



COUNTY *of* ANNAPOLIS
NATURALLY ROOTED

Consolidated Financial Statements

For the fiscal year April 1, 2023 – March 31, 2024



COUNTY *of* ANNAPOLIS
NATURALLY ROOTED

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Municipality of the County of Annapolis

Consolidated Financial Statements

March 31, 2024

Management’s Responsibility for the Consolidated Financial Statements

The consolidated financial statements have been prepared by management in accordance with Canadian public sector accounting standards, and the integrity and objectivity of these statements are management’s responsibility. Management is also responsible for all of the notes to the consolidated financial statements and schedules, and for ensuring that this information is consistent, where appropriate, with the information contained in the consolidated financial statements. A summary of the significant accounting policies are described in Note 1 to the consolidated financial statements. The preparation of financial statements necessarily involves the use of estimates based on management’s judgment, particularly when transactions affecting the current accounting period cannot be finalized with certainty until future periods.

Management is also responsible for implementing and maintaining a system of internal controls to provide reasonable assurance that reliable financial information is produced. The internal controls are 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 consolidated financial statements.

The Council is responsible for ensuring that management fulfills its responsibilities for financial reporting and internal control, and exercises these responsibilities through the Audit Committee. The Council reviews internal consolidated financial statements on a monthly basis and external audited consolidated financial statements annually. The Audit Committee also discuss any significant financial reporting or internal control matters prior to their approval of the consolidated financial statements.

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

On behalf of the Municipality of the County of Annapolis



Angela Anderson, CPA
Manager of Finance/Treasurer



Chris McNeill
Chief Administrative Officer

January 21, 2025

Independent Auditor's Report

To the Council of Municipality of the County of Annapolis

Doane Grant Thornton LLP
Nova Centre, North Tower
Suite 1000, 1675 Grafton Street
Halifax, NS
B3J 0E9
T +1 902 421 1734
F +1 902 420 1068

Opinion

We have audited the consolidated financial statements of Municipality of the County of Annapolis ("the Municipality"), which comprise the consolidated statement of financial position as at March 31, 2024, and the consolidated statements of operations, change in net financial assets 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 Municipality of the County of Annapolis as at March 31, 2024, and its results of operations, its changes in its net financial assets, and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Consolidated Financial Statements* section of our report. We are independent of the Municipality in accordance with the ethical requirements that are relevant to our audit of the 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 Matter – Supplementary Information

Our audit was conducted for the purposes of forming an opinion on the financial statements taken as a whole. The schedules starting on page 22 are presented for purposes of additional information and is not a required part of the financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the financial statements, and, accordingly, we express no opinion on it.

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 Municipality's ability to continue as a going concern, disclosing, as applicable, matters related to a going concern and using the going concern basis of accounting unless management either intends to liquidate the Municipality or to cease operations, or has no realistic alternative but to do so.

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

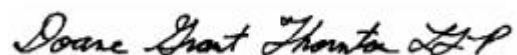
Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

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 Municipality's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Municipality's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the 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 Municipality to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the 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 group 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 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.



Halifax, Canada
January 21, 2025

Chartered Professional Accountants

Municipality of the County of Annapolis

Consolidated statement of financial position

For the year ended March 31

2024

2023

Financial assets

Cash (Note 3)	\$ 16,839,953	\$ 14,910,126
Investments (Note 3)	4,000,000	4,000,000
Taxes receivable (Note 4)	991,452	879,384
Accounts receivable (Note 5)	4,837,307	3,001,355
	<u>26,668,712</u>	<u>22,790,865</u>

Liabilities

Accounts payable	\$ 2,718,508	3,798,030
Temporary borrowings (Note 13)	3,079,555	3,079,555
Deferred revenue (Note 6)	6,673,959	4,444,942
Tax sale surplus (Note 10)	891,262	780,515
Long term debt (Note 8)	1,343,350	1,712,141
Asset retirement obligation	124,409	140,869
	<u>14,831,043</u>	<u>13,956,052</u>

Net financial assets

11,837,669 8,834,813

Non-financial assets

Tangible capital assets (Note 7)	42,935,899	42,613,155
Other assets	147,222	58,230
	<u>43,083,121</u>	<u>42,671,385</u>

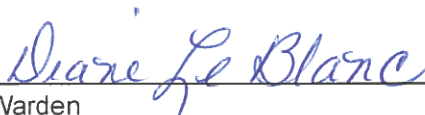
Accumulated surplus

\$ 54,920,790 \$ 51,506,198

Commitments and contingencies (Note 17)

Subsequent events (Note 18)

Approved by the Municipality:


Warden


Chief Administration Officer

Municipality of the County of Annapolis

Consolidated statement of operations

For the year ended March 31

Budget

2024

2023

Revenue

Taxation	\$ 15,973,450	\$ 16,418,226	\$ 15,196,414
Taxation from other governments	1,051,939	1,025,667	924,497
User fees and charges	1,944,770	2,260,552	1,706,127
Government transfers	1,195,017	2,393,960	2,846,295
Investment income	105,000	762,944	376,863
Other revenues	363,030	422,691	395,260
	<u>20,633,206</u>	<u>23,284,040</u>	<u>21,445,456</u>

Expenses

General government	4,606,764	4,789,009	4,278,078
Protective	4,796,504	5,218,262	4,329,739
Transportation	1,893,692	1,687,104	2,240,413
Environmental	3,444,700	4,571,165	3,391,924
Recreation and cultural	694,853	1,110,985	762,983
Planning and development	908,470	639,517	650,612
Water utility	1,487,947	1,406,360	1,399,297
Transfer to other agencies	409,414	396,643	386,531
	<u>18,242,344</u>	<u>19,819,047</u>	<u>17,439,577</u>

Net revenue 2,390,863 3,464,993 4,005,879

Other expenses

Loss on sale of assets		46,586	109,292
ARO Accretion Expense		3,815	10,878
		<u>50,401</u>	<u>120,170</u>

Annual surplus 3,414,592 3,885,709

Accumulated surplus, beginning of year 51,506,198 47,620,489

Accumulated surplus, end of year \$ 54,920,790 \$ 51,506,198

Municipality of the County of Annapolis**Consolidated statement of changes in net financial assets**

