

Town of Hampstead

EXTRACT
Financial Statements

December 31, 2008

TOWN OF HAMPSTEAD

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AUDITORS' REPORT

To the members of the council
Town of Hampstead

We have audited the statements of financial position of the **Town of Hampstead** as at December 31, 2008 and the statements of financial activities, changes in financial position, operating financial activities, capital asset financial activities, accumulated surplus and financial reserves and reserved funds for the year then ended. 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 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, 2008 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.



Vaudreuil-Dorion
March 13, 2009

¹ Chartered accountant auditor permit no. 11989

TOWN OF HAMPSTEAD
STATEMENT OF FINANCIAL POSITION
as at December 31, 2008

	<u>2008</u>	<u>2007</u>
	\$	\$
FINANCIAL ASSETS		
Cash	4 846 844	5 282 481
Accounts receivable	969 230	1 047 204
Long-term investments	18 295	21 830
Employee future benefits asset	19 300	-
	<u>5 853 669</u>	<u>6 351 515</u>
NON-FINANCIAL ASSETS		
Capital assets	20 641 242	18 203 674
Inventories	212 280	212 280
Other non-financial assets	100 286	116 315
	<u>20 953 808</u>	<u>18 532 269</u>
	<u>26 807 477</u>	<u>24 883 784</u>
LIABILITIES		
Accounts payable, provisions and accrued liabilities	3 275 493	3 494 081
Deferred revenues	734 094	70 530
Long-term debt	12 967 700	12 265 610
	<u>16 977 287</u>	<u>15 830 221</u>
TAX PAYERS' EQUITY		
Accumulated surplus	2 137 602	2 604 779
Financial reserves and reserved funds	47 388	538 902
Amounts to be provided in the future	(46 637)	(50 012)
	<u>2 138 353</u>	<u>3 093 669</u>
Net investment in capital assets	<u>7 691 837</u>	<u>5 959 894</u>
	<u>9 830 190</u>	<u>9 053 563</u>
	<u>26 807 477</u>	<u>24 883 784</u>

TOWN OF HAMPSTEAD
STATEMENT OF FINANCIAL ACTIVITIES
for the year ended December 31, 2008

	<u>2008</u>	<u>2007</u>
	\$	\$
REVENUES		
Taxes	10 494 569	12 196 522
Payments in lieu of taxes	64 632	73 366
Transfers	413 275	38 197
Services rendered	715 703	649 699
Fee collection	923 958	934 536
Fines and penalties	287 138	224 080
Interest	273 098	347 798
Other revenues	16 281	52 774
	<u>13 188 654</u>	<u>14 516 972</u>
EXPENDITURES		
General administration	3 496 551	5 036 790
Public safety	629 078	666 454
Transportation	5 811 373	4 822 097
Environmental health	1 559 973	1 432 558
Health and welfare	137 555	127 391
Urban planning and development	179 220	159 660
Recreation and culture	2 378 085	2 515 352
Financing expenses	657 760	539 521
	<u>14 849 595</u>	<u>15 299 823</u>
SURPLUS (DEFICIENCY) OF THE YEAR	<u>(1 660 941)</u>	<u>(782 851)</u>
INVESTMENTS	(10 915)	(10 915)
FINANCING		
Long-term financing of operating financial activities	897 300	2 696 459
Long-term financing of capital asset financial activities	697 800	306 541
Repayment of long-term debt	(893 010)	(685 100)
	<u>691 175</u>	<u>2 306 985</u>
Other transfers	<u>14 450</u>	<u>(10 915)</u>
CHANGE IN FUNDS FOR THE YEAR	<u>(955 316)</u>	<u>1 513 219</u>
Funds balance at the beginning of the year as previously reported	3 093 669	1 918 610
Adjustments as at January 1st, 2007	<u>-</u>	<u>(338 160)</u>
Adjusted fund balances	<u>3 093 669</u>	<u>1 580 450</u>
FUND BALANCES AT THE END OF THE YEAR	<u>2 138 353</u>	<u>3 093 669</u>

