

Consolidated Financial Statements of

TOWN OF HIGH LEVEL

Year ended December 31, 2014

TOWN OF HIGH LEVEL

Consolidated Financial Statements

Year ended December 31, 2014

Financial Statements

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Management's Responsibility for the Consolidated Financial Statements

The accompanying consolidated financial statements of the Town of High Level (the "Town") are the responsibility of the Town's management and have been prepared in compliance with legislation, and in accordance with Canadian Public Sector Accounting Standards. A summary of the significant accounting policies are described in note 2 to the consolidated financial statements. The preparation of financial statements necessarily involves the use of estimates based on management's judgment, particularly when transactions affecting the current accounting period cannot be finalized with certainty until future periods.

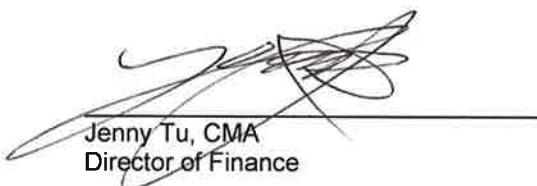
The Town's management maintains a system of internal controls designed to provide reasonable assurance that assets are safeguarded, transactions are properly authorized and recorded in compliance with legislative and regulatory requirements and reliable financial information is available on a timely basis for preparation of the consolidated financial statements. These systems are monitored and evaluated by management.

Council meets with management and the external auditors to review the consolidated financial statements and discuss any significant financial reporting or internal control matters prior to approval of the consolidated financial statements.

The consolidated financial statements have been audited by KPMG LLP, independent external auditors appointed by the Town. The accompanying Auditors' report outlines their responsibilities, the scope of their examination and their opinion on the Town's consolidated financial statements.



Adam Clarkson, Acting CAO /
Director of Community Services



Jenny Tu, CMA
Director of Finance

April 21, 2015



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INDEPENDENT AUDITORS' REPORT

To the Mayor and Members of Council of Town of High Level

We have audited the accompanying consolidated financial statements of Town of High Level, which comprise the consolidated statement of financial position as at December 31, 2014, the consolidated statements of operations and accumulated surplus, change in net financial assets and cash flows for the year then ended, and notes, comprising a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of these consolidated 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 consolidated 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 consolidated 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 consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on our judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, we consider internal control relevant to the entity's preparation and fair presentation of the consolidated 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 consolidated 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 consolidated financial position of Town of High Level as at December 31, 2014, and its consolidated results of operations, its consolidated changes in net financial assets and its consolidated cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Chartered Accountants

April 21, 2015
Edmonton, Canada

TOWN OF HIGH LEVEL

Consolidated Statement of Financial Position

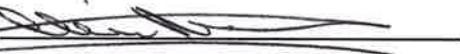
December 31, 2014, with comparative information for 2013

| | 2014 | 2013 |
|--|-----------------------|-----------------------|
| | (Recasted - note 3) | |
| Financial assets: | | |
| Cash | \$ 800,127 | \$ 1,069,006 |
| Accounts receivable (note 4) | 1,710,439 | 2,821,134 |
| Land held for resale | - | 879,657 |
| Investments (note 5) | 6,148,208 | 8,415,187 |
| | <u>8,658,774</u> | <u>13,184,984</u> |
| Liabilities: | | |
| Accounts payable and accrued liabilities | 1,578,164 | 2,924,226 |
| Wages and benefits payable | 260,936 | 282,665 |
| Deferred revenue (note 7) | 368,486 | 988,308 |
| Long-term debt (note 8) | 4,469,374 | 5,140,619 |
| Deposit liabilities | 48,200 | 49,110 |
| | <u>6,725,160</u> | <u>9,384,928</u> |
| Net financial assets | 1,933,614 | 3,800,056 |
| Non-financial assets: | | |
| Tangible capital assets (note 10) | 119,699,323 | 119,202,055 |
| Inventories of supplies | 122,140 | 139,982 |
| Prepaid expenses | 465,920 | 433,597 |
| | <u>120,287,383</u> | <u>119,775,634</u> |
| Accumulated surplus (note 11) | \$ 122,220,997 | \$ 123,575,690 |

Contingent liabilities (note 12)

The accompanying notes are an integral part of these consolidated financial statements

Approved by:


 _____ Mayor

 _____ Councillor

TOWN OF HIGH LEVEL

Consolidated Statement of Operations and Accumulated Surplus

Year ended December 31, 2014, with comparative information for 2013

| | Budget (Note 22) | 2014 | 2013 (Recasted - note 3) |
|--|---------------------|----------------|-----------------------------|
| Revenue: | | | |
| Net municipal taxes (note 14) | \$ 4,363,084 | \$ 4,398,934 | \$ 4,161,834 |
| User fees and sales of goods | 4,190,227 | 4,391,152 | 4,382,560 |
| Government transfers | | | |
| - operating (note 15) | 893,875 | 843,665 | 1,005,344 |
| Investment income | 200,070 | 258,592 | 328,933 |
| Penalties and costs of taxes | 70,000 | 61,982 | 81,860 |
| Development levies | - | 63,666 | - |
| Licenses and permits | 81,860 | 77,630 | 106,931 |
| Other | 414,150 | 426,326 | 336,408 |
| | 10,213,266 | 10,521,947 | 10,403,870 |
| Expenses (note 16): | | | |
| Legislative | 336,576 | 300,188 | 231,392 |
| Administration | 1,818,997 | 1,693,296 | 1,932,242 |
| Protective services | 1,373,216 | 1,139,498 | 1,193,487 |
| Transportation | 5,715,476 | 5,031,445 | 4,960,811 |
| Water supply and distribution | 2,165,803 | 1,679,366 | 1,705,708 |
| Wastewater treatment and disposal | 759,280 | 695,067 | 764,824 |
| Waste management | 192,942 | 196,091 | 190,239 |
| Family and community support | 161,652 | 156,609 | 146,684 |
| Planning and development | 525,698 | 614,586 | 591,967 |
| Parks and recreation | 1,616,547 | 1,724,388 | 1,418,202 |
| Culture and library | 625,640 | 509,483 | 507,079 |
| | 15,291,827 | 13,740,017 | 13,642,635 |
| Annual deficit before other | (5,078,561) | (3,218,070) | (3,238,765) |
| Other: | | | |
| Government transfers - capital (note 15) | 1,856,078 | 1,863,377 | 3,135,541 |
| Contributions of tangible capital assets | - | - | 5,000 |
| Annual deficit | (3,222,483) | (1,354,693) | (98,224) |
| Accumulated surplus, beginning of year | 123,575,690 | 123,575,690 | 123,673,914 |
| Accumulated surplus, end of year | \$ 120,353,207 | \$ 122,220,997 | \$ 123,575,690 |

