

THE CORPORATION OF THE VILLAGE OF SILVERTON
CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2014

THE CORPORATION OF THE VILLAGE OF SILVERTON
INDEX TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the Year Ended December 31, 2014

Management Report

Independent Auditors' Report

Financial Statements

Consolidated Statement of Financial Position

Consolidated Statement of Operations

Consolidated Statement of Changes in Net Financial Assets

Consolidated Statement of Cash Flows

Notes to the Consolidated Financial Statements

Schedule A - Consolidated Statement of Tangible Capital Assets

Schedule B - Schedule of Segmented Information

THE CORPORATION OF THE VILLAGE OF SILVERTON MANAGEMENT REPORT

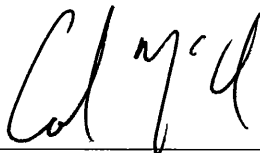
For the Year Ended December 31, 2014

RESPONSIBILITY FOR FINANCIAL REPORTING

Management is responsible for the preparation of the accompanying consolidated financial statements. The financial statements have been prepared in accordance with the accounting principles disclosed in Note 1 to the consolidated financial statements and include amounts that are based on estimates and judgments. Management believes that the financial statements fairly present The Corporation of the Village of Silverton's consolidated financial position and results of operations. The integrity of the information presented in the financial statements, including estimates and judgments relating to matters not concluded by fiscal year-end, is the responsibility of management. The financial statements have been approved by Council.

Management has established and maintained appropriate systems of internal control including policies and procedures, which are designed to provide reasonable assurance that The Corporation of the Village of Silverton's assets are safeguarded and that reliable financial records are maintained to form a proper basis for preparation of the financial statements.

The independent external auditors, Berg Lehmann, Chartered Accountants, have been appointed by Council to express an opinion as to whether the consolidated financial statements present fairly, in all material respects, The Corporation of the Village of Silverton's financial position, results of operations, and changes in financial position in conformity with the accounting principles disclosed in Note 1 to the consolidated financial statements. The report of Berg Lehmann, Chartered Accountants, follows and outlines the scope of their examination and their opinion on the consolidated financial statements.



Colin McClure, CA
Chief Financial Officer

INDEPENDENT AUDITORS' REPORT

To the Mayor and Council
Village of Silverton

We have audited the accompanying consolidated financial statements of the Village of Silverton, which comprise the consolidated statement of financial position as at December 31, 2014, and the consolidated statement of financial activities, consolidated statement of changes in net financial assets and consolidated statement of 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 auditor's 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 Village'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 Village'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 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 Village of Silverton as at December 31, 2014, and the results of its operations and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.



Chartered Accountants

March 5, 2015

Nelson, B.C.

THE CORPORATION OF THE VILLAGE OF SILVERTON
CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at December 31, 2014

	<u>2014</u>	<u>2013</u>
Financial Assets		
Cash and cash equivalents (Note 2)	\$ 764,995	\$ 729,573
Accounts receivable (Note 3)	64,743	56,404
MFA deposits (Note 4)	<u>3,457</u>	<u>3,360</u>
	<u>833,195</u>	<u>789,337</u>
Financial Liabilities		
Accounts payable and accrued liabilities (Note 5)	104,276	36,273
Deferred revenue (Note 6)	347,873	293,891
Short-term borrowing	34,145	36,032
Debt (Note 7)	<u>58,600</u>	<u>86,220</u>
	<u>544,894</u>	<u>452,416</u>
Net Financial Assets	288,301	336,921
Non -Financial Assets		
Tangible capital assets (Note 8)	2,065,926	2,135,398
Inventory	-	150
Prepaid expenses	<u>10,372</u>	<u>10,967</u>
	<u>2,076,298</u>	<u>2,146,515</u>
Accumulated Surplus (Note 9)	<u>\$ 2,364,599</u>	<u>\$ 2,483,436</u>

Commitments and Contingencies (Note 12)



