

Town of Hampstead

EXTRACT
Financial Statements

December 31, 2007

TOWN OF HAMPSTEAD

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AUDITORS' REPORT

To members of the council
Town of Hampstead

We have audited the statements of financial position of the **Town of Hampstead** as at December 31, 2007 and the statements of financial activities, of changes in financial position, of operating financial activities, of capital asset financial activities, of accumulated surplus and of financial reserves and reserved funds for the year then ended. These financial statements are the responsibility of the Municipality's management. 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 plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the Town as at December 31, 2007 and the results of its operations and the changes in its financial position for the year then ended in accordance with the Canadian generally accepted accounting principles.


Chartered Accountants

Vaudreuil-Dorion
April 23, 2008

TOWN OF HAMPSTEAD
STATEMENT OF FINANCIAL POSITION
as at December 31, 2007

	<u>2007</u>	<u>2006</u>
	\$	\$
FINANCIAL ASSETS		
Cash	5 282 481	3 634 082
Accounts receivable	1 047 204	1 397 147
Long-term investments	<u>21 830</u>	<u>-</u>
	<u>6 351 515</u>	<u>5 031 229</u>
NON-FINANCIAL ASSETS		
Capital assets	18 203 674	17 017 881
Assets held for sale	-	-
Inventories	212 280	212 280
Other non-financial assets	<u>116 315</u>	<u>433 014</u>
	<u>18 532 269</u>	<u>17 663 175</u>
	<u>24 883 784</u>	<u>22 694 404</u>
LIABILITIES		
Bank overdraft	-	-
Temporary loans	-	-
Accounts payable, provision and accrued liabilities	3 494 081	3 684 327
Deferred revenue	70 530	73 586
Long-term debt	12 265 610	9 947 710
Employee future benefits liability	<u>-</u>	<u>-</u>
	<u>15 830 221</u>	<u>13 705 623</u>
TAX PAYER'S EQUITY		
Accumulated surplus (deficit)	2 604 779	552 112
Financial reserves and reserved funds	538 902	1 419 690
Amounts to be provided in the future	<u>(50 012)</u>	<u>(53 192)</u>
	3 093 669	1 918 610
Net investment in capital assets	<u>5 959 894</u>	<u>7 070 171</u>
	<u>9 053 563</u>	<u>8 988 781</u>
	<u>24 883 784</u>	<u>22 694 404</u>

TOWN OF HAMPSTEAD
STATEMENT OF FINANCIAL ACTIVITIES
for the year ended December 31, 2007

	<u>2007</u>	<u>2006</u>
	\$	\$
REVENUE		
Taxes	12 196 522	8 932 276
Payments in lieu of taxes	73 366	50 453
Share of municipality member's	-	-
Transfers	38 197	115 571
Services rendered	649 699	636 586
Fee collection	934 536	813 155
Fines and penalites	224 080	174 952
Interest	347 798	190 692
Other revenues	52 774	228 270
	<u>14 516 972</u>	<u>11 141 955</u>
EXPENDITURE		
General administration	5 036 790	3 197 690
Public safety	666 454	752 613
Transportation	4 822 097	4 557 286
Environmental health	1 432 558	1 160 755
Health and welfare	127 391	147 742
Urban planning and development	159 660	131 051
Recreation and culture	2 515 352	2 162 903
Electricity	-	-
Financing expenses	539 521	345 518
	<u>15 299 823</u>	<u>12 455 558</u>
SURPLUS (DEFICIENCY) OF THE YEAR	<u>(782 851)</u>	<u>(1 313 603)</u>
INVESTMENTS	(10 915)	-
FINANCING		
Long-term financing of operating financial activities	2 696 459	14 186
Long-term financing of capital asset financial activities	306 541	2 905 170
Repayment of long-term debt	(685 100)	(503 200)
	<u>2 306 985</u>	<u>2 416 156</u>
Other transfers	<u>(10 915)</u>	<u>70 652</u>
CHANGE IN FUNDS FOR THE YEAR	<u>1 513 219</u>	<u>1 173 205</u>
Funds balance at the start of the year as previously reported	1 918 610	768 971
Adjustments as at January 1	<u>(338 160)</u>	<u>(23 566)</u>
Adjusted fund balances	<u>1 580 450</u>	<u>745 405</u>
FUND BALANCES AT THE END OF THE YEAR	<u>3 093 669</u>	<u>1 918 610</u>

