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Grant Thornton

TOWN OF STELLARTON
CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 2021



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Town of Stellarton

Management's Responsibility for Financial Reporting

March 31, 2021

The accompanying consolidated financial statements of Town of Stellarton are the responsibility of the Town's management and have been prepared in compliance with legislation, and in accordance with generally accepted accounting principles for local governments established by the Public Sector Accounting Board of The Chartered Professional Accountants of Canada. A summary of significant accounting policies are described in Note 1 to the consolidated financial statements. The preparation of financial statements necessarily involves the use of the estimates based on management's judgement, particularly when transactions affecting the current accounting period cannot be finalized with certainty until future periods.

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

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

The consolidated financial statements have been audited by Grant Thornton LLP, independent external auditors appointed by the Town. The accompanying Independent Auditors' Report outlines their responsibilities, the scope to their examination and their opinion of the Town's consolidated financial statements.



Mayor



Town Clerk

July 12, 2021

Date

Independent auditor's report

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To the Mayor and Council of the Town of Stellarton

Opinion

We have audited the consolidated financial statements of Town of Stellarton ("the Town") on pages 4 - 26, which comprise the consolidated statement of financial position as at March 31, 2021, and the consolidated statements of financial operations, change in net debt and cash flow for the year then ended, and notes to the consolidated 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 Town of Stellarton as at March 31, 2021, and its results of operations, its changes in its net debt, 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 consolidated Financial Statements* section of our report. We are independent of the Town in accordance with the ethical requirements that are relevant to our audit of the consolidated 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 - Supplementary Information

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 27 - 30 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 on the audit of consolidated financial statements 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 consolidated 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 Town'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 Town or to cease operations, or has no realistic alternative but to do so.

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

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 Town'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 Town'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 consolidated 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 Town 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 consolidated 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 Town 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.

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

New Glasgow, Canada
July 12, 2021

Chartered Professional Accountants

Town of Stellarton Consolidated Statement of Financial Position

March 31	2021	2020
Financial Assets		
Cash and cash equivalents	\$ 6,344,339	\$ 7,159,111
Receivables		
Taxes (note 2)	378,181	366,685
Water rates (net of allowance - \$21,220; 2020 - \$18,556)	131,350	135,464
Harmonized sales tax receivable	74,660	82,957
Trade accounts (net of allowance - \$27,690; 2020 - \$35,765)	69,761	51,749
Land held for resale	2,142,144	2,366,317
Total Financial Assets	9,140,435	10,162,283
Financial Liabilities		
Accounts payable and accrued liabilities	985,937	875,252
Deferred revenue (note 12)	338,104	421,542
Sick leave benefit liability (note 13)	327,300	296,900
Long term debt (note 4)	7,827,182	8,724,243
Total Financial Liabilities	9,478,523	10,317,937
Net Debt	(338,088)	(155,654)
Non-Financial Assets (Liabilities)		
Capital assets, net of accumulated amortization (page 24)	33,278,708	33,503,279
Deferred capital contributions, net of accumulated amortization	(303,652)	(313,944)
Prepaid expenses	15,358	21,544
	32,990,414	33,210,879
Accumulated Surplus	\$ 32,652,326	\$ 33,055,225

Commitments (note 8)
Contingencies (note 10)

On Behalf of the Town of Stellarton



Mayor



Town Clerk

Town of Stellarton

Consolidated Statement of Operations

Year Ended March 31

2021

2020

	Page	Budget (note 11)	Actual	Actual
Revenue				
Taxes	8	\$ 5,968,958	\$ 6,014,237	\$ 5,979,950
Water rates	8	1,422,644	1,421,689	1,451,055
Grants in lieu of taxes	9	178,613	178,471	168,909
Services provided to other local governments	9	109,885	112,775	108,404
Sales of services	9	29,500	22,245	31,769
Other revenue from own sources	9	75,481	110,968	242,546
Unconditional transfers from other governments	9	500,684	500,684	500,684
Conditional transfers from other governments	9	126,635	223,440	116,142
Capital contributions and grants	10	318,928	411,067	478,559
Total Revenue		<u>8,731,328</u>	<u>8,995,576</u>	<u>9,078,018</u>
Expenses				
General government services	11	1,013,149	1,050,155	983,174
Protective services	11	1,898,495	2,000,137	1,846,469
Transportation services	12	1,865,838	2,615,728	2,689,387
Environmental health services	12	795,612	935,105	927,973
Environmental development services	12	209,832	263,346	211,650
Recreation and cultural services	13	576,346	886,013	950,918
Rink	13	-	16,678	269,808
Water treatment and distribution services	14	1,437,925	1,631,313	1,387,862
Total Expenses		<u>7,797,197</u>	<u>9,398,475</u>	<u>9,267,241</u>
Annual (Deficit) Surplus		<u>\$ 934,131</u>	<u>\$ (402,899)</u>	<u>\$ (189,223)</u>
Accumulated Surplus, beginning of year			\$ 33,055,225	\$ 33,244,448
Annual (Deficit) Surplus			(402,899)	(189,223)
Accumulated surplus, end of year			<u>\$ 32,652,326</u>	<u>\$ 33,055,225</u>

Town of Stellarton**Consolidated Statement of Changes in Net Debt**

Year Ended March 31

Budget

2021

2020

(note 11)

Annual (Deficit) Surplus	\$ 934,131	\$ (402,899)	\$ (189,223)
Changes in Tangible Capital Assets			
Acquisition of capital assets	(2,082,115)	(1,679,732)	(1,790,144)
Amortization of capital assets	-	1,737,892	1,691,677
Gain on sale of assets	-	(6,650)	(8,672)
Proceeds on sale of assets	-	17,765	9,000
Writedown on disposition of assets	-	145,004	267,295
	<u>(2,082,115)</u>	<u>214,279</u>	<u>169,156</u>
Decrease in prepaid expenses	<u>-</u>	<u>6,186</u>	<u>5,604</u>
Change in Net Debt	(1,147,984)	(182,434)	(14,463)
Net Debt, beginning of year	<u>(155,654)</u>	<u>(155,654)</u>	<u>(141,191)</u>
Net Debt, end of year	<u>\$ (1,303,638)</u>	<u>\$ (338,088)</u>	<u>\$ (155,654)</u>