The accompanying notes are an integral part of these consolidated financial statements

TOWN OF HIGH LEVEL

Consolidated Statement of Changes in Net Financial Assets

Year ended December 31, 2014, with comparative information for 2013

| | Budget (Note 22) | 2014 | 2013 (Recasted - note 3) |
|---|---------------------|---------------------|-----------------------------|
| Annual deficit | \$ (3,222,483) | \$ (1,354,693) | \$ (98,224) |
| Acquisition of tangible capital assets | (3,194,360) | (5,161,830) | (5,613,762) |
| Contributions of tangible capital assets | - | - | (5,000) |
| Amortization of tangible capital assets | 4,681,664 | 4,648,388 | 4,605,494 |
| Loss on disposal of tangible capital assets | - | 5,672 | 3,851 |
| Proceeds on disposal of tangible capital assets | - | 10,502 | - |
| | (1,735,179) | (1,851,961) | (1,107,641) |
| Acquisition of inventories of supplies | - | (4,869) | (11,384) |
| Acquisition of prepaid expenses | - | (465,920) | (433,597) |
| Consumption of inventories of supplies | - | 22,711 | 2,720 |
| Use of prepaid expenses | - | 433,597 | 182,924 |
| | (14,481) | (259,337) | |
| Change in net financial assets | (1,735,179) | (1,866,442) | (1,366,978) |
| Net financial assets, beginning of year | 3,800,056 | 3,800,056 | 5,167,034 |
| Net financial assets, end of year | \$ 2,064,877 | \$ 1,933,614 | \$ 3,800,056 |

The accompanying notes are an integral part of these consolidated financial statements

TOWN OF HIGH LEVEL

Consolidated Statement of Cash Flows

Year ended December 31, 2014, with comparative information for 2013

| | 2014 | 2013 |
|---|-------------------|---------------------|
| (Recasted - note 3) | | |
| Cash provided by (used in): | | |
| Operating activities: | | |
| Annual surplus (deficit) | \$ (1,354,693) | \$ (98,224) |
| Items not involving cash: | | |
| Amortization of tangible capital assets | 4,648,388 | 4,605,494 |
| Amortization of discount on investments | (71,437) | (142,002) |
| Loss on disposal of tangible capital assets | 5,672 | 3,851 |
| Loss on sale of investments | 61,503 | 63,331 |
| Contributions of tangible capital assets | - | (5,000) |
| Change in non-cash assets and liabilities: | | |
| Accounts receivable | 1,110,695 | (1,733,667) |
| Land held for resale | 879,657 | - |
| Accounts payable and accrued liabilities | (1,346,062) | 2,031,450 |
| Wages and benefits payable | (21,729) | 27,119 |
| Deferred revenue | (619,822) | (161,980) |
| Deposit liabilities | (910) | 10,187 |
| Inventories of supplies | 17,842 | (8,664) |
| Prepaid expenses | (32,323) | (250,673) |
| Net change in cash from operating activities | 3,276,781 | 4,341,222 |
| Capital activities: | | |
| Acquisition of tangible capital assets | (5,161,830) | (5,613,762) |
| Proceeds on disposal of tangible capital assets | 10,502 | - |
| Net change in cash from capital activities | (5,151,328) | (5,613,762) |
| Investing activities: | | |
| Purchase of investments | (4,295,124) | (3,898,842) |
| Sales of investments | 6,572,037 | 4,656,767 |
| Net change in cash from investing activities | 2,276,913 | 757,925 |
| Financing activities: | | |
| Long-term debt issued | - | 1,406,300 |
| Long-term debt repaid | (671,245) | (591,741) |
| Net change in cash from financing activities | (671,245) | 814,559 |
| Net change in cash | (268,879) | 299,944 |
| Cash, beginning of year | 1,069,006 | 769,062 |
| Cash, end of year | \$ 800,127 | \$ 1,069,006 |
| Cash paid for interest | \$ 241,276 | \$ 219,166 |
| Cash received from interest | 347,809 | 301,898 |

The accompanying notes are an integral part of these consolidated financial statements

TOWN OF HIGH LEVEL

Notes to Consolidated Financial Statements

Year ended December 31, 2014

1. Nature of organization:

On June 1, 1965, the Province of Alberta passed Order in Council 967/65 incorporating the New Town of High Level. Order in Council 750/83, passed August 31, 1983, changed the name to the Town of High Level (the "Town"). The Town is governed by the Municipal Government Act of the Province of Alberta.

2. Significant accounting policies:

The consolidated financial statements of the Town are prepared by the Town's management in accordance with Canadian Public Sector Accounting Standards ("PSAS"). Significant accounting policies adopted by the Town are as follows:

(a) Reporting entity:

i) Consolidated entities

The consolidated financial statements reflect the assets, liabilities, revenues and expenses of the reporting entity. The reporting entity is comprised of all organizations, communities and local boards accountable for the administration of their financial affairs and resources to the Town and which are owned or controlled by the Town. The reporting entity is comprised of the municipal operations of the Town and the High Level Municipal Library Board.

ii) Accounting for housing management bodies and school board transactions

Taxes levied include requisitions for the Alberta School Fund Foundation and the Mackenzie Housing Seniors Lodge. The taxation, other revenue, expenses, assets and liabilities with respect to the operations of the Alberta School Fund Foundation and Mackenzie Housing Seniors Lodge are not reflected in these consolidated financial statements.

iii) Mackenzie Regional Waste Management Commission

The Town is a member of the Mackenzie Regional Waste Management Commission (the "Commission"). The Province of Alberta under Alberta Regulation 264/2003 established the Commission pursuant to the Municipal Government Act. The nature of the establishment and operation is such that profits or any other income of the Commission is retained by the Commission. All financial transactions with the Commission are recognized and recorded in the consolidated financial statements of the Town.

TOWN OF HIGH LEVEL

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2014

2. Significant accounting policies (continued):

(a) Reporting entity (continued):

iv) Trust funds

Trust funds and their related operations administered by the Town are not included in these consolidated financial statements.