Colin McClure, CA
Chief Financial Officer

THE CORPORATION OF THE VILLAGE OF SILVERTON

CONSOLIDATED STATEMENT OF OPERATIONS

For the Year Ended December 31, 2014

	<u>2014 Budget</u> (Note 13)	<u>2014</u>	<u>2013</u>
Revenue			
Taxes	\$ 117,151	\$ 120,422	\$ 114,015
Sale of services	52,250	49,965	51,561
Other revenue from own sources	20,564	21,846	20,817
Investment income	4,615	10,640	11,392
Grants - unconditional	175,384	174,292	175,384
Grants - conditional	101,328	80,595	133,034
Water user fees	<u>68,500</u>	<u>69,296</u>	<u>66,070</u>
	<u>539,792</u>	<u>527,056</u>	<u>572,273</u>
Expenses			
General government	260,801	258,613	192,453
Protective services	58,310	45,857	148,907
Transportation services	153,382	124,142	114,775
Environmental health services	13,100	13,925	13,602
Parks, recreation and cultural services	52,600	47,237	57,376
Interest and other debt charges	11,744	14,144	12,540
Water utility operations	34,787	41,937	29,333
Amortization	<u>-</u>	<u>100,038</u>	<u>100,801</u>
	<u>584,724</u>	<u>645,893</u>	<u>669,787</u>
Annual deficit	(44,932)	(118,837)	(97,514)
Accumulated surplus, beginning of the year	<u>2,483,436</u>	<u>2,483,436</u>	<u>2,580,950</u>
Accumulated surplus, end of the year	<u>2,438,504</u>	<u>2,364,599</u>	<u>2,483,436</u>

The accompanying summary of significant accounting policies and notes form an integral part of these consolidated financial statements

THE CORPORATION OF THE VILLAGE OF SILVERTON
CONSOLIDATED STATEMENT OF CHANGES IN NET FINANCIAL ASSETS

For the Year Ended December 31, 2014

	<u>2014 Budget</u>	<u>2014</u>	<u>2013</u>
Annual deficit	(44,932)	(118,837)	(97,514)
Acquisition of tangible capital assets	(65,000)	(30,566)	(15,034)
Amortization of capital assets	<u>-</u>	<u>100,038</u>	<u>100,801</u>
	(109,932)	(49,365)	(11,747)
Consumption (acquisition) of prepaid expenses	-	595	(738)
Consumption (acquisition) of supply inventory	<u>-</u>	<u>150</u>	<u>(150)</u>
Decrease in net financial assets	(109,932)	(48,620)	(12,635)
Net financial assets, beginning of year	<u>336,921</u>	<u>336,921</u>	<u>349,556</u>
Net financial assets, end of the year	<u>226,989</u>	<u>288,301</u>	<u>336,921</u>

The accompanying summary of significant accounting policies and notes form an integral part of these consolidated financial statements

THE CORPORATION OF THE VILLAGE OF SILVERTON
CONSOLIDATED STATEMENT OF CASH FLOWS

For the Year Ended December 31, 2014

	<u>2014</u>	<u>2013</u>
Cash Provided by (Used In)		
Operating Activities		
Annual surplus (deficit)	\$ (118,837)	\$ (97,514)
Items not involving cash:		
Amortization of tangible capital assets	100,038	100,801
Actuarial adjustments	<u>(6,631)</u>	<u>(5,568)</u>
	<u>(25,430)</u>	<u>(2,281)</u>
Increase (decrease) in non-cash operating items:		
Accounts receivable	(8,339)	72,650
MFA deposits	(97)	(156)
Accounts payable and accrued liabilities	68,003	(6,628)
Deferred revenue	53,982	68,620
Inventory	150	(150)
Prepaid expenses	<u>595</u>	<u>(738)</u>
	<u>88,864</u>	<u>131,317</u>
Financing Activities		
Debt repayment	<u>(22,876)</u>	<u>(43,134)</u>
Capital Activities		
Acquisition of tangible capital assets	<u>(30,566)</u>	<u>(15,034)</u>
Net increase in Cash	35,422	73,149
Cash and cash equivalents, beginning of year	<u>729,573</u>	<u>656,424</u>
Cash and cash equivalents, end of year	<u>\$ 764,995</u>	<u>\$ 729,573</u>

THE CORPORATION OF THE VILLAGE OF SILVERTON

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

December 31, 2014

1. Significant Accounting Policies

The Corporation of the Village of Silverton (the Village) is a local government in the Province of British Columbia. The consolidated financial statements have been prepared in accordance with Canadian public sector accounting standards.

