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Grant Thornton

TOWN OF STELLARTON
CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 2022



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Town of Stellarton

Management's Responsibility for Financial Reporting

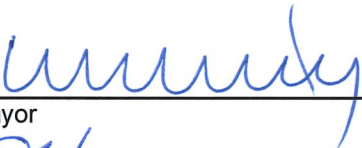
March 31, 2022

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.

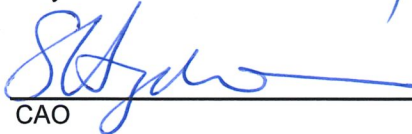
The Town maintains systems of internal controls designed to provide reasonable assurance that assets are safeguarded, transactions are properly authorized and recorded in compliance with legislative and regulatory requirements and reliable financial information is available on a timely basis for preparation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



CAO

June 13, 2022

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, 2022, and the consolidated statements of financial operations, change in net financial assets (debt) and cash flows 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, 2022, and its results of operations, its changes in its net financial assets (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.

Grant Thornton LLP

New Glasgow, Canada
June 13, 2022

Chartered Professional Accountants

Town of Stellarton
Consolidated Statement of Financial Position

March 31

2022

2021

Financial Assets

Cash and cash equivalents	\$ 7,251,573	\$ 6,344,339
Receivables		
Taxes (note 2)	182,994	378,181
Water rates (net of allowance - \$12,000; 2021 - \$21,220)	91,582	131,350
Harmonized sales tax receivable	61,759	74,660
Trade accounts (net of allowance - \$27,690; 2021 - \$27,690)	60,073	69,761
Land held for resale	2,142,144	2,142,144
Total Financial Assets	9,790,125	9,140,435

Financial Liabilities

Accounts payable and accrued liabilities	801,521	985,937
Deferred revenue (note 11)	599,864	338,104
Sick leave benefit liability (note 12)	358,000	327,300
Long term debt (note 4)	7,794,002	7,827,182
Total Financial Liabilities	9,553,387	9,478,523

Net Financial Assets (Debt)

236,738	(338,088)
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Non-Financial Assets (Liabilities)

Capital assets, net of accumulated amortization (page 24)	32,840,952	33,278,708
Deferred capital contributions, net of accumulated amortization	(293,360)	(303,652)
Prepaid expenses	-	15,358
	32,547,592	32,990,414

Accumulated Surplus

\$ 32,784,330	\$ 32,652,326
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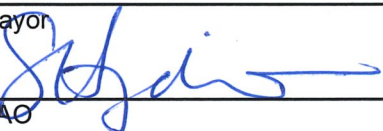
Commitments (note 8)

Contingencies (note 9)

On Behalf of the Town of Stellarton



 Mayor



 CAO

Town of Stellarton

Consolidated Statement of Operations

Year Ended March 31

2022

2021

	Page	Budget (note 10)	Actual	Actual
Revenue				
Taxes	8	\$ 5,926,805	\$ 6,098,770	\$ 6,014,237
Water rates	8	1,450,396	1,457,727	1,421,689
Grants in lieu of taxes	9	173,210	173,068	178,471
Services provided to other local governments	9	111,815	110,100	112,775
Sales of services	9	19,650	28,988	22,245
Other revenue from own sources	9	59,716	106,772	110,968
Unconditional transfers from other governments	9	500,684	1,001,368	500,684
Conditional transfers from other governments	9	105,000	124,818	223,440
Capital contributions and grants	10	520,000	489,461	411,067
Total Revenue		<u>8,867,276</u>	<u>9,591,072</u>	<u>8,995,576</u>
Expenses				
General government services	11	1,023,875	951,690	1,050,155
Protective services	11	2,036,681	2,085,778	2,000,137
Transportation services	12	2,800,238	2,786,222	2,615,728
Environmental health services	12	955,742	941,488	935,105
Environmental development services	12	206,087	178,898	263,346
Recreation and cultural services	13	807,671	991,803	886,013
Rink	13	-	-	16,678
Water treatment and distribution services	14	1,548,226	1,523,189	1,631,313
Total Expenses		<u>9,378,520</u>	<u>9,459,068</u>	<u>9,398,475</u>
Annual Surplus (Deficit)		<u>\$ (511,244)</u>	<u>\$ 132,004</u>	<u>\$ (402,899)</u>
Accumulated Surplus, beginning of year			\$ 32,652,326	\$ 33,055,225
Annual Surplus (Deficit)			<u>132,004</u>	<u>(402,899)</u>
Accumulated Surplus, end of year			<u><u>\$ 32,784,330</u></u>	<u><u>\$ 32,652,326</u></u>

