



Consolidated financial statements

The Municipality of the District of Guysborough

March 31, 2024

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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 17, 2024

Independent auditor's report

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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 "Municipality"), which comprise the consolidated statement of financial position as at March 31, 2024, 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, 2024, 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 Municipality 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 30 to 34 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 Municipality'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 Municipality or to cease operations, or has no realistic alternative to do so.

Those charged with governance are responsible for overseeing the Municipality'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 Municipality'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 Municipality'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 Municipality 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 Municipality 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.

Sydney, Canada
July 17, 2024

Grant Thornton LLP
Chartered Professional Accountants

The Municipality of the District of Guysborough

Consolidated statement of operations

Year ended March 31

2024

2023

	<u>Page</u>	<u>Budget</u> <u>(Note 18)</u>	<u>Actual</u>	<u>Actual</u>
Revenue				
Taxes	23	\$ 4,673,482	\$ 4,734,490	\$ 4,438,045
Grants in lieu of taxes	24	505,093	561,400	508,742
Sale of services	24	1,098,164	1,011,008	634,827
Other revenue from own sources	25	5,112,074	6,118,877	3,859,359
Unconditional transfers from other governments	25	213,000	114,842	150,841
Conditional transfers from other governments and agencies	25	4,806,364	4,144,358	395,825
Interest and investment income		28,150	70,515	448,643
Other		<u>250,000</u>	<u>250,000</u>	<u>250,000</u>
		<u>16,686,327</u>	<u>17,005,490</u>	<u>10,686,282</u>
Expenses				
General government services	26	1,912,132	2,894,301	3,254,875
Protection services	27	2,686,820	2,681,214	2,501,322
Transportation services	27	495,343	408,326	304,194
Environmental services	28	5,051,671	5,921,587	5,164,942
Rest Home - interest		-	136,020	43,954
Public health and welfare	28	114,000	97,554	114,000
Recreation and cultural services	29	1,687,794	2,581,376	1,779,561
Water operations	29	445,251	429,351	434,515
Infrastructure improvement expense	26	-	3,233	8,194
		<u>12,393,011</u>	<u>15,152,962</u>	<u>13,605,557</u>
Annual surplus (deficit) from continuing operations		<u>4,293,316</u>	<u>1,852,528</u>	<u>(2,919,275)</u>
Discontinued operations (Note 16)				
Revenue				
Landfill operations		-	-	17,227,875
Expenditures				
Landfill operations		-	-	1,435,278
Excess revenue over expenses of discontinuing operations		-	-	<u>15,792,597</u>
Annual surplus		<u>\$ 4,293,316</u>	<u>\$ 1,852,528</u>	<u>\$ 12,873,322</u>
<hr/>				
Accumulated surplus, beginning of year			\$ 79,433,068	\$ 66,559,746
Annual surplus			<u>1,852,528</u>	<u>12,873,322</u>
Accumulated surplus, end of year			<u>\$ 81,285,596</u>	<u>\$ 79,433,068</u>

The Municipality of the District of Guysborough

Consolidated statement of remeasurement gains and losses

March 31

2024

2023

Accumulated remeasurement gains, beginning of year	<u>\$ 1,050,885</u>	\$ -
Unrealized gains attributable to:		
Portfolio investments	<u>683,592</u>	<u>1,061,076</u>
Amounts reclassified to the statement of operations		
Portfolio investments	<u>-</u>	<u>(10,191)</u>
Accumulated remeasurement gains, end of year	<u>\$ 1,734,477</u>	<u>\$ 1,050,885</u>

The Municipality of the District of Guysborough

Consolidated statement of changes in net financial assets

Year ended March 31	Budget (Note 18)	2024	2023
Annual surplus	\$ 4,293,316	\$ 1,852,528	\$ 12,873,322
Acquisition of tangible capital assets	(8,776,323)	(7,922,214)	(1,358,664)
Amortization of tangible capital assets	89,231	2,167,132	2,032,111
Proceeds on disposal of tangible capital assets	-	-	22,123,427
Remeasurement gain	-	683,592	1,050,885
Asset retirement obligation	-	-	(1,159,606)
Gain on disposal of tangible capital asset	-	-	(10,882,105)
	<u>(8,687,092)</u>	<u>(5,071,490)</u>	<u>11,806,048</u>
Other items	-	207,529	(63,439)
Change in net financial assets	<u>\$ (4,393,776)</u>	<u>(3,011,433)</u>	24,615,931
Net financial assets, beginning of year		<u>37,965,075</u>	<u>13,349,144</u>
Net financial assets, end of year		<u>\$ 34,953,642</u>	<u>\$ 37,965,075</u>

The Municipality of the District of Guysborough

Consolidated statement of cash flows

Year ended March 31

2024

2023

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

Operating activities

Annual surplus	\$ 1,852,528	\$ 12,873,322
Remeasurement gain	683,592	1,050,885
Amortization	2,167,132	2,032,111
Accretion	41,863	40,452
Gain on disposal of tangible capital asset	-	(10,882,105)
Amortization of discount on debenture	5,597	16,791
	<u>4,750,712</u>	<u>5,131,456</u>

Changes in non-cash working capital

Taxes, rates and interest receivable	(159,525)	49,570
Other receivables	(418,566)	677,028
Payables and accruals	98,264	1,065,690
Tax sale surplus	(12,369)	(175,805)
Deferred revenue, deposits and prepayment of taxes	1,362,466	781,637
Prepays and other non-financial assets	207,529	(63,444)
	<u>5,828,511</u>	<u>7,466,132</u>

Investing activities

Purchase of investments	<u>(1,174,493)</u>	<u>(31,413,184)</u>
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Financing activities

Repayment of long-term debt	(982,106)	(1,006,329)
Closure and post closure liability for landfill	-	(4,843,070)
	<u>(982,106)</u>	<u>(5,849,399)</u>

Capital

Acquisition of tangible capital assets	(7,922,214)	(1,358,664)
Proceeds on disposal of tangible capital assets	-	22,123,432
	<u>(7,922,214)</u>	<u>20,764,768</u>