The following is a summary of the Village's significant accounting policies:

(a) Principles of Consolidation

These consolidated financial statements include the accounts of all the funds of the Village. Inter-fund transactions and balances have been eliminated in the consolidated statements.

(b) Revenue Recognition

Sources of revenue are recorded on the accrual basis and include revenue in the period in which the transactions or events occurred that give rise to the revenues. Taxation revenues are recognized at the time of issuing the property tax notices for the fiscal year. Sale of services and user fee revenues are recognized when the service or product is rendered by the Village.

Grant revenues are recognized when the funding becomes receivable. Revenue unearned in the current period is recorded as deferred revenue.

(c) Deferred Revenue

Deferred revenue represents funds received for specific purposes which are externally restricted by legislation, regulation or agreement and are not available for general municipal purposes as well as licenses, permits, other fees and grants which have been collected, but for which the related services have not been performed and or projects have not been constructed. These amount will be recognized as revenues in the fiscal year in which it is used for the specified purpose, the services are performed and or the projects are constructed.

(d) Government Transfers

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 can be made.

(e) Financial Instruments

The Village's financial instruments consist of cash and cash equivalents, accounts receivable, accounts payable and accrued liabilities, short and long term debt. It is management's opinion that the Village is not exposed to significant interest, currency or credit risks arising from these financial instruments. The fair values of these financial instruments approximate their carrying values.

(f) Accrued Future Payroll Benefits

The Village records the cost of future payroll benefits over the employee's term of employment.

(g) Interest and Actuarial Gains on Long Term Debt

The Village records interest expense on long-term debt on an accrual basis and actuarial gains when realized as a reduction of the principal balance.

THE CORPORATION OF THE VILLAGE OF SILVERTON

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

December 31, 2014

1. Significant Accounting Policies (continued)

(h) Tangible Capital Assets

Tangible capital assets, comprised of capital assets and capital assets under construction, are recorded at cost and are classified according to their functional use. Amortization is recorded on a straight-line basis over the estimated useful life of the asset commencing the year the asset is put in to service. Donated tangible capital assets are reported at fair value at the time of donation. Estimated useful lives are as follows:

Buildings	40 years
Furniture, Equipment & Vehicles	5 to 10 years
Technology	5 years
Roads and Paving	40 years
Bridges and other Transportation Structures	40 years
Water Infrastructure	10 to 40 years

(i) 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 ordinary course of operations.

(j) Statutory Reserves

Statutory reserves are funds that have been restricted by council. Formal establishing bylaws have been adopted pursuant to the Community Charter, which define how these reserves are to be used.

(k) Use of Estimates

The preparation of consolidated financial statements in accordance with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements, and the reported revenues and expenses during the reporting period. Significant areas requiring estimates include the useful lives of tangible capital assets for amortization, future employee benefits, allowance for doubtful accounts and provision for contingencies. Actual results could differ from management's best estimates as additional information becomes available in the future.

(l) Budget

Budget data presented in these consolidated financial statements is based on the Village's 5 Year Financial Plan for the years 2014-2018, adopted by Council on May 27, 2014.

THE CORPORATION OF THE VILLAGE OF SILVERTON
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
 December 31, 2014

2. Cash and Cash Equivalents

Cash and cash equivalents in the statement of financial position are comprised of:

	<u>2014</u>	<u>2013</u>
Cash	\$ 678,131	\$ 643,645
MFA bond and money market funds	<u>86,864</u>	<u>85,928</u>
	<u>\$ 764,995</u>	<u>\$ 729,573</u>

Municipal Finance Authority (MFA) pooled investment funds are considered equivalent to cash because of their liquidity.