Town of Stellarton

Consolidated Statement of Cash Flows

Year Ended March 31

2021

2020

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

Operating		
Annual (deficit) surplus	\$ (402,899)	\$ (189,223)
Amortization	1,737,892	1,691,677
Gain from disposal of tangible capital assets	(6,650)	(8,672)
Loss from disposal of land held for resale	59,858	-
Writedown on disposition of tangible capital assets	145,004	267,295
	<u>1,533,205</u>	<u>1,761,077</u>
Change in non-cash working capital		
Taxes receivable	(11,496)	(136,303)
Government capital grants receivable	-	203,206
Water rates receivable	4,114	(1,057)
Trade accounts and harmonized sales tax receivables	(9,715)	36,852
Accounts payable and accrued liabilities	110,685	(263,798)
Deferred revenue	(83,438)	318,564
Sick leave benefit liability	30,400	28,400
Prepaid expenses	6,186	5,604
	<u>1,579,941</u>	<u>1,952,545</u>
Net change in cash from operations		
	<u>1,579,941</u>	<u>1,952,545</u>
Capital		
Purchase of tangible capital assets	(1,679,732)	(1,790,144)
Proceeds from disposal of tangible capital assets	17,765	9,000
Proceeds from disposal of land held for resale	164,315	-
	<u>(1,497,652)</u>	<u>(1,781,144)</u>
Financing		
Long term debt issued	-	285,000
Long term debt repaid	(897,061)	(711,161)
	<u>(897,061)</u>	<u>(426,161)</u>
Change in cash and cash equivalents		
	(814,772)	(254,760)
Cash and cash equivalents		
Beginning of year	<u>7,159,111</u>	<u>7,413,871</u>
End of year	<u>\$ 6,344,339</u>	<u>\$ 7,159,111</u>

Town of Stellarton**Schedules to Consolidated Statement of Operations**

Year Ended March 31

2021**2020**

	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
Taxes			
Assessable property			
Residential	\$ 3,323,327	\$ 3,320,164	\$ 3,303,577
Commercial	3,409,449	3,400,187	3,288,361
Resource	13,730	13,730	13,632
Other	96	96	94
	<u>6,746,602</u>	<u>6,734,177</u>	<u>6,605,664</u>
Special tax agreements			
Bell Aliant - based on revenues	22,500	22,796	22,603
Nova Scotia Power Inc - Grant in lieu of taxes	11,916	11,916	11,481
Nova Scotia Power Inc - HST rebate	38,500	38,723	38,494
Other - Heritage Gas	6,500	6,454	6,878
	<u>79,416</u>	<u>79,889</u>	<u>79,456</u>
Other			
Deed transfer tax	60,000	132,503	227,133
Total tax levied	<u>6,886,018</u>	<u>6,946,569</u>	<u>6,912,253</u>
Less taxes collected on behalf of others:			
Regional centre for education	(811,729)	(811,728)	(796,728)
Provincial correctional service	(51,331)	(51,331)	(52,197)
Regional housing authority	(54,000)	(69,273)	(83,378)
	<u>(917,060)</u>	<u>(932,332)</u>	<u>(932,303)</u>
	<u>\$ 5,968,958</u>	<u>\$ 6,014,237</u>	<u>\$ 5,979,950</u>

Water rates

Metered sales	\$ 210,800	\$ 199,331	\$ 210,654
Flat rate sales	897,500	907,560	900,650
Public fire protection	311,424	311,423	336,456
Special services	2,920	3,375	3,295
	<u>\$ 1,422,644</u>	<u>\$ 1,421,689</u>	<u>\$ 1,451,055</u>

Town of Stellarton
Schedules to Consolidated Statement of Operations

Year Ended March 31

2021

2020

	Budget	Actual	Actual
Grants in lieu of taxes			
Federal government	\$ 23,883	\$ 23,742	\$ 23,560
Federal government agencies	9,064	9,064	8,715
Provincial government			
Fire Protection	74,405	74,405	66,772
Department of Mines	70,986	70,986	69,587
Department of Transportation and Industry	275	274	275
	<u>\$ 178,613</u>	<u>\$ 178,471</u>	<u>\$ 168,909</u>
Other revenue from own sources			
Services provided to other local governments	\$ 109,885	\$ 112,775	\$ 108,404
Sales of services			
Police services	5,000	4,849	5,712
Recreation services	16,000	3,928	16,746
Planning and development	8,500	13,468	9,311
	<u>29,500</u>	<u>22,245</u>	<u>31,769</u>
Other			
Licenses and permits	1,040	1,180	1,245
Fines	15,250	9,471	19,139
Sale of assets	-	6,650	8,672
Interest	30,750	34,675	160,810
Penalties and interest on taxes	17,000	24,116	35,083
Insurance recovery	-	16,258	-
Miscellaneous	11,441	18,618	17,597
	<u>75,481</u>	<u>110,968</u>	<u>242,546</u>
	<u>\$ 214,866</u>	<u>\$ 245,988</u>	<u>\$ 382,719</u>
Transfers from government			
Unconditional transfers from other governments			
Provincial government			
Equalization grant	<u>\$ 500,684</u>	<u>\$ 500,684</u>	<u>\$ 500,684</u>
Conditional transfers from other governments			
Federal government			
Culture and wage grants	\$ 5,000	\$ 25,402	\$ 3,237
Safe restart agreement funding	-	69,165	-
Provincial government			
Safe communities funding	100,000	100,000	100,000
Wages and other grants	21,635	28,873	12,905
	<u>\$ 126,635</u>	<u>\$ 223,440</u>	<u>\$ 116,142</u>

