

Municipality of Cambridge Bay

Financial Statements

March 31, 2018

Municipality of Cambridge Bay

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Administration's Report

Mayor and Councilors

Municipality of Cambridge Bay, Nunavut

Municipal Council, which is responsible for, among other things, the financial statements of the Municipality of Cambridge Bay, delegates to Administration the responsibility of the financial statements. Municipal Council appoints independent auditors to examine and report directly to them on the financial statements. Administration prepared the financial statements. Accounting principles have been followed as recommended by the Department of Community and Government Services, based upon the requirements of the *Hamlets Act* of Nunavut, and the Public Sector Accounting Standards of the Canadian Institute of Chartered Accountants.

Administration maintains a system of internal accounting controls to ensure that transactions are accurately recorded on a timely basis, are properly approved and result in reliable financial statements. There are limits inherent in all systems on the recognition that the cost of such systems should not exceed the benefits to be derived. Administration believes its system provides the appropriate balance in this respect.

Municipal Council carries out its responsibility for review of the financial statements primarily through the Finance Committee. The Committee meets regularly with Administration to discuss financial matters, including the results of audit examinations. The Committee reports its findings to Municipal Council for its consideration in approving the financial statements for issuance.

The financial statements have been reported on by Crowe MacKay LLP, Chartered Accountants. The independent auditors' report outlines the scope of their audit and their opinion on the presentation of the information included in the financial statements.



**Senior Administrative Officer
Municipality of Cambridge Bay**

July 15, 2018



Independent Auditors' Report

Mayor and Councilors
Municipality of Cambridge Bay, Nunavut

We have audited the accompanying consolidated financial statements of the Municipality of Cambridge Bay, which comprises the consolidated statement of financial position as at March 31, 2018 and the consolidated statement of operations and accumulated surplus, changes in net financial assets, and cash flows, and the consolidated statement of changes in fund balances for the year then ended, and a summary of significant accounting policies and other explanatory information.

Administration's Responsibility for the Consolidated Financial Statements

Administration is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with the policies and standards prescribed for municipalities by the *Hamlets Act* of Nunavut and by the Department of Community and Government Services, Government of Nunavut, and for such internal control as administration determines is necessary to enable the preparation of financial statements that are free from material misstatements, 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 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 the auditor's 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, the auditor considers internal controls 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 of the effectiveness of the entity's internal controls. An audit also included evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

Except as identified in the following paragraph, we believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit qualified opinion.

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Basis for Qualified Opinion

The Municipality derives revenue from bingos and other fundraising activities the completeness of which is not susceptible of satisfactory audit verification. Accordingly, our verification of these revenues was limited to the amounts recorded in the records of the Municipality and we were not able to determine whether any adjustments might be necessary to contributions, excess of revenues over expenditures, current assets and net financial assets.

Qualified Opinion

In our opinion, except for the effect of adjustments, if any, which we might have determined to be necessary had we been able to satisfy ourselves concerning the revenues referred to in the preceding paragraph, these financial statements present fairly, in all material respects, the financial position of the Municipality as at March 31, 2018 and the results of its operations for the year then ended in accordance with the policies and standards prescribed for municipalities by the *Hamlets Act* of Nunavut and by the Department of Community and Government Services, Government of Nunavut.

Report on Other Legal and Regulatory Requirements

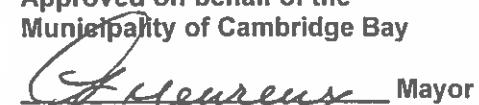
As required by Section 147 of the *Hamlets Act* we report that, in our opinion, these principles have been applied on a basis consistent with that of the preceding year. We further report in accordance with the *Hamlets Act* (Section 147.1) that, in our opinion, proper books of account have been kept by the Municipality, the consolidated financial statements are in agreement therewith and the transactions that have come under our notice, have, in all significant respects, been within the statutory powers of the Municipality.



Chartered Professional Accountants

Yellowknife, Canada
July 15, 2018

STATEMENT I**Municipality of Cambridge Bay****Consolidated Statement of Financial Position**

As at March 31,	2018	2017
Financial Assets		
Cash and cash equivalents (Note 3)	\$ 2,456,750	\$ 1,340,330
Reserve deposits (Note 3 and 4)	4,667,753	3,199,808
Accounts receivable (Note 5)	2,527,494	3,380,156
Total Financial Assets	9,651,997	7,920,294
Liabilities		
Accounts payable and accrued liabilities (Note 6)	699,729	742,000
Wages and benefits payable	338,783	318,159
Contributions repayable (Note 7)	192,854	193,741
Deferred revenue (Note 8)	289,146	158,788
Capital lease obligations (Note 9)	597,592	1,109,429
Annual, lieu and sick leave accrual	169,466	213,050
Post-employment benefits payable	44,935	44,935
Total Liabilities	2,332,505	2,780,102
Net Financial Assets	7,319,492	5,140,192
Non-Financial Assets		
Tangible capital assets (Schedule 15)	34,662,596	19,368,745
Inventory for consumption	108,012	178,787
Prepaid expenses	60,973	129,418
Total Non-Financial Assets	34,831,581	19,676,950
Financial Position		
Accumulated surplus (Schedule 1)	\$ 42,151,073	\$ 24,817,123
Commitments (Note 11)		
Contingent Liabilities (Note 12)		
Approved on behalf of the Municipality of Cambridge Bay		
 Mayor		
 Senior Administrative Officer		

STATEMENT II

Municipality of Cambridge Bay

Consolidated Statement of Operations and Accumulated Surplus

For year ended March 31,	Budget	2018 Actual	2017 Actual
GENERAL			
Revenue			
Operating contribution	\$ 2,040,523	\$ 2,040,523	\$ 2,040,525
Water and sewage services (Schedule 2)	4,867,815	5,011,214	4,917,773
Land development and administration (Schedule 3)	524,354	716,895	706,059
Other revenue (Schedule 4)	1,214,175	1,240,393	1,318,123
Contract services (Schedule 10)	2,174,790	3,849,595	3,761,905
Community transfer initiative program (Schedule 11)	190,000	183,362	190,000
Minor Capital Block Funding (Schedule 12)	-	56,000	56,000
Total revenue	11,011,657	13,097,982	12,990,385
Expenditures			
Water and sewage services (Schedule 2)	4,295,491	4,134,859	4,439,145
Land development and administration (Schedule 3)	299,193	149,236	122,458
General government services (Schedule 5)	1,295,276	1,091,988	1,267,780
Protective services (Schedule 6)	301,110	264,022	348,720
Transportation and public works services (Schedule 7)	127,721	249,476	163,881
Environmental health services (Schedule 8)	259,032	247,118	222,702
Recreation services (Schedule 9)	849,176	682,602	1,011,785
Contract services (Schedule 10)	2,207,008	3,910,287	3,784,177
Community transfer initiative program (Schedule 11)	190,000	188,940	331,646
Depreciation (Schedule 15)	1,085,126	1,405,627	1,163,606
Loss/(gain) on disposal of tangible capital asset	-	(22,377)	-
Total operating expenditures	10,909,133	12,301,778	12,855,900
Net operating before the following	102,524	796,204	134,485
CGS contributed tangible capital assets	-	14,500,000	-
Capital contributions	-	2,010,509	-
Excess (deficiency) of revenue over expenditures	102,524	17,306,713	134,485
Accumulated surplus, opening	-	24,817,123	24,666,670
Prior period adjustment	-	-	(19)
Accumulated surplus, opening, as restated	-	24,817,123	24,666,651
Reserve interest	-	27,237	15,987
Accumulated surplus, closing	\$ 102,524	\$42,151,073	\$24,817,123

STATEMENT III**Municipality of Cambridge Bay****Consolidated Statement of Changes in Net Financial Assets**

For year ended March 31,	2018	2017
Excess (deficiency) of revenues over expenditures	\$17,306,713	\$ 134,485
Acquisition of tangible capital assets (Schedule 15)	(16,861,759)	(1,258,716)
Depreciation of tangible capital assets	1,405,627	1,163,606
Disposal of tangible capital assets	162,281	-
Reserve interest	27,237	15,987
	2,040,099	55,362
(Purchase) use of inventory for consumption	70,775	16,419
(Increase) use of prepaid expense	68,445	(86,739)
Increase in Net Financial Assets	2,179,319	(14,958)
Net Financial Assets, beginning of year, as previously stated	5,140,192	5,155,150
Prior period adjustment	(19)	-
Net Financial Assets, beginning of year, as restated	5,140,173	5,155,150
Net Financial Assets, end of year	\$ 7,319,492	\$ 5,140,192

