

Community Government of Whati
Financial Statements
March 31, 2013

Community Government of Whatì Contents

For the year ended March 31, 2013

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Management's Responsibility

To the Members of Community Government of Whati:

The accompanying financial statements of Community Government of Whati are the responsibility of management and have been approved by the Chief and Council.

Management is responsible for the preparation and presentation of the accompanying financial statements, including responsibility for significant accounting judgments and estimates in accordance with Canadian generally accepted accounting principles. This responsibility includes selecting appropriate accounting principles and methods, and making decisions affecting the measurement of transactions in which objective judgment is required.

In discharging its responsibilities for the integrity and fairness of the financial statements, management designs and maintains the necessary accounting systems and related internal controls to provide reasonable assurance that transactions are authorized, assets are safeguarded and financial records are properly maintained to provide reliable information for the preparation of financial statements.

The Community Government of Whati Council is responsible for overseeing management in the performance of its financial reporting responsibilities, and for approving the financial statements. The Council fulfils these responsibilities by reviewing the financial information prepared by management and discussing relevant matters with management and external auditors. The Council is also responsible for recommending the appointment of the Community's external auditors.

MNP LLP, an independent firm of Chartered Accountants, is appointed by the members to audit the financial statements and report directly to them; their report follows. The external auditors have full and free access to, and meet periodically and separately with, both the Chief and Council and management to discuss their audit findings.

July 8, 2013

Senior
Administrative
Officer

Independent Auditors' Report

To the Members of Community Government of Whatì:

We have audited the accompanying financial statements of Community Government of Whatì which comprise the statement of financial position as at March 31, 2013 and the statements of operations and accumulated surplus, changes in net financial assets and 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 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 financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, 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 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 financial statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinion.

Basis for Qualified Opinion

The Community derives revenue from the general public in the form of cash receipts and incurs related cash expenses. Due to insufficient internal control procedures, the completeness of these transactions are not susceptible to satisfactory audit verification. Accordingly, our verification of these revenue and expenses were limited to the amounts recorded in the records of the Community and we were unable to determine if further adjustments were required.

The Community was not able to provide reasonable estimates on future reclamation costs associated with the restorations of the landfill and solid waste landfill. We were unable to satisfy ourselves concerning those reclamation liabilities by alternative means. Since reclamation liabilities enter into the determination of the results of operations, we were unable to determine whether adjustments to expenditures for the year might be necessary.

Qualified Opinion

In our opinion, except for the possible effects of the matters described in the Basis for Qualified Opinion paragraphs, the financial statements present fairly, in all material respects, the financial position of the Community Government of Whatì as at March 31, 2013 and the results of its operations, changes in net financial assets and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Grande Prairie, Alberta

July 8, 2013

MNP LLP

Community Government of Whati

Statement of Financial Position

As at March 31, 2013

	2013	2012
Financial assets		
Cash resources <i>(Note 2)</i>	340,391	355,997
Trades and other receivables	141,073	2,027,978
Restricted deposits <i>(Note 4)</i>	3,642,807	1,357,410
Assets available for sale	-	14,384
Total financial assets	4,124,271	3,755,769
Liabilities		
Accounts payable and accrued liabilities <i>(Note 5)</i>	539,947	158,366
Deferred revenue <i>(Note 6)</i>	3,283,752	3,396,265
Capital lease obligation <i>(Note 7)</i>	8,390	19,667
Total liabilities	3,832,089	3,574,298
Net financial assets	292,182	181,471
Contingencies <i>(Note 9)</i>		
Non-financial assets		
Tangible capital assets <i>(Note 10) (Schedule 1)</i>	9,272,419	8,727,048
Inventories held for use <i>(Note 11)</i>	390,178	-
Prepaid expenses	20,285	-
Total non-financial assets	9,682,882	8,727,048
Accumulated surplus <i>(Note 13)</i>	9,975,064	8,908,519
Approved on behalf of Council		
_____	Chief	_____ Councillor

Community Government of Whati Statement of Operations and Accumulated Surplus

For the year ended March 31, 2013

	2013 <i>Budget</i>	2013	2012
Revenue			
Government transfers (Note 14)	2,069,890	3,084,752	3,186,343
Contract revenue	142,104	142,104	138,000
Other revenue	632,720	667,525	478,973
Deferred revenue opening	-	3,396,265	2,787,305
Deferred revenue closing	-	(3,283,752)	(3,396,265)
Water and sewer - local government charges	187,000	254,110	177,559
Water and sewer - residential	82,000	69,541	81,004
Water and sewer - commercial and industrial	5,500	3,718	5,408
	3,119,214	4,334,263	3,458,327
Expenses			
General Government Services	727,059	670,617	762,104
Protective Services	56,744	73,759	69,114
Water and Sewage Services	797,368	886,465	691,640
Transportation and Public Works Services	320,800	428,646	414,480
Environmental and Public Health Services	77,315	15,958	6,405
Land Development	105,766	63,615	51,091
Recreation and Community Services	684,038	857,681	712,520
Contract Services	138,952	256,593	211,377
	2,908,042	3,253,334	2,918,731
Excess of revenue over expenses before other items	211,172	1,080,929	539,596
Other items			
Gain (loss) on disposal of assets available for sale	-	(14,384)	-
	211,172	1,066,545	539,596
Excess of revenue over expenses	211,172	1,066,545	539,596
Accumulated surplus, beginning of year	8,908,519	8,908,519	8,368,923
	9,119,691	9,975,064	8,908,519
Accumulated surplus, end of year	9,119,691	9,975,064	8,908,519