3. Accounts Receivable

	<u>2014</u>	<u>2013</u>
Property taxes	\$ 26,582	\$ 33,667
Utility billings	5,101	-
Other governments	6,368	5,973
Trade & other receivables	<u>26,692</u>	<u>16,764</u>
	<u>\$ 64,743</u>	<u>\$ 56,404</u>

4. Municipal Finance Authority Debt Reserve Fund

The Municipal Finance Authority of British Columbia (MFA) provides capital financing for regional districts and their member municipalities. The MFA is required to establish a Debt Reserve Fund. The MFA must then use this fund if at any time there are insufficient funds to meet payments on its obligations. If this occurs the regional districts may be called upon to restore the fund.

Each regional district, through its member municipalities who share in the proceeds of a debt issue, is required to pay into the Debt Reserve Fund certain amounts set out in the financing agreements. The interest earned on the Debt Reserve Fund, less administrative expenses, becomes an obligation of the MFA to the regional districts.

Upon maturity of a debt issue, the unused portion of the Debt Reserve Fund established for that issue will be discharged to the Municipality. The proceeds from these discharges will be credited to income in the year they are received. As at December 31, 2014 the total of the Debt Reserve Fund was comprised of:

	<u>2014</u>	<u>2014</u>	<u>2014</u>	<u>2013</u>
	Cash Deposit	Demand Note	Total	Total
General fund	\$ 713	\$ 2,857	\$ 3,570	\$ 3,550
Water utility	<u>2,744</u>	<u>10,989</u>	<u>13,733</u>	<u>13,656</u>
	<u>\$ 3,457</u>	<u>\$ 13,846</u>	<u>\$ 17,303</u>	<u>\$ 17,206</u>

THE CORPORATION OF THE VILLAGE OF SILVERTON

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

December 31, 2014

5. Accounts Payable and Accrued Liabilities

	<u>2014</u>	<u>2013</u>
Trades payable	\$ 96,737	\$ 31,809
Accrued wages and benefits	<u>7,539</u>	<u>4,464</u>
	<u>\$ 104,276</u>	<u>\$ 36,273</u>

6. Deferred Revenue

	<u>2014 Opening Balance</u>	<u>2014 Contributions</u>	<u>2014 Disbursements</u>	<u>2014 Ending Balance</u>
Community works fund	\$ 267,767	\$ 62,082	\$ -	\$ 329,849
Other	<u>26,124</u>	<u>300</u>	<u>(8,400)</u>	<u>18,024</u>
	<u>\$ 293,891</u>	<u>\$ 62,382</u>	<u>\$ (8,400)</u>	<u>\$ 347,873</u>

7. Debt

Debt Bylaw #	Purpose of Bylaw	Interest rate %	Year of Maturity	Original Issue	2014 Balance	2013 Balance
General Purposes:						
411	Breakwater project	3%	2016	<u>52,000</u>	<u>12,092</u>	<u>17,791</u>
Water Purposes:						
410	Water system upgrade	3%	2016	<u>200,000</u>	<u>46,508</u>	<u>68,429</u>
Total Debt					<u>\$ 58,600</u>	<u>\$ 86,220</u>

Principal payments and expected actuarial additions for the next 2 years are as follows:

	General	Water	Total
2015	\$ 5,927	\$ 22,798	\$ 28,725
2016	<u>6,165</u>	<u>23,710</u>	<u>29,875</u>
	<u>\$ 12,092</u>	<u>\$ 46,508</u>	<u>\$ 58,600</u>

8. Tangible Capital Assets

	<u>Cost</u>	<u>Accumulated Amortization</u>	<u>2014 Net Book Value</u>	<u>2013 Net Book Value</u>
Land	\$ 93,917	\$ -	\$ 93,917	\$ 93,917
Buildings	1,068,402	353,057	715,345	741,673
Vehicles, equipment & furniture	247,968	156,027	91,941	111,729
Engineering infrastructure	464,443	218,855	245,588	256,239
Transportation infrastructure	251,649	176,900	74,749	81,040
Water machinery and equipment	33,587	32,040	1,547	4,638
Water infrastructure	<u>1,322,113</u>	<u>479,274</u>	<u>842,839</u>	<u>846,162</u>
	<u>\$ 3,482,079</u>	<u>\$ 1,416,153</u>	<u>\$ 2,065,926</u>	<u>\$ 2,135,398</u>

See Schedule A - Consolidated statement of tangible capital assets for more information.

