



Consolidated financial statements

The Municipality of the District of Guysborough

March 31, 2022

Contents

	Page
Management's responsibility for financial reporting	1
Independent auditor's report	2 - 3
Consolidated statement of operations	4
Consolidated statement of financial position	5
Consolidated statement of changes in net financial assets	6
Consolidated statement of cash flows	7
Consolidated schedule of tangible capital assets	8 - 9
Notes to the consolidated financial statements	10 - 20
Schedules to consolidated statement of operations	21- 27
<hr/>	
Supplementary information	
Canso-Hazel Hill water utility - operating fund – schedule of operations	28
Canso-Hazel Hill water utility - operating fund – schedule of financial position	29
Canso-Hazel Hill water utility - capital fund – schedule of financial position	30
Canso-Hazel Hill water utility - utility plant and equipment	31
Canso-Hazel Hill water utility - schedule of investment in capital assets	31
Canso-Hazel Hill water utility - operating fund - schedules to schedule of operations	32

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 27, 2022

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, 2022, 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, 2022, 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 27, 2022

Grant Thornton LLP

Chartered Professional Accountants

The Municipality of the District of Guysborough

Consolidated statement of operations

Year ended March 31

2022

2021

	<u>Page</u>	<u>Budget</u> (Note 12)	<u>Actual</u>	<u>Actual</u>
Revenue				
Taxes	21	\$ 4,055,318	\$ 4,179,828	\$ 3,752,428
Grants in lieu of taxes	22	418,758	415,731	411,932
Sale of services	22	6,385,249	6,898,521	6,818,825
Other revenue from own sources	23	3,617,139	3,511,189	3,682,614
Unconditional transfers from other governments	23	165,000	262,208	164,076
Conditional transfers from other governments and agencies	23	1,202,043	1,262,069	2,251,575
Interest		4,150	165,996	164,783
Gain on disposal of tangible capital assets		-	-	29,519
Other		<u>250,000</u>	<u>250,000</u>	<u>250,000</u>
		<u>16,097,657</u>	<u>16,945,542</u>	<u>17,525,752</u>
Expenses				
General government services	24	3,434,801	3,186,552	3,254,900
Protection services	25	2,293,320	2,298,791	2,256,818
Transportation services	25	436,450	498,518	628,939
Environmental services	26	5,907,500	8,290,805	7,468,379
Rest Home - interest		-	35,497	52,512
Public health and welfare	26	114,000	117,306	85,102
Recreation and cultural services	27	1,140,143	1,921,323	1,514,935
Water operations	27	415,700	453,347	344,581
Infrastructure improvement expense	24	<u>-</u>	<u>1,786</u>	<u>-</u>
		<u>13,741,914</u>	<u>16,803,926</u>	<u>15,606,166</u>
Annual surplus from continuing operations		<u>2,355,743</u>	<u>141,616</u>	<u>1,919,586</u>
Discontinued operations (Note 13)				
Revenue				
Nursing home operations		<u>-</u>	<u>-</u>	<u>7,188,104</u>
Expenditures				
Nursing home operations		<u>-</u>	<u>-</u>	<u>5,370,793</u>
Excess revenue over expenses of discontinuing operations		<u>-</u>	<u>-</u>	<u>1,817,311</u>
Annual Surplus		<u>\$ 2,355,743</u>	<u>\$ 141,616</u>	<u>\$ 3,736,897</u>
Accumulated surplus, beginning of year			\$ 66,418,130	\$ 62,681,233
Annual surplus			<u>141,616</u>	<u>3,736,897</u>
Accumulated surplus, end of year			<u>\$ 66,559,746</u>	<u>\$ 66,418,130</u>

The Municipality of the District of Guysborough

Consolidated statement of financial position

March 31

2022

2021

Financial assets

Cash and cash equivalents	\$ 27,147,199	\$ 24,367,603
Receivables: taxes, rates and interest, net of valuation allowance	310,405	312,099
other, net of valuation allowance	1,732,841	2,429,327
Investments, at market value	<u>11,563</u>	<u>1,097,388</u>

Total financial assets

\$ 29,202,008 \$ 28,206,417

Liabilities

Payables and accruals	\$ 2,112,446	\$ 2,188,560
Deferred revenue (note 9)	1,117,703	1,256,618
Refundable deposits	4,295	4,480
Long term debt (note 3)	7,637,694	8,635,266
Prepayment of taxes	137,656	101,745
Closure and post closure liability for landfill	<u>4,843,070</u>	<u>4,311,538</u>
	<u>15,852,864</u>	<u>16,498,207</u>

Net financial assets

13,349,144 11,708,210

Non financial assets

Tangible capital assets, net of amortization (pages 8 & 9)	52,738,284	54,231,985
Prepays	433,861	439,478
Inventories of materials and supplies	<u>38,457</u>	<u>38,457</u>
	<u>53,210,602</u>	<u>54,709,920</u>