TOWN OF HAMPSTEAD
STATEMENT OF CHANGES IN FINANCIAL POSITION
for the year ended December 31, 2008

	<u>2008</u>	<u>2007</u>
	\$	\$
FINANCIAL ACTIVITIES		
Surplus (deficit) for the year	(1 660 941)	(782 851)
Items not affecting cash and cash equivalents		
Other	-	(338 160)
	<u>(1 660 941)</u>	<u>(1 121 011)</u>
Acquisition of capital assets	3 527 256	2 613 148
Sale of capital assets	-	(49 900)
	<u>3 527 256</u>	<u>2 563 248</u>
	1 866 315	1 442 237
Changes in non-cash items		
Accounts receivable	77 974	349 943
Other financial assets	-	-
Assets held for sale	-	-
Inventories	-	-
Other non-financial assets	16 029	316 699
Accounts payable, provisions and accrued liabilities	(218 588)	(190 246)
Deferred revenues	663 564	(3 056)
Employee future benefits asset	(19 300)	-
	<u>77 974</u>	<u>349 943</u>
	2 385 994	1 915 577
INVESTING ACTIVITIES		
Acquisition of investments	(3 527 256)	(2 613 148)
Sale of investments	(10 915)	49 900
Other	14 450	(21 830)
	<u>(3 523 721)</u>	<u>(2 585 078)</u>
FINANCING ACTIVITIES		
Proceeds from long-term debt issue	1 595 100	3 003 000
Repayment of long-term debt	(893 010)	(685 100)
	<u>702 090</u>	<u>2 317 900</u>
NET CHANGE IN CASH AND CASH EQUIVALENTS	(435 637)	1 648 399
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	5 282 481	3 634 082
CASH AND CASH EQUIVALENTS, END OF YEAR	4 846 844	5 282 481

TOWN OF HAMPSTEAD
OPERATING FINANCIAL ACTIVITIES
for the year ended December 31, 2008

	2008		2007
	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
	\$	\$	\$
Revenues			
Taxes	10 555 659	10 494 569	12 196 522
Payments in lieu of taxes	19 000	64 632	73 366
Transfers	135 000	413 275	38 197
Services rendered	563 246	715 703	649 699
Fee collection	791 500	923 958	934 536
Fines and penalties	240 000	287 138	224 080
Interest	181 450	273 098	347 798
Other revenues	-	16 281	52 774
	<u>12 485 855</u>	<u>13 188 654</u>	<u>14 516 972</u>
Operating expenditures			
General administration	3 167 447	3 451 407	4 934 561
Public safety	650 460	623 176	601 754
Transportation	2 732 351	2 982 591	2 855 632
Environmental health	1 239 721	1 239 219	1 280 633
Health and welfare	-	137 555	127 391
Urban planning and development	176 274	160 975	159 660
Recreation and culture	2 241 812	2 069 656	2 187 523
Financing expenses	448 926	657 760	539 521
	<u>10 656 991</u>	<u>11 322 339</u>	<u>12 686 675</u>
Surplus (deficit) for the year	<u>1 828 864</u>	<u>1 866 315</u>	<u>1 830 297</u>
Financing			
Long-term financing of operating financial activities	-	897 300	2 696 459
Repayment of long-term debt	(949 070)	(893 010)	(685 100)
	<u>(949 070)</u>	<u>4 290</u>	<u>2 011 359</u>
Appropriations			
Capital asset financial activities	(879 794)	(888 598)	(1 771 063)
Unrestricted surplus	-	14 450	(10 915)
Restricted surplus	-	-	-
Financial reserves and reserved funds	-	3 041	(3 839)
Amount to be funded in the future	-	(3 375)	(3 180)
	<u>(879 794)</u>	<u>(874 482)</u>	<u>(1 788 997)</u>
Change in fund balances from the year's operating financial activities	<u>-</u>	<u>996 123</u>	<u>2 052 659</u>

TOWN OF HAMPSTEAD
CAPITAL ASSET FINANCIAL ACTIVITIES
for the year ended December 31, 2008