Net decrease in cash and cash equivalents

(4,250,302) (9,031,683)

Cash and cash equivalents

Beginning of year	<u>18,115,516</u>	<u>27,147,199</u>
End of year	<u>\$ 13,765,214</u>	<u>\$ 18,115,516</u>

Cash and cash equivalents is comprised of:

Unrestricted	\$ 13,701,778	\$ 17,939,711
Restricted	<u>163,436</u>	<u>175,805</u>

End of year

\$ 13,765,214 \$ 18,115,516

The Municipality of the District of Guysborough

Consolidated schedule of tangible capital assets

Year ended March 31, 2024

	<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>Vehicles</u>	<u>Roads</u>
Cost:								
Balance, beginning of year	\$ 5,091,029	\$ 16,157,732	\$ 4,441,352	\$ 15,686,726	\$ 817,475	\$ 259,156	\$ 1,644,042	\$ 715,879
Acquisition of tangible capital assets	70,000	1,717,621	233,646	96,164	4,928,383	6,455	55,188	81,809
Transfers	-	-	-	-	-	-	-	-
Asset retirement obligation	-	-	-	-	-	-	-	-
Disposals during the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Balance, end of year	<u>5,161,029</u>	<u>17,875,353</u>	<u>4,674,998</u>	<u>15,782,890</u>	<u>5,745,858</u>	<u>265,611</u>	<u>1,699,230</u>	<u>797,688</u>
Accumulated amortization:								
Balance, beginning of year	-	3,179,024	2,939,029	5,991,921	536,701	154,184	1,362,168	241,086
Annual amortization	-	517,501	280,398	272,312	30,246	18,390	115,930	28,635
Amortization on disposals	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Balance, end of year	<u>-</u>	<u>3,696,525</u>	<u>3,219,490</u>	<u>6,264,233</u>	<u>566,947</u>	<u>172,574</u>	<u>1,478,098</u>	<u>269,721</u>
Net book value of tangible capital assets	<u>\$</u>	<u>\$ 14,178,828</u>	<u>\$ 1,455,508</u>	<u>\$ 9,518,657</u>	<u>\$ 5,178,911</u>	<u>\$ 93,037</u>	<u>\$ 221,132</u>	<u>\$ 527,967</u>
2023 net book value of tangible Tangible capital assets	<u>\$ 5,091,029</u>	<u>\$ 12,978,708</u>	<u>\$ 1,502,260</u>	<u>\$ 9,694,805</u>	<u>\$ 280,774</u>	<u>\$ 104,972</u>	<u>\$ 281,874</u>	<u>\$ 474,793</u>

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

Year ended March 31, 2024

	Wharves and Canals	Land Improvements	Wind Turbines	Office Furnishings	Office Equipment	Vehicles	Construction in Progress	2024 <u>Total</u>	2023 <u>Total</u>
Cost:									
Balance, beginning of year	\$ 180,137	\$ 1,104,233	\$16,859,653	\$ 44,471	\$ 359,422	\$ 1,644,042	\$ 1,074,257	\$ 64,435,564	\$ 95,144,870
Acquisition of tangible capital assets	-	16,318	-	-	1,533	55,188	715,097	7,922,214	1,358,664
Transfers	855,848	-	-	-	-	-	(855,848)	-	-
Asset retirement obligation	-	-	-	-	-	-	-	-	1,159,606
Disposals during the year	-	-	-	-	-	-	-	-	(33,227,576)
Balance, end of year	<u>1,035,985</u>	<u>1,120,551</u>	<u>16,859,653</u>	<u>44,471</u>	<u>360,955</u>	<u>1,699,230</u>	<u>9,33,506</u>	<u>72,357,778</u>	<u>64,435,564</u>
Accumulated amortization:									
Balance, beginning of year	63,719	1,021,238	6,574,525	44,471	344,319	1,362,168	-	22,452,448	42,406,586
Annual amortization	7,205	5,110	883,256	-	8,149	115,930	-	2,167,132	2,032,111
Amortization on disposals	-	-	-	-	-	-	-	-	(21,986,249)
Balance, end of year	<u>70,924</u>	<u>1,026,348</u>	<u>7,457,781</u>	<u>44,471</u>	<u>352,468</u>	<u>1,478,098</u>	<u>-</u>	<u>24,619,580</u>	<u>22,452,448</u>
Net book value of tangible capital assets	<u>\$ 965,061</u>	<u>\$ 94,203</u>	<u>\$ 9,401,872</u>	<u>\$ -</u>	<u>\$ 8,487</u>	<u>\$ 221,132</u>	<u>\$ 1,74,257</u>	<u>\$ 47,738,198</u>	<u>\$ 41,983,116</u>
2023 net book value of tangible capital assets	<u>\$ 116,418</u>	<u>\$ 83,995</u>	<u>\$10,285,128</u>	<u>\$ -</u>	<u>\$ 15,103</u>	<u>\$ 281,874</u>	<u>\$ 1,074,257</u>		

The Municipality of the District of Guysborough

Notes to the consolidated financial statements

March 31, 2024

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.

Revenues earned from transactions with performance obligations include sale of services and other revenue from own source and are recognized when the performance obligation is satisfied by providing the promised goods and/or services to the payor. Revenue from transactions with no performance obligations, if any, are recognized when a public sector entity has the authority to claim or retain the revenue and identifies a past transaction or event that gives rise to an asset.

(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.

The Municipality of the District of Guysborough

Notes to the consolidated financial statements

March 31, 2024

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

(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
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
Streetlamps	25
Wharves and canals	25
Wind turbines	20

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.

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.

(j) Asset retirement obligation

An asset retirement obligation is recognized when, as at the financial reporting date, all of the following criteria are met:

- a) There is a legal obligation to incur retirement costs in relation to a tangible capital asset;
- b) The part transaction or event giving rise to the liability has occurred;
- c) Is it expected that future economic benefits will be given up;
- d) A reasonable estimate of the amount can be made.

The liability is measured at the Municipality's best estimate of the amount required to retire a tangible capital asset (or a component thereof) at the financial statement date. The estimate includes costs directly attributable to the asset retirement activities. The costs also include post retirement operation, maintenance and monitoring that are an integral part of the retirement of the tangible capital asset and the costs of tangible capital assets acquired as part of asset retirement activities to the extent those assets have no alternative use.

