

TOWN OF SAINT ANDREWS
AUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2010

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AUDITOR'S REPORT

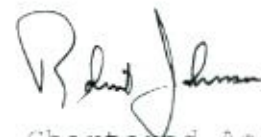
To His Worship the Mayor and Members of the Council,

I have audited the balance sheets of the general, water and sewerage, reserve funds, and trust funds of the Town of Saint Andrews as at December 31, 2010 and the related statements of revenue and expenditure, and source and application of capital financing for the year then ended. These financial statements are the responsibility of the Town's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with Canadian generally accepted auditing standards. Those standards require that I 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 my opinion, these financial statements present fairly, in all material respects, the financial position of the Town as at December 31, 2010 and the results of its operations and the source and application of its capital financing for the year then ended in accordance with Canadian generally accepted accounting principles adopted for New Brunswick municipalities (Note 1).

St. Andrews, N.B.
April 17, 2011

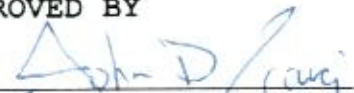


Chartered Accountant


TOWN OF SAINT ANDREWS
 GENERAL CAPITAL FUND
 BALANCE SHEET
 AS AT DECEMBER 31, 2010

	<u>2010</u>	<u>2009</u>
ASSETS		
Due from Kingsbrae Gardens (Note 5)	\$ 216,000	\$ 242,000
Capital assets (Page 3)	<u>16,434,338</u>	<u>15,545,122</u>
	\$ <u>16,650,338</u>	\$ <u>15,787,122</u>
LIABILITIES		
Due to General Operating Fund	\$ 10,000	\$ 10,000
Long-term debt (Note 3)	1,378,000	1,069,000
Investment in capital assets (Page 4)	<u>15,262,338</u>	<u>14,708,122</u>
	\$ <u>16,650,338</u>	\$ <u>15,787,122</u>

APPROVED BY



 Mayor



 Treasurer

TOWN OF SAINT ANDREWS
GENERAL CAPITAL FUND
STATEMENT OF CAPITAL ASSETS
AS AT DECEMBER 31, 2010

	Land	Buildings	Engineering Structures	Machinery and Equipment	2010 Total	2009 Total
General Government						
Town Hall	\$1,000	\$139,746	\$ -	\$82,934	\$223,680	\$202,346
Protective Services						
Police Department	-	64,075	-	-	64,075	64,075
Fire Department	-	472,722	-	1,013,962	1,486,684	1,222,722
Emergency Measures	-	-	-	21,687	21,687	21,687
Medical Center	-	10,727	-	4,610	15,337	5,683
Transportation Services						
Roads and streets	120,011	-	5,969,635	1,074,346	7,163,992	6,841,706
Town barn	-	104,564	-	-	104,564	100,944
Storage shed	-	33,529	-	-	33,529	33,529
Breakwaters and abutments	-	-	248,601	-	248,601	153,756
Parking lots	-	-	7,500	-	7,500	7,500
Storm sewers	-	-	338,803	-	338,803	338,803
Environmental						
Housing	51,198	-	-	-	51,198	51,198
Garbage and waste removal	87,450	11,402	-	-	98,852	98,852
Recreational and Cultural						
W.C. O'Neill Arena Complex	57,544	3,003,437	-	97,367	3,158,348	3,065,599
Tennis Courts	-	-	182,433	-	182,433	152,594
Recreation Field	-	81,392	371,757	54,138	507,287	507,287
Youth Center	-	296,873	-	75,465	372,338	370,124
Centennial Park	-	38,856	49,029	183	88,068	88,068
Market Square	-	-	325,543	-	325,543	325,543
Market Wharf	-	-	1,201,856	14,633	1,216,489	1,174,646
Museum	-	256,027	-	-	256,027	252,934
Library	-	468,473	-	830	469,303	465,526
	<u>\$317,203</u>	<u>\$4,981,823</u>	<u>\$8,695,157</u>	<u>\$2,440,155</u>	<u>\$16,434,338</u>	<u>\$15,545,122</u>

TOWN OF SAINT ANDREWS

GENERAL CAPITAL FUND

STATEMENT OF INVESTMENT IN CAPITAL ASSETS

FOR THE YEAR ENDED DECEMBER 31, 2010

	<u>2010</u>	<u>2009</u>
Balance at beginning of year	\$ <u>14,708,122</u>	\$ <u>14,120,674</u>
Add:		
Contributions from General Operating Fund		
Long-term debt repayment	117,000	95,000
Capital expenditures	247,983	365,997
Christopher Foundation contribution	113,900	27,500
Y.C.A.P. Funding	33,719	36,639
Kiwanis Club of St. Andrews Ltd. contribution	-	10,000
A.C.O.A. Funding	31,669	34,997
Private donation	9,945	2,315
Transfer from General Capital Reserve	<u>-</u>	<u>15,000</u>
	<u>554,216</u>	<u>587,448</u>
Balance at end of year	\$ <u>15,262,338</u>	\$ <u>14,708,122</u>