Accumulated surplus

\$ 66,559,746 \$ 66,418,130

Contingencies (note 6)

Approved on behalf of the Municipality of the District of Guysborough

X



Warden

X



CAO

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

Year ended March 31	Budget (Note 12)	2022	2021
Annual surplus	\$ 2,363,573	\$ 141,616	\$ 3,736,897
Acquisition of tangible capital assets	(2,376,474)	(1,533,312)	(3,403,714)
Amortization of tangible capital assets	-	2,964,413	3,821,475
Proceeds on disposal of tangible capital assets	-	62,600	3,546,529
Gain on disposal of tangible capital asset	-	-	(1,402,733)
	<u>(2,376,474)</u>	<u>1,493,701</u>	<u>2,561,557</u>
Other items	-	5,617	(117,976)
Change in net financial assets	\$ <u>(12,901)</u>	1,640,934	6,180,478
Net financial assets, beginning of year		<u>11,708,210</u>	<u>5,527,732</u>
Net financial assets, end of year		<u>\$ 13,349,144</u>	<u>\$ 11,708,210</u>

The Municipality of the District of Guysborough

Consolidated statement of cash flows

Year ended March 31

2022

2021

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

Operating activities

Annual surplus	\$ 141,616	\$ 3,736,897
Amortization	2,964,413	3,821,475
Loss (gain) on disposal of tangible capital asset	-	(1,402,733)
	<u>3,106,029</u>	<u>6,155,639</u>

Changes in non-cash working capital

Taxes, rates and interest receivable	1,694	217,405
Other receivables	696,486	(374,795)
Payables and accruals	(76,114)	(838,747)
Deferred revenue, deposits and prepayment of taxes	(103,189)	161,504
Prepays and other non-financial assets	<u>5,617</u>	<u>(117,976)</u>
	<u>524,494</u>	<u>5,203,030</u>

Investing activities

Investments	<u>1,085,823</u>	<u>43,448</u>
-------------	------------------	---------------

Financing activities

Repayment of long term debt	(997,572)	(1,019,598)
Closure and post closure liability for landfill	<u>531,532</u>	<u>(638,913)</u>
	<u>(466,040)</u>	<u>(1,658,511)</u>

Capital

Acquisition of tangible capital assets	(1,533,312)	(3,403,714)
Proceeds on disposal of tangible capital assets	<u>62,600</u>	<u>3,546,529</u>
	<u>(1,470,712)</u>	<u>142,815</u>

Net increase in cash and cash equivalents

2,779,596	3,730,782
-----------	-----------

Cash and cash equivalents

Beginning of year	<u>24,367,603</u>	<u>20,636,821</u>
End of year	<u>\$ 27,147,199</u>	<u>\$ 24,367,603</u>

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

Year ended March 31, 2022

	Land	Buildings	Machinery and Equipment	Water and Sewers	Sidewalks and Street Lamps	Signage	Cells	Vehicles
Cost:								
Balance, beginning of year	\$ 5,258,928	\$ 18,577,424	\$ 10,299,874	\$ 15,320,908	\$ 647,092	\$ 238,424	\$20,642,357	\$ 2,624,310
Acquisition of tangible capital assets	-	493,867	47,811	52,403	-	-	-	211,757
Transfer	(26,434)	-	-	-	-	-	-	-
Disposals during the year	(62,600)	-	-	-	-	-	-	-
Balance, end of year	<u>5,169,894</u>	<u>19,071,291</u>	<u>10,347,685</u>	<u>15,373,311</u>	<u>647,092</u>	<u>238,424</u>	<u>20,642,357</u>	<u>2,236,067</u>
Accumulated amortization:								
Balance, beginning of year	-	3,028,054	4,467,369	5,449,610	471,760	117,707	16,391,444	1,573,739
Annual amortization	-	510,870	742,090	266,090	32,477	19,284	278,277	161,542
Amortization on disposals	-	-	-	-	-	-	-	-
Balance, end of year	<u>-</u>	<u>3,538,924</u>	<u>5,209,459</u>	<u>5,715,700</u>	<u>504,232</u>	<u>137,001</u>	<u>1,917,421</u>	<u>1,735,281</u>
Net book value of tangible capital assets	<u>\$ 5,169,894</u>	<u>\$ 15,532,367</u>	<u>\$ 5,138,226</u>	<u>\$ 9,657,611</u>	<u>\$ 142,860</u>	<u>\$ 101,423</u>	<u>\$18,724,936</u>	<u>\$ 500,786</u>
2021 net book value of tangible 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>

