the tangible capital assets are acquired.

### **Basis of Consolidation**

The consolidated financial statements for the Community of Crapaud reflect the assets, liabilities, revenues, expenditures, change in net debt and change in financial position of the Community. The Community is comprised of the municipal operations plus all of the organizations that are owned or controlled by the Community and are, therefore, accountable to the Community Council for the administration of their financial affairs and resources. Included with the municipality are the following:

Community of Crapaud  
Water and Sewerage Corporation

### **Cash and Cash Equivalents**

Cash and cash equivalents comprises cash on hand, cash in banks and short-term investments.

### **Accounts Receivable**

Accounts receivable arise from water and sewer dues, funding agreements, and Harmonized Sales Tax receivable. An allowance for bad debts has been calculated through discussions with management, assessment of the other circumstances influencing the collectibility of amounts and using historical loss experience. Amounts deemed non-collectible are written off and deducted from the carrying value of the receivable. Amounts subsequently recovered from accounts previously written off are credited to the allowance account in the period of recovery.

**COMMUNITY OF CRAPAUD**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**DECEMBER 31, 2014**

**2. Significant Accounting Policies (cont'd)**

**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, less residual value, of the tangible capital assets is amortized on a straight-line basis over the estimated useful lives as follows:

*General:*

Buildings	2.5%
Fire vehicles	6.67%
Equipment	10.0%
Electronic equipment	25.0%

*Sewer and water:*

Sewerage system	1.2%
Sewerage equipment	5.0%
Water system	1.2%
Wells and springs	1.2%

Full amount of the annual amortization is charged in the year of acquisition. Assets under construction are not amortized until the asset is available for productive use. No amortization is recorded in the year of disposal.

Equipment, furniture, software, buildings and improvements with a cost in excess of \$500 and an estimated useful life of two years or more are capitalized at cost.

All costs associated with placing an asset in service, including freight, installation costs, site preparation costs, alterations, and professional fees are included in the capitalized cost.

Interest expense on capital debt incurred during the construction or renovation of an asset is included in the capitalized value. No interest was capitalized during the period, or the preceding period.

**Land Held for Resale**

Land held for resale is recorded at the lower of cost or net realizable value. Costs include costs for land acquisition and improvements required to prepare land for servicing. Related development costs incurred to provide infrastructure are recorded as physical assets under the respective function.

**Government Transfers**

Government transfers are the transfer of assets from senior levels of government that are not the result of an exchange transaction, are not expected to be repaid in the future, or the result of a direct financial return.

Government transfers are recognized in the consolidated financial statements as revenue in the period in which events giving rise to the transfer occur, providing the transfers are authorized, any eligibility criteria have been met and reasonable estimates on the amounts can be determined.



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**COMMUNITY OF CRAPAUD**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**DECEMBER 31, 2014**

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**2. Significant Accounting Policies (cont'd)**

**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 normal course of operations. The change in non-financial assets during the year, together with the annual surplus, provides the consolidated change in net debt for the year.

**Revenue Recognition**

The Community follows the deferral method of accounting for contributions. Restricted contributions are recognized as revenue in the year in which the related expenditures are incurred. Unrestricted contributions are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

**Financial Instruments**

Financial instruments are recorded at fair value when acquired or issued. In subsequent periods, financial assets with actively traded markets are reported at fair value, with any unrealized gains and losses reported in income. All other financial instruments are reported at amortized cost, and tested for impairment at each reporting date. Transaction costs on the acquisition, sale, or issue of financial instruments that are subsequently measured at amortized cost are shown as an adjustment to the carrying value of the related financial instrument.

**Use of Estimates**

The presentation of the consolidated financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amount of assets and liabilities at the date of the consolidated financial statements and the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from management's best estimates as additional information becomes available in the future. The following are areas in which management makes significant accounting estimates:

- The amounts recorded for amortization of tangible capital assets on the statement of operations is subject to management's assessment of the estimated useful life of the Community's tangible capital assets; and
- The recognized amounts of potential claims and liabilities depend on management's assessment of future costs and the probability these events will occur.

