



Consolidated financial statements

The Municipality of the District of Guysborough

March 31, 2021

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Management's responsibility for financial reporting

The accompanying consolidated financial statements of the Municipality of the District of Guysborough are the responsibility of management and have been approved by the Warden and Council.

The consolidated financial statements have been prepared by management in accordance with Canadian public sector accounting standards as recommended by the Chartered Professional Accountants of Canada and as such include amounts that are best estimates and judgements of management.

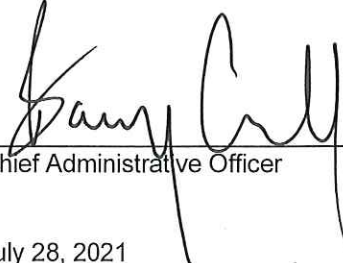
Management is responsible for the integrity and objectivity of these consolidated financial statements and for implementing and maintaining a system of internal controls to provide reasonable assurance that reliable financial information is produced.

The Warden and Council are responsible for ensuring that management fulfils its responsibilities for financial reporting and internal control and is ultimately responsible for reviewing and approving the consolidated financial statements.

The Warden and Council meet periodically with management, as well as with the external auditors, to discuss internal controls over the financial reporting process, auditing matters and financial reporting issues, to satisfy themselves that each party is properly discharging their responsibilities, and to review the consolidated financial statements and the external independent auditor's report.

The external auditors, Grant Thornton LLP, conduct an independent examination, in accordance with Canadian auditing standards, and express their opinion on the consolidated financial statements. The external auditors have full and free access to financial management of the Municipality of the District of Guysborough and meet when required. The accompanying Independent Auditor's Report outlines their responsibilities, the scope of their examination and their opinion on the consolidated financial statements.

On behalf of the Municipality of the District of Guysborough


Chief Administrative Officer


Director of Finance

July 28, 2021

Independent auditor's report

Grant Thornton LLP
Suite 204
220 Main Street
Antigonish, NS
B2G 2C2
T +1 902 863 4587
F +1 902 863 0917
www.GrantThornton.ca

To the Warden and Council of the
Municipality of the District of Guysborough

Opinion

We have audited the accompanying consolidated financial statements of the Municipality of the District of Guysborough (the Entity"), which comprise the consolidated statement of financial position as at March 31, 2021, and the consolidated statements of operations, changes in net financial assets and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the financial position of the Municipality of the District of Guysborough as at March 31, 2021, and the results of its operations, changes in net financial assets and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis for opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Entity in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other matters

Our audit was conducted for the purpose of forming an opinion on the consolidated financial statements taken as a whole. The supplementary information included on Pages 28 to 36 is presented for purposes of additional information and is not a required part of the consolidated financial statements. Such supplementary information has been subjected to the auditing procedures applied, only to the extent necessary to express an opinion in the audit of consolidated financial statements taken as a whole.

Responsibilities of management and those charged with governance 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 financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is responsible for assessing the Entity's ability to continue as a going concern, disclosing, as applicable, matters related to a going concern and using the going concern basis of accounting unless management either intends to liquidate the Entity or to cease operations, or has no realistic alternative to do so.

Those charged with governance are responsible for overseeing the Entity's financial reporting process.

Independent auditor's report (continued)

Auditor's responsibilities for the audit of the consolidated financial statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Entity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Entity and the organizations it controls to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Antigonish, Canada
July 28, 2021

The logo for Grant Thornton LLP, featuring the company name in a stylized, cursive script font.

Chartered Professional Accountants

The Municipality of the District of Guysborough

Consolidated statement of operations

Year ended March 31

2021

2020

	<u>Page</u>	<u>Budget</u> (Note 12)	<u>Actual</u>	<u>Actual</u>
Revenue				
Taxes	21	\$ 3,713,797	\$ 3,752,428	\$ 5,019,038
Grants in lieu of taxes	22	412,156	411,932	416,916
Sale of services	22	6,180,577	6,818,825	6,465,951
Other revenue from own sources	23	3,472,206	3,682,614	3,639,032
Unconditional transfers from other governments	23	144,680	164,076	192,737
Conditional transfers from other governments and agencies	23	1,534,349	2,251,575	269,439
Interest		6,150	164,783	422,656
Gain on disposal of tangible capital assets		-	29,519	6,850
Other		<u>250,000</u>	<u>250,000</u>	<u>273,193</u>
		<u>15,713,915</u>	<u>17,525,752</u>	<u>16,705,812</u>
Expenses				
General government services	24	3,299,600	3,254,900	2,933,761
Protection services	25	2,275,288	2,256,818	2,295,987
Transportation services	25	427,700	628,939	541,903
Environmental services	26	5,625,923	7,468,379	8,249,176
Rest Home - interest		61,801	52,512	61,600
Public health and welfare	26	72,000	85,102	134,902
Recreation and cultural services	27	966,867	1,514,935	1,711,451
Water operations	27	410,289	344,581	410,226
Infrastructure improvement expense	24	-	-	38,356
		<u>13,139,468</u>	<u>15,606,166</u>	<u>16,377,362</u>
Annual surplus from continuing operations		<u>\$ 2,574,447</u>	<u>\$ 1,919,586</u>	<u>\$ 328,450</u>
Discontinued operations (Note 13)				
Revenue				
Electric operations		\$ -	\$ -	\$ 596,776
Nursing home operations		<u>6,496,275</u>	<u>7,188,104</u>	<u>6,705,329</u>
		<u>6,496,275</u>	<u>7,188,104</u>	<u>7,302,105</u>
Expenditures				
Electric operations	27	-	-	841,944
Nursing home operations		<u>6,193,074</u>	<u>5,370,793</u>	<u>6,275,749</u>
		<u>6,193,074</u>	<u>5,370,793</u>	<u>7,117,693</u>
Excess (deficiency) of expenses over revenue of discontinuing operations		<u>303,201</u>	<u>1,817,311</u>	<u>184,412</u>
Annual Surplus		<u>\$ 2,877,648</u>	<u>\$ 3,736,897</u>	<u>\$ 512,862</u>
Accumulated surplus, beginning of year			\$ 62,681,233	\$ 62,168,371
Annual surplus			<u>3,736,897</u>	<u>512,862</u>
Accumulated surplus, end of year			<u>\$ 66,418,130</u>	<u>\$ 62,681,233</u>

The Municipality of the District of Guysborough

Consolidated statement of financial position

March 31

2021

2020

Financial assets

Cash and cash equivalents	\$ 24,367,603	\$ 20,636,821
Receivables: taxes, rates and interest, net of valuation allowance	312,099	529,504
other, net of valuation allowance	2,429,327	2,054,532
Investments, at market value	<u>1,097,388</u>	<u>1,140,836</u>

Total financial assets

\$ 28,206,417 \$ 24,361,693

Liabilities

Payables and accruals	\$ 2,188,560	\$ 3,027,307
Deferred revenue (note 9)	1,256,618	1,095,912
Refundable deposits	4,480	4,560
Long term debt (note 3)	8,635,266	9,654,864
Prepayment of taxes	101,745	100,867
Closure and post closure liability for landfill	<u>4,311,538</u>	<u>4,950,451</u>

16,498,207 18,833,961

Net financial assets

11,708,210 5,527,732

Non financial assets

Tangible capital assets, net of amortization (pages 8 & 9)	54,231,985	56,793,542
Prepays	439,478	309,218
Inventories of materials and supplies	<u>38,457</u>	<u>50,741</u>