TOWN OF SAINT ANDREWS

GENERAL CAPITAL FUND

STATEMENT OF SOURCE AND APPLICATION OF GENERAL CAPITAL FINANCING

FOR THE YEAR ENDED DECEMBER 31, 2010

Source	<u>2010</u>	<u>2009</u>
Unapplied at beginning of year		
Accounts Receivable from Kingsbrae Gardens	\$ <u>242,000</u>	\$ <u>267,000</u>
Contributions		
Y.C.A.P.	33,719	36,639
A.C.O.A.	31,669	34,997
Christopher Foundation	113,900	27,500
Private	9,945	2,315
Kiwans Club of St. Andrews Ltd.	<u>-</u>	<u>10,000</u>
	<u>189,233</u>	<u>111,451</u>
Transfers from		
General Operating Fund	364,983	460,997
General Capital Reserve Fund	<u>-</u>	<u>15,000</u>
	<u>364,983</u>	<u>475,997</u>
Issue of long term debt	<u>452,000</u>	<u>309,000</u>
Temporarily Financed at End of Year		
Accounts payable to General Operating Fund	<u>10,000</u>	<u>10,000</u>
	<u>10,000</u>	<u>10,000</u>
	\$ <u>1,258,216</u>	\$ <u>1,173,448</u>
Application		
Capital Expenditures		
Purchase of capital assets	\$ 889,216	\$ 567,448
Repayment of long-term debt	<u>143,000</u>	<u>120,000</u>
	<u>1,032,216</u>	<u>687,448</u>
Temporarily Financed at Beginning of Year		
Temporary loans	-	234,000
Accounts payable to General Operating Fund	<u>10,000</u>	<u>10,000</u>
	<u>10,000</u>	<u>244,000</u>
Unapplied at End of Year		
Accounts receivable from Kingsbrae Gardens	<u>216,000</u>	<u>242,000</u>
	\$ <u>1,258,216</u>	\$ <u>1,173,448</u>

TOWN OF SAINT ANDREWS..3


GENERAL OPERATING FUND

BALANCE SHEET


AS AT DECEMBER 31, 2010

ASSETS	2010	2009
Cash	\$ 205,440	\$ 172,482
Accounts receivable	207,498	234,457
Accounts receivable from other funds		
Water and sewage operating fund	541,171	253,931
General capital fund	10,000	10,000
Trust funds	2,010	2,010
Prepaid expenses	<u>704</u>	<u>704</u>
	\$ <u>966,823</u>	\$ <u>673,584</u>
LIABILITIES		
Accounts payable and accrued liabilities	\$ 510,674	\$ 274,425
Temporary loans	-	138,679
Accounts payable to other funds		
General Operating reserve fund	130,000	-
General Capital reserve fund	<u>180,000</u>	<u>-</u>
	820,674	413,104
Deferred Revenue	<u>128,092</u>	<u>215,201</u>
	948,766	628,305
SURPLUS		
Surplus		
Balance at beginning of year	45,279	39,395
Surplus (deficit) for the year	<u>13,157</u>	<u>4,900</u>
	58,436	44,295
Less surplus (deficit) of the second previous year	<u>40,379</u>	<u>(984)</u>
Balance at end of year	<u>18,057</u>	<u>45,279</u>
	\$ <u>966,823</u>	\$ <u>673,584</u>

APPROVED BY



 Mayor



 Treasurer

TOWN OF SAINT ANDREWS

GENERAL OPERATING FUND

STATEMENT OF REVENUE AND EXPENDITURE

FOR THE YEAR ENDED DECEMBER 31, 2010

		2010		2009
	Page	Budget	Actual	Actual
Revenue				
Warrant of Assessment		\$ 2,619,183	\$ 2,630,229	\$ 2,491,450
Services to Province of NB	8	86,941	86,081	93,214
Other revenue from own services	8	342,857	365,849	435,100
Other transfers	8	192,000	233,718	134,148
Payment in lieu of taxes		735	735	820
Unconditional grant		132,583	121,537	132,588
Surplus from second previous year		40,379	40,379	-
		<u>3,414,678</u>	<u>3,478,528</u>	<u>3,287,320</u>
Expenditures				
General government services	9	529,538	551,568	512,612
Protective services	10	727,391	667,702	673,505
Transportation services	11	610,440	530,952	576,500
Environmental health	11	119,520	110,473	117,379
Economic development	12	282,005	291,707	284,328
Recreational & cultural ser.	12	606,915	529,808	516,469
Buildings and grounds		89,467	61,600	79,868
Fiscal services	12	449,402	721,561	520,775
Deficit from second previous year		-	-	984
		<u>3,414,678</u>	<u>3,465,371</u>	<u>3,282,420</u>
SURPLUS (DEFICIT) FOR THE YEAR		\$ <u>-</u>	\$ <u>13,157</u>	\$ <u>4,900</u>