The Municipality of the District of Guysborough

Consolidated schedule of tangible capital assets

Year ended March 31, 2022

	Construction In Progress	Wharves and Canals	Land Improvements	Wind Turbines	Office Furnishings	Office Equipment	Lagoons	Roads	2022 Total	2021 Total
Cost:										
Balance, beginning of year	\$ -	\$ 180,137	\$ 1,072,796	\$ 16,376,369	\$ 44,471	\$ 380,263	\$ 941,382	\$ 1,669,437	\$ 93,674,158	\$ 94,157,845
Acquisition of tangible capital assets	727,474	-	-	-	-	-	-	-	1,533,312	3,403,714
Transfer	26,434	-	-	-	-	-	-	-	-	-
Disposals during the year	-	-	-	-	-	-	-	-	(62,600)	(3,887,401)
Balance, end of year	753,908	180,137	1,072,796	16,376,369	44,471	380,263	941,382	1,669,437	95,144,870	93,674,158
Accumulated amortization:										
Balance, beginning of year	-	49,306	1,014,138	4,936,890	44,471	341,539	710,098	896,053	39,442,173	37,364,303
Annual amortization	-	7,205	3,534	818,818	-	10,373	47,069	66,779	2,964,413	3,821,475
Amortization on disposals	-	-	-	-	-	-	-	-	-	(1,743,605)
Balance, end of year	-	56,511	1,017,672	5,755,708	44,471	351,912	757,167	912,832	42,406,586	39,442,173
Net book value of tangible capital assets	\$ 753,908	\$ 123,626	\$ 55,124	\$ 10,620,661	\$ -	\$ 28,351	\$ 184,215	\$ 756,605	\$ 52,738,284	\$ 54,231,985
2021 net book value of tangible capital assets	\$ -	\$ 130,831	\$ 58,658	\$ 11,439,479	\$ -	\$ 38,724	\$ 231,284	\$ 823,384		

The Municipality of the District of Guysborough

Notes to the consolidated financial statements

March 31, 2022

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, and the water utility operations.

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, and the water utility.

(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, 2022

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, 2022

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, 2022

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

(k) Cash and cash equivalents

Cash and cash equivalents includes unrestricted cash of \$2,132,148 (2021 - \$3,562,562) and internally designated cash of \$25,015,051 (2021 - \$20,805,041). 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 17, 2021 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 \$117,306 (2021 - \$85,102) for its share of deficits of the Housing Authority in the District of Guysborough in 2022.

Eastern Counties Regional Library

During 2021-2022, the Municipality of the District of Guysborough paid \$33,753 (2021 - \$33,754) to the Regional Library.

The Municipality of the District of Guysborough
Notes to the consolidated financial statements
March 31, 2022

3. Long term debt	<u>2022</u>	<u>2021</u>
Milford Haven Corporation		
4.388% - 5.644% rest home debenture maturing in fiscal 2025, repayable in yearly principal payments of \$127,900.	\$ 384,600	\$ 512,500
1.052% - 3.449% debenture maturing in fiscal 2031, repayable in yearly principal payments of \$15,084, interest payable semi-annually.	135,746	150,824
Term loan with a 3.95% interest rate, payable in monthly payments of \$1,119 maturing in fiscal 2023.	18,296	31,179
Term loan with a 3.91% interest rate, payable in monthly payments of \$723 maturing in fiscal 2022.	-	3,453
Canso Seaside Manor		
4.329% - 4.939% rest home debenture maturing in fiscal 2025, repayable in yearly principal payments of \$40,135.	120,406	160,541
Prime plus 2.25%, repayable in monthly payments of \$333, plus interest, due on demand.	15,667	19,667
1.93 - 3.073% debenture maturing in fiscal 2028, repayable in yearly principal payments of \$17,500 interest payable semi-annually.	105,000	122,500
Municipality of the District of Guysborough		
2.134% - 3.449% debenture maturing in fiscal 2031, repayable in yearly principal payments of \$764,950, interest payable semi-annually.	6,884,554	7,649,504
4.579% - 4.939% debenture maturing in fiscal 2025, repayable in yearly principal payments of \$11,667, interest payable semi-annually.	<u>34,996</u>	<u>46,663</u>
Total	7,699,259	8,696,831
Less debenture discount	<u>61,565</u>	<u>61,565</u>
	<u>\$ 7,637,694</u>	<u>\$ 8,635,266</u>

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

2023	\$ 994,119
2024	\$ 986,649
2025	\$ 982,136
2026	\$ 836,202
2027	\$ 780,034

The Municipality of the District of Guysborough

Notes to the consolidated financial statements

March 31, 2022

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, 2022 fiscal year the Municipality has recognized net closure costs of \$500,000 and post closure costs of \$136,400 as an estimate of the costs related to the fiscal 2022 activity. During the year costs of \$109,170 were expended relating to closure and post closure costs of the landfill. As at March 31, 2022 a total of \$3,040,828 has been recorded in a landfill closure reserve while \$2,303,774 has been recorded in a landfill post closure reserve.