(b) Basis of accounting:

The Town follows the accrual basis of accounting for revenues and expenses. Revenues are recognized in the year in which they are earned and measurable. Expenses are recognized as they are incurred and measurable as a result of receipt of goods and services and/or the creation of a legal obligation to pay.

(c) Government transfers:

Government transfers are recognized as revenue in the period in which events giving rise to the transfer occur, provided the transfers are authorized, any eligibility criteria have been met and reasonable estimates of the amounts can be made. A transfer with or without eligibility criteria but stipulation is recognized in the period the transfer is authorized and all eligibility criteria have been met, except when and to the extent that the transfer gives rise to an obligation that meets the definition of a liability.

(d) Tax revenue:

Tax revenues are recognized as assets and revenue when the taxable event occurs.

(e) Requisition over-levy and under-levy:

Over and under-levies arise from the difference between the actual property tax levy made to cover each requisition and the actual amount requisitioned.

If the actual levy exceeds the requisition, the over-levy is accrued as a liability and property tax revenue is reduced. Where the actual levy is less than the requisition amount, the under-levy is accrued as a receivable and as property tax revenue.

Requisition tax rates in the subsequent year are adjusted for any over or under-levies of the prior year.

TOWN OF HIGH LEVEL

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2014

2. Significant accounting policies (continued):

(f) Prepaid local improvements charges:

Construction and borrowing costs associated with local improvement projects are recovered through annual special assessments during the period of the related borrowings. These levies are collectable from property owners for work performed by the Town.

Where a taxpayer has elected to prepay the outstanding local improvement charges, such amounts are recorded as deferred revenue. Deferred revenue is amortized to revenue as the expenses are incurred to complete the project.

(g) Deferred revenue:

Deferred revenue represents government transfers, contributions and other amounts received from third parties pursuant to legislation, regulation or agreement that 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. These amounts will be recognized as revenues in the fiscal year when the related expense is incurred, services performed or the tangible capital assets are acquired.

(h) Land held for resale:

Land held for resale is recorded at the lower of cost or net realizable value. Cost includes costs for land acquisition and improvements required to prepare the land for servicing such as clearing, stripping and levelling charges.

(i) Investments:

Investments are recorded at amortized cost. Premiums and discounts arising on the purchase of these investments are amortized over the term of the investments. When there has been a loss in value that is other than a temporary decline in value, the respective investment is written down to recognize the loss.

Investment income is reported as revenue in the period earned. When required by the funding government or by legislation, investment income earned on deferred revenue is added to the investment and forms part of the deferred revenue balance.

TOWN OF HIGH LEVEL

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2014

2. Significant accounting policies (continued):

(j) 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.

i) Tangible capital assets

Tangible capital assets are recorded at cost which includes amounts that are directly attributable to acquisition, construction, development or betterment of the asset. The cost, less residual value of the tangible capital assets excluding land, are amortized on a straight-line basis over the estimated useful life as follows:

| Asset | Years |
|--|-------|
| Land improvements | 15-30 |
| Buildings (includes building improvements) | 15-50 |
| Engineered structures | 16-75 |
| Machinery and equipment | 5-20 |
| Vehicles | 10-20 |

One-half of the annual amortization is charged in the year of acquisition and in the year of disposal. Assets under construction are not amortized until the asset is available for productive use.

ii) 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.

iii) Works of art and cultural and historic assets

Works of art and cultural and historic assets are not recorded as assets in these consolidated financial statements.

TOWN OF HIGH LEVEL

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2014

2. Significant accounting policies (continued):

(j) Non-financial assets (continued):

iv) Interest capitalization

Interest is capitalized whenever external debt is issued to finance the construction of tangible capital assets.

v) Inventories of supplies

Inventories of supplies held for consumption are recorded at the lower of cost and replacement cost, with cost determined on an average cost basis.

(k) Use of estimates:

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amount of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amount of revenues and expenses during the period. Significant estimates include assumptions used in estimating the provisions for uncollectible accounts receivable, assumptions related to recording accrued liabilities estimates of historical cost and useful lives of tangible capital assets. Actual results could differ from those estimates.

(l) Future accounting standard pronouncements:

The following summarizes upcoming changes to PSAS. In 2015, the Town will continue to assess the impact and prepare for the adoption of these standards. While the timing of standard adoption can vary, certain standards must be adopted concurrently.

i) Liability for Contaminated Sites

PS3260, *Liability for Contaminated Sites*, establishes standards on remediation, recognition, and measurement of liabilities associated with contaminated sites, and provides requirements for financial statement presentation and disclosure. The Town has begun the process of reviewing policies, procedures, and systems to ensure consistent and accurate identification and estimation of liabilities associated with contaminated sites. This standard is applicable for fiscal years beginning on or after April 1, 2014.

TOWN OF HIGH LEVEL

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2014

2. Significant accounting policies (continued):

(I) Future accounting standard pronouncements (continued):

ii) Financial Statement Presentation

PS1201, *Financial Statement Presentation*, requires a new statement of re-measurement gains and losses separate from the statement of operations. Included in this new statement are the unrealized gains and losses arising from the re-measurement of financial instruments and items denominated in foreign currencies, as well as the government's proportionate share of other comprehensive income that arises when a government includes the results of government business enterprises and partnerships. This standard is applicable for fiscal years beginning on or after April 1, 2016.

iii) Foreign Currency Translation

PS2601, *Foreign Currency Translation*, requires that monetary assets and liabilities denominated in a foreign currency and non-monetary items included in the fair value category, denominated in a foreign currency, be adjusted to reflect the exchange rates in effect at the financial statement date. Unrealized gains and losses are to be presented in the new statement of re-measurement gains and losses. This standard is applicable for fiscal years beginning on or after April 1, 2016.

iv) Portfolio Investments

PS3041, *Portfolio Investments*, has removed the distinction between temporary and portfolio investments. This standard now includes pooled investments in its scope and was amended to conform to *Financial Instruments*, PS3450. Upon adoption of PS3450 and PS3041, PS3030 *Temporary Investments* will no longer apply. This standard is applicable for fiscal years beginning on or after April 1, 2016.

v) Financial Instruments

PS3450, *Financial Instruments*, establishes recognition, measurement, and disclosure requirements for derivative and non-derivative financial instruments. The standard requires fair value measurement of derivatives and equity instruments; all other financial instruments can be measured at cost/amortized cost or fair value at the election of the government. Unrealized gains and losses are presented in a new statement of re-measurement gains and losses. There is the requirement to disclose the nature and extent of risks arising from financial instruments and clarification is given for the de-recognition of financial liabilities. This standard is applicable for fiscal years beginning on or after April 1, 2016.