54,709,920 57,153,501

Accumulated surplus

\$ 66,418,130 \$ 62,681,233

Contingencies (note 6)

Approved on behalf of the Municipality of the District of Guysborough


_____ Warden


_____ CAO

The Municipality of the District of Guysborough
Consolidated statement of changes
in net financial assets

Year ended March 31	Budget (Note 12)	2021	2020
Annual surplus	\$ 2,877,648	\$ 3,736,897	\$ 512,862
Acquisition of tangible capital assets	(3,248,757)	(3,403,714)	(5,278,851)
Amortization of tangible capital assets	-	3,821,475	3,623,082
Proceeds on disposal of tangible capital assets	-	3,546,529	131,144
(Gain) loss on disposal of tangible capital asset	-	(1,402,733)	180,860
	<u>(3,248,757)</u>	<u>2,561,557</u>	<u>(1,343,765)</u>
Other items	-	(117,976)	(36,882)
Change in net financial assets	<u>\$ (371,109)</u>	6,180,478	(867,785)
Net financial assets, beginning of year		<u>5,527,732</u>	<u>6,395,517</u>
Net financial assets, end of year		<u>\$ 11,708,210</u>	<u>\$ 5,527,732</u>

The Municipality of the District of Guysborough

Consolidated statement of cash flows

Year ended March 31

2021

2020

Net inflow (outflow) of cash and cash equivalents related to the following activities:

Operating activities

Annual surplus	\$ 3,736,897	\$ 512,862
Amortization	3,821,475	3,623,082
Amortization of discount on debenture	-	5,597
Loss (gain) on disposal of tangible capital asset	<u>(1,402,733)</u>	<u>180,860</u>
	6,155,639	4,322,401

Changes in non-cash working capital

Taxes, rates and interest receivable	217,405	81,199
Other receivables	(374,795)	260,651
Payables and accruals	(838,747)	(1,214,633)
Deferred revenue, deposits and prepayment of taxes	161,504	675,833
Prepays and other non-financial assets	<u>(117,976)</u>	<u>(36,882)</u>
	<u>5,203,030</u>	<u>4,088,569</u>

Investing activities

Investments	<u>43,448</u>	<u>(3,120)</u>
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Financing activities

Repayment of long term debt	(1,019,598)	(1,012,190)
Issuance of long term debt	-	81,267
Closure and post closure liability for landfill	<u>(638,913)</u>	<u>551,698</u>
	<u>(1,658,511)</u>	<u>(379,225)</u>

Capital

Acquisition of tangible capital assets	(3,403,714)	(5,278,851)
Proceeds on disposal of tangible capital assets	<u>3,546,529</u>	<u>131,144</u>
	<u>142,815</u>	<u>(5,147,707)</u>

Net decrease in cash and cash equivalents

3,730,782 (1,441,483)

Cash and cash equivalents

Beginning of year	<u>20,636,821</u>	<u>22,078,304</u>
End of year	<u>\$ 24,367,603</u>	<u>\$ 20,636,821</u>

The Municipality of the District of Guysborough
Consolidated schedule of tangible capital assets
Year ended March 31, 2021

	<u>Land</u>	<u>Buildings</u>	<u>Machinery and Equipment</u>	<u>Water and Sewers</u>	<u>Sidewalks and Street Lamps</u>	<u>Signage</u>	<u>Cells</u>	<u>Vehicles</u>
Cost:								
Balance, beginning of year	\$ 5,365,036	\$ 19,041,017	\$ 9,866,246	\$ 15,265,913	\$ 613,513	\$ 215,086	\$20,626,561	\$ 1,932,561
Acquisition of tangible capital assets	26,434	1,792,884	1,243,312	54,995	33,579	23,338	15,796	91,749
Disposals during the year	<u>(1,132,542)</u>	<u>(2,256,477)</u>	<u>(809,684)</u>	-	-	-	-	-
Balance, end of year	<u>5,258,928</u>	<u>18,577,424</u>	<u>10,299,874</u>	<u>15,320,908</u>	<u>647,092</u>	<u>238,424</u>	<u>20,642,357</u>	<u>2,024,310</u>
Accumulated amortization:								
Balance, beginning of year	-	3,295,084	4,125,677	5,180,789	439,288	97,645	15,288,477	1,416,473
Annual amortization	-	502,611	770,271	268,821	32,472	20,062	1,102,967	157,266
Amortization on disposals	-	<u>(769,641)</u>	<u>(428,579)</u>	-	-	-	-	-
Balance, end of year	-	<u>3,028,054</u>	<u>4,467,369</u>	<u>5,449,610</u>	<u>471,760</u>	<u>117,707</u>	<u>16,391,444</u>	<u>1,573,739</u>
Net book value of tangible capital assets	<u>\$ 5,258,928</u>	<u>\$ 15,549,370</u>	<u>\$ 5,832,505</u>	<u>\$ 9,871,298</u>	<u>\$ 175,332</u>	<u>\$ 120,717</u>	<u>\$ 4,250,913</u>	<u>\$ 450,571</u>
2020 net book value of tangible capital assets	<u>\$ 5,365,036</u>	<u>\$ 15,745,946</u>	<u>\$ 4,447,406</u>	<u>\$ 10,085,124</u>	<u>\$ 174,225</u>	<u>\$ 117,441</u>	<u>\$ 5,338,084</u>	<u>\$ 1,809,251</u>

The Municipality of the District of Guysborough Consolidated schedule of tangible capital assets

Year ended March 31, 2021

	Wharves and Canals	Land Improvements	Wind Turbines	Office Furnishings	Office Equipment	Lagoons	Roads	2021 Total	2020 Total
Cost:									
Balance, beginning of year	\$ 180,137	\$ 1,197,805	\$16,376,369	\$ 379,468	\$ 487,328	\$ 941,382	\$ 1,669,437	\$94,157,845	\$ 90,151,896
Acquisition of tangible capital assets	-	106,819	-	-	14,808	-	-	3,403,714	5,278,851
Disposals/recoveries during the year	-	(231,828)	-	(334,997)	(121,873)	-	-	(3,887,401)	(1,272,902)
Balance, end of year	<u>180,137</u>	<u>1,072,796</u>	<u>16,376,369</u>	<u>44,471</u>	<u>380,263</u>	<u>941,382</u>	<u>1,669,437</u>	<u>93,674,158</u>	<u>94,157,845</u>
Accumulated amortization:									
Balance, beginning of year	42,101	1,135,856	4,118,072	350,006	437,535	663,029	779,276	37,364,303	34,702,119
Annual amortization	7,205	6,127	818,818	5,893	15,116	47,069	66,777	3,821,475	3,623,082
Amortization on disposals	-	(127,845)	-	(311,428)	(108,112)	-	-	(1,743,605)	(960,898)
Balance, end of year	<u>49,306</u>	<u>1,014,138</u>	<u>4,936,890</u>	<u>44,471</u>	<u>341,539</u>	<u>710,098</u>	<u>846,053</u>	<u>39,442,173</u>	<u>37,364,303</u>
Net book value of tangible capital assets	<u>\$ 130,831</u>	<u>\$ 58,658</u>	<u>\$11,439,479</u>	<u>\$ -</u>	<u>\$ 38,724</u>	<u>\$ 231,284</u>	<u>\$ 823,384</u>	<u>\$54,231,985</u>	<u>\$ 56,793,542</u>
2020 net book value of tangible capital assets	<u>\$ 138,036</u>	<u>\$ 61,957</u>	<u>\$12,258,297</u>	<u>\$ 29,432</u>	<u>\$ 54,793</u>	<u>\$ 278,353</u>	<u>\$ 890,161</u>		

The Municipality of the District of Guysborough

Notes to the consolidated financial statements

March 31, 2021

1. Summary of significant accounting policies

The consolidated financial statements of the Municipality of the District of Guysborough are prepared by management in accordance with generally accepted accounting principles for local governments, as recommended by the Public Sector Accounting Board of Chartered Professional Accountants (CPA) Canada. Significant aspects of the accounting policies adopted by the Municipality are as follows:

(a) Reporting entity

The consolidated financial statements reflect the assets, liabilities, revenues, expenses and changes in fund balances and in financial position of the reporting entity. The reporting entity is comprised of all organizations and enterprises accountable for the administration of their affairs and resources to the Municipality and which are owned or controlled by the Municipality. In addition to general government tax-supported operations, the electric utility and the water utility operations, they include the following:

Milford Haven Corporation
Canso Seaside Manor

Interdepartmental and organizational transactions and balances are eliminated.