Upon initial recognition of the liability for an asset retirement obligation, the carrying amount of the corresponding tangible capital asset (or component thereof) is increased by the same amount. The capitalized asset retirement cost is expensed in a rational and systematic manner over the useful life of the tangible capital asset (or a component thereof). For

The Municipality of the District of Guysborough

Notes to the consolidated financial statements

March 31, 2024

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

(j) Asset retirement obligation (cont'd)

obligations for which there is no tangible capital asset recognized or for tangible capital assets that are no longer in productive use, the asset retirement costs are expensed immediately. Subsequently, the liability is reviewed at each financial statement reporting date and adjusted for (1) changes as a result of the passage of time with corresponding accretion expense and (2) adjusted for any revisions to the timing, amount of the original estimate of undiscounted cash flows, or the discount rate. Adjustments to the liability as a result of revisions to the timing, amount of the estimate of undiscounted cash flows or the discount rate are adjusted to the cost of the related tangible capital asset and the revised carrying amount of the related tangible capital asset is amortized except for adjustments related to tangible capital assets that are not recognized or no longer in productive use, which are expensed in the period they are incurred.

The asset retirement costs are amortized in accordance with the amortization accounting policies described above.

(k) 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.

The Municipality of the District of Guysborough

Notes to the consolidated financial statements

March 31, 2024

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

(k) Cash and cash equivalents

Cash and cash equivalents includes internally designated cash of \$11,600,961 (2023 - \$11,285,495). These totals include cash on hand and balances with banks.

(l) Financial instruments

The Municipality's financial instruments consist of cash and cash equivalents, receivables, payables and accruals, deferred revenue and long-term debt and are carried at cost which approximates their fair value.

Initial measurement

Financial instruments are measured at fair value when issued or acquired. For financial instruments subsequently measured at cost or amortized cost, fair value is adjusted by the amount of the related financing fees and transaction costs. Transaction costs and financing fees relating to financial instruments that are measured subsequently at fair value are recognized in operations in the year in which they are incurred. Financial instruments consist of receivables, accounts payable and accrued liabilities, and long-term debt.

Subsequent measurement

At each reporting date, the Municipality measures its financial assets and liabilities at cost or amortized cost (less impairment in the case of financial assets), except for investments, which must be measured at fair value. The Municipality uses the effective interest rate method to amortize any premiums, discounts, transaction fees and financing fees to the statement of revenues and expenses. The financial instruments measured at amortized cost are receivables, accounts payable and accrued liabilities, and long-term debt. For financial assets measured at cost or amortized cost, the Municipality regularly assesses whether there are any indications of impairment. If there is an indication of impairment, and the Municipality determines that there is a significant adverse change in the expected timing or amount of future cash flows from the financial asset, it recognizes an impairment loss in the statement of operations. Any reversals of previously recognized impairment losses are recognized in operations in the year the reversal occurs.

(m) Budget figures

The budget figures contained in these consolidated financial statements were approved by Council on March 15, 2023 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 17 outlines the original fiscal plan and the adjustments made to come to the budget figures shown in these consolidated financial statements.

(n) Liability for contaminated sites

Contaminated sites are a result of contamination being introduced into the air, soil, water or sediment of a chemical, organic or radioactive material or live organism that exceeds an environmental standard. The liability would be recorded net of any expected recoveries. A liability for remediation of contaminated sites would be recognized when all the following criteria are met:

- i. an environmental standard exists;
- ii. contamination exceeds the environmental standard;
- iii. The Municipality of the District of Guysborough:
 - a) is directly responsible; or
 - b) accepts responsibility; and
- iv. a reasonable estimate of the amount can be made.

As at March 31, 2024, there are no known contaminated sites identified.

2. Change in accounting policy

Effective April 1, 2023, the Municipality adopted new Public Sector Accounting Standards Section PS 3400 Revenues. New Section PS 3400 Revenue establishes standards on how to account for and report on revenue. It does not apply to revenues for which specific standards already exist, such as government transfers, tax revenue or restricted revenues. The section distinguishes between revenue that arises from transactions that include performance obligations (i.e.,

The Municipality of the District of Guysborough

Notes to the consolidated financial statements

March 31, 2024

2. Change in accounting policy (cont'd)

exchange transactions) and transactions that do not have performance obligations (i.e., non-exchange transactions). Revenue from transactions with performance obligations will be recognized when (or as) the performance obligation is satisfied by providing the promised goods or services to the payor. Revenue from transactions with no performance obligations will be recognized when a public sector entity has the authority to claim or retain the revenue and identifies a past transaction or event that gives rise to an asset. The adoption of this new standard did not have a significant impact on the financial results of the Municipality.

3. Taxes, rates and interest receivables

	<u>2024</u>	<u>2023</u>
Interest receivables	\$ 314,210	\$ 222,775
Sewer receivables	7,313	7,540
Tax receivables	498,273	469,664
Water receivables	<u>98,493</u>	<u>95,026</u>
	918,289	795,005
Less: valuation allowances	<u>(497,929)</u>	<u>(534,170)</u>
	<u>\$ 420,360</u>	<u>\$ 260,835</u>

4. Other receivables

	<u>2024</u>	<u>2023</u>
Government receivables	\$ 671,191	\$ 447,462
Interest accrual	668,983	785,953
Other receivables	<u>311,807</u>	<u>-</u>
	1,651,981	1,233,415
Less: valuation allowances	<u>(177,602)</u>	<u>(177,602)</u>
	<u>\$ 1,474,379</u>	<u>\$ 1,055,813</u>

5. Investments

	<u>2024</u>	<u>2023</u>
Cost	<u>\$ 30,878,391</u>	<u>\$ 30,373,862</u>
Fair market value	<u>\$ 32,612,868</u>	<u>\$ 31,424,747</u>