The accompanying notes are an integral part of these financial statements

Community Government of Whati
Statement of Change in Net Financial Assets

For the year ended March 31, 2013

	2013 Budget	2013	2012
Excess of revenue over expenses	211,172	1,066,545	539,596
Purchases of tangible capital assets	-	(1,003,650)	(288,089)
Amortization of tangible capital assets	-	458,278	403,645
(Gain) loss on disposal of assets available for sale	-	14,384	-
Reclassification of assets available for sale	-	(14,384)	14,384
	-	(545,372)	129,940
Acquisition of prepaid expenses	-	(20,285)	-
Acquisition of inventory	-	(390,177)	-
	-	(410,462)	-
Increase in net financial assets	211,172	110,711	669,536
Net financial assets (net debt), beginning of year	181,471	181,471	(488,065)
Net financial assets, end of year	392,643	292,182	181,471

The accompanying notes are an integral part of these financial statements

Community Government of Whati
Statement of Cash Flows
For the year ended March 31, 2013

	2013	2012
Net inflow (outflow) of cash related to the following activities:		
Operating activities		
Excess of revenue over expenses	1,066,545	539,596
Amortization	458,278	403,645
(Gain) loss on disposal of assets available for sale	14,384	-
	1,539,207	943,241
Net changes in operations		(504,802)
Trades and other receivables	1,886,905	-
Prepaid expenses	(20,285)	-
Inventory	(390,177)	-
Accounts payable and accrued liabilities	381,581	(128,203)
Deferred revenue	(112,513)	608,960
	3,284,718	919,196
Financing activities		
Repayment of capital lease obligation	(11,277)	(9,854)
Capital activities		
Purchases of tangible capital assets	(1,003,650)	(288,089)
Increase in cash resources	2,269,791	621,253
Cash resources, beginning of year	1,713,407	1,092,154
Cash resources, end of year	3,983,198	1,713,407
Cash resources are composed of:		
Cash	340,391	355,997
Restricted deposits	3,642,807	1,357,410
	3,983,198	1,713,407
Supplementary cash flow information		
Interest paid	4,177	16,303
Interest received	23,394	4,878

The accompanying notes are an integral part of these financial statements

1. Significant accounting policies

The consolidated financial statements of the Community are prepared in accordance with Canadian Public Sector accounting standards established by the Public Sector Accounting Board of the Canadian Institute of Chartered Accountants, except the following:

Landfill and solid waste landfill

The Community is required to fund the closure of its landfill solid waste site and provide for post-closure care of the facility. Closure and post-closure activities include the final clay cover, landscaping, as well as surface and ground water monitoring, control, and visual inspection. The requirement has not been satisfied as described in Note 8.

The Community has applied the following significant accounting policies in accordance with Canadian public sector accounting standards:

Reporting entity

The financial statements reflect the assets, liabilities, revenue and expenses, changes in net financial assets (net debt) and change in financial position of the reporting entity. This entity 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 Council for administration of their financial affairs and resources.

The Community received significant funding from the Government of the Northwest Territories in the form of operating grants and capital grants. Administration is of the opinion that discontinuance of funding would significantly disrupt operations.

Basis of accounting

The financial statements are prepared using the accrual basis of accounting. The accrual basis of accounting records revenue as it is earned, measurable and reasonably collectible. Expenses are recognized as they are incurred and measurable based upon receipt of goods and services and/or the legal obligation to pay.

Revenue recognition

Funding

Revenue is recognized as it becomes receivable under the terms of applicable funding agreements. Funding received under funding arrangements that relate to a subsequent fiscal period are reflected as deferred revenue on the statement of financial position in the year of receipt.

Government transfers

The Community recognizes a government transfer as revenue when the transfer is authorized and all eligibility criteria, if any, have been met. A government transfer with stipulations giving rise to an obligation that meets the definition of a liability is recognized as a liability. In such circumstances, the Community recognizes revenue as the liability is settled. Transfers of non-depreciable assets are recognized in revenue when received or receivable.

Use of estimates

The preparation of financial statements in conformity with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenue and expenditures during the reporting period. Where measurement uncertainty exists, the financial statements have been prepared within reasonable limits of materiality. Actual results could differ from those estimates.

Accounts receivable are stated after evaluation as to their collectability and an appropriate allowance for doubtful accounts is provided where considered necessary. Provisions are made for slow moving and obsolete inventory. Amortization is based on the estimated useful lives of tangible capital assets.

1. **Significant accounting policies** *(Continued from previous page)*

Cash resources

Cash resources includes balances with banks and short-term investments with maturities of three months or less. Cash subject to restrictions that prevent its use for current purposes is included in restricted cash.

Impairment of long-lived assets

The Community reviews its long-lived assets for impairment on a regular basis or whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. Recoverability is assessed by comparing the carrying amount to the projected future net cash flows the long-lived assets are expected to generate. No impairment has been identified and, thus, no impairment loss has been recognized in these financial statements.

Pension expenditures

Contributions for current and past service pension benefits are recorded as expenses in the year in which they become due.