TOWN OF SAINT ANDREWS

GENERAL OPERATING FUND

SUPPLEMENTARY SCHEDULE OF REVENUE ACCOUNTS

FOR THE YEAR ENDED DECEMBER 31, 2010

	<u>2010</u>		<u>2009</u>
	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
Province of New Brunswick			
Fire	\$ 64,636	\$ 64,636	\$ 71,346
Roads and streets	<u>22,305</u>	<u>21,445</u>	<u>21,868</u>
	\$ <u>86,941</u>	\$ <u>86,081</u>	\$ <u>93,214</u>
Other Revenue from own sources			
Licenses and permits	\$ 33,500	\$ 33,703	\$ 30,324
Fines	7,511	9,558	8,531
Arena	194,446	176,805	228,206
Rentals and other recovery	<u>107,400</u>	<u>145,783</u>	<u>168,039</u>
	\$ <u>342,857</u>	\$ <u>365,849</u>	\$ <u>435,100</u>
Other Transfers			
Water and sewerage operating fund	\$ 20,000	\$ 20,000	\$ 20,000
Trust funds	72,000	75,000	67,010
Building lot sales	-	22,753	47,138
Asset sales	<u>100,000</u>	<u>115,965</u>	<u>-</u>
	\$ <u>192,000</u>	\$ <u>233,718</u>	\$ <u>134,148</u>

TOWN OF SAINT ANDREWS

GENERAL OPERATING FUND

SUPPLEMENTARY SCHEDULE OF EXPENDITURE ACCOUNTS

FOR THE YEAR ENDED DECEMBER 31, 2010

	2010		2009
	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
General Government Services			
Legislative			
Mayor	\$ 8,495	\$ 8,263	\$ 8,248
Councillors	<u>29,853</u>	<u>24,706</u>	<u>27,949</u>
	<u>38,348</u>	<u>32,969</u>	<u>36,197</u>
Administrative			
Manager	89,672	88,216	85,891
Office building	88,175	86,788	77,503
Solicitor	<u>15,000</u>	<u>14,329</u>	<u>9,539</u>
	<u>192,847</u>	<u>189,333</u>	<u>172,933</u>
Financial Management			
Administration personnel	150,495	173,022	153,251
External audit	<u>12,000</u>	<u>12,704</u>	<u>12,791</u>
	<u>162,495</u>	<u>185,726</u>	<u>166,042</u>
Other General Administrative Services			
Public liability insurance	20,000	18,252	17,733
Grants to organizations	6,330	5,592	7,571
Other general services	<u>109,518</u>	<u>119,696</u>	<u>112,136</u>
	<u>135,848</u>	<u>143,540</u>	<u>137,440</u>
	\$ <u>529,538</u>	\$ <u>551,568</u>	\$ <u>512,612</u>

TOWN OF SAINT ANDREWS
 GENERAL OPERATING FUND
 SUPPLEMENTARY SCHEDULE OF EXPENDITURE ACCOUNTS
 FOR THE YEAR ENDED DECEMBER 31, 2010

	<u>2010</u>		<u>2009</u>
	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
Protective Services			
Police			
Administration	\$ 29,000	\$ 29,670	\$ 29,280
Station and building	17,925	17,693	17,125
R.C.M.P.	<u>296,678</u>	<u>296,327</u>	<u>279,655</u>
	<u>343,603</u>	<u>343,690</u>	<u>326,060</u>
Fire Protection			
Personnel	89,533	87,515	75,070
Fire alarm systems	18,500	17,670	15,687
Fire Investigation and prevention	1,000	1,105	1,199
Water costs	207,655	157,000	199,000
Training	6,500	2,683	2,404
Station and building	28,500	34,675	24,765
Firefighting equipment	<u>32,100</u>	<u>23,364</u>	<u>29,320</u>
	<u>383,788</u>	<u>324,012</u>	<u>347,445</u>
	\$ <u>727,391</u>	\$ <u>667,702</u>	\$ <u>673,505</u>

TOWN OF SAINT ANDREWS

GENERAL OPERATING FUND

SUPPLEMENTARY SCHEDULE OF EXPENDITURE ACCOUNTS

FOR THE YEAR ENDED DECEMBER 31, 2010

	<u>2010</u>		<u>2009</u>
	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
Transportation services			
Common Services			
Workshops and other buildings	\$ 30,410	\$ 24,875	\$ 23,572
Other	<u>3,300</u>	<u>3,479</u>	<u>3,817</u>
	<u>33,710</u>	<u>28,354</u>	<u>27,389</u>
Roads and Streets			
Summer maintenance	248,185	220,010	242,361
Culverts and drainage ditches	30,000	13,419	18,477
Snow and ice removal	<u>248,185</u>	<u>220,010</u>	<u>242,361</u>
	<u>526,370</u>	<u>453,439</u>	<u>503,199</u>
Street Lighting	<u>40,560</u>	<u>40,283</u>	<u>39,275</u>
Traffic Services			
Street signs	4,000	2,870	1,902
Traffic lane marking	<u>5,800</u>	<u>6,006</u>	<u>4,735</u>
	<u>9,800</u>	<u>8,876</u>	<u>6,637</u>
	\$ <u>610,440</u>	\$ <u>530,952</u>	\$ <u>570,530</u>
Environmental Health Services			
Garbage pickup and tipping fees	\$ <u>119,520</u>	\$ <u>110,473</u>	\$ <u>117,379</u>