Town of Stellarton**Schedules to Consolidated Statement of Operations**

Year Ended March 31

2021

2020

	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
Capital contributions and grants			
Canada/Nova Scotia Gas Tax Agreement	\$ 318,928	\$ 411,067	\$ 393,914
Clean Water & Waste Water Fund	-	-	84,645
	<u>\$ 318,928</u>	<u>\$ 411,067</u>	<u>\$ 478,559</u>

Town of Stellarton**Schedules to Consolidated Statement of Operations**

Year Ended March 31

2021

2020

	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
General government services			
Legislative	\$ 111,277	\$ 102,711	\$ 105,726
General administration	489,573	505,208	462,897
Office building maintenance	84,435	85,502	87,296
Professional services	26,314	35,057	19,791
Election	20,000	20,895	
Damage claims	20,000	-	-
Insurance	48,945	49,171	42,155
Miscellaneous	15,800	20,478	800
	<u>705,067</u>	<u>716,311</u>	<u>612,939</u>
Grants to other organizations	115,741	114,657	126,096
Community Advisory Board	1,150	1,150	1,150
Interest and service charges	8,500	8,075	8,278
Taxation exemptions	11,200	10,400	10,800
Assessment services	56,590	56,590	56,631
Write-down of assets	-	-	15,300
Valuation allowances (recovery)	3,000	(8,075)	-
Interest on long term debt	624	625	1,076
	<u>196,805</u>	<u>183,422</u>	<u>219,331</u>
	1,013,149	1,002,444	937,996
Sick leave benefit	-	30,400	28,400
Amortization	-	17,311	16,778
	<u>\$ 1,013,149</u>	<u>\$ 1,050,155</u>	<u>\$ 983,174</u>

Protective services

Police protection			
Crime investigation, prevention and protection	\$ 1,704,779	\$ 1,784,693	\$ 1,614,241
Traffic control	13,742	13,128	19,596
Animal control	10,500	10,047	10,379
Safe communities	15,000	15,741	8,671
	<u>1,744,021</u>	<u>1,823,609</u>	<u>1,652,887</u>
Fire protection			
Fire fighting force	63,380	63,246	62,941
Fire stations and buildings	79,096	62,047	82,108
	<u>142,476</u>	<u>125,293</u>	<u>145,049</u>
Emergency measures	10,998	8,801	6,100
Joint fire inspector	1,000	-	-
Write-down of assets	-	1,435	-
	<u>11,998</u>	<u>10,236</u>	<u>6,100</u>
	1,898,495	1,959,138	1,804,036
Amortization	-	40,999	42,433
	<u>\$ 1,898,495</u>	<u>\$ 2,000,137</u>	<u>\$ 1,846,469</u>

Town of Stellarton

Schedules to Consolidated Statement of Operations

Year Ended March 31

2021

2020

	Budget	Actual	Actual
Transportation services			
Common services			
Salary and wages	\$ 1,104,797	\$ 1,011,147	\$ 1,016,353
Equipment maintenance	162,004	129,539	148,059
Town barn operating	54,374	76,589	64,789
Road transport			
Salt	100,000	61,850	101,394
Street and sidewalk repairs	140,000	135,270	116,029
Street lighting	66,000	65,366	64,927
Traffic lights	19,500	31,507	18,062
Supplies	58,450	51,829	68,487
Equipment rental	35,000	13,553	19,520
Landscape and beautification	25,500	20,748	33,498
Write-down of assets	-	15,905	6,923
Miscellaneous	36,000	36,877	63,344
Public Transit	20,000	20,000	20,000
Interest on long term debt	44,213	27,816	33,466
	<u>1,865,838</u>	<u>1,697,996</u>	<u>1,774,851</u>
Amortization	-	917,732	914,536
	<u>\$ 1,865,838</u>	<u>\$ 2,615,728</u>	<u>\$ 2,689,387</u>

Environmental health services

Sewage collection and disposal	\$ 462,026	\$ 462,024	\$ 453,588
Sewer maintenance	50,000	27,486	34,878
Solid waste collection, disposal and recycling	269,294	274,548	269,832
Interest on long term debt	14,292	14,107	16,278
	<u>795,612</u>	<u>778,165</u>	<u>774,576</u>
Amortization	-	156,940	153,397
	<u>\$ 795,612</u>	<u>\$ 935,105</u>	<u>\$ 927,973</u>

Environmental development services

Planning and development	\$ 84,000	\$ 74,770	\$ 72,261
Tourism	4,700	4,602	4,602
Sale of land held for resale	-	59,858	-
Interest on long term debt	121,132	116,447	127,118
	<u>209,832</u>	<u>255,677</u>	<u>203,981</u>
Amortization	-	7,669	7,669
	<u>\$ 209,832</u>	<u>\$ 263,346</u>	<u>\$ 211,650</u>

Town of Stellarton

Schedules to Consolidated Statement of Operations

Year Ended March 31

2021

2020

	Budget	Actual	Actual
Recreation and cultural services			
Recreation facilities			
Administration and programs	\$ 120,673	\$ 58,685	\$ 150,796
Parks and playgrounds	53,610	54,185	54,477
Community Centres	9,453	7,936	11,521
Share of Pictou County Wellness Centre	250,000	395,946	246,073
Wellness Centre - Deed Transfer Tax	60,000	132,503	227,133
Cultural buildings and facilities			
Regional library board	41,680	41,680	41,680
Branch library	30,430	19,766	39,961
Homecoming committee	10,500	7,755	10,700
	<u>576,346</u>	<u>718,456</u>	<u>782,341</u>
Amortization	-	167,557	168,577
	<u>\$ 576,346</u>	<u>\$ 886,013</u>	<u>\$ 950,918</u>