**COMMUNITY OF CRAPAUD**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**DECEMBER 31, 2014**

**3. Deferred Revenue**

	2014	2013
Deferred revenue - beginning of year	\$ 172,173	\$ 189,772
Allocation received during the year	100,000	75,000
Eligible expenditures incurred	(30,278)	(92,599)
Other funding	2,500	-
	<u>\$ 244,395</u>	<u>\$ 172,173</u>
Deferred revenue - end of year	<u>\$ 244,395</u>	<u>\$ 172,173</u>

Under the New Deal Gas Tax Funding for Incorporated Communities and the New Deal for Cities & Communities, the Community is allocated \$100,000 per year for fiscal years ending March 31, 2015 - 2019. These funds, along with interest earned, must be used for eligible infrastructure and capacity building projects. The Community must prepare, and the government regulating body must accept, a Capital Investment Plan which details determined expenditures by April 3, 2015. Any funds received under this program, including interest earned, but not yet spent are recognized as deferred revenue at the end of the year.

During the year, the Community received Gas Tax funding of \$100,000 and incurred eligible expenditures of \$30,278.

**4. Long Term Debt**

**General**

Bank of Nova Scotia - prime; repayable in monthly principal installments of \$2,431 plus interest. The loan is renewable on July 21, 2015, is amortized to 2019, and is secured by a borrowing resolution and a fire truck with a carrying value of \$216,232.

\$ 104,501    \$ 133,673

**Sewer Utility**

Bank of Nova Scotia - prime plus 0.25%; repayable in monthly principal installments of \$1,559 plus interest. The loan is renewable on December 1, 2015, is amortized to 2035, and is secured by a borrowing resolution.

392,218    410,926

Bank of Nova Scotia - 5.5%; repayable in monthly blended installments of \$447. The loan is renewable on January 4, 2016, is amortized to 2026, and is secured by a borrowing resolution.

45,210    48,005

CMHC - 10%; repayable in annual blended installments of \$2,225. The loan matures on June 1, 2017.

5,784    5,653

443,212    464,584

**COMMUNITY OF CRAPAUD**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**DECEMBER 31, 2014**

**4. Long Term Debt (cont'd)**

**2014                      2013**

**Water Utility**

*Bank of Nova Scotia - prime; repayable in monthly principal installments of \$391 plus interest. The loan is renewable on June 30, 2015, is amortized to 2028, and is secured by a borrowing resolution.*

63,360	68,053
\$ 611,073	\$ 666,310

*Principal portion of long term debt is expected to be repaid over the next five years as follows:*

	General	Sewer	Water	Total
2015	\$ 29,172	\$ 23,599	\$ 4,693	\$ 57,464
2016	29,172	23,668	4,693	57,533
2017	29,172	24,008	4,693	57,873
2018	16,985	22,189	4,693	43,867
2019	-	22,385	4,693	27,078

**5. Government Transfers for Operations**

**General**

*Provincial equalization grant*  
*Provincial wage grants*  
*Sponsorships of Community events*

\$ 26,013	\$ 25,755
11,968	6,723
600	600
\$ 38,581	\$ 33,078



**COMMUNITY OF CRAPAUD**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**DECEMBER 31, 2014**

**6. Government Transfers for Capital**

	2014	2013
<b>General</b>		
Provincial infrastructure funding	\$ 17,711	\$ 27,000
Rural Development PEI - Island Community Fund	9,493	-
New Deals Gas Tax	6,108	-
Federal funding	<u>(1,371)</u>	<u>60,068</u>
	<u>31,941</u>	<u>87,068</u>
<b>Sewer Utility</b>		
New Deals Gas Tax	6,782	92,599
Build Canada Fund	<u>4,055</u>	<u>102,548</u>
	<u>10,837</u>	<u>195,147</u>
<b>Water Utility</b>		
New Deals Gas Tax	<u>17,440</u>	<u>-</u>
	<u>\$ 60,218</u>	<u>\$ 282,215</u>