TOWN OF SAINT ANDREWS

GENERAL OPERATING FUND

SUPPLEMENTARY SCHEDULE OF EXPENDITURE ACCOUNTS


FOR THE YEAR ENDED DECEMBER 31, 2010

	2010		2009
	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
Economic Development Services			
Industrial parks and commissions	\$ 1,800	\$ 1,306	\$ 1,821
Organization grants and support	89,100	135,520	149,885
Tourist promotion	<u>191,105</u>	<u>154,881</u>	<u>132,622</u>
	\$ <u>282,005</u>	\$ <u>291,707</u>	\$ <u>284,328</u>
Recreational and Cultural Services			
Rinks and arenas	\$ 298,517	\$ 255,183	\$ 276,640
Parks and fields	92,454	74,623	59,098
Katy's Cove	13,147	10,179	4,738
Youth Center	32,726	34,578	34,440
Museum	96,499	88,440	73,965
Library	<u>73,572</u>	<u>66,805</u>	<u>67,590</u>
	\$ <u>606,915</u>	\$ <u>529,808</u>	\$ <u>516,469</u>
Fiscal Services			
Interest on short-term borrowing	\$ 2,500	\$ 4,007	\$ 3,447
Long-term debt			
Interest charges	39,968	37,835	37,810
Discount on debt	1,100	4,736	3,521
Principal repayments	<u>122,000</u>	<u>117,000</u>	<u>95,000</u>
	<u>165,568</u>	<u>163,578</u>	<u>139,778</u>
Transfers			
General Capital Fund			
Capital Assets	<u>1,787,500</u>	<u>889,216</u>	<u>567,448</u>
Less: issue of long term debt	554,000	452,000	75,000
Y.C.A.P. funding	43,560	33,719	36,639
A.C.O.A. funding	43,560	31,669	34,997
Christopher Foundation	150,000	113,900	27,500
Regional Development Corp	516,666	-	-
private contributions	90,880	9,945	12,315
Transfer from General Capital Reserve	<u>120,000</u>	<u>-</u>	<u>15,000</u>
	<u>1,518,666</u>	<u>641,233</u>	<u>201,451</u>
	<u>268,834</u>	<u>247,983</u>	<u>365,997</u>
General Operating Reserve Fund	15,000	130,000	15,000
General Capital Reserve Fund	<u>-</u>	<u>180,000</u>	<u>-</u>
	<u>15,000</u>	<u>310,000</u>	<u>15,000</u>
	\$ <u>449,402</u>	\$ <u>721,561</u>	\$ <u>520,775</u>

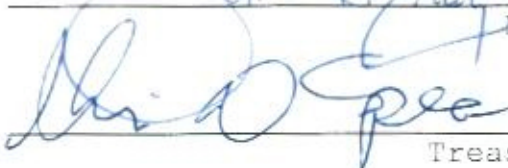
TOWN OF SAINT ANDREWS
 WATER AND SEWERAGE CAPITAL FUND
 BALANCE SHEET
 AS AT DECEMBER 31, 2010

	<u>2010</u>	<u>2009</u>
ASSETS		
Work in progress	\$ 846,151	\$ -
Capital Assets (Page 14)	<u>13,282,027</u>	<u>12,667,520</u>
	\$ <u>14,128,178</u>	\$ <u>12,667,520</u>
LIABILITIES		
Accounts payable to Water and Sewerage Operating Fund	\$ 289,584	\$ 143,433
Short term loans	700,000	-
Long-Term debt (Note 3)	2,539,000	2,355,000
Investment in capital assets (Page 15)	<u>10,599,594</u>	<u>10,169,087</u>
	\$ <u>14,128,178</u>	\$ <u>12,667,520</u>

APPROVED BY



 Mayor



 Treasurer

TOWN OF SAINT ANDREWS
 WATER AND SEWERAGE CAPITAL FUND
 STATEMENT OF CAPITAL ASSETS
 AS AT DECEMBER 31, 2010

	2010		2009
	<u>Engineering Structures</u>	<u>Machinery and Equipment</u>	<u>Total</u>
	<u>Total</u>	<u>Total</u>	<u>Total</u>
Water supply and sewerage collection and disposal	\$ <u>13,117,679</u>	\$ <u>164,348</u>	\$ <u>13,282,027</u>
			\$ <u>12,667,520</u>

TOWN OF SAINT ANDREWS
 WATER AND SEWERAGE CAPITAL FUND
 STATEMENT OF INVESTMENT IN CAPITAL ASSETS
 FOR THE YEAR ENDED DECEMBER 31, 2010

	<u>2010</u>	<u>2009</u>
Balance at beginning of year	\$ 10,169,087	\$ 9,933,550
Add:		
Municipal Gas Tax funding	160,292	-
Contributions from Water and Sewerage Operating Fund	35,215	13,537
Repayment of long term debt	<u>235,000</u>	<u>222,000</u>
Balance at end of year	\$ <u>10,599,594</u>	\$ <u>10,169,087</u>