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 92% of its 250,000 tonne capacity while Cell #5 has reached 48% 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	\$ 41,382	\$2,700
Dave Hanhams	Councillor	22,990	196
Neil DeCoff	Councillor	22,990	466
Janet Peitzsche	Deputy Warden	26,899	1,025
Mary Desmond	Councillor	22,990	746
Paul Long	Councillor	22,990	56
Ricky MacLaren	Councillor	15,174	248
Hudson MacLeod	Councillor	3,594	557
Fin Armsworthy	Councillor	22,990	1,599
Barry Carroll	Chief Administrative Officer	154,301	198

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	\$ 64,197

The Municipality of the District of Guysborough

Notes to the consolidated financial statements

March 31, 2022

7. Segment information

	General Government Services	Protection Services	Transportation Services	Environmental Services	Rest Home Operations	Water Operations
Revenues						
Taxes	\$ 3,460,143	\$ 541,784	\$ 82,341	\$ 95,560	\$ -	\$ -
Grants in lieu of taxes	407,919	7,812	-	-	-	-
Sale of services	-	23,914	-	6,441,179	-	344,765
Other revenue from own sources	84,794	8,752	-	3,413,643	-	-
Unconditional transfers from other governments	262,208	-	-	-	-	-
Conditional transfers from other governments and agencies	-	2,419	-	1,107,048	-	-
Interest	158,322	-	-	-	-	7,674
Gain on disposal of tangible capital assets	-	-	-	-	-	-
Other	-	-	-	250,000	-	-
	<u>4,373,386</u>	<u>584,681</u>	<u>82,341</u>	<u>11,307,430</u>	<u>-</u>	<u>352,439</u>
Expenditures						
Salaries and benefits	1,775,313	73,263	-	1,471,529	-	163,087
Goods and services and other	1,229,607	2,197,312	399,267	4,533,804	-	190,800
Amortization	160,890	8,216	99,251	2,050,046	-	89,231
Interest	20,742	-	-	215,426	35,497	10,229
Valuation allowance	-	-	-	-	-	-
	<u>3,186,552</u>	<u>2,298,791</u>	<u>498,518</u>	<u>8,292,805</u>	<u>35,497</u>	<u>453,347</u>
Annual surplus	<u>\$ 1,190,834</u>	<u>\$ (1,714,110)</u>	<u>\$ (416,177)</u>	<u>\$ 3,016,625</u>	<u>\$ (35,497)</u>	<u>\$ (100,908)</u>

The Municipality of the District of Guysborough

Notes to the consolidated financial statements

March 31, 2022

7. Segment information (continued)

	<u>Infrastructure</u>	<u>Public Health and Welfare</u>	<u>Recreation and Cultural Services</u>	<u>2022</u>	<u>2021</u>
Revenues					
Taxes	\$ -	\$ -	\$ -	\$ 4,179,828	\$ 3,752,428
Grants in lieu of taxes	-	-	-	415,731	411,932
Sale of services and rest home operations	-	-	88,663	6,898,521	14,006,928
Other revenue from own sources	-	-	-	3,511,189	3,682,614
Unconditional transfers from other governments	-	-	-	262,208	164,076
Conditional transfers from other governments and agencies	-	-	152,602	1,262,069	2,251,575
Interest	-	-	-	165,996	164,783
Gain and disposal of tangible capital assets	-	-	-	-	29,519
Other	-	-	-	250,000	250,000
	-	-	241,265	16,945,542	24,713,855
Expenditures					
Salaries and benefits	-	-	518,469	4,021,661	8,222,037
Goods and services and other	1,786	117,306	846,075	9,535,957	8,532,597
Amortization	-	-	556,779	2,964,413	3,821,475
Interest	-	-	-	281,894	308,609
Valuation allowance	-	-	-	-	92,240
	1,786	117,306	1,921,323	16,803,926	20,976,958
Annual surplus	\$ (1,786)	\$ (117,306)	\$ (1,680,058)	\$ 141,616	\$ 3,736,897

The Municipality of the District of Guysborough

Notes to the consolidated financial statements

March 31, 2022

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. Total consolidated contributions for the year were \$203,952 (2021 - \$415,342).

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>2022</u>	<u>2021</u>
Balance, beginning of year	\$ 1,256,618	\$ 1,095,912
Revenue		
Grants received and interest earned	685,467	337,978
Expenditure		
Grants spent	<u>(824,382)</u>	<u>(177,272)</u>
Balance, end of year	<u>\$ 1,117,703</u>	<u>\$ 1,256,618</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, 2022, the Canso-Hazel Hill Water Utility had a rate of return on rate base of -1% (2021 – (0.9%)).