THE CORPORATION OF THE VILLAGE OF SILVERTON
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
 December 31, 2014

9. **Accumulated Surplus**

	<u>2014</u>	<u>2013</u>
Operating		
General	\$ 218,347	\$ 289,089
Water	<u>55,885</u>	<u>65,167</u>
	<u>274,232</u>	<u>354,256</u>
Capital Reserves		
General	107,055	105,988
Water	<u>10,130</u>	<u>10,045</u>
	<u>117,185</u>	<u>116,033</u>
	391,417	470,289
Invested in capital assets	<u>1,973,182</u>	<u>2,013,147</u>
Total Accumulated Surplus	<u>2,364,599</u>	<u>2,483,436</u>

10. **Taxes Levied For Other Paid Authorities**

In addition to taxes levied for municipal purposes, the Village is legally obligated to collect and remit taxes levied for the following authorities. These collections and remittances are not recorded as revenue and expenses.

	<u>2014</u>	<u>2013</u>
Provincial Government - School taxes	\$ (126,814)	\$ (121,525)
Provincial Government - Police taxes	(11,949)	(11,337)
Regional District of Central Kootenay	(40,583)	(43,476)
Central Kootenay Hospital District	(13,235)	(14,833)
British Columbia Assessment Authority	(2,918)	(2,766)
Municipal Finance Authority	<u>(9)</u>	<u>(9)</u>
	<u>\$ (195,508)</u>	<u>\$ (193,946)</u>

11. **Pension Plan**

The Village of Silverton and its employees contribute to the Municipal Pension Plan (the Plan), a jointly trustee pension plan. The Board of Trustees, representing plan members and employers, is responsible for overseeing the management of the Plan, including investment of the assets and administration of benefits. The Plan is a multi-employer contributory pension plan. Basic pension benefits provided are based on a formula. The Plan has about 182,000 active members and approximately 75,000 retired members. Active members include approximately 4 contributors from the Village of Silverton.

The most recent actuarial valuation as at December 31, 2012 indicated a \$1,370 million funding deficit for basic pension benefits. The next valuation will be as at December 31, 2015 with results available in 2016. Employers participating in the Plan record their pension expense as the amount of employer contributions made during the fiscal year (defined contribution pension plan accounting). This is because the Plan records accrued liabilities and accrued assets for the Plan in aggregate with the result that there is no consistent and reliable basis for allocating the obligation, assets and cost to individual employers participating in the Plan.

The Village of Silverton paid \$9,561 for employer contributions to the plan in fiscal 2014 (2013 - \$5,763).

THE CORPORATION OF THE VILLAGE OF SILVERTON
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
December 31, 2014

12. Commitments and Contingencies

Regional District Debt

Regional District debt is under the provisions of the Community Charter of BC a direct, joint and several liability of the District and each member municipality within the District including the Village of Silverton.

Claims for Damages

In the normal course of a year the Village is faced with lawsuits and claims for damages of a diverse nature. The outcome of these claims cannot be reasonably determined at this time.

Reciprocal Insurance Exchange Agreement

The Village is a subscribed member of the Municipal Insurance Association of British Columbia (The "Exchange") as provided by Section 3.02 of the Insurance Act of British Columbia. The main purpose of the exchange is to pool the risks of liability so as to lessen the impact upon any subscriber. Under the Reciprocal Insurance Exchange agreement, the Municipality is assessed a premium and specific deductible based on population and claims experience. The obligation of the Municipality with respect to the Exchange and/or contracts and obligations entered into by the Exchange on behalf of its subscribers in connection with the Exchange are in every case several and not joint and several. The Village irrevocably and unconditionally undertakes and agrees to indemnify and save harmless the other subscribers against liability losses and costs which the other Subscriber may suffer.