6. Payables and accruals

	<u>2024</u>	<u>2023</u>
Trade payables	\$ 2,259,891	\$ 2,173,103
Special commissions payables	131,884	106,274
Interest accrual	67,046	67,046
Payroll accrual	86,001	113,619
Sick leave accrual (Note 15)	219,400	211,500
Vacation accrual	<u>160,568</u>	<u>154,984</u>
	<u>\$ 2,924,790</u>	<u>\$ 2,826,526</u>

The Municipality of the District of Guysborough

Notes to the consolidated financial statements

March 31, 2024

7. Deferred revenue

Deferred revenue is comprised of deferred gas tax revenue and funding restricted for specific projects. The breakdown of the deferred revenue that is reported on the consolidated statement of financial position is as follows:

	<u>2024</u>	<u>2023</u>
Balance, beginning of year	\$ 1,890,208	\$ 1,117,703
Revenue		
Gas tax grant received and interest earned	418,838	400,668
Sustainable services growth funding received	-	471,837
Canso fitness 2024-25 funding received	700,000	-
Cutler's brook 2024-25 funding received	498,675	-
Wind grant 2024-25 funding received	266,666	-
Hurricane Fiona 2024-25 funding received	31,933	-
Expenditure		
Gas tax grant spent	(81,809)	(100,000)
Sustainable services growth funding spent	(471,837)	(100,000)
Balance, end of year	<u>\$ 3,252,674</u>	<u>\$ 1,890,208</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 of 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. All other funding listed above is required to be spent on certain eligible projects in accordance with their agreements.

8. Long-term debt

	<u>2024</u>	<u>2023</u>
Milford Haven Corporation		
4.388% - 5.644% rest home debenture maturing in fiscal 2025, repayable in yearly principal payments of \$127,900.	\$ 128,800	\$ 256,700
1.052% - 3.449% debenture maturing in fiscal 2031, repayable in yearly principal payments of \$15,084, interest payable semi-annually.	105,572	120,662
Term loan with a 3.95% interest rate, repaid during the year.	-	4,864
Canso Seaside Manor		
4.329% - 4.939% rest home debenture maturing in fiscal 2025, repayable in yearly principal payments of \$40,135.	40,136	80,271
1.093% - 3.073% debenture maturing in fiscal 2028, repayable in yearly principal payments of \$17,500 interest payable semi-annually.	70,000	87,500
Municipality of the District of Guysborough		
2.573% - 3.449% debenture maturing in fiscal 2031, repayable in yearly principal payments of \$764,950, interest payable semi-annually.	5,354,654	6,119,604
4.844% - 4.939% debenture maturing in fiscal 2025, repayable in yearly principal payments of \$11,667, interest payable semi-annually.	<u>11,662</u>	<u>23,329</u>

The Municipality of the District of Guysborough

Notes to the consolidated financial statements

March 31, 2024

8. Long term debt (cont'd)

Total	5,710,824	6,692,930
Less debenture discount	<u>39,177</u>	<u>44,774</u>
	\$ 5,671,647	\$ 6,648,156

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

2025	\$ 919,601
2026	\$ 780,034
2027	\$ 780,034
2028	\$ 780,034
2029	\$ 780,034

9. Asset retirement obligation

The Municipality's asset retirement obligation consists of the liability for the closure and remediation of contaminants present within the buildings owned by the Municipality and decommissioning and restoration of their wind turbines sites. These contaminants represent a health hazard upon demolition and therefore there is a legal obligation for removal of these contaminants on decommissioning. Following the adoption of PS 3280 - Asset retirement obligations, the Town recognized an obligation relating to this decommissioning and remediation of contaminants as estimated as at April 1, 2022. These buildings have expected useful lives ranging from 10 to 40 years with wind turbines having expected useful life of 20 years. Estimated costs have been discounted to the present value using discount rates ranging from 3.3% to 3.4% per annum.

Changes to the asset retirement obligation in the year are as follow:

	<u>2024</u>	<u>2023</u>
Opening balance	\$ 1,200,058	\$ -
Liability recognized on adoption of PS 3280	-	1,159,606
Settlement	-	-
Accretion expense	<u>41,863</u>	<u>40,452</u>
Balance, end of year	\$ 1,241,921	\$ 1,200,058

10. Contingencies

- a) 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.
- b) 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>
Milford Haven Fire Department	\$ 186,270
Chedabucto Fire Department	\$ 400,000

The Municipality of the District of Guysborough

Notes to the consolidated financial statements

March 31, 2024

11. Rate of return on rate base

For the year ended March 31, 2024, the Canso-Hazel Hill Water Utility had a rate of return on rate base of 0.00% (2023 – (0.81%)).

12. 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 \$97,554 (2023 - \$114,000) for its share of deficits of the Housing Authority in the District of Guysborough in 2024.

Eastern Counties Regional Library

During 2023-2024, the Municipality of the District of Guysborough paid \$40,700 (2023 - \$40,700) to the Regional Library.

13. 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	\$ 46,571	\$3,163
Dave Hanhams	Councillor	25,873	841
Neil DeCoff	Councillor	25,873	2,189
Janet Peitzsche	Deputy Warden	30,272	4,347
Mary Desmond	Councillor	25,873	665
Paul Long	Councillor	25,873	304
Hudson MacLeod	Councillor	25,873	1,748
Fin Armsworthy	Councillor	25,873	3,558
Barry Carroll	Chief Administrative Officer	171,735	3,475

14. 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 \$202,745 (2023 - \$195,609).

The Municipality of the District of Guysborough

Notes to the consolidated financial statements

March 31, 2024

15. Sick time benefit liability

Section 3255 of the CPA Canada Public Sector Accounting Handbook requires that a liability and expense be recorded for compensated absences that are both accumulating and no-vesting as well as vesting and accumulating. The valuation of the non-vesting accumulating sick leave benefits provided to employee of the Municipality as completed as at March 31, 2022. The fiscal 2024 amounts were projected from the March 31, 2022 valuation.

Actuarial Method:

The actuarial cost method used was the "Projected Unit Credit" method (also known as the "Projected Accrued Benefit" method) pro - rated on service.