Town of Stellarton**Consolidated Statement of Changes in Net Financial Assets (Debt)**

Year Ended March 31

Budget
(note 10)**2022**

2021

Annual Surplus (Deficit)	\$ (511,244)	\$ 132,004	\$ (402,899)
Changes in Tangible Capital Assets			
Acquisition of capital assets	(1,363,494)	(1,357,658)	(1,679,732)
Amortization of capital assets	1,280,000	1,749,384	1,737,892
Gain on sale of assets	-	(8,000)	(6,650)
Proceeds on sale of assets	-	8,000	17,765
Writedown on disposition of assets	-	35,738	145,004
	<u>(83,494)</u>	<u>427,464</u>	<u>214,279</u>
Decrease in prepaid expenses	-	15,358	6,186
Change in Net Financial Assets (Debt)	(594,738)	574,826	(182,434)
Net Debt, beginning of year	<u>(338,088)</u>	<u>(338,088)</u>	<u>(155,654)</u>
Net Financial Assets (Debt), end of year	<u>\$ (932,826)</u>	<u>\$ 236,738</u>	<u>\$ (338,088)</u>

Town of Stellarton

Consolidated Statement of Cash Flows

Year Ended March 31

2022

2021

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

Operating		
Annual surplus (deficit)	\$ 132,004	\$ (402,899)
Amortization	1,749,384	1,737,892
Gain from disposal of tangible capital assets	(8,000)	(6,650)
Loss from disposal of land held for resale	-	59,858
Writedown on disposition of tangible capital assets	35,738	145,004
	<u>1,909,126</u>	<u>1,533,205</u>
Change in non-cash working capital		
Taxes receivable	195,187	(11,496)
Water rates receivable	39,768	4,114
Trade accounts and harmonized sales tax receivables	22,589	(9,715)
Accounts payable and accrued liabilities	(184,416)	110,685
Deferred revenue	261,760	(83,438)
Sick leave benefit liability	30,700	30,400
Prepaid expenses	15,358	6,186
	<u>2,290,072</u>	<u>1,579,941</u>
Capital		
Purchase of tangible capital assets	(1,357,658)	(1,679,732)
Proceeds from disposal of tangible capital assets	8,000	17,765
Proceeds from disposal of land held for resale	-	164,315
	<u>(1,349,658)</u>	<u>(1,497,652)</u>
Financing		
Long term debt issued	6,705,802	-
Long term debt repaid	(6,738,982)	(897,061)
	<u>(33,180)</u>	<u>(897,061)</u>
Change in cash and cash equivalents	907,234	(814,772)
Cash and cash equivalents		
Beginning of year	<u>6,344,339</u>	<u>7,159,111</u>
End of year	<u>\$ 7,251,573</u>	<u>\$ 6,344,339</u>

Town of Stellarton

Schedules to Consolidated Statement of Operations

Year Ended March 31

2022

2021

	Budget	Actual	Actual
Taxes			
Assessable property			
Residential	\$ 3,336,892	\$ 3,328,628	\$ 3,320,164
Commercial	3,351,192	3,356,462	3,400,187
Resource	13,774	13,619	13,730
Other	100	97	96
	<u>6,701,958</u>	<u>6,698,806</u>	<u>6,734,177</u>
Special tax agreements			
Bell Aliant - based on revenues	22,500	21,502	22,796
Nova Scotia Power Inc - Grant in lieu of taxes	12,000	12,051	11,916
Nova Scotia Power Inc - HST rebate	35,000	35,330	38,723
Other - Heritage Gas	6,500	5,925	6,454
	<u>76,000</u>	<u>74,808</u>	<u>79,889</u>
Other			
Deed transfer tax	100,000	252,666	132,503
Total tax levied	<u>6,877,958</u>	<u>7,026,280</u>	<u>6,946,569</u>
Less taxes collected on behalf of others:			
Regional centre for education	(824,153)	(824,148)	(811,728)
Provincial correctional service	(52,000)	(50,511)	(51,331)
Regional housing authority	(75,000)	(52,851)	(69,273)
	<u>(951,153)</u>	<u>(927,510)</u>	<u>(932,332)</u>
	<u>\$ 5,926,805</u>	<u>\$ 6,098,770</u>	<u>\$ 6,014,237</u>
Water rates			
Metered sales	\$ 200,800	\$ 212,444	\$ 199,331
Flat rate sales	906,500	905,628	907,560
Public fire protection	340,376	336,660	311,423
Special services	2,720	2,995	3,375
	<u>\$ 1,450,396</u>	<u>\$ 1,457,727</u>	<u>\$ 1,421,689</u>