For the year ended March 31

2024**2023**

Annual surplus	\$ 3,414,592	\$ 3,885,709
Acquisition of tangible capital assets (Note 7)	(2,050,065)	(4,041,780)
Proceeds of disposal of assets	13,898	66,637
Loss on sale of tangible capital assets	46,586	109,292
Amortization of tangible capital assets	1,666,837	1,572,641
	<u>3,091,848</u>	<u>1,592,499</u>
Change in other assets	<u>(88,992)</u>	<u>(10,957)</u>
Change in net financial assets	<u>3,002,856</u>	<u>1,581,542</u>
Net financial assets, beginning of year	<u>8,834,813</u>	<u>7,253,271</u>
Net financial assets, end of year	<u>\$ 11,837,669</u>	<u>\$ 8,834,813</u>

See accompanying notes to the consolidated financial statements

Municipality of the County of Annapolis

Consolidated statement of cash flows

For the year ended March 31

2024

2023

Increase (decrease) in cash and cash equivalents

Operating activities

Annual surplus \$ 3,414,592 \$ 3,885,709

Items not involving cash

Loss (gain) on sale of tangible capital assets 46,586 109,292
 Amortization of tangible capital assets 1,666,837 1,572,641
 Accretion expense 3,815 10,878
 Disposal of ARO Liability (20,274) -

Changes in non-cash operating balances

Taxes receivable (112,068) (201,348)
 Receivables (1,835,952) 1,427,326
 Other assets (88,992) (10,957)
 Payables (1,079,522) (4,838,816)
 Tax sale surplus 110,747 97,186
 Deferred revenue 2,229,017 378,798
4,334,786 2,430,709

Investing activities

Purchase of investments - (4,000,000)
 Proceeds from investments - 9,874,156
 Acquisition of tangible capital assets (2,050,065) (3,911,789)
 Proceeds from disposition of tangible capital assets 13,898 66,637
(2,036,167) 2,029,004

Financing activities

Acquisition of short-term debt - 1,195,437
 Repayment of long-term debt (368,792) (574,553)
(368,792) 620,884

Increase (decrease) in cash and cash equivalents 1,929,827 5,080,597

Cash and cash equivalents, beginning of year 14,910,126 9,829,529

Cash and cash equivalents, end of year \$ 16,839,953 \$ 14,910,126

Municipality of the County of Annapolis

Notes to the consolidated financial statements

March 31, 2024

1. Summary of significant accounting policies

Principles and basis of consolidation

The consolidated financial statements of the Municipality of the County of Annapolis are prepared by management in accordance with Canadian Public Sector Accounting Standards (PSAS), as recommended by the Public Sector Accounting Board (PSAB) of the Chartered Professional Accountants of Canada. Significant aspects of the accounting policies adopted by the Municipality are as follows:

Reporting entity

The consolidated financial statements reflect the assets, liabilities, revenues, expenses and changes in accumulated surplus and in the financial position of the reporting entity. The reporting entity is comprised of all organizations and enterprises accountable for the administration of their affairs and resources to the Municipality and which are owned or controlled by the Municipality, namely:

- General operating and capital fund;
- Annapolis County Water Utility; and
- Bridgetown Water Utility.

Trust funds administered by the Municipality have not been included in the Consolidated Statement of Financial Position nor have these operations been included in the Consolidated Statement of Operations.

Inter-departmental and inter-organizational transactions and balances between these entities and organizations are eliminated on consolidation.

Basis of accounting

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

Fund accounting

Funds within the consolidated financial statements consist of the operating, capital and reserve funds. Transfers between funds are recorded as adjustments to the appropriate fund balance.

Budget figures

The budget figures contained in these consolidated financial statements were approved by Council on March 19, 2023, in its original fiscal plan.

Valuation allowance

The Municipality provides a valuation allowance for estimated losses that will be incurred in collecting receivables outstanding.

Cash and cash equivalents

Cash and cash equivalents include cash on hand and balances with banks, bank overdrafts, and highly liquid temporary money instruments with original maturities of three months or less. Bank borrowings are considered to be financing activities. Refer to Note 3.

Investments

The Municipality accounts for their current investments at cost. The investments held currently is a 10 year principal protected note with principal guarantee and defined returns pending market performance.

Municipality of the County of Annapolis

Notes to the consolidated financial statements

March 31, 2024

1. Summary of significant accounting policies (continued)

Use of estimates

The preparation of consolidated financial statements in conformity with PSAS requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent liabilities at the date of the consolidated financial statements and the reported amounts of revenues and expenses during the reporting period. Significant items subject to such estimates and assumptions include the carrying amount of tangible capital assets, valuation allowances for receivables, assets and obligations related to employee future benefits. Actual results could differ from those reported.

Revenue and expenditure recognition

Sources of financing and expenses are reported on the accrual basis of accounting. The accrual basis of accounting recognizes revenues as they are earned and measurable; expenses are recognized as they are incurred and measurable as a result of receipt of goods or services and the creation of a legal obligation to pay.

Tax revenues are property tax billings which are prepared by the Municipality based on assessment rolls. Tax rates are established annually by Municipal Council. Taxes are billed based on the assessment rolls provided by the Property Services Valuation Corporation a non-for-profit organization responsible for assessment under the Nova Scotia Assessment Act. Taxation revenues are recorded at the time tax billings are issued. Assessments and the related property taxes are subject to appeal. Any supplementary billing adjustments made necessary by the determination of such changes will be recognized in the fiscal year they are determined.

The Municipality is entitled to collect interest and penalties on overdue taxes. These revenues are recorded in the period the interest and penalties are levied.

Revenues from services to other governments, sale of services, after fire protection and other revenues are recognized at the time when services are performed and/or when earned as long as amounts can be reasonably estimated, and collection is reasonably assured. Fire protection and other revenues are recognized when received.

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.

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.

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

Municipality of the County of Annapolis

Notes to the consolidated financial statements

March 31, 2024

1. Summary of significant accounting policies (continued)

Deferred revenue

Receipts which are restricted by legislation or agreement with external parties are deferred and reported as restricted revenue on the consolidated financial statements. When qualifying expenses are incurred restricted revenues are brought into revenue at equal amounts. Revenue received in advance of expenses, which will be incurred in a later period, are deferred until they are earned by being matched against these expenses.

Non-financial assets

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

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 using the following rates and bases.

Land improvements	20-25 years
Land rights	75-100 years
Buildings	15-40 years
Engineered assets	25-50 years
Vehicles and equipment	3-20 years
Process equipment	5-20 years
Mains	75-100 years
Meters	20-25 years
Hydrants	50-77 years
Services	50 years
Wells, structures and improvements	30-77 years
Other	25-50 years

Full amount of the annual amortization is charged in the year of acquisition. Assets under construction are not amortized until the asset is available for productive use.

All costs associated with placing an asset in service, including freight, installation costs, site preparation costs, alterations and professional fees are included in the capitalized value.