Rink

Dues and fees	\$ -	\$ -	\$ 133
Fuel	-	99	(986)
Insurance	-	1,765	5,509
Maintenance, repairs and supplies	-	1,918	7,630
Miscellaneous	-	208	1,000
Power and light	-	391	4,774
Telephone	-	25	361
Wages and benefits	-	4,326	3,099
Water	-	-	1,861
Demolition costs	-	4,589	-
Sale of assets	-	3,357	245,072
	<u>-</u>	<u>16,678</u>	<u>268,453</u>
Amortization	-	-	1,355
	<u>\$ -</u>	<u>\$ 16,678</u>	<u>\$ 269,808</u>

Town of Stellarton**Schedules to Consolidated Statement of Operations**

Year Ended March 31

2021

2020

	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
Water treatment and distribution			
Operating expenditures			
Source of supply	\$ -	\$ -	\$ 12,514
Power and pumping	176,532	179,065	176,361
Purification	481,132	505,946	415,652
Transmission and distribution	162,137	149,205	149,928
Administrative and general	32,200	40,337	25,134
Write-down of assets	-	124,307	-
Interest on long term debt	210,924	202,769	221,341
	<u>1,062,925</u>	<u>1,201,629</u>	<u>1,000,930</u>
Amortization	375,000	429,684	386,932
	<u>\$ 1,437,925</u>	<u>\$ 1,631,313</u>	<u>\$ 1,387,862</u>

Town of Stellarton

Notes to the Consolidated Financial Statements

March 31, 2021

1. Summary of significant accounting policies

Principles and basis of consolidation

The consolidated financial statements of the Town of Stellarton are prepared by management in accordance with Canadian generally accepted accounting principles for local governments, as recommended by the Public Sector Accounting Board (PSAB) of Chartered Professional Accountants (CPA) Canada. Significant aspects of the accounting policies adopted by the Town 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 Town and which are owned or controlled by the Town. These include the Town of Stellarton, the Town of Stellarton Water Utility and the Stellarton Memorial Rink Commission.

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 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 and reserve funds for general operations, the water utility and the rink.

(d) Tangible capital assets

Tangible capital assets are recorded at cost less accumulated amortization and impairment, which includes costs that are directly attributable to the acquisition, construction, development or betterment of the asset. The cost, less residual value, of the tangible capital asset is amortized on a straight-line basis using the following rates:

	<u>Years</u>
Buildings	10 - 40
Land improvements	5 - 25
Machinery and equipment	5 - 10
Vehicles	3 - 10
Engineered Structures	20 - 50

Assets under construction are not amortized until the asset is available for productive use.

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

Town of Stellarton

Notes to the Consolidated Financial Statements

March 31, 2021

(d) Tangible capital assets (continued)

When conditions indicate that a tangible capital asset no longer contributes to the Town'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.

(e) Government transfers

Government transfers received are recognized in the consolidated 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.

(f) 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. Estimates in the consolidated financial statements include the allowance for doubtful accounts, amortization expense based on estimated useful lives of tangible capital assets and sick leave liability. Actual results could differ from those estimates.

(g) Cash and cash equivalents

Cash and cash equivalents includes unrestricted cash of \$3,694,625 (2020 - \$3,602,338) and internally designated cash of \$2,649,714 (2020 - \$3,556,773). These totals include cash on hand and balances with banks.

(h) 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.

(i) Land held for resale

Costs incurred which are directly attributable to the development of land in the Albion Business Park are capitalized as part of the land cost.

Town of Stellarton

Notes to the Consolidated Financial Statements

March 31, 2021

(j) **Non-financial assets**

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

(k) **Budget figures**

The budget figures contained in these consolidated financial statements were approved by Council on May 11, 2020 in its original fiscal plan; they also include budgets prepared and approved by controlled entities and are adjusted for amortization in accordance with Public Sector requirements. Note 11 outlines the original fiscal plan and the adjustments made to come to the budget figures shown in these consolidated financial statements.

(l) **Financial instruments**

The Town's financial instruments consist of cash and cash equivalents, receivables, accounts payable and accrued liabilities, deferred revenue and long term debt and are carried at cost which approximates their fair value.

(m) **Deferred revenue**

Deferred revenue relating to operations is recognized as related expenses occur.

Deferred revenue relating to capital projects is recognized in the period that the resources are used for the specified purposes outlined in its agreement and as the Town discharges its obligations, in accordance with the terms and conditions of the agreement.

Deferred gas tax funding and other deferred revenue is recognized in the period in which the resources are used for the purposes specified.

(n) **Contaminated sites**

Contaminated sites are a result of contamination being introduced into 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 the following criteria are met:

- i. an environmental standard exists;
- ii. contamination exceeds the environmental standard;
- iii. the Town of Stellarton is directly responsible; or accepts responsibility; and
- iv. a reasonable estimate of the amount can be made.

As of March 31, 2021, there are no known contaminated sites identified.

Town of Stellarton

Notes to the Consolidated Financial Statements

March 31, 2021

(o) **Segmented information**

The Town of Stellarton is a diversified municipal unit that provides a wide range of services to its residents. For management reporting purposes, the Town'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*.

Protective services

This department is primarily responsible for public safety, fire protection and bylaw administration for its residents.

Transportation services

This department is responsible for the maintenance and construction of local roads and sidewalks including snow removal. It is also responsible for the street lighting within the Town.

Environmental health services

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

Environmental development services

This department is responsible for planning and development of the Town's resources for the benefit of the residents as well as regional economic development activities.

Recreation and cultural services

This department is responsible for promoting and offering recreation opportunities and activities for residents as well as maintaining or assisting recreational and cultural facilities within the Town.