(b) Basis of accounting

The basis of accounting followed in the consolidated financial statement presentation includes revenues in the period in which the transactions or events occurred that gave rise to the revenues and expenses in the period in which the goods and services are acquired and a liability is incurred or transfers are due.

(c) Fund accounting

Funds within the consolidated financial statements consist of the operating, capital, reserve and trust funds for the general operations, the water utility, the electric utility, Milford Haven Corporation and Canso Seaside Manor.

(d) Reserves for future expenses

Certain amounts, as approved by Municipal Council, are set aside in reserves and reserve funds for future operating and capital expenses.

(e) Use of estimates

The preparation of consolidated financial statements in accordance with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the consolidated financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

(f) Revenue recognition

All non-government contributions or grant revenues that are externally restricted such that they must be used for a specified purpose are recognized as revenue in the period in which the resources are used for the purpose or purposes specified. Any externally restricted inflow received before the criterion has been met is reported as a liability until the resources are used for the purpose or purposes specified.

Unrestricted revenue is recognized when received or receivable if the amount to be received can be reasonably estimated and ultimate collection is reasonably assured.

The Municipality of the District of Guysborough

Notes to the consolidated financial statements

March 31, 2021

1. Summary of significant accounting policies (cont'd)

(g) Government transfers

Government transfers received are recognized in the financial statements as revenue when the transfers are authorized and all eligibility criteria have been met except when there is a stipulation that gives rise to an obligation that meets the definition of a liability. In that case, the transfer is recorded as a liability and recognized as revenue as the stipulations are met.

Government transfers to individuals and other entities are recognized as an expense when the transfers are authorized and all eligibility criteria have been met.

(h) Non-financial assets

Non-financial assets are not available to discharge existing liabilities and are held for use in the provision of services. They have useful lives extending beyond the current year and are not intended for sale in the normal course of operations. The change in non-financial assets during the year, together with the annual surplus, provides the consolidated change in net financial assets for the year.

(i) Tangible capital assets

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

	<u>Years</u>
Buildings	10 - 40
Cells	Volume
Lagoons	20
Machinery and equipment	3 - 10
Furnishings and fixtures	3 - 40
Office equipment	3 - 5
Vehicles	5 - 20
Roads	25
Sewers	50
Sidewalks	20
Signage	10
Land improvements	20
Street lamps	25
Wharves and canals	25
Wind turbines	20
Cell caps	100

Assets under construction are not amortized until the asset is available for productive use. A full year of amortization is charged in the year after acquisition and available for productive use.

2nd Generation solid waste facility is amortized as the cell reaches capacity. The first cell reached capacity in 2012 and the second and third cells reached capacity in 2017.

Tangible capital assets received as contributions are recorded at fair value at the date of receipt and are also recorded as revenue.

When conditions indicate that a tangible capital asset no longer contributes to the Municipality's ability to provide goods and services, or that the value of future economic benefits associated with the tangible capital asset is less than its net book value, the cost of the tangible capital asset is reduced to reflect the decline in the asset's value. The net write-downs of tangible capital assets are accounted for as expenses in the statement of operations and such write-downs are not reversed.

The Municipality of the District of Guysborough

Notes to the consolidated financial statements

March 31, 2021

1. Summary of significant accounting policies (cont'd)

(j) Segmented information

The Municipality of the District of Guysborough is a diversified municipal unit that provides a wide range of services to its residents. For management reporting purposes, the Municipality's operations and activities are organized and reported by fund. This presentation is in accordance with the Provincial Financial Reporting and Accounting Manual, and was created for the purpose of recording specific activities to attain certain objectives in accordance with special regulations, restrictions or limitations. Municipal services are provided by departments and their activity is reported in these funds. The services provided by these departments are as follows:

General government services

This department is responsible for the overall financial and local government administration. Its tasks include tax administration, trade payables and receivables, budgets, financial statements and adherence to the *Municipal Government Act*.

Protection services

The Municipality is primarily responsible for police and fire protection for its residents. The Municipality engages the services of various not for profit, volunteer fire departments in order to fulfil its fire protection role. The Municipality pays operating grants to the fire departments to assist in the operating cost of the fire departments along with capital expenditure grants for acquisition of certain fire fighting apparatus and vehicles approved by Council. The Municipality engages the services of the RCMP to fulfil its policing protective role.

Transportation services

The Municipality is responsible for the maintenance of 26.28 km of J class roads under contract with the Province of Nova Scotia Transportation and Infrastructure Renewal including snow removal.

The Municipality is also responsible for sidewalks and for street lighting within the Municipality.

Environmental services

This department is responsible for the maintenance and operations of waste management and sewer services provided to residents and other customers.

Recreation and cultural services

The recreation department is responsible for promoting and offering opportunities and activities to the Municipality's residents including programs, grants for facility development and programs as well as activities of the Chedabucto Lifestyle Complex. The department also provides funding for special municipal recreation initiatives and projects along with assistance for community based projects. The Municipality provides a municipal contribution towards the operations of the Eastern Counties Regional Library Board and pays for the operating cost, excluding wages and benefits, for the Cyril Ward Library which is a branch library of the Eastern Counties Regional Library Board.

Public Health and Welfare services

This department is responsible for supporting programs to help lower income households maintain, acquire or rent safe, adequate and affordable housing.

Water operations

This department is responsible for the maintenance and operations of water services provided to residents and other customers.

Electric operations

This department was responsible for the maintenance and operations of electric services provided to residents and other customers.

Rest home operations

This department was responsible for the operations of two long term care facilities.

The Municipality of the District of Guysborough

Notes to the consolidated financial statements

March 31, 2021

1. Summary of significant accounting policies (cont'd)

(k) Cash and cash equivalents

Cash and cash equivalents includes unrestricted cash of \$3,562,562 (2020 - \$2,793,016) and internally designated cash of \$20,805,041 (2020 - \$17,897,087). These totals include cash on hand and balances with banks.

(l) Investments

Investments include guarantee investment certificates and a term deposit.

(m) Budget figures

The budget figures contained in these consolidated financial statements were approved by Council on March 16, 2020 in its original fiscal plan; they also include budgets prepared and approved by controlled entities and are adjusted in accordance with Public Sector requirements. Note 12 outlines the original fiscal plan and the adjustments made to come to the budget figures shown in these consolidated financial statements.

2. Contributions to boards and commissions

The Municipality of the District of Guysborough is required to finance the operations of the various Boards and Commissions, along with the other Municipal Units in Guysborough County to the extent of its participation based on assessment or population formula.