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

When conditions indicate that a tangible capital asset no longer contributes to the Municipality's ability to provide goods and services, or that the value of future economic benefits associated with the tangible capital asset is less than its net book value, the cost of the tangible capital asset is reduced to reflect the decline on 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.

Municipality of the County of Annapolis

Notes to the consolidated financial statements

March 31, 2024

1. Summary of significant accounting policies (continued)

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 all the following criteria are met:

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

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

Segmented information

General government services

Legislative – Municipal Council serves as elected representatives of the Municipality of the County of Annapolis. In this role Council provides strategic direction and policy to guide the Chief Administrative Officer.

Administration – This includes all support functions to the various end user services, such as finance, human resources, information services, clerking functions, and the Chief Administrative Officer. The tasks performed include, but are not limited to recruitment and talent management, budgeting, financial analysis, financial reporting, revenue collection and billings, etc.

Protective services

Policing services are contracted to the Royal Canadian Mounted Police (RCMP) by the Municipality.

Fire services are provided via grants to eleven (11) volunteer fire departments throughout the Municipality to cover its large geographic spread.

Protective services also include animal control, by-law enforcement, emergency management, and building inspections.

Transportation services

Administration and provision of engineering works for linear roads related infrastructure and LED street lighting.

Environmental health services

Environmentally regulated services including wastewater collection and treatment, and solid waste collection (garbage) and recycling.

Public health services

In the Municipality of the County of Annapolis this represents the contribution to Housing Nova Scotia.

Environmental development services

This includes planning and zoning services from development and administration of the associated policies to enforcement of the by-laws and regulations pertaining to the Municipal Planning Strategy.

Recreation and cultural services

Recreation activities are those offered to the residents promoting healthy, active living, and cultural services represent cultural experience and the Annapolis Valley Regional Library Board.

Municipality of the County of Annapolis

Notes to the consolidated financial statements

March 31, 2024

1. Summary of significant accounting policies (continued)

Segmented information (continued)

Water treatment and distribution

The Municipality of the County of Annapolis has two water utilities: The Annapolis County Water Utility and Bridgetown Water Utility. These utilities supply, treat, and distribute clean water to their respective stakeholders.

New accounting standards

As of the date of authorization of these financial statements, several new, but not yet effective accounting standards have been published by the PSAB. None of these standards have been adopted early by the Municipality.

Effective for the fiscal period beginning on April 1, 2022, the Municipality is required to adopt the following Public Sector Accounting standards:

- Section 3280 asset retirement obligations, which establishes the recognition, measurement, and disclosure requirements for reporting liabilities associated with the retirement of capital assets;
- Section 3450 financial instruments, which establishes standards for recognizing and measuring financial assets, financial liabilities and non-financial derivatives; and
- Section 2601 foreign currency translation, 1201 financial statement.

The Municipality is in the process of determining the impact of these new sections on the financial statements.

2. Contributions to Boards, Regional Authorities and Other Entities

The Municipality of the County of Annapolis is required to contribute to the various Boards and Regional Authorities, along with the other municipalities in the region, to the extent of its participation based on predetermined formulas.

Housing Nova Scotia

The Municipality paid \$105,843 during 2024 (2023 - \$107,456) as its portion of the deficit for the Housing Corporation.

Annapolis Valley Regional Library Board

The Municipality paid \$130,700 during 2024 (2023 - \$130,700) as its share in the operation of the Annapolis Valley Regional Library Board serving Annapolis, Kings, and West Hants.

Annapolis Valley Regional Center for Education

The Municipality paid \$4,425,468 during 2024 (2023 - \$4,045,272) as its portion of the operation of the Annapolis Valley Regional School Board serving Annapolis, Kings, and West Hants.

Municipality of the County of Annapolis

Notes to the consolidated financial statements

March 31, 2024

3. Cash and cash equivalents	<u>2024</u>	<u>2023</u>
Unrestricted cash and cash equivalents	\$ 13,157,527	\$ 10,781,064
Restricted cash and cash equivalents	2,791,164	3,348,547
Restricted cash – tax sale surplus	<u>891,262</u>	<u>780,515</u>
	<u>\$ 16,839,953</u>	<u>\$ 14,910,126</u>
Investments:		
PPN – 10 years; callable; 6.65% cumulative annual	<u>4,000,000</u>	<u>4,000,000</u>
	<u>\$ 4,000,000</u>	<u>\$ 4,000,000</u>

4. Taxes receivable

Taxes have been recorded net of allowance for doubtful accounts of \$2,519 (2023 - \$12,467), representing management's estimate of uncollectible accounts. The taxes receivable balance includes prepayment of taxation and sewer accounts in the amount of \$978,702 (2023 - \$903,892).

	<u>2024</u>	<u>2023</u>
Balance, beginning of year	\$ 891,851	\$ 693,181
Levy	18,048,705	16,335,835
Collections for other governments	368,684	336,228
Interest	<u>167,391</u>	<u>143,140</u>
	<u>19,476,631</u>	<u>17,508,384</u>
Current year collections	17,972,374	16,147,050
Collection for future taxes	(64,525)	(30,640)
Transfer to other governments	<u>367,329</u>	<u>335,531</u>
	<u>18,275,178</u>	<u>16,451,941</u>
Subtotal	<u>1,201,453</u>	<u>1,056,443</u>
Write offs, adjustments, and exemptions	<u>(207,482)</u>	<u>(164,592)</u>
	993,971	891,851
Valuation allowance	<u>(2,519)</u>	<u>(12,467)</u>
	<u>\$ 991,452</u>	<u>\$ 879,384</u>

Municipality of the County of Annapolis

Notes to the consolidated financial statements

March 31, 2024

5. Receivables

The receivables balance is comprised of the following:

	<u>2024</u>	<u>2023</u>
Due from Provincial Government	\$ 2,996,196	\$ 1,198,179
Canada Community Building Fund	887,048	887,048
Municipal Housing Corporation	-	15,060
Other	<u>954,063</u>	<u>901,068</u>
	<u>\$ 4,837,307</u>	<u>\$ 3,001,355</u>

6. Deferred revenue

	<u>2024</u>	<u>2023</u>
Taxation and sewer pre-payments	\$ 978,702	\$ 903,892
Canada Community Building Fund (Gas Tax)	3,696,406	3,348,548
Other deferred revenues	<u>1,998,851</u>	<u>192,502</u>
	<u>\$ 6,673,959</u>	<u>\$ 4,444,942</u>

Taxation and sewer prepayments represent any payments for future fiscal years beyond March 31, 2024.