Town of Stellarton

Schedules to Consolidated Statement of Operations

Year Ended March 31

2022

2021

	Budget	Actual	Actual
Grants in lieu of taxes			
Federal government	\$ 22,618	\$ 22,476	\$ 23,742
Federal government agencies	9,006	9,006	9,064
Provincial government			
Fire Protection	72,633	72,633	74,405
Department of Mines	68,678	68,678	70,986
Department of Transportation and Industry	275	275	274
	<u>\$ 173,210</u>	<u>\$ 173,068</u>	<u>\$ 178,471</u>
Other revenue from own sources			
Services provided to other local governments	\$ 111,815	\$ 110,100	\$ 112,775
Sales of services			
Police services	4,650	8,358	4,849
Recreation services	5,000	13,693	3,928
Planning and development	10,000	6,937	13,468
	<u>19,650</u>	<u>28,988</u>	<u>22,245</u>
Other			
Licenses and permits	1,000	3,270	1,180
Fines	10,100	4,648	9,471
Sale of assets	-	8,000	6,650
Interest	12,200	35,884	34,675
Penalties and interest on taxes	25,000	23,695	24,116
Insurance recovery	-	-	16,258
Miscellaneous	11,416	31,275	18,618
	<u>59,716</u>	<u>106,772</u>	<u>110,968</u>
	<u>\$ 191,181</u>	<u>\$ 245,860</u>	<u>\$ 245,988</u>
Transfers from government			
Unconditional transfers from other governments			
Provincial government			
Municipal Financial Capacity Grant	\$ 500,684	\$ 1,001,368	\$ 500,684
Conditional transfers from other governments			
Federal government			
Culture and wage grants	\$ 5,000	\$ 16,418	\$ 25,402
Safe restart agreement funding	-	-	69,165
Provincial government			
Safe communities funding	100,000	100,000	100,000
Wages and other grants	-	8,400	28,873
	<u>\$ 105,000</u>	<u>\$ 124,818</u>	<u>\$ 223,440</u>

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

Year Ended March 31

2022

2021

	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
Capital contributions and grants			
Canada Community-Building Fund	\$ 500,000	\$ 435,205	\$ 411,067
Provincial Emergency Services Fund	20,000	20,000	-
Contributions	-	34,256	
	<u>\$ 520,000</u>	<u>\$ 489,461</u>	<u>\$ 411,067</u>

Town of Stellarton
Schedules to Consolidated Statement of Operations

Year Ended March 31

2022

2021

	Budget	Actual	Actual
General government services			
Legislative	\$ 106,157	\$ 97,517	\$ 102,711
General administration	506,498	473,593	505,208
Office building maintenance	82,650	83,427	85,502
Professional services	27,836	29,260	35,057
Election	-	-	20,895
Damage claims	20,000	154	-
Insurance	71,075	56,759	49,171
Miscellaneous	13,971	18,922	20,478
	<u>722,030</u>	<u>662,115</u>	<u>716,311</u>
Grants to other organizations	101,337	97,553	114,657
Community Advisory Board	1,150	-	1,150
Interest and service charges	8,500	8,736	8,075
Taxation exemptions	11,200	9,200	10,400
Assessment services	55,501	55,501	56,590
Write-down of assets	-	22,319	-
Valuation allowances (recovery)	3,000	(50,000)	(8,075)
Interest on long term debt	-	-	625
	<u>180,688</u>	<u>143,309</u>	<u>183,422</u>
	1,008,875	902,941	1,002,444
Sick leave benefit	-	30,700	30,400
Amortization	15,000	18,049	17,311
	<u>15,000</u>	<u>18,049</u>	<u>17,311</u>
	<u>\$ 1,023,875</u>	<u>\$ 951,690</u>	<u>\$ 1,050,155</u>