Components of benefit expense under PS3255:

	<u>2024</u>	<u>2023</u>
Current period benefit expense	\$ 27,700	\$ 26,100
Prior period amendment	-	77,600
Interest expense	7,800	8,900
Amortization of gains and losses	1,000	1,000
Benefit expense	<u>\$ 36,500</u>	<u>\$ 113,600</u>

Accrued benefit liability on the consolidated statement of financial position:

	<u>2024</u>	<u>2023</u>
Balance, beginning of year	\$ 211,500	\$ 284,100
Benefit expense	36,500	113,600
Municipal contribution	<u>(28,600)</u>	<u>(186,200)</u>
Balance, end of year	<u>\$ 219,400</u>	<u>\$ 211,500</u>

Assumptions:

Discount rate:	3.5% per annum
Salary increases:	2.0% per annum
Mortality:	100% of CPM-2014 Public with future mortality improvements according to scale CPM-B and MI-2017
Withdrawal prior to retirement:	Nil
Retirement age:	End of the year in which age 62 - 63 is attained
Excess sick leave utilization:	Probability of usage and average number of sick leave bank days used

Plan Provisions:

The Municipality provides eligible employees with sick leave that accumulates at 18 days per year (1.5 days per month) up to a maximum of 150 days. If an employee is sick more than 30 days in a year, they can draw on their accumulated sick leave. No benefit in respect of accumulated sick leave is payable upon termination, retirement, or death.

16. Discontinued operations

Effective September 1, 2022, the Municipality of the District of Guysborough sold specific assets, including all inventory, contracts, intellectual property, tangible personal property, real property, permits, their solid waste processing and disposal facility, all goodwill and the going concern value of and transfer of its undertaking to GFL Environment Inc. ("GFL") in accordance with the terms of agreement of the purchase and sale. "GFL" 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.

The Municipality of the District of Guysborough

Notes to the consolidated financial statements

March 31, 2024

17. Segment information

	General Government <u>Services</u>	Protection <u>Services</u>	Transportation <u>Services</u>	Environmental <u>Services</u>	Rest Home <u>Operations</u>	Water <u>Operations</u>
Revenues						
Taxes	\$ 3,916,594	\$ 623,532	\$ 96,895	\$ 97,469	\$ -	\$ -
Grants in lieu of taxes	556,010	5,390	-	-	-	-
Sale of services	-	24,907	-	550,167	-	374,637
Other revenue from own sources	2,561,123	7,215	-	3,507,972	42,567	-
Unconditional transfers from other governments	114,842	-	-	-	-	-
Conditional transfers from other governments and agencies	-	2,377	-	4,093,781	-	-
Interest	26,982	-	-	-	-	43,533
Other	-	-	-	250,000	-	-
	<u>7,175,551</u>	<u>663,423</u>	<u>96,895</u>	<u>8,499,391</u>	<u>-</u>	<u>418,170</u>
Expenditures						
Salaries and benefits	2,041,413	102,715	-	827,005	-	143,407
Goods and services and other	666,197	2,571,820	349,445	3,676,867	-	194,195
Amortization	183,352	6,679	58,881	1,213,399	-	91,159
Accretion	2,198	-	-	17,507	-	593
Interest	1,141	-	-	186,809	136,020	-
	<u>2,894,301</u>	<u>2,681,214</u>	<u>408,326</u>	<u>5,921,587</u>	<u>136,020</u>	<u>429,351</u>
Annual (deficit) surplus	<u>\$ 4,281,251</u>	<u>\$ (2,017,791)</u>	<u>\$ (311,432)</u>	<u>\$ 2,577,803</u>	<u>\$ (93,454)</u>	<u>\$ (11,181)</u>
Discontinued operations						
Revenues						
Sale of services	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Gain on disposal of tangible capital assets	-	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Expenditures						
Salaries and benefits	-	-	-	-	-	-
Goods and services and other	-	-	-	-	-	-
Amortization	-	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Annual surplus	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

The Municipality of the District of Guysborough

Notes to the consolidated financial statements

March 31, 2024

17. Segment information (continued)

	<u>Infrastructure</u>	<u>Public Health and Welfare</u>	<u>Recreation and Cultural Services</u>	<u>2024</u>	<u>2023</u>
Revenues					
Taxes	\$ -	\$ -	\$ -	\$ 4,734,490	\$ 4,438,045
Grants in lieu of taxes	-	-	-	561,400	805,742
Sale of services and rest home operations	-	-	61,297	1,011,008	634,827
Other revenue from own sources	-	-	-	6,118,877	3,859,359
Unconditional transfers from other governments	-	-	-	114,842	150,841
Conditional transfers from other governments and agencies	-	-	48,200	4,144,358	395,825
Interest	-	-	-	70,515	448,643
Other	-	-	-	250,000	250,000
	<u>-</u>	<u>-</u>	<u>109,497</u>	<u>17,005,490</u>	<u>10,686,282</u>
Expenditures					
Salaries and benefits	-	-	612,507	3,727,047	3,841,860
Goods and services and other	3,233	97,554	1,334,055	8,893,362	7,429,979
Amortization	-	-	613,249	2,166,719	2,032,111
Accretion	-	-	21,565	41,863	40,452
Interest	-	-	-	323,970	261,155
	<u>3,233</u>	<u>97,554</u>	<u>2,581,376</u>	<u>15,152,962</u>	<u>13,605,557</u>
Annual surplus	<u>\$ (3,233)</u>	<u>\$ (97,554)</u>	<u>\$ (2,471,880)</u>	<u>\$ 1,852,528</u>	<u>\$ (2,919,275)</u>
Discontinued operations					
Revenues					
Sale of services	\$ -	\$ -	\$ -	\$ -	\$ 6,345,770
Gain on disposal of tangible capital assets	-	-	-	-	10,882,105
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>17,227,875</u>
Expenditures					
Salaries and benefits	-	-	-	-	395,208
Goods and services and other	-	-	-	-	1,040,070
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,435,278</u>
Annual surplus	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 12,873,322</u>