Government transfers

Government transfers are the transfer of monetary assets or tangible capital assets from a government for which the senior level of government making the transfer does not:

- receive any goods or services directly in return; or
- expected to be repaid in future; or
- expect a direct financial return.

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

1. Significant accounting policies *(Continued from previous page)*

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 excess of revenue over expenses, provides the consolidated change in net financial assets for the year.

i. 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 life. One-half of the annual amortization is charged in the year of acquisition. Assets under construction are not amortized until the asset is available for production use. Amortization rates are as follows:

	Rate
Land Improvements	15-25 years
Buildings	25-50 years
Engineered structures - Water and wastewater system	30-45 years
Engineered structures - Roadway systems	25-75 years
Machinery and equipment	3-20 years
Vehicles	10 years

ii. Contributions of tangible capital assets

Tangible capital assets received as contributions are recorded at fair value at the date of receipt and also are recorded as revenue.

iii. Inventory

Inventories held for use are recorded at the lower of cost and replacement cost.

iv. Prepaid expenses

Prepaid expenses include insurance costs incurred which will be expensed in the following fiscal year, and pre-payments on goods and services which will be utilized in the following fiscal year.

Leases

Leases are classified as capital or operating leases. Leases which transfer substantially all the benefits and risks incidental to ownership of property are accounted for as capital leases. All other leases are accounted for as operating leases and the related lease payments are charged to expenses as incurred.

Segments

The Community conducts its business through 8 (8 in 2012) of reportable segments: General government services, Protective services, Water and sewer, Transportation and public works, Environmental and public health services, Land development, Recreation and community services and Contract services. These operating segments are established by senior management to facilitate the achievement of the Community's long-term objectives to aid in resource allocation decisions, and to assess operational performance.

For each reported segment, revenue and expenses represent both amounts that are directly attributable to the segment and amounts that are allocated on a reasonable basis. Therefore, certain allocation methodologies are employed in the preparation of segmented financial information. Administration fees have been apportioned based on a percentage of budgeted revenue, where permitted by the funder.

The accounting policies used in these segments are consistent with those followed in the preparation of the consolidated financial statements as disclosed in the Significant Accounting Policies.

Community Government of Whati
Notes to the Financial Statements
For the year ended March 31, 2013

1. **Significant accounting policies** (Continued from previous page)

Recent accounting pronouncements

Liability for contaminated sites

In June 2010, the Public Sector Accounting Board (PSAB) issued PS 3260 *Liability for Contaminated Sites* to establish recognition, measurement and disclosure standards for liabilities associated with the remediation of contaminated sites. The new section defines activities included in a liability for remediation, establishes when to recognize and how to measure a liability for remediation, and provides the related financial statement presentation and disclosure requirements.

PS 3260 is effective for fiscal years beginning on or after April 1, 2014. The Community has not yet determined the effect of the new section in its financial statements.

Financial instruments

In June 2011, the Public Sector Accounting Board (PSAB) issued PS 3450 *Financial Instruments* to establish standards for recognition, measurement, presentation and disclosure of financial assets, financial liabilities and non-financial derivatives. As a result of issuance of PS 3450, there have been numerous consequential amendments made to other Sections. PS 3450 is effective for governments for fiscal years beginning on or after April 1, 2015. Earlier adoption is permitted.

PS 3450 is applied prospectively in the fiscal year of initial adoption; therefore, financial statements of prior periods, including comparative information, are not restated. The Community has not yet determined the effect of these new standards on its financial statements.

2. **Cash resources**

	2013	2012
Cash on hand	-	4,304
General bank account	340,391	351,693
	340,391	355,997

3. **Trades and other receivables**

	2013	2012
Trade/Other	75,947	1,047,447
GNWT - MACA	79,752	882,060
Water and Sewage	29,853	46,813
GST	66,732	174,880
	252,284	2,151,200
Less: Allowance for doubtful accounts	111,211	123,222
	141,073	2,027,978

Community Government of Whatì

Notes to the Financial Statements

For the year ended March 31, 2013

4. Restricted/Reserve deposits

	<i>2013 Deferred Revenue and Reserve</i>	<i>2013 Restricted Deposit</i>	<i>2013 Receivable</i>	<i>2013 Deposit Surplus (Deficiency)</i>
Building Canada Plan	929,985	929,985	-	-
Federal Gas Tax	313,752	560,908	-	247,156
Community Public Infrastructure	1,983,206	2,151,914	-	168,708
Mini Hydro Study	56,809	-	-	(56,809)
	3,283,752	3,642,807	-	359,055
Asset Replacement Reserve	35,718	-	-	(35,718)
	3,319,470	3,642,807	-	323,337

In 2012 total deferred revenue and reserve was \$3,431,983, restricted deposit was \$1,357,410, receivables was \$1,712,443 and the deposit deficiency was \$362,130.

Sufficient funds must be deposited into separate bank accounts to correspond with the respective restricted balances. Interest earned on these accounts are deposited into the appropriate restricted bank account. As of March 31, 2013, the community has excess cash in their restricted funding accounts.

Restricted deposits bear interest between 0.65% - 1.35% in 2013 (0 - 0.25% in 2012).