TOWN OF SAINT ANDREWS
WATER AND SEWERAGE CAPITAL FUND
STATEMENT OF SOURCE AND APPLICATION OF CAPITAL FINANCING
FOR THE YEAR ENDED DECEMBER 31, 2010

Source	<u>2010</u>	<u>2009</u>
Contributions		
Municipal gas tax funding	\$ <u>160,292</u>	\$ <u>-</u>
Issue of Long Term Debt	<u>419,000</u>	<u>-</u>
Transfers from		
Water and Sewerage Operating Fund	<u>270,215</u>	<u>235,537</u>
Temporary Financing at End of Year		
Short term loans	700,000	-
Accounts payable to Water and Sewerage Operating Fund	<u>289,584</u>	<u>143,433</u>
	<u>989,584</u>	<u>143,433</u>
	\$ <u>1,839,091</u>	\$ <u>378,970</u>
Application		
Temporarily Financed at Beginning of Year		
Accounts payable to Water and Sewerage Operating Fund	\$ <u>143,433</u>	\$ <u>143,433</u>
	<u>143,433</u>	<u>143,433</u>
Capital Expenditures		
Repayment of long-term debt	235,000	222,000
Purchase of capital assets	<u>614,507</u>	<u>13,537</u>
	<u>849,507</u>	<u>235,537</u>
Unapplied at End of Year		
Work in progress	<u>846,151</u>	<u>-</u>
	\$ <u>1,839,091</u>	\$ <u>378,970</u>

TOWN OF SAINT ANDREWS
 WATER AND SEWERAGE OPERATING FUND
 BALANCE SHEET
 AS AT DECEMBER 31, 2010

	<u>2010</u>	<u>2009</u>
ASSETS		
Cash	\$ 300	\$ 300
Accounts receivable	1,020,128	149,332
Account receivable from other funds		
Water and Sewerage Capital Fund	<u>289,584</u>	<u>143,433</u>
	\$ <u>1,310,012</u>	\$ <u>293,065</u>
LIABILITIES		
Accounts payable and accrued liabilities	\$ 735,813	\$ 17,106
Accounts payable to other funds		
Water and Sewerage Operating Reserve Fund	10,000	-
Water and Sewerage Capital Reserve Fund	20,000	-
General operating fund	541,171	253,931
Deferred revenue	<u>-</u>	<u>21,202</u>
	\$ <u>1,306,984</u>	\$ <u>292,239</u>
SURPLUS		
Surplus		
Balance at beginning of year	826	(2,390)
Surplus (deficit) for the year	<u>3,426</u>	<u>(398)</u>
	4,252	(2,788)
Deduct surplus, add (deficit) for the second previous year	<u>1,224</u>	<u>(3,614)</u>
Balance at end of year	<u>3,028</u>	<u>826</u>
	\$ <u>1,310,012</u>	\$ <u>293,065</u>

APPROVED BY

 Mayor
 Treasurer

TOWN OF SAINT ANDREWS
 WATER AND SEWERAGE OPERATING FUND
 STATEMENT OF REVENUE AND EXPENDITURE
 FOR THE YEAR ENDED DECEMBER 31, 2010

		<u>2010</u>		<u>2009</u>
	<u>Page</u>	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
Revenue				
Sales of service				
Water and sewerage rates		\$ 570,000	\$ 598,584	\$ 505,927
Connection and services		3,500	6,633	3,586
Water supply; fire protection		207,655	157,000	199,000
Rent		3,600	3,600	3,300
Interest		4,000	5,120	4,033
Surplus from second previous year		<u>1,224</u>	<u>1,224</u>	<u>-</u>
		<u>789,979</u>	<u>772,161</u>	<u>715,846</u>
Expenditures				
Water supply	19	273,275	264,365	230,610
Sewerage collection and disposal	19	94,716	78,201	73,584
Fiscal services				
Water system debt charges	19	180,402	180,701	175,950
Sewerage system debt charges	19	180,402	180,253	175,950
Transfers to other funds	19	61,184	65,215	56,536
Deficit from second previous year		<u>-</u>	<u>-</u>	<u>3,614</u>
		<u>789,979</u>	<u>768,735</u>	<u>716,244</u>
SURPLUS (DEFICIT) FOR THE YEAR		\$ <u>-</u>	\$ <u>3,426</u>	\$ <u>(398)</u>