13. Budget Data

The reconciliation of the approved budget for the current year to the budget figures reported in these consolidated financial statement is as follows:

	<u>2014</u>
Budget deficit per Consolidated Statement of Operations	\$ (44,932)
Less: Capital expenditures	65,000
Debt principal repayments	20,989
Budgeted transfers to reserves	15,000
Add: Budgeted transfers from surplus	<u>145,921</u>
Net annual budget	<u>\$ -</u>

14. Prior Period Adjustment

During the year the Village changed its accounting policy with respect to accounting for the Municipal Finance Authority (MFA) debt reserve funds. This change in policy was applied retrospectively with the following effects on the 2013 comparative figures: increase in interest income by \$156, increase MFA Deposits by \$3,360 and increase accumulated surplus by \$3,204.

15. Comparative Figures

Certain comparative figures from the prior year have been reclassified to conform with the presentation format adopted for the current year.

THE CORPORATION OF THE VILLAGE OF SILVERTON
SCHEDULE A - CONSOLIDATED STATEMENT OF TANGIBLE CAPITAL ASSETS

For the Year Ended December 31, 2014

	Additions & reallocation of assets under Construction		Disposals	Closing Balance	Accumulated Amortization		Reduction on Disposals	Accumulated Amortization		Net Carrying Amount End of year
	Opening Balance	Construction			Opening balance	Expense		Closing Balance	End of year	
Tangible Capital Assets										
Land	\$ 93,917	\$ -	\$ -	\$ 93,917	\$ -	\$ -	\$ -	\$ -	\$ 93,917	\$ -
Buildings	1,068,402	-	-	1,068,402	326,729	-	-	353,057	715,345	715,345
IT, equipment & furniture	246,355	1,613	-	247,968	134,626	-	-	156,027	91,941	91,941
Engineering infrastructure	464,443	-	-	464,443	208,204	-	-	218,855	245,588	245,588
Transportation infrastructure	251,649	-	-	251,649	170,609	-	-	176,900	74,749	74,749
Water machinery and equipment	33,587	-	-	33,587	28,949	-	-	32,040	1,547	1,547
Water infrastructure	1,293,160	28,953	-	1,322,113	446,998	-	-	479,274	842,839	842,839
Total	\$ 3,451,513	\$ 30,566	\$ -	\$ 3,482,079	\$ 1,316,115	\$ -	\$ -	\$ 1,416,153	\$ 2,065,926	\$ -

THE CORPORATION OF THE VILLAGE OF SILVERTON
SCHEDULE B - SCHEDULE OF SEGMENTED INFORMATION

For the Year Ended December 31, 2014

	General Government	Protective Services	Transportation Services	Environmental Health Services	Parks & Recreation	Water Utility	2014 Total
Revenues							
Taxes	\$ 120,422	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 120,422
Sales of Service	34	-	-	17,344	32,587	-	49,965
Other revenue from own services	7,946	2,480	-	-	11,345	75	21,846
Investment income	5,298	-	-	-	-	5,342	10,640
Grants - unconditional	174,292	-	-	-	-	-	174,292
Grants - conditional	30,000	7,502	1,395	21,698	-	20,000	80,595
Water user fees	-	-	-	-	-	69,296	69,296
	<u>337,992</u>	<u>9,982</u>	<u>1,395</u>	<u>39,042</u>	<u>43,932</u>	<u>94,713</u>	<u>527,056</u>
Expenditures							
Wages and benefits	136,564	-	32,372	-	-	24,287	193,223
Supplies and services	122,049	45,857	91,770	13,925	47,237	17,650	338,488
Interest and other debt charges	-	-	-	-	2,960	11,184	14,144
Amortization	3,780	4,568	26,355	432	29,536	35,367	100,038
	<u>262,393</u>	<u>50,425</u>	<u>150,497</u>	<u>14,357</u>	<u>79,733</u>	<u>88,488</u>	<u>645,893</u>
Annual Surplus (Deficit)	<u>75,599</u>	<u>(40,443)</u>	<u>(149,102)</u>	<u>24,685</u>	<u>(35,801)</u>	<u>6,225</u>	<u>(118,837)</u>