

TOWN OF MIDDLETON

FINANCIAL STATEMENTS

MARCH 31, 2018



KENT & DUFFETT
Chartered Professional Accountants



Chartered Professional Accountants

TOWN OF MIDDLETON

CONSOLIDATED FINANCIAL STATEMENTS

MARCH 31, 2018

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TOWN OF MIDDLETON

CONSOLIDATED FINANCIAL STATEMENTS

YEAR ENDED MARCH 31, 2018

Management's Responsibility for the Consolidated Financial Statements

The accompanying consolidated financial statements of the Town of Middleton are the responsibility of the Town's management and have been prepared in compliance with legislation, and in accordance with Canadian public sector accounting standards established by the Public Sector Accounting Board of the Chartered Professional Accountants of Canada ("CPA"). 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.

The Town's management maintains a system 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 consolidated financial statements. These systems are monitored and evaluated by management.

The audit committee meets with management and the external auditors to review the consolidated 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 Kent & Duffett, independent external auditors appointed by the Town. The accompanying Auditor's Report outlines their responsibilities, the scope of their examination and their opinion on the Town's consolidated financial statements.



Sylvester Atkinson

Mayor

July 24, 2018



Brian Smith

Interim Chief Administrative Officer

July 24, 2018

Incorporated partners
H. B. Duffett Incorporated
Forse Investments Limited

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INDEPENDENT AUDITOR'S REPORT

His Worship the Mayor and Members of Council
 of the Town of Middleton

We have audited the accompanying financial statements of the **Town of Middleton**, which comprise the consolidated statement of financial position as at March 31, 2018, and the consolidated statements of operations, consolidated change in net debt and consolidated cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian public sector accounting standards, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these consolidated financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. These standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the consolidated financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the consolidated financial statements.

We believe the audit evidence we have obtained is sufficient and appropriate to provide a basis for our unqualified audit opinion.

Opinion

In our opinion, the consolidated financial statements present fairly, in all material respects, the consolidated financial position of the **Town of Middleton** as at March 31, 2018, and the results of its operations and changes in net debt for the year then ended in accordance with Canadian public sector accounting standards.

Other Matters

Our audit was conducted for the purpose of forming an opinion on the basic consolidated financial statements taken as a whole. The supplementary information included in the Schedules on pages 22 to 39 are presented for purposes of additional analysis and is not a required part of the basic consolidated financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic consolidated financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic consolidated financial statements taken as a whole.



Kentville, Nova Scotia
 July 24, 2018

Chartered Professional Accountants
 Licensed Public Accountants
 Registered Municipal Auditor

TOWN OF MIDDLETON

CONSOLIDATED STATEMENT OF OPERATIONS

YEAR ENDED MARCH 31, 2018

	<u>2018</u> <u>Budget</u> (unaudited)	<u>2018</u> <u>Actual</u>	<u>2017</u> <u>Actual</u> Restated
REVENUES			
Assessable property taxes (net of school board appropriation)	\$ 2,516,287	\$ 2,534,189	\$ 2,478,212
Grants in lieu of taxes	153,039	152,982	158,496
Services provided to other governments	84,192	84,461	82,456
Sales of services	158,286	61,845	64,961
Other revenue from own sources	89,609	95,908	88,584
Unconditional transfers from other governments	338,743	424,162	353,652
Conditional transfers from federal or provincial governments or agencies	42,871	60,386	243,536
Gain on disposal of tangible capital assets	-	519	-
Net water fund revenue (expenditures)	91,861	127,892	110,564
	<u>3,474,888</u>	<u>3,542,344</u>	<u>3,580,461</u>
EXPENSES			
General government services	552,159	464,194	442,939
Protective services	966,877	826,137	795,716
Transportation services	602,277	676,322	583,435
Environmental health services	430,902	377,711	339,158
Public health services	40,000	35,788	48,214
Environmental development services	197,893	169,141	173,244
Recreation and cultural services	455,771	409,595	424,344
Amortization	-	629,153	630,679
	<u>3,245,879</u>	<u>3,588,041</u>	<u>3,437,729</u>
ANNUAL SURPLUS	229,009	(45,697)	142,732
ACCUMULATED SURPLUS AT BEGINNING OF YEAR		<u>11,397,203</u>	<u>11,254,471</u>
ACCUMULATED SURPLUS AT END OF YEAR		<u>\$ 11,351,506</u>	<u>\$ 11,397,203</u>

The accompanying notes are an integral part of these financial statements.

TOWN OF MIDDLETON

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT MARCH 31, 2018

	<u>2018</u>	<u>2017</u> Restated
FINANCIAL ASSETS		
Cash	\$ 1,753,804	\$ 1,572,494
Accounts receivable - taxes, net of valuation allowance (note 4)	132,385	240,233
Accounts receivable - other, net of valuation allowance	284,325	231,520
	<u>2,170,514</u>	<u>2,044,247</u>
LIABILITIES		
Bank indebtedness	-	29,791
Accounts payable and accrued liabilities	299,648	206,162
Deferred revenue	370,717	299,792
Long-term debt (note 7)	2,068,197	2,303,541
Interest accrual	23,355	25,178
Vested interest - Annapolis County	12,168	12,168
	<u>2,774,085</u>	<u>2,876,632</u>
NET DEBT (page 5)	<u>(603,571)</u>	<u>(832,385)</u>
NON-FINANCIAL ASSETS		
Work in progress	91,216	32,061
Tangible capital assets (note 6)	11,843,639	12,174,082
Prepaid expenses	20,222	23,445
	<u>11,955,077</u>	<u>12,229,588</u>
ACCUMULATED SURPLUS	<u>\$ 11,351,506</u>	<u>\$ 11,397,203</u>

On behalf of the Town

 Mayor

 Interim Chief Administrative Officer

The accompanying notes are an integral part of these financial statements.

TOWN OF MIDDLETON

CONSOLIDATED STATEMENT OF CHANGE IN NET DEBT

AS AT MARCH 31, 2018

	<u>Budget</u>	<u>2018</u>	<u>2017</u> <u>Restated</u>
ANNUAL SURPLUS (page 3)	\$ 229,009	\$ (45,697)	\$ 142,732
Change in work in progress	-	(59,155)	(9,907)
Acquisition of tangible capital assets and donated assets	(1,690,600)	(301,691)	(350,893)
Amortization of tangible capital assets	76,861	629,153	630,679
Sale of tangible capital assets	-	2,981	-
Write-downs of tangible capital assets	-	-	719
	<u>(1,384,730)</u>	<u>225,591</u>	<u>413,330</u>
Change in prepaid expenses	<u>-</u>	<u>3,223</u>	<u>(3,815)</u>
Decrease in net debt	(1,384,730)	228,814	409,515
NET DEBT AT BEGINNING OF YEAR		<u>(832,385)</u>	<u>(1,241,900)</u>
NET DEBT AT END OF YEAR		<u>\$ (603,571)</u>	<u>\$ (832,385)</u>

The accompanying notes are an integral part of these financial statements.