TOWN OF SAINT ANDREWS

WATER AND SEWERAGE OPERATING FUND

SUPPLEMENTARY SCHEDULE OF EXPENDITURE ACCOUNTS

FOR THE YEAR ENDED DECEMBER 31, 2010

	2010		2009
	Budget	Actual	Actual
Water Supply			
Administration (Note 4)	\$ 69,600	\$ 57,378	\$ 57,869
Water treatment	133,252	134,628	107,157
Transmission and distribution	37,123	42,923	34,442
Water meters	8,000	7,408	1,500
Power and pumping	<u>25,300</u>	<u>22,028</u>	<u>29,642</u>
	\$ <u>273,275</u>	\$ <u>264,365</u>	\$ <u>230,610</u>
Sewerage Collection and Disposal			
Sewerage collection system	\$ 24,594	17,609	\$ 17,779
Sewerage treatment & disposal	<u>70,122</u>	<u>60,592</u>	<u>55,805</u>
	\$ <u>94,716</u>	\$ <u>78,201</u>	\$ <u>73,584</u>
Fiscal Services			
Water system debt charges			
Interest			
on temporary borrowing	\$ 7,500	\$ 4,894	\$ 1,111
Long-term debt	55,402	55,852	63,839
Discount on debt	-	2,455	-
Principal repayments	<u>117,500</u>	<u>117,500</u>	<u>111,000</u>
	\$ <u>180,402</u>	\$ <u>180,701</u>	\$ <u>175,950</u>
Sewerage system debt charges			
Interest			
on temporary borrowing	\$ 7,500	\$ 4,895	\$ 1,111
on long-term debt	55,402	55,404	63,839
Discount on debt	-	2,454	-
Principal repayments	<u>117,500</u>	<u>117,500</u>	<u>111,000</u>
	\$ <u>180,402</u>	\$ <u>180,253</u>	\$ <u>175,950</u>
Transfers to other funds			
Utility Capital Fund - assets	\$ <u>1,620,000</u>	\$ <u>614,507</u>	\$ <u>13,536</u>
Less: Municipal Gas Tax Fund	160,929	160,292	-
Issue of Long Term Debt	1,419,187	419,000	-
Transfer from Utility Capital Reserve Fund	<u>13,700</u>	<u>-</u>	<u>-</u>
	<u>1,593,816</u>	<u>579,292</u>	<u>-</u>
	36,184	35,215	13,536
Utility Operating Reserve Fund	10,000	10,000	10,000
Utility Capital Reserve Fund	<u>15,000</u>	<u>20,000</u>	<u>33,000</u>
	\$ <u>61,184</u>	\$ <u>65,215</u>	\$ <u>56,536</u>

TOWN OF SAINT ANDREWS

RESERVE FUNDS

BALANCE SHEET

AS AT DECEMBER 31, 2010

	<u>2010</u>	<u>2009</u>
ASSETS		
General Operating		
Investments at cost		
(Market value - \$ 102,033)	\$ 104,202	\$ 100,071
Accounts receivable from General operating fund	<u>130,000</u>	<u>-</u>
	<u>234,202</u>	<u>100,071</u>
General Capital		
Investments at cost		
(Market value - \$ 437,626)	\$ 446,929	\$ 429,208
Accounts receivable from General operating fund	<u>180,000</u>	<u>-</u>
	<u>626,929</u>	<u>429,208</u>
Water and Sewerage Operating		
Investments at cost		
(Market value - \$ 20,403)	\$ 20,836	\$ 20,010
Accounts receivable from		
Water and sewerage operating fund	<u>10,000</u>	<u>-</u>
	<u>30,836</u>	<u>20,010</u>
Water and Sewerage Capital		
Investments at cost		
(Market value - \$ 170,498)	\$ 174,122	\$ 167,218
Accounts receivable from		
Water and sewerage capital fund	<u>20,000</u>	<u>-</u>
	<u>194,122</u>	<u>167,218</u>
	<u>\$ 1,086,089</u>	<u>\$ 716,507</u>
EQUITY		
Reserve Funds		
General operating	\$ 234,202	\$ 100,071
General capital	626,929	429,208
Water and sewerage operating	30,836	20,010
Water and sewerage capital	<u>194,122</u>	<u>167,218</u>
	<u>\$ 1,086,089</u>	<u>\$ 716,507</u>

APPROVED BY



 Mayor



 Treasurer

TOWN OF SAINT ANDREWS

RESERVE FUNDS

STATEMENT OF RESERVE FUND BALANCES

FOR THE YEAR ENDED DECEMBER 31, 2010

	2010			2009	
	General Operating	General Capital	Sewerage Operating	Water and Sewerage Capital	Total
Balance at beginning of year	\$ 100,071	\$ 429,208	\$ 20,010	\$ 167,218	\$ 716,507
Add:					
Investment income	4,131	17,721	826	6,904	29,582
Transfer from operating fund	130,000	180,000	10,000	20,000	340,000
	134,131	197,721	10,826	26,904	369,582
	234,202	626,929	30,836	194,122	1,086,089
Deduct:					
Purchase of capital assets	-	-	-	-	15,000
	-	-	-	-	15,000
Balance at end of year	\$ 234,202	\$ 626,929	\$ 30,836	\$ 194,122	\$ 1,086,089
					\$ 716,507

