

Community Government of Whati
Financial Statements
March 31, 2012

Community Government of Whati Contents

For the year ended March 31, 2012

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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 Council and management to discuss their audit findings.

June 18, 2012



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, 2012 and the statements of operations, changes in net financial assets (net debt) 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 revenues and expense 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 matter described in the Basis for Qualified Opinion paragraph, the financial statements present fairly in all material respects the financial position of the Community Government of Whatì as at March 31, 2012 and the results of its operations, changes in net financial assets (net debt) and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Grande Prairie, Alberta

June 22, 2012

MNP LLP

Community Government of Whati
Statement of Financial Position

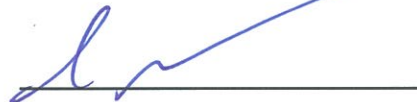
As at March 31, 2012

	2012	2011
Financial assets		
Cash resources <i>(Note 2)</i>	355,997	1,018,459
Trades and other receivables <i>(Note 3)</i>	2,027,978	1,523,176
Reserve deposits <i>(Note 4)</i>	1,357,410	73,695
Assets available for sale <i>(Note 5)</i>	14,384	-
Total of financial assets	3,755,769	2,615,330
Liabilities		
Accounts payable and accrued liabilities <i>(Note 6)</i>	158,366	286,569
Deferred revenue <i>(Note 7)</i>	3,396,265	2,787,305
Capital lease obligation <i>(Note 8)</i>	19,667	29,521
Total of financial liabilities	3,574,298	3,103,395
Net financial assets (net debt)	181,471	(488,065)
Non-financial assets		
Tangible capital assets <i>(Note 10)</i>	8,727,048	8,856,988
Accumulated surplus	8,908,519	8,368,923

Approved on behalf of the Board



Chief



Councillor

The accompanying notes are an integral part of these financial statements

Community Government of Whati

Statement of Operations

For the year ended March 31, 2012

	Schedules	2012 Budget (unaudited)	2012	2011
Other revenue		351,200	478,973	403,658
Government transfers		2,116,533	3,186,343	4,144,564
Contract revenue		145,000	138,000	138,000
Deferred revenue opening		-	2,787,305	1,058,762
Deferred revenue closing		-	(3,396,265)	(2,787,305)
Water and sewer - local government charges		159,000	177,559	150,336
Water and sewer - residential		50,000	81,004	61,617
Water and sewer - commercial and industrial		5,000	5,408	4,627
		2,826,733	3,458,327	3,174,259
Expenses				
General Government Services	2	631,097	762,104	840,369
Protective Services	3	75,175	69,114	90,216
Water and Sewage Services	4	747,037	691,640	552,991
Transportation and Public Works Services	5	480,520	414,480	572,223
Environmental and Public Health Services	6	67,332	6,405	9,513
Land Development	7	76,811	51,091	75,960
Recreation and Community Services	8	699,040	712,520	692,098
Contract Services	9	78,653	211,377	322,952
Total expenses		2,855,665	2,918,731	3,156,322
Excess (deficiency) of revenue over expenses before other items		(28,932)	539,596	17,937
Other items				
Gain (loss) on disposal of tangible capital assets		-	-	(1,937)
Excess (deficiency) of revenue over expenses		(28,932)	539,596	16,000
Accumulated surplus, beginning of year		8,368,923	8,368,923	8,352,923
Accumulated surplus, end of year		8,877,211	8,908,519	8,368,923

The accompanying notes are an integral part of these financial statements

Community Government of Whati
Statement of Change in Net Financial Assets (Net Debt)

For the year ended March 31, 2012

	2012 Budget (unaudited)	2012	2011
Excess (deficiency) of revenue over expenses	(28,932)	539,596	16,000
Purchases of tangible capital assets	-	(288,089)	(7,567)
Amortization of tangible capital assets	392,067	403,645	378,727
(Gain) loss on sale of tangible capital assets	-	-	1,937
Proceeds of disposal of tangible capital assets	-	-	2,003
Reclassification of asset available for sale	-	14,384	-
	392,067	129,940	375,100
Increase (decrease) in net financial assets (net debt)	363,135	669,536	391,100
Net financial debt, beginning of year	(488,065)	(488,065)	(879,165)
Net financial assets (net debt), end of year	(124,930)	181,471	(488,065)