**7. Accumulated Surplus**

Accumulated surplus consists of restricted and unrestricted amounts and equity in tangible capital assets as follows:

Unrestricted surplus	\$ 334,284	\$ 335,917
Reserve funds - Note 8	111,597	117,885
Equity in tangible capital assets - Note 9	<u>3,059,229</u>	<u>2,995,666</u>
	<u>\$ 3,505,110</u>	<u>\$ 3,449,468</u>

**8. Reserve Funds**

Balance - beginning of year	\$ 117,885	\$ 102,050
Allocation to (from) fire reserve	<u>(6,288)</u>	<u>15,835</u>
Balance - end of year	<u>\$ 111,597</u>	<u>\$ 117,885</u>

**COMMUNITY OF CRAPAUD**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**DECEMBER 31, 2014**

**9. Equity in Tangible Capital Assets**

	2014	2013
Tangible capital assets - Schedule 1	\$ 4,772,758	\$ 4,647,788
Accumulated amortization - Schedule 1	(1,102,456)	(985,812)
Long term debt - Note 4	(611,073)	(666,310)
	<u>\$ 3,059,229</u>	<u>\$ 2,995,666</u>

**10. Budget Figures**

A reconciliation of the 2014 fiscal operating budget prepared by Council to the budget figures disclosed in the consolidated financial statements is as follows:

	2014
Community of Crapaud budgeted annual deficit	\$ (4,579)
Community of Crapaud Water Utility annual deficit	(8,431)
Community of Crapaud Sewer Utility annual deficit	(71)
Add: net transfer to reserve fund	<u>12,000</u>
	<u>\$ (1,081)</u>

The columns presented as budget on the statement of operations and the attached schedules were not subject to audit or review by the external auditor.

**11. Financial Instruments**

The Community's financial instruments consist of cash and cash equivalents, accounts receivable, accounts payable and accrued liabilities and long term debt.

The Community is exposed to various risks through its financial instruments and has a comprehensive risk management framework to monitor, evaluate and manage these risks. The following analysis provides information about the Community's risk exposure and concentration as of December 31, 2014.

**Credit risk**

Credit risk arises from the potential that a counter party will fail to perform its obligations. The Community is exposed to credit risk from customers. In order to reduce its credit risk, the Community conducts regular reviews of its existing customers' credit performance. An allowance for doubtful accounts is established based upon factors surrounding the credit risk of specific accounts, historical trends and other information. The Community has a significant number of customers which minimizes concentration of credit risk

**Interest rate risk**

Interest rate risk is the risk that the value of a financial instrument might be adversely affected by a change in the interest rates. In seeking to minimize the risks from interest rate fluctuations, the Community manages exposure through its normal operating and financing activities. The Community is exposed to interest rate risk primarily through its floating interest rate credit facilities.



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**COMMUNITY OF CRAPAUD  
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
DECEMBER 31, 2014**

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**12. Rate Regulation**

*The Community of Crapaud is subject to rate regulation on the sewer and water utilities provided to residents in Prince Edward Island under the Island Regulatory & Appeals Commissions Act. The purpose of this Act, which is administered by the Island Regulatory & Appeals Commission (IRAC), is to regulate the rate municipalities may charge for sewer and water utilities provided to residents within Prince Edward Island and to ensure at all times a just and reasonable price for sewer and water services.*

*Utility rates and charges are fixed and determined in accordance with the generally accepted public utility practices after taking into consideration local conditions and circumstances. Municipalities may apply for changes to sewer utility rates with IRAC. The commission will review these requests and adjust the price accordingly.*

**13. Prior Year Figures**

*Prior year figures were audited by another firm of Chartered Professional Accountants.*

*Certain of the prior year figures have been reclassified to conform to current year consolidated financial statement presentation.*

**COMMUNITY OF CRAPAUD**  
**SCHEDULES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**TANGIBLE CAPITAL ASSETS**  
**YEAR ENDED DECEMBER 31, 2014**