TOWN OF HAMPSTEAD
STATEMENT OF CHANGES IN FINANCIAL POSITION
for the year ended December 31, 2007

	<u>2007</u>	<u>2006</u>
	\$	\$
FINANCIAL ACTIVITIES		
Surplus (deficit) for the year	(782 851)	230 192
Items not affecting cash and cash equivalents		
Change in amount to be funded in the future	-	-
Reductions in borrowing - Operating financial activity expenditures	-	-
Other	<u>(338 160)</u>	<u>(152 695)</u>
	(1 121 011)	77 497
Acquisition of capital assets	2 613 148	-
Sale of capital assets	(49 900)	(33 500)
Other	<u>-</u>	<u>703 519</u>
	1 442 237	747 516
Changes in non-cash items		
Accounts receivable	349 943	(346 093)
Other financial assets	-	25 765
Assets held for sale	-	-
Inventories	-	-
Other non-financial assets	316 699	-
Accounts payable, provisions and accrued liabilities	(190 246)	2 809 924
Deferred revenues	(3 056)	(6 123)
Employee future benefits liability	<u>-</u>	<u>-</u>
	1 915 577	3 230 989
INVESTING ACTIVITIES		
Acquisition of investments	(2 613 148)	(2 033 347)
Sale of investments	49 900	33 500
Other	<u>(21 830)</u>	<u>-</u>
	(2 585 078)	(1 999 847)
FINANCING ACTIVITIES		
Proceeds from long-term debt issue	3 003 000	2 905 170
Repayment of long-term debt	<u>(685 100)</u>	<u>(503 200)</u>
	2 317 900	2 401 970
NET CHANGE IN CASH AND CASH EQUIVALENTS	1 648 399	3 633 112
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	<u>3 634 082</u>	<u>970</u>
CASH AND CASH EQUIVALENTS, END OF YEAR	<u><u>5 282 481</u></u>	<u><u>3 634 082</u></u>

TOWN OF HAMPSTEAD
OPERATING FINANCIAL ACTIVITIES
for the year ended December 31, 2007

	2007		2006
	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
	\$	\$	\$
Revenues			
Taxes	9 536 844	12 196 522	8 932 276
Payments in lieu of taxes	14 000	73 366	50 453
Transfers	37 000	38 197	115 571
Services rendered	635 716	649 699	636 586
Fee collection	670 600	934 536	813 155
Fines and penalties	270 000	224 080	174 952
Interest	121 450	347 798	190 692
Other revenues	-	52 774	228 270
	<u>11 285 610</u>	<u>14 516 972</u>	<u>11 141 955</u>
Operating expenditures			
General administration	2 902 901	4 934 561	2 959 064
Public safety	644 081	601 754	698 676
Transportation	2 894 207	2 855 632	2 729 283
Environmental health	1 108 483	1 280 633	1 160 755
Health and welfare	-	127 391	147 742
Urban planning and development	139 407	159 660	117 623
Recreation and culture	2 158 476	2 187 523	2 117 103
Financing expenses	522 906	539 521	345 518
	<u>10 370 461</u>	<u>12 686 675</u>	<u>10 275 764</u>
Surplus (deficit) for the year	<u>915 149</u>	<u>1 830 297</u>	<u>866 191</u>
Financing			
Long-term financing of operating financial activities	-	2 696 459	14 186
Repayment of long-term debt	<u>(915 149)</u>	<u>(685 100)</u>	<u>(503 200)</u>
	<u>(915 149)</u>	<u>2 011 359</u>	<u>(489 014)</u>
Appropriations			
Capital asset financial activities	-	(1 771 063)	(267 596)
Unrestricted surplus	-	(10 915)	-
Restricted surplus	-	-	-
Financial reserves and reserved funds	-	(3 839)	120 611
Amount to be funded in the future	-	(3 180)	-
	<u>-</u>	<u>(1 788 997)</u>	<u>(146 985)</u>
Change in fund balances from the year's operating financial activities	<u>-</u>	<u>2 052 659</u>	<u>230 192</u>