Water treatment and distribution services

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

Town of Stellarton

Notes to the Consolidated Financial Statements

March 31, 2021

2. Taxes receivable	2021	2020
Balance, beginning of year	\$ 468,649	\$ 332,346
Current period tax and interest	<u>6,758,293</u>	<u>6,640,747</u>
	7,226,942	6,973,093
Collections	<u>(6,746,797)</u>	<u>(6,504,444)</u>
Balance, end of year	480,145	468,649
Valuation allowance (note 3)	<u>(101,964)</u>	<u>(101,964)</u>
Balance, net of valuation allowance end of year	<u>\$ 378,181</u>	<u>\$ 366,685</u>

3. Valuation allowance - uncollected taxes and rates	2021	2020
Balance, beginning and end of year	<u>\$ 101,964</u>	<u>\$ 101,964</u>

4. Long term debt	2021	2020
4.780 - 4.830% paving, sewer, properties and equipment debenture which was fully repaid in fiscal 2021	\$ -	\$ 188,881
4.570 - 4.590% business park debenture maturing in fiscal 2022, repayable in equal annual principal instalments of \$220,000, interest payable semi-annually.	2,420,000	2,640,000
2.367 - 3.2995% equipment debenture maturing in fiscal 2029, repayable in equal annual principal instalments of \$55,000, interest payable semi-annually.	440,000	495,000
2.677 - 3.551% sewer and paving debenture maturing in fiscal 2034, repayable in equal annual principal instalments of \$21,600, interest payable semi-annually.	496,800	518,400
1.948 - 2.712% equipment debenture maturing in fiscal 2030, repayable in equal annual principal instalments of \$28,500, interest payable semi-annually.	256,500	285,000
4.570 - 4.590% water capital debenture maturing in fiscal 2022, repayable in equal annual principal instalments of \$383,080, interest payable semi-annually.	4,213,882	4,596,962
	<u>\$ 7,827,182</u>	<u>\$ 8,724,243</u>

Principal repayments required during the next five years are as follows:

	Total
2022	\$ 6,738,982
2023	105,100
2024	105,100
2025	105,100
2026	105,100

Town of Stellarton

Notes to the Consolidated Financial Statements

March 31, 2021

5. Pension Plans

The Town has a defined contribution pension plan for all employees other than police officers.

For police officers, the Town contributes to a defined benefit plan administered by the Police Association of Nova Scotia ("PANS"). These plan assets are administered by PANS and the Town is responsible for contributing its portion of any going concern deficiency. The most recent actuarial valuation for this plan was completed for December 31, 2016 and indicated this plan is fully funded on a going concern basis with assets exceeding the actuarial liabilities by \$9,004,700.

On a solvency basis the actuarial liabilities exceed the value of assets by \$3,812,400. Under changes to the Regulations of the Nova Scotia Pension Benefits Act in 2012, effective January 1, 2013 the Town is exempted from funding on a solvency basis.

The Town recognized pension expense of \$94,749 for the defined contribution plan in the year ending March 31, 2021 (2020 - \$93,680).

The Town's 2021 contribution to the police pension representing current year contributions was \$74,401 (2020 - \$54,410).

6. Contributions to a Commission

Stellarton Memorial Rink Commission (100% interest)

The Town is to finance the deficit of the Stellarton Rink Commission out of operations. At year end the appropriation recorded in the accounts of the Town was \$8,732 (2020 - \$23,381). During the fiscal year the Rink land and building were sold to a local not-for-profit community organization for \$1. Should the organization not complete their plans, the Town has the option to buy the land and building back for \$1.

7. Other

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

	<u>Position</u>	<u>Remuneration</u>	<u>Expenses</u>	<u>Total</u>
MacGillivray	Mayor	\$ 22,887	\$ -	\$ 22,887
Campbell	Councillor / Deputy Mayor	16,106	-	16,106
Lawand	Councillor / Deputy Mayor	15,697	-	15,697
Knight	Councillor	15,084	-	15,084
Pentz	Councillor	15,084	-	15,084
Higdon	Town Clerk	94,968	-	94,968

Town of Stellarton

Notes to the Consolidated Financial Statements

March 31, 2021

8. Commitments

Glen Haven Manor Corporation

The Town of Stellarton, together with the Towns of New Glasgow, Trenton and Westville, have jointly guaranteed a bank loan of the Corporation to the maximum of \$1,125,000 for the expansion of the Corporation's building. The Municipal Finance Corporation has issued permanent borrowing for \$1,125,000 plus a \$10,513 discount on bond issue. The balance outstanding on the loan is \$71,010.

Pictou County Wellness Centre Building Authority and Aberdeen Hospital Renovation Project

The Town of Stellarton has implemented a deed transfer tax on all properties sold in the town. The proceeds from this tax will be contributed to the Pictou County Wellness Centre project as well as towards the renovations and improvements to the Aberdeen Hospital. Since these projects will benefit all residents of Pictou County, a similar tax has been implemented by other municipalities within the County. During the year ending March 31, 2021 the amount transferred was \$132,503 (2020 - \$227,133).

In addition to the contributions through deed transfer tax, the municipal units have also provided a guarantee for borrowings not exceeding \$11,000,000 for the purpose of constructing the Pictou County Wellness Centre and \$8,700,000 for the Aberdeen Hospital Renovation project. The Town's share of the guarantee of the borrowing is based on the Town's total population of Pictou County.

9. Shared service agreement

As a result of the closure of the Planning and Development Division of the Pictou County Shared Service Authority in 2013, the Town of Stellarton entered into a shared service agreement with the Towns of Westville and Trenton. This agreement is to provide planning services to each of the Towns and is administratively managed by the Town of Trenton. The costs will be shared on the following basis: Town of Stellarton 40%; Town of Westville 34% and Town of Trenton 26%.