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, 2012

	2012	2011
Net inflow (outflow) of cash related to the following activities:		
Operating activities		
Excess of revenues over expenditures	539,596	16,000
Amortization	403,645	378,727
Loss on disposal of tangible capital assets	-	1,937
Net changes in operations		
Trades and other receivables	(504,802)	(1,091,470)
Accounts payable and accrued liabilities	(128,203)	(293,518)
Deferred revenue	608,960	1,728,544
	919,196	740,220
Financing activities		
Repayment of capital lease obligation	(9,854)	(8,612)
Capital activities		
Purchases of tangible capital assets	(288,089)	(7,567)
Proceeds of disposal of tangible capital assets	-	2,003
	(288,089)	(5,564)
Increase in cash resources	621,253	726,044
Cash resources, beginning of year	1,092,154	366,110
Cash resources, end of year	1,713,407	1,092,154
Cash resources are composed of:		
Cash	355,997	1,018,459
Reserve deposits	1,357,410	73,695
	1,713,407	1,092,154
Supplementary cash flow information		
Interest paid	16,303	14,587
Interest received	4,878	44

The accompanying notes are an integral part of these financial statements

1. Significant accounting policies

The financial statements of the Community Government of Whati (the Community) are the representations of management prepared in accordance with generally accepted accounting principles for local governments established by the Public Sector Accounting Board of the Canadian Institute of Chartered Accountants. Significant aspects of the accounting policies adopted by the Community are as follows:

Reporting entity

The financial statements reflect the assets, liabilities, revenues 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.

Funds from external parties and earnings thereon restricted by agreement or legislation are accounted for as deferred revenue until used for the purpose specified.

Government transfers, contributions and other amounts are received from third parties pursuant to legislation, regulation or agreement and may only be used for certain programs, in the completion of specific work, or for the purchase of tangible capital assets. In addition, certain user charges and fees are collected for which the related services have yet to be performed. Revenue is recognized in the period when the related expenses are incurred, services performed or the tangible capital assets are acquired.

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.

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.

Landfill Closure 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 9.

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

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.

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 revenues over expenses, provides the consolidated change in net financial asset for the year.

i. 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.

ii. 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

iii. 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.

iv. Inventory

Inventories held for consumption are recorded at the lower of cost and replacement cost. No inventory was held at the end of the year.

Segments

During 2012, the Community had 8 (8 in 2011), reportable segments: General government services, Protective services, Water and sewage, Transportation and public works, Environmental and public health services, Land development, Recreation and community services and Contract services. These segments are differentiated by major activities (departments) at the Community.

Community Government of Whati
Notes to the Financial Statements
For the year ended March 31, 2012

2. Cash resources

	2012	2011
Cash on hand	4,304	8,582
General bank account	351,693	1,009,877
	355,997	1,018,459

Cash accounts bear interest at 0-2% in 2012 (0-2% in 2011).

3. Trades and other receivables

	2012	2011
GNWT - MACA	1,795,509	1,323,945
Allowance for doubtful accounts	(38,819)	(112,554)
	1,756,690	1,211,391
Water and Sewage	46,813	94,195
Allowance for doubtful accounts	(5,862)	(24,942)
	40,951	69,253
GST	174,880	113,156
Trade/Other	133,997	316,758
Allowance for doubtful accounts	(78,540)	(187,382)
	55,457	129,376
	2,027,978	1,523,176

Community Government of Whati

Notes to the Financial Statements

For the year ended March 31, 2012

4. Restricted deposits

	<i>2012 Deferred Revenue and Reserve</i>	<i>2012 Restricted Deposit</i>	<i>2012 Receivable</i>	<i>2012 Deposit Surplus (Deficiency)</i>
Asset Replacement reserve	35,718	35,718	-	-
Building Canada Plan	924,633	-	924,633	-
Gas tax agreement	588,880	661,101	-	72,221
Community Public Infrastructure	1,815,018	660,591	787,810	(366,617)
Mini Hydro Study	56,809	-	-	(56,809)
Local Government Administrator Project	10,925	-	-	(10,925)
	3,431,983	1,357,410	1,712,443	(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, 2012, the community has overdrawn their restricted funding and will need to replace it.