TOWN OF MIDDLETON

CONSOLIDATED STATEMENT OF CASH FLOWS

AS AT MARCH 31, 2018

	<u>2018</u>	<u>2017</u> <u>Restated</u>
OPERATING TRANSACTIONS		
Annual surplus	\$ (45,697)	\$ 142,732
Net change in non-cash working capital balances		
Amortization	629,153	630,679
Write down of capital assets	-	719
	<u>583,456</u>	<u>774,130</u>
Net change in working capital balances		
Decrease (increase) in accounts receivable - taxes	107,848	(108,558)
Decrease (increase) in accounts receivable - other	(52,805)	(39,637)
Increase (decrease) in accounts payable and accrued liabilities	93,486	(161,640)
Increase (decrease) in deferred revenue	70,925	125,904
Increase (decrease) in interest accrual	(1,823)	(1,416)
Decrease (increase) in prepaid expenses	3,223	(3,815)
Cash provided by operating transactions	<u>804,310</u>	<u>584,968</u>
CAPITAL TRANSACTIONS		
(Increase) decrease in work in progress	(59,155)	(9,907)
Purchase of tangible capital assets	(301,691)	(350,893)
Sale of tangible capital assets	2,981	-
Cash applied to capital transactions	<u>(357,865)</u>	<u>(360,800)</u>
FINANCING TRANSACTIONS		
Increase (decrease) in bank indebtedness	(29,791)	(100,501)
Proceeds from issuance of long-term debt	-	93,000
Repayment of long-term debt	(235,344)	(236,708)
Cash provided for financing transactions	<u>(265,135)</u>	<u>(244,209)</u>
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	181,310	(20,041)
Cash and cash equivalents at beginning of year	<u>1,572,494</u>	<u>1,592,535</u>
CASH AND CASH EQUIVALENTS AT END OF YEAR	<u>\$ 1,753,804</u>	<u>\$ 1,572,494</u>

The accompanying notes are an integral part of these financial statements.

TOWN OF MIDDLETON

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

AS AT MARCH 31, 2018

1. SIGNIFICANT ACCOUNTING POLICIES

The consolidated financial statements of the Town of Middleton are prepared by management in accordance with Canadian generally accepted accounting principles for local governments as recommended by the Public Sector Accounting Board of Chartered Professional Accountants Canada.

The Town is a diversified municipal government institution that provides a wide range of services to its citizens, including fire, police, public transit, roads, waste and recycling services, water supply and distribution, wastewater treatment, libraries, and recreation and cultural services. Segmented information has been prepared by major functional classification of activities provided, consistent with the Consolidated Statement of Operations and provincially legislated requirements. The major segments are as follows:

General government services: Activities that provide for the overall operation of the Town and that are common to, or affect all of, the services provided by the Town. This includes the activities of the Mayor and Council, and the following administrative activities: human resources, legal services, finance and information, communications and technology, and the office of the Chief Administrative Officer.

Protective services: Activities that provide for the public safety of the inhabitants of the Town. This includes police and fire protection and other protective services such as by-law enforcement and protective inspections.

Transportation services: Activities related to public transportation including road transport. This includes public transportation services offered throughout the Town using buses. Other transportation activities include the planning, development and maintenance of roads, traffic operations, parking, snow and ice control and street lighting.

Environmental services: Activities that provide environmentally regulated services. This includes the collection of garbage and other waste material and through the Middleton Water Commission, water supply and distribution and wastewater treatment.

Recreation and cultural services: Activities related to the Town's recreation facilities, including the swimming pool, arena, parks, playgrounds and sports fields. Activities that provide for cultural facilities such as the library and related programs.

Planning and development services: Activities that support and control the Town's physical and economic development. This includes activities related to land use planning, zoning and development, activities related to the development of the industrial park, promotion of tourism and activities that enhance local economic development.

Educational services: Activities that provide for the funding of both mandatory and supplementary contributions to the school board.

TOWN OF MIDDLETON

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

AS AT MARCH 31, 2018

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

For each reported segment, revenues and expenses represent both amounts that are directly attributable to the segment and amounts that are collected on a reasonable basis. The accounting policies used in these segments are consistent with those followed in the preparation of the consolidated financial statements as disclosed in Note 1.

Significant aspects of the accounting policies adopted by the Town are as follows:

(a) Reporting entity

The consolidated financial statements reflect the assets, liabilities, revenue, expenditures and changes in fund balances and in financial position of the reporting entity. The reporting entity is comprised of all organizations and enterprises accountable to the Town for the administration of their financial affairs and resources and which are owned or controlled by the Town, namely:

- General operating and capital
- Water utility and capital
- Tourist Bureau
- Reserve fund

Interdepartmental and organizational transactions and balances have been eliminated.

(b) Revenue and expenditure recognition

Revenues are recorded using the accrual basis of accounting as they are earned and measurable. Funds from external parties and earnings thereon restricted by agreement or legislation are accounted for as deferred revenue until used for the purpose specified. Expenditures are accounted for in the period the goods and services are acquired and liability is incurred or transfer is due.

Property tax revenue is based on assessments determined in accordance with Nova Scotia legislation. Tax rates are set annually. Taxation revenue is subject to appeal. Penalties and overdue taxes are recorded in the period levied.

Interest earned on investments in depreciation or any other fund is to be recorded as revenue within the respective funds, unless otherwise approved by the Nova Scotia Utility and Review Board.

(c) Fund accounting

Funds within the consolidated financial statements consist of current, capital and reserve funds. Council approves certain amounts to be set aside in reserves and reserve funds for future operating and capital purposes. Transfers between funds are recorded as adjustments to the appropriate fund balance.

(d) Cash and cash equivalents

Cash and cash equivalents is made up of cash on hand and balances with the bank.

TOWN OF MIDDLETON

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

AS AT MARCH 31, 2018

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

(e) Tangible capital assets

Beginning April 1, 2009 tangible capital assets are recorded at cost which includes all amounts that are directly attributable to acquisition, construction, development or betterment of the asset. The cost, less residual value, of the tangible capital assets is amortized on a straight-line basis over their estimated useful lives as follows;

<u>Town Capital</u>	<u>Years</u>	<u>Water Utility</u>	<u>Years</u>
Land	25	Structures, Improvements & Wells	25/75
Buildings	40	Equipment	5/10
Roads & Streets	25	Transmission	75
Sidewalks	25	Distribution	75
Lights	25	Meters	25
Sewer	50	Hydrants	75
Lagoons	50	Services	50
Lift Stations	25		
Machinery & Equipment	4/5		
Vehicles	5/10		

(i) Work in progress

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

(ii) Contributions of tangible capital assets

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

(iii) Leases

Leases are classified as capital or operating leases. Leases which transfer substantially all of the benefits and risks incidental to ownership of property are accounted for as capital leases. All other leases are accounted for as operating leases and the related lease payments are charged to expenses as incurred.

(iv) Inventory

Inventory held for consumption is recorded at the lower of cost and replacement cost.

(f) Depreciation - water utility

In accordance with the Nova Scotia Utility and Review Board regulations, the depreciation charges in the Water Operating Fund are transferred to a special bank account in the Water Capital Fund which is used to help fund replacement of existing plant and equipment or, subject to approval by the Utility and Review Board, to repay the principal of capital debt. During the year approval was obtained from the Board to fund capital debt repayment additions in the amount of \$Nil (2017 - \$Nil) from depreciation funds.

TOWN OF MIDDLETON

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

AS AT MARCH 31, 2018

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

(g) Government transfers

Government transfers are the transfer of assets from the senior levels of government that are not the result of an exchange transaction, are not expected to be repaid in the future or are the result of a direct financial return.

Government transfers are recognized in the consolidated financial statements as revenue in the financial period in which events giving rise to the transfer occur, providing the transfers are authorized, any eligibility criteria have been met including performance and return requirements, and reasonable estimates of the amounts can be determined.

(h) Investment income

Investment income earned on surplus current funds, capital funds, and reserve funds are reported as revenue in the period earned.

(i) Allocation of municipal costs to water utility funds

Where identifiable, costs incurred by the Town on behalf of the Water Utility are charged to the Utility funds. Salary and wage related costs are allocated in proportion to time spent performing functions on behalf of the Water Utility. Administration and general expense incurred for the benefit of both the Town and Water Utility are allocated to the Water Utility. Interest is calculated and recorded on monthly balances due between Water Utility funds and other funds at the prevailing prime rate.