5. Accounts payable and accrued liabilities

	<i>2013</i>	<i>2012</i>
GNWT payable	11,800	16,560
Trade accounts payable	516,772	108,144
Wages and benefits payable	11,375	33,662
	539,947	158,366

6. Deferred revenue

	<i>2013</i>	<i>2012</i>
Community Public Infrastructure	1,983,206	1,815,018
Mini Hydro Study - NWT Power Corporation	56,809	56,809
Building Canada Plan	929,985	924,633
Federal Gas Tax	313,752	588,880
Local Government Administrator Project	-	10,925
	3,283,752	3,396,265

Community Government of Whati
Notes to the Financial Statements
For the year ended March 31, 2013

7. Capital lease obligation

	2013	2012
MCAP lease obligation bearing interest at 13.56% payable in monthly instalments of \$1,105, due 2014, with radio equipment pledged as collateral with a net book value of \$23,975 (\$28,770 - 2012)	8,390	19,667

Principal and interest payments are as follows:

	Principal	Interest	Total
2014	8,390	431	8,821

Interest on capital lease obligation amounted to \$1,983 (\$3,406 in 2012).

8. Landfill and solid waste landfill

The total liability to close the landfill and solid waste landfill can not be reasonably estimated at this time due to the uncertainty of the future costs. When the costs can be reasonably estimated a liability will be accrued to record the future cost.

9. Commitments and contingencies

Insurance

The Community Government participates in the Northwest Territories Association of Municipalities insurance programs. Under these programs the Community Government is insured for property, automotive and liability. Under the terms of memberships, the Community could become liable for its proportionate share of any claim losses in excess of the funds held by the exchange. Any liability incurred would be accounted for as a current transaction in the year the loss are determined.

Lease agreements.

The Community Government has entered into various lease agreements with estimated minimum annual payments as follows:

2014	\$45,387
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10. Tangible capital assets

The tangible capital assets reconciliation is included in Schedule 1.

11. Inventories held for use

Inventories held for use are recorded at the lower of cost and replacement cost. Inventory held at year end consisted of crushed gravel to be used for future road upgrades and repairs.

Community Government of Whati
Notes to the Financial Statements
For the year ended March 31, 2013

12. Equity in tangible capital assets

	2013	2012
Tangible capital assets (Schedule 1)	15,256,496	14,252,846
Accumulated amortization (Schedule 1)	(5,984,077)	(5,525,798)
Capital lease obligation (Note 7)	(8,390)	(19,667)
	9,264,029	8,707,381

13. Accumulated surplus

Accumulated surplus (deficit) consists of restricted amounts and equity in tangible capital assets as follows:

	2013	2012
Unrestricted surplus	609,196	126,476
Water and sewage operations	135,149	78,888
Land development	(69,028)	(39,944)
Equity in tangible capital assets	9,264,029	8,707,381
Asset replacement reserve	35,718	35,718
	9,975,064	8,908,519

14. Government Transfers

	2013	2012
Operating Transfers - MACA		
Operating and Maintenance Funding	1,441,999	1,425,000
Water and Sewer Funding	523,000	518,393
Sport, Recreation and Youth Contributions	47,888	48,285
Land Administration	8,552	8,379
Property tax grant	13,751	7,020
Interim SAO reimbursement	-	29,894
SAO Training	-	100,000
	2,035,190	2,136,971
Capital Transfers		
Gas Tax - Federal	261,562	261,562
Community Public Infrastructure - MACA	788,000	787,810
	1,049,562	1,049,372
	3,084,752	3,186,343

15. Northern employee benefits services

Employees of the Community Government of Whati participate in the Northern Employee Benefits Services. The plan services about 2006 people (1948 in 2012) and 81 employers (86 in 2012). It is financed by employer and employee contributions and investment earnings of the Northern Employee Benefits Services fund.

The Community Government of Whati is required to make current service contributions to the plan of 8% of pensionable earnings up to \$152,719 (\$149,869 in 2012), and 0% for the excess.

The current service contributions by the Community Government of Whati of the Northern Employee Benefits Services in 2013 were \$44,095 (2012 in \$33,975). Total current service contributions by the employees of the Community in 2013 were \$44,095 (\$33,975 in 2012).

At January 1, 2013 the Plan disclosed an actuarial deficiency of \$4,219,000 (\$3,765,000 in 2012) on a going concern basis and \$60,675,400 (\$58,142,800 in 2012) on a solvency valuation basis. The solvency ratio used is 62.3% (60% in 2012).

16. Economic dependence

Community Government of Whati receives substantially all of its revenue from the Minister of Municipal and Community Affairs (MACA) as a result of treaties entered into with the Government of Canada. This act is administered by MACA under the terms and conditions of the Tlicho Community Government Act. The ability of the Community to continue operations is dependent upon the Government of Canada's continued financial commitments.

17. Approval of financial statements

Council and Management have approved these financial statements.

18. Budget information

The disclosed budget information has been approved by the Chief and Council on August 20, 2012.