Reserve deposits bear interest between 0 - 0.25% in 2012 (zero interest bearing in 2011).

5. Assets available for sale

There are two vehicles that are being held for sale by the community. They have been recorded at their amortized costs as at March 31, 2012.

6. Accounts payable and accrued liabilities

	<i>2012</i>	<i>2011</i>
GNWT payable	16,560	31,277
Trade accounts payable	108,144	214,915
Wages and benefits payable	33,662	40,377
	158,366	286,569

7. Deferred revenue

	<i>2012</i>	<i>2011</i>
Community Public Infrastructure	1,815,018	1,438,960
Mini Hydro Study - NWT Power Corporation	56,809	56,809
Building Canada Plan	924,633	924,633
Federal Gas Tax	588,880	366,903
Local Government Administrator Project	10,925	-
	3,396,265	2,787,305

Community Government of Whati
Notes to the Financial Statements
For the year ended March 31, 2012

8. Capital lease obligation

	2012	2011
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 \$28,770 (\$33,565 - 2011)	19,667	29,521

Principal and interest payments are as follows:

	Principal	Interest	Total
2013	11,277	1,983	13,260
2014	8,390	431	8,821
	19,667	2,414	22,081

Interest on capital lease obligation amounted to \$3,406 (2011 - \$4,649)

9. Landfill closure 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.

10. Tangible capital assets

The tangible capital assets reconciliation is included in Schedule 1.

11. Equity in tangible capital assets

Annual surplus is comprised of the following:

	2012	2011
Tangible capital assets (Schedule 1)	14,252,846	14,036,677
Accumulated amortization (Schedule 1)	(5,525,798)	(5,179,689)
Capital lease obligation (Note 8)	(19,667)	(29,521)
	8,707,381	8,827,467

Community Government of Whati
Notes to the Financial Statements
For the year ended March 31, 2012

12. Accumulated surplus

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

	2012	2011
Unrestricted surplus (deficit)	126,476	(389,665)
Water and sewage operations	78,888	(100,295)
Land development	(39,944)	(4,302)
Equity in tangible capital assets	8,707,381	8,827,467
Reserve - equipment replacement	-	34,326
Reserve - vehicle replacement	-	1,392
Asset replacement reserve	35,718	-
	8,908,519	8,368,923

13. Government Transfers

	2012	2011
Operating Transfers		
Operating and Maintenance Funding	1,425,000	1,425,000
Water and Sewer Funding	518,393	518,393
Sport, Recreation and Youth Contributions	48,285	48,705
Land Administration	8,379	9,873
Property tax grant	7,020	13,588
TCA Funding	-	10,000
Interim SAO reimbursement	29,894	-
SAO Training	100,000	100,000
Biomass Energy Program	-	15,000
	2,136,971	2,140,559
Capital Transfers		
Community Development Program	-	30,000
Building Canada Plan	-	924,633
Gas Tax	261,562	261,562
Community Public Infrastructure	787,810	787,810
	1,049,372	2,004,005
	3,186,343	4,144,564

14. Northern employee benefits services

Employees of the Community Government of Whati participate in the Northern Employee Benefits Services. The plan services about 1948 people and 86 employers. 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 \$149,869 (2011 - \$144,516), and 0% for the excess.

The current service contributions by the Community Government of Whati of the Northern Employee Benefits Services in 2012 were \$33,975 (2011 - \$31,694). Total current service contributions by the employee of the Community in 2012 were \$33,975 (2011 - \$31,694).

At January 1, 2012 the Plan disclosed an actuarial deficiency of \$3,765,000 on a going concern basis and \$58,142,800 on a solvency valuation basis. The solvency ratio used is 60%.

15. 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:

2013	113,744
2014	45,387

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. Financial instruments

The community's financial instruments consist of cash, accounts receivable, accounts payable and accrued liabilities. It is management's opinion that the community is not exposed to significant interest or currency risks arising from these financial instruments.