(j) Valuation allowance - uncollected taxes and rates

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

(k) Use of estimates

The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amount of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenditures during the period. Such estimates include providing for provision for doubtful accounts. Actual results could differ from these estimates.

2. CONTRIBUTIONS TO BOARDS AND COMMISSIONS

Other Boards and Commissions - less than 100% interest

The Town of Middleton is required to finance the operations of various Boards and Commissions, along with the other municipal units in Annapolis County to the extent of its participation based on assessment or population formula.

TOWN OF MIDDLETON

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

AS AT MARCH 31, 2018

2. CONTRIBUTIONS TO BOARDS AND COMMISSIONS (continued)

In addition to any budgeted contributions, the municipal units share in the deficits or surpluses of these Boards based on their sharing percentage. A municipal unit's share of the deficit is to be paid in the next fiscal year while a surplus is to be taken into the next year's estimates.

Annapolis Valley Regional Housing Corporation

For the year ended March 31, 2018 the Town contributed \$35,788 (2017 - \$48,214) to the Housing Authority to fund its share of the prior year losses.

Annapolis Valley School Board

For the year ended March 31, 2018 the Town contributed \$347,052 (2017 - \$349,512) as its share of operations of the Annapolis Valley School Board.

Regional Library – 1.68% Interest

For the year ended March 31, 2018 the Town paid \$11,528 (2017 - \$11,528) to the Regional Library Board as its share of the deficit.

Valley Waste Management Authority – 1.96% Interest

For the year ended March 31, 2018 the Town contributed \$135,307 (2017 - \$132,541) to the Authority as its share of the capital and operating expenditures.

3(a.) CASH, DEPRECIATION FUND WATER UTILITY

	<u>2018</u>	<u>2017</u>
Cash at beginning of year	\$ 58,618	\$ 60,603
Add:		
Depreciation from prior year	66,445	67,654
Interest earned	342	-
	<u>125,405</u>	<u>128,257</u>
Deduct:		
Transfer to water operating fund, capital expenditures	-	69,639
CASH AT END OF YEAR	<u>\$ 125,405</u>	<u>\$ 58,618</u>

3(b.) DEPRECIATION FUND RESERVE BALANCE WATER UTILITY

	<u>2018</u>	<u>2017</u>
Cash balance at end of year (note 3(a))	\$ 125,405	\$ 58,618
Add:		
Depreciation for current year	56,893	66,445
	<u>182,298</u>	<u>125,063</u>
Deduct:		
Payable to water operating fund, capital expenditures	31,295	-
BALANCE AT END OF YEAR	<u>\$ 151,003</u>	<u>\$ 125,063</u>

TOWN OF MIDDLETON

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

AS AT MARCH 31, 2018

3(c.) ACCUMULATED ALLOWANCE FOR DEPRECIATION WATER UTILITY

	<u>2018</u>	<u>2017</u>
Balance at beginning of year	\$ 1,397,933	\$ 1,331,488
Add:		
Depreciation for current year	<u>56,893</u>	<u>66,445</u>
	1,454,826	1,397,933
Deduct:		
Accumulated depreciation on disposal	<u>9,297</u>	-
BALANCE AT END OF YEAR	<u><u>\$ 1,445,529</u></u>	<u><u>\$ 1,397,933</u></u>

4. ACCOUNTS RECEIVABLE

	<u>Current Year</u>	<u>Prior Year</u>	<u>2018 Total</u>	<u>2017 Total</u>
General operating				
Balance at beginning of year	\$ -	\$ 240,233	\$ 240,233	\$ 131,675
Add:				
Current year's tax levy (includes interest)	<u>2,802,740</u>	-	<u>2,802,740</u>	2,804,541
	2,802,740	240,233	3,042,973	2,936,216
Deduct:				
Current year's tax collection	<u>2,714,813</u>	<u>195,775</u>	<u>2,910,588</u>	2,695,981
Write offs and allowances	-	-	-	2
Balance at end of year	<u>\$ 87,927</u>	<u>\$ 44,458</u>	<u>\$ 132,385</u>	<u>\$ 240,233</u>

5. VALUATION ALLOWANCES

	<u>2018</u>	<u>2017</u>
Valuation allowance, uncollectible taxes		
Balance, beginning of year	\$ 2	\$ 2
Add provision for the year	-	-
Deduct uncollectible taxes written off	<u>(2)</u>	-
Balance, end of year	<u><u>\$ -</u></u>	<u><u>\$ 2</u></u>

TOWN OF MIDDLETON

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

AS AT MARCH 31, 2018

6. TANGIBLE CAPITAL ASSETS

Town Capital	Cost 2017	Additions	Disposals	Cost 2018	Accumulated Amortization		Amortization Expense	Accumulated Amortization		Net Book Value
					2017	Adjustment		2018	2018	
Land	\$ 294,726	\$ 43,170	\$ 2,981	\$ 334,915	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 334,915
Land Improvements	738,795	6,471	-	745,266	294,532	-	27,249	321,781	-	423,485
Buildings	1,455,697	-	-	1,455,697	687,480	-	33,739	721,219	-	734,478
Streets	2,157,805	-	-	2,157,805	1,635,011	-	38,580	1,673,591	-	484,214
Sewer Mains	3,802,120	-	-	3,802,120	1,640,659	-	75,852	1,716,511	-	2,085,609
Sidewalks	464,195	84,543	-	548,738	293,958	-	13,978	307,936	-	240,802
Sewer Plant	3,907,561	-	-	3,907,561	1,055,174	-	156,302	1,211,476	-	2,696,085
Lagoons	1,580,523	8,231	-	1,588,754	157,909	-	31,775	189,684	-	1,399,070
Lights	775,893	77,601	167,980	685,514	278,937	167,980	32,258	143,215	-	542,299
Equipment	499,211	74,709	-	573,920	408,356	-	52,628	460,984	-	112,936
Vehicles	1,681,518	-	-	1,681,518	1,188,418	-	109,899	1,298,317	-	383,201
	<u>\$ 17,358,044</u>	<u>\$ 294,725</u>	<u>\$ 170,961</u>	<u>\$ 17,481,808</u>	<u>\$ 7,640,434</u>	<u>\$ 167,980</u>	<u>\$ 572,260</u>	<u>\$ 8,044,714</u>	<u>\$ -</u>	<u>\$ 9,437,094</u>
Water Utility										
Working Capital	\$ 4,025	\$ -	\$ -	\$ 4,025	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,025
Land & Land Rights	256,505	-	-	256,505	13,027	-	1,446	14,473	-	242,032
Structures & Improvements	757,248	-	-	757,248	215,839	-	11,528	227,367	-	529,881
Equipment	618,088	-	-	618,088	299,812	-	7,923	307,735	-	310,353
Transmission Mains	319,141	-	-	319,141	146,845	-	4,149	150,994	-	168,147
Distribution Mains	1,334,518	-	-	1,334,518	403,711	-	17,349	421,060	-	913,458
Services	173,419	-	-	173,419	71,178	-	3,468	74,646	-	98,773
Meters	128,438	-	9,297	119,141	95,644	9,297	5,054	91,401	-	27,740
Hydrants	137,766	3,316	-	141,082	34,250	-	1,762	36,012	-	105,070
Tools & Work Equipment	62,134	-	-	62,134	62,134	-	-	62,134	-	-
Microcomputer	52,715	3,650	-	56,365	45,085	-	4,214	49,299	-	7,066
Other - Water rate study	10,408	-	-	10,408	10,408	-	-	10,408	-	-
	<u>\$ 3,854,405</u>	<u>\$ 6,966</u>	<u>\$ 9,297</u>	<u>\$ 3,852,074</u>	<u>\$ 1,397,933</u>	<u>\$ 9,297</u>	<u>\$ 56,893</u>	<u>\$ 1,445,529</u>	<u>\$ -</u>	<u>\$ 2,406,545</u>
	<u>\$ 21,212,449</u>	<u>\$ 301,691</u>	<u>\$ 180,258</u>	<u>\$ 21,333,882</u>	<u>\$ 9,038,367</u>	<u>\$ 177,277</u>	<u>\$ 629,153</u>	<u>\$ 9,490,243</u>	<u>\$ -</u>	<u>\$ 11,843,639</u>