TOWN OF SAINT ANDREWS
 TRUST FUNDS
 BALANCE SHEET
 AS AT DECEMBER 31, 2010

	(Note 1) <u>2010</u>	(Note 1) <u>2009</u>
ASSETS		
Cash	\$ 1,283	\$ 86,606
Investments, at cost (Market value - \$ 2,193,302)	2,239,926	2,141,347
	\$ <u>2,241,209</u>	\$ <u>2,227,953</u>
LIABILITY		
Accounts payable to General Operating Fund	\$ 2,010	\$ 2,010
EQUITY		
Trust funds (Page 23)	\$ <u>2,239,199</u>	\$ <u>2,225,943</u>
	\$ <u>2,341,209</u>	\$ <u>2,227,953</u>

APPROVED BY

 Mayor

 Treasurer

**TOWN OF SAINT ANDREWS
STATEMENT OF TRUST FUND EQUITY
FOR THE YEAR ENDED DECEMBER 31, 2010**

	Wallace Broad Memorial Trust	Wycott Trust	Harrington Trust	H.P. & Sarah J. Ross Trust	Smith Trust	Community Scholarship Trust	D. Andrea Memorial Fund	Olive Hoarner Trust	Centennial Park Trust and Endowment Fund	Albert McBluid Trust	Edith P. Nelson Trust	Sir James Dunn Trust	Kenneth Langmaid Trust	2010 Total	2009 Total
BALANCE AT BEGINNING OF YEAR	\$91,007	\$41,150	\$2,285	\$1,725,004	\$9,201	\$13,116	\$10,338	\$53,907	\$54,000	\$94,122	\$31,908	\$108,139	\$1,319	\$2,225,943	\$2,211,521
ADD															
CONTRIBUTORS															
INVESTMENT INCOME	3,798	1,899	94	87,500	360	540	427	2,225	2,225	3,473	1,319	4,485	58	88,256	81,322
TOTAL TRANSFERS IN	3,798	1,899	94	87,500	360	540	427	2,225	2,225	3,473	1,319	4,485	58	88,256	81,322
DEDUCT															
TRANSFERS TO GENERAL OPERATING FUND															
Expenses of Blue-Tree Day Museum & Library increases W.C. O'Neil Arena Complex	2,938			61,687		450	375	1,000	1,743	2,500				6,877	10,773
OTHER TRANSFERS OUT	2,938	500	154	61,687	145	450	375	1,000	1,743	2,500		3,497		64,828	52,892
BALANCE AT END OF YEAR	\$97,820	\$42,549	\$2,215	\$1,731,907	\$9,436	\$13,205	\$10,388	\$55,133	\$54,488	\$85,095	\$33,277	\$109,106	\$1,375	\$2,239,189	\$2,225,543

TOWN OF SAINT ANDREWS
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2010

1. ACCOUNTING POLICIES

These financial statements have been prepared to conform in all material respects to the accounting principles prescribed for New Brunswick municipalities by the Department of Municipalities and Housing.

Revenue Recognition

Major sources of revenue are recorded on an accrual basis.

Expenditure Recognition

Expenditures are recorded on an accrual basis. Outstanding commitments for goods and services relating to the current year are accrued at the balance sheet date.

Work-in-Progress

Capital projects in progress are recorded at cost until the project is completed, at which time they are transferred to capital assets.

Capital Assets

Capital assets are recorded at cost. The Town does not record amortization on its capital assets. Funds received through capital assistance programs, cost sharing arrangements of loan forgiveness subsequent to December 31, 1987, are treated as additions to equity in capital assets. Prior to this date, these items were recorded as reductions of the cost of the related capital asset.

Interfund Accounts

The interfund accounts receivable and accounts payable are not in compliance with the requirement that they be repaid in the following fiscal year.

Trust funds

Income on investments is recorded when received. Accrued income receivable at December 31, 2010, amounted to \$ 4,541.

TOWN OF SAINT ANDREWS
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2010

1. ACCOUNTING POLICIES (continued)

Combination of W. C. O'Neill Arena Complex

Assets and liabilities of the W. C. O'Neill Arena Complex have been combined with those of the General Operating Fund. Reporting of the net operational expense to the Town is consistent with previous years.

Combination of Sir James Dunn Arena Trust

Assets and liabilities of the Sir James Dunn Arena Trust have been reported as part of the trusts for the benefit of the Town and for support of the W.C. O'Neill Arena Complex. This fund is managed by its own board of directors.

2. SHORT-TERM BORROWING

Borrowing for the General Operating Fund is within the limits prescribed by the Municipalities Act.

3. LONG-TERM DEBT

General Capital Fund	<u>2010</u>	<u>2009</u>
6 % to 6 1/8% Debenture, due December 2010, payable to the New Brunswick Finance Corporation. MO # 00-09	\$ -	\$ 79,000
2 1/2% to 5 1/2% Debenture, due November 2011, payable to the New Brunswick Finance Corporation. MO # 01-26	114,000	131,000
3 3/10% to 5 7/10% Debenture, due December 2012, payable to the New Brunswick Finance Corporation. MO # 02-17	43,000	63,000
2 3/4% to 5 1/8% Debenture, due December 2013, payable to the New Brunswick Finance Corporation. MO # 03-21	63,000	82,000
2 17/20% to 4 7/20% Debenture, due July 2015, payable to the New Brunswick Finance Corporation. MO # 04-46	142,000	163,000
4 9/20% to 4 17/20% Debenture, due November 2017, payable to the New Brunswick Finance Corporation. MO # 95-59	216,000	242,000