	Cost beginning of year	Additions	Disposals/ adjustments	Cost end of year	Amort in year	Accum amort	NBV 2014	NBV 2013
<b>Schedule 1</b>								
<b>General</b>								
Land	\$ 576,307	\$ -	\$ 4,383	\$ 571,924	\$ -	\$ -	\$ 571,924	\$ 576,307
Buildings	747,988	29,168	-	777,156	19,429	326,266	450,890	441,151
Fire vehicles	689,489	-	-	689,489	45,983	367,265	322,224	368,207
Equipment	192,714	91,139	-	283,853	21,695	142,413	141,440	71,996
Electronic equipment	1,873	1,257	-	3,130	314	2,187	943	-
	<b>\$ 2,208,371</b>	<b>\$ 121,564</b>	<b>\$ 4,383</b>	<b>\$ 2,325,552</b>	<b>\$ 87,421</b>	<b>\$ 838,131</b>	<b>\$ 1,487,421</b>	<b>\$ 1,457,661</b>
<b>Sewer and water</b>								
Lagoon	\$ 2,693	\$ -	\$ -	\$ 2,693	\$ -	\$ -	\$ 2,693	\$ 2,693
Sewerage system	2,161,040	6,630	22,755	2,144,915	25,755	221,830	1,923,085	1,964,965
Sewerage equipment	13,628	-	-	13,628	37	12,937	691	728
Water system	110,039	17,440	-	127,479	1,529	24,008	103,471	87,560
Wells and springs	152,017	6,474	-	158,491	1,902	5,550	152,941	148,369
	<b>\$ 2,439,417</b>	<b>\$ 30,544</b>	<b>\$ 22,755</b>	<b>\$ 2,447,206</b>	<b>\$ 29,223</b>	<b>\$ 264,325</b>	<b>\$ 2,182,881</b>	<b>\$ 2,204,315</b>
<b>Total tangible capital assets</b>	<b>\$ 4,647,788</b>	<b>\$ 152,108</b>	<b>\$ 27,138</b>	<b>\$ 4,772,758</b>	<b>\$ 116,644</b>	<b>\$ 1,102,456</b>	<b>\$ 3,670,302</b>	<b>\$ 3,661,976</b>

**COMMUNITY OF CRAPAUD**  
**SCHEDULES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**SCHEDULE OF OPERATIONS - GENERAL ACCOUNT**  
**YEAR ENDED DECEMBER 31, 2014**

	<i>Schedule 2</i>		
	<i>Budget 2014</i>	<i>Actual 2014</i>	<i>Actual 2013</i>
<b>Revenue</b>			
Fire dues	\$ 150,000	\$ 136,930	\$ 150,625
Real property tax	98,805	90,983	89,515
Government transfers for operations - Note 5	33,515	38,581	33,078
Rent	33,000	32,620	22,220
Other	-	1,525	1,377
Interest	1,000	376	852
	<u>316,320</u>	<u>301,015</u>	<u>297,667</u>
<b>Expenditures</b>			
Fire Protection - Schedule 3	148,715	143,218	141,382
General Government - Schedule 3	100,539	98,097	78,180
Medical and Professional Centre - Schedule 4	60,695	39,983	39,837
Parks and Public Property - Schedule 4	9,500	4,176	9,183
Recreation - Schedule 4	3,500	2,235	1,941
Streets - Schedule 4	15,950	9,145	8,748
	<u>338,899</u>	<u>296,854</u>	<u>279,271</u>
<b>Net Revenue (Expenditures) From Operations</b>	<u>(22,579)</u>	<u>4,161</u>	<u>18,396</u>
<b>Other and Transfers</b>			
Government transfers for capital - Note 6	30,000	31,941	87,068
<b>Change in Fund Balance</b>	<u>\$ 7,421</u>	<u>\$ 36,102</u>	<u>\$ 105,464</u>