10. Contingencies

There are claims and litigation in which the Town is involved that arise out of the ordinary course of operations. These claims are being handled by the Town's insurers. The outcome of these actions is not determinable as at the date of reporting. Management believes that any liability which may result from the resolution of these actions will either be covered by the Town's insurers or will not be material to the Town's financial position.

Town of Stellarton
Notes to the Consolidated Financial Statements

March 31, 2021

11. Budget figures

Public Sector Accounting Standards ("PSA") require a comparison of the results for the period with those originally planned on the same basis as that used for the actual results. The fiscal plan presented in the Consolidated statement of operations and Consolidated statement of changes in net debt has been adjusted to be presented on a basis consistent with the actual results. A reconciliation of the approved and reported budgets is set out below:

	<u>Budget</u>
Approved budgeted deficit for the year	
General operations	\$ -
Rink operations	-
Water utility operations	<u>(116,858)</u>
Approved budget deficit	<u>(116,858)</u>
Add:	
Grants for tangible capital assets	318,928
Capital debt repayments	897,061
Less:	
Transfer from depreciation	(150,000)
Transfer from operating reserve	<u>(15,000)</u>
Net PSA adjustments	<u>1,050,989</u>
PSA adjusted budgeted surplus for the year	<u>\$ 934,131</u>

12. Deferred revenue

	<u>2021</u>	<u>2020</u>
Gas Tax	\$ 203,224	\$ 282,599
Operating grants	-	21,635
Other	<u>134,880</u>	<u>117,308</u>
	<u>\$ 338,104</u>	<u>\$ 421,542</u>
Balance, beginning of year	\$ 421,542	\$ 102,978
Contributions from:		
Gas Tax	331,692	676,513
Operating grants	-	25,000
Other	<u>17,572</u>	<u>14,330</u>
	<u>349,264</u>	<u>715,843</u>
Utilized for:		
Operating	(21,635)	(3,365)
Gas Tax	<u>(411,067)</u>	<u>(393,914)</u>
	<u>(432,702)</u>	<u>(397,279)</u>
Balance, end of year	<u>\$ 338,104</u>	<u>\$ 421,542</u>

Town of Stellarton
Notes to the Consolidated Financial Statements

March 31, 2021

13. Sick leave 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 non-vesting as well as vesting and accumulating. The valuation of the non-vesting accumulating sick leave benefits provided to employees of the Town was completed as at March 31, 2020. The fiscal 2021 amounts were projected from the March 31, 2020 valuation.

Actuarial Method:

The actuarial cost was determined using the "Projected Unit Credit" method.

Components of benefit expense under PS 3255:

	<u>2021</u>	<u>2020</u>
Current period benefit expense	\$ 51,700	\$ 50,400
Interest expense	7,700	7,000
Total sick leave benefit expense	<u>\$ 59,400</u>	<u>\$ 57,400</u>

Accrued sick leave benefit liability on the consolidated statement of financial position:

	<u>2021</u>	<u>2020</u>
Balance, beginning of year	\$ 296,900	\$ 268,500
Benefit expense	51,700	50,400
Interest expense	7,700	7,000
Benefit payments	<u>(29,000)</u>	<u>(29,000)</u>
Balance, end of year	<u>\$ 327,300</u>	<u>\$ 296,900</u>

Assumptions:

Discount rate	2.50% per annum
Salary growth rate	Police 3.0%; Other 2.0% per annum
Payroll taxes	20%
Withdrawal prior to retirement	Ontario Medium Table of rates
Retirement age	Police age 62; Other age 65
Current year sick leave utilization	6.3 days each year

Plan Provisions:

The main provisions of the program are as follows.

- Eligible employees are granted 18 sick leave days per year prorated for those employed less than full-time.
- Employees may accumulate 100% of their unused sick days to a maximum of 180 days for police and 175 days for other employees.
- Unused accumulated sick leave at termination or retirement is forfeited.

14. Impact of COVID-19

Since March 31, 2020, the spread of COVID-19 has continued to impact many local economies around the globe, with Nova Scotia extending their state of emergency. The Town has seen some decline in recreation and interest revenues, however has received federal grant funding in the amount of \$69,165 to cover current lost revenues. The Town has determined that no events have taken place that impact the financial results of operations as of and for the year ended March 31, 2021 and accordingly have not made any adjustments to reflect the impact of these events. The duration and impact of the COVID-19 pandemic remains unclear at this time. It is not possible to reliably estimate the duration and severity of the impact the pandemic will have on the financial position and results of the Town for future periods.

Town of Stellarton Consolidated Schedule of Tangible Capital Assets

March 31, 2021

	Land	Land improvements	Buildings	Engineered structures	Machinery and equipment	Vehicles	2021	2020
Cost:								
Balance, beginning of year	\$ 710,380	\$ 4,633,971	\$ 9,052,306	\$ 40,142,181	\$ 2,842,881	\$ 1,738,405	\$ 59,120,124	\$ 59,178,927
Acquisition of tangible capital assets	-	-	196,298	913,123	547,992	-	1,657,413	1,274,432
Disposal of tangible capital assets	(3,473)	-	(54,365)	(135,771)	(198,921)	-	(392,530)	(1,848,947)
Construction-in-process	-	-	22,319	-	-	-	22,319	515,712
Balance, end of year	706,907	4,633,971	9,216,558	40,919,533	3,191,952	1,738,405	60,407,326	59,120,124
Accumulated amortization:								
Balance, beginning of year	-	2,404,120	5,016,329	15,395,342	1,619,165	1,181,889	25,616,845	25,496,202
Disposal of tangible capital assets	-	-	(34,460)	(135,771)	(66,180)	-	(236,411)	(1,581,324)
Annual amortization	-	154,821	269,786	1,041,393	196,585	85,599	1,748,184	1,701,967
Balance, end of year	-	2,558,941	5,251,655	16,300,964	1,749,570	1,267,488	27,128,618	25,616,845
Net book value of tangible capital assets	\$ 706,907	\$ 2,075,030	\$ 3,964,903	\$ 24,618,569	\$ 1,442,382	\$ 470,917	\$ 33,278,708	\$ 33,503,279
2020 Net book value of tangible capital assets	\$ 710,380	\$ 2,229,851	\$ 4,035,977	\$ 24,746,839	\$ 1,223,716	\$ 556,516	\$ 33,503,279	