Protective services

Police protection			
Crime investigation, prevention and protection	\$ 1,806,966	\$ 1,869,514	\$ 1,784,693
Traffic control	20,000	19,858	13,128
Animal control	10,100	9,972	10,047
Safe communities	15,000	11,658	15,741
	<u>1,852,066</u>	<u>1,911,002</u>	<u>1,823,609</u>
Fire protection			
Fire fighting force	63,300	64,139	63,246
Fire stations and buildings	83,064	71,553	62,047
	<u>146,364</u>	<u>135,692</u>	<u>125,293</u>
Emergency measures	7,251	7,682	8,801
Joint fire inspector	1,000	-	-
Write-down of assets	-	-	1,435
	<u>8,251</u>	<u>7,682</u>	<u>10,236</u>
	2,006,681	2,054,376	1,959,138
Amortization	30,000	31,402	40,999
	<u>30,000</u>	<u>31,402</u>	<u>40,999</u>
	<u>\$ 2,036,681</u>	<u>\$ 2,085,778</u>	<u>\$ 2,000,137</u>

Town of Stellarton

Schedules to Consolidated Statement of Operations

Year Ended March 31

2022

2021

	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
Transportation services			
Common services			
Salary and wages	\$ 1,144,820	\$ 1,049,181	\$ 1,011,147
Equipment maintenance	161,756	189,634	129,539
Town barn operating	55,000	66,184	76,589
Road transport			
Salt	100,000	158,056	61,850
Street and sidewalk repairs	130,000	95,445	135,270
Street lighting	66,000	75,245	65,366
Traffic lights	15,469	20,971	31,507
Supplies	54,740	57,740	51,829
Equipment rental	30,000	26,733	13,553
Landscape and beautification	22,500	20,199	20,748
Write-down of assets	-	13,419	15,905
Miscellaneous	33,000	29,101	36,877
Public Transit	20,000	20,000	20,000
Interest on long term debt	51,953	40,628	27,816
	<u>1,885,238</u>	<u>1,862,536</u>	<u>1,697,996</u>
Amortization	915,000	923,686	917,732
	<u>\$ 2,800,238</u>	<u>\$ 2,786,222</u>	<u>\$ 2,615,728</u>

Environmental health services			
Sewage collection and disposal	\$ 473,345	\$ 473,340	\$ 462,024
Sewer maintenance	45,000	25,082	27,486
Solid waste collection, disposal and recycling	270,894	270,516	274,548
Interest on long term debt	11,503	11,342	14,107
	<u>800,742</u>	<u>780,280</u>	<u>778,165</u>
Amortization	155,000	161,208	156,940
	<u>\$ 955,742</u>	<u>\$ 941,488</u>	<u>\$ 935,105</u>

Environmental development services			
Planning and development	\$ 81,485	\$ 73,152	\$ 74,770
Tourism	4,602	4,602	4,602
Sale of land held for resale	-	-	59,858
Interest on long term debt	115,000	93,475	116,447
	<u>201,087</u>	<u>171,229</u>	<u>255,677</u>
Amortization	5,000	7,669	7,669
	<u>\$ 206,087</u>	<u>\$ 178,898</u>	<u>\$ 263,346</u>

Town of Stellarton

Schedules to Consolidated Statement of Operations

Year Ended March 31

2022

2021

	Budget	Actual	Actual
Recreation and cultural services			
Recreation facilities			
Administration and programs	\$ 88,291	\$ 101,802	\$ 58,685
Parks and playgrounds	55,710	40,546	54,185
Community Centres	9,270	7,923	7,936
Share of Pictou County Wellness Centre	320,000	355,624	395,946
Wellness Centre - Deed Transfer Tax	100,000	252,666	132,503
Cultural buildings and facilities			
Regional library board	42,000	41,680	41,680
Branch library	29,900	21,847	19,766
Homecoming committee	2,500	-	7,755
	<u>647,671</u>	<u>822,088</u>	<u>718,456</u>
Amortization	160,000	169,715	167,557
	<u>\$ 807,671</u>	<u>\$ 991,803</u>	<u>\$ 886,013</u>

Rink			
Fuel	\$ -	\$ -	\$ 99
Insurance	-	-	1,765
Maintenance, repairs and supplies	-	-	1,918
Miscellaneous	-	-	208
Power and light	-	-	391
Telephone	-	-	25
Wages and benefits	-	-	4,326
Demolition costs	-	-	4,589
Sale of assets	-	-	3,357
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 16,678</u>