TOWN OF HIGH LEVEL

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2014

2. Significant accounting policies (continued):

(I) Future Accounting Standard Pronouncements (continued):

vi) Related Party Disclosures

PS2200, *Related Party Disclosures*, requires the disclosure of the effect of financially material transactions between related parties. This standard is applicable for fiscal years beginning on or after April 1, 2017.

vii) Inter-Entity Transactions

PS3420, *Inter-Entity Transactions*, specifically covers how to account for and report transactions between entities controlled by a government and that comprise the government's reporting entity from both a provider and a recipient perspective. This standard is applicable to fiscal years beginning on or after April 1, 2017.

3. Recast of comparative financial information:

During the year, the Town identified tangible capital assets contributed by a developer in 2011, including road dedications and street, water and sewer infrastructure, which were not recorded in the Town's accounts. The Town has corrected this immaterial error on a retrospective basis as summarized below.

| | 2014 | 2013 |
|---|-----------------------|-----------------------|
| Accumulated surplus, January 1 | | |
| As previously reported | \$ 120,074,098 | \$ 120,065,610 |
| Addition of tangible capital assets previously excluded | 3,768,371 | 3,768,371 |
| Accumulated amortization of tangible capital assets previously excluded | (266,779) | (160,067) |
| Recasted accumulated surplus, January 1 | \$ 123,575,690 | \$ 123,673,914 |
| Annual surplus for 2013 | | |
| Annual surplus, as previously reported | \$ 8,488 | |
| Adjustment for tangible capital assets (amortization) | (106,712) | |
| Recasted | \$ (98,224) | |

TOWN OF HIGH LEVEL

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2014

4. Accounts receivable:

| | 2014 | 2013 |
|--|--------------------|--------------------|
| Property taxes receivable (net of allowance \$19,469; 2013 - \$177,551) | \$ 119,597 | \$ 113,259 |
| Government transfers receivable | 441,853 | 1,343,961 |
| Other receivables (net of allowance \$7,014; 2013 - \$4,509) | 1,103,287 | 1,310,654 |
| Local improvements (interest at rates ranging from 3.53% to 5.88% due over the periods through 2020) | 45,702 | 53,260 |
| | <hr/> \$ 1,710,439 | <hr/> \$ 2,821,134 |

Property taxes receivable include \$27,214 (2013 - \$156,967) of balances outstanding for greater than one year.

5. Investments:

| | 2014 | 2013 | | |
|--|--------------------|--------------------|--------------------|--------------------|
| | Amortized Cost | Market value | Amortized Cost | Market value |
| Short-term notes and deposits | \$ 218,769 | \$ 218,769 | \$ 219,701 | \$ 219,701 |
| Corporate, government and government guaranteed bonds | 5,929,439 | 5,967,000 | 8,195,486 | 8,113,944 |
| | <hr/> \$ 6,148,208 | <hr/> \$ 6,185,769 | <hr/> \$ 8,415,187 | <hr/> \$ 8,333,645 |

Short-term notes and deposits have effective interest rates ranging from 1.05 % to 1.80% (2013 – 0.10% to 1.25%) and mature in less than one year. Corporate, government and government guaranteed bonds have effective interest rates ranging from 1.80% to 10.22% (2013 – 2.53% to 10.22%) with maturity dates ranging from April 20, 2020 to June 30, 2108 (2013 – June 30, 2014 to December 29, 2049). The Town intends to hold these securities until maturity.

TOWN OF HIGH LEVEL

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2014

6. Operating line of credit:

The Town has established an operating line of credit up to \$3,000,000 (2013 - \$3,000,000). The Town had not drawn against this facility as at December 31, 2014. The operating line of credit is secured by borrowing bylaws. Outstanding amounts bear interest at the bank's prime lending rate plus 0.5%.

7. Deferred revenue:

The deferred revenue reported on the consolidated statement of financial position is made up of the following:

| | 2014 | 2013 |
|--|------------------|------------------|
| Provincial government transfers: | | |
| Alberta Municipal Infrastructure Program | \$ 135,647 | \$ 162,180 |
| Regional Collaboration Conditional Grant | 117,756 | 146,371 |
| Fire Smart Community Grant | 50,000 | 50,000 |
| Municipal Sustainability Initiative - Capital | 13,077 | 173,340 |
| Municipal Grant - Other | 2,218 | 2,218 |
| Basic Municipal Trans Grant (BMTG/SIP) | - | 303,420 |
| Federal Gas Tax Fund | - | 71,449 |
| <u>Forest Resource Improvement Grant (FRIAA)</u> | <u>318,698</u> | <u>950,102</u> |
| Other deferred revenues: | | |
| Prepaid deposits | 34,450 | 24,320 |
| <u>Prepaid property taxes</u> | <u>15,338</u> | <u>13,886</u> |
| | 49,788 | 38,206 |
| | <hr/> \$ 368,486 | <hr/> \$ 988,308 |

TOWN OF HIGH LEVEL

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2014

7. Deferred revenue (continued):

Continuity of deferred revenue is as follows:

| | 2014 | 2013 |
|--|-------------------|-------------------|
| Deferred government transfers: | | |
| Deferred government transfers, beginning of year | \$ 950,102 | \$ 1,117,493 |
| Government transfers received during the year | 2,075,638 | 3,973,494 |
| Government transfers recognized during the year | (2,707,042) | (4,140,885) |
| Deferred government transfers, end of year | 318,698 | 950,102 |
| Other deferred revenues: | | |
| Other deferred revenues, beginning of year | 38,206 | 32,795 |
| Other received during the year | 30,157 | 28,449 |
| Other recognized during the year | (18,575) | (23,038) |
| Other deferred revenues, end of year | 49,788 | 38,206 |
| Balance, end of year | \$ 368,486 | \$ 998,308 |

8. Long-term debt:

| | 2014 | 2013 |
|--|--------------|--------------|
| Alberta Capital Finance Authority debentures bearing interest at rates ranging from 3.84% to 6.50% (2013 - 3.84% to 6.50%) per annum and maturing in periods from 2015 through 2033 (2013 – 2014 through 2033) | | |
| | \$ 4,469,374 | \$ 5,140,619 |

Long-term debt is issued on the credit and security of the Town at large.