Community Government of Whati
Schedule 1 - Schedule of Tangible Capital Assets

For the year ended March 31, 2013

	<i>Land Improvements</i>	<i>Buildings</i>	<i>Engineering Structure</i>	<i>Machinery and Equipment</i>	<i>Vehicles</i>	<i>2013</i>	<i>2012</i>
Cost							
Balance, beginning of year	231,741	9,633,766	1,740,945	2,470,622	175,772	14,252,846	14,036,677
Acquisition of tangible capital assets	77,574	274,279	126,584	489,500	35,713	1,003,650	288,089
Reclassification of assets available for sale	-	-	-	-	-	-	(71,920)
Balance, end of year	309,315	9,908,045	1,867,529	2,960,122	211,485	15,256,496	14,252,846
Accumulated amortization							
Balance, beginning of year	54,127	3,040,363	704,001	1,690,551	36,756	5,525,798	5,179,689
Annual amortization	14,650	192,863	41,459	188,158	21,149	458,279	403,645
Reclassification of accumulated amortization on assets available for sale	-	-	-	-	-	-	(57,536)
Balance, end of year	68,777	3,233,226	745,460	1,878,709	57,905	5,984,077	5,525,798
Net book value of tangible capital assets	240,538	6,674,819	1,122,069	1,081,413	153,580	9,272,419	8,727,048
Net book value of tangible capital assets 2012	177,614	6,593,403	1,036,944	780,071	139,016	8,727,048	

Community Government of Whati
General Government Services
Schedule 2 - Schedule of Revenue and Expenses

For the year ended March 31, 2013

	<i>2013 Budget</i>	<i>2013</i>	<i>2012</i>
Revenue			
Government transfers	1,491,999	1,441,999	1,554,894
Other revenue	155,760	150,365	126,706
Deferred revenue opening	-	10,925	-
Deferred revenue closing	-	-	(10,925)
	1,647,759	1,603,289	1,670,675
Expenses			
Administration (departmental charges)	(133,287)	(168,862)	(104,442)
Advertising	2,000	-	-
Amortization	-	86,574	61,120
Audit and legal fees	35,000	34,202	40,113
Bad debt (recovery)	-	(12,011)	58,489
Bank and interest charges	6,500	4,177	16,303
Building O & M	10,000	13,042	9,731
Building rent	14,400	14,486	21,600
Business travel and expense	50,000	32,242	46,597
Chief and council expenses	90,000	122,489	67,410
Communications	10,000	8,707	6,684
Community donations	2,500	2,231	-
Community events	15,000	-	-
Contracted services	35,000	53,880	128,001
Electricity	23,000	28,490	23,638
Equipment O & M	1,000	4,273	5,932
Equipment fuel	2,000	547	53
Equipment rental	5,000	1,838	5,205
Freight	5,000	6,942	2,965
Grants to groups	15,000	650	9,841
Heating fuel	10,000	9,809	11,224
Honoraria	-	1,200	900
Insurance	20,718	29,373	21,177
Material and supplies	10,000	5,022	4,945
Miscellaneous	5,000	12,084	3,814
Office equipment and supplies	29,000	34,345	30,592
Salaries and benefits	438,228	327,088	278,465
Staff training	25,000	9,127	-
Translation services	1,000	300	3,363
Water and sewage	-	8,372	8,384
	727,059	670,617	762,104
Excess of revenue over expenses	920,700	932,672	908,571

Community Government of Whati
Protective Services
Schedule 3 - Schedule of Revenue and Expenses
For the year ended March 31, 2013

	2013 Budget	2013	2012
Revenue			
Other revenue	7,000	9,025	5,750
Expenses			
Amortization	-	28,671	28,671
Building O & M	1,000	3,454	3,493
Business travel and expense	1,500	526	-
Communications	6,500	6,402	5,810
Contracted services	1,000	2,250	1,950
Electricity	6,000	6,581	5,898
Equipment O & M	2,000	-	-
Equipment fuel	700	502	381
Freight	500	-	176
Heating fuel	8,500	10,698	11,953
Insurance	8,879	7,332	8,252
Material and supplies	1,000	285	73
Miscellaneous	500	824	-
Rent	-	44	-
Salaries and benefits	16,165	5,687	2,390
Staff training	2,500	462	-
Water and sewage	-	41	67
	56,744	73,759	69,114
Deficiency of revenue over expenses	(49,744)	(64,734)	(63,364)

Community Government of Whati
Water and Sewage Services
Schedule 4 - Schedule of Revenue and Expenses
For the year ended March 31, 2013

	<i>2013 Budget</i>	<i>2013</i>	<i>2012</i>
Revenue			
Government transfers	523,000	523,000	518,393
Other revenue	200	2,799	24,088
Water and sewer - commercial and industrial	5,500	3,718	5,408
Water and sewer - local government charges	187,000	254,110	177,559
Water and sewer - residential	82,000	69,541	81,004
	797,700	853,168	806,452
Expenses			
Administration	158,287	197,702	109,818
Amortization	-	89,558	64,371
Audit and legal fees	10,000	-	-
Building O & M	5,000	5,501	2,524
Business travel and expense	1,000	-	-
Communications	3,000	4,904	2,435
Contracted services	2,000	745	1,238
Electricity	25,000	29,487	23,770
Equipment O & M	15,000	37,647	20,151
Equipment fuel	38,000	51,342	43,419
Freight	4,000	4,241	4,381
Heating fuel	35,000	27,600	38,345
Insurance	14,799	13,708	14,096
Material and supplies	21,000	10,560	5,302
Miscellaneous	5,500	-	-
Office equipment and supplies	5,000	10,143	6,400
Salaries and benefits	454,782	401,166	354,292
Staff training	-	600	-
Water and sewage	-	1,561	1,098
	797,368	886,465	691,640
Excess (deficiency) of revenue over expenses	332	(33,297)	114,812