Municipality of Cambridge Bay

Consolidated Statement of Cash Flows

For year ended March 31,	2018	2017
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Net inflow (outflow) of cash related to the following activities:**Operating activities**

Excess (deficiency) of revenue over expenditures	\$17,306,713	\$ 134,485
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Non-cash items included in excess (deficiency) of revenues over expenditures

Depreciation of tangible capital assets	1,405,627	1,163,606
Loss on disposal of tangible capital assets	(22,377)	-
CGS contributed tangible capital assets	(14,500,000)	-

Change in non-cash working capital

Accounts receivable	852,662	(240,697)
Accounts payable and accrued liabilities	(42,271)	403,342
Wages and benefits payable	20,624	31,389
Contributions repayable	(887)	50,596
Deferred revenue	130,358	133,788
Annual, lieu and sick leave accrual	(43,584)	(7,623)
Post-employment benefits payable	-	25,382
Inventory for consumption	70,775	16,419
Prepaid expenses	68,445	(86,739)

	5,246,085	1,623,948
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Capital activity

Acquisition of tangible capital assets	(2,361,797)	(795,360)
Proceeds on sale of tangible capital assets	184,677	-

	(2,177,120)	(795,360)
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Investing activity

Reserve interest	27,237	15,987
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Financing activity

Repayment of capital lease obligations	(511,837)	(535,120)
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Change in cash and cash equivalents**Cash and cash equivalents, beginning of year****Cash and cash equivalents, end of year****Cash and cash equivalents are comprised of:**

Cash	\$ 2,456,750	\$ 1,340,330
Reserve deposits and guaranteed investment certificates	4,667,753	3,199,808
	\$ 7,124,503	\$ 4,540,138

Tangible capital assets acquired through capital leases totaled \$nil (2017 - \$463,356) for the year. Tangible capital assets contributed by the department of Community and Government Services, Government of Nunavut totaled \$14,500,000 (2017 - \$nil)

Municipality of Cambridge Bay

Notes to Consolidated Financial Statements

March 31, 2018

1. Significant Accounting Policies

The consolidated financial statements of the Municipality of Cambridge Bay ("the Municipality") are the representations of administration prepared in accordance with the policies and standards prescribed for municipalities by the *Hamlets Act* of Nunavut and by the Department of Community and Government Services, Government of Nunavut. Significant aspects of the accounting policies adopted by the Municipality of Cambridge Bay are as follows:

(a) Reporting entity

These consolidated financial statements reflect the assets, liabilities, revenues and expenditures, changes in fund balances, net financial assets and cash flows of the Municipality of Cambridge Bay and includes the activities of all committees of Council.

All inter-fund assets, liabilities, revenues, and expenditures have been eliminated, with the exception of Interdepartmental Administration Fees and Local Government Water and Sewage and Garbage Revenues and Expenditures.

The Municipality receives significant funding from the Government of Nunavut in the form of operating grants and capital grants. Administration is of the opinion that discontinuance of funding would significantly disrupt operations.

(b) Basis of accounting

Revenues are accounted for in the period in which the transactions or events occurred that gave rise to the revenues. Expenditures are recognized in the period the goods and services were acquired and a liability is incurred or transfers are due.

Government transfers are recognized in the financial statements as revenues in the period that the events giving rise to the transfer occurred, providing the transfers are authorized, any eligibility criteria are met by the Municipality, and reasonable estimates of the amounts can be made.

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

(c) Use of estimates

The preparation of financial statements in conformity with the policies and standards prescribed for municipalities by the *Hamlets Act* of Nunavut and by the Department of Community and Government Services, Government of Nunavut requires management to make estimates and assumptions. These estimates and assumptions can affect the reported amount 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 period. Where measurement uncertainty exists, the financial statements have been prepared within reasonable limits of materiality. Actual results could differ from those estimates.

Municipality of Cambridge Bay

Notes to Consolidated Financial Statements

March 31, 2018

1. Significant Accounting Policies (continued)

(d) Fund accounting

The Municipality maintains the general operating, water and sewage, land development, equity in tangible capital assets, and the reserve funds. Transfers between funds are recorded as adjustments to the appropriate fund balance.

(i) General operating fund

Reports the excess of revenues over expenditures relating to the general operations of the Municipality excluding the provision of water and sewage services, land development and capital and equipment purchases.

(ii) Water and sewage fund

Reports the excess of revenues over expenditures relating specifically to the provision of water and sewage services to the residents and commercial enterprises of Cambridge Bay.

(iii) Land development fund

Reports the excess of revenues over expenditures relating to the development of land in the community of Cambridge Bay.

(iv) Equity in Tangible Capital Assets

Reports the investment in capital assets, less any related debt and accumulated depreciation.

(v) Reserve fund

Reports the funds held in reserve for purposes of equipment replacement, granular, land development, minor capital, water and sewer vehicle replacement reserve, and those increases and decreases directly related to those items.

(e) Budget

The 2018 budget amounts are unaudited and are approved by Council on March 30, 2017.

(f) Financial instruments

All significant financial assets, financial liabilities and equity instruments of the Municipality are either recognized or disclosed in the financial statements together with available information for a reasonable assessment of future cash flows, interest rate risk and credit risk. Where practicable the fair values of financial assets and financial liabilities have been determined and disclosed; otherwise only available information pertinent to fair value has been disclosed.

(g) Inventory

Inventory for consumption is recorded at the lower of cost, determined on a weighted average basis, and net replacement cost. The weighted average is calculated using the landed cost, which includes the cost of freight.

Inventory of Land Under Development held for sale is recorded at the lower of cost and net realizable value.

Municipality of Cambridge Bay

Notes to Consolidated Financial Statements

March 31, 2018

1. Significant Accounting Policies (continued)

(h) Tangible capital assets

Tangible capital assets are recorded at cost. Depreciation is provided using methods and rates intended to depreciate the cost of assets over their estimated useful lives. Estimated useful life and depreciation methods are specified in the Tangible Capital Asset By-Law and Policy and set forth below:

Tangible capital asset category	Threshold	Estimated useful life	Amortization
Buildings and building improvements	\$10,000	40 years	Straight-line
Computer hardware and software	\$ 5,000	3 years	Straight-line
Engineered structures, water infrastructure	\$10,000	30 years	Straight-line
Fire trucks	\$10,000	20 years	Straight-line
Heavy equipment	\$10,000	18 years	Straight-line
Land	All	Indefinite	N/A
Land improvements	\$10,000	18 years	Straight-line
Office furniture and equipment	\$ 5,000	5 years	Straight-line
Operating equipment	\$10,000	15 years	Straight-line
Road and culvert construction	All	30 years	Straight-line
Road other	All	30 years	Straight-line
Road repaving	All	10 years	Straight-line
System development	\$10,000	3 years	Straight-line
Vehicles	\$10,000	7 years	Straight-line

Tangible capital assets under construction are not depreciated until the asset is available for use. Contributed tangible capital assets are recorded at their fair value at the date of receipt and are also recorded as contributed asset revenue.

(i) Leases

Leases are classified as capital or operating leases. Leases which transfer substantially all of 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 expenditures as incurred.

(j) Government transfers

Government transfers are the transfer of monetary assets or tangible capital assets from a government for which the government making the transfer does not receive any goods or services directly in return; expect to be repaid in future; or expect a direct financial return.

Operating 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.

Capital transfers or transfers of tangible capital assets are initially recognized as deferred revenue and subsequently recognized as revenue when the related tangible capital asset are recognized as acquired or built.

Municipality of Cambridge Bay

Notes to Consolidated Financial Statements

March 31, 2018

1. Significant Accounting Policies (continued)

(k) Reserves

Reserves are established at the direction of the Department of Community and Government Services, or at the discretion of Council, to set aside funds for future expenditures. Transfers to and/or from reserves are reflected as an adjustment to the respective fund and not as revenue or expenditures in the statement of revenue and expenditures.

The Municipality maintains the following reserves:

(i) Equipment replacement reserve

A reserve equal to 25% of the annual rental earned on machinery and equipment, including airports, is transferred to the Equipment Replacement Reserve from the Operating Fund balance. Any deficiency in the reserve is to be provided out of the Operating Fund balance. Funds relating to this reserve must be deposited to a separate bank account.