In addition to any budgeted contributions, the Municipal Units share in the deficits or surpluses of these boards based on their sharing percentage. A Municipal Unit's share of the deficit is to be paid in the year while a surplus is to be taken into income.

Senior Citizens Housing Authorities

The Municipality has provided \$85,102 (2020 - \$134,902) for its share of deficits of the Housing Authority in the District of Guysborough in 2021.

Eastern Counties Regional Library

During 2020-2021, the Municipality of the District of Guysborough paid \$33,754 (2020 - \$35,341) to the Regional Library.

The Municipality of the District of Guysborough

Notes to the consolidated financial statements

March 31, 2021

3. Long term debt	<u>2021</u>	<u>2020</u>
Milford Haven Corporation		
4.388% - 5.644% rest home debenture maturing in fiscal 2025, repayable in yearly principal payments of \$127,900.	\$ 512,500	\$ 640,400
1.052% - 3.449% debenture maturing in fiscal 2031, repayable in yearly principal payments of \$15,084, interest payable semi-annually.	150,824	165,908
3.95% rest home debenture repayable in monthly payments of \$1,108, repaid during the year.	-	10,815
Term loan with a 3.95% interest rate, payable in monthly payments of \$1,119 maturing in fiscal 2023.	31,179	43,923
Term loan with a 3.91% interest rate, payable in monthly payments of \$723 maturing in fiscal 2022.	3,453	11,936
Term loan with a 3.77% interest rate, payable in monthly payments of \$1,276 repaid during the year.	-	6,320
Canso Seaside Manor		
4.329% - 4.939% rest home debenture maturing in fiscal 2025, repayable in yearly principal payments of \$40,135.	160,541	200,676
Prime plus 2.25%, repayable in monthly payments of \$260, plus interest, due on demand.	19,667	23,667
1.93 - 3.073% debenture maturing in fiscal 2028, repayable in yearly principal payments of \$17,500 interest payable semi-annually.	122,500	140,000
Municipality of the District of Guysborough		
1.632% - 3.449% debenture maturing in fiscal 2031, repayable in yearly principal payments of \$764,950, interest payable semi-annually.	7,649,504	8,414,454
4.329 - 4.939% debenture maturing in fiscal 2025, repayable in yearly principal payments of \$11,667, interest payable semi-annually.	<u>46,663</u>	<u>58,330</u>
Total	8,696,831	9,716,429
Less debenture discount	<u>61,565</u>	<u>61,565</u>
	<u>\$ 8,635,266</u>	<u>\$ 9,654,864</u>

Principal payments required during the next five fiscal years are as follows:

2022	\$ 1,013,741
2023	\$ 990,119
2024	\$ 983,148
2025	\$ 965,569
2026	\$ 925,434

The Municipality of the District of Guysborough

Notes to the consolidated financial statements

March 31, 2021

4. Landfill closure and post closure costs

The Municipality of the District of Guysborough has estimated landfill closure and post closure costs relating to their 1st and 2nd generation landfill facility. During the March 31, 2021 fiscal year the Municipality has recognized net closure costs of \$500,000 and post closure costs of \$132,427 as an estimate of the costs related to the fiscal 2021 activity. During the year costs of \$109,170 were expended relating to closure and post closure costs of the landfill. As at March 31, 2021 a total of \$2,522,479 has been recorded in a landfill closure reserve while \$2,149,514 has been recorded in a landfill post closure reserve. \$320,000 in assets have been designated and invested into interest-bearing instruments while the Municipality has set aside in a restricted bank account the remaining funds required to fund the liability.

The 1st generation site has been closed while the 2nd generation site is currently in operation. In the 2nd generation the 1st cell has reached its capacity of 240,000 tonnes. The 2nd and 3rd cells combined have reached 100% of their 460,000 tonne combined capacity. Cell #4 has reached 88% of its 250,000 tonne capacity while Cell #5 has reached 35% of its 230,000 tonne capacity. The 2nd generation site is anticipated to have eight cells with a total capacity of 1,400,000 tonnes and has an anticipated remaining life of 10 years. Engineering estimates that post closure care will be performed until 2046 on the site.

5. Remuneration

Total remuneration paid to elected and senior appointed officials of the Municipality are as follows:

<u>Official</u>	<u>Position</u>	<u>Remuneration</u>	<u>Expenses</u>
Vernon Pitts	Warden	\$40,914	\$2,892
Dave Hanhams	Councillor	22,731	1,564
Neil DeCoff	Councillor	22,731	486
Janet Peitzsche	Deputy Warden	24,374	4,122
Mary Desmond	Councillor	9,668	648
Sheila Pelly	Past Deputy Warden	15,283	48
Paul Long	Councillor	9,668	402
Miles MacDonald	Councillor	13,063	96
Ricky MacLaren	Councillor	22,731	1,490
Fin Armsworthy	Councillor	22,731	2,202
Barry Carroll	Chief Administrative Officer	153,250	11,426

6. Contingencies

- The Municipality has taken expropriation action on a number of Goldboro, Melford and Black Point properties. There are still matters relating to the expropriation claims that have also been referred to the Nova Scotia Utility and Review Board in fiscal 2012. The final cost on these matters is not known at this time and has not been reflected in these financial statements.
- The Municipality has guaranteed loans to the following Volunteer Fire Departments to a maximum amount as indicated below:

<u>Fire Department</u>	<u>Amount</u>
Canso/Hazel Hill Fire Department	\$ 80,705

The Municipality of the District of Guysborough

Notes to the consolidated financial statements

March 31, 2021

7. Segment information

	General Government Services	Protection Services	Transportation Services	Environmental Services	Rest Home Operations	Water Operations
Revenues						
Taxes	\$ 3,047,968	\$ 529,302	\$ 80,440	\$ 94,718	\$ -	\$ -
Grants in lieu of taxes	396,558	15,374	-	-	-	-
Sale of services	-	17,233	-	6,383,362	7,188,101	388,327
Other revenue from own sources	118,888	8,152	-	3,555,574	-	-
Unconditional transfers from other governments	164,076	-	-	-	-	-
Conditional transfers from other governments and agencies	248,276	2,447	-	1,639,336	-	-
Interest	148,058	-	-	-	9,593	7,132
Gain on disposal of tangible capital assets	-	-	-	29,519	-	-
Electric rates	-	-	-	-	-	-
Other	-	-	-	250,000	-	-
	<u>4,123,824</u>	<u>572,508</u>	<u>80,440</u>	<u>11,952,509</u>	<u>7,197,694</u>	<u>395,459</u>
Expenditures						
Salaries and benefits	1,791,819	98,676	-	1,436,431	4,300,728	112,093
Goods and services and other	1,192,649	2,147,738	480,079	3,059,326	1,016,485	140,204
Amortization	161,791	10,404	148,860	2,735,979	53,580	89,231
Interest	16,401	-	-	236,643	52,512	3,053
Valuation allowance	92,240	-	-	-	-	-
	<u>3,254,900</u>	<u>2,256,818</u>	<u>628,939</u>	<u>7,468,379</u>	<u>5,423,305</u>	<u>344,581</u>
Annual surplus	<u>\$ 868,924</u>	<u>\$ (1,684,310)</u>	<u>\$ (548,499)</u>	<u>\$ 4,484,130</u>	<u>\$ 1,774,839</u>	<u>\$ 50,878</u>