The Municipality of the District of Guysborough

Notes to the consolidated financial statements

March 31, 2022

11. 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	\$ 5,253,718	\$ (1,198,400)	\$ 4,055,318
Grants in lieu of taxes	418,758	-	418,758
Sales of services	6,385,249	-	6,385,249
Water operations	64,462	(64,462)	-
Unconditional transfers from other governments	165,000	-	16,500
Other revenue from own sources	3,630,144	(13,005)	3,617,139
Conditional transfers from other governments and agencies	1,557,871	(355,808)	1,202,043
Interest	4,150	-	4,150
Other	250,000	-	250,000
	<u>17,729,332</u>	<u>(1,631,675)</u>	<u>16,097,657</u>
Expense			
General government services	3,465,301	(30,500)	3,434,801
Protection services	2,357,782	(64,462)	2,293,320
Transportation services	436,450	-	436,450
Environmental services	5,271,100	636,400	5,907,500
Public health and welfare services	119,000	-	114,000
Recreational and cultural services	2,308,043	(1,167,900)	1,140,143
Water operations	428,705	(13,005)	415,700
Fiscal services	3,357,923	(3,357,923)	-
	<u>17,739,304</u>	<u>(3,997,390)</u>	<u>13,141,914</u>
Annual surplus	<u>\$ (9,972)</u>	<u>\$ 2,365,715</u>	<u>\$ 2,355,743</u>

12. 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, 2022

13. 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.

14. Subsequent event

Subsequent to year end, the Municipality has entered into an agreement to sell its landfill operations to a third party that will close September 2022.

The Municipality of the District of Guysborough

Schedules to consolidated statement of operations

Year ended March 31

	2022		2021
	Budget (Note 12)	Actual	Actual
1. Taxes			
Assessable property			
Residential	\$ 2,192,270	\$ 2,185,165	\$ 2,000,497
Commercial	<u>1,831,648</u>	<u>1,836,723</u>	<u>1,830,694</u>
	<u>4,023,918</u>	<u>4,021,888</u>	<u>3,831,191</u>
Resource			
Taxable assessments	312,755	310,149	281,032
Forest property			
Less than 50,000 acres	29,729	29,861	29,944
50,000 acres or more	260	260	260
Farmland acreage tax	<u>11,520</u>	<u>12,897</u>	<u>13,016</u>
	<u>354,264</u>	<u>353,167</u>	<u>324,252</u>
Area rates			
Protective services	541,915	541,784	529,302
Transportation services	82,515	82,341	80,440
Pump house	<u>214</u>	<u>229</u>	<u>330</u>
	<u>624,704</u>	<u>624,354</u>	<u>610,072</u>
Business property			
Based on revenue (Bell-Aliant)	<u>45,000</u>	<u>36,733</u>	<u>37,534</u>
Other			
Deed transfer taxes	80,000	216,017	182,999
Wind farm	<u>95,332</u>	<u>95,332</u>	<u>94,388</u>
	<u>175,332</u>	<u>311,349</u>	<u>247,387</u>
Less: Education	<u>(1,167,900)</u>	<u>(1,167,663)</u>	<u>(1,298,008)</u>
	<u>\$ 4,055,318</u>	<u>\$ 4,179,828</u>	<u>\$ 3,752,428</u>

The Municipality of the District of Guysborough

Schedules to consolidated statement of operations

Year ended March 31

	<u>2022</u>		<u>2021</u>
	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
	(Note 12)		
2. Grants in lieu of taxes			
Federal government	\$ 53,517	\$ 50,764	\$ 49,881
Canada Post	2,031	38	2,031
Provincial government			
Crown timber	129,990	127,341	122,216
Property of supported institutions	80,976	93,822	79,598
Fire protection	16,059	7,811	15,734
Nova Scotia Power Inc.	130,000	134,770	136,281
Nova Scotia Liquor Commission	<u>6,185</u>	<u>6,185</u>	<u>6,551</u>
	<u>\$ 418,758</u>	<u>\$ 415,731</u>	<u>\$ 411,932</u>
3. Sale of services			
Sewer rates	<u>\$ 100,745</u>	<u>\$ 104,447</u>	<u>\$ 86,913</u>
Environmental health services			
Other municipal units	5,228,590	5,265,386	5,300,546
Other	<u>454,126</u>	<u>370,489</u>	<u>938,877</u>
	<u>5,682,716</u>	<u>6,235,875</u>	<u>6,239,423</u>
Recreation and cultural	<u>74,300</u>	<u>141,202</u>	<u>41,055</u>
Inspection and sub-division fees			
Other municipal units	<u>146,867</u>	<u>72,032</u>	<u>63,107</u>
Water	<u>380,621</u>	<u>344,965</u>	<u>388,327</u>
	<u>\$ 6,385,249</u>	<u>\$ 6,898,521</u>	<u>\$ 6,818,825</u>