Community Government of Whati
Transportation and Public Works Services
Schedule 5 - Schedule of Expenses
For the year ended March 31, 2013

	<i>2013 Budget</i>	<i>2013</i>	<i>2012</i>
Revenue			
Other revenue	32,760	22,036	-
Expenses			
Administration	(25,000)	(25,200)	-
Amortization	-	99,610	99,210
Building O & M	2,000	2,842	2,357
Business travel and expense	6,000	1,571	4,644
Communications	4,000	5,040	4,058
Electricity	44,000	43,545	43,781
Equipment O & M	23,000	22,359	34,511
Equipment fuel	50,000	37,684	40,681
Freight	4,000	2,475	5,052
Heating fuel	12,000	17,487	15,008
Insurance	16,772	15,193	15,146
Material and supplies	21,000	23,782	12,011
Miscellaneous	10,000	-	-
Salaries and benefits	151,028	181,881	137,848
Staff training	2,000	-	-
Water and sewage	-	377	173
	320,800	428,646	414,480
Deficiency of revenue over expenses before other items	(288,040)	(406,610)	(414,480)
Other items			
Gain (loss) on disposal of assets held for sale	-	(14,384)	-
Deficiency of revenue over expenses	(288,040)	(420,994)	(414,480)

Community Government of Whati
Environmental and Public Health Services
Schedule 6 - Schedule of Expenses
For the year ended March 31, 2013

	<i>2013 Budget</i>	<i>2013</i>	<i>2012</i>
Expenses			
Equipment O & M	4,000	208	-
Equipment fuel	5,000	2,826	1,526
Insurance	1,973	1,140	1,140
Material and supplies	1,000	-	-
Salaries and benefits	65,342	11,784	3,739
Total expenses	77,315	15,958	6,405

Community Government of Whati
Land Development
Schedule 7 - Schedule of Revenue and Expenses
For the year ended March 31, 2013

	<i>2013 Budget</i>	<i>2013</i>	<i>2012</i>
Revenue			
Government transfers	20,891	22,303	15,399
Other revenue	26,000	12,228	50
	46,891	34,531	15,449
Expenses			
Contracted services	-	3,951	-
Miscellaneous	41,943	1,412	-
Salaries and benefits	63,823	57,059	51,091
Staff training	-	1,193	-
	105,766	63,615	51,091
Deficiency of revenue over expenses	(58,875)	(29,084)	(35,642)

Community Government of Whati
Recreation and Community Services
Schedule 8 - Schedule of Revenue and Expenses
For the year ended March 31, 2013

	2013 Budget	2013	2012
Revenue			
Government transfers	34,000	47,888	48,285
Other revenue	411,000	447,679	322,379
	445,000	495,567	370,664
Expenses			
Amortization	-	153,866	150,273
Building O & M	16,000	10,484	32,664
Business travel and expense	4,000	4,361	3,291
Communications	5,000	6,783	5,867
Community donations	-	-	1,827
Community events	202,500	182,822	131,267
Electricity	54,000	71,120	57,378
Equipment O & M	3,000	182	307
Equipment fuel	800	198	625
Freight	25,500	10,123	24,205
Grants to groups	15,000	8,683	14,072
Heating fuel	34,000	62,265	49,064
Insurance	20,718	36,893	35,852
Material and supplies	107,500	104,510	64,906
Miscellaneous	1,500	375	1,160
Office equipment and supplies	8,500	9,323	7,957
Salaries and benefits	183,020	184,935	122,787
Staff training	3,000	630	-
Water and sewage	-	10,128	9,018
	684,038	857,681	712,520
Deficiency of revenue over expenses	(239,038)	(362,114)	(341,856)

Community Government of Whati
Contract Services
Schedule 9 - Schedule of Revenue and Expenses
For the year ended March 31, 2013

	Airport Maintenance	Hydro Study Funding Program	Federal Gas Tax	Community Public Infrastructure	Building Canada Plan	2013 Budget	2013	2012
Revenue								
Contract revenue	142,104	-	-	-	-	142,104	142,104	138,000
Government transfers	-	-	261,562	788,000	-	-	1,049,562	1,049,372
Other revenue	-	-	2,527	15,515	5,352	-	23,394	-
Deferred revenue opening	-	56,809	588,880	1,815,018	924,633	-	3,385,340	2,787,305
Deferred revenue closing	-	(56,809)	(313,752)	(1,983,206)	(929,985)	-	(3,283,752)	(3,385,340)
	142,104	-	539,217	635,327	-	142,104	1,316,648	589,337
Expenses								
Administration	27,600	-	-	-	-	27,790	27,600	9,593
Contracted services	-	-	-	-	-	2,500	-	-
Electricity	29,344	-	-	-	-	20,000	29,344	25,720
Equipment rental	-	-	-	106,129	-	32,760	106,129	110,826
Freight	-	-	-	-	-	500	-	65
Heating fuel	3,723	-	-	-	-	4,000	3,723	3,634
Interest on capital leases	-	-	-	1,983	-	-	1,983	3,406
Material and supplies	816	-	-	-	-	1,000	816	1,308
Repairs and maintenance	-	-	-	-	-	5,000	-	-
Salaries and benefits	32,883	-	-	-	-	45,402	32,883	14,682
Staff training	-	-	51,505	-	-	-	51,505	39,585
Water and sewage	2,610	-	-	-	-	-	2,610	2,558
	96,976	-	51,505	108,112	-	138,952	256,593	211,377
Excess of revenue over expenses	45,128	-	487,712	527,215	-	3,152	1,060,055	377,960
Additional information:								
Capital expenditures	-	-	487,712	515,938	-	-	1,003,650	287,003
Principal payments on capital lease obligations	-	-	-	11,277	-	-	11,277	10,517
	-	-	487,712	527,215	-	-	1,014,927	297,520