The community is subject to credit risk with respect to trade and other receivables. Credit risk arises from the possibility that entities to which the community provides services may experience financial difficulty and be unable to fulfill their obligations. As most receivables are due from senior levels of government the credit risk is minimal.

Unless otherwise noted, the carrying value of the financial instruments approximates fair value.

18. Approval of financial statements

Council and Management have approved these financial statements.

19. Budget information

The disclosed budget information has been approved by the Chief and Council on August 3, 2012.

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

For the year ended March 31, 2012

	<i>Land Improvements</i>	<i>Buildings</i>	<i>Engineering Structure</i>	<i>Machinery and Equipment</i>	<i>Vehicles</i>	<i>2012</i>	<i>2011</i>
Cost							
Balance, beginning of year	231,741	9,633,766	1,740,945	2,319,949	110,276	14,036,677	14,362,102
Acquisition of tangible capital assets	-	-	-	150,673	137,416	288,089	7,566
Disposal of tangible capital assets	-	-	-	-	-	-	(332,991)
Reclassification of assets available for sale	-	-	-	-	(71,920)	(71,920)	-
Balance, end of year	231,741	9,633,766	1,740,945	2,470,622	175,772	14,252,846	14,036,677
Accumulated amortization							
Balance, beginning of year	39,477	2,847,688	665,352	1,550,457	76,715	5,179,689	5,130,017
Annual amortization	14,650	192,675	38,649	140,094	17,577	403,645	378,727
Accumulated amortization on disposals	-	-	-	-	-	-	(329,055)
Reclassification of accumulated amortization on assets available for sale	-	-	-	-	(57,536)	(57,536)	-
Balance, end of year	54,127	3,040,363	704,001	1,690,551	36,756	5,525,798	5,179,689
Net book value of tangible capital assets	177,614	6,593,403	1,036,944	780,071	139,016	8,727,048	8,856,988
2011 Net book value of tangible capital assets	192,264	6,786,078	1,075,593	769,492	33,561	8,856,988	

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

For the year ended March 31, 2012

	2012 <i>Budget</i> <i>(unaudited)</i>	2012	2011
Revenue			
Deferred revenue closing	-	(10,925)	-
Other revenue	58,200	126,706	123,587
Government transfers	1,550,000	1,554,894	1,535,000
	1,608,200	1,670,675	1,658,587
Expenses			
Administration (departmental charges)	(108,341)	(104,442)	-
Advertising	5,000	-	6,662
Amortization	49,559	61,120	48,559
Audit and legal fees	35,000	40,113	47,278
Bad debt	-	58,489	2,102
Bank and interest charges	7,100	16,303	14,587
Building O & M	2,000	9,731	6,420
Building rent	-	21,600	2,400
Business travel and expense	20,000	46,597	38,311
Chief and council expenses	78,739	67,410	100,212
Communications	15,000	6,684	8,953
Community events	15,000	-	-
Contracted services	90,000	128,001	91,422
Electricity	25,000	23,638	17,426
Equipment O & M	500	5,932	121
Equipment fuel	3,600	53	1,432
Equipment rental	10,000	5,205	8,732
Freight	5,000	2,965	1,931
Grants to groups	5,000	9,841	766
Heating fuel	12,000	11,224	13,031
Honoraria	-	900	11,700
Insurance	45,000	21,177	40,720
Material and supplies	10,000	4,945	1,880
Miscellaneous	5,000	3,814	3,432
Office equipment and supplies	27,500	30,592	59,442
Salaries and benefits	259,440	278,465	297,875
Staff training	10,000	-	8,619
Translation services	2,000	3,363	-
Water and sewage	2,000	8,384	6,356
	631,097	762,104	840,369
Excess of revenue over expenses	977,103	908,571	818,218

Community Government of Whati
Protective Services
Schedule 3 - Schedule of Revenue and Expenses
For the year ended March 31, 2012