Canada Community Building Fund (CCBF) represents the funds from the Federal Government that have not yet been utilized or applied to specific projects under the terms of the agreement, formerly known as gas tax funds. These remain in deferred revenue until authorized expenditures occur.

Other deferred revenue represents timing differences between generation of funds for a specific purpose and the expenses for the associated good/service.

Municipality of the County of Annapolis

Notes to the consolidated financial statements

March 31, 2024

7. Tangible capital assets

	<u>Land and Land Rights</u>	<u>Land Improvements</u>	<u>Buildings</u>	<u>Engineered Assets</u>	<u>Vehicles and Equipment</u>	<u>Mains</u>	<u>Water Utility</u>	<u>Wells</u>	<u>Other</u>	<u>Work in Process</u>	<u>2024 Total</u>	<u>2023 Total</u>
Cost												
Beginning of year	9,658,022	1,158,707	8,699,137	27,288,690	6,027,391	6,692,638	2,364,835	1,303,194	238,581	2,442,945	65,874,140	63,170,241
Acquisitions	39,814	206,104	77,668	810,193	221,539	-	55,673	-	56,560	582,514	2,050,065	3,911,788
Disposals	-	-	(2,314)	(20,770)	(163,811)	-	(33,596)	-	-	-	(220,491)	(1,207,889)
End of Year	<u>9,697,836</u>	<u>1,364,811</u>	<u>8,774,491</u>	<u>28,078,113</u>	<u>6,085,119</u>	<u>6,692,638</u>	<u>2,386,912</u>	<u>1,303,194</u>	<u>295,141</u>	<u>3,025,459</u>	<u>67,703,714</u>	<u>65,874,140</u>
Accumulated Amortization												
Beginning of year	807,108	499,321	2,149,639	14,394,006	2,834,253	1,400,700	580,406	465,781	129,771	-	23,260,985	22,720,305
Disposals	-	-	(289)	(2,076)	(147,013)	-	(10,629)	-	-	-	(160,007)	(1,031,961)
Annual amortization	76,977	93,449	155,069	723,746	430,167	81,132	55,366	43,440	7,491	-	1,666,837	1,572,641
End of Year	<u>884,085</u>	<u>592,770</u>	<u>2,304,419</u>	<u>15,115,676</u>	<u>3,117,407</u>	<u>1,481,832</u>	<u>625,143</u>	<u>509,221</u>	<u>137,262</u>	<u>-</u>	<u>24,767,815</u>	<u>23,260,985</u>
Net Book Value	<u>\$ 8,813,751</u>	<u>\$ 772,041</u>	<u>\$ 6,470,072</u>	<u>\$ 12,962,437</u>	<u>\$ 2,967,712</u>	<u>\$ 5,210,806</u>	<u>\$ 1,761,769</u>	<u>\$ 793,973</u>	<u>\$ 157,879</u>	<u>\$ 3,025,459</u>	<u>\$ 42,935,899</u>	<u>\$ 42,613,155</u>

The municipality disposed of a facility included in the Asset Retirement Obligations (ARO) calculations. The Bridgetown Firehall was demolished in 23/24 and resulted in a reduction of the ARO and accumulated amortization associated with this asset under PSAS 3280.

Municipality of the County of Annapolis

Notes to the consolidated financial statements

March 31, 2024

8. Long-term debt	<u>2024</u>	<u>2023</u>
MFC debenture; Variable interest from 2.131% - 2.712%; Annual principal payments \$60,000; Maturity 2029.	\$ 360,000	\$ 420,000
MFC debenture; Variable interest from 2.573% - 2.894%; Annual principal payments \$78,562; Maturity 2025.	157,123	235,685
MFC debenture; Variable interest from 2.573% - 2.894%; Annual principal payments \$37,500; Maturity 2025.	75,000	112,500
MFC debenture; Variable interest from 2.644% - 2.979%; Annual principal payments \$13,667; Maturity 2023.	-	13,662
MFC debenture; Variable interest from 3.193% - 3.792%; Annual principal payments \$3,320; Maturity 2024.	3,320	6,640
MFC debenture; Variable interest from 3.193% - 3.792%; Annual principal payments \$6,600; Maturity 2029.	72,600	79,200
Canada Mortgage and Housing Corporation debenture; Interest 3.98%; Annual repayment \$31,513; Maturity 2024.	30,307	59,455
MFC debenture; Variable interest from 4.382% - 4.597%; Annual principal payments \$65,000; Maturity 2026.	520,000	585,000
Private Loan authorized by Nova Scotia Department of Municipal Affairs; Non-interest bearing, repayable in six instalments of \$75,000 and one \$50,000; Maturity 2026.	<u>125,000</u>	<u>200,000</u>
	<u>\$ 1,343,350</u>	<u>\$ 1,712,142</u>

Principal repayments over the next 5 years and thereafter:

2025	\$ 356,289
2026	297,661
2027	131,600
2028	391,600
2029	66,600
Thereafter	<u>99,600</u>
	<u>\$ 1,343,350</u>

All outstanding long-term debt has been authorized by Nova Scotia Department of Municipal Affairs including the private loan listed.

Municipality of the County of Annapolis

Notes to the consolidated financial statements

March 31, 2024

9. Budget Figures

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

	<u>23/24</u> <u>Budget</u>	<u>Adjustments</u>	<u>Adjusted</u> <u>23/24 Budget</u>
Revenue			
Taxation	20,799,627	(4,826,177)	15,973,450
Taxation from other governments	1,051,939	-	1,051,939
User fees and charges	278,285	1,666,485	1,944,770
Government transfers	1,195,017	-	1,195,017
Investment income	105,000	-	105,000
Other revenues	363,030	-	363,030
	<u>23,792,898</u>	<u>(3,159,692)</u>	<u>20,633,206</u>
Expense			
General Government	10,134,897	(5,528,133)	4,606,764
Protective Services	6,385,314	(1,588,810)	4,796,504
Transportation	1,893,692	-	1,893,692
Environmental Health	3,887,257	(442,557)	3,444,700
Recreation and Cultural	749,853	(55,000)	694,853
Planning and development	908,470	-	908,470
Transfer to other agencies	292,508	116,906	409,414
Water	-	1,487,947	1,487,947
	<u>24,251,991</u>	<u>(6,009,647)</u>	<u>18,242,344</u>

Municipality of the County of Annapolis

Notes to the consolidated financial statements

March 31, 2024

10. Tax sale surplus

The Municipal Government Act requires that all funds received by way of tax sale be held for a period of 20 years. Once that term is expired the funds can be transferred to the capital reserve fund. In 2023 \$23,909 (2022 - \$5,522) was eligible to be transferred to the capital reserve fund.