Town of Stellarton
Schedules to Consolidated Statement of Operations

Year Ended March 31

2022

2021

	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
Water treatment and distribution			
Operating expenditures			
Power and pumping	\$ 181,607	\$ 183,526	\$ 179,065
Purification	569,052	573,988	505,946
Transmission and distribution	166,967	145,933	149,205
Administrative and general	37,100	19,317	40,337
Write-down of assets	-	-	124,307
Interest on long term debt	185,000	162,770	202,769
	<u>1,139,726</u>	<u>1,085,534</u>	<u>1,201,629</u>
Amortization	408,500	437,655	429,684
	<u>\$ 1,548,226</u>	<u>\$ 1,523,189</u>	<u>\$ 1,631,313</u>

Town of Stellarton

Notes to the Consolidated Financial Statements

March 31, 2022

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, 2022

(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 \$4,276,070 (2021 - \$3,694,625) and internally designated cash of \$2,975,503 (2021 - \$2,649,714). 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, 2022

(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 April 12, 2021 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 10 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 Canada Community-Building Fund 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, 2022, there are no known contaminated sites identified.

Town of Stellarton

Notes to the Consolidated Financial Statements

March 31, 2022

(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, 2022

2. Taxes receivable	<u>2022</u>	<u>2021</u>
Balance, beginning of year	\$ 480,145	\$ 468,649
Current period tax and interest	6,722,501	6,758,293
	<u>7,202,646</u>	<u>7,226,942</u>
Collections	<u>(6,967,688)</u>	<u>(6,746,797)</u>
Balance, end of year	234,958	480,145
Valuation allowance (note 3)	<u>(51,964)</u>	<u>(101,964)</u>
Balance, net of valuation allowance end of year	<u>\$ 182,994</u>	<u>\$ 378,181</u>

3. Valuation allowance - uncollected taxes and rates	<u>2022</u>	<u>2021</u>
Balance, beginning of year	\$ 101,964	\$ 101,964
Change in allowance	<u>(50,000)</u>	-
Balance, beginning and end of year	<u>\$ 51,964</u>	<u>\$ 101,964</u>

4. Long term debt	<u>2022</u>	<u>2021</u>
4.590 - 4.590% business park debenture which was fully repaid in fiscal 2022.	\$ -	\$ 2,420,000
0.000 - 2.259% business park debenture maturing in fiscal 2032, repayable in equal annual principal instalments of \$220,000, interest payable semi-annually.	2,200,000	-
2.582 - 3.2995% equipment debenture maturing in fiscal 2029, repayable in equal annual principal instalments of \$55,000, interest payable semi-annually.	385,000	440,000
2.830 - 3.551% sewer and paving debenture maturing in fiscal 2034, repayable in equal annual principal instalments of \$21,600, interest payable semi-annually.	475,200	496,800
1.948 - 2.712% equipment debenture maturing in fiscal 2030, repayable in equal annual principal instalments of \$28,500, interest payable semi-annually.	228,000	256,500
0.400 - 2.809% public works building debenture maturing in fiscal 2037, repayable in equal annual principal instalments of \$27,000, interest payable semi-annually.	675,000	-
4.590 - 4.590% water capital debenture which was fully repaid in fiscal 2022.	-	4,213,882
0.000 - 2.259% water capital debenture maturing in fiscal 2032, repayable in equal annual principal instalments of \$383,080, interest payable semi-annually.	3,830,802	-
	<u>\$ 7,794,002</u>	<u>\$ 7,827,182</u>

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

	<u>Total</u>
2023	\$ 735,180
2024	735,180
2025	735,180
2026	735,180
2027	735,180

Town of Stellarton

Notes to the Consolidated Financial Statements

March 31, 2022

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, 2019 and indicated this plan is fully funded on a going concern basis with assets exceeding the actuarial liabilities by \$12,938,000.

On a solvency basis the actuarial liabilities exceed the value of assets by \$7,061,000. 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 \$106,710 for the defined contribution plan in the year ending March 31, 2022 (2021 - \$94,749).

The Town's 2022 contribution to the police pension representing current year contributions was \$83,804 (2021 - \$74,401).

6. Contributions to a Commission

Stellarton Memorial Rink Commission (100% interest)

During the previous fiscal year, the Rink land and building were sold to a local not-for profit community organization for \$1. Prior to this sale, the Town financed the deficit of the Stellarton Rink Commission out of operations. There is no appropriation recorded in the accounts of the Town for the current year but for 2021 the amount was \$8,732. 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	\$ 139	\$ 23,026
Campbell	Councillor	15,084	-	15,084
Knight	Councillor	15,084	139	15,223
Lawand	Councillor / Deputy Mayor	16,038	139	16,177
Pentz	Councillor / Deputy Mayor	15,745	-	15,745
Higdon	CAO	101,942	261	102,203

Town of Stellarton

Notes to the Consolidated Financial Statements

March 31, 2022

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 loan was fully repaid in the year.