The Municipality of the District of Guysborough

Notes to the consolidated financial statements

March 31, 2021

7. Segment information (continued)

	Public Health and Welfare	Recreation and Cultural Services	2021	2020
Revenues				
Taxes	\$ -	\$ -	\$ 3,752,428	\$ 5,019,038
Grants in lieu of taxes	-	-	411,932	416,916
Sale of services and rest home operations	-	29,905	14,006,928	13,171,280
Other revenue from own sources	-	-	3,682,614	3,639,032
Unconditional transfers from other governments	-	-	164,076	192,737
Conditional transfers from other governments and agencies	-	361,516	2,251,575	269,439
Interest	-	-	164,783	422,656
Gain and disposal of tangible capital assets	-	-	29,519	6,850
Electric rates	-	-	-	596,776
Water rates	-	-	250,000	273,193
	-	391,421	24,713,855	24,007,917
Expenditures				
Salaries and benefits	-	482,290	8,222,037	9,330,635
Goods and services and other	85,102	411,015	8,532,597	10,127,882
Amortization	-	621,630	3,821,475	3,623,082
Interest	-	-	308,609	319,141
Valuation allowance	-	-	92,240	94,315
	85,102	1,514,935	20,976,958	23,495,055
Annual surplus	\$ 85,102	\$ (1,123,514)	\$ 3,736,897	\$ 512,862

The Municipality of the District of Guysborough

Notes to the consolidated financial statements

March 31, 2021

8. Pension plan

The Municipality's pension plan is a defined contribution plan funded in amounts of 6%, 7% and 8% depending on years of service with the Municipality. Milford Haven and Canso Seaside Manor participated in a multi-employer defined benefit pension plan which is accounted for as a defined contribution plan. Total consolidated contributions for the year were \$415,342 (2020 - \$453,418).

In accordance with Provincial Statute-An Act to Authorize the Town of Canso to provide a retiring allowance for a former employee and in accordance with Section 12 of the January 19, 2012 Order of the Nova Scotia Utility and Review Board-Order for Dissolution, the Municipality is bound to fund this retiring allowance, indexed annually by an amount not greater than 6%; or percentage increase in the cost of living as measured by the CPI of Canada from the general tax rate of the municipality.

9. Deferred revenue

Deferred revenue is comprised of deferred gas tax revenue. The breakdown of the deferred revenue that is reported on the consolidated statement of financial position is as follows:

	<u>2021</u>	<u>2020</u>
Balance, beginning of year	\$ 1,095,912	\$ 393,719
Revenue		
Grants received and interest earned	337,978	702,193
Expenditure		
Grants spent	<u>(177,272)</u>	<u>-</u>
Balance, end of year	<u>\$ 1,256,618</u>	<u>\$ 1,095,912</u>

Deferred gas tax revenue represents gas tax funding received but not spent in accordance with *PS 3410 – Government Transfers*, which the Municipality applied prospectively beginning April 1, 2012. Since *PS 3410* was applied prospectively, any gas tax funding received prior to April 1, 2012 remains in the Municipality's accumulated surplus, regardless if it has been spent or not. Gas tax funding is required to be spent on certain eligible projects in accordance with the Canada-Nova Scotia Federal Gas Tax agreement.

10. Rate of return on rate base

For the year ended March 31, 2021, the Canso-Hazel Hill Water Utility had a rate of return on rate base of (0.9)% (2020 - 0.2%).

11. Comparative figures

Certain comparative figures have been reclassified from those previously presented to conform with the preparation of the 2021 consolidated financial statements.

The Municipality of the District of Guysborough

Notes to the consolidated financial statements

March 31, 2021

12. Budget figures

Public Sector Accounting Standards require a comparison of the results for the period with those originally planned on the same basis as that used for actual results. The fiscal plan in the statement of operations and statement of changes in net assets has been adjusted to be on a consistent basis as actual results. The adjustments below include netting school board appropriations against tax revenues, reclassification of revenues and expenses amongst categories, and the elimination of revenues and expenses between the Municipality and its consolidated entities. Below is a reconciliation of the figures from the approved fiscal plan to the fiscal plan per the consolidated financial statement:

	Approved Fiscal Plan	Adjustments	Fiscal Plan Per Financial Statements
Revenue			
Taxes	\$ 5,042,597	\$ (1,328,800)	\$ 3,713,797
Grants in lieu of taxes	412,156	-	412,156
Sales of services	12,693,063	(16,211)	12,676,852
Water operations	64,462	(64,462)	-
Unconditional transfers from other governments	144,680	-	144,680
Other revenue from own sources	3,735,211	(13,005)	3,722,206
Conditional transfers from other governments and agencies	1,890,157	(355,808)	1,534,349
Interest	6,150	-	6,150
	<u>23,988,476</u>	<u>(1,778,286)</u>	<u>22,210,190</u>
Expense			
General government services	3,330,100	(30,500)	3,299,600
Protection services	2,339,750	(64,462)	2,275,288
Transportation services	427,700	-	427,700
Environmental services	4,997,353	628,570	5,625,923
Rest Home – operations	6,271,353	(16,211)	6,254,875
Public health and welfare services	72,000	-	-
Recreational and cultural services	2,265,167	-	966,867
Water operations	423,294	(1,298,300)	410,289
Fiscal services	3,870,310	(13,065)	-
	<u>23,996,760</u>	<u>(3,870,310)</u>	<u>19,332,542</u>
Annual surplus	<u>\$ (8,284)</u>	<u>\$ 2,885,932</u>	<u>\$ 2,877,648</u>

13. Discontinued operations

Effective January 19, 2021, the Municipality of the District of Guysborough sold specific assets, including all inventory, contracts, intellectual property, tangible personal property, real property, permits, Nova Scotia Department of Health and Wellness receivables, all goodwill and the going concern value of Canso Seaside Manor and transfer of its undertaking to GEM Healthcare Group Limited ("GEM") in accordance with the terms of agreement of the purchase and sale. "GEM" will also assume specific liabilities in respect to contracts in place to be performed after the closing date, liabilities of transferred employees including sick leave benefits accrued, and Nova Scotia Department of Health and Wellness payables.

The Municipality of the District of Guysborough

Notes to the consolidated financial statements

March 31, 2021

14. Impact of Covid-19

Since December 31, 2019, the spread of COVID-19 has severely impacted many local economies around the globe. In many countries, including Canada, businesses are being forced to cease or limit operations for long or indefinite periods of time. Measures taken to contain the spread of the virus, including travel bans, quarantines, social distancing, and closures of non-essential services have triggered significant disruptions to businesses worldwide, resulting in an economic slowdown. Global stock markets have also experienced great volatility and a significant weakening. Governments and central banks have responded with monetary and fiscal interventions to stabilize economic conditions. The Municipality has experienced a decline in revenues, particularly in terms of interest and recreation revenue. The loss in revenue has been mitigated by provincial safe restart funding. The duration and impact of the COVID-19 pandemic remains unclear at this time. Management does not anticipate significant changes in revenue or expenditures.