(ii) Granular reserve

Proceeds relating to granular material are deposited to a separate reserve for the purpose of future reclamation. Funds relating to this reserve must be deposited to a separate bank account.

(iii) Land development reserve

All Municipalities maintain a land development reserve for the purpose of acquiring or developing land by the Municipality. An amount equal to the levy revenue is set aside annually for this purpose with actual acquisitions/development costs being provided for from this reserve. Funds relating to this reserve must be deposited to a separate bank account.

(iv) Minor capital reserve

All Hamlets and Municipalities maintain a minor capital reserve for the purpose of acquiring or developing minor capital items by the Municipality. An amount equal to the excess funding revenue is set aside annually for this purpose with actual acquisitions/development costs being provided for from this reserve. Funds relating to this reserve must be deposited to a separate bank account.

(v) Water and sewer vehicle replacement reserve

All Municipalities that provide trucked water and sewage services with their own forces must implement rates that recover the capital cost of water and sewage vehicles. Municipalities implement new rates by amending their water and sewage rates by-law. All Municipalities are responsible for acquiring water and sewage vehicles. Funds relating to this reserve must be deposited in a separate bank account.

(vi) Multi-use complex

The Municipality created this reserve to set aside funds for the future construction of a new multi-use complex.

Municipality of Cambridge Bay

Notes to Consolidated Financial Statements

March 31, 2018

1. Significant Accounting Policies (continued)

(l) Pension expenditures

Contributions for current and past service pension benefits are recorded as expenditures in the year in which they become due.

(m) Post-employment benefits

Under the terms and conditions of employment Municipality employees may earn benefits for retirement, severance and removal costs upon termination of employment. The estimated liability for these benefits is recorded as the benefits are earned by the employees. Severance liabilities are also recorded when employees are identified for lay-off.

(n) Sewage lagoon and solid waste landfill closure and post closure liabilities

The Municipality operates a sewage lagoon and a solid waste landfill site but their ownership has not been clarified with the Government of Nunavut. Site closure and post closure costs are recognized in full when information is available to estimate the liabilities for these facilities. To date the Municipality does not have complete information required to estimate the existing closure costs. As a result closure and post closure liabilities for these facilities are not recorded in the consolidated financial statements.

2. Future Changes to Public Sector accounting Standards ("PSAS")

Although the Municipality's consolidated financial statements are prepared in accordance with the policies and standards prescribed for municipalities by the Hamlets Act of Nunavut and by the Department of Community and Government Services, Government of Nunavut, these policies and standards are derived from PSAS and as a result the following changes to PSAS may have an impact on the financial statements of the Municipality:

a) Financial Instruments, Section PS 3450 and related amendments to Financial Statement Presentation, Section PS 1200

In March of 2011, PSAB approved new Section PS 3450, Financial Instruments, and related amendments to existing PS 1200, Financial Statement Presentation. The effective date for Section PS3450 is April 1, 2012 for government organizations and April 1, 2019 for governments. Government and government organizations adopt Section PS 3450 in the same fiscal year Section PS 2601, Foreign Currency Translation, is adopted. This standard will establish what to account for and report all types of financial instruments including derivatives. Financial instruments include primary instruments and derivative financial instruments.

The impact of the transition to these accounting standards is being reviewed by management, however they are not expected to impact the results of operations significantly.

Municipality of Cambridge Bay

Notes to Consolidated Financial Statements

March 31, 2018

2. Future Changes to Public Sector accounting Standards ("PSAS") (Continued)

b) Foreign Currency Translation, Section PS 2601

In March of 2011, PSAB approved Section PS 2601, replacing existing Section PS 2600, Foreign Currency Translation. The effective date for Section PS 2601 is April 1, 2012 for government organizations and April 1, 2019 for governments. Earlier adoption is permitted. Governments and government organizations adopt Section PS 2601 in the same fiscal year Section PS 3450, *Financial Instruments*, is adopted.

The impact of the transition to these accounting standards has been reviewed by management, however they are not expected to impact the results of operations significantly.

c) Portfolio Investments, Section PS 3041

PSAB approved Section PS 3041 – Portfolio Investments. This Section is effective when Section PS 1201, Financial Statement Presentation , Section PS 2601, Foreign Currency Translation, and Section PS 3450, Financial Instruments are adopted. This Section establishes standards on how to account for and report portfolio investments in government financial statements.

The impact of the transition to this accounting standard has not yet been determined.

d) Restructuring Transactions, Section PS 3430

PSAB approved Section PS 3430, Restructuring Transactions. This Section is effective for fiscal periods beginning on or after April 1, 2018. Earlier adoption is permitted. This Section establishes standards on how to account for and report restructuring transactions such as but not limited to amalgamations of entities or operations within the government entity, amalgamation of local governments, and shared service arrangements entered into by local governments in a region, by both transferors and recipients of assets and/or liabilities, together with related program or operating responsibilities.

The impact of the transition to this accounting standard has not yet been determined.

e) Asset Retirement Obligations, proposed section PS 3280

This section will be effective for fiscal years beginning on or after April 1, 2021 and is intended to enhance comparability of financial statements among public sector entities by establishing uniform criteria for recognition and measurement of asset retirement obligations, including obligations that may not have previously been reported. This section would require public sector entities to review existing contract, legislation, regulations, and other sources to identify retirement activities associated with its controlled tangible capital assets.

The impact of the transition to this proposed accounting standard, if any, has not yet been determined.

Municipality of Cambridge Bay

Notes to Consolidated Financial Statements

March 31, 2018

3. Cash and Cash Equivalents

Cash and cash equivalents consist of bank balances and reserve balances. Cash and cash equivalents are all denominated in Canadian dollars and held with the Municipality's financial institution. Particulars of cash and cash equivalents are as follows:

	2018	2017
Cash	\$ 2,456,750	\$ 1,340,330
Reserve deposits and guaranteed investment certificates	4,667,753	3,199,808
\$ 7,124,503	\$ 4,540,138	

4. Reserve Deposits

	2018	2018	2018
	Required Reserve	Reserve Deposit	Deposit Excess (Deficiency)
Equipment replacement reserve	\$ 470,701	\$ 441,628	\$ (29,073)
Granular reserve	134,833	134,795	(38)
Land development reserve	3,996,314	3,358,012	(638,302)
Minor capital reserve	270,511	214,511	(56,000)
Water and sewer vehicle replacement reserve	400,000	400,000	-
Multi-use complex facility reserve	144,083	118,807	(25,276)
	\$ 5,416,442	\$ 4,667,753	\$ (748,689)

Sufficient funds must be deposited to separate bank accounts to correspond with the respective reserve fund balances. Interest earned on these accounts is credited to the appropriate reserve. As at March 31, 2018, the Municipality has not complied with this requirement.

5. Accounts Receivable

	Accounts Receivable	Allowance	Accounts Receivable (net)	2017 Accounts Receivable (net)
Government of Canada	\$ 159,595	\$ 1,260	\$ 158,335	\$ 710,554
Government of Nunavut	1,013,715	22,169	991,546	1,823,183
Government of Nunavut - Housing	529,835	-	529,835	56,778
GST	95,797	-	95,797	30,431
Trade/Land	569,249	-	569,249	391,623
Water and Sewage - Cambridge Bay				
Housing Authority	958	-	958	1,316
Water and Sewage - Other	264,923	83,149	181,774	366,271
	\$ 2,634,072	\$ 106,578	\$ 2,527,494	\$ 3,380,156

Municipality of Cambridge Bay

Notes to Consolidated Financial Statements

March 31, 2018

6. Accounts Payable and Accrued Liabilities

	2018	2017
Accrued liabilities	\$ 149,613	\$ 493,774
Damage deposits	350	200
Trade and other	549,766	248,026
	\$ 699,729	\$ 742,000

7. Contributions Repayable

Contributions repayable consist of revenues in excess of expenditures for contribution agreements in which surpluses are repayable to the funding organization.