The tax sale surplus account amounts and the years in which they arose are as follows:

	<u>2024</u>	<u>2023</u>
2004	-	23,909
2005	588	588
2006	2,181	2,181
2007	14,122	14,122
2008	34,522	34,522
2009	20,669	20,669
2011	36,244	36,244
2012	27,716	27,716
2013	30,850	30,850
2014	38,320	38,320
2015	20,838	20,838
2016	6,408	6,408
2017	39,726	39,726
2018	13,514	13,514
2019	72,869	72,869
2020	117,983	117,983
2021	79,357	79,357
2022	93,476	93,476
2023	105,721	105,721
2024	136,158	-
Accumulated Interest	-	1,502
	<u>\$ 891,262</u>	<u>\$ 780,515</u>

11. Pension plans

Defined contribution plan

The Municipality currently makes contributions to a pension plan on behalf of employees who have opted to participate in the plan. The pension plan is a defined contribution plan administered by Manulife on behalf of the Municipality. Contributions to this plan are shared by the Municipality and its employees with both contributing 5-9% of base salary. During the year, the Municipality contributed \$301,948 (2023 - \$278,523) toward the pension plan.

12. Employee future benefits – accrued sick leave benefit liability

The Municipality recorded post-employment benefits per PS 3255 in recognition of an approximate liability for sick leave. This was calculated as the total value of sick time outstanding for all employees adjusted for average number of days used in a given year. The total amount of the liability for 2024 is \$29,974 (2023 – \$28,808).

Municipality of the County of Annapolis

Notes to the consolidated financial statements

March 31, 2024

13. Temporary borrowings

The Municipality of the County of Annapolis has one remaining short-term RBC line of credit for projects associated with the Upper Clements property. This includes the previous Gordonstoun project, and the Upper Clements Park demolition for health and safety purposes.

	<u>2024</u>	<u>2023</u>
RBC Term Loan; Interest Prime plus 0.50%; Interest only payments; Credit limit \$5,000,000.	<u>\$ 3,079,555</u>	<u>\$ 3,079,555</u>

14. Remuneration

The total remuneration paid to each member of Council and the Chief Administrative Officer (CAO) is as follows for the fiscal period April 1, 2023, to March 31, 2024:

	<u>District</u>	<u>Remuneration</u>	<u>Expenses</u>
Bruce Prout, Councilor	1	39,427	4,664
Brian Connell, Councilor	2	38,699	1,827
Dustin Enslow, Councilor	3	38,161	900
Clyde Barteaux, Councilor	4	43,283	3,274
Lynn Longmire, Councilor	5	40,278	6,295
Alex Morrison, Warden	6	78,854	8,234
David Hudson, Councilor	7	39,427	4,641
Michael Gunn, Councilor	8	41,416	4,481
Wendy Sheridan, Councilor	9	44,438	2,255
Brad Redden, Deputy Warden	10	54,460	4,926
Diane LeBlanc, Councilor	11	41,372	8,216
		<u>\$ 499,815</u>	<u>\$ 49,713</u>
Chris McNeill, CAO		\$ 171,635	\$ 2,582
Doug Patterson, Interim CAO		8,737	-
		<u>\$ 180,372</u>	<u>\$ 2,582</u>

15. Water rate of return

Water rate of return for the Annapolis County Water Utility is 1.41% for 2024 (1.60% in 2023) and for the Bridgetown Water Utility is 6.86% (4.38% in 2023).

Municipality of the County of Annapolis

Notes to the consolidated financial statements

March 31, 2024

16. Accumulated surplus

The consolidated statement of financial position is made up of the following fund balances:

	<u>2024</u>	<u>2023</u>
Operating fund	\$ -	\$ -
Capital fund	24,942,516	24,135,131
Capital reserve fund	2,851,876	2,653,103
Operating reserve fund	7,227,001	5,804,539
Special purpose reserves	4,693,860	4,119,316
County of Annapolis Water Utility	9,650,352	9,453,348
Bridgetown Water Utility	3,030,235	2,864,652
Deferred contributions to cash	2,554,924	2,447,301
Accrued sick leave	<u>(29,973)</u>	<u>28,808</u>
	<u>\$ 54,920,791</u>	<u>\$ 51,506,198</u>

17. Commitments and contingencies

The Municipality has issued a guarantee of several long-term debentures taken by the Valley Waste Resource Management Authority (VWRMA). A guarantee is an obligation to cover the debentures should VWRMA not pay the loan amounts. The value of these loans amounts to \$97,442 (2023 - \$141,020).

The Municipality currently has a contract dispute and employment matter dispute. The probability of an unfavourable outcome for each cannot be confirmed at this time, nor can the matters be estimated accurately and are disclosed in the notes section of the financial statements.

The Municipality is subject to ongoing legal matters; however, the likelihood and magnitude are currently undeterminable and therefore no amounts have yet been accrued.

18. Subsequent events

The following events have occurred subsequent to year-end and may be pertinent to the stakeholders:

The Municipality sold the Lawrencetown administration facility subsequent to March 31, 2024. The funds have been placed in the capital reserve as required by the *Municipal Government Act*.

The Municipality has utilized operating reserves consisting of prior year surpluses to repay the full amount outstanding from the RBC Line of Credit (Note 13).

19. Comparative figures

Certain prior year figures have been reclassified to conform to the consolidated financial statement presentation adopted for the current year.

Municipality of the County of Annapolis

Notes to the consolidated financial statements

March 31, 2024

20. Segment disclosure

	General Government Services	Protective Services	Transportation Services	Environmental Health Services	Planning and Development Services	Recreation & Cultural Services	Water Utility	Other	2024 Consolidated	2023 Consolidated
Revenues										
Taxes	13,475,901	1,241,455	228,485	1,472,385			-		16,418,226	15,196,414
Payments in lieu of taxes	1,025,667						-		1,025,667	924,497
Sales of services	24,915			575		8,897	116,574		150,961	145,336
Own Sources	702,670	97,724	521	15,889	17,810		-		834,614	330,627
Unconditional transfers	1,005,933		142,633	83,898		157,177	-		1,389,641	998,667
Conditional transfers	-	22,802	416,186	222,864	38,496	90,394	183,377	30,200	1,004,319	1,847,629
Other transfers							-	367,329	367,329	336,228
Water rates							1,274,977		1,274,977	1,230,163
Interest	651,888			9,913	24,388	2,000	111,056		762,944	376,864
Other							19,061		55,362	59,031
	16,886,974	1,361,981	787,825	1,805,524	80,694	258,468	1,705,045	397,529	23,284,040	21,445,456
Expenses										
Salaries/Wages/Benefits	2,323,840	676,589	183,397	951,658	515,750	320,301	437,356		5,408,891	4,642,192
Operating	2,317,257	4,496,514	1,096,855	3,057,471	119,213	628,622	573,417	396,643	12,685,992	11,074,899
Amortization	116,188	39,727	399,897	550,526	4,554	162,062	393,883		1,666,837	1,572,641
Interest	31,724	5,434	6,955	15,325			1,704		61,142	160,723
Loss of disposal of TCA			5,669	17,951			22,966		46,586	109,292
	4,789,009	5,218,264	1,692,773	4,592,931	639,517	1,110,985	1,429,326	396,643	19,869,448	17,559,747
Annual Surplus	12,097,965	(3,856,283)	(904,948)	(2,787,407)	(558,823)	(852,517)	275,719	886	3,414,592	3,885,709

