

Town of Hampstead

EXTRACT
Financial Statements

December 31, 2009

TOWN OF HAMPSTEAD

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Goudreau Poirier inc.

Comptables agréés / Chartered accountants

AUDITORS' REPORT

To the members of the council
Town of Hampstead

We have audited the statement of financial position of **Town of Hampstead** (the "Town") as at December 31, 2009 and the statements of operations for the year then ended. These financial statements are extracted from the financial report of the year ending December 31, 2009. These financial statements are the responsibility of the Town'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 the 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, 2009 and the results of its operations, the change in its net debt and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

Vaudreuil-Dorion
March 18, 2010

¹ Chartered accountant auditor permit no. 11989

TOWN OF HAMPSTEAD
OPERATING SURPLUS (DEFICIT)
 Fiscal Year Ended December 31, 2009

	<u>2009</u>		<u>2008</u>
	<u>Budget</u>	<u>Actual</u>	<u>Note 1</u>
	\$	\$	\$
REVENUES			
Operating			
Taxes	17 722 587	17 761 367	10 494 569
Payments in lieu of taxes	19 000	107 182	64 632
Transfers	92 000	269 162	413 275
Services rendered	572 601	644 398	715 703
Fee collection	685 830	750 153	923 958
Fines and penalties	290 000	280 317	287 138
Interest	191 450	150 713	273 098
Other revenues	-	46 771	16 281
	<u>19 573 468</u>	<u>20 010 063</u>	<u>13 188 654</u>
Capital assets			
Transfers	-	1 120 371	-
Other revenues			
Other	-	80 112	-
	<u>-</u>	<u>1 200 483</u>	<u>-</u>
	<u>19 573 468</u>	<u>21 210 546</u>	<u>13 188 654</u>
EXPENDITURES			
General administration	3 943 774	4 062 161	3 518 185
Public security	4 725 858	4 892 545	713 741
Transportation	5 001 119	5 586 862	3 385 072
Environmental hygiene	1 715 258	3 567 587	1 693 970
Health and welfare	143 305	134 771	137 555
Urban planning and development	381 526	295 190	165 244
Recreation and culture	2 382 685	2 457 451	2 140 500
Financing expenses	426 834	807 104	657 760
	<u>18 720 359</u>	<u>21 803 671</u>	<u>12 412 027</u>
SURPLUS (DEFICIT) FOR THE YEAR	<u>853 109</u>	<u>(593 125)</u>	<u>776 627</u>

See the accompanying notes and tables.

TOWN OF HAMPSTEAD
OPERATING SURPLUS (DEFICIT) FOR TAX PURPOSES
 Fiscal Year Ended December 31, 2009

	<u>Budget</u>	<u>2009</u> <u>Actual</u>	<u>2008</u> <u>Note 1</u>
	\$	\$	\$
SURPLUS FOR THE YEAR	853 109	(593 125)	776 627
Less : revenues from capital asset activities	-	(1 200 483)	-
Operating surplus (deficit) before reconciliation for tax purposes for the year	<u>853 109</u>	<u>(1 793 608)</u>	<u>776 627</u>
 Reconciliation for tax purposes			
Capital assets			
Amortization	-	1 290 445	1 089 688
Proceeds from sale	-	5 075	-
(Gain) loss on sale	-	4 549	-
	<u>-</u>	<u>1 300 069</u>	<u>1 089 688</u>
 Investment			
Provision less value	-	17 556	14 450
 Financing			
Long-term financing of operating financial activities	-	1 773 200	897 300
Repayment of long-term debt	(1 098 609)	(1 021 000)	(893 010)
	<u>(1 098 609)</u>	<u>752 200</u>	<u>4 290</u>
 Allocations			
Capital asset activities	-	(330 186)	(888 598)
Unrestricted operating surplus	245 500	-	-
Restricted operating surplus	-	245 500	-
Financial reserves and reserved funds	-	3 791	3 041
Amount to be funded in the future	-	230 776	(3 375)
	<u>245 500</u>	<u>149 881</u>	<u>(888 932)</u>
 Operating surplus (deficit) for the tax purposes for the year	<u>-</u>	<u>426 098</u>	<u>996 123</u>

See the accompanying notes and tables

TOWN OF HAMPSTEAD
STATEMENT OF FINANCIAL POSITION
As at December 31, 2009

	<u>2009</u>	<u>2008</u>
	\$	Note 1 \$
FINANCIAL ASSETS		
Cash	4 894 595	4 846 844
Accounts receivable	858 372	969 230
Investments	11 654	18 295
Employee future benefits asset	-	19 300
	<u>5 764 621</u>	<u>5 853 669</u>
LIABILITIES		
Accounts payable, provisions and accrued liabilities	3 994 390	3 275 493
Deferred revenues	56 531	734 094
Long-term debt (note 3)	13 692 992	12 920 244
Employee future benefits liability	250 900	-
	<u>17 994 813</u>	<u>16 929 831</u>
NET DEBT	<u>(12 230 192)</u>	<u>(11 076 162)</u>
NON-FINANCIAL ASSETS		
Capital assets	21 309 419	20 641 242
Inventories	212 280	212 280
Other non-financial assets	-	52 830
	<u>21 521 699</u>	<u>20 906 352</u>
ACCUMULATED SURPLUS		
Unrestricted operating surplus (note 2)	1 475 092	1 870 968
Restricted operating surplus	221 134	266 634
Financial reserves and reserved funds	556 280	272 071
Deficit from capital asset activities	(284 759)	(224 683)
Amount to be funded in the future	(277 413)	(46 637)
Net investment in capital assets	7 601 173	7 691 837
	<u>9 291 507</u>	<u>9 830 190</u>

Commitments and contingencies

See the accompanying notes and tables.

TOWN OF HAMPSTEAD

NOTES AND TABLES

December 31, 2009

1- ACCOUNTING CHANGES

On January 1, 2009, in accordance with the accounting standards in Section PS 1200, issued by the Public Sector Accounting Board of the Canadian Institute of Chartered Accountants applicable to local governments, the City adopted a new model for presenting financial statements based on the net debt concept. Under this model, the City now presents the following four financial statements : the Statement of Financial Position, the Statement of Operations, the Statement of Change in Net Debt and the Statement of Cash Flows.

2- UNRESTRICTED OPERATING SURPLUS

	<u>2009</u>	<u>2008</u>
	\$	\$
UNRESTRICTED OPERATING SURPLUS - JANUARY 1ST	1 870 968	2 052 939
Adjustments prior years		
Program - "Remboursement taxe d'accise sur l'essence"	53 026	-
Net result	426 098	996 123
Allocation - to capital asset activities	(375 000)	(1 463 300)
Allocation - accumulated surplus restricted	(200 000)	285 206
Allocation - reserved fund	(300 000)	-
UNRESTRICTED OPERATING SURPLUS - DECEMBER 31	<u>1 475 092</u>	<u>1 870 968</u>

3- LONG-TERM DEBT

Bonds and notes		
In Canadian dollars	13 719 900	12 967 700
Deferred expenditures	(26 908)	(47 456)
	<u>13 692 992</u>	<u>12 920 244</u>

Estimated payments on long-term debt are as follows :

<u>Maturity</u>	
2010	1 146 500
2011	1 202 600
2012	685 900
2013	646 700
2014	676 400
2015 and +	<u>9 361 800</u>
TOTAL	<u>13 719 900</u>