	2018	2017
Access Road - Department of Economic Development and Transportation	\$ -	\$ 10,224
Early Childhood Program - HCI Funding	7,507	7,507
Other	2,470	2,470
DTFP	9,877	9,877
Community Arts Studio - Department of Culture and Heritage	50,000	-
Community Support Program - Department of Health	55,581	55,581
Resolution Health Support Program - Minister of Health	32,160	32,160
Early Childhood Program - Start-up Funding	4,664	4,664
Community Action Program for Children	4,376	4,376
Youth Outreach Coordinator	15,440	15,440
Life Management Program	845	845
Youth Art/Welding Project	9,360	9,360
Men's Homeless Shelter	-	624
KIA - refund instalment paid twice	-	40,613
Alcohol and Drug Program - Department of Health	574	-
	\$ 192,854	\$ 193,741

8. Deferred Revenue

Deferred revenue consists of the unexpended portions of special accountable advances and contributions received as follows:

	2018	2017
Access Road	\$ 25,000	\$ 25,000
Seeds to Wellness Girls	-	28,000
Mental Health Crisis Int. Team	18,727	71,169
Mayor Youth Advisory Council	29,715	10,208
Food Bank	44,564	24,411
Men's Shelter Renovations	171,140	-
	\$ 289,146	\$ 158,788

Municipality of Cambridge Bay

Notes to Consolidated Financial Statements

March 31, 2018

9. Capital Lease Obligations

Item	Lease Expiration	Rate	Monthly Payments	Net Book Value
2011 Caterpillar D6T Tractor	July 2018	7.90%	\$ 5,448	\$ 232,926
2015 Freightliner Water Truck	July 2018	6.25%	\$ 4,815	\$ 96,997
2015 Freightliner Vacuum Truck	July 2018	6.25%	\$ 3,728	\$ 123,275
2014 Ford F550	August 2018	6.25%	\$ 4,810	\$ 119,849
2016 Western Star Sewer Truck	August 2019	6.25%	\$ 5,346	\$ 109,811
2016 Western Star Water Truck	August 2019	6.25%	\$ 4,289	\$ 135,411
2016 Western Star Water Truck	August 2019	6.25%	\$ 5,346	\$ 135,411
2016 Western Star Vacuum Truck	July 2020	6.29%	\$ 4,360	\$ 141,325
2016 Western Star Water Truck	July 2020	6.33%	\$ 5,433	\$ 174,566
2016 Ford F250 XLT	June 2021	6.50%	\$ 900	\$ 36,977

Future minimum lease payments under capital leases together with the balance of the obligation due under the capital leases are as follows:

Principal	Interest	Total
2019	\$ 360,323	\$ 25,406
2020	183,052	8,244
2021	50,961	1,016
2022	3,256	55
Total	\$ 597,592	\$ 34,721
		\$ 632,313

10. Equity in Tangible Capital Assets

	2018	2017	Change
Tangible capital assets (Schedule 15)	\$34,662,596	\$19,368,745	\$15,293,851
Capital lease obligations (Note 9)	(597,592)	(1,109,429)	511,837
Total	\$34,065,004	\$18,259,316	\$15,805,688

Municipality of Cambridge Bay

Notes to Consolidated Financial Statements

March 31, 2018

11. Commitments

The Municipality is committed to two leases for office equipment with Xerox with annual payments of \$10,681 each. They expire in June 2021.

Future minimum lease payments are as follows:

Year	Amount
2019	\$ 10,681
2020	10,681
2021	10,681
2022	10,681
Total	\$ 42,724

12. Contingent Liabilities

Insurance

The Municipality participates in the Nunavut Association of Municipalities insurance program under which it is insured for property, automotive and liability. Under the terms of membership, the Municipality 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.

Litigations

The Municipality is involved in a claim for which a decision has yet to be reached. The amount of damages, if any, is unknown at this time. A liability, if any, will be accounted for as a current transaction in the year the losses are determined.

13. Municipal Pension Plan

As at January 1, 2018, the Northern Employee Benefits Services (NEBS) Pension Plan had a solvency ratio deficiency of (\$110,840,600) (2017 - \$102,495,300) and a solvency ratio of 66.0% (2017 - 64.0%). As of January 1, 2018, the excess (deficiency) of actuarial value of net assets over actuarial present value of defined benefits is estimated to be \$24,000,000.00 - Funded Ratio 112.8% (2017 - \$16,600,000 and 110.1%) on a going concern valuation basis.

The Plan serves 3,033 (2017 - 2,600) Employee Members and 107 (2017 - 99) Employer Members. Any potential deficiency in termination payments is guaranteed to be paid over the next 10 years or less, depending on the position of the fund. As of April 2004, the Office of the Superintendent of Financial Institutions (OSFI) has exempted NEBS from compliance with the Pension Benefits Standards Act (PBSA). Solvency is calculated for the purposes of determining obligations only in the event of a plan wrap up.

The contribution percentage remains the same at 16% (8% from the employees and 8% from the employer) up to a maximum of pensionable earnings of \$165,077 starting January 2017 and \$166,087 starting January 2018, with 16% of that maximum being \$26,412 (January 2017) and \$26,412 (January 2018) (\$13,206 - \$13,206 from the employer and \$13,206 - \$13,206 from the employees).

Municipality of Cambridge Bay

Notes to Consolidated Financial Statements

March 31, 2018

13. Municipal Pension Plan (Continued)

Total current service contributions by the Municipality of Cambridge Bay to the Northern Employee Benefits Services Pension Plan in 2018 were \$180,470 (2017 - \$177,913). Total current service contributions by the employees of the Municipality in 2018 were \$180,470 (2017 - \$177,913).

This is an employer owned program and as such the Municipality is liable for its portion of any shortfall.

The Municipality of Cambridge Bay is required to make current service contributions to the plan of 8% of pensionable earnings up to \$180,470 (2017 - \$177,913).

14. Comparative figures

Certain comparative figures have been reclassified to conform with the current year presentation.

15. Water and Sewage Services Operating Statement

The Water and Sewage Fund is managed as a separate fund. The expenditures are to include all direct and indirect costs as outlined in the Community Water and Sewage Service Agreement. Under the terms and conditions of the Community Water and Sewage Services Agreement the Municipality is allowed to maintain a balance in the Water and Sewage Fund to an allowable margin of 10% of the Municipality's prior year audited expenditures for Water and Sewage services.

Actual Fund Balance (Schedule 1)	Change in Fund Balance (Schedule 1)	10% Allowable Margin	Over (Under)
\$ 284,980	\$ 167,850	\$ 443,915	\$ (158,935)

16. Financial Instruments

Financial instruments consist of recorded amounts of cash and cash equivalent, reserve deposits, and accounts receivable which will result in future cash receipts. They also consist of accounts payable and accrued liabilities, contribution repayable, capital lease obligations, annual leave accrual and leave and termination accrual which will result in future cash outlays. The Municipality is exposed to the following risks in respect of certain of the financial instruments held:

Credit risk

Credit risk is the risk that one party to a financial instrument will fail to discharge an obligation and cause the other party to incur a financial loss. The Municipality is exposed to a concentration of credit risk as the majority of their customers are located in the community of Cambridge Bay, Nunavut.

The Municipality has funds in excess of federally insured limits in one federally regulated financial institution. This risk has not changed from the prior year.

Interest rate risk

The Municipality has available a revolving operating line of credit of \$600,000 with an interest rate of Royal Bank prime rate plus 1%. This credit facility is secured by a general security agreement and authorized through a borrowing by-law.

Municipality of Cambridge Bay

Notes to Consolidated Financial Statements

March 31, 2018

17. Economic Dependence

The Municipality receives significant funding from the Government of Nunavut in the form of operating and capital grants. Administration is of the opinion that discontinuance of funding would significantly disrupt operations.

18. Statutory Requirements

In accordance with Policies and Guidelines of the Department of Community and Government Services, Government of Nunavut ("CGS"), the Municipality is required to deposit sufficient funds into separate bank accounts to correspond with the respective reserve fund balances. The Municipality is in violation of this policy and guideline as it has a reserve deposit deficiency of \$748,689 (see note 4).

In accordance with Policies and Guidelines of CGS, the Municipality approved the budget on March 30, 2017 prior to the commencement of the new year.