	2012 Budget (unaudited)	2012	2011
Revenue			
Other revenue	7,000	5,750	6,650
Expenses			
Amortization	28,302	28,671	28,302
Building O & M	500	3,493	178
Business travel and expense	1,500	-	444
Communications	6,500	5,810	5,405
Contracted services	-	1,950	5,525
Electricity	8,000	5,898	5,122
Equipment O & M	2,750	-	1,336
Equipment fuel	840	381	1,057
Freight	100	176	196
Heating fuel	9,600	11,953	8,672
Insurance	2,500	8,252	2,838
Material and supplies	1,000	73	23,754
Miscellaneous	500	-	-
Salaries and benefits	8,983	2,390	7,387
Staff training	4,000	-	-
Water and sewage	100	67	-
	75,175	69,114	90,216
Deficiency of revenue over expenses	(68,175)	(63,364)	(83,566)

Community Government of Whati
Water and Sewage Services
Schedule 4 - Schedule of Revenue and Expenses
For the year ended March 31, 2012

	2012 <i>Budget</i> <i>(unaudited)</i>	2012	2011
Revenue			
Water and sewer - local government charges	159,000	177,559	150,336
Other revenue	12,000	24,088	1,000
Government transfers	518,393	518,393	518,393
Water and sewer - residential	50,000	81,004	61,617
Water and sewer - commercial and industrial	5,000	5,408	4,627
	744,393	806,452	735,973
Expenses			
Administration	100,232	109,818	7,237
Amortization	77,008	64,371	64,371
Audit and legal fees	10,000	-	-
Bad debt (recovery)	-	-	(7,379)
Building O & M	10,000	2,524	5,902
Business travel and expense	-	-	3,104
Communications	2,000	2,435	1,777
Contracted services	-	1,238	-
Electricity	20,000	23,770	17,652
Equipment O & M	15,000	20,151	11,075
Equipment fuel	48,000	43,419	39,261
Freight	-	4,381	3,909
Heating fuel	42,000	38,345	32,143
Insurance	10,000	14,096	10,407
Material and supplies	46,000	5,302	17,169
Miscellaneous	10,500	-	104
Office equipment and supplies	5,000	6,400	6,100
Salaries and benefits	350,797	354,292	337,601
Staff training	-	-	1,450
Water and sewage	500	1,098	1,108
	747,037	691,640	552,991
Excess (deficiency) of revenue over expenses before other items	(2,644)	114,812	182,982
Other items			
Gain on disposal of tangible capital assets	-	-	2,000
Excess (deficiency) of revenue over expenses	(2,644)	114,812	184,982

Community Government of Whati
Transportation and Public Works Services
Schedule 5 - Schedule of Expenses
For the year ended March 31, 2012

	2012 Budget (unaudited)	2012	2011
Expenses			
Amortization	87,459	99,210	87,756
Building O & M	5,000	2,357	6,582
Building rent	9,000	-	300
Business travel and expense	8,000	4,644	10,413
Communications	3,000	4,058	3,501
Contracted services	3,000	-	-
Electricity	52,000	43,781	39,931
Equipment O & M	28,000	34,511	35,126
Equipment fuel	63,600	40,681	52,439
Freight	5,000	5,052	4,502
Heating fuel	26,400	15,008	14,521
Insurance	13,000	15,146	14,191
Material and supplies	26,000	12,011	83,939
Miscellaneous	1,000	-	286
Salaries and benefits	147,961	137,848	216,645
Staff training	2,000	-	1,891
Water and sewage	100	173	200
	480,520	414,480	572,223
Deficiency of revenue over expenses before other items	(480,520)	(414,480)	(572,223)
Other items			
Gain (loss) on disposal of tangible capital assets	-	-	(3,937)
Deficiency of revenue over expenses	(480,520)	(414,480)	(576,160)

Community Government of Whati
Environmental and Public Health Services
Schedule 6 - Schedule of Expenses
For the year ended March 31, 2012

	2012 Budget (unaudited)	2012	2011
Expenses			
Equipment O & M	7,000	-	576
Equipment fuel	7,200	1,526	2,107
Insurance	5,000	1,140	5,677
Material and supplies	500	-	53
Miscellaneous	-	-	26
Salaries and benefits	47,632	3,739	1,074
Total expenses	67,332	6,405	9,513

Community Government of Whati
Land Development
Schedule 7 - Schedule of Revenue and Expenses
For the year ended March 31, 2012