The Municipality of the District of Guysborough

Schedules to consolidated statement of operations

Year ended March 31

	2022		2021
	Budget (Note 12)	Actual	Actual
4. Other revenue from own sources			
Licenses and permits	\$ 10,000	\$ 18,472	\$ 12,322
Fines	5,000	10,493	6,704
Interest on taxes	70,000	52,410	29,356
Miscellaneous	54,000	17,090	31,488
Interest on investments	12,000	22,792	19,311
Rent - office space	8,000	3,515	41,015
Wind turbines	3,367,000	3,295,278	3,451,525
Rent – Sable Wind	91,139	91,139	90,893
	<u>\$3,617,139</u>	<u>\$3,511,189</u>	<u>\$3,682,614</u>
5. Unconditional transfers from other governments			
Provincial government			
HST offset program	\$ 65,000	\$ 92,852	\$ 79,398
Unconditional funding	100,000	169,356	84,678
	<u>\$ 165,000</u>	<u>\$ 262,708</u>	<u>\$ 164,076</u>
6. Conditional transfers from other governments and agencies			
Federal government agencies			
Work projects	\$ 6,000	\$ -	\$ 16,516
Federal gas tax rebate	-	824,382	177,272
Other projects	50,000	51,875	39
	<u>56,000</u>	<u>876,257</u>	<u>193,827</u>
Provincial			
Nova Scotia Health Promotion - operating	25,000	25,000	25,000
Emergencies Measures Organization	2,500	2,419	2,447
Resource Recovery Fund Board	3,000	1,287	1,348
Resource Recovery Fund Board - ERSWMC	122,543	197,905	193,602
Covid Relief Funding	-	-	300,000
Socio-Economic Effects Management Plan	-	1,947	566
Before/After School Funding	32,000	57,602	-
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	918,000	79,652	1,266,509
	<u>1,146,043</u>	<u>385,812</u>	<u>2,057,748</u>
	<u>\$ 1,202,043</u>	<u>\$ 1,262,069</u>	<u>\$ 2,251,575</u>

The Municipality of the District of Guysborough

Schedules to consolidated statement of operations

Year ended March 31

	2022		2021
	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
	(Note 12)		
7. Infrastructure improvement expense			
Canso infrastructure expenses	\$ -	\$ 1,786	\$ -
8. General government services			
Legislative			
Warden stipend	\$ 41,288	\$ 41,382	\$ 40,914
Council stipend	164,465	160,619	162,980
Other legislative services	44,975	16,845	14,575
	<u>250,728</u>	<u>218,846</u>	<u>218,469</u>
General administrative			
Administrative	573,818	621,682	861,009
Financial management	363,895	400,509	438,462
Taxation - reduced taxes	83,726	78,839	78,217
- other	81,986	59,436	72,536
Assessment costs	168,047	168,047	174,370
	<u>1,271,472</u>	<u>1,328,513</u>	<u>1,624,594</u>
Municipal properties			
Common services	<u>1,504,826</u>	<u>1,103,794</u>	<u>944,574</u>
Amortization	-	160,890	161,791
Valuation allowance	<u>15,000</u>	-	(61,960)
Other general government services			
Grants to organizations and individuals	124,000	117,500	222,750
Insurance	56,275	58,604	52,527
Election	1,000	3,997	51,252
Dues	12,200	9,206	12,761
Other	199,300	185,202	28,142
	<u>392,775</u>	<u>374,509</u>	<u>367,432</u>
	<u>\$ 3,434,801</u>	<u>\$ 3,186,552</u>	<u>\$ 3,254,900</u>

The Municipality of the District of Guysborough

Schedules to consolidated statement of operations

Year ended March 31

	2022		2021
	Budget (Note 12)	Actual	Actual
9. Protection services			
Police protection	\$ 1,327,080	\$1,369,039	\$ 1,304,788
Law enforcement			
Transfer to correctional services	78,000	82,510	87,107
Prosecuting attorney	1,200	7,526	6,229
	<u>79,200</u>	<u>90,036</u>	<u>93,336</u>
Fire protection			
Community fire department			
Appropriation of levy	541,714	541,584	529,102
Grants	89,000	89,000	89,000
Fire dispatch	36,400	33,789	31,911
Fire service	32,500	8,185	2,812
Firemen's disability insurance	30,000	32,215	28,056
	<u>729,614</u>	<u>704,773</u>	<u>680,881</u>
Emergency measures			
Honorarium and other expenses	40,331	34,568	69,299
Amortization	-	8,216	10,404
Other			
By-law enforcement	27,100	23,739	22,342
Protective inspection - building	89,995	68,420	75,768
	<u>117,095</u>	<u>92,159</u>	<u>98,110</u>
	<u>\$ 2,293,320</u>	<u>\$2,298,791</u>	<u>\$ 2,256,818</u>
10. Transportation services			
Road transport			
Roads and streets	\$ 270,300	\$ 247,808	\$ 340,634
Amortization	-	99,251	148,860
Street lighting commissions			
Appropriation of levy	83,575	82,657	80,440
Grant	82,575	68,802	59,005
	<u>\$ 436,450</u>	<u>\$ 498,518</u>	<u>\$ 628,939</u>