Municipality of Cambridge Bay
Consolidated Statement of Changes in Fund Balances

For year ended March 31,

2018

2017

	General Operating	Water and Sewage	Land Development	Equity in Tangible Capital Assets	Reserves	Total	Total
Excess (deficiency) of revenue over expenditures	\$ 16,949,433	\$ 21,986	\$ 335,294	\$ -	\$ -	\$ 17,306,713	\$ 134,485
Net interfund transfers:							
To (from) operating fund - Minor Capital Block Funding	(56,000)	-	-	-	56,000	-	-
To (from) land development fund	-	-	(614,245)	-	614,245	-	-
To (from) capital fund - disposals	-	162,280	-	(162,280)	-	-	-
To (from) equipment replacement reserve	(287)	-	-	-	287	-	-
To (from) capital fund - additions	(16,658,213)	(203,546)	-	16,861,759	-	-	-
To (from) capital fund - depreciation	474,298	698,967	232,363	(1,405,628)	-	-	-
To (from) capital fund - capital lease payments	-	(511,837)	-	511,837	-	-	-
To (from) reserves - capital lease payments	76,182	-	-	-	(76,182)	-	-
To (from) reserves - Mobile equipment block funding	(104,670)	-	-	-	104,670	-	-
To (from) reserves - Multi-use complex	(144,083)	-	-	-	144,083	-	-
Interest on reserves	-	-	-	-	27,237	27,237	15,987
Change in fund balances	536,660	167,850	(46,588)	15,805,688	870,340	17,333,950	150,472
Fund balance, beginning of year, as previously stated	1,281,508	117,130	613,086	18,259,316	4,546,102	24,817,142	24,666,670
Prior period adjustment	(19)	-	-	-	-	(19)	-
Fund balance, beginning of year, as restated	1,281,489	117,130	613,086	18,259,316	4,546,102	24,817,123	24,666,670
Fund balance, end of year	\$ 1,818,149	\$ 284,980	\$ 566,498	\$ 34,065,004	\$ 5,416,442	\$ 42,151,073	\$ 24,817,142

Reserves consist of:

Equipment replacement reserve	\$ 470,701
Granular reserve	134,833
Land development reserve	3,996,314
Minor capital reserve	270,511
Multi-use complex reserve	144,083
Water and sewer vehicle replacement reserve	400,000
	\$ 5,416,442

Municipality of Cambridge Bay

Water and Sewage Services

For year ended March 31,	Budget	2018 Actual	2017 Actual
Revenue			
Customer charges	\$ 4,450,867	\$ 4,565,331	\$ 4,410,558
Government of Nunavut subsidy	280,099	280,099	280,099
Local government charges	136,849	130,142	108,988
Other revenue	-	35,642	118,128
Total revenues	4,867,815	5,011,214	4,917,773
Expenditures			
Salaries and benefits			
Administration	468,925	394,536	306,049
Water and sewer service vehicles	1,865,159	2,130,212	2,087,693
Works foreman	125,218	123,220	160,313
	2,459,302	2,647,968	2,554,055
Equipment			
Fuel	231,000	194,695	219,581
Operations and maintenance	364,100	266,430	349,224
Interest on lease obligations	90,375	47,397	62,176
	685,475	508,522	630,981
Building			
Electricity	116,402	142,910	121,693
Heating fuel	195,000	128,929	192,259
Insurance	89,047	73,754	84,647
Operations and maintenance	30,000	28,122	24,847
Water and sewage	4,000	8,112	-
Garbage services	-	225	-
	434,449	382,052	423,446
Road maintenance and snow clearing	235,834	235,834	230,885
Direct administration			
Bad debts	-	(54,411)	140,212
Communications	50,000	36,977	39,214
Contracted services - consulting IT	15,000	26,919	24,785
Freight	50,000	7,884	19,439
Materials and supplies	90,000	75,849	100,675
Professional services	31,503	28,327	38,728
Small equipment purchase and rental - non capital	-	5,078	9,618
Staff training	8,000	4,193	3,600
Travel	8,100	1,839	6,860
	252,603	132,655	383,131
Indirect administration chargeover	227,828	227,828	216,647
Total expenditures	4,295,491	4,134,859	4,439,145
Excess of revenue over expenditures before depreciation	572,324	876,355	478,628
Depreciation	411,696	698,968	474,874
Loss on disposal of tangible capital assets	-	155,401	-
Excess (deficiency) of revenue over expenditures	\$ 160,628	\$ 21,986	\$ 3,754

Municipality of Cambridge Bay

Land Development and Administration

For year ended March 31,	Budget	2018 Actual	2017 Actual
Revenue			
Land administration operating contribution	\$ 75,723	\$ 76,847	\$ 75,723
Lot equity leases	-	374,285	-
Lot standard leases	448,631	259,413	630,336
Permits and fees	-	6,350	-
Total revenues	524,354	716,895	706,059
Expenditures			
Building operations and maintenance	-	570	790
Communications	5,000	6,242	8,752
Freight	200	25	123
Land development costs	-	19,453	-
Materials and supplies	179,050	3,920	6,111
Professional services	1,500	2,007	1,132
Salaries and benefits	111,443	117,019	103,183
Staff training	2,000	-	-
Travel	-	-	2,367
Total expenditures	299,193	149,236	122,458
Excess of revenue over expenditures before depreciation	225,161	567,659	583,601
Depreciation	206,200	232,365	206,875
Excess (deficiency) of revenue over expenditures	\$ 18,961	\$ 335,294	\$ 376,726

Municipality of Cambridge Bay

Other Revenue

For year ended March 31,	2018	2017
	Budget	Actual
General operations		
Equipment rental	\$ 300	\$ 1,149
Garbage revenue	374,045	389,325
Government of Nunavut		
Capital block funding - mobile equipment	160,670	104,670
Community development block funding	10,000	10,000
Interest - general	15,000	27,240
Licenses and permits	38,600	28,725
Medivac services	40,000	41,200
Other revenue and donations	10,000	73,835
Rental of buildings - external	221,000	275,628
Search and rescue	-	-
Travel reimbursement	40,000	17,887
Wellness revenue	-	5,550
General operations revenue	909,615	975,209
Recreation		
Bingos, lotteries and fundraising	45,000	34,110
Donations	1,000	6,397
Government of Nunavut		
Active living	-	12,372
Aquatics renovation	10,000	15,283
Dance camp - CLEY	10,000	-
Mad Science Camp	-	21,649
Traditional programs	-	21,500
Volunteer recognition	-	1,500
Youth canteen sales	-	-
Building rentals	-	3,250
Special events and days	150,060	80,872
User fees	87,000	68,251
Torch Relay	1,500	-
Day Camp Salary Subsidy	-	37,299
Recreation revenue	304,560	265,184
Total other revenue	\$ 1,214,175	\$ 1,240,393
		\$ 1,318,123

Municipality of Cambridge Bay

General Government Services Expenditures

For year ended March 31,	Budget	2018 Actual	2017 Actual
Advertising	\$ 1,000	\$ -	\$ 7,890
Bad debt (recovery)	-	(142,491)	151,505
Bank and interest charges	15,000	14,969	19,057
Building			
Electricity	148,500	149,874	141,939
Heating fuel	150,000	139,688	180,935
Operations and maintenance	50,000	32,542	57,543
Water and sewage	73,000	81,412	48,102
Garbage services	-	7,475	-
Building rent	-	28,486	13,014
CDF expenses	-	10,000	10,000
Communications	78,750	31,585	41,579
Contract and general services - IT consulting	20,000	15,081	26,485
Council expenses - travel	30,000	8,558	32,673
Elections and census	300	485	160
Equipment			
Fuel	1,500	6,123	1,726
Operations and maintenance	3,000	12,650	1,603
Freight	8,000	5,443	5,920
Honoraria - council	40,000	53,556	22,392
Insurance	86,797	72,629	84,647
Grants to groups	1,000	-	500
Materials and supplies	56,500	7,809	67,061
Materials and supplies - Wellness	45,000	11,067	26,104
Mayor's expenses	15,000	10,965	7,731
Mayor's stipend	60,000	50,307	55,959
Membership fees	13,000	12,469	12,649
Professional services	37,243	12,642	30,040
Salaries and benefits	804,037	1,001,582	712,508
Share of administration charge allocated to contracts	(255,624)	(336,448)	(322,373)
Share of administration charge allocated to WSSSP	(227,828)	(227,828)	(216,647)
Small equipment purchase and rental - non capital	20,000	12,141	9,296
Staff training	5,000	1,392	7,398
Travel	16,101	7,825	30,384
	1,295,276	1,091,988	1,267,780
Tangible capital asset transfer to contracts			
Total expenditures before depreciation	1,295,276	1,091,988	1,267,780
Depreciation	347,979	349,186	355,212
Gain on disposal of tangible capital assets		(177,778)	-
Total expenditures	\$ 1,643,255	\$ 1,263,396	\$ 1,622,992