**COMMUNITY OF CRAPAUD**  
**SCHEDULES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**SCHEDULE OF EXPENDITURES - GENERAL ACCOUNT**  
**YEAR ENDED DECEMBER 31, 2014**

## Schedule 3

	Budget 2014	Actual 2014	Actual 2013
<b>Fire Protection</b>			
Amortization of tangible capital assets	\$ 57,000	\$ 67,975	\$ 55,790
Gas and oil	2,000	2,546	1,574
Honorariums	27,500	27,272	24,617
Insurance - firemen	315	1,150	1,150
Insurance - trucks	8,500	7,268	7,307
Interest and bank charges	100	51	37
Interest on long term debt	3,200	3,603	4,478
Office and postage	6,500	4,853	4,297
Repairs and maintenance	10,000	6,468	17,894
Telephone and radio	4,100	3,177	4,060
Training and mileage	4,500	2,360	3,696
	<b>123,715</b>	<b>126,723</b>	<b>124,900</b>
Transfers:			
Expenses allocated from medical and professional centre	25,000	16,495	16,482
	<b>\$ 148,715</b>	<b>\$ 143,218</b>	<b>\$ 141,382</b>
<b>General Government</b>			
Advertising	\$ 3,100	\$ 3,215	\$ 1,441
Amortization of tangible capital assets	7,500	7,741	5,647
Bug control	2,135	1,940	1,940
Dues	985	940	793
Fire protection	10,285	10,285	9,350
Honorariums	13,200	11,810	6,600
Interest and bank charges	525	377	110
Liability insurance	11,600	9,815	9,685
Office and postage	3,000	3,346	2,207
Professional fees	12,000	12,335	10,491
Property tax	6,000	5,264	5,613
Telephone	2,500	1,702	2,062
Travel and meetings	2,000	465	1,219
Wages and wage levies	31,500	36,539	26,473
	<b>106,330</b>	<b>105,774</b>	<b>83,631</b>
Transfers:			
Expenses allocated from medical and professional centre	3,500	2,356	2,355
Expenses allocated to sewerage and water	(9,291)	(10,033)	(7,806)
	<b>\$ 100,539</b>	<b>\$ 98,097</b>	<b>\$ 78,180</b>

**COMMUNITY OF CRAPAUD**  
**SCHEDULES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**SCHEDULE OF EXPENDITURES - GENERAL ACCOUNT**  
**YEAR ENDED DECEMBER 31, 2014**

## Schedule 4

	<i>Budget 2014</i>	<i>Actual 2014</i>	<i>Actual 2013</i>
<b>Medical and Professional Centre</b>			
Amortization of tangible capital assets	\$ 12,000	\$ 11,705	\$ 11,583
Electricity	12,500	11,686	11,456
Garbage collection	1,750	1,444	2,882
Heat	12,500	10,628	10,932
Improvements to library and pharmacy	20,000	-	-
Insurance	8,750	8,681	8,503
Repairs and maintenance	13,000	4,172	4,880
Snow removal and grass cutting	6,000	7,823	5,742
Taxes and sewerage utility	2,695	2,695	2,696
	<b>89,195</b>	<b>58,834</b>	<b>58,674</b>
Transfers:			
Expenses allocated to fire protection	(25,000)	(16,495)	(16,482)
Expenses allocated to general government	(3,500)	(2,356)	(2,355)
	<b>\$ 60,695</b>	<b>\$ 39,983</b>	<b>\$ 39,837</b>
 <b>Parks and Public Property</b>			
Mileage	\$ 600	\$ 575	\$ -
Property taxes	400	473	355
Repairs and improvements	8,500	3,128	8,828
	<b>\$ 9,500</b>	<b>\$ 4,176</b>	<b>\$ 9,183</b>
 <b>Recreation</b>			
Festivity supplies	\$ 2,500	\$ 1,735	\$ 1,941
Sponsorships	1,000	500	-
	<b>\$ 3,500</b>	<b>\$ 2,235</b>	<b>\$ 1,941</b>
 <b>Streets</b>			
Street lights	\$ 15,950	\$ 9,145	\$ 8,748