TOWN OF MIDDLETON

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

AS AT MARCH 31, 2018

6. TANGIBLE CAPITAL ASSETS (continued)

Town Capital	Cost 2016	Additions	Disposals	Cost 2017	Accumulated Amortization		Accumulated Amortization		Net Book Value
					2016	Adjustment	Expense	2017	
Land	\$ 294,726	\$ -	\$ -	\$ 294,726	\$ -	\$ -	\$ -	\$ -	\$ 294,726
Land Improvements	543,773	195,022	-	738,795	267,541	-	26,991	294,532	444,263
Buildings	1,453,095	2,602	-	1,455,697	653,741	-	33,739	687,480	768,217
Streets	2,138,654	19,151	-	2,157,805	1,592,864	-	42,147	1,635,011	522,794
Sewer Mains	3,802,120	-	-	3,802,120	1,564,807	-	75,852	1,640,659	2,161,461
Sidewalks	464,195	-	-	464,195	283,361	-	10,597	293,958	170,237
Sewer Plant	3,897,357	10,204	-	3,907,561	898,872	-	156,302	1,055,174	2,852,387
Lagoons	1,580,523	-	-	1,580,523	126,299	-	31,610	157,909	1,422,614
Lights	768,183	7,710	-	775,893	249,783	-	29,154	278,937	496,956
Equipment	435,096	64,115	-	499,211	367,829	-	40,527	408,356	90,855
Vehicles	1,645,981	35,537	-	1,681,518	1,071,103	-	117,315	1,188,418	493,100
	<u>\$ 17,023,703</u>	<u>\$ 334,341</u>	<u>\$ -</u>	<u>\$ 17,358,044</u>	<u>\$ 7,076,200</u>	<u>\$ -</u>	<u>\$ 564,234</u>	<u>\$ 7,640,434</u>	<u>\$ 9,717,610</u>
Water Utility									
Working Capital	\$ 4,025	\$ -	\$ -	\$ 4,025	\$ -	\$ -	\$ -	\$ -	\$ 4,025
Land & Land Rights	256,505	-	-	256,505	11,581	-	1,446	13,027	243,478
Structures & Improvements	757,248	-	-	757,248	204,311	-	11,528	215,839	541,409
Equipment	618,088	-	-	618,088	290,291	-	9,521	299,812	318,276
Transmission Mains	319,141	-	-	319,141	142,696	-	4,149	146,845	172,296
Distribution Mains	1,334,518	-	-	1,334,518	386,363	-	17,348	403,711	930,807
Services	173,419	-	-	173,419	67,709	-	3,469	71,178	102,241
Meters	128,438	-	-	128,438	90,110	-	5,534	95,644	32,794
Hydrants	126,941	11,544	719	137,766	32,488	-	1,762	34,250	103,516
Tools & Work Equipment	62,134	-	-	62,134	62,134	-	-	62,134	-
Microcomputer	47,707	5,008	-	52,715	36,867	-	8,218	45,085	7,630
Other - Water rate study	10,408	-	-	10,408	6,938	-	3,470	10,408	-
	<u>\$ 3,838,572</u>	<u>\$ 16,552</u>	<u>\$ 719</u>	<u>\$ 3,854,405</u>	<u>\$ 1,331,488</u>	<u>\$ -</u>	<u>\$ 66,445</u>	<u>\$ 1,397,933</u>	<u>\$ 2,456,472</u>
	<u>\$ 20,862,275</u>	<u>\$ 350,893</u>	<u>\$ 719</u>	<u>\$ 21,212,449</u>	<u>\$ 8,407,688</u>	<u>\$ -</u>	<u>\$ 630,679</u>	<u>\$ 9,038,367</u>	<u>\$ 12,174,082</u>

TOWN OF MIDDLETON

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

AS AT MARCH 31, 2018

7. LONG-TERM DEBT

PURPOSES	<u>YEAR OF ISSUE</u>	<u>YEAR OF MATURITY</u>	<u>RATE %</u>	<u>TYPE</u>	<u>BALANCE MAR 31/17</u>	<u>ISSUED</u>	<u>REDEEMED</u>	<u>BALANCE MAR 31/18</u>	<u>INTEREST</u>
GENERAL SECTION									
TENNIS COURTS	2007	2017	4.450-4.625	SERIAL	\$ 7,900	\$ -	\$ 7,900	\$ -	\$ 63
PW EQUIPMENT	2008	2023	3.750-5.088	SERIAL	55,800	-	4,650	51,150	2,633
EQUIPMENT	2009	2019	1.000-4.889	SERIAL	22,500	-	7,500	15,000	773
PW EQUIPMENT	2011	2021	1.219-3.645	SERIAL	122,500	-	24,500	98,000	3,677
STREETS/SIDEWALKS	2011	2021	1.219-3.645	SERIAL	55,000	-	11,000	44,000	1,650
FIRE TRUCK	2012	2022	1.636-3.480	SERIAL	247,800	-	41,300	206,500	6,650
LOADER	2012	2022	1.510-3.160	SERIAL	117,000	-	19,500	97,500	3,015
TRAFFIC LIGHTS	2013	2023	1.330-3.489	SERIAL	98,000	-	14,000	84,000	2,162
SEWERS	2013	2023	1.330-3.489	SERIAL	1,360,000	-	80,000	1,280,000	39,443
BACKHOE	2015	2025	1.011-2.786	SERIAL	102,541	-	11,394	91,147	1,977
TRACKLESS	2016	2026	1.150-2.925	SERIAL	93,000	-	9,300	83,700	1,863
					<u>2,282,041</u>	<u>-</u>	<u>231,044</u>	<u>2,050,997</u>	<u>63,906</u>
MAINS	2011	2021	1.219-3.645	SERIAL	21,500	-	4,300	17,200	645
					<u>2,303,541</u>	<u>-</u>	<u>235,344</u>	<u>2,068,197</u>	<u>64,551</u>
INTERFUND									
PAVING	2012	2018	2.22	ELM SCL PROC	9,756	-	9,756	-	168
PW 2014 1/2 TON FORD	2014	2019	2.23	ER FUND	10,841	-	5,425	5,416	223
JUMP JACK/JOB TRAILER	2016	2019	1.51	ER FUND	7,055	-	3,530	3,525	101
CENT. PARK BLDG/ RESHINGLE FIRE HALL	2016	2021	1.76	IND PK SRF	64,556	-	16,140	48,416	1,102
FIVE TONNE PLOW	2016	2019	1.51	ER FUND	8,829	-	4,415	4,414	131
PW 2017 3/4 TON FORD	2017	2022	1.68	ELM SCL PROC	35,538	-	7,107	28,431	585
FIRE AIR PACKS	2017	2022	1.68	IND PK SRF	14,173	-	2,835	11,338	233
2017 JOHN DEERE	2018	2021	2.29	ELM SCL PROC	-	6,824	-	6,824	32
FIRE COMPRESSOR	2018	2023	2.44	ELM SCL PROC	-	43,430	-	43,430	218
LIGHTS COMMERCIAL ST.	2018	2023	2.44	IND PK SRF	-	56,000	-	56,000	-
					<u>150,748</u>	<u>106,254</u>	<u>49,208</u>	<u>207,794</u>	<u>2,793</u>
					<u>\$ 2,454,289</u>	<u>\$ 106,254</u>	<u>\$ 284,552</u>	<u>\$ 2,275,991</u>	<u>\$ 67,344</u>