Municipality of Cambridge Bay

Protective Services Expenditures

For year ended March 31,	Budget	2018 Actual	2017 Actual
Building			
Electricity	\$ 30,000	\$ 35,010	\$ 27,324
Heating fuel	45,000	24,717	58,153
Operations and maintenance	4,000	1,940	18,691
Water and sewage	500	-	-
Communications	6,500	8,341	7,652
Equipment			
Fuel	8,500	6,249	7,245
Operations and maintenance	15,000	17,123	13,012
Freight	250	-	-
Materials and supplies	6,500	3,857	18,809
Salaries and benefits	184,860	166,785	193,034
Staff training	-	-	4,800
Total expenditures before depreciation	301,110	264,022	348,720
Depreciation	22,821	18,584	22,821
Total expenditures	\$ 323,931	\$ 282,606	371,541

Municipality of Cambridge Bay

Transportation and Public Works Services Expenditures

For year ended March 31,	Budget	2018 Actual	2017 Actual
Building			
Water and sewage	\$ 5,000	\$ -	\$ 4,386
Contract and general services - road maintenance	250,055	370,709	287,028
Equipment			
Fuel	9,500	6,426	9,038
Interest on lease obligations	13,000	2,980	9,498
Operations and maintenance	5,000	-	-
Materials and supplies	1,000	5,356	-
Salaries and benefits	-	30,870	-
Share of road maintenance and snow clearing - WSSSP	(235,834)	(235,834)	(230,885)
Street lighting	80,000	68,969	84,816
Total expenditures before depreciation	127,721	249,476	163,881
Depreciation	14,575	21,970	21,970
Total expenditures (recoveries)	\$ 142,296	\$ 271,446	\$ 185,851

Municipality of Cambridge Bay

Environmental Health Services Expenditures

For year ended March 31,	Budget	2018 Actual	2017 Actual
Building			
Electricity	\$ 14,000	\$ 15,967	\$ -
Heating fuel	-	4,840	-
Communications	-	44	-
Equipment			
Fuel	10,000	8,672	10,015
Operations and maintenance	29,000	33,328	25,333
Materials and supplies	4,000	119	3,320
Salaries and benefits	202,032	184,148	184,034
Total expenditures before depreciation	259,032	247,118	222,702
Depreciation	29,962	29,962	29,962
Total expenditures	\$ 288,994	\$ 277,080	\$ 252,664

Municipality of Cambridge Bay

Recreation Services Expenditures

For year ended March 31,	Budget	2018 Actual	2017 Actual
Building			
Electricity	\$ 74,000	\$ 69,227	\$ 87,922
Heating fuel	30,000	37,818	39,269
Operations and maintenance	16,706	10,131	47,585
Water and sewage	30,505	25,340	22,555
Communications	6,100	8,780	9,922
Consultants	-	8,100	2,500
Equipment			
Fuel	14,500	11,502	14,520
Operations and maintenance	3,400	-	6,283
Freight	11,000	3,010	12,866
Honoraria	-	1,350	-
Materials and supplies	36,850	46,727	59,287
Materials and supplies - Youth centre canteen	-	-	504
Membership fees	500	1,287	143
Salaries and benefits	470,896	299,735	457,407
Small equipment purchase and rental - non capital	1,000	-	900
Special events and days	141,219	141,553	233,760
Staff training	-	300	-
Travel	12,500	17,742	16,362
Total expenditures before depreciation	849,176	682,602	1,011,785
Depreciation	46,668	47,453	46,667
Total expenditures	\$ 895,844	\$ 730,055	\$ 1,058,452

Municipality of Cambridge Bay

Contract Services - Revenue and Expenditures - Summary

For year ended March 31, 2018

	Total Contract	Deferred Contribution	Net Proceeds	Operating Expenditures	Capital Expenditures	Total Expenditures	Excess Revenue (Expenditures)
Trade show - Dept. 671	\$ 100,037	\$ -	\$ 100,037	\$ 121,246	\$ -	\$ 121,246	\$ (21,209)
Heritage Buildings - Dept. 601	106,804	-	106,804	106,804	-	106,804	-
Alcohol and Drug - Dept. 503	295,098	-	295,098	301,471	-	301,471	(6,373)
Healthy Children - Dept. 760	151,800	-	151,800	151,800	-	151,800	-
Crisis Shelter/FVPP - Dept. 502	330,184	-	330,184	352,215	-	352,215	(22,031)
CAPC - Dept. 618	92,000	-	92,000	92,000	-	92,000	-
Community Health & Wellness - Dept. 400	10,000	-	10,000	10,000	-	10,000	-
Mayor's Youth Advisory Council - Dept. 619	9,045	-	9,045	9,045	-	9,045	-
Community Access Road - Dept. 405	50,000	-	50,000	50,000	-	50,000	-
Mental Health Crisis Intervention Team							
- Dept. 709	431,273	-	431,273	431,273	-	431,273	-
Tobacco Reduction - Dept. 784	68,640	-	68,640	68,640	-	68,640	-
Youth Centre - Dept. 764	19,917	-	19,917	41,287	-	41,287	(21,370)
Justice committee - Dept. 608	37,400	-	37,400	37,400	-	37,400	-
Job Readiness Program - Dept. 500	62,939	-	62,939	62,939	-	62,939	-
Youth Outreach - Dept. 766	22,382	-	22,382	27,302	-	27,302	(4,920)
Start-up Funding for Early Childhood							
Program - Dept. 763	52,723	-	52,723	52,723	-	52,723	-
Omingmak Pre-school - Dept. 768	78,593	-	78,593	78,593	-	78,593	-
Mental Health Crisis Intervention							
Team 2016/2017 - Dept. 617	71,169	-	71,169	71,169	-	71,169	-
Homelessness Dept. 702	529,474	-	529,474	529,474	-	529,474	-
Chronic Disease and Injury							
Prevention - Dept. 703	60,454	-	60,454	60,454	-	60,454	-
Cultural Support Program - Dept. 720	348,265	-	348,265	348,265	-	348,265	-
CPNP - Dept. 615	104,000	-	104,000	107,308	-	107,308	(3,308)
CPNP - Dept. 708	27,500	-	27,500	27,500	-	27,500	-
BioBlitz Canada 150 - Dept. 707	4,000	-	4,000	4,000	-	4,000	-
Youth Programming - Dept. 719	21,505	-	21,505	21,505	-	21,505	-
Why We Wave in Cambridge Bay - Dept. 770	25,000	-	25,000	25,000	-	25,000	-
Seeds to Wellness Girls Leadership							
- Dept. 771	28,000	-	28,000	28,000	-	28,000	-
Cruise Ship - Dept. 613	77,141	-	77,141	58,857	-	58,857	18,284
HCI Funding for Early Childhood							
Program - Dept. 772	9,680	-	9,680	9,680	-	9,680	-
Resolution Health Support - Dept. 710	423,916	-	423,916	423,916	-	423,916	-
Canadian High Arctic Research							
Station (CHARS) - Dept. 782	60,362	-	60,362	67,266	-	67,266	(6,904)
Youth Art/Welding Project - Dept. 614	69,890	-	69,890	69,890	-	69,890	-
Food Bank - Dept. 405	526	-	526	526	-	526	-
Mental Health and Addictions - Dept. 783	21,505	-	21,505	21,505	-	21,505	-
Community Arts Studio - Dept. 780	48,373	-	48,373	48,373	-	48,373	-
	\$ 3,849,595	\$ -	\$ 3,849,595	\$ 3,917,426	\$ -	\$ 3,917,426	\$ (67,831)

SCHEDULE 10 (continued)