Town of Stellarton
Consolidated Schedule of Segmented Disclosure

March 31, 2021

March 31, 2021

	General Government Services	Protective Services	Transportation Services	Environmental Health Services	Environmental Development Services	Recreation and Cultural Services	Water	Consolidated
Revenue								
Taxes	\$ 771,001	\$ 1,441,133	\$ 2,110,559	\$ 759,100	\$ 202,846	\$ 729,598	\$ -	\$ 6,014,237
Water rates	-	-	-	-	-	-	1,421,689	1,421,689
Grants in lieu of taxes	22,879	42,765	62,630	22,526	6,019	21,651	-	178,471
Services provided to other local governments	-	112,775	-	-	-	-	-	112,775
Sale of services	-	4,849	-	-	13,468	3,928	-	22,245
Other revenue from own sources	61,972	9,471	22,908	-	-	-	16,617	110,968
Unconditional transfers from other governments	64,186	119,974	175,704	63,195	16,887	60,739	-	500,684
Conditional transfers from other governments	100,389	107,238	15,813	-	-	-	-	223,440
Capital contributions and grants	-	-	221,586	189,481	-	-	-	411,067
	<u>\$ 1,020,427</u>	<u>\$ 1,838,205</u>	<u>\$ 2,609,200</u>	<u>\$ 1,034,302</u>	<u>\$ 239,220</u>	<u>\$ 815,915</u>	<u>\$ 1,438,306</u>	<u>\$ 8,995,576</u>
Expenses								
Salaries, wages and benefits	\$ 511,427	\$ 1,540,760	\$ 1,011,147	\$ -	\$ -	\$ 51,338	\$ 370,374	\$ 3,485,046
Operating materials and supplies	116,739	143,453	461,097	27,486	-	82,658	414,531	1,245,964
Contracted services	226,000	252,095	141,483	736,572	74,770	570,129	66,721	2,067,770
Rents and financial expenses	53,621	21,395	68,364	14,107	116,447	11,308	225,696	510,938
Community grants and exemptions	125,057	-	-	-	4,602	11,755	-	141,414
Amortization & writedowns	17,311	42,434	933,637	156,940	67,527	175,503	553,991	1,947,343
	<u>\$ 1,050,155</u>	<u>\$ 2,000,137</u>	<u>\$ 2,615,728</u>	<u>\$ 935,105</u>	<u>\$ 263,346</u>	<u>\$ 902,691</u>	<u>\$ 1,631,313</u>	<u>\$ 9,398,475</u>

Town of Stellarton Consolidated Schedule of Segmented Disclosure

March 31, 2021

March 31, 2020

	General Government Services	Protective Services	Transportation Services	Environmental Health Services	Environmental Development Services	Recreation and Cultural Services	Water	Consolidated
Revenue								
Taxes	\$ 768,616	\$ 1,280,507	\$ 2,102,219	\$ 727,953	\$ 158,726	\$ 941,929	\$ -	\$ 5,979,950
Water rates	-	-	-	-	-	-	1,451,055	1,451,055
Grants in lieu of taxes	21,710	36,169	59,379	20,562	4,483	26,606	-	168,909
Services provided to other local governments	-	108,404	-	-	-	-	-	108,404
Sale of services	-	5,712	-	-	9,311	16,746	-	31,769
Other revenue from own sources	138,760	19,139	4,000	-	-	-	80,647	242,546
Unconditional transfers from other governments	64,354	107,213	176,013	60,949	13,290	78,865	-	500,684
Conditional transfers from other governments	3,365	100,000	9,540	-	-	3,237	-	116,142
Capital contributions and grants	-	-	393,914	-	-	-	84,645	478,559
	<u>\$ 996,805</u>	<u>\$ 1,657,145</u>	<u>\$ 2,745,065</u>	<u>\$ 809,464</u>	<u>\$ 185,810</u>	<u>\$ 1,067,382</u>	<u>\$ 1,616,347</u>	<u>\$ 9,078,018</u>
Expenses								
Salaries, wages and benefits	\$ 447,194	\$ 1,189,650	\$ 1,016,353	\$ -	\$ -	\$ 131,247	\$ 341,268	\$ 3,125,712
Operating materials and supplies	126,195	224,885	503,957	34,878	-	126,600	358,694	1,375,209
Contracted services	185,908	373,379	171,464	723,420	72,261	519,420	61,911	2,107,763
Rents and financial expenses	54,903	16,122	76,154	16,278	127,118	13,755	239,057	543,387
Community grants and exemptions	136,896	-	-	-	4,602	14,700	-	156,198
Amortization & writedowns	32,078	42,433	921,459	153,397	7,669	415,004	386,932	1,958,972
	<u>\$ 983,174</u>	<u>\$ 1,846,469</u>	<u>\$ 2,689,387</u>	<u>\$ 927,973</u>	<u>\$ 211,650</u>	<u>\$ 1,220,726</u>	<u>\$ 1,387,862</u>	<u>\$ 9,267,241</u>

SUPPLEMENTARY SCHEDULES

Town of Stellarton
Supplementary Schedules
Water Utility Operating Fund
Schedule of Financial Position