TOWN OF MIDDLETON

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

AS AT MARCH 31, 2018

7. LONG-TERM DEBT (continued)

	<u>YEAR OF ISSUE</u>	<u>YEAR OF MATURITY</u>	<u>RATE %</u>	<u>TYPE</u>	<u>BALANCE MAR 31/16</u>	<u>ISSUED</u>	<u>REDEEMED</u>	<u>BALANCE MAR 31/17</u>	<u>INTEREST</u>
PURPOSES									
GENERAL SECTION									
PW EQUIPMENT	2006	2016	4.265-4.410	SERIAL	\$ 10,664	\$ -	\$ 10,664	\$ -	\$ 470
TENNIS COURTS	2007	2017	4.450-4.625	SERIAL	15,800	-	7,900	7,900	546
PW EQUIPMENT	2008	2023	3.750-5.088	SERIAL	60,450	-	4,650	55,800	2,903
EQUIPMENT	2009	2019	1.000-4.889	SERIAL	30,000	-	7,500	22,500	1,197
PW EQUIPMENT	2011	2021	1.219-3.645	SERIAL	147,000	-	24,500	122,500	4,511
STREETS/SIDEWALKS	2011	2021	1.219-3.645	SERIAL	66,000	-	11,000	55,000	2,025
FIRE TRUCK	2012	2022	1.636-3.480	SERIAL	289,100	-	41,300	247,800	8,058
LOADER	2012	2022	1.510-3.160	SERIAL	136,500	-	19,500	117,000	3,584
TRAFFIC LIGHTS	2013	2023	1.330-3.489	SERIAL	112,000	-	14,000	98,000	2,500
SEWERS	2013	2023	1.330-3.489	SERIAL	1,440,000	-	80,000	1,360,000	41,375
BACKHOE	2015	2025	1.011-2.786	SERIAL	113,935	-	11,394	102,541	2,148
TRACKLESS	2016	2026	1.150-2.925	SERIAL	-	93,000	-	93,000	978
					2,421,449	93,000	232,408	2,282,041	70,295
MAINS	2011	2021	1.219-3.645	SERIAL	25,800	-	4,300	21,500	792
					2,447,249	93,000	236,708	2,303,541	71,087
INTERFUND									
PAVING	2012	2018	2.22	ELM SCL PROC	19,496	-	9,740	9,756	433
PW 2014 1/2 TON FORD	2014	2019	2.23	ER FUND	16,266	-	5,425	10,841	363
JUMP JACK/JOB TRAILER	2016	2019	1.51	ER FUND	10,585	-	3,530	7,055	160
CENT. PARK BLDG/ RESHINGLE FIRE HALL	2016	2021	1.76	IND PK SRF	80,696	-	16,140	64,556	1,420
FIVE TONNE PLOW	2016	2019	1.51	ER FUND	13,244	-	4,415	8,829	200
PW 2017 3/4 TON FORD	2017	2022	1.68	ELM SCL PROC	-	35,538	-	35,538	-
FIRE AIR PACKS	2017	2022	1.68	IND PK SRF	-	14,173	-	14,173	-
					140,287	49,711	39,250	150,748	2,576
					\$ 2,587,536	\$ 142,711	\$ 275,958	\$ 2,454,289	\$ 73,663

TOWN OF MIDDLETON

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

AS AT MARCH 31, 2018

7. LONG-TERM DEBT (continued)

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

	Debtures General	Term Debt	Total General Capital	Water Capital	Total
2019	\$ 223,144	\$ 50,397	\$ 273,541	\$ 4,300	\$ 277,841
2020	223,144	48,242	271,386	4,300	275,686
2021	215,644	48,237	263,881	4,300	268,181
2022	215,644	29,828	245,472	4,300	249,772
2023	180,144	19,890	200,034	-	200,034
	<u>\$ 1,057,720</u>	<u>\$ 196,594</u>	<u>\$ 1,254,314</u>	<u>\$ 17,200</u>	<u>\$ 1,271,514</u>

All long-term debt outstanding at year end has been properly authorized by The Department of Municipal Affairs.

8. ACCUMULATED SURPLUS

Accumulated surplus consists of individual fund surplus/(deficit) and reserves as follows:

	<u>2018</u>	<u>2017</u> Restated
Fund balances		
General operating fund	\$ 245,192	\$ 190,803
General capital fund	(3,316,656)	(3,218,734)
Water operating fund	127,628	48,801
Water capital fund	158,954	133,000
Tourist Bureau	92	388
	<u>(2,784,790)</u>	<u>(2,845,742)</u>
Reserve funds		
Operating	389,657	469,962
Capital		
Equipment reserve	34,270	58,169
Debtenture	4,513	4,501
Land sale surplus	224,632	258,567
Recreation	1,361	1,358
Sewer operating reserve	373,757	321,983
Land sale - elementary school	117,614	116,631
Capital fund	60,242	48,560
	<u>1,206,046</u>	<u>1,279,731</u>
Investment in capital assets		
General capital fund	10,484,064	10,499,380
Water capital fund	2,446,186	2,463,834
	<u>12,930,250</u>	<u>12,963,214</u>
Total Municipal Position	<u>\$ 11,351,506</u>	<u>\$ 11,397,203</u>



TOWN OF MIDDLETON

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

AS AT MARCH 31, 2018

9. INVESTMENT IN CAPITAL ASSETS

	2018		
	General Capital Fund	Water Capital Fund	Total
Balance, beginning of year	\$ 10,499,380	\$ 2,463,834	\$ 12,963,214
Add:			
Tangible capital purchases (includes work in progress)	325,901	34,945	360,846
Debentures redeemed	231,044	4,300	235,344
Proceeds from sale of assets	3,500	-	3,500
	<u>560,445</u>	<u>39,245</u>	<u>599,690</u>
Deduct:			
Sale of assets	2,981	-	2,981
Gain on sale of assets	519	-	519
Depreciation of capital assets	572,261	56,893	629,154
	<u>575,761</u>	<u>56,893</u>	<u>632,654</u>
Balance, end of year	<u>\$ 10,484,064</u>	<u>\$ 2,446,186</u>	<u>\$ 12,930,250</u>

	2017		
	General Capital Fund	Water Capital Fund	Total
Balance, beginning of year	\$ 10,589,864	\$ 2,499,519	\$ 13,089,383
Add:			
Tangible capital purchases (includes work in progress)	334,342	26,460	360,802
Debentures redeemed	232,408	4,300	236,708
Proceeds from sale of assets	-	-	-
	<u>566,750</u>	<u>30,760</u>	<u>597,510</u>
Deduct:			
Gain on sale of assets	-	-	-
Proceeds from issuance of debt	93,000	-	93,000
Depreciation of capital assets	564,234	66,445	630,679
	<u>657,234</u>	<u>66,445</u>	<u>723,679</u>
Balance, end of year	<u>\$ 10,499,380</u>	<u>\$ 2,463,834</u>	<u>\$ 12,963,214</u>

TOWN OF MIDDLETON

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

AS AT MARCH 31, 2018

10. PENSION PLAN

The Town of Middleton operates a defined contribution plan for employees. The Town makes a contribution equal to 6% of the employee's gross salary. The Town recognized contributions of \$46,143 in 2018 (2017 - \$44,406).