Community Government of Whati
Schedule 10 - Schedule of Other Revenue

For the year ended March 31, 2013

	2013	2013	2012
	<i>Budget</i>		
Administration fees	57,760	73,912	52,208
Chartered seat revenue	-	4,777	5,225
Garage revenue	4,000	12,116	7,071
Interest income	-	28,896	4,878
Land rent/lease	26,000	12,228	50
Miscellaneous	44,000	32,899	4,396
Recreation			
Canteen sales	110,000	122,759	132,002
Special events and days	200,000	178,757	48,453
Bingos and lotteries	90,000	102,302	100,680
User fees	-	1,070	330
Miscellaneous	5,000	1,995	11,165
Rental of building	41,000	60,950	75,225
Rental of equipment	42,760	24,170	28,280
Subsidy - travel	5,000	1,471	2,885
User fees	7,200	9,224	6,125
	632,720	667,525	478,973

Community Government of Whati
Schedule 11 - Schedule of Expenses by Object

For the year ended March 31, 2013

	<i>2013</i>	<i>2013</i>	<i>2012</i>
	<i>Budget</i>		
Administration fees	27,790	31,239	14,970
Advertising	2,000	-	-
Amortization	-	458,278	403,645
Audit and legal fees	45,000	34,202	40,113
Bad debts (recovery)	-	(12,011)	58,490
Bank and interest charges	6,500	4,177	16,303
Building O & M	34,000	35,323	50,770
Building rent	14,400	14,486	21,600
Business travel and expense	62,500	38,700	54,532
Chief and council expenses	90,000	122,489	67,410
Communications	28,500	31,836	24,853
Community donations	2,500	2,231	1,827
Community events	217,500	182,822	131,267
Contracted services	40,500	60,826	131,190
Electricity	172,000	208,567	180,184
Equipment fuel	96,500	93,099	86,685
Equipment O & M	85,760	64,668	60,900
Equipment rental	5,000	108,011	116,031
Freight	39,500	23,782	36,843
Grants to groups	30,000	9,333	23,914
Heating fuel	103,500	131,582	129,227
Honoraria	-	1,200	900
Insurance	83,860	103,639	95,663
Interest on capital leases	-	1,983	3,406
Material and supplies	162,500	144,976	88,645
Miscellaneous	64,443	14,695	4,874
Office equipment and supplies	42,500	53,811	44,949
Salaries and benefits	1,417,789	1,202,483	965,293
Staff training	32,500	63,518	39,585
Translation services	1,000	300	3,363
Water and sewage	-	23,089	21,299
	2,908,042	3,253,334	2,918,731

Community Government of Whati
Schedule 12 - Schedule of Change in Accumulated Surplus (Deficit)

For the year ended March 31, 2013

	Unrestricted Surplus	Water and Sewage Operations	Land Development	Equity in Tangible Capital Assets	Asset Replacement Reserve	2013	2012
Accumulated surplus (deficit), beginning of year	126,476	78,888	(39,944)	8,707,381	35,718	8,908,519	8,368,923
Excess of revenue over expenses	1,066,545	-	-	-	-	1,066,545	539,596
Unrestricted funds designated for future use	62,381	(33,297)	(29,084)	-	-	-	-
Funds used for tangible capital assets	(1,003,650)	-	-	1,003,650	-	-	-
Annual amortization expense	368,720	89,558	-	(458,278)	-	-	-
Capital lease obligation repaid	(11,276)	-	-	11,276	-	-	-
Change in accumulated surplus (deficit)	482,720	56,261	(29,084)	556,648	-	1,066,545	539,596
Accumulated surplus (deficit), end of year	609,196	135,149	(69,028)	9,264,029	35,718	9,975,064	8,908,519

Community Government of Whati
Schedule 13 - Schedule of Gas Tax Expenditure Report

For the year ended March 31, 2013

	2009	2010	2011	2012	2013	Cumulative
Funding						
Opening balance	107,737	104,767	151,552	366,904	588,880	107,737
Annual Gas Tax Allocation	-	487,230	261,562	261,562	261,562	1,271,916
Interest income	-	-	-	-	2,527	2,527
	107,737	591,997	413,114	628,466	852,969	1,382,180
Eligible expenses						
Dust Control Program	2,970	166,449	-	-	-	169,419
High efficiency lighting	-	-	-	-	5,600	5,600
ICSP Project	-	81,396	-	-	-	81,396
Staff training	-	-	46,210	39,586	51,505	137,301
Sewer truck	-	-	-	-	201,714	201,714
Water system upgrades	-	-	-	-	126,584	126,584
Water truck	-	192,600	-	-	153,814	346,414
	2,970	440,445	46,210	39,586	539,217	1,068,428
Accumulated excess of funding over expenses	104,767	151,552	366,904	588,880	313,752	313,752