The Municipality of the District of Guysborough

Schedules to consolidated statement of operations

Year ended March 31

	<u>2022</u>		<u>2021</u>
	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
	(Note 12)		
11. Environmental services			
Health services			
Solid waste collection and disposal			
Collection and recyclable disposal/trucking	\$ 409,741	\$ 405,410	\$ 338,968
Operations and maintenance	<u>2,072,827</u>	<u>2,629,363</u>	<u>2,396,534</u>
	<u>2,482,568</u>	<u>3,034,773</u>	<u>2,735,502</u>
Pollution and waste control			
Maintenance	173,817	154,771	154,767
Other	<u>13,000</u>	<u>14,000</u>	<u>14,000</u>
	<u>186,817</u>	<u>168,771</u>	<u>168,767</u>
Landfill closure and post closure	<u>636,400</u>	<u>531,532</u>	<u>(638,913)</u>
Amortization	<u>-</u>	<u>2,050,096</u>	<u>2,735,979</u>
Development services			
Planning, zoning and economic development	<u>2,601,715</u>	<u>2,505,683</u>	<u>2,467,044</u>
	<u>\$ 5,907,500</u>	<u>\$ 8,290,805</u>	<u>\$7,468,379</u>
12. Public health and welfare			
Social welfare			
Deficit of Regional Housing Authority	<u>\$ 114,000</u>	<u>\$ 117,306</u>	<u>\$ 85,102</u>

The Municipality of the District of Guysborough

Schedules to consolidated statement of operations

Year ended March 31

	<u>2022</u>		<u>2021</u>
	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
	(Note 12)		
13. Recreation and cultural services			
Recreation			
Administration	\$ 239,875	\$ 245,928	\$ 239,735
Programs	681,684	853,032	575,039
Grants	43,250	19,900	18,780
Community projects	<u>112,000</u>	<u>192,316</u>	<u>9,338</u>
	<u>1,076,809</u>	<u>1,311,176</u>	<u>842,892</u>
Cultural buildings and facilities			
Local library			
Operations	27,334	19,615	16,659
Regional	<u>36,000</u>	<u>33,753</u>	<u>33,754</u>
	<u>63,334</u>	<u>53,368</u>	<u>50,413</u>
Amortization	<u>-</u>	<u>556,799</u>	<u>621,630</u>
	<u>\$1,140,143</u>	<u>\$1,921,323</u>	<u>\$1,514,935</u>
14. Water operating			
Transmission and distribution	\$ 268,229	\$ 288,241	\$ 224,914
Administration	58,240	75,875	30,436
Amortization	<u>85,231</u>	<u>89,231</u>	<u>89,231</u>
	<u>\$ 415,700</u>	<u>\$ 453,347</u>	<u>\$ 344,581</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	2022	2021
Revenue			
Operating			
Metered and flat rate sales	\$ 379,821	\$ 343,165	\$ 387,527
Sprinkler service	800	1,600	800
Public fire protection	<u>64,462</u>	<u>64,662</u>	<u>64,462</u>
	<u>445,083</u>	<u>409,427</u>	<u>452,789</u>
Operating expenditures			
Source of supply (page 17)	27,719	26,626	26,284
Power and pumping (page 17)	49,726	60,604	39,560
Water treatment (page 17)	136,882	128,017	121,335
Transmission and distribution (page 17)	53,366	62,765	37,735
Administration (page 17)	71,245	88,880	40,388
Taxes	30,500	31,147	30,689
Depreciation	<u>89,231</u>	<u>89,231</u>	<u>89,231</u>
	<u>458,669</u>	<u>487,270</u>	<u>385,222</u>
Operating (loss) income	<u>(13,586)</u>	<u>(77,843)</u>	<u>67,567</u>
Non-operating revenue			
Interest earned	1,750	3,419	2,651
Miscellaneous	<u>2,400</u>	<u>2,250</u>	<u>2,050</u>
	<u>4,150</u>	<u>5,669</u>	<u>4,701</u>
Non-operating expenditures			
Bank charges and interest	<u>536</u>	<u>10,229</u>	<u>3,053</u>
Excess of (expenditures over revenue)			
Revenue over expenditures	<u>\$ (9,972)</u>	<u>(82,403)</u>	<u>69,215</u>
Surplus, beginning of year		<u>352,790</u>	<u>283,575</u>
Surplus, end of year		<u>\$ 270,387</u>	<u>\$ 352,790</u>