	2012 Budget (unaudited)	2012	2011
Revenue			
Other revenue	26,000	50	17,400
Government transfers	14,140	15,399	23,461
	40,140	15,449	40,861
Expenses			
Business travel and expense	1,000	-	2,592
Miscellaneous	500	-	-
Salaries and benefits	74,311	51,091	71,541
Staff training	1,000	-	1,827
	76,811	51,091	75,960
Deficiency of revenue over expenses	(36,671)	(35,642)	(35,099)

Community Government of Whati
Recreation and Community Services
Schedule 8 - Schedule of Revenue and Expenses
For the year ended March 31, 2012

	2012 <i>Budget</i> <i>(unaudited)</i>	2012	2011
Revenue			
Other revenue	241,000	322,379	255,021
Government transfers	34,000	48,285	48,705
	275,000	370,664	303,726
Expenses			
Amortization	149,739	150,273	149,739
Building O & M	35,500	32,664	6,034
Business travel and expense	5,000	3,291	9,312
Communications	5,000	5,867	4,132
Community donations	-	1,827	-
Community events	37,500	131,267	64,533
Electricity	67,000	57,378	61,729
Equipment O & M	-	307	1,962
Equipment fuel	960	625	2,210
Freight	20,500	24,205	20,482
Grants to groups	15,000	14,072	9,628
Heating fuel	55,200	49,064	43,158
Honoraria	-	-	800
Insurance	21,000	35,852	20,814
Material and supplies	99,500	64,906	89,817
Miscellaneous	500	1,160	1,164
Office equipment and supplies	11,000	7,957	8,034
Salaries and benefits	163,641	122,787	189,512
Staff training	3,000	-	908
Water and sewage	9,000	9,018	8,130
	699,040	712,520	692,098
Deficiency of revenue over expenses	(424,040)	(341,856)	(388,372)

Community Government of Whati
Contract Services
Schedule 9 - Schedule of Revenue and Expenses
For the year ended March 31, 2012

	Airport Maintenance	Hydro Study Funding Program	Federal Gas Tax	Community Public Infrastructure	Building Canada Plan	2012 Budget (Unaudited)	2012	2011
Revenue								
Contract revenue	138,000	-	-	-	-	145,000	138,000	138,000
Government transfers	-	-	261,562	787,810	-	-	1,049,372	2,019,005
Other revenue	-	-	-	-	-	-	-	-
Deferred revenue opening	-	56,809	366,903	1,438,960	924,633	-	2,787,305	1,058,762
Deferred revenue closing	-	(56,809)	(588,880)	(1,815,018)	(924,633)	-	(3,385,340)	(2,787,305)
	138,000	-	39,585	411,752	-	145,000	589,337	428,462
Expenses								
Administration	9,593	-	-	-	-	13,109	9,593	8,581
Business travel and expense	-	-	-	-	-	-	-	705
Contracted services	-	-	-	-	-	-	-	62,850
Electricity	25,720	-	-	-	-	23,000	25,720	22,166
Equipment O & M	-	-	-	-	-	-	-	350
Equipment rental	-	-	-	110,826	-	-	110,826	119,133
Freight	65	-	-	-	-	100	65	-
Heating fuel	3,634	-	-	-	-	4,440	3,634	3,506
Interest on capital leases	-	-	-	3,406	-	-	3,406	4,649
Material and supplies	1,308	-	-	-	-	500	1,308	13,103
Salaries and benefits	14,682	-	-	-	-	37,004	14,682	39,450
Staff training	-	-	39,585	-	-	-	39,585	46,210
Water and sewage	2,558	-	-	-	-	500	2,558	2,249
	57,560	-	39,585	114,232	-	78,653	211,377	322,952
Excess of revenue over expenses	80,440	-	-	297,520	-	66,347	377,960	105,510
Additional information:								
Capital expenditures	-	-	-	287,003	-	-	287,003	7,566
Principal payments on capital lease	-	-	-	10,517	-	-	10,517	9,275
	-	-	-	297,520	-	-	297,520	16,841