11. RATE OF RETURN ON RATE BASE

For the year ended March 31, 2018, the Water Utility has an annual rate of return on the rate base of 3.573% (2.620% in 2017).

12. REMUNERATION

The total remuneration of Town Council and Chief Administrative Officer for the 12 months ended March 31, 2018 is as follows:

	<u>Remuneration</u>
Mayor Sylvester Atkinson	\$ 16,000
Deputy Mayor C. MacMurtry	9,312
Councilor M. denHaan	10,875
Councilor M. Fairn	9,000
Councilor G. Marshall	9,000
Councilor B. Reid	9,000
Councilor G. Smith	9,312
Chief Administrative Officer	85,522

13. OTHER MATTERS

The Town of Middleton, in order to comply with a Nova Scotia Department of Environment order to remediate the contaminated site at 146 Commercial Street, Middleton, NS has approved \$140,000 in the 2018/19 Operating Budget for the removal of the contaminated material from the site.

14. DEFERRED REVENUE

	<u>2018</u>	<u>2017</u>
Gas tax	<u>\$ 370,717</u>	<u>\$ 299,792</u>

Gas Tax represents funds received from the federal government that have not yet been used to fund eligible projects under the terms of the Gas Tax Agreement. These funds remain in deferred revenue until the stipulations for their use have been met.

TOWN OF MIDDLETON

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

AS AT MARCH 31, 2018

15. CONTINGENCIES

Middleton Town Council guaranteed its share of several loans taken by Valley Waste Resource Management Authority (VWRMA). They are as follows:

<u>Date</u>	<u>Principal</u>	<u>Share</u>	<u>Amount</u>
November 8, 2010	1,664,960	2.04%	33,965
February 28, 2011	700,000	2.01%	14,070
February 27, 2012	528,000	1.99%	10,507
February 25, 2013	230,000	1.99%	4,577
May 25, 2015	860,000	1.96%	16,856
July 25, 2016	399,000	1.95%	7,776
July 24, 2017	1,348,265	2.00%	26,979
January 29, 2018	514,000	2.00%	10,285

The Town of Middleton is required to make payments on these loans only if Valley Waste Resource Management Authority defaults. The Minister for the Nova Scotia Department of Municipal Affairs has authorized all loan guarantees.

16. PRIOR PERIOD RESTATEMENT

In the current year the Town has adopted the policy of showing unspent Gas Tax Reserves as deferred revenue in the consolidated statement of financial position until the stipulations of use of these funds have been met. As a result of this change, the accumulated surplus of prior year has decreased by \$299,792.

17. COMPARATIVE FIGURES

In some instances, the comparative prior year figures have been reclassified to conform to the current year's financial statement presentation. The changes do not affect prior year earnings.

TOWN OF MIDDLETON

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

YEAR ENDED MARCH 31, 2018

18. CONSOLIDATED SCHEDULE OF OPERATIONS BY FUNCTION

	General Gov't	Protective Services	Transportation Services	Env. Health Services	Public Health Services	Env. Development Services	Recreation and Cultural Services	Water Utility	2018	2017
REVENUE										
PROPERTY TAXES	\$ 2,098,784	\$ -	\$ -	\$ 435,405	\$ -	\$ -	\$ -	\$ -	\$ 2,534,189	\$ 2,478,212
GRANTS IN LIEU OF TAXES	129,059	23,923	-	-	-	-	-	-	152,982	158,496
SERVICES PROVIDED TO OTHER LOCAL GOVERNMENTS	4,061	72,400	-	-	-	-	8,000	-	84,461	82,456
SALE OF SERVICES	-	-	22,439	-	-	-	39,406	-	61,845	64,961
OTHER REVENUE FROM OWN SOURCES	87,624	5,916	-	-	-	2,368	-	-	95,908	88,584
UNCONDITIONAL TRANSFERS FROM OTHER GOV'TS	412,642	11,520	-	-	-	-	-	-	424,162	353,652
CONDITIONAL TRANSFERS FROM FEDERAL OR PROVINCIAL GOVT	6,621	1,000	-	-	-	4,026	48,739	-	60,386	243,536
WATER UTILITY - NET	-	-	-	-	-	-	-	127,892	127,892	388,856
TOTAL REVENUE	\$ 2,738,791	\$ 114,759	\$ 22,439	\$ 435,405	\$ -	\$ 6,394	\$ 96,145	\$ 127,892	\$ 3,541,825	\$ 3,858,753
EXPENDITURES										
SALARIES, WAGES AND BENEFITS	286,964	3,372	291,295	43,758	-	69,453	212,706	-	907,548	1,048,662
OPERATING COSTS	177,228	815,198	372,380	288,203	35,788	99,690	196,152	-	1,984,639	1,964,475
AMORTIZATION	23,871	89,923	155,130	260,995	-	-	42,343	56,893	629,155	630,679
INTEREST ON LONG TERM DEBT	-	7,568	12,648	45,751	-	-	732	-	66,699	72,205
TOTAL EXPENDITURES	488,063	916,061	831,453	638,707	35,788	169,143	451,933	56,893	3,588,041	3,716,021
NET GAIN ON SALE OF TCA	519	-	-	-	-	-	-	-	519	-
SURPLUS (DEFICIT)	\$ 2,251,247	\$ (801,302)	\$ (809,014)	\$ (203,302)	\$ (35,788)	\$ (162,749)	\$ (355,788)	\$ 70,999	\$ (45,697)	\$ 142,732



TOWN OF MIDDLETON

NON-CONSOLIDATED STATEMENT OF FINANCIAL POSITION OF THE GENERAL OPERATING FUND


AS AT MARCH 31, 2018

	<u>2018</u>	<u>2017</u>
ASSETS		
FINANCIAL ASSETS		
Cash and cash equivalents	\$ 78,211	\$ 46,001
Taxes receivable (net of valuation allowance)	132,385	240,233
Other receivables	24,717	7,701
Harmonized sales tax	78,219	73,414
Due from provincial government	20,316	18,578
Due from other local governments	14,702	5,666
Due from own funds	152,169	-
	<u>500,719</u>	<u>391,593</u>
LIABILITIES		
Payables	180,012	124,504
Other liabilities (tax sale surplus)	16,992	16,992
Due to provincial government agencies	40,000	40,000
Due to local governments	6,633	6,072
Due to own funds, capital reserve	-	-
Accrued debt interest	23,355	25,178
Deferred revenue	-	-
	<u>266,992</u>	<u>212,746</u>
NET ASSETS	<u>233,727</u>	<u>178,847</u>
NON-FINANCIAL ASSETS		
Prepaid expenses	11,465	11,956
SURPLUS	<u>\$ 245,192</u>	<u>\$ 190,803</u>
MUNICIPAL POSITION		
Amounts to be recovered from future revenues		
Accrued interest	\$ (23,355)	\$ (25,178)
Fund balance	268,547	215,981
	<u>\$ 245,192</u>	<u>\$ 190,803</u>