Municipality of the County of Annapolis
Operating Fund - Statement of Operations
for the year ended March 31, 2024

	Budget	2024	2023
Revenue			
Property taxation	20,799,627	21,248,806	19,649,683
<i>Less: mandatory expenditures</i>			
Appropriation to school board	(4,418,238)	(4,425,468)	(4,045,272)
Correctional services	(262,939)	(252,420)	(250,534)
Nova Scotia housing	(145,000)	(105,843)	(107,456)
Net Assessable Property Taxation	15,973,450	16,465,075	15,246,421
Grants in Lieu of Taxation	1,051,939	1,025,667	924,498
Sales of Services	82,300	34,387	30,829
Other Own Source Revenues	300,985	1,123,949	611,343
Unconditional Grants	1,021,842	1,005,933	998,667
Conditional Grants	173,175	123,948	152,268
Other Transfers	363,030	367,329	336,228
	18,966,721	20,146,288	18,300,254
Expenses			
Governance	997,068	1,122,294	963,724
General Government	3,624,696	3,452,904	3,175,373
Protective	4,796,504	5,049,907	5,409,858
Transportation	1,893,692	1,287,207	1,882,527
Environmental health	3,887,257	4,020,639	3,161,344
Planning and development	749,853	634,963	572,056
Recreation and culture	908,470	948,923	645,810
Other transfers	409,414	366,443	335,531
	17,266,954	16,883,280	16,146,223
Net revenue	1,699,767	3,263,008	2,154,031
Other revenue (expenses)			
Debt principal repayment	(303,791)	(303,791)	(324,395)
Transfer to/(from) reserves, funds and own agencies	(1,395,976)	(1,646,952)	(587,407)
Transfer current year surplus	-	(1,312,265)	(1,242,225)
	(1,699,767)	(3,263,008)	(2,154,027)
Opening Fund Balance	-	-	-
Closing Fund Balance	-	-	-

Municipality of the County of Annapolis
Operating Fund - Statement of Financial Position
for the year ended March 31, 2024

	2024	2023
Financial Assets		
Cash and cash equivalents	6,064,330	2,153,992
Investments	4,000,000	4,000,000
Taxes receivable	991,452	879,384
Accounts receivable	3,017,077	1,374,867
	<u>14,072,859</u>	<u>8,408,243</u>
Financial Liabilities		
Accounts payable	2,316,964	3,588,461
Interfund transactions	8,598,534	1,858,643
Deferred revenues	1,101,056	994,999
Tax sale surplus	891,262	780,515
	<u>12,907,816</u>	<u>7,222,618</u>
Net Financial Assets (Liabilities)	<u>1,165,043</u>	<u>1,185,625</u>
Non-Financial Assets		
Prepaid expenses	147,222	58,230
Change in Surplus	<u>1,312,265</u>	<u>1,243,855</u>
Transfer Surplus to Operating Reserve	(1,312,265)	(1,242,225)
Accumulated Surplus	<u><u>-</u></u>	<u><u>-</u></u>

Municipality of the County of Annapolis
General Capital Fund - Draft Statement of Financial Position
for the year ended March 31, 2024

	2024	2023
Financial Assets		
Cash	210,695	325,391
Accounts receivable	239,972	27,379
Interfund receivables	312,297	150,574
	<u>762,964</u>	<u>503,344</u>
Financial Liabilities		
Temporary borrowing	3,079,555	3,079,555
Accounts payable	70,617	-
Deferred revenues	281,087	84,748
Interfund debt	43,615	53,368
Long Term debt	823,350	1,127,141
Asset Retirement Obligations	124,409	140,869
	<u>4,422,633</u>	<u>4,485,681</u>
Net Financial Assets (Liabilities)	<u>(3,659,669)</u>	<u>(3,982,337)</u>
Non-Financial Assets		
Tangible capital assets, cost	48,651,464	47,052,528
Accumulated amortization	(20,049,279)	(18,935,059)
	<u>28,602,185</u>	<u>28,117,469</u>
Accumulated Surplus	<u>24,942,516</u>	<u>24,135,132</u>

Municipality of the County of Annapolis
General Capital Fund - Draft Statement of Operations
for the year ended March 31, 2024

	2024	2023
Revenue		
Government grants	383,709	-
Interest income	12,793	
Other revenue	11,913	52,306
	<u>408,415</u>	<u>52,306</u>
Expenses		
General Government	116,188	122,986
Protective	39,727	15,212
Transportation	399,897	357,886
Environmental Health	550,526	501,267
Recreation and cultural	162,062	190,927
Environmental Development	4,554	4,802
	<u>1,272,954</u>	<u>1,193,080</u>
Net revenue	<u>(864,539)</u>	<u>(1,140,774)</u>
Financing and Transfers		
Other capital	-	(11,325)
Long term debt repayment	303,791	321,179
Accretion Expense - ARO	(3,815)	10,878
Interfund transfers - reserves	1,333,510	1,728,403
Interfund transfers - operations	62,058	14,622
Interfund transfers - trusts	-	15,611
	<u>1,695,544</u>	<u>2,079,368</u>
Loss on sale of assets	(23,620)	(84,778)
Change in Fund Balance	807,385	853,816
Opening Fund Balance	24,135,131	23,281,315
Closing Fund Balance	<u>24,942,516</u>	<u>24,135,131</u>