Municipality of Cambridge Bay

Contract Services - Revenue and Expenditures - Detail

For year ended March 31, 2018

	Trade Show Dept. 671	Heritage Buildings Dept. 601	Alcohol and Drug Dept. 503	Healthy Children Dept. 760	Crisis Shelter/FVPP Dept. 502	CAPC Dept. 618	Community Health and Wellness Dept. 400
Revenue							
Contract revenue	\$ 100,037	\$ 106,804	\$ 295,098	\$ 151,800	\$ 330,184	\$ 92,000	\$ 10,000
Total revenue	100,037	106,804	295,098	151,800	330,184	92,000	10,000
Expenditure							
Administrative fee and shared costs	-	-	26,827	13,800	43,068	11,580	-
Building							
Electricity	-	-	-	-	4,729	3,000	-
Heating fuel	-	-	-	-	6,330	3,000	-
Operations and maintenance	-	106,804	1,500	-	7,736	2,800	-
Water and sewage	-	-	-	-	8,680	-	-
Building rental	-	-	21,000	-	28,000	-	-
Communications	-	-	4,167	-	4,547	-	-
Contract and general services	74,051	-	46,558	-	-	-	-
Equipment							
Fuel	-	-	-	-	6,234	-	-
Operations and maintenance	-	-	-	-	12,000	-	-
Freight	1,239	-	-	-	-	-	-
Materials and supplies	45,956	-	14,942	-	22,329	12,789	10,000
Salaries and benefits	-	-	183,277	138,000	198,562	58,331	-
Training	-	-	-	-	5,000	-	-
Travel	-	-	3,200	-	5,000	500	-
Total expenditures	121,246	106,804	301,471	151,800	352,215	92,000	10,000
Excess (deficiency) of revenues over expenditures before other items	(21,209)	-	(6,373)	-	(22,031)	-	-
Excess (deficiency) of revenues over expenditures	\$ (21,209)	\$ -	\$ (6,373)	\$ -	\$ (22,031)	\$ -	\$ -

Municipality of Cambridge Bay

SCHEDULE 10 (continued)

Contract Services - Revenue and Expenditures - Detail

For year ended March 31, 2018

	Mayor's Youth Advisory Council Dept. 619	Community Access Road Dept. 405	Mental Health Crisis Int. Team Dept. 709	Tobacco Reduction Dept. 784	Youth Centre Dept. 764	Justice Committee Dept. 608	Job Readiness Program Dept. 500
Revenue							
Contract revenue	\$ 9,045	\$ 50,000	\$ 431,273	\$ 68,640	\$ 19,857	\$ 37,400	\$ 62,939
Building rentals	-	-	-	-	60	-	-
Total revenue	9,045	50,000	431,273	68,640	19,917	37,400	62,939
Expenditure							
Administrative fee and shared costs	-	-	40,909	6,240	-	3,400	5,722
Building							
Electricity	-	-	-	-	5,321	-	-
Garbage	-	-	-	-	600	-	-
Heating fuel	-	-	-	-	10,754	-	-
Operations and maintenance	-	-	-	-	2,227	-	-
Water and sewage	-	-	-	-	6,375	-	-
Building rental	-	-	6,000	1,500	-	-	11,000
Communications	-	-	1,369	-	301	-	-
Contract and general services	5,885	-	52,085	-	-	-	28,400
Honoraria	-	-	2,400	1,500	-	3,665	-
Materials and supplies	28	50,000	95,829	57,400	-	30,324	4,027
Salaries and benefits	-	-	112,503	2,000	8,570	11	-
Training	-	-	94,138	-	-	-	-
Travel	3,132	-	26,040	-	-	-	13,790
Total operating expenditures	9,045	50,000	431,273	68,640	34,148	37,400	62,939
Excess (deficiency) of revenues over expenditures before other	-	-	-	-	(14,231)	-	-
Depreciation	-	-	-	-	7,139	-	-
Excess (deficiency) of revenues over expenditures	\$ -	\$ -	\$ -	\$ -	\$ (21,370)	\$ -	\$ -

Municipality of Cambridge Bay

SCHEDULE 10 (continued)

Contract Services - Revenue and Expenditures - Detail

For year ended March 31, 2018

	Youth Outreach Dept. 766	Start-up Funding for Early Childhood Dept. 763	Omingmak Pre-School Program Dept. 768	Mental Health Crisis Intervention 2016/2017 Dept. 617	Homelessness Dept. 702	Chronic Disease and Injury Prevention Dept. 703	Cultural Support Program Dept. 720
Revenue							
Contract revenue	\$ 22,382	\$ 52,723	\$ 78,593	\$ 71,169	\$ 529,474	\$ 60,454	\$ 348,265
Total revenue	22,382	52,723	78,593	71,169	529,474	60,454	348,265
Expenditure							
Administrative fee and shared costs	-	4,794	-	-	46,409	5,496	44,447
Building							
Electricity	-	-	-	-	3,090	-	-
Heating fuel	-	-	-	-	5,217	-	-
Operations and maintenance	-	-	-	-	3,000	-	-
Water and sewage	-	-	-	-	5,072	-	-
Building rental	-	-	-	-	24,000	9,600	27,000
Communications	-	-	-	-	4,030	-	3,000
Contract and general services	-	-	-	49,100	16,500	-	-
Honoraria	-	-	-	-	-	250	15,000
Materials and supplies	244	3,342	9,091	-	43,936	19,108	51,641
Salaries and benefits	27,058	44,587	69,502	22,069	361,784	26,000	185,807
Training	-	-	-	-	15,959	-	-
Travel	-	-	-	-	477	-	21,370
Total operating expenditures	27,302	52,723	78,593	71,169	529,474	60,454	348,265
Deficiency of revenues over expenditures	\$ (4,920)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

SCHEDULE 10 (continued)

Municipality of Cambridge Bay

Contract Services - Revenue and Expenditures - Detail

For year ended March 31, 2018

	CPNP Dept. 615	CPNP Dept. 708	BioBlitz Canada 150 Dept. 707	Youth Programming Dept. 719	Why We Wave in Cambridge Bay Dept. 770	Seeds to Wellness Girls Leadership Dept. 771	Cruise Ship Dept. 613
Revenue							
Contract revenue	\$ 104,000	\$ 27,500	\$ 4,000	\$ 21,505	\$ 25,000	\$ 28,000	\$ -
Operating contribution	-	-	-	-	-	-	77,141
Total revenue	104,000	27,500	4,000	21,505	25,000	28,000	77,141
 Expenditure							
Administrative fee and shared costs	11,580	2,500	-	1,955	1,000	2,500	-
Building							
Electricity	3,000	-	-	-	-	-	-
Heating fuel	3,000	-	-	-	-	-	-
Operations and maintenance	2,800	-	-	-	-	-	-
Building rental	-	-	-	4,800	-	5,500	-
Contract and general services	-	-	-	-	15,000	-	-
Honoraria	-	-	-	250	-	2,500	-
Materials and supplies	12,789	-	4,000	2,500	9,000	13,000	58,857
Salaries and benefits	73,639	25,000	-	12,000	-	2,000	-
Travel	500	-	-	-	-	2,500	-
Total operating expenditures	107,308	27,500	4,000	21,505	25,000	28,000	58,857
 Deficiency of revenues over expenditures	\$ (3,308)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 18,284

SCHEDULE 10 (continued)

Municipality of Cambridge Bay
Contract Services - Revenue and Expenditures - Detail

For year ended March 31, 2018

	HCI Funding For Early Childhood Program Dept. 772	Resolution Health Support Program Dept. 710	Canadian High Arctic Research Station Dept. 782	Youth Art/Welding Project Dept. 614	Food Bank Dept. 501	Mental Health and Addictions Dept. 783	Community Arts Studio Dept. 780	Total
Revenue								
Contract revenue	\$ 9,680	\$ 423,916	\$ 60,362	\$ 69,890	\$ 526	\$ 21,505	\$ 48,373	\$ 3,772,394
Operating contribution	-	-	-	-	-	-	-	77,141
Building rentals	-	-	-	-	-	-	-	60
Total revenue	9,680	423,916	60,362	69,890	526	21,505	48,373	3,849,595
Expenditure								
Administrative fee and shared costs	880	55,293	-	-	-	1,955	-	330,355
Building								
Electricity	-	-	-	-	-	-	-	19,140
Garbage	-	-	-	-	-	-	-	600
Heating fuel	-	-	-	-	-	-	-	28,301
Operations and maintenance	-	-	-	-	-	-	-	126,867
Water and sewage	-	-	-	-	-	-	-	20,127
Building rental	-	54,000	-	-	-	4,800	-	197,200
Communications	-	3,000	-	-	-	-	-	20,414
Contract and general services	-	49,895	67,266	47,175	-	-	-	451,915
Equipment								
Fuel	-	-	-	-	-	-	-	6,234
Operation and maintenance	-	-	-	-	-	-	-	12,000
Freight	-	-	-	-	-	-	-	1,239
Honoraria	-	-	-	-	-	250	-	25,815
Materials and supplies	-	3,141	-	18,772	526	2,500	48,373	644,444
Salaries and benefits	8,800	224,379	-	-	-	12,000	-	1,795,879
Training	-	13,071	-	-	-	-	-	128,168
Travel	-	21,137	-	3,943	-	-	-	101,589
Total operating expenditures	9,680	423,916	67,266	69,890	526	21,505	48,373	3,910,287
Excess (deficiency) of revenues before other items	-	-	(6,904)	-	-	-	-	(60,692)
Depreciation	-	-	-	-	-	-	-	7,139
Excess (deficiency) of revenues over expenditures	\$ -	\$ -	\$ (6,904)	\$ -	\$ -	\$ -	\$ -	\$ (67,831)