On behalf of the Town



Mayor



Interim Chief Administrative Officer

TOWN OF MIDDLETON

NON-CONSOLIDATED STATEMENT OF OPERATIONS OF THE GENERAL OPERATING FUND

YEAR ENDED MARCH 31, 2018

	2018		2017
	Budget (unaudited)	Actual	Actual
REVENUE			
Assessable property taxes (page 24)	\$ 2,516,287	\$ 2,573,299	\$ 2,517,139
Grants in lieu of taxes (page 24)	153,039	152,982	158,496
Services provided to other governments (page 25)	84,192	84,461	82,456
Sale of services (page 25)	158,286	155,498	154,746
Other revenue from own sources (page 25)	89,609	100,415	88,584
Unconditional transfers from other governments (page 25)	338,743	338,744	338,684
Conditional transfers from other governments (page 25)	42,871	52,360	52,398
	<u>3,383,027</u>	<u>3,457,759</u>	<u>3,392,503</u>
EXPENSES			
General government services (page 26)	552,159	465,294	443,802
Protective services (page 27)	966,877	963,348	925,528
Transportation services (page 27)	602,277	676,675	583,806
Environmental health services (page 28)	430,902	378,679	340,077
Public health services (page 28)	40,000	35,788	48,214
Environmental development services (page 29)	197,893	169,141	173,244
Recreation and cultural services (page 29)	435,978	404,274	421,680
	<u>3,226,086</u>	<u>3,093,199</u>	<u>2,936,351</u>
NET REVENUE	<u>156,941</u>	<u>364,560</u>	<u>456,152</u>
FINANCING AND TRANSFERS			
Debenture principal instalments (page 30)	(280,250)	(231,044)	(232,408)
Transfers to own reserves, funds and agencies (page 30)	(67,493)	(269,930)	(181,040)
Use of prior year surplus (page 30)	190,802	190,803	-
	<u>(156,941)</u>	<u>(310,171)</u>	<u>(413,448)</u>
CHANGE IN FUND BALANCE	-	54,389	42,704
SURPLUS AT BEGINNING OF YEAR		<u>190,803</u>	<u>148,099</u>
SURPLUS AT END OF YEAR		<u>\$ 245,192</u>	<u>\$ 190,803</u>

TOWN OF MIDDLETON**NON-CONSOLIDATED SCHEDULE OF GENERAL
OPERATING FUND REVENUES****YEAR ENDED MARCH 31, 2018**

	2018		2017
	Budget (unaudited)	Actual	Actual
REVENUE			
ASSESSABLE PROPERTY TAXES			
ASSESSABLE PROPERTY			
Residential	\$ 1,632,724	\$ 1,633,120	\$ 1,596,994
Commercial property	651,538	651,681	711,865
Based on special tax agreements or legislation	61,003	61,002	43,673
	<u>2,345,265</u>	<u>2,345,803</u>	<u>2,352,532</u>
RESOURCE			
Taxable assessments	3,960	3,960	3,938
Forest property tax	36	36	41
	<u>3,996</u>	<u>3,996</u>	<u>3,979</u>
SPECIAL ASSESSMENTS (SEWER)	<u>421,014</u>	<u>435,405</u>	<u>422,309</u>
BUSINESS PROPERTY			
Based on revenues - Aliant	9,641	9,641	10,894
Nova Scotia Power Inc. - Grant in lieu of taxes	488	488	467
Nova Scotia Power Inc. - HST rebate	13,367	13,367	14,287
	<u>23,496</u>	<u>23,496</u>	<u>25,648</u>
OTHER TAXES			
Deed transfer tax	<u>70,000</u>	<u>111,651</u>	<u>62,183</u>
LESS: EDUCATION EXPENDITURE AS A REDUCTION OF TAX REVENUE - APPROPRIATION TO REGIONAL SCHOOL BOARD	<u>(347,484)</u>	<u>(347,052)</u>	<u>(349,512)</u>
TOTAL TAXES	<u>\$ 2,516,287</u>	<u>\$ 2,573,299</u>	<u>\$ 2,517,139</u>
GRANTS IN LIEU OF TAXES			
Federal government	\$ 33,654	\$ 33,606	\$ 34,960
Provincial government			
Provincial property and property of supported institutions	95,453	95,453	99,613
Fire protection	23,932	23,923	23,923
TOTAL GRANTS IN LIEU OF TAXES	<u>\$ 153,039</u>	<u>\$ 152,982</u>	<u>\$ 158,496</u>

TOWN OF MIDDLETON**NON-CONSOLIDATED SCHEDULE OF GENERAL
OPERATING FUND REVENUES (CONTINUED)**

YEAR ENDED MARCH 31, 2018

	2018		2017
	Budget (unaudited)	Actual	Actual
SERVICES PROVIDED TO OTHER GOVERNMENTS			
Other local governments	\$ 84,192	\$ 84,461	\$ 82,456
TOTAL SERVICES PROVIDED TO OTHER GOVERNMENTS	<u>\$ 84,192</u>	<u>\$ 84,461</u>	<u>\$ 82,456</u>
SALES OF SERVICES			
General government services	\$ 37,884	\$ 35,910	\$ 33,744
Transportation services	70,302	80,182	69,312
Recreation and cultural services	50,100	39,406	51,690
TOTAL SALES OF SERVICES	<u>\$ 158,286</u>	<u>\$ 155,498</u>	<u>\$ 154,746</u>
OTHER REVENUE FROM OWN SOURCES			
Licenses and permits	\$ 3,975	\$ 2,368	\$ 3,298
Fines	4,000	5,916	4,138
Rentals	22,714	23,106	19,535
Return on investments	3,100	4,502	2,525
Penalties and interest on taxes	55,000	59,391	55,328
Miscellaneous	820	5,132	3,760
TOTAL OTHER REVENUE FROM OWN SOURCES	<u>\$ 89,609</u>	<u>\$ 100,415</u>	<u>\$ 88,584</u>
UNCONDITIONAL TRANSFER FROM OTHER GOVERNMENTS			
Provincial government			
Service Nova Scotia and Municipal Relations			
Municipal Grants Act - Equalization	\$ 338,073	\$ 338,073	\$ 338,073
Municipal Government Act - Farm property acreage	670	671	611
TOTAL UNCONDITIONAL TRANSFERS FROM OTHER GOVERNMENTS	<u>\$ 338,743</u>	<u>\$ 338,744</u>	<u>\$ 338,684</u>
CONDITIONAL TRANSFERS FROM FEDERAL OR PROVINCIAL GOVERNMENTS			
Federal government	\$ 5,000	\$ 6,621	\$ 6,533
Provincial government	37,871	45,739	45,865
TOTAL CONDITIONAL TRANSFERS	<u>\$ 42,871</u>	<u>\$ 52,360</u>	<u>\$ 52,398</u>
TOTAL REVENUE	<u>\$ 3,383,027</u>	<u>\$ 3,457,759</u>	<u>\$ 3,392,503</u>

TOWN OF MIDDLETON**NON-CONSOLIDATED SCHEDULE OF GENERAL
OPERATING FUND EXPENDITURES**

YEAR ENDED MARCH 31, 2018

	2018		2017
	Budget (unaudited)	Actual	Actual
EXPENDITURES			
GENERAL GOVERNMENT SERVICES			
LEGISLATIVE			
Mayor remuneration	\$ 11,200	\$ 11,200	\$ 11,200
Mayor expenses	2,776	3,360	1,488
Council remuneration	39,550	39,550	36,400
Council expenses	9,204	8,766	6,809
	<u>62,730</u>	<u>62,876</u>	<u>55,897</u>
GENERAL ADMINISTRATIVE			
Administrative	45,498	40,497	31,530
Financial management	299,659	282,981	279,127
Taxation			
Tax rebates	12,072	10,765	11,072
Other taxation	-	-	(1,131)
Common services	49,685	50,542	42,731
Other general administrative services	9,491	13,446	9,146
	<u>416,405</u>	<u>398,231</u>	<u>372,475</u>
DEBT CHARGES			
General operations interest	500	1	146
Debenture interest	65,854	-	-
Term loan interest	2,670	-	-
Other debt charges	4,000	4,186	4,596
	<u>73,024</u>	<u>4,187</u>	<u>4,742</u>
OTHER GENERAL GOVERNMENT SERVICES			
Elections and plebiscites	-	-	10,688
TOTAL GENERAL GOVERNMENT SERVICES	<u>\$ 552,159</u>	<u>\$ 465,294</u>	<u>\$ 443,802</u>