TOWN OF HIGH LEVEL

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2014

8. Long-term debt (continued):

Principal and interest repayment requirements on long-term debt over the next five years and thereafter are as follows:

| | Principal | Interest | Total |
|------------|--------------|--------------|--------------|
| 2015 | \$ 527,948 | \$ 205,878 | \$ 733,826 |
| 2016 | 379,623 | 178,272 | 557,895 |
| 2017 | 287,457 | 161,351 | 448,808 |
| 2018 | 301,507 | 147,301 | 448,808 |
| 2019 | 316,258 | 132,550 | 448,808 |
| Thereafter | 2,656,581 | 613,666 | 3,270,247 |
| | <hr/> | <hr/> | <hr/> |
| | \$ 4,469,374 | \$ 1,439,018 | \$ 5,908,392 |

9. Debt and debt service limits:

Section 276(2) of the Municipal Government Act requires that debt and debt limits as defined by Alberta Regulation 255/2000 for the Town be disclosed as follows:

| | 2014 | 2013 |
|---|---------------|---------------|
| Total debt limit | \$ 15,620,805 | \$ 15,613,305 |
| Total debt | 4,469,374 | 5,140,619 |
| Amount by which debt limit unused | 11,151,431 | 10,472,686 |
| Percentage used (%) | 28.61% | 32.93% |
| Debt servicing limit | 2,603,468 | 2,602,218 |
| Debt servicing | 733,826 | 912,520 |
| Amount by which debt servicing limit unused | 1,869,642 | 1,689,698 |
| Percentage used (%) | 28.19% | 35.07% |

The debt limit is calculated at 1.5 times revenue of the Town (as defined in Alberta Regulation 255/00) and the debt service limit is calculated at 0.25 times such revenue. Incurring debt beyond these limitations requires approval by the Minister of Municipal Affairs. These thresholds are guidelines used by Alberta Municipal Affairs to identify municipalities that could be at financial risk if further debt is acquired. The calculation taken alone does not represent the financial stability of the Town. Rather, the financial statements must be interpreted as a whole.

TOWN OF HIGH LEVEL

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2014

10. Tangible capital assets:

| | 2014 | | | | | | | |
|--|---------------------|----------------------|----------------------|--------------------------|-------------------------------|---------------------|---------------------------------|-----------------------|
| | Land | Land improvements | Buildings | Engineered structures | Machinery and equipment | Vehicles | Assets under construction | Total |
| Cost: | | | | | | | | |
| Balance, beginning of year | \$ 4,691,248 | \$ 5,281,337 | \$ 19,718,962 | \$ 144,670,368 | \$ 6,220,220 | \$ 3,295,155 | \$ 5,542,221 | \$ 189,419,511 |
| Additions | 879,657 | - | 123,183 | 1,795,265 | 424,851 | 314,883 | 1,623,991 | 5,161,830 |
| Disposals | (16,174) | - | - | - | - | - | - | (16,174) |
| Balance, end of year | 5,554,731 | 5,281,337 | 19,842,145 | 146,465,633 | 6,645,071 | 3,610,038 | 7,166,212 | 194,565,167 |
| Accumulated amortization: | | | | | | | | |
| Balance, beginning of year | - | 3,709,402 | 5,324,287 | 56,485,889 | 3,171,679 | 1,526,199 | - | 70,217,456 |
| Amortization | - | 202,206 | 551,722 | 3,347,023 | 373,405 | 174,032 | - | 4,648,388 |
| Balance, end of year | - | 3,911,608 | 5,876,009 | 59,832,912 | 3,545,084 | 1,700,231 | - | 74,865,844 |
| Net book value, end of year | \$ 5,554,731 | \$ 1,369,729 | \$ 13,966,136 | \$ 86,632,721 | \$ 3,099,987 | \$ 1,909,807 | \$ 7,166,212 | \$ 119,699,323 |

TOWN OF HIGH LEVEL

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2013

10. Tangible capital assets (continued):

| 2013 (Recasted - note 3) | | | | | | | | |
|--|---------------------|----------------------|----------------------|--------------------------|-------------------------------|---------------------|---------------------------------|-----------------------|
| | Land | Land improvements | Buildings | Engineered structures | Machinery and equipment | Vehicles | Assets under construction | Total |
| Cost: | | | | | | | | |
| Balance, beginning of year | \$ 4,695,099 | \$ 4,969,921 | \$ 19,082,038 | \$ 142,504,595 | \$ 5,922,423 | \$ 3,184,866 | \$ 3,445,658 | \$ 183,804,600 |
| Additions | - | 311,416 | 636,924 | 2,165,773 | 297,797 | 110,289 | 2,096,563 | 5,618,762 |
| Disposals | (3,851) | - | - | - | - | - | - | (3,851) |
| Balance, end of year | 4,691,248 | 5,281,337 | 19,718,962 | 144,670,368 | 6,220,220 | 3,295,155 | 5,542,221 | 189,419,511 |
| Accumulated amortization: | | | | | | | | |
| Balance, beginning of year | - | 3,442,806 | 4,794,933 | 53,206,504 | 2,799,890 | 1,367,829 | - | 65,611,962 |
| Amortization | - | 266,596 | 529,354 | 3,279,385 | 371,789 | 158,370 | - | 4,605,494 |
| Balance, end of year | - | 3,709,402 | 5,324,287 | 56,485,889 | 3,171,679 | 1,526,199 | - | 70,217,456 |
| Net book value, end of year | \$ 4,691,248 | \$ 1,571,935 | \$ 14,394,675 | \$ 88,184,479 | \$ 3,048,541 | \$ 1,768,956 | \$ 5,542,221 | \$ 119,202,055 |

TOWN OF HIGH LEVEL

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2014

10. Tangible capital assets (continued):

a) Assets under construction

Assets under construction having a value of \$7,166,213 (2013 - \$5,542,221) have not been amortized. Amortization of these assets will commence when the asset is available for productive use.

b) Contributed tangible capital assets

Contributed tangible capital assets have been recognized at fair market value at the date of contribution. There were no contributed assets received during the year (2013 - \$5,000).

c) Tangible capital assets disclosed at nominal values

Where an estimate of fair value could not be made, the tangible capital asset was recognized at a nominal value. Land is the only category where nominal values were assigned.

d) Works of art and historical treasures

The Town manages and controls various works of art and non-operational historical cultural assets including buildings, artifacts, paintings and sculptures located at Town sites and public display areas. These assets are not recorded as tangible capital assets and are not amortized.