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

March 31	2022	2021
Financial assets		
Cash and cash equivalents	\$ 461,529	\$ 410,318
Receivables		
Rates (less allowance for doubtful accounts \$5,374)	93,379	90,088
Due from own funds and agencies		
General operating	<u>73,328</u>	<u>176,221</u>
Total financial assets	<u>\$ 628,236</u>	<u>\$ 676,627</u>
Financial liabilities		
Payables and accruals		
Trade	\$ 19,050	\$ 20,304
Customers' deposits	4,295	4,480
Due to own funds and agencies		
Water capital	<u>372,961</u>	<u>337,510</u>
Total financial liabilities	<u>396,306</u>	<u>362,294</u>
Net financial assets	<u>231,930</u>	<u>314,333</u>
Non-financial assets		
Inventory of supplies	<u>38,457</u>	<u>38,457</u>
Net assets	<u>\$ 270,387</u>	<u>\$ 352,790</u>
Surplus	<u>\$ 270,387</u>	<u>\$ 352,790</u>

Approved on behalf of the Municipality of the District of Guysborough

X

Warden

X

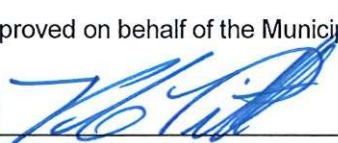
CAO

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

March 31	2022	2021
Financial assets		
Depreciation fund		
Cash and cash equivalents	\$ 847,801	\$ 845,796
Short term investments	10,870	10,870
Due from own fund and agencies – water operating	<u>372,961</u>	<u>337,510</u>
Total financial assets	<u>\$ 1,231,632</u>	<u>\$ 1,194,176</u>
Financial liabilities		
Payables and accruals		
Due to own funds and agencies		
General operating	<u>\$ 71,579</u>	<u>\$ 67,077</u>
Total financial liabilities	<u>71,579</u>	<u>67,077</u>
Net financial assets	<u>1,160,053</u>	<u>1,127,099</u>
Non-financial assets		
Utility plant and equipment net of accumulated amortization of \$1,601,691 (2021 - \$1,512,460)	<u>4,752,482</u>	<u>4,783,431</u>
Net assets	<u>\$ 5,912,535</u>	<u>\$ 5,910,530</u>
Investment in capital assets (page 16)	<u>\$ 5,912,535</u>	<u>\$ 5,910,530</u>

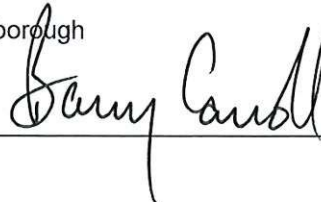
Approved on behalf of the Municipality of the District of Guysborough

X



Warden

X



CAO

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

March 31	2022	2021
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
Distribution reservoirs and stand pipes	4,501	-
Services	137,632	137,632
Meters	107,116	107,116
Hydrants	97,231	97,231
Office furniture and equipment	27,142	27,142
Tools and equipment	10,762	10,762
Transportation equipment	159,074	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>\$ 6,354,173</u>	<u>\$ 6,295,892</u>

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

(Unaudited – see advisory to readers)

Year ended March 31	2022	2021
Balance, beginning of year	\$ 5,910,530	\$ 5,908,099
Interest earned	<u>2,005</u>	<u>2,431</u>
Balance, end of year	<u>\$ 5,912,535</u>	<u>\$ 5,910,530</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	2022	2021
Source of supply			
Salaries and training	\$ 26,679	\$ 26,626	\$ 26,284
Other	<u>1,040</u>	<u>-</u>	<u>-</u>
	<u>\$ 27,719</u>	<u>\$ 26,626</u>	<u>\$ 26,284</u>
Power and pumping			
Power purchased	\$ 38,832	\$ 36,118	\$ 33,332
Supervision	5,100	5,000	5,000
Fuel	1,040	1,549	1,228
Maintenance	<u>4,754</u>	<u>17,937</u>	<u>-</u>
	<u>\$ 49,726</u>	<u>\$ 60,604</u>	<u>\$ 39,560</u>
Water treatment			
Chemicals	\$ 18,360	\$ 18,526	\$ 19,772
Maintenance	19,074	10,396	15,198
Salaries and training	85,435	91,322	82,185
Supplies	6,120	2,207	1,528
Other	<u>7,893</u>	<u>5,566</u>	<u>2,652</u>
	<u>\$ 136,882</u>	<u>\$ 128,017</u>	<u>\$ 121,335</u>
Transmission and distribution			
Maintenance	\$ 38,882	\$ 29,653	\$ 12,650
Other	<u>14,484</u>	<u>33,112</u>	<u>25,085</u>
	<u>\$ 53,366</u>	<u>\$ 62,765</u>	<u>\$ 37,735</u>
Administration			
Consumer accounting and collecting	\$ 750	\$ -	\$ -
Salaries	21,824	45,139	3,624
Professional fees	13,904	15,305	10,601
Administrative supplies and support services	450	97	319
Insurance	2,198	2,522	2,344
Regulatory expense	800	1,500	-
Rent	13,005	13,005	13,005
Other	<u>18,314</u>	<u>11,312</u>	<u>10,495</u>
	<u>\$ 71,245</u>	<u>\$ 88,880</u>	<u>\$ 40,388</u>