TOWN OF MIDDLETON**NON-CONSOLIDATED SCHEDULE OF GENERAL
OPERATING FUND EXPENDITURES (CONTINUED)**

YEAR ENDED MARCH 31, 2018

	2018		2017
	Budget (unaudited)	Actual	Actual
EXPENDITURES			
PROTECTIVE SERVICES			
Police protection	\$ 599,795	\$ 599,893	\$ 577,836
Law enforcement - transfer to correctional services	24,418	24,418	24,583
Other	49,152	48,347	52,280
	<u>673,365</u>	<u>672,658</u>	<u>654,699</u>
Fire protection			
Water supply and hydrants	136,809	136,809	129,428
Other	142,703	136,880	123,963
	<u>279,512</u>	<u>273,689</u>	<u>253,391</u>
Emergency measures	6,500	4,667	6,143
Debt charges			
Debt interest	-	6,651	7,672
Term loan interest	-	199	9
	<u>-</u>	<u>6,850</u>	<u>7,681</u>
Other protective services	7,500	5,484	3,614
TOTAL PROTECTIVE SERVICES	<u>\$ 966,877</u>	<u>\$ 963,348</u>	<u>\$ 925,528</u>
TRANSPORTATION SERVICES			
Common services	\$ 245,367	\$ 303,758	\$ 219,023
Road transport			
Roads and streets	288,331	292,943	282,253
Street lighting	28,079	25,055	29,663
Traffic services	19,500	22,567	19,237
	<u>581,277</u>	<u>644,323</u>	<u>550,176</u>
Public transit	21,000	21,000	21,000
Debt charges			
Debt interest	-	11,441	12,646
Term loan interest	-	(89)	(16)
	<u>-</u>	<u>11,352</u>	<u>12,630</u>
TOTAL TRANSPORTATION SERVICES	<u>\$ 602,277</u>	<u>\$ 676,675</u>	<u>\$ 583,806</u>

TOWN OF MIDDLETON

NON-CONSOLIDATED SCHEDULE OF GENERAL OPERATING FUND EXPENDITURES (CONTINUED)

YEAR ENDED MARCH 31, 2018

	2018		2017
	Budget (unaudited)	Actual	Actual
EXPENDITURES			
ENVIRONMENTAL HEALTH SERVICES			
Administration	\$ 8,000	\$ 7,222	\$ 7,491
Sewage collection systems	12,707	11,303	9,638
Sewage lift stations	33,331	27,070	22,327
Sewage treatment and disposal	219,216	146,367	114,312
	<u>273,254</u>	<u>191,962</u>	<u>153,768</u>
Garbage and waste collection	<u>157,648</u>	<u>140,966</u>	<u>138,144</u>
Debt charges			
Debenture interest	-	45,751	48,165
Term loan interest	-	-	-
	<u>-</u>	<u>45,751</u>	<u>48,165</u>
TOTAL ENVIRONMENTAL HEALTH SERVICES	<u>\$ 430,902</u>	<u>\$ 378,679</u>	<u>\$ 340,077</u>
PUBLIC HEALTH SERVICES			
Housing - deficit of Regional Housing Authority	<u>\$ 40,000</u>	<u>\$ 35,788</u>	<u>\$ 48,214</u>
TOTAL PUBLIC HEALTH SERVICES	<u>\$ 40,000</u>	<u>\$ 35,788</u>	<u>\$ 48,214</u>

TOWN OF MIDDLETON**NON-CONSOLIDATED SCHEDULE OF GENERAL
OPERATING FUND EXPENDITURES (CONTINUED)**

YEAR ENDED MARCH 31, 2018

	2018		2017
	Budget (unaudited)	Actual	Actual
EXPENDITURES			
ENVIRONMENTAL DEVELOPMENT SERVICES			
Environmental planning and zoning			
Administration	\$ 90,209	\$ 72,790	\$ 72,791
Other	-	-	50
Other community development	89,322	80,243	83,356
Industrial parks	12,144	12,144	12,144
	<u>191,675</u>	<u>165,177</u>	<u>168,341</u>
Other environmental development services - tourism	3,000	2,198	2,300
Other environmental development services	3,218	1,766	2,603
	<u>6,218</u>	<u>3,964</u>	<u>4,903</u>
TOTAL ENVIRONMENTAL DEVELOPMENT SERVICES	<u>\$ 197,893</u>	<u>\$ 169,141</u>	<u>\$ 173,244</u>
RECREATION AND CULTURAL SERVICES			
Recreation facilities			
Administration	\$ 195,066	\$ 182,235	\$ 184,543
Swimming pools	12,457	12,525	12,468
Skating rinks and arenas	11,900	18,104	11,535
Parks, playgrounds and sports fields	151,720	131,804	149,431
	<u>371,143</u>	<u>344,668</u>	<u>357,977</u>
Cultural buildings and facilities			
Library - local branch	11,528	11,528	23,499
Other - museum commission	13,807	13,348	2,500
	<u>25,335</u>	<u>24,876</u>	<u>25,999</u>
Debt charges			
Debenture interest	-	63	425
Term debt interest	-	13	(22)
	<u>-</u>	<u>76</u>	<u>403</u>
Other recreation and cultural services	39,500	34,654	37,301
TOTAL RECREATION AND CULTURAL SERVICES	<u>\$ 435,978</u>	<u>\$ 404,274</u>	<u>\$ 421,680</u>
TOTAL EXPENDITURES	<u>\$ 3,226,086</u>	<u>\$ 3,093,199</u>	<u>\$ 2,936,351</u>

TOWN OF MIDDLETON

NON-CONSOLIDATED SCHEDULE OF FINANCING AND TRANSFERS OF THE GENERAL OPERATING FUND

YEAR ENDED MARCH 31, 2018

	2018		2017
	Budget (unaudited)	Actual	Actual
FINANCING AND TRANSFERS			
PRINCIPAL INSTALMENTS			
Debenture principal	\$ 280,250	\$ 231,044	\$ 232,408
TRANSFERS TO (FROM) OWN RESERVES, FUNDS AND AGENCIES			
Transfer to - general capital fund	52,700	75,361	94,808
Transfer to - tourist bureau	14,793	14,793	11,758
Transfer to - reserve fund interest	-	2,670	2,575
Transfer to - reserve fund	-	240,803	198,099
Transfer from - reserve fund	-	(63,697)	(126,200)
	<u>67,493</u>	<u>269,930</u>	<u>181,040</u>
CHANGE IN EQUITY			
Use of prior years' surplus	<u>(190,802)</u>	<u>(190,803)</u>	<u>-</u>
TOTAL FINANCING AND TRANSFERS	<u>\$ 156,941</u>	<u>\$ 310,171</u>	<u>\$ 413,448</u>

TOWN OF MIDDLETON

NON-CONSOLIDATED STATEMENT OF FINANCIAL POSITION OF THE GENERAL CAPITAL FUND

AS AT MARCH 31, 2018

	<u>2018</u>	<u>2017</u>
ASSETS		
Financial assets		
Cash and cash equivalents	\$ 8,013	\$ 7,991
Due from general operating fund	-	-
Due from reserve fund	114,253	-
	<u>122,266</u>	<u>7,991</u>
LIABILITIES		
Due to general operating fund	152,169	-
Loans from reserve funds	207,793	150,746
Long-term debt (note 7)	2,050,997	2,282,041
Vested interest - Annapolis County	12,168	12,168
	<u>2,423,127</u>	<u>2,444,955</u>
NET DEBT	<u>(2,300,861)</