TOWN OF HIGH LEVEL

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2014

11. Accumulated surplus:

The Town's accumulated surplus is comprised of the following:

| | 2014 | 2013 |
|--|----------------------|----------------------|
| | (Recasted - note 3) | |
| Operating reserves: | | |
| General reserve | \$ 1,861,423 | \$ 2,704,035 |
| Capital reserves: | | |
| Airport | 52,257 | 64,456 |
| Fire equipment | 204,176 | 188,370 |
| Future development | 420,204 | 869,292 |
| Municipal recreation | 37,295 | 37,295 |
| Offsite levy | 97,502 | 33,836 |
| Parking lot | 38,448 | 38,448 |
| Tourism improvement fee | 474,314 | 335,570 |
| Utility distribution | 3,146,754 | 2,983,972 |
| | 4,470,950 | 4,551,239 |
| Total reserves | 6,332,373 | 7,255,274 |
| Invested in tangible capital assets | 115,229,949 | 114,061,436 |
| Unrestricted surplus | 658,675 | 2,258,980 |
| | <hr/> \$ 122,220,997 | <hr/> \$ 123,575,690 |

TOWN OF HIGH LEVEL

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2014

12. Contingent liabilities:

The Town is a member of the Alberta Municipal Insurance Exchange (MUNIX). Under the terms of membership, the Town 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 losses are determined. There has been no change to the Town's contingent liabilities in 2014.

13. Environmental matters:

During 2010, the Town had an independent study performed on two previously closed landfill sites that were operated by the province of Alberta prior to their transfer to the Town. The results of this study concluded that remediation of these sites would be required in the event that the Town developed or disposed of these sites. The estimated cost to remediate these sites is approximately \$3.1 million. In 2011, the Town received a letter from Alberta Environment stating that it did not have the funding available to reclaim these two sites to acceptable standards. However, Alberta Environment encouraged the Town to work with them to implement best practices and environmentally safe approaches to manage the former landfill sites. Accordingly, no liability has been recorded in these consolidated financial statements.

The Town will consider this in their overall assessment of the potential impact of the implementation of PS3260 Liability for Contaminated Sites.

TOWN OF HIGH LEVEL

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2014

14. Net municipal taxes:

Taxation revenue reported on the consolidated statement of operations and accumulated surplus is made up of the following:

| | Budget | 2014 | 2013 |
|---|---------------------|---------------------|---------------------|
| | (Note 22) | | |
| Taxation | | | |
| Real property taxes | \$ 5,272,629 | \$ 5,374,585 | \$ 5,013,995 |
| Linear property taxes | 238,931 | 232,000 | 223,964 |
| Government grants in place of property taxes | 139,667 | 132,224 | 130,918 |
| Special assessments and local improvement taxes | 49,485 | 49,485 | 118,628 |
| | 5,700,712 | 5,788,294 | 5,487,505 |
| Requisitions | | | |
| Alberta School Foundation Fund | 1,246,717 | 1,245,460 | 1,246,716 |
| Mackenzie Housing Seniors Lodge | 90,911 | 143,900 | 78,955 |
| | 1,337,628 | 1,389,360 | 1,325,671 |
| Net municipal taxes | \$ 4,363,084 | \$ 4,398,934 | \$ 4,161,834 |

TOWN OF HIGH LEVEL

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2014

15. Government transfers:

| | Budget | 2014 | 2013 |
|-----------------------------------|---------------------|---------------------|---------------------|
| (Note 22) | | | |
| Transfers for operating | | | |
| Provincial government | \$ 353,425 | \$ 270,422 | \$ 460,094 |
| Federal government | 40,450 | 40,750 | 40,750 |
| Other local government | 500,000 | 532,493 | 504,500 |
| | 893,875 | 843,665 | 1,005,344 |
| Transfers for capital | | | |
| Provincial government | 1,333,578 | 1,591,520 | 2,600,575 |
| Federal government | - | - | 51,714 |
| Other local government | 522,500 | 271,857 | 483,252 |
| | 1,856,078 | 1,863,377 | 3,135,541 |
| Total government transfers | \$ 2,749,953 | \$ 2,707,042 | \$ 4,140,885 |

16. Expenses by object:

| | Budget | 2014 | 2013 |
|--|----------------------|----------------------|----------------------|
| (Note 22) | | | |
| (Recasted - note 3) | | | |
| Salaries, wages and benefits | \$ 4,622,467 | \$ 4,029,417 | \$ 3,918,904 |
| Contracted and general services | 3,407,795 | 2,678,070 | 2,684,048 |
| Materials, goods and utilities | 2,194,261 | 2,005,206 | 2,017,458 |
| Provision for (recovery on) allowances | 13,000 | (8,348) | 45,390 |
| Transfers to local boards and agencies | 112,378 | 76,820 | 65,237 |
| Bank charges and short-term interest | 16,021 | 17,520 | 18,165 |
| Interest on long-term debt | 244,241 | 225,769 | 220,757 |
| Amortization of tangible capital assets | 4,681,664 | 4,648,388 | 4,605,494 |
| Loss on disposal of tangible capital assets | - | 5,672 | 3,851 |
| Loss on disposal of investments | - | 61,503 | 63,331 |
| | \$ 15,291,827 | \$ 13,740,017 | \$ 13,642,635 |