TOWN OF HAMPSTEAD
CAPITAL ASSET FINANCIAL ACTIVITIES
for the year ended December 31, 2007

	<u>Budget</u>	2007 <u>Actual</u>	2006 <u>Actual</u>
	\$	\$	\$
Revenues			
Taxes	2 639 381	-	-
Transfers	-	-	-
Other revenues			
Developers' contributions	-	-	-
Other	-	-	-
	<u>2 639 381</u>	<u>-</u>	<u>-</u>
Capital asset expenditures			
General administration	155 000	102 229	238 626
Public safety	-	64 700	53 937
Transportation	1 000 000	1 966 465	1 828 003
Environmental health	1 389 381	151 925	-
Health and welfare	-	-	-
Urban planning and development	375 000	-	13 428
Recreation and culture	250 000	327 829	45 800
	<u>3 169 381</u>	<u>2 613 148</u>	<u>2 179 794</u>
Surplus (deficit) for the year	<u>(530 000)</u>	<u>(2 613 148)</u>	<u>(2 179 794)</u>
Investments	<u>-</u>	<u>(10 915)</u>	<u>-</u>
Financing			
Long-term financing of capital asset financial activities	<u>530 000</u>	<u>306 541</u>	<u>2 905 170</u>
Appropriations			
Operating financial activities	-	1 771 063	267 596
Unrestricted surplus	-	-	-
Restricted surplus	-	-	-
Financial reserves and reserved funds	-	-	-
	<u>-</u>	<u>1 771 063</u>	<u>267 596</u>
Change in fund balances from the year's capital asset financial activities	<u>-</u>	<u>(546 459)</u>	<u>992 972</u>

TOWN OF HAMPSTEAD
ACCUMULATED SURPLUS (DEFICIT)
for the year ended December 31, 2007

	Transfer from \$	Transfer to \$	Balance \$
UNRESTRICTED - January 1st	-	-	530 978
Adjustments prior years	-	-	8
	<u>-</u>	<u>-</u>	<u>530 986</u>
Appropriation - to operating activities	-	(10 915)	10 915
Appropriation - to capital asset activities	-	-	-
Appropriation - accumulated surplus restricted	-	530 706	(530 706)
Appropriation - financial reserve	-	-	-
Appropriation - reserved fund	-	-	-
Net result	2 052 659	-	2 052 659
Other	-	10 915	(10 915)
	<u>-</u>	<u>10 915</u>	<u>(10 915)</u>
UNAPPROPRIATED - BALANCE AT DECEMBRE 31	<u>2 052 659</u>	<u>530 706</u>	<u>2 052 939</u>
RESTRICTED - JANUARY 1st	-	-	21 134
Adjustments prior years	-	-	-
	<u>-</u>	<u>-</u>	<u>21 134</u>
Appropriation - to financial activities	-	-	-
Appropriation - to capital activities	-	-	-
Appropriation - unrestricted surplus	530 706	-	530 706
Appropriation - financial reserve	-	-	-
Appropriation - reserved fund	-	-	-
Other	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
RESTRICTED - DECEMBRE 31	<u>530 706</u>	<u>-</u>	<u>551 840</u>
TOTAL ACCUMULATED SURPLUS (DEFICIT)	<u>2 583 365</u>	<u>530 706</u>	<u>2 604 779</u>

TOWN OF HAMPSTEAD
STATEMENT OF FINANCIAL RESERVES AND RESERVED FUNDS
 for the year ended December 31, 2007

	January 1st \$	Prior year adjustment		Financial activities		Capital activities		Balance at December 31 \$
		Transfer from \$	Transfer to \$	Transfer from \$	Transfer to \$			
FINANCIAL RESERVES								
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
RESERVED FUND								
Working capital								
Park and playing fields								
SQAE								
Financing of capital asset expenditures	939 437					(546 459)		392 978
Balance of closed-loan by-laws	53 535	24 386						77 921
Depreciating fund								
Financing of current expenses	88 550				20 547			68 003
Other	338 168		(338 168)					
CTAM								
	<u>1 419 690</u>	<u>24 386</u>	<u>(338 168)</u>	<u>20 547</u>	<u>(546 459)</u>			<u>538 902</u>