March 31 2021 2020

Assets		
Cash	\$ 1,453,970	\$ 1,682,512
Receivables		
Rates (less allowance for doubtful accounts - \$21,220, 2020 - \$18,556)	131,351	135,464
Due from own funds and agencies		
General operating fund	41,000	-
Water capital fund	-	3,346
Prepays	-	1,343
	\$ 1,626,321	\$ 1,822,665


Liabilities		
Payables and accruals	\$ 100,169	\$ 138,011
Deferred revenue	20,692	17,554
Due to own funds and agencies		
Water capital fund	5,120	-
General operating fund	-	4,122
	125,981	159,687

Equity		
Surplus	1,500,340	1,662,978
	\$ 1,626,321	\$ 1,822,665

On behalf of the Town of Stellarton



 Mayor



 Town Clerk

Town of Stellarton
Supplementary Schedules
Water Utility Operating Fund
Schedule of Financial Operations

Year ended March 31

	2021		2020
	Budget	Actual	Actual
Operating revenue			
Metered sales	\$ 210,800	\$ 199,331	\$ 210,654
Flat rate sales	897,500	907,560	900,650
Public fire protection	643,609	643,598	695,342
Investment earnings	15,000	7,001	33,174
Special services	2,920	3,375	3,295
	<u>1,769,829</u>	<u>1,760,865</u>	<u>1,843,115</u>
Operating expenditures			
Source of supply	-	-	12,514
Power and pumping	176,532	179,065	176,361
Purification	481,132	505,946	415,652
Transmission and distribution	162,137	149,205	149,928
Administration and general	113,800	121,937	105,134
Depreciation	375,000	397,419	354,667
Taxes	134,082	134,082	134,082
	<u>1,442,683</u>	<u>1,487,654</u>	<u>1,348,338</u>
Operating income	<u>327,146</u>	<u>273,211</u>	<u>494,777</u>
Non-operating revenue			
Transfer from depreciation funds	<u>150,000</u>	<u>150,000</u>	<u>150,000</u>
Non-operating expenditures			
Debt charges			
Interest	210,924	202,769	221,341
Principal	383,080	383,080	383,080
	<u>594,004</u>	<u>585,849</u>	<u>604,421</u>
Excess of revenue over expenditures (expenditures over revenue)	<u>\$ (116,858)</u>	<u>(162,638)</u>	40,356
Surplus, beginning of year		<u>1,662,978</u>	<u>1,622,622</u>
Surplus, end of year		<u>\$ 1,500,340</u>	<u>\$ 1,662,978</u>

**Town of Stellarton
Supplementary Schedules
Water Utility Capital Fund
Schedule of Financial Position**

March 31	2021	2020
Assets		
Cash	\$ 2,017,846	\$ 2,547,845
Due from own funds and agencies		
Water utility operating fund	5,120	-
General operating fund	-	2,306
Utility plant and equipment (page 30)	<u>19,833,235</u>	<u>19,055,926</u>
	<u>\$ 21,856,201</u>	<u>\$ 21,606,077</u>
Liabilities		
Due to own funds and agencies		
General operating fund	\$ 174,016	\$ -
Water utility operating fund	-	3,346
Accumulated allowance for depreciation	6,299,018	5,912,316
Deferred contributions (net of accumulated amortization of \$249,109; 2020 - \$206,552)	2,666,939	2,709,496
Debt		
Nova Scotia Municipal Finance Corporation	<u>4,213,882</u>	<u>4,596,962</u>
	<u>13,353,855</u>	<u>13,222,120</u>
Equity		
Investment in capital assets (page 30)	<u>8,502,346</u>	<u>8,383,957</u>
	<u>\$ 21,856,201</u>	<u>\$ 21,606,077</u>

On behalf of the Town of Stellarton



Mayor



Town Clerk

Town of Stellarton
Supplementary Schedules
Water Utility
Schedule of Investment in Plant and Equipment

March 31	2021	2020
Land and rights	\$ 68,583	\$ 68,583
Structures and improvements		
Buildings	47,908	47,908
Reservoirs	4,111,833	4,111,833
Water treatment plant	6,011,546	6,011,546
Pumping equipment	159,977	159,977
Purification equipment	783,753	446,194
Transmission mains	1,737,961	1,737,961
Distribution mains	5,870,115	5,452,266
Services	116,666	116,666
Meters	17,853	17,853
Hydrants	209,785	187,884
Small tools	500	500
Equipment	533,269	533,269
Weir	163,486	163,486
	<u>\$ 19,833,235</u>	<u>\$ 19,055,926</u>

Schedule of Investment in Capital Assets

Year ended March 31	2021	2020
Balance, beginning of year	\$ 8,383,957	\$ 8,103,404
Interest earned on depreciation funds	9,616	47,473
Term debt retired	383,080	383,080
Loss on disposition of asset	(124,307)	-
Depreciation funds utilized for debt service	(150,000)	(150,000)
	<u>118,389</u>	<u>280,553</u>
Balance, end of year	<u>\$ 8,502,346</u>	<u>\$ 8,383,957</u>

Schedule of Depreciation Funds

Year ended March 31	2021	2020
Balance, beginning of year	\$ 2,546,805	\$ 2,682,660
Interest earned on depreciation funds	9,616	47,473
Assets acquired	(954,890)	(387,995)
Current year's depreciation	397,419	354,667
Depreciation funds utilized for debt service	(150,000)	(150,000)
	<u>(697,855)</u>	<u>(135,855)</u>
Balance, end of year	<u>\$ 1,848,950</u>	<u>\$ 2,546,805</u>
Consisting of:		
Cash in bank	\$ 2,017,846	\$ 2,547,845
Due from (to) general operating fund	(174,016)	2,306
Due from (to) water utility operating fund	5,120	(3,346)
	<u>\$ 1,848,950</u>	<u>\$ 2,546,805</u>