The Municipality of the District of Guysborough
Schedules to consolidated statement of operations

Year ended March 31

	2021		2020
	<u>Budget</u> (Note 12)	<u>Actual</u>	<u>Actual</u>
1. Taxes			
Assessable property			
Residential	\$ 2,002,763	\$ 2,000,497	\$ 1,945,015
Commercial	<u>1,857,927</u>	<u>1,830,694</u>	<u>3,213,710</u>
	<u>3,860,690</u>	<u>3,831,191</u>	<u>5,158,725</u>
Resource			
Taxable assessments	280,866	281,032	273,893
Forest property			
Less than 50,000 acres	29,933	29,944	30,282
50,000 acres or more	260	260	260
Farmland acreage tax	<u>11,714</u>	<u>13,016</u>	<u>13,109</u>
	<u>322,773</u>	<u>324,252</u>	<u>317,544</u>
Area rates			
Protective services	528,582	529,302	594,097
Transportation services	80,450	80,440	76,568
Pump house	<u>214</u>	<u>330</u>	<u>2,093</u>
	<u>609,246</u>	<u>610,072</u>	<u>672,758</u>
Business property			
Based on revenue (Bell-Aliant)	<u>45,000</u>	<u>37,534</u>	<u>39,306</u>
Other			
Deed transfer taxes	80,000	182,999	124,078
Wind farm	<u>94,388</u>	<u>94,388</u>	<u>93,453</u>
	<u>174,388</u>	<u>247,387</u>	<u>217,531</u>
Less: Education	<u>(1,298,300)</u>	<u>(1,298,008)</u>	<u>(1,386,826)</u>
	<u>\$ 3,713,797</u>	<u>\$ 3,752,428</u>	<u>\$ 5,019,038</u>

The Municipality of the District of Guysborough

Schedules to consolidated statement of operations

Year ended March 31

	2021		2020
	<u>Budget</u> (Note 12)	<u>Actual</u>	<u>Actual</u>
2. Grants in lieu of taxes			
Federal government	\$ 53,517	\$ 49,881	\$ 54,399
Canada Post	2,031	2,031	1,983
Provincial government			
Crown timber	129,990	122,216	125,254
Property of supported institutions	78,823	79,598	79,783
Fire protection	16,057	15,734	12,095
Nova Scotia Power Inc.	125,000	136,281	130,624
Nova Scotia Liquor Commission	<u>6,738</u>	<u>6,551</u>	<u>12,778</u>
	<u>\$ 412,156</u>	<u>\$ 411,932</u>	<u>\$ 416,916</u>
3. Sale of services			
Sewer rates	<u>\$ 81,487</u>	<u>\$ 86,913</u>	<u>\$ 77,616</u>
Environmental health services			
Other municipal units	5,202,555	5,300,546	5,230,568
Other	<u>335,325</u>	<u>938,877</u>	<u>585,999</u>
	<u>5,537,880</u>	<u>6,239,423</u>	<u>5,816,567</u>
Recreation and cultural	<u>57,000</u>	<u>41,055</u>	<u>123,816</u>
Inspection and sub-division fees			
Other municipal units	<u>127,312</u>	<u>63,107</u>	<u>74,741</u>
Water	<u>376,898</u>	<u>388,327</u>	<u>373,211</u>
	<u>\$ 6,180,577</u>	<u>\$ 6,818,825</u>	<u>\$ 6,465,951</u>

The Municipality of the District of Guysborough

Schedules to consolidated statement of operations

Year ended March 31

	2021		2020
	Budget (Note 12)	Actual	Actual
4. Other revenue from own sources			
Licenses and permits	\$ 10,000	\$ 12,322	\$ 11,659
Fines	5,000	6,704	11,261
Interest on taxes	70,000	29,356	115,404
Miscellaneous	4,000	31,488	44,684
Interest on investments	12,000	19,311	53,324
Rent - office space	33,333	41,015	52,138
Chedabucto Lifestyle Complex fundraising	-	-	28,684
Wind turbines	3,246,980	3,451,525	3,229,704
Rent – Sable Wind	90,893	90,893	92,174
	<u>\$3,472,206</u>	<u>\$3,682,614</u>	<u>\$3,639,032</u>
5. Unconditional transfers from other governments			
Provincial government			
HST offset program	\$ 60,000	\$ 79,398	\$ 108,059
Unconditional funding	84,680	84,678	84,678
	<u>\$ 144,680</u>	<u>\$ 164,076</u>	<u>\$ 192,737</u>
6. Conditional transfers from other governments and agencies			
Federal government agencies			
Work projects	\$ 6,000	\$ 16,516	\$ -
Federal gas tax rebate	-	177,272	-
Other projects	-	39	37,758
	<u>6,000</u>	<u>193,827</u>	<u>37,758</u>
Provincial			
Nova Scotia Health Promotion - operating	25,000	25,000	35,637
Emergencies Measures Organization	2,500	2,447	2,477
Resource Recovery Fund Board	3,000	1,348	1,288
Resource Recovery Fund Board - ERSWMC	127,092	193,602	169,348
Chedabucto Lifestyle Complex funding	-	300,000	-
Socio-Economic Effects Management Plan	-	566	2,931
Strait Regional School Board	5,000	-	-
Covid Safe Restart Funding	-	248,276	-
Department of Community Service/Recreation	20,000	20,000	20,000
Infrastructure funding	1,345,757	1,266,509	-
	<u>1,528,349</u>	<u>2,057,748</u>	<u>231,681</u>
	<u>\$ 1,534,349</u>	<u>\$ 2,251,575</u>	<u>\$ 269,439</u>

The Municipality of the District of Guysborough

Schedules to consolidated statement of operations

Year ended March 31

	2021		2020
	<u>Budget</u> (Note 12)	<u>Actual</u>	<u>Actual</u>
7. Infrastructure improvement expense			
Canso infrastructure expenses	\$ -	\$ -	\$ 38,356
8. General government services			
Legislative			
Warden stipend	\$ 40,762	\$ 40,914	\$ 40,564
Council stipend	162,371	162,980	159,692
Other legislative services	<u>44,175</u>	<u>14,575</u>	<u>34,711</u>
	<u>247,308</u>	<u>218,469</u>	<u>234,967</u>
General administrative			
Administrative	617,433	861,009	680,733
Financial management	422,656	438,462	345,414
Taxation - reduced taxes	84,325	78,217	71,041
- other	79,282	72,536	58,633
Assessment costs	<u>179,222</u>	<u>174,370</u>	<u>176,974</u>
	<u>1,382,918</u>	<u>1,624,594</u>	<u>1,332,795</u>
Municipal properties			
Common services	<u>1,168,274</u>	<u>944,574</u>	<u>965,442</u>
Amortization	-	<u>161,791</u>	109,509
Valuation allowance	<u>15,000</u>	<u>(61,960)</u>	<u>92,240</u>
Other general government services			
Grants to organizations and individuals	124,000	222,750	88,830
Insurance	48,600	52,527	47,728
Election	50,000	51,252	7,330
Dues	12,200	12,761	9,955
Other	<u>251,300</u>	<u>28,142</u>	<u>44,965</u>
	<u>486,100</u>	<u>367,432</u>	<u>198,808</u>
	<u>\$ 3,299,600</u>	<u>\$ 3,254,900</u>	<u>\$ 2,933,761</u>

The Municipality of the District of Guysborough
Schedules to consolidated statement of operations