The Municipality of the District of Guysborough

Notes to the consolidated financial statements

March 31, 2024

18. 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 <u>Fiscal Plan</u>	<u>Adjustments</u>	Fiscal Plan Per Financial <u>Statements</u>
Revenue			
Taxes	\$ 5,948,232	\$ (1,274,780)	\$ 4,673,482
Grants in lieu of taxes	505,093	-	505,093
Sales of services	1,162,626	(64,462)	1,098,164
Other revenue from own sources	5,375,379	(263,305)	5,112,074
Unconditional transfers from other governments	213,000	-	213,000
Conditional transfers from other governments and agencies	4,806,364	-	4,806,364
Interest	28,150	-	28,150
Other	<u>-</u>	<u>250,000</u>	<u>250,000</u>
	<u>18,038,844</u>	<u>(1,352,517)</u>	<u>16,686,327</u>
Expense			
General government services	1,912,132	-	1,912,132
Protection services	2,751,282	(64,462)	2,686,820
Transportation services	495,343	-	495,343
Environmental services	5,816,621	(764,950)	5,051,671
Public health and welfare services	114,000	-	114,000
Recreational and cultural services	2,930,544	(1,242,750)	1,687,794
Water operations	490,556	(45,305)	445,251
Infrastructure improvement	<u>-</u>	<u>-</u>	<u>-</u>
	<u>14,510,478</u>	<u>(2,117,467)</u>	<u>12,393,011</u>
Annual surplus	<u>\$ 3,528,366</u>	<u>\$ 764,950</u>	<u>\$ 4,293,316</u>

19. Comparative figures

Certain of the 2023 figures have been reclassified to conform with financial statement presentation adopted for 2024.

SUPPLEMENTARY INFORMATION

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

Year ended March 31

	2024		2023
	<u>Budget</u> (Note 18)	<u>Actual</u>	<u>Actual</u>
1. Taxes			
Assessable property			
Residential	\$ 2,617,117	\$ 2,613,345	\$ 2,330,663
Commercial	<u>1,906,234</u>	<u>1,900,314</u>	<u>1,823,119</u>
	<u>4,523,351</u>	<u>4,513,659</u>	<u>4,153,782</u>
Resource			
Taxable assessments	358,576	358,781	318,488
Forest property			
Less than 50,000 acres	29,558	29,576	29,692
50,000 acres or more	260	260	260
Farmland acreage tax	<u>14,288</u>	<u>14,598</u>	<u>13,533</u>
	<u>402,682</u>	<u>403,215</u>	<u>361,973</u>
Area rates			
Protective services	629,523	623,532	568,227
Transportation services	97,251	96,895	83,593
Pump house	214	222	436
	<u>726,988</u>	<u>720,649</u>	<u>652,256</u>
Business property			
Based on revenue (Bell-Aliant)	<u>45,000</u>	<u>39,303</u>	<u>36,129</u>
Other			
Deed transfer taxes	120,000	202,711	313,260
Wind farm	<u>98,211</u>	<u>97,248</u>	<u>96,285</u>
	<u>218,211</u>	<u>299,958</u>	<u>409,545</u>
Less: Education	(1,242,750)	(1,242,295)	(1,175,640)
	<u>\$ 4,673,482</u>	<u>\$ 4,734,490</u>	<u>\$ 4,438,045</u>

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

Year ended March 31

	2024		2023
	Budget (Note 18)	Actual	Actual
2. Grants in lieu of taxes			
Federal government	\$ 51,058	\$ 53,645	\$ 50,584
Canada Post	2,093	2,496	2,254
Provincial government			
Crown timber	122,341	125,399	122,341
Property of supported institutions	80,782	100,308	93,326
Fire protection	15,950	5,390	7,954
Nova Scotia Power Inc.	226,391	267,679	226,391
Nova Scotia Liquor Commission	6,478	6,483	5,892
	\$ 505,093	\$ 561,400	\$ 508,742
3. Sale of services			
Sewer rates	\$ 104,762	\$ 109,780	\$ 106,339
Environmental health services			
Other	300,000	312,041	-
	300,000	312,041	-
Recreation and cultural	110,000	135,056	97,109
Services provided to other Governments			
Other municipal units	193,654	79,493	75,435
Water	389,748	374,638	355,944
	\$ 1,098,164	\$ 1,011,008	\$ 634,827

The Municipality of the District of Guysborough

Schedules to consolidated statement of operations

Year ended March 31

	2024		2023
	Budget (Note 18)	Actual	Actual
4. Other revenue from own sources			
Licenses and permits	\$ 10,000	\$ 14,640	\$ 16,283
Fines	5,000	10,463	11,220
Interest on taxes	70,000	84,075	95,898
Miscellaneous	4,000	229,565	90,127
Interest on investments	1,625,000	2,463,294	356,943
Rent – office space	7,300	3,515	3,515
Wind turbines	3,299,274	3,226,801	3,195,758
Rent – Sable Wind	91,500	86,524	89,615
	<u>\$ 5,112,074</u>	<u>\$ 6,118,877</u>	<u>\$ 3,859,359</u>
5. Unconditional transfers from other governments			
Provincial government			
HST offset program	\$ 65,000	\$ 30,164	\$ 66,163
Unconditional funding	148,000	84,678	84,678
	<u>\$ 213,000</u>	<u>\$ 114,842</u>	<u>\$ 150,841</u>
6. Conditional transfers from other governments and agencies			
Federal government agencies			
Work projects	\$ 16,000	\$ -	\$ 18,350
Other projects	1,264,391	643,760	64,718
Federal gas tax rebate	-	81,809	100,000
	<u>1,280,391</u>	<u>725,569</u>	<u>183,068</u>
Provincial			
Nova Scotia Health Promotion – operating	25,000	25,000	25,000
Emergencies Measures Organization	2,500	2,377	2,471
Resource Recovery Fund Board	3,000	-	464
Resource Recovery Fund Board - ERSWMC	124,543	170,385	153,947
Socio-Economic Effects Management Plan	-	3,977	3,535
Before/After School Funding	32,000	-	-
Strait Regional School Board	5,000	-	5,000
Department of Community Service/Recreation	20,000	20,000	20,000
Infrastructure funding	3,313,930	3,197,050	474,177
	<u>3,525,973</u>	<u>3,418,789</u>	<u>684,594</u>
	<u>\$ 4,806,364</u>	<u>\$ 4,144,358</u>	<u>\$ 867,662</u>