Municipality of the County of Annapolis
Reserve Funds - Statement of Financial Position and Operations

for the year ended March 31, 2024

	Capital Reserve Fund	Operating Reserve	County Sewer	Bridgetown Sewer	Recreation and Culture	Gas Tax	Balance Forward
Assets							
Cash	919,077	1,160,809	190,095	43,177	95,058	2,791,164	5,199,380
Accounts receivable						887,048	887,048
Interfund transfers	1,932,799	6,066,192	510,164	145,869	59,459	18,194	8,732,677
	2,851,876	7,227,001	700,259	189,046	154,517	3,696,406	14,819,105
Liabilities							
Bank indebtedness	-	-	-	-	-	-	-
Accounts payable	-	-	-	-	-	-	-
Interfund transfers	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
Accumulated Surplus	2,851,876	7,227,001	700,259	189,046	154,517	3,696,406	14,819,105
Revenue							
Government transfers						887,048	887,048
Investment income	63,904	68,638	36,527	14,797	10,322	196,938	391,126
Other revenues		65					65
	63,904	68,703	36,527	14,797	10,322	1,083,986	1,278,239
Expenses							
To (from) operations	(342,196)	(1,400,764)	(182,536)	(99,692)	(55,000)	38,496	(2,041,692)
To (from) capital	207,327	47,005	182,841	112,639	98,712	666,793	1,315,317
To (from) water utility						638	638
External transfers						30,200	30,200
	(134,869)	(1,353,759)	305	12,947	43,712	736,127	(695,537)
Change in fund balance	198,773	1,422,462	36,222	1,850	(33,390)	347,859	1,973,776
Opening fund balance	2,653,103	5,804,539	664,037	187,196	187,907	3,348,547	12,845,329
Closing fund balance	2,851,876	7,227,001	700,259	189,046	154,517	3,696,406	14,819,105

Municipality of the County of Annapolis

Reserve Funds - Statement of Financial Position and Operations

for the year ended March 31, 2024

	<i>Balance Carryforward</i>	Fire Services	LED Streetlight	Parks Levy	Letter of Intent	2024	2023
Assets							
Cash	5,199,380	2,999,777	202,047	33,684		8,434,888	10,120,874
Accounts Receivable	887,048	-			319,420	1,206,468	543
Interfund transfers	8,732,677	(23,353)	111,808	25,363	18,092	8,864,587	10,112,802
	14,819,105	2,976,424	313,855	59,047	337,512	18,505,943	20,234,219
Liabilities							
Bank indebtedness	-				36,801	36,801	-
Accounts payable	-	-				-	31,115
Interfund transfers	-					-	4,589,786
	-	-	-	-	36,801	36,801	4,620,901
Reserve	14,819,105	2,976,424	313,855	59,047	300,711	18,469,142	15,613,318
Revenue							
Government transfers	887,048					887,048	1,793,400
Investment income	391,126	100,947	8,225	2,340	44,060	546,698	277,658
Other revenues	65			24,323		24,388	130
	1,278,239	100,947	8,225	26,663	44,060	1,458,134	2,071,188
Expenses							
To (from) operations	(2,041,692)	(804,640)	(107,961)			(2,954,293)	(2,463,017)
To (from) capital	1,315,317	512,273		14,958	137,069	1,979,617	1,997,892
To (from) water utility	638				(141,665)	(141,027)	-
External transfers	30,200					30,200	51,000
	(695,537)	(292,367)	(107,961)	14,958	(4,596)	(1,085,503)	(414,125)
Change in fund balance	1,973,776	393,314	116,186	11,705	48,656	2,543,637	2,485,313
Opening fund balance	12,845,329	2,583,110	197,669	47,342	252,055	15,925,505	13,128,004
Closing fund balance	14,819,105	2,976,424	313,855	59,047	300,711	18,469,142	15,613,318

Municipality of the County of Annapolis
Annapolis County Water Operating Fund - Statement of Financial
Position

for the year ended March 31, 2024

	2024	2023
Financial Assets		
Accounts receivable	212,778	240,080
Other receivables	-	716
Interfund transfers	52,742	5,695
	<u>265,520</u>	<u>246,491</u>
Financial Liabilities		
Bank indebtedness	419,366	471,415
Accounts payable	28,230	71,727
Internal financing - operations	47,495	47,495
	<u>495,091</u>	<u>590,638</u>
Net Financial Assets (Liabilities)	<u>(229,571)</u>	<u>(344,147)</u>
Accumulated Surplus/(Deficit)	<u>(229,571)</u>	<u>(344,147)</u>

Municipality of the County of Annapolis

Annapolis County Water Operating Fund - Statement of Operations

for the year ended March 31, 2024

	Budget	2024	2023
Revenue			
Water Rates	664,963	729,731	705,086
Sales of Services	104,165	114,114	111,960
Cost Recovery - Fire Protection	170,363	190,141	188,506
	<u>939,491</u>	<u>1,033,986</u>	<u>1,005,552</u>
Expenses			
Source of Supply	21,433	11,337	38,845
Power and Pumping	20,385	4,517	4,130
Treatment	243,217	382,612	401,742
Distribution	158,718	86,564	78,295
Administrative	81,808	137,643	63,812
Amortization	239,633	251,529	242,263
Property Taxes	33,557	33,638	32,361
	<u>798,751</u>	<u>907,839</u>	<u>861,448</u>
Operating Income (loss)	<u>140,740</u>	<u>126,147</u>	<u>144,105</u>
Other revenue (expenses)			
Non-operating revenue	5,683	1,930	6,070
Long term debt	(13,500)	(13,500)	(14,864)
Capital expenditures out of operating		-	(34,612)
	<u>(7,817)</u>	<u>(11,570)</u>	<u>(43,405)</u>
Change in Fund Balance	<u>132,923</u>	<u>114,577</u>	<u>100,700</u>
Opening Fund Balance	(344,147)	(344,147)	(444,847)
Closing Fund Balance	<u>(211,224)</u>	<u>(229,570)</u>	<u>(344,147)</u>

Municipality of the County of Annapolis

Annapolis County Water Capital Fund - Statement of Operations

for the year ended March 31, 2024

	2024	2023
Revenue		
Investment income	61,825	32,528
	<u>61,825</u>	<u>32,528</u>
Financing and Transfers		
Repayment of interfund loans	13,500	13,500
Deferred government assistance	(175,637)	19,089
Interfund transfers	182,740	24,515
	<u>20,603</u>	<u>57,103</u>
Change in Fund Balance	<u>82,428</u>	<u>89,632</u>
Opening Fund Balance	9,797,496	9,707,864
Closing Fund Balance	<u>9,879,924</u>	<u>9,797,496</u>