Year ended March 31

	2021		2020
	<u>Budget</u> (Note 12)	<u>Actual</u>	<u>Actual</u>
9. Protection services			
Police protection	<u>\$ 1,293,124</u>	<u>\$1,304,788</u>	<u>\$ 1,271,516</u>
Law enforcement			
Transfer to correctional services	94,000	87,107	90,877
Prosecuting attorney	<u>1,200</u>	<u>6,229</u>	<u>8,208</u>
	<u>95,200</u>	<u>93,336</u>	<u>99,085</u>
Fire protection			
Community fire department			
Appropriation of levy	528,382	529,102	594,850
Grants	89,000	89,000	89,000
Fire dispatch	31,000	31,911	25,811
Fire service	62,500	2,812	8,250
Firemen's disability insurance	<u>26,800</u>	<u>28,056</u>	<u>26,102</u>
	<u>737,682</u>	<u>680,881</u>	<u>744,013</u>
Emergency measures			
Honorarium and other expenses	<u>23,831</u>	<u>69,299</u>	<u>40,453</u>
Amortization	<u>-</u>	<u>10,404</u>	<u>14,536</u>
Other			
By-law enforcement	25,500	22,342	25,915
Protective inspection - building	<u>99,951</u>	<u>75,768</u>	<u>100,469</u>
	<u>125,451</u>	<u>98,110</u>	<u>126,384</u>
	<u>\$ 2,275,288</u>	<u>\$2,256,818</u>	<u>\$ 2,295,987</u>
10. Transportation services			
Road transport			
Roads and streets	\$ 265,800	\$ 340,634	\$ 231,801
Amortization	-	148,860	175,870
Street lighting commissions			
Appropriation of levy	81,450	80,440	61,470
Grant	<u>80,450</u>	<u>59,005</u>	<u>72,762</u>
	<u>\$ 427,700</u>	<u>\$ 628,939</u>	<u>\$ 541,903</u>

The Municipality of the District of Guysborough

Schedules to consolidated statement of operations

Year ended March 31

	2021		2020
	<u>Budget</u> (Note 12)	<u>Actual</u>	<u>Actual</u>
11. Environmental services			
Health services			
Solid waste collection and disposal			
Collection and recyclable disposal/trucking	\$ 414,941	\$ 338,968	\$ 383,351
Operations and maintenance	<u>2,034,538</u>	<u>2,396,534</u>	<u>2,189,682</u>
	<u>2,449,479</u>	<u>2,735,502</u>	<u>2,573,033</u>
Pollution and waste control			
Maintenance	167,156	154,767	182,826
Other	<u>37,000</u>	<u>14,000</u>	<u>14,000</u>
	<u>204,156</u>	<u>168,767</u>	<u>196,826</u>
Landfill closure and post closure	<u>628,570</u>	<u>(638,913)</u>	<u>551,698</u>
Amortization	<u>-</u>	<u>2,735,979</u>	<u>2,557,998</u>
Development services			
Planning, zoning and economic development	<u>2,343,718</u>	<u>2,467,044</u>	<u>2,369,621</u>
	<u>\$ 5,625,923</u>	<u>\$ 7,468,379</u>	<u>\$ 8,249,176</u>
12. Public health and welfare			
Social welfare			
Deficit of Regional Housing Authority	<u>\$ 72,000</u>	<u>\$ 85,102</u>	<u>\$ 134,902</u>

The Municipality of the District of Guysborough

Schedules to consolidated statement of operations

Year ended March 31

	2021		2020
	Budget (Note 12)	Actual	Actual
13. Recreation and cultural services			
Recreation			
Administration	\$ 239,425	\$ 239,735	\$ 246,720
Programs	581,358	575,039	664,601
Grants	43,250	18,780	30,455
Community projects	<u>34,500</u>	<u>9,338</u>	<u>87,690</u>
	<u>898,533</u>	<u>842,892</u>	<u>1,029,466</u>
Cultural buildings and facilities			
Local library			
Operations	32,334	16,659	19,670
Regional	<u>36,000</u>	<u>33,754</u>	<u>35,341</u>
	<u>68,334</u>	<u>50,413</u>	<u>55,011</u>
Amortization	-	<u>621,630</u>	<u>626,974</u>
	<u>\$ 966,867</u>	<u>\$1,514,935</u>	<u>\$1,711,451</u>
14. Water operating			
Transmission and distribution	\$ 262,627	\$ 224,914	\$ 254,865
Administration	58,431	30,436	66,130
Amortization	<u>89,231</u>	<u>89,231</u>	<u>89,231</u>
	<u>\$ 410,289</u>	<u>\$ 344,581</u>	<u>\$ 410,226</u>
15. Electric operating			
Transmission and distribution	\$ -	\$ -	\$ 65,223
Electricity purchases	-	-	493,137
Administration	-	-	95,874
Loss on disposal of tangible capital assets	-	-	<u>187,710</u>
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 841,944</u>



SUPPLEMENTARY INFORMATION


The Municipality of the District of Guysborough
Supplementary schedule
Canso-Hazel Hill water utility - operating fund
Schedule of operations

Year ended March 31	Budget	2021	2020
Revenue			
Operating			
Metered and flat rate sales	\$ 376,098	\$ 387,527	\$ 372,411
Sprinkler service	800	800	800
Public fire protection	<u>64,462</u>	<u>64,462</u>	<u>64,462</u>
	<u>441,360</u>	<u>452,789</u>	<u>437,673</u>
Operating expenditures			
Source of supply (page 32)	27,304	26,284	25,947
Power and pumping (page 32)	48,805	39,560	34,648
Water treatment (page 32)	134,198	121,335	129,626
Transmission and distribution (page 32)	52,320	37,735	64,644
Administration (page 32)	70,911	40,388	77,036
Taxes	30,500	30,689	30,689
Depreciation	<u>89,231</u>	<u>89,231</u>	<u>89,231</u>
	<u>453,269</u>	<u>385,222</u>	<u>451,821</u>
Operating (loss) income	<u>(11,909)</u>	<u>67,567</u>	<u>(14,148)</u>
Non-operating revenue			
Interest earned	1,750	2,651	2,586
Miscellaneous	<u>2,400</u>	<u>2,050</u>	<u>2,346</u>
	<u>4,150</u>	<u>4,701</u>	<u>4,932</u>
Non-operating expenditures			
Bank charges and interest	<u>525</u>	<u>3,053</u>	<u>2,099</u>
Excess of revenue over expenditures (expenditures over revenue)	<u>\$ (8,284)</u>	<u>69,215</u>	<u>(11,315)</u>
Surplus, beginning of year		<u>283,575</u>	<u>294,890</u>
Surplus, end of year		<u>\$ 352,790</u>	<u>\$ 283,575</u>

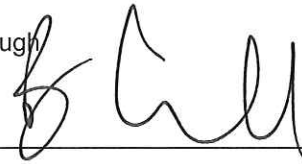
**The Municipality of the District of Guysborough
 Supplementary schedule
 Canso-Hazel Hill water utility - operating fund
 Schedule of financial position**

March 31	2021	2020
Financial assets		
Cash and cash equivalents	\$ 410,318	\$ 244,105
Receivables		
Rates (less allowance for doubtful accounts \$5,374)	90,088	90,925
Due from own funds and agencies		
General operating	<u>176,221</u>	<u>181,976</u>
Total financial assets	<u>\$ 676,627</u>	<u>\$ 517,006</u>
Financial liabilities		
Payables and accruals		
Trade	\$ 20,304	\$ 19,049
Customers' deposits	4,480	4,560
Due to own funds and agencies		
Water capital	<u>337,510</u>	<u>248,279</u>
Total financial liabilities	<u>362,294</u>	<u>271,888</u>
Net financial assets	<u>314,333</u>	<u>245,118</u>
Non-financial assets		
Inventory of supplies	<u>38,457</u>	<u>38,457</u>
Net assets	<u>\$ 352,790</u>	<u>\$ 283,575</u>
Surplus	<u>\$ 352,790</u>	<u>\$ 283,575</u>

Approved on behalf of the Municipality of the District of Guysborough



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**The Municipality of the District of Guysborough
 Supplementary schedule
 Canso-Hazel Hill water utility - capital fund
 Schedule of financial position**