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

Year ended March 31

	2024		2023
	Budget (Note 18)	Actual	Actual
7. Infrastructure improvement funding			
Canso infrastructure expenditures	\$ -	\$ 3,233	\$ 8,194
	<u>\$ -</u>	<u>\$ 3,233</u>	<u>\$ 8,194</u>
8. General government services			
Legislative			
Warden stipend	\$ 43,292	\$ 46,571	\$ 42,147
Council stipend	172,449	185,512	167,889
Other legislative services	45,475	62,919	37,570
	<u>261,216</u>	<u>295,002</u>	<u>247,606</u>
General administrative			
Administrative	675,100	839,518	637,969
Financial management	373,343	398,278	401,518
Taxation - reduced taxes	86,412	104,004	76,083
- other	81,195	84,538	75,971
Assessment costs and other	165,548	165,318	165,548
	<u>1,381,598</u>	<u>1,591,656</u>	<u>1,357,089</u>
Municipal properties			
Common services	-	535,150	1,204,763
Valuation allowance	15,000	34,085	11,560
	<u>15,000</u>	<u>569,235</u>	<u>1,216,323</u>
Amortization	-	183,352	169,651
Accretion	-	2,198	2,215
Other general government services			
Grants to organizations and individuals	125,000	116,250	162,250
Insurance	59,839	86,253	79,961
Election	1,000	-	-
Dues	12,400	2,848	8,757
Other	56,079	47,508	11,023
	<u>254,318</u>	<u>252,858</u>	<u>261,991</u>
	<u>\$ 1,912,132</u>	<u>\$ 2,894,301</u>	<u>\$ 3,254,875</u>

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

Year ended March 31

	2024		2023
	Budget (Note 18)	Actual	Actual
9. Protective services			
Police protection	\$ 1,601,588	\$ 1,611,960	\$ 1,520,122
Law enforcement			
Transfer to correctional services	82,000	79,726	81,130
Prosecuting attorney	1,200	5,523	7,648
	<u>83,200</u>	<u>85,249</u>	<u>88,778</u>
Fire protection			
Community fire			
Appropriation of levy	629,523	623,532	567,827
Grants	93,123	93,123	93,123
Fire dispatch	36,400	33,828	33,789
Fire service	62,500	36,424	10,264
Firemen's disability insurance	35,000	28,256	35,599
Hydrant rental	(200)	(200)	0
	<u>856,346</u>	<u>814,963</u>	<u>740,602</u>
Emergency measures			
Honorarium and other expenses	32,416	49,466	43,390
	<u>-</u>	<u>6,679</u>	<u>6,679</u>
Amortization			
Other			
By-law enforcement	28,650	27,126	24,953
Protective inspection - building	84,620	85,771	76,798
	<u>113,270</u>	<u>112,897</u>	<u>101,751</u>
	<u>\$ 2,686,820</u>	<u>\$ 2,681,214</u>	<u>\$ 2,501,322</u>
10. Transportation services			
Road transport			
Roads and streets	\$ 299,842	\$ 184,714	\$ 104,635
Street lighting areas			
Appropriation of levy	98,251	96,719	83,593
Grant	97,251	68,012	61,866
	<u>495,344</u>	<u>349,445</u>	<u>250,094</u>
Amortization			
	<u>-</u>	<u>58,881</u>	<u>54,100</u>
	<u>\$ 495,343</u>	<u>\$ 408,326</u>	<u>\$ 304,194</u>

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

Year ended March 31

	2024		2023
	Budget (Note 18)	Actual	Actual
11. Environmental services			
Health services			
Solid waste collection and disposal			
Collections and recyclable disposal /trucking	\$ 478,450	\$ 610,025	\$ 587,497
Operations and maintenance	328,993	73,237	150,945
	<u>807,443</u>	<u>683,262</u>	<u>738,442</u>
Pollution and waste control			
Maintenance	545,351	161,504	159,114
Other	-	24,137	14,780
	<u>545,351</u>	<u>185,640</u>	<u>173,894</u>
Amortization	-	1,213,399	1,177,553
Accretion	-	17,507	16,915
Development services			
Planning, zoning and economic development	3,698,877	3,821,779	3,058,138
	<u>\$ 5,051,671</u>	<u>\$ 5,921,587</u>	<u>\$ 5,164,942</u>
12. Public health and welfare			
Social welfare			
Deficit of Regional Housing Authority	\$ 114,000	\$ 97,554	\$ 114,000

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

Year ended March 31

	2024		2023
	Budget (Note 18)	Actual	Actual
13. Education, recreation and cultural services			
Recreation			
Administration	\$ 269,775	\$ 271,688	\$ 255,146
Programs	712,714	1,020,770	816,204
Grants	73,500	53,766	22,360
Community projects	562,500	532,194	72,500
	<u>1,618,489</u>	<u>1,878,419</u>	<u>1,166,210</u>
Cultural buildings and facilities			
Local library			
Operations	28,605	27,444	16,899
Regional	40,700	40,700	40,700
	<u>69,305</u>	<u>68,144</u>	<u>57,599</u>
Amortization	-	613,249	534,914
Accretion	-	21,565	20,838
	<u>\$ 1,687,794</u>	<u>\$ 2,581,376</u>	<u>\$ 1,779,561</u>
14. Water			
Transmission and distribution	\$ 298,324	\$ 277,018	\$ 285,509
Administration	57,696	60,581	59,201
Amortization	89,231	91,159	89,231
Accretion	-	593	574
	<u>\$ 445,251</u>	<u>\$ 429,351</u>	<u>\$ 434,515</u>

The Municipality of the District of Guysborough
Canso-Hazel Hill water utility
Statement of operations – operating fund
(Unaudited - see advisory to readers)
Year ended March 31