SCHEDULE 11

Municipality of Cambridge Bay

Community Transfer Initiative Program - Community Capacity Building

For year ended March 31,	Budget	2018 Actual	2017 Actual
Revenue			
Operating contribution	\$ 190,000	\$ 183,362	\$ 190,000
Total revenues	190,000	183,362	190,000
Expenditures			
Advertising	5,000	7,861	4,053
Building			
Electricity	-	-	4,983
Operations and maintenance	10,140	2,700	875
Water and sewage	-	-	13,935
Building rental	3,600	3,600	-
Communications	1,320	1,401	243
Freight	-	-	1,282
Material and supplies	600	419	15,281
Programs	10,000	-	-
Salaries and benefits	146,840	159,958	271,913
Staff training	-	-	31
Travel	12,500	13,001	19,050
Total expenditures	190,000	188,940	331,646
Deficiency of revenue over expenditures	\$ -	\$ (5,578)	\$ (141,646)

SCHEDULE 12

Municipality of Cambridge Bay

Minor Capital Block Funding

For year ended March 31,	2018 Actual	2017 Actual
Revenue		
Operating contribution	\$ 56,000	\$ 56,000
Excess revenues over expenditures	\$ 56,000	\$ 56,000

Municipality of Cambridge Bay

Consolidated Schedule of Revenue and Expenditures by Object

For year ended March 31,	Actual Municipal	2018 Actual Contract	Actual Overall	2017 Actual Overall
Revenues				
Grants and contributions	\$ 2,541,294	\$ 239,362	\$ 2,780,656	\$ 2,809,316
Contracts	-	3,849,595	3,849,595	3,761,905
Other	6,467,731	-	6,467,731	6,419,164
Total revenues	9,009,025	4,088,957	13,097,982	12,990,385
Expenditures				
Administrative fee	(336,447)	330,354	(6,093)	17
Advertising	-	7,861	7,861	16,168
Bad debts	(196,902)	-	(196,902)	291,717
Bank and interest charges	14,969	-	14,969	19,057
Building				
Electricity	412,988	19,140	432,128	399,051
Garbage	7,700	600	8,300	-
Heating fuel	335,991	28,302	364,293	494,453
Operations and maintenance	73,305	129,567	202,872	218,383
Water and sewage	114,864	20,127	134,991	108,988
Building rent	28,486	200,800	229,286	200,464
Communications	91,970	21,814	113,784	130,771
Community development fund	10,000	-	10,000	10,000
Contract and general services	412,709	451,915	864,624	1,035,439
Elections and census	485	-	485	160
Equipment				
Fuel	233,667	6,234	239,901	268,125
Interest on lease obligation	50,377	-	50,377	71,674
Leases	-	-	-	2,680
Operations and maintenance	329,531	12,000	341,531	407,455
Freight	16,362	1,239	17,601	46,897
Grants to groups	-	-	-	500
Honoraria	54,906	25,815	80,721	48,718
Insurance	146,383	-	146,383	169,294
Land development	19,453	-	19,453	-
Materials and supplies	154,701	644,866	799,567	821,215
Mayor and council expenses	19,523	-	19,523	40,405
Mayors' stipend	50,307	-	50,307	55,959
Membership fees	13,756	-	13,756	12,792
Professional services	51,076	-	51,076	69,900
Salaries and benefits	4,448,107	1,955,837	6,403,944	6,022,431
Small equipment purchase - non capital	17,219	-	17,219	19,814
Special events and days	141,553	-	141,553	236,260
Staff training	5,884	128,169	134,053	147,479
Street lighting	68,969	-	68,969	84,816
Travel	27,407	114,589	141,996	241,213
Loss on disposal	(22,377)	-	(22,377)	-
Depreciation	1,398,488	7,139	1,405,627	1,163,606
Total expenditures	8,195,410	4,106,368	12,301,778	12,855,901
Reserve interest	27,237	-	27,237	15,987
Capital contributions	2,010,509	-	2,010,509	-
CGS Contributed Tangible Capital Asset	14,500,000	-	14,500,000	-
Excess (deficiency) of revenues over expenditures	\$ 17,351,361	\$ (17,411)	\$ 17,333,950	\$ 150,471

Municipality of Cambridge Bay

Additional InformationFor year ended March 31, 2018**The following assets were disposed of during the year:**

Asset	Net Book Value	Proceeds of Disposition	Gain/(Loss) on Disposal
Building 12 Mitik Street	\$ -	\$ 177,778	\$ 177,778
2013 Freightliner - Vacuum Truck	76,562	4,246	(72,316)
2013 Freightliner - Sewer Truck	85,719	4,633	(81,086)
Water Plant and Truck Fill Station	-	-	-
	\$ 162,281	\$ 186,657	\$ 24,376

The following assets were acquired during the year:

Asset identification	By-law	Acquisition Cost	Sources of Funding	Amount
Youth Centre Renovations		\$ 155,533	General Operating Fund CanNor	\$ 38,884 116,649
Water Treatment Plant		14,500,000	Government of Nunavut - Community Government Services	14,500,000
Snowmobile		11,000	General Operating Fund	11,000
2018 Western Star Sewage Truck		203,546	Water and Sewer	203,546
Men's Shelter Renovations		78,360	Service Canada	78,360
Bridge Construction		384,820	General Operating Fund Government of Nunavut - Economic Development and Transportation	84,820 300,000
Heavy Vehicles and Aerial Fire Truck		1,528,500	General Operating Fund - Indigenous and Northern Affairs Canada - CHARS	13,000 1,515,500
		\$16,861,759		\$16,861,759

Municipality of Cambridge Bay

SCHEDULE 15

Tangible Capital Assets

For year ended March 31, 2018

	Land and Land Improvements	Roads	Office Equipment	Engineered Structures	Buildings	Heavy Equipment	Vehicles	Other Infrastructure	Work in Progress	Total
Cost										
Balance, opening	\$ 16,001	\$ 6,944,295	\$ 62,635	\$ 4,057,814	\$ 16,453,923	\$ 911,495	\$ 3,262,698	\$ 102,591	\$ 227,824	\$ 32,039,276
Acquisitions	-	-	-	-	14,655,533	-	214,546	-	1,991,680	16,861,759
Disposals	-	-	-	(418,189)	-	-	(385,811)	-	-	(804,000)
Balance, closing	16,001	6,944,295	62,635	3,639,625	31,109,456	911,495	3,091,433	102,591	2,219,504	48,097,035
Accumulated Depreciation										
Balance, opening	11,556	4,147,092	41,756	2,025,737	4,302,968	399,289	1,639,542	102,591	-	12,670,531
Annual depreciation	888	231,477	20,879	107,696	665,417	48,699	330,571	-	-	1,405,627
Disposals	-	-	-	(418,189)	-	-	(223,530)	-	-	(641,719)
Balance, closing	12,444	4,378,569	62,635	1,715,244	4,968,385	447,988	1,746,583	102,591	-	13,434,439
Net book value	\$ 3,557	\$ 2,565,726	\$ -	\$ 1,924,381	\$ 26,141,071	\$ 463,507	\$ 1,344,850	\$ -	\$ 2,219,504	\$ 34,662,596

A total of \$16,861,759 (2017 - \$740,812) assets were acquired in the year. The additions were financed directly through capital leases for \$nil (2017 - \$568,855), capital contributions of \$16,510,509 (2017 - \$nil), and the remaining additions were acquired using cash of \$351,250 (2017 - \$171,957).