March 31	2021	2020
Financial assets		
Depreciation fund		
Cash and cash equivalents	\$ 845,796	\$ 848,552
Short term investments	10,870	10,870
Due from own fund and agencies – water operating	<u>337,510</u>	<u>248,279</u>
Total financial assets	<u>\$ 1,194,176</u>	<u>\$ 1,107,701</u>
Financial liabilities		
Payables and accruals		
Due to own funds and agencies		
General operating	<u>\$ 67,077</u>	<u>\$ 67,077</u>
Total financial liabilities	<u>67,077</u>	<u>67,077</u>
Net financial assets	<u>1,127,099</u>	<u>1,040,624</u>
Non-financial assets		
Utility plant and equipment net of accumulated amortization of \$1,512,460 (2020 - \$1,423,229)	<u>4,783,431</u>	<u>4,867,475</u>
Net assets	<u>\$ 5,910,530</u>	<u>\$ 5,908,099</u>
Investment in capital assets (page 31)	<u>\$ 5,910,530</u>	<u>\$ 5,908,099</u>

Approved on behalf of the Municipality of the District of Guysborough


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The Municipality of the District of Guysborough
Supplementary schedule
Canso-Hazel Hill water utility
Utility plant and equipment

March 31	2021	2020
Tangible assets		
Working capital	\$ 1,000	\$ 1,000
Tangible plant and equipment		
Land	6,600	6,600
Building	47,752	47,752
Centennial Street system	8,000	8,000
Distribution mains and valves	617,076	617,076
Services	137,632	137,632
Meters	107,116	107,116
Hydrants	97,231	92,043
Office furniture and equipment	27,142	27,142
Tools and equipment	10,762	10,762
Transportation equipment	105,294	105,294
Water Treatment Plant	5,054,390	5,054,390
Generator	8,278	8,278
Pumping equipment	53,503	53,503
Water treatment equipment	<u>14,116</u>	<u>14,116</u>
	<u>\$ 6,295,892</u>	<u>\$ 6,290,704</u>

Canso-Hazel Hill water utility
Statement of investment in capital assets

(Unaudited – see advisory to readers)

Year ended March 31	2021	2020
Balance, beginning of year	\$ 5,908,099	\$ 5,899,124
Interest earned	<u>2,431</u>	<u>8,975</u>
Balance, end of year	<u>\$ 5,910,530</u>	<u>\$ 5,908,099</u>

The Municipality of the District of Guysborough
Supplementary schedule
Canso-Hazel Hill water utility - operating fund
Schedules to schedule of operations

Year ended March 31 Budget 2021 2020

Source of supply

Salaries and training	\$ 26,284	\$ 26,284	\$ 25,947
Other	<u>1,020</u>	<u>-</u>	<u>-</u>
	<u>\$ 27,304</u>	<u>\$ 26,284</u>	<u>\$ 25,947</u>

Power and pumping

Power purchased	\$ 38,070	\$ 33,332	\$ 29,648
Supervision	5,000	5,000	5,000
Fuel	1,020	1,228	-
Maintenance	<u>4,715</u>	<u>-</u>	<u>-</u>
	<u>\$ 48,805</u>	<u>\$ 39,560</u>	<u>\$ 34,648</u>

Water treatment

Chemicals	\$ 18,000	\$ 19,772	\$ 21,248
Maintenance	18,700	15,198	15,448
Salaries and training	83,760	82,185	82,263
Supplies	6,000	1,528	2,284
Other	<u>7,738</u>	<u>2,652</u>	<u>8,383</u>
	<u>\$ 134,198</u>	<u>\$ 121,335</u>	<u>\$ 129,626</u>

Transmission and distribution

Maintenance	\$ 38,120	\$ 12,650	\$ 26,631
Other	<u>14,200</u>	<u>25,085</u>	<u>38,013</u>
	<u>\$ 52,320</u>	<u>\$ 37,735</u>	<u>\$ 64,644</u>

Administration

Consumer accounting and collecting	\$ 750	\$ -	\$ -
Salaries	21,396	3,624	22,841
Professional fees	13,700	10,601	19,612
Administrative supplies and support services	450	319	1,451
Insurance	2,155	2,344	2,116
Regulatory expense	1,500	-	-
Rent	13,005	13,005	13,005
Other	<u>17,955</u>	<u>10,495</u>	<u>18,011</u>
	<u>\$ 70,911</u>	<u>\$ 40,388</u>	<u>\$ 77,036</u>

The Municipality of the District of Guysborough
Supplementary schedule
Canso electric utility - operating fund
Schedule of operations

Year ended March 31	Budget	2021	2020
Revenue	\$ -	\$ -	\$ 7,399
Expenditures			
Bank charges	-	-	696
Excess of revenue over expenses from continuing operations	-	-	6,703
Discontinued operations (Note 13)			
Revenue			
Domestic and commercial light and power	-	-	640,463
Street lighting	-	-	16,313
Miscellaneous	-	-	1,408
Total revenue	-	-	658,184
Expenses			
Power purchased	-	-	493,137
Distribution	-	-	65,223
Administrative	-	-	75,461
Provision for doubtful accounts	-	-	2,075
Sale of electric utility expenses	-	-	31,343
Total expenses from discontinued operations	-	-	667,239
Excess (deficiency) of revenue over expenses from discontinued operations	-	-	(9,055)
Excess (deficiency) of revenue over expenses	\$ -	-	(2,352)
(Deficit) surplus, beginning of year		(23,376)	(21,024)
Deficit transferred		23,376	-
Deficit, end of year		\$ -	\$ (23,376)

The Municipality of the District of Guysborough
Supplementary schedule
Canso electric utility - operating fund
Schedule of financial position

Year ended March 31	2021	2020
Financial assets		
Cash and cash equivalents	\$ -	\$ 431,665
Receivables		
Operating accounts	-	100
HST receivable	-	2,548
	<u>\$ -</u>	<u>\$ 434,313</u>
Financial liabilities		
Payables and accruals		
Trade	\$ -	\$ 56,625
Due to own funds and agencies		
Electric capital fund	-	401,064
Total financial liabilities	<u>-</u>	<u>457,689</u>
Surplus	<u>-</u>	<u>(23,376)</u>
	<u>\$ -</u>	<u>\$ 434,313</u>

Approved on behalf of the Municipality of the District of Guysborough


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The Municipality of the District of Guysborough
Supplementary schedule
Canso electric utility - capital fund
Schedule of financial position

Year ended March 31 2021 2020


Financial assets


Depreciation fund		
Short term investments	\$ -	\$ 66,442
Due from own funds and agencies		
Electric operating fund	<u>-</u>	<u>401,064</u>
	<u>\$ -</u>	<u>\$ 467,506</u>

Utility position

Depreciation fund reserve (page 36)	<u>\$ -</u>	<u>\$ 467,506</u>
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Approved on behalf of the Municipality of the District of Guysborough


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The Municipality of the District of Guysborough
Supplementary schedule
Canso electric utility
Statement of investment in capital assets

Year ended March 31	2021	2020
Balance, beginning of year	\$ -	\$ 187,710
Loss on disposal of assets (note 5)	-	(187,710)
Balance, end of year	\$ -	\$ -

Canso Electric Light Utility
Statement of depreciation fund reserve

Year ended March 31	2021	2020
Balance, beginning of year	\$ 467,506	\$ 466,689
Interest earned	-	817
Transfer to general operating	(467,506)	-
Balance, end of year	\$ -	\$ 467,506