	2024		2023
	Budget	Actual	Actual
Revenue			
Operating			
Metered and flat rate sales	\$ 388,148	\$ 373,838	\$ 354,344
Sprinkler service	1,600	800	1,600
Public fire protection	64,462	64,462	64,662
	<u>454,210</u>	<u>439,100</u>	<u>420,606</u>
Operating expenditures			
Source of supply (page 17)	28,396	27,646	26,972
Power and pumping (page 17)	53,837	44,865	45,434
Water treatment (page 17)	161,791	169,158	165,882
Transmission and distribution (page 17)	52,300	30,181	43,934
Administration (page 17)	71,001	73,586	72,206
Taxes	32,000	31,223	31,147
Depreciation	89,231	89,231	89,231
	<u>488,556</u>	<u>465,890</u>	<u>474,806</u>
	<u>(34,346)</u>	<u>(26,790)</u>	<u>(54,200)</u>
Operating income (loss)			
Non-operating revenue			
Interest earned	15,200	28,943	17,264
Miscellaneous	12,950	2,803	2,498
	<u>28,150</u>	<u>31,746</u>	<u>19,762</u>
Non-operating expenditures			
Bank charges and interest	2,000	5,168	3,287
Excess of expenditures over revenue	<u>\$ (8,196)</u>	<u>\$ (212)</u>	<u>\$ (37,725)</u>
Surplus, beginning of year		<u>232,662</u>	<u>270,387</u>
Surplus, end of year		<u>\$ 232,450</u>	<u>\$ 232,662</u>

The Municipality of the District of Guysborough
Canso Hazel Hill water utility
Operating fund statement of financial position

(Unaudited - see advisory to readers)
 Year ended March 31

	2024	2023
Financial assets		
Cash and cash equivalents	\$ 501,881	\$ 475,581
Receivables		
Rates (less allowance for doubtful accounts \$5,374)	98,493	95,026
Due from general operating fund	<u>100,436</u>	<u>108,629</u>
Total financial assets	<u>\$ 700,810</u>	<u>\$ 679,236</u>
Financial liabilities		
Payables and accruals		
Trade	\$ 19,050	\$ 18,640
Customers' deposits	3,905	4,144
Due to water capital fund	<u>483,863</u>	<u>462,247</u>
Total financial liabilities	<u>506,818</u>	<u>485,031</u>
Net financial assets	<u>193,992</u>	<u>194,205</u>
Non-financial assets		
Inventory of supplies	<u>38,458</u>	<u>38,457</u>
Net assets	<u>232,450</u>	<u>232,662</u>
Surplus	<u>\$ 232,450</u>	<u>\$ 232,662</u>

Approved on behalf of the Municipality of the District of Guysborough


 _____ Warden


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The Municipality of the District of Guysborough
Canso Hazel Hill water utility
Capital fund statement of financial position

(Unaudited - see advisory to readers)
 Year ended March 31

	2024	2023
Financial assets		
Depreciation fund		
Cash and cash equivalents	\$ 224,935	\$ 213,148
Short term investments		-
Due from own fund and agencies – water operating	483,863	462,247
– general operating	<u>478,728</u>	<u>581,308</u>
Total financial assets	<u>\$ 1,187,526</u>	<u>\$ 1,256,703</u>

Financial liabilities		
Non-financial assets		
Utility plant and equipment net of accumulated amortization of \$1,780,154 (2023 - \$1,690,922)	<u>4,645,269</u>	<u>4,663,562</u>
Net assets	<u>\$ 4,645,269</u>	<u>\$ 4,663,562</u>

Investment in capital assets (page 33)	<u>\$ 5,832,795</u>	<u>\$ 5,920,265</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
Canso Hazel Hill water utility
Utility plant and equipment

(Unaudited - see advisory to readers)

Year ended March 31

	2024	2023
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	631,504	617,076
Distribution reservoirs and stand pipes	4,501	4,501
Services	138,762	137,632
Meters	110,793	107,116
Hydrants	97,542	97,542
Office furniture and equipment	28,675	27,142
Tools and equipment	14,085	10,762
Transportation equipment	159,074	159,074
Water Treatment Plant	5,056,116	5,054,390
Generator	8,279	8,278
Pumping equipment	53,504	53,503
Water treatment equipment	59,235	14,116
	<u>\$ 6,425,422</u>	<u>\$ 6,354,484</u>

Canso Hazel Hill water utility
Statement of investment in capital assets

(Unaudited - see advisory to readers)

Year ended March 31

	2024	2023
Balance, beginning of year	\$ 5,920,265	\$ 5,912,535
Interest earned	11,787	7,730
Transfer to general operating	(99,257)	-
Balance, end of year	<u>\$ 5,832,795</u>	<u>\$ 5,920,265</u>

The Municipality of the District of Guysborough

General section

Schedules to statement of operations

(Unaudited - see advisory to readers)

Year ended March 31

	Budget	2024	2023
Source of supply			
Salaries and training	\$ 27,646	\$ 27,646	\$ 26,972
Other	750	-	-
	\$ 28,396	\$ 27,646	\$ 26,972
Power and pumping			
Power purchased	\$ 38,587	\$ 37,920	\$ 38,096
Supervision	5,000	5,000	5,000
Fuel	1,750	1,750	(365)
Maintenance	8,500	195	2,703
	\$ 53,837	\$ 44,865	\$ 45,434
Water treatment			
Chemicals	\$ 26,000	\$ 32,916	\$ 23,655
Maintenance	15,900	3,409	23,405
Salaries and training	111,834	125,182	112,455
Supplies	3,000	4,177	1,409
Other	5,057	3,474	4,958
	\$ 161,791	\$ 169,158	\$ 165,882
Transmission and distribution			
Maintenance	\$ 26,500	\$ 9,399	\$ 20,798
Other	25,800	20,782	23,136
	\$ 52,300	\$ 30,181	\$ 43,934
Administration			
Consumer accounting and collecting	\$ 500	\$ 27	\$ -
Salaries	26,086	27,853	25,464
Professional fees	14,500	12,832	11,996
Administrative supplies and support services	450	650	62
Insurance	3,360	4,187	3,300
Regulatory expense	-	-	5,216
Rent	13,005	13,005	13,005
Other	13,100	15,032	13,163
	\$ 71,001	\$ 73,586	\$ 72,206