TOWN OF HIGH LEVEL

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2014

17. Salary and benefits disclosure:

Disclosure of salaries and benefits for municipal officials, the Chief Administrative Officer and designated officers as required by Alberta Regulation 313/2000 is as follows:

| | Salary | Benefits | 2014 Total | 2013 Total |
|--------------------------------------|-------------------|------------------|-------------------|-------------------|
| Mayor - McAtee | \$ 34,100 | \$ 83 | \$ 34,183 | \$ 14,811 |
| Deputy Mayor - Macleod | 20,600 | 83 | 20,683 | 9,661 |
| Councillor - Forest | 17,550 | 83 | 17,633 | 9,286 |
| Councillor - Chandler | 16,700 | 83 | 16,783 | 9,686 |
| Councillor - Morgan | 14,400 | 83 | 14,483 | 1,441 |
| Councillor - Milton | 13,150 | 83 | 13,233 | 1,291 |
| Councillor - Rapke | 14,950 | 83 | 15,033 | 2,441 |
| Mayor – Ernst* | - | - | - | 15,683 |
| Councillor – Gladders* | - | - | - | 533 |
| Councillor – Forsyth* | - | - | - | 4,218 |
| Chief Administrative Officer | 92,548 | 23,886 | 116,434 | 144,015 |
| Interim CAO | 48,781 | 4,520 | 53,301 | 41,719 |
| Designated Officers (3 positions) | 151,960 | 21,658 | 173,618 | 208,294 |
| | \$ 424,739 | \$ 50,645 | \$ 475,384 | \$ 463,079 |

*These individuals were not members of Council in the current year.

Salary includes regular base pay, lump sum payments, gross honoraria and any other direct cash remuneration.

Employer's share of employee benefits and contributions made on behalf of the employees includes pension, health care, dental coverage, and directors' liability and life insurance.

Benefits and allowance figures also include the employer's share of the costs of additional taxable benefits including special leave with pay, travel allowances and car allowances.

TOWN OF HIGH LEVEL

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2014

18. Transactions with Mackenzie Regional Waste Management Commission:

| | 2014 | 2013 |
|---|-----------|----------|
| Included in accounts payable: | | |
| Due to Mackenzie Regional Waste Management Commission | \$ 10,830 | \$ 8,789 |
| Revenue and expense transactions: | | |
| Other revenue - administrative services | - | 3,300 |
| Contracted and general services expense | 79,691 | 70,180 |

19. Financial instruments:

The Town's financial instruments consist of cash, accounts receivable, investments, accounts payable and accrued liabilities, deposit liabilities, wages and benefits payable and long-term debt. It is management's opinion that the Town is not exposed to significant interest or currency risks arising from these financial instruments. The Town is subject to credit risk with respect to taxes and grants in place of tax receivables, trade and other receivables. Credit risk arises from the possibility that taxpayers and entities to which the Town provides services may experience financial difficulty and be unable to fulfill their obligations. The large number and diversity of taxpayers and customers minimizes the credit risk. Unless otherwise noted, the carrying value of financial instruments approximates their fair value.

20. Segmented information:

Segmented information has been identified based upon lines of service provided by the Town. Town services are provided by departments and their activities are reported by functional area in the body of the financial statements. Certain lines of service that have been separately disclosed in the segmented information, along with the services they provide, are as follows:

i) Protective Services:

Protective Services include fire, law enforcement and health and safety. The Fire Department is responsible to provide fire suppression services, fire prevention programs, motor vehicle accident response training and education related to prevention. Town peace officers enforce the Town's by-laws and some provincial statutes.

TOWN OF HIGH LEVEL

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2014

20. Segmented information (continued):

ii) Public Works and Transportation:

The Public Works department is responsible for the delivery of municipal public works services related to transportation, including maintenance of roadway pedestrian systems, the High Level Airport and the maintenance of parks and open spaces.

iii) Water and Waste Management:

The Town is responsible for environmental programs such as the engineering and operation of water and wastewater systems and waste management, the latter of which encompasses solid waste collection disposal and recycling.

iv) Planning and Development:

The Planning and Development department manages all aspects of land use planning including long range forecasting and planning, processing development permits and compliance certificates. The department is also responsible for corporate mapping functions.

(v) Community Services:

The Community Services department provides public services that sustains and supports individuals, families and communities. This includes programs run through Family and Community Support Services, the R.E. Walter Memorial Aquatics Center, High Level Sports Complex, recreation programs and the Town's outdoor baseball diamonds, playgrounds and parks.

vi) Culture and Library:

As part of community services, the Town operates and maintains the Museum and Visitor's Centre and supports the Library.

Certain allocation methodologies are employed in the preparation of segmented financial information. Taxation and payments-in-lieu of taxes are allocated to the segments based on the segments' budgeted net expenditure. User charges and other revenue are allocated to the segments based upon the segment that generated the revenue. Government transfers are allocated to segments based upon the purpose for which the transfers were made. Development levies earned and developer contributions received are allocated to the segment for which the charge was collected.

The accounting policies used in these segments are consistent with those followed in the preparation of the consolidated financial statements as disclosed in note 2.

TOWN OF HIGH LEVEL

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2014

20. Segmented information:

| | 2014 | | | | | | | | |
|--|---------------------|---------------------------------|----------------------------|--------------------------|---------------------|---------------------|-------------------|-----------------------|--|
| | Protective Services | Public Works and Transportation | Water and Waste Management | Planning and Development | Community Services | Culture and Library | Other Municipal | Total | |
| Revenue: | | | | | | | | | |
| Net municipal taxes | \$ 463,588 | \$ 2,451,542 | \$ - | \$ 319,842 | \$ 829,533 | \$ 220,792 | \$ 113,637 | \$ 4,398,934 | |
| User fees and sales of goods | 180,350 | 567,162 | 2,075,827 | 32,150 | 281,374 | 68,347 | 1,185,942 | 4,391,152 | |
| Government transfers | 114,949 | - | - | - | 89,036 | 39,072 | 600,608 | 843,665 | |
| Investment income | - | - | - | - | - | 949 | 257,643 | 258,592 | |
| Penalties and costs of taxes | - | - | - | - | - | - | - | - | |
| Other | 80,328 | 35,796 | 630 | 105,801 | 40,239 | 196,871 | 61,982 | 61,982 | |
| Total revenues | 839,215 | 3,054,500 | 2,076,457 | 457,793 | 1,240,182 | 526,031 | 2,327,769 | 10,521,947 | |
| Expenses: | | | | | | | | | |
| Salaries, wages and benefits | 414,085 | 978,096 | 503,194 | 145,106 | 931,958 | 261,586 | 795,392 | 4,029,417 | |
| Contracted and general services | 372,202 | 410,609 | 344,754 | 400,945 | 366,975 | 64,407 | 718,178 | 2,678,070 | |
| Materials, goods and utilities | 161,961 | 775,496 | 472,472 | 2,632 | 367,886 | 120,702 | 104,057 | 2,005,206 | |
| Provision for allowances (recovery) | - | - | (1,061) | - | - | - | (7,287) | (8,348) | |
| Transfers to local boards and agencies | 1,980 | - | - | 41,815 | - | 33,025 | - | 76,820 | |
| Interest on long-term debt and other changes | 12,331 | 37,610 | 154,971 | - | - | 9,680 | 28,697 | 243,289 | |
| Amortization | 176,939 | 2,829,634 | 1,096,194 | 24,088 | 214,178 | 20,083 | 287,272 | 4,648,386 | |
| Loss on disposal of investments | - | - | - | - | - | - | 61,503 | 61,503 | |
| Loss on disposal of tangible capital assets | - | - | - | - | - | - | 5,672 | 5,672 | |
| Total expenses | 1,139,498 | 5,031,445 | 2,570,524 | 614,586 | 1,880,997 | 509,483 | 1,993,484 | 13,740,017 | |
| Annual surplus (deficit) before other | (300,283) | (1,976,945) | (494,067) | (156,793) | (640,815) | 16,548 | 334,285 | (3,218,070) | |
| Other | | | | | | | | | |
| Government transfers for capital obligations | 85,000 | 732,178 | 640,829 | 218,512 | 186,858 | - | - | 1,863,377 | |
| Contributions of tangible capital assets | - | - | - | - | - | - | - | - | |
| Annual surplus (deficit) | \$ (215,283) | \$ (1,244,767) | \$ 146,762 | \$ 61,719 | \$ (453,957) | \$ 16,548 | \$ 334,285 | \$ (1,354,693) | |