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, 2022 the amount transferred was \$252,666 (2021 - \$132,503).

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. 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, 2022

10. 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	\$ -
Water utility operations	(298,924)
Approved budget deficit	<u>(298,924)</u>
Add:	
Grants for tangible capital assets	520,000
Capital debt repayments	735,180
Less:	
Annual amortization	(1,280,000)
Transfer from depreciation	(150,000)
Transfer from operating reserve	(37,500)
Net PSA adjustments	<u>(212,320)</u>
PSA adjusted budgeted surplus for the year	<u>\$ (511,244)</u>

11. Deferred revenue

	<u>2022</u>	<u>2021</u>
Canada Community-Building Fund	\$ 444,682	\$ 203,224
Other	155,182	134,880
	<u>\$ 599,864</u>	<u>\$ 338,104</u>
Balance, beginning of year	\$ 338,104	\$ 421,542
Contributions from:		
Canada Community-Building Fund	676,663	331,692
Other	20,302	17,572
	<u>696,965</u>	<u>349,264</u>
Utilized for:		
Canada Community-Building Fund	(435,205)	(411,067)
Operating	-	(21,635)
	<u>(435,205)</u>	<u>(432,702)</u>
Balance, end of year	<u>\$ 599,864</u>	<u>\$ 338,104</u>

Town of Stellarton

Notes to the Consolidated Financial Statements

March 31, 2022

12. 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 2022 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>2022</u>	<u>2021</u>
Current period benefit expense	\$ 53,000	\$ 51,700
Interest expense	8,500	7,700
Total sick leave benefit expense	<u>\$ 61,500</u>	<u>\$ 59,400</u>

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

	<u>2022</u>	<u>2021</u>
Balance, beginning of year	\$ 327,300	\$ 296,900
Benefit expense	53,000	51,700
Interest expense	8,500	7,700
Benefit payments	<u>(30,800)</u>	<u>(29,000)</u>
Balance, end of year	<u>\$ 358,000</u>	<u>\$ 327,300</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.
-

Town of Stellarton Consolidated Schedule of Tangible Capital Assets

March 31, 2022

	Land	Land improvements	Buildings	Engineered structures	Machinery and equipment	Vehicles	2022	2021
Cost:								
Balance, beginning 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
Acquisition of tangible capital assets	-	-	260,860	998,370	70,694	-	1,329,924	1,657,413
Disposal of tangible capital assets	-	-	(49,774)	(145,549)	(41,954)	-	(237,277)	(392,530)
Construction-in-process	-	27,734	-	-	-	-	27,734	22,319
Balance, end of year	706,907	4,661,705	9,427,644	41,772,354	3,220,692	1,738,405	61,527,707	60,407,326
Accumulated amortization:								
Balance, beginning of year	-	2,558,941	5,251,655	16,300,964	1,749,570	1,267,488	27,128,618	25,616,845
Disposal of tangible capital assets	-	-	(14,036)	(145,549)	(41,954)	-	(201,539)	(236,411)
Annual amortization	-	154,821	277,240	1,055,416	186,600	85,599	1,759,676	1,748,184
Balance, end of year	-	2,713,762	5,514,859	17,210,831	1,894,216	1,353,087	28,686,755	27,128,618
Net book value of tangible capital assets	\$ 706,907	\$ 1,947,943	\$ 3,912,785	\$ 24,561,523	\$ 1,326,476	\$ 385,318	\$ 32,840,952	\$ 33,278,708
2021 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	