TOWN OF SAINT ANDREWS
 NOTES TO FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2010

3. LONG-TERM DEBT (continued)

General Capital Fund (continued)	<u>2010</u>	<u>2009</u>
1% to 4 5/10% Debenture, due November 2019, payable to the New Brunswick Finance Corporation. MO # 09-22	68,000	75,000
95/100% to 5% Debenture, due June 2019, payable to the New Brunswick Finance Corporation. MO # 97-05	213,000	234,000
105/100% to 3 85/100% Debenture, due November 2020, payable to the New Brunswick Finance Corporation. MO # 00-09/09-103/10-23	<u>519,000</u>	<u>-</u>
	\$ <u>1,378,000</u>	\$ <u>1,069,000</u>

Principal repayments required during the next five years are as follows:

2011	\$ 270,000
2012	161,000
2013	143,000
2014	127,000
2015	152,000

TOWN OF SAINT ANDREWS
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2010

3. LONG-TERM DEBT (continued)

General Capital Fund (continued)

Approval of the Municipal Capital Borrowing Board has been obtained for the long-term debt reported on the General Capital Fund Balance Sheet.

Water and Sewerage Capital Fund	<u>2010</u>	<u>2009</u>
6% to 6 1/8 % Debenture, due December 2010, payable to the New Brunswick Finance Corporation. MO # 00-09	\$ -	\$ 139,000
2 1/2 % to 5 1/2 % Debenture, due November 2011, payable to the New Brunswick Finance Corporation. MO # 01-26	158,000	181,000
3 3/10 % to 5 7/10 % Debenture, due December 2012, payable to the New Brunswick Finance Corporation. MO # 02-17,92-569	271,000	302,000
3 3/4 % to 5 1/8 % Debenture, due December 2013, payable to the New Brunswick Finance Corporation. MO # 03-21	321,000	354,000
3 3/4 % to 4 3/8 % Debenture, due December 2015, payable to the New Brunswick Finance Corporation. MO # 94-01,04-46	494,000	541,000
4 1/4 % to 4 7/10 % Debenture, due June 2016, payable to the New Brunswick Finance Corporation. MO # 04-46	462,000	493,000
4 9/20 % to 4 17/20 % Debenture, due November 2017, payable to the New Brunswick Finance Corporation. MO # 94-30,94-119	169,000	189,000
1 % to 3 35/100 % Debenture, due November 2014, payable to the New Brunswick Finance Corporation. MO # 99-15	126,000	156,000
1 5/10% to 2 5/10 % Debenture, due November 2015, payable to the New Brunswick Finance Corporation. MO # 00-09, 10-44	<u>538,000</u>	<u>-</u>
	\$ <u>2,539,000</u>	\$ <u>2,355,000</u>

TOWN OF SAINT ANDREWS
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2010

3. LONG-TERM DEBT (continued)

Utility Capital Fund (continued)

Principal repayments required during the next five years are as follows:

2011	\$ 462,000
2012	518,000
2013	502,000
2014	259,000
2015	462,000

Approval of the Municipal Capital Borrowing Board has been obtained for the long-term debt reported on the Water and Sewerage Capital Fund Balance Sheet.

4. TRANSFER TO GENERAL OPERATING FUND

Water supply administration included a transfer to the General Operating Fund of \$ 20,000 in 2010 (\$ 20,000 in 2009).

5. KINGSBRAE GARDENS INC.

As part of the agreement for the creation and operation of Kingsbrae Horticultural Garden Inc. (Gardens), the Town had agreed to borrow \$ 450,000 from the New Brunswick Municipal Capital Borrowing Board repayable over a twenty year term. Repayment of the debt is to be made from a combination of property taxes assessed against the Garden's property and a grant to the company from the Province of New Brunswick. Principal and interest repayments on this debt do not form part of the expenditure ratios.

6. Financial Instruments

The town has classified its financial instruments as follows:

Financial Asset/ Liability	Classification	Subsequent Measurement
Cash	Held for trading	Fair value
Investments	Held for trading	Fair value
Accounts receivable	Loans and receivables	Amortized cost
Due from other funds	Loans and receivables	Amortized cost
Temporary loans	Loans and receivables	Amortized cost
Bank advances	Other financial liabilities	Fair value
Payables and accruals	Other financial liabilities	Amortized cost
Payable to other funds	Other financial liabilities	Amortized cost
Long term debt	Other financial liabilities	Amortized cost

TOWN OF SAINT ANDREWS

NOTES TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2010

6. Financial Instruments (cont'd)

The Town's receivables, investments, due from other funds, temporary loans, payables and accruals, payable to other funds and long term debt are recorded at amortized cost, which approximates their fair value.

Interest on long term debt is fixed as per that denoted on the related debenture and disclosed in note 3.

All financial instruments are in Canadian currency and therefore not subject to foreign exchange fluctuations.