Community Government of Whati
Schedule 10 - Schedule of Other Revenue

For the year ended March 31, 2012

	2012	2012	2011
	Budget		
	(Unaudited)		
Administration fees	7,200	52,208	9,308
Chartered seat revenue	-	5,225	13,383
Garage revenue	2,000	7,071	11,638
Interest income	-	4,878	44
Land rent/lease	26,000	50	17,400
Miscellaneous	5,000	4,396	9,048
Recreation			
Canteen sales	110,000	132,002	136,374
Special events and days	30,000	48,453	27,270
Bingos and lotteries	90,000	100,680	72,839
User fees	-	330	6,500
Miscellaneous	12,000	11,165	11,880
Rental of building	30,000	75,225	43,975
Rental of equipment	20,000	28,280	36,530
Subsidy - travel	-	2,885	819
User fees	19,000	6,125	6,650
	351,200	478,973	403,658

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

For the year ended March 31, 2012

	2012	2012	2011
	Budget		
	(Unaudited)		
Administration fees	5,000	14,970	15,818
Advertising	5,000	-	6,662
Amortization	392,067	403,645	378,727
Audit and legal fees	45,000	40,113	47,278
Bad debts (recovery)	-	58,490	(5,277)
Bank and interest charges	7,100	16,303	14,587
Building O & M	53,000	50,770	25,116
Building rent	9,000	21,600	2,700
Business travel and expense	35,500	54,532	64,880
Chief and council expenses	78,739	67,410	100,212
Communications	31,500	24,853	23,770
Community donations	-	1,827	-
Community events	52,500	131,267	64,533
Contracted services	93,000	131,190	159,797
Electricity	195,000	180,184	164,027
Equipment fuel	124,200	86,685	98,505
Equipment O & M	53,250	60,900	50,545
Equipment rental	10,000	116,031	127,865
Freight	30,700	36,843	31,020
Grants to groups	20,000	23,914	10,394
Heating fuel	149,640	129,227	115,031
Honoraria	-	900	12,500
Insurance	96,500	95,663	94,647
Interest on capital leases	-	3,406	4,647
Material and supplies	183,500	88,645	229,715
Miscellaneous	18,000	4,874	5,011
Office equipment and supplies	43,500	44,949	73,576
Salaries and benefits	1,089,770	965,293	1,161,085
Staff training	20,000	39,585	60,907
Translation services	2,000	3,363	-
Water and sewage	12,200	21,299	18,044
	2,855,666	2,918,731	3,156,322

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

For the year ended March 31, 2012

	Unrestricted Surplus (Deficit)	Water and Sewage Operations	Land Development	Equity in Tangible Capital Assets	Equipment Replacement Reserve	Vehicle Replacement Reserve	Asset Replacement Reserve	2012	2011
Accumulated surplus (deficit), beginning of year as previously stated	(389,665)	(100,295)	(4,302)	8,827,467	34,326	1,392	-	8,368,923	8,260,793
Prior period adjustment									
Expenses eligible against deferred revenue	-	-	-	-	-	-	-	-	92,130
Adjusted balance, beginning of year	(389,665)	(100,295)	(4,302)	8,827,467	34,326	1,392	-	8,368,923	8,352,923
Excess of revenue over expenses	539,596	-	-	-	-	-	-	539,596	16,000
Unrestricted funds designated for future use	(79,170)	114,812	(35,642)	-	-	-	-	-	-
Funds used for tangible capital assets	(288,089)	-	-	288,089	-	-	-	-	-
Reclassification of assets available for sale	14,384	-	-	(14,384)	-	-	-	-	-
Annual amortization expense	339,274	64,371	-	(403,645)	-	-	-	-	-
Capital lease obligation repaid	(9,854)	-	-	9,854	-	-	-	-	-
Transfer of reserve funds	-	-	-	-	(34,326)	(1,392)	35,718	-	-
Change in accumulated surplus (deficit)	516,141	179,183	(35,642)	(120,086)	(34,326)	(1,392)	35,718	539,596	16,000
Accumulated surplus (deficit), end of year	126,476	78,888	(39,944)	8,707,381	-	-	35,718	8,908,519	8,368,923

Community Government of Whati
Schedule 13 - Schedule of Gas Tax Expenditure Report
For the year ended March 31, 2012