Town of Stellarton
Consolidated Schedule of Segmented Disclosure

March 31, 2022

March 31, 2022

	General Government Services		Transportation Services		Environmental Health Services		Environmental Development Services		Recreation and Cultural Services		Water		Consolidated
Revenue													
Taxes	\$ 749,970	\$ 1,484,410	\$ 2,208,400	\$ 748,428	\$ 136,699	\$ 770,863	\$ -	\$ -	\$ 6,098,770				
Water rates	-	-	-	-	-	-	1,457,727	-	1,457,727				
Grants in lieu of taxes	21,282	42,124	62,669	21,239	3,879	21,875	-	-	173,068				
Services provided to other local governments	-	110,100	-	-	-	-	-	-	110,100				
Sale of services	-	8,358	-	-	6,937	13,693	-	-	28,988				
Other revenue from own sources	79,788	12,648	-	-	-	-	-	14,336	106,772				
Unconditional transfers from other governments	123,139	243,728	362,601	122,886	22,445	126,569	-	-	1,001,368				
Conditional transfers from other governments	8,262	100,000	8,156	-	-	8,400	-	-	124,818				
Capital contributions and grants	-	20,000	231,956	203,249	-	34,256	-	-	489,461				
	\$ 982,441	\$ 2,021,368	\$ 2,873,782	\$ 1,095,801	\$ 169,960	\$ 975,656	\$ 1,472,063	\$ 991,803	\$ 9,459,068				
Expenses													
Salaries, wages and benefits	\$ 517,051	\$ 1,735,310	\$ 1,049,181	\$ -	\$ -	\$ 80,486	\$ 392,308	\$ 3,774,336					
Operating materials and supplies	108,979	152,009	608,191	25,082	-	77,432	433,295	1,404,988					
Contracted services	158,383	142,042	99,180	743,856	73,152	649,970	86,846	1,953,429					
Rents and financial expenses	20,156	25,015	92,565	11,342	93,475	14,200	173,085	429,838					
Community grants and exemptions	106,753	-	-	-	4,602	-	-	111,355					
Amortization & writedowns	40,368	31,402	937,105	161,208	7,669	169,715	437,655	1,785,122					
	\$ 951,690	\$ 2,085,778	\$ 2,786,222	\$ 941,488	\$ 178,898	\$ 991,803	\$ 1,523,189	\$ 9,459,068					

Town of Stellarton
Consolidated Schedule of Segmented Disclosure

March 31, 2022

March 31, 2021


Revenue	General Government Services		Protective Services		Transportation Services		Environmental Health Services		Environmental Development Services		Recreation and Cultural Services		Water		Consolidated
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>\$ -</u>	<u>\$ 239,220</u>	<u>\$ 815,915</u>	<u>\$ 1,438,306</u>	<u>\$ -</u>	<u>\$ 1,438,306</u>	<u>\$ -</u>	<u>\$ 8,995,576</u>	
Expenses															
Salaries, wages and benefits	\$ 511,427	\$ 1,540,760	\$ 1,011,147	\$ -	\$ -	\$ 51,338	\$ -	\$ -	\$ 51,338	\$ 370,374	\$ -	\$ 370,374	\$ -	\$ 3,485,046	
Operating materials and supplies	116,739	143,453	461,097	27,486	-	82,658	-	-	82,658	414,531	-	414,531	-	1,245,964	
Contracted services	226,000	252,095	141,483	736,572	74,770	570,129	-	-	570,129	66,721	-	66,721	-	2,067,770	
Rents and financial expenses	53,621	21,395	68,364	14,107	116,447	11,308	-	-	11,308	225,696	-	225,696	-	510,938	
Community grants and exemptions	125,057	-	-	-	4,602	11,755	-	-	11,755	-	-	-	-	141,414	
Amortization & writedowns	17,311	42,434	933,637	156,940	67,527	175,503	-	-	175,503	553,991	-	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>\$ -</u>	<u>\$ 263,346</u>	<u>\$ 902,691</u>	<u>\$ 1,631,313</u>	<u>\$ -</u>	<u>\$ 1,631,313</u>	<u>\$ -</u>	<u>\$ 9,398,475</u>	

SUPPLEMENTARY SCHEDULES


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

March 31	2022	2021
Assets		
Cash	\$ 1,205,970	\$ 1,453,970
Receivables		
Rates (less allowance for doubtful accounts - \$12,000, 2021 - \$21,220)	91,582	131,351
Due from own funds and agencies		
General operating fund	25,567	41,000
Water capital fund	2,273	-
	<u>\$ 1,325,392</u>	<u>\$ 1,626,321</u>
Liabilities		
Payables and accruals	\$ 37,894	\$ 100,169
Deferred revenue	26,199	20,692
Due to own funds and agencies		
Water capital fund	-	5,120
	<u>64,093</u>	<u>125,981</u>
Equity		
Surplus	1,261,299	1,500,340
	<u>\$ 1,325,392</u>	<u>\$ 1,626,321</u>