TOWN OF HIGH LEVEL

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2014

20. Segmented information (Continued):

| | 2013 (Recasted - note 3) | | | | | | | |
|--|--------------------------|---------------------------------|----------------------------|--------------------------|---------------------|---------------------|-------------------|--------------------|
| | Protective Services | Public Works and Transportation | Water and Waste Management | Planning and Development | Community Services | Culture and Library | Other Municipal | Total |
| Revenue: | | | | | | | | |
| Net municipal taxes | \$ 478,072 | \$ 2,401,639 | \$ - | \$ 191,722 | \$ 681,068 | \$ 225,634 | \$ 183,699 | \$ 4,161,834 |
| User fees and sales of goods | 151,806 | 606,030 | 2,099,130 | 65,703 | 277,572 | 72,929 | 1,109,390 | 4,382,560 |
| Government transfers | 192,400 | - | - | 142,360 | 87,581 | 36,684 | 546,319 | 1,005,344 |
| Investment income | - | - | - | - | - | 992 | 327,941 | 328,933 |
| Penalties and costs of taxes | - | - | - | - | - | - | - | - |
| Other | 3,451 | 37,102 | - | 72,041 | 18,367 | 229,878 | 81,860 | 81,860 |
| Total revenues | 825,729 | 3,044,771 | 2,099,130 | 471,826 | 1,064,588 | 566,117 | 2,331,709 | 10,403,870 |
| Expenses: | | | | | | | | |
| Salaries, wages and benefits | 427,282 | 916,565 | 496,033 | 157,215 | 911,647 | 234,374 | 775,788 | 3,918,904 |
| Contracted and general services | 463,107 | 424,061 | 431,341 | 363,814 | 96,305 | 103,750 | 801,670 | 2,684,048 |
| Materials, goods and utilities | 131,063 | 728,138 | 541,177 | 3,767 | 357,844 | 117,083 | 138,386 | 2,017,458 |
| Provision for allowances | - | - | 404 | - | - | - | 44,986 | 45,390 |
| Transfers to local boards and agencies | 2,481 | - | - | 43,458 | - | 19,298 | - | 65,237 |
| Interest | 13,793 | 55,174 | 126,368 | - | - | 10,029 | 33,558 | 238,922 |
| Amortization | 155,761 | 2,836,873 | 1,065,448 | 23,713 | 199,090 | 22,545 | 302,064 | 4,605,494 |
| Loss on disposal of tangible capital assets | - | - | - | - | - | - | 3,851 | 3,851 |
| Loss on disposal of investments | - | - | - | - | - | - | 63,331 | 63,331 |
| Total expenses | 1,193,487 | 4,960,811 | 2,660,771 | 591,967 | 1,564,886 | 507,079 | 2,163,634 | 13,642,635 |
| Annual surplus (deficit) before other | (367,758) | (1,916,040) | (561,641) | (120,141) | (500,298) | 59,038 | 168,075 | (3,238,765) |
| Other | | | | | | | | |
| Government transfers for capital obligations | 153,600 | 1,331,204 | 1,264,592 | 13,901 | 372,244 | - | - | 3,135,541 |
| Contribution of tangible capital assets | - | - | - | - | 5,000 | - | - | 5,000 |
| Annual surplus, (deficit) | \$ (214,158) | \$ (584,836) | \$ 702,951 | \$ (106,240) | \$ (123,054) | \$ 59,038 | \$ 168,075 | \$ (98,224) |

TOWN OF HIGH LEVEL

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2014

21. Comparative information:

Certain comparative figures have been reclassified to conform to the 2014 consolidated financial statement presentation.

22. Budget data:

The budget data presented in the consolidated financial statements of the Town includes:

- The 2014 operating budget of \$16,928,325, approved by Council on December 17, 2013.
- The capital budget of \$3,194,360, approved by Council on December 17, 2013.

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Create Date: **2015-04-28**

Address: **10511 - 103 STREET
HIGH LEVEL, ALBERTA
T0H1Z0**

Account or Party Code: **A056014**

Return By Mail

Fax Confirmation

Name of Requester: **ASHLEIGH BULMER**
Telephone Number: **780-821-4022**
Email Address: **abulmer@highlevel.ca**

Last Registration Number:

Customer's Special Instructions:

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| Registration Priority | Document Category | Document Type | Comments | Other Services |
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Telephone (780) 427-2742

Name: **TOWN OF HIGH LEVEL**

Create Date: **2015-04-28**

Address: **10511 - 103 STREET
HIGH LEVEL, ALBERTA
T0H1Z0**

Account or Party Code: **A056014**

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Fax Confirmation

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Telephone Number: **780-821-4022**
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Refunds of overpayments will not be issued if less than \$5.00.