	2008	2009	2010	2011	2012	Cumulative
Funding						
Opening balance	152,454	107,737	104,767	151,551	366,903	152,454
Annual Gas Tax Allocation	-	-	487,230	261,562	261,562	1,010,354
	152,454	107,737	591,997	413,113	628,465	1,162,808
Eligible expenses						
Dust Control Program	44,717	2,970	166,449	-	-	214,137
ICSP Project	-	-	81,396	-	-	81,396
Staff training	-	-	-	46,210	39,585	85,795
Water truck	-	-	192,600	-	-	192,600
	44,717	2,970	440,445	46,210	39,585	573,928
Accumulated excess of funding over expenses	107,737	104,767	151,551	366,903	588,880	588,880

Community Government of Whati
Schedule 14 - Schedule of Community Public Infrastructure Funding
For the year ended March 31, 2012

	2008	2009	2010	2011	2012	Cumulative
Funding						
Opening balance	-	519,101	472,161	850,402	1,438,960	-
Annual Funding	635,646	787,810	787,810	787,810	787,810	3,786,886
	635,646	1,306,911	1,259,971	1,638,212	2,226,770	3,786,886
Eligible Expenses						
2009 F250 Ford lease	-	2,172	8,307	8,307	-	18,786
320DL Excavator lease	10,811	30,910	31,061	31,060	31,060	134,902
Baseball diamonds	-	-	20,333	-	-	20,333
Bobcat	69,980	-	-	-	-	69,980
Cat 950H loader lease	-	10,450	54,464	54,464	54,464	173,842
Cat D4 tractor lease	10,339	26,261	25,301	25,301	25,301	112,503
Chairs for cultural center	-	-	-	-	8,045	8,045
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	33,550
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	50,362
Miniature golf system - 18 holes	-	-	22,750	-	-	22,750
Mini hydro project study	-	32,398	-	-	-	32,398
Mobile equipment upgrades	-	-	-	-	76,682	76,682
Old sewage truck	-	1,448	-	-	-	1,448
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	45,900
Recreation equipment	-	-	26,772	7,439	-	34,211
Salary and wages for capital projects	-	-	-	25,591	-	25,591
Shop tools	-	31,722	-	-	-	31,722
Staff House Furniture	-	-	8,503	5,664	-	14,167
System upgrades	-	-	-	-	44,946	44,946
Translation equipment	-	13,630	-	-	-	13,630
Water source study	5,415	-	-	-	-	5,415
Whati water intact study	-	22,871	-	-	-	22,871
Zamboni	20,000	-	-	-	-	20,000
	116,545	834,750	409,569	199,252	411,752	1,971,868
Accumulated excess of funding over expenses	519,101	472,161	850,402	1,438,960	1,815,018	1,815,018

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

For the year ended March 31, 2012

				2012	2011
POSITION	Honoraria	Per-diem	Travel		
Alfonz Nitsiza - Chief	9,850	1,422	-	11,272	12,760
Francis Beaverho - Councillor	-	-	-	-	800
George Nitsiza - Councillor	7,400	668	-	8,068	12,455
Moise Nitsiza - Councillor	7,000	428	-	7,428	8,500
Jimmy B. Rabesca - Councillor	6,200	668	-	6,868	9,500
Michael Rabesca - Councillor	8,200	668	-	8,868	9,300
Freddy Simpson - Councillor	7,600	668	-	8,268	11,755
Sonny Zoe - Councillor	7,450	333	-	7,783	13,810
Total Remuneration	53,700	4,854	-	58,554	78,880

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

For the year ended March 31, 2012

Water and Sewage Rates

Economic Rate	\$0.059/L
Residential Rate	\$0.0042/L
Commercial and Public Rate	90% charged at \$0.0092/L, 10% charged at \$0.059/L

New rates effective August 2, 2011 as per Bylaw 24-2011

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	\$	626,652
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Water and Sewage Revenue (dollars)

Revenue - Public Sector	\$	177,559
Revenue - Residential	\$	81,004
Revenue - Commercial	\$	5,408
Total Audited Water & Sewage Revenue	\$	806,452

Water and Sewage Consumption (in litres)

Actual Consumption - Residential	15,677,104
Actual Consumption - Commercial	281,239
Actual Volume of Water Consumed/Billed	<u>15,958,343</u>