	<u>Budget</u>	2008 <u>Actual</u>	2007 <u>Actual</u>
	\$	\$	\$
Revenues			
Taxes	-	-	-
Transfers	-	-	-
Other revenues			
Developers' contributions	-	-	-
Other	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
	-	-	-
Capital asset expenditures			
General administration	61 000	45 144	102 229
Public safety	-	5 902	64 700
Transportation	765 000	2 828 782	1 966 465
Environmental health	350 000	320 754	151 925
Health and welfare	-	-	-
Urban planning and development	50 000	18 245	-
Recreation and culture	184 500	308 429	327 829
	<u>1 410 500</u>	<u>3 527 256</u>	<u>2 613 148</u>
	-	-	-
Surplus (deficit) for the year	<u>(1 410 500)</u>	<u>(3 527 256)</u>	<u>(2 613 148)</u>
	-	-	-
Investments	<u>-</u>	<u>(10 915)</u>	<u>(10 915)</u>
	-	-	-
Financing			
Long-term financing of capital asset financial activities	-	697 800	306 541
	<u>-</u>	<u>697 800</u>	<u>306 541</u>
	-	-	-
Appropriations			
Operating financial activities	879 794	888 598	1 771 063
Unrestricted surplus	530 706	1 463 300	-
Restricted surplus	-	-	-
Financial reserves and reserved funds	-	-	-
	<u>1 410 500</u>	<u>2 351 898</u>	<u>1 771 063</u>
	-	-	-
Change in fund balances from the year's capital asset financial activities	<u>-</u>	<u>(488 473)</u>	<u>(546 459)</u>

TOWN OF HAMPSTEAD
ACCUMULATED SURPLUS
for the year ended December 31, 2008

	Transfer from \$	Transfer to \$	Balance \$
UNRESTRICTED - January 1st	-	-	2 052 939
Adjustments prior years	-	-	-
	<u>-</u>	<u>-</u>	<u>2 052 939</u>
Appropriation - to operating activities	-	14 450	(14 450)
Appropriation - to capital asset activities	-	1 463 300	(1 463 300)
Appropriation - accumulated surplus restricted	530 706	245 500	285 206
Appropriation - financial reserve	-	-	-
Appropriation - reserved fund	-	-	-
Net result	996 123	-	996 123
Other	<u>14 450</u>	<u>-</u>	<u>14 450</u>
UNRESTRICTED - BALANCE AT DECEMBER 31	<u>1 541 279</u>	<u>1 723 250</u>	<u>1 870 968</u>
RESTRICTED - JANUARY 1st	-	-	551 840
Adjustments prior years	-	-	-
	<u>-</u>	<u>-</u>	<u>551 840</u>
Appropriation - to financial activities	-	-	-
Appropriation - to capital activities	-	-	-
Appropriation - unrestricted surplus	245 500	530 706	(285 206)
Appropriation - financial reserve	-	-	-
Appropriation - reserved fund	-	-	-
Other	<u>-</u>	<u>-</u>	<u>-</u>
RESTRICTED - DECEMBER 31	<u>245 500</u>	<u>530 706</u>	<u>266 634</u>
TOTAL ACCUMULATED SURPLUS	<u>1 786 779</u>	<u>2 253 956</u>	<u>2 137 602</u>

TOWN OF HAMPSTEAD
STATEMENT OF FINANCIAL RESERVES AND RESERVED FUNDS
for the year ended December 31, 2008

	January 1st \$	Prior year adjustment		Financial activities		Capital activities		Balance at December 31 \$
		Transfer from \$	Transfer to \$	Transfer from \$	Transfer to \$	Transfer from \$	Transfer to \$	
FINANCIAL RESERVES								
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
RESERVED FUNDS								
Working capital								
Park and playing fields								
SQAE								
Financing of capital asset expenditures	392 978					(488 473)	129 188	(224 683)
Balance of closed-loan by-laws	77 921	17 506				129 188		224 615
Depreciating fund								
Financing of current expenses	68 003		20 547					47 456
Other								
	<u>538 902</u>	<u>17 506</u>	<u>20 547</u>			<u>(359 285)</u>	<u>129 188</u>	<u>47 388</u>