**COMMUNITY OF CRAPAUD**  
**SCHEDULES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**SCHEDULE OF OPERATIONS - SEWERAGE ACCOUNT**  
**YEAR ENDED DECEMBER 31, 2014**

	Schedule 5		
	Budget 2014	Actual 2014	Actual 2013
<b>Revenue</b>			
Flat rate revenues	\$ 78,097	\$ 78,097	\$ 78,097
Interest	2,800	4,970	4,449
	<u>80,897</u>	<u>83,067</u>	<u>82,546</u>
<b>Expenditures</b>			
General:			
Interest and bank charges	200	131	157
Miscellaneous	200	452	174
Professional fees	3,000	13,842	-
Regulatory commission	1,103	1,103	1,103
	<u>4,503</u>	<u>15,528</u>	<u>1,434</u>
Operating:			
Operator fee	8,000	7,046	8,081
Repairs and maintenance	10,500	4,330	10,019
Utilities	11,500	8,221	11,162
	<u>30,000</u>	<u>19,597</u>	<u>29,262</u>
Other:			
Amortization of tangible capital assets	30,000	25,793	27,899
Interest on long term debt	11,000	17,991	16,391
	<u>41,000</u>	<u>43,784</u>	<u>44,290</u>
<b>Subtotal Expenditures</b>	<b>75,503</b>	<b>78,909</b>	<b>74,986</b>
Allocation from general government	5,465	7,023	5,464
<b>Total Expenditures</b>	<b>80,968</b>	<b>85,932</b>	<b>80,450</b>
<b>Net Revenue (Expenditures) From Operations</b>	<b>(71)</b>	<b>(2,865)</b>	<b>2,096</b>
<b>Other and Transfers</b>			
Government transfers for capital - Note 6	-	10,837	195,147
<b>Change in Fund Balance</b>	<b>\$ (71)</b>	<b>\$ 7,972</b>	<b>\$ 197,243</b>

**COMMUNITY OF CRAPAUD**  
**SCHEDULES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**SCHEDULE OF OPERATIONS - WATER ACCOUNT**  
**YEAR ENDED DECEMBER 31, 2014**

	Schedule 6		
	Budget 2014	Actual 2014	Actual 2013
<b>Revenue</b>			
Flat rate revenues	\$ 21,508	\$ 21,508	\$ 16,131
Interest	100	287	159
	<u>21,608</u>	<u>21,795</u>	<u>16,290</u>
<b>Expenditures</b>			
General:			
Interest and bank charges	50	62	43
Office supplies	-	32	-
Operator fee	6,600	7,265	3,316
Operator's insurance	127	-	-
Professional fees	-	3,921	-
Snow removal and grass cutting	150	-	-
Travel	900	-	-
	<u>7,827</u>	<u>11,280</u>	<u>3,359</u>
Operating:			
Repairs and maintenance	11,000	6,101	7,615
Utilities	2,441	1,864	2,515
	<u>13,441</u>	<u>7,965</u>	<u>10,130</u>
Other:			
Amortization of tangible capital assets	3,145	3,432	3,145
Interest on long term debt	1,800	1,980	1,895
	<u>4,945</u>	<u>5,412</u>	<u>5,040</u>
<b>Subtotal Expenditures</b>	<u>26,213</u>	<u>24,657</u>	<u>18,529</u>
Allocation from general government	3,826	3,010	2,342
<b>Total Expenditures</b>	<u>30,039</u>	<u>27,667</u>	<u>20,871</u>
<b>Net Revenue (Expenditures) From Operations</b>	<u>(8,431)</u>	<u>(5,872)</u>	<u>(4,581)</u>
<b>Other and Transfers</b>			
Government transfers for capital - Note 6	-	17,440	-
<b>Change in Fund Balance</b>	<u>\$ (8,431)</u>	<u>\$ 11,568</u>	<u>\$ (4,581)</u>