Community Government of Whati
Schedule 14 - Schedule of Community Public Infrastructure Funding

For the year ended March 31, 2013

	2009	2010	2011	2012	2013	Cumulative
Funding						
Opening balance	519,101	472,161	850,402	1,438,960	1,815,018	519,101
Annual Funding	787,810	787,810	787,810	787,810	788,000	3,939,240
Interest Income	-	-	-	-	15,515	15,515
	1,306,911	1,259,971	1,638,212	2,226,770	2,618,533	4,473,856
Eligible Expenses						
2009 F250 Ford lease	2,172	8,307	8,307	-	-	18,786
320DL Excavator lease	30,910	31,061	31,060	31,060	28,472	152,563
Administration building renovations	-	-	-	-	264,910	264,910
Asset management program	-	-	-	-	95,227	95,227
Band equipment	-	-	-	-	2,846	2,846
Baseball diamonds	-	20,333	-	-	-	20,333
Cabinets	-	-	-	-	3,698	3,698
Cat 950H loader lease	10,450	54,464	54,464	54,464	54,464	228,306
Cat D4 tractor lease	26,261	25,301	25,301	25,301	23,193	125,357
Chairs and tables for cultural center	-	-	-	8,045	17,712	25,757
Computer equipment and software upgrade	72,099	-	-	-	-	72,099
Consulting fees - capital projects	-	-	15,587	-	-	15,587
Consulting fees - ERN pallet study	-	-	4,349	-	-	4,349
Dump truck	137,000	-	-	-	-	137,000
Fire truck	250,040	-	-	-	-	250,040
Ford F150	-	-	-	33,550	35,713	69,263
Freight on loader	7,500	-	-	-	-	7,500
Freightliner dump truck	-	119,300	-	-	-	119,300
Garbage truck	-	-	-	103,866	-	103,866
Garbage truck transmission	-	4,589	-	-	-	4,589
Gravel screener	-	30,448	-	19,914	4,000	54,362
Miniature golf system - 18 holes	-	22,750	-	-	-	22,750
Mini hydro project study	32,398	-	-	-	-	32,398
Mobile equipment upgrades	-	-	-	76,682	-	76,682
Office furniture	-	-	-	-	6,111	6,111
Old sewage truck	1,448	-	-	-	-	1,448
Land (park area)	-	-	-	-	77,574	77,574
Playground equipment	99,370	-	-	-	-	99,370
Power pole installation	41,452	-	-	-	-	41,452
Pressure washer	-	-	7,566	-	-	7,566
Putting green and tee box	-	43,818	-	-	-	43,818
Quonset building	51,298	-	-	-	-	51,298
Radio equipment lease	4,129	13,923	13,924	13,924	13,260	59,160
Recreation equipment	-	26,772	7,439	-	-	34,211
Salary and wages for capital projects	-	-	25,591	-	-	25,591
Shop tools	31,722	-	-	-	-	31,722
Skate tile mats	-	-	-	-	3,769	3,769
Staff House Furniture	-	8,503	5,664	-	4,378	18,545
System upgrades	-	-	-	44,946	-	44,946
Translation equipment	13,630	-	-	-	-	13,630
Water source study	-	-	-	-	-	-
Whati water intact study	22,871	-	-	-	-	22,871
Zamboni	-	-	-	-	-	-
	834,750	409,569	199,252	411,752	635,327	2,490,650
Accumulated excess of funding over expenses	472,161	850,402	1,438,960	1,815,018	1,983,206	1,983,206

Community Government of Whati
Schedule 15 - Schedule of Honoraria, Per-diem and Travel

For the year ended March 31, 2013

				2013	2012
POSITION	Honoraria	Per-diem	Travel		
Alfonz Nitsiza - Chief	13,500	1,353	-	14,853	11,272
George Nitsiza - Councillor	11,700	1,353	-	13,053	8,068
Moise Nitsiza - Councillor	10,150	1,109	-	11,259	7,428
Jimmy B. Rabesca - Councillor	12,600	1,353	-	13,953	6,868
Michael Rabesca - Councillor	13,800	1,240	-	15,040	8,868
Freddy Simpson - Councillor	14,250	1,353	-	15,603	8,268
Sonny Zoe - Councillor	14,100	1,453	-	15,553	7,783
Total Remuneration	90,100	9,214	-	99,314	58,554

Community Government of Whati
Schedule 16 - Consolidated Schedule of Water and Sewage Reporting

For the year ended March 31, 2013

Water and Sewage Rates

Economic Rate	\$0.059/L
Residential Rate	\$0.0055/L
Commercial and Public Rate	\$0.0092/L

Water and Sewage Costs (dollars)

Total Audited Water and Sewage Costs less Amortization	\$	796,907
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Water and Sewage Revenue (dollars)

Revenue - Public Sector	\$	254,110
Revenue - Residential	\$	69,541
Revenue - Commercial	\$	3,718
Total Audited Water & Sewage Revenue	\$	853,168

Water and Sewage Consumption (in litres)

Actual Consumption - Residential	15,241,249
Actual Consumption - Commercial	226,444
Actual Volume of Water Consumed/Billed	<u>15,467,693</u>