On behalf of the Town of Stellarton



 Mayor



 CAO

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

Year ended March 31

	2022		2021
	Budget	Actual	Actual
Operating revenue			
Metered sales	\$ 200,800	\$ 212,444	\$ 199,331
Flat rate sales	906,500	905,628	907,560
Public fire protection	703,444	695,764	643,598
Investment earnings	7,000	6,214	7,001
Special services	2,720	2,995	3,375
	<u>1,820,464</u>	<u>1,823,045</u>	<u>1,760,865</u>
Operating expenditures			
Power and pumping	181,607	183,526	179,065
Purification	569,052	573,988	505,946
Transmission and distribution	166,967	145,933	149,205
Administration and general	241,100	223,317	121,937
Depreciation	408,500	405,390	397,419
Taxes	134,082	134,082	134,082
	<u>1,701,308</u>	<u>1,666,236</u>	<u>1,487,654</u>
Operating income	<u>119,156</u>	<u>156,809</u>	<u>273,211</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	185,000	162,770	202,769
Principal	383,080	383,080	383,080
	<u>568,080</u>	<u>545,850</u>	<u>585,849</u>
Excess of expenditures over revenue	<u>\$ (298,924)</u>	<u>(239,041)</u>	<u>(162,638)</u>
Surplus, beginning of year		<u>1,500,340</u>	<u>1,662,978</u>
Surplus, end of year		<u>\$ 1,261,299</u>	<u>\$ 1,500,340</u>

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

March 31	2022	2021
Assets		
Cash	\$ 1,690,846	\$ 2,017,846
Due from own funds and agencies		
Water utility operating fund	-	5,120
General operating fund	1,966	-
Utility plant and equipment (page 30)	<u>20,209,056</u>	<u>19,833,235</u>
	<u>\$ 21,901,868</u>	<u>\$ 21,856,201</u>
Liabilities		
Due to own funds and agencies		
General operating fund	\$ -	\$ 174,016
Water utility operating fund	2,273	-
Accumulated allowance for depreciation	6,700,863	6,299,018
Deferred contributions (net of accumulated amortization of \$291,666; 2021 - \$249,109)	2,624,382	2,666,939
Debt		
Nova Scotia Municipal Finance Corporation	<u>3,830,802</u>	<u>4,213,882</u>
	<u>13,158,320</u>	<u>13,353,855</u>
Equity		
Investment in capital assets (page 30)	<u>8,743,548</u>	<u>8,502,346</u>
	<u>\$ 21,901,868</u>	<u>\$ 21,856,201</u>

On behalf of the Town of Stellarton



 Mayor



 CAO

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

March 31	2022	2021
Land and rights	\$ 68,583	\$ 68,583
Structures and improvements		
Buildings	47,908	47,908
Reservoirs	4,094,335	4,111,833
Water treatment plant	6,011,546	6,011,546
Pumping equipment	150,739	159,977
Purification equipment	783,753	783,753
Transmission mains	1,737,961	1,737,961
Distribution mains	6,269,434	5,870,115
Services	113,316	116,666
Meters	17,853	17,853
Hydrants	217,606	209,785
Equipment	532,536	533,769
Weir	163,486	163,486
	<u>\$ 20,209,056</u>	<u>\$ 19,833,235</u>

Schedule of Investment in Capital Assets

Year ended March 31	2022	2021
Balance, beginning of year	\$ 8,502,346	\$ 8,383,957
Interest earned on depreciation funds	8,122	9,616
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>241,202</u>	<u>118,389</u>
Balance, end of year	<u>\$ 8,743,548</u>	<u>\$ 8,502,346</u>

Schedule of Depreciation Funds

Year ended March 31	2022	2021
Balance, beginning of year	\$ 1,848,950	\$ 2,546,805
Interest earned on depreciation funds	8,122	9,616
Assets acquired	(421,923)	(954,890)
Current year's depreciation	405,390	397,419
Depreciation funds utilized for debt service	(150,000)	(150,000)
	<u>(158,411)</u>	<u>(697,855)</u>
Balance, end of year	<u>\$ 1,690,539</u>	<u>\$ 1,848,950</u>
Consisting of:		
Cash in bank	\$ 1,690,846	\$ 2,017,846
Due from (to) general operating fund	1,966	(174,016)
Due from (to) water utility operating fund	(2,273)	5,120
	<u>\$ 1,690,539</u>	<u>\$ 1,848,950</u>