Municipality of the County of Annapolis

Annapolis County Water Capital Fund - Statement of Financial Position

for the year ended March 31, 2024

	2024	2023
Financial Assets		
Cash	1,304,846	1,400,130
Accounts receivable	24,524	-
Interfund receivables	1,260,685	6,836
	<u>2,590,055</u>	<u>1,406,966</u>
Financial Liabilities		
Deferred Revenue	1,595,410	-
Interfund payables	-	568,066
Interfund debt	38,706	40,500
	<u>1,634,116</u>	<u>608,566</u>
Net Financial Assets (Liabilities)	<u>955,940</u>	<u>798,400</u>
Non-Financial Assets		
Tangible capital assets	12,372,069	12,020,014
Accumulated allowance for depreciation	(2,847,843)	(2,596,314)
Deferred government assistance	(600,242)	(424,605)
	<u>8,923,985</u>	<u>8,999,095</u>
Accumulated Surplus	<u>9,879,924</u>	<u>9,797,495</u>

Municipality of the County of Annapolis
Annapolis County Water Capital Fund
Statement of Deferred Contributions
for the year ended March 31, 2024

	2024	2023
Balance, beginning of year	424,605	443,693
Contributions		
MCGP Grant	108,590	-
PCAP Grant	42,500	-
ICIP Grant	31,649	-
Amortization	(7,102)	(19,088)
	<u>175,637</u>	<u>(19,088)</u>
Balance, end of year	<u><u>600,242</u></u>	<u><u>424,605</u></u>

Municipality of the County of Annapolis
Annapolis County Water Capital Fund
Statement of Depreciation Funds
for the year ended March 31, 2024

	2024	2023
Balance, beginning of year	878,186	679,836
Interest income	42,500	31,403
Interfund transfers - depreciation	-	242,262
Tangible Capital Assets	(98,334)	(75,316)
	<u>(55,834)</u>	<u>198,349</u>
Balance, end of year	<u><u>822,352</u></u>	<u><u>878,185</u></u>
Comprised of		
Cash	1,479,004	1,360,670
Interfund transfers	(656,652)	(482,484)
	<u><u>822,352</u></u>	<u><u>878,186</u></u>

Municipality of the County of Annapolis
Bridgetown Water Operating Fund - Statement of Financial Position
for the year ended March 31, 2024

	2024	2023
Financial Assets		
Cash	183,591	389,737
Accounts Receivable	136,488	151,304
	320,078	541,041
Financial Liabilities		
Accounts Payable	34,237	62,060
Interfund Transfers	28,133	369,241
	62,370	431,301
Net Financial Assets (Liabilities)	257,708	109,740
Accumulated Surplus (Deficit)	257,708	109,740

Municipality of the County of Annapolis
Bridgetown Water Operating Fund - Statement of Operations
for the year ended March 31, 2024

	Budget	2024	2023
Revenue			
Water Rates	533,092	545,246	525,077
Sales of Services	-	2,460	2,550
Cost Recovery - Fire Protection	193,902	193,502	193,852
	<u>726,994</u>	<u>741,208</u>	<u>721,479</u>
Expenses			
Source of Supply	42,794	14,495	15,096
Power and Pumping	22,520	10,601	10,905
Treatment	114,046	128,575	88,914
Distribution	99,407	80,745	123,428
Administrative	93,555	151,190	198,272
Amortization	137,380	146,551	137,380
Property taxes	17,999	13,212	13,860
	<u>527,701</u>	<u>545,369</u>	<u>587,855</u>
Operating Income (loss)	<u>199,293</u>	<u>195,839</u>	<u>133,624</u>
Other revenue (expenses)			
Other revenue	4,825	17,131	4,683
Interfund transactions	-	-	-
Long term debt	(158,503)	(65,000)	(131,117)
	<u>(153,678)</u>	<u>(47,869)</u>	<u>(126,434)</u>
Annual Surplus	<u>45,615</u>	<u>147,970</u>	<u>7,190</u>
Opening Fund Balance	109,739	109,739	102,549
Closing Fund Balance	<u>155,354</u>	<u>257,709</u>	<u>109,739</u>

Municipality of the County of Annapolis

Bridgetown Water Capital Fund - Statement of Financial Position

for the year ended March 31, 2024

	2024	2023
Financial Assets		
Cash	1,097,770	991,417
Interfund Receivables	-	5,205
	<u>1,097,770</u>	<u>996,622</u>
Financial Liabilities		
Interfund Payables	660,051	705,999
Long term debt	520,000	585,000
	<u>1,180,051</u>	<u>1,290,999</u>
Net Financial Assets (Liabilities)	<u>(82,281)</u>	<u>(294,377)</u>
Non-financial Assets		
Capital Assets, cost	6,805,009	6,931,586
Accumulated Amortization	(1,995,521)	(1,859,599)
Deferred Contributions	(1,954,682)	(2,022,696)
	<u>2,854,807</u>	<u>3,049,291</u>
Accumulated Surplus	<u>2,772,526</u>	<u>2,754,914</u>

Municipality of the County of Annapolis
Bridgetown Water Capital Fund - Statement of Operations
for the year ended March 31, 2024

	2024	2023
Revenue		
Investment income	49,231	24,014
Government transfers	-	-
	<u>49,231</u>	<u>24,014</u>
Operating Income (loss)	<u>49,231</u>	<u>24,014</u>
Other revenue (expenses)		
Long term debt	65,000	131,873
Gain/loss on asset disposal	(22,966)	(24,514)
Interfund transfers	(141,665)	141,663
Deferred contributions	68,014	68,780
	<u>(31,618)</u>	<u>317,802</u>
Annual Surplus	<u>17,613</u>	<u>341,816</u>
Opening Fund Balance	2,754,913	2,413,096
Closing Fund Balance	<u><u>2,772,526</u></u>	<u><u>2,754,913</u></u>

Municipality of the County of Annapolis
Bridgetown Water Capital Fund
Statement of Deferred Contributions
for the year ended March 31, 2024

	2024	2023
Balance, beginning of year	2,022,696	2,091,477
Amortization	(68,014)	(68,781)
	<u>(68,014)</u>	<u>(68,781)</u>
Balance, end of year	<u>1,954,682</u>	<u>2,022,696</u>

Municipality of the County of Annapolis
Bridgetown Water Capital Fund
Statement of Depreciation Funds
for the year ended March 31, 2024

	2024	2023
Balance, beginning of year	847,603	696,405
Interest income	21,450	9,922
Interfund transfers - depreciation	135,922	141,665
Tangible Capital Assets	-	(389)
	<u>157,372</u>	<u>151,198</u>
Balance, end of year	<u>1,004,975</u>	<u>847,603</u>
Comprised of		
Cash	1,097,770	991,027
Interfund receivables (payables)	(92,795)	(143,424)
	<u>1,004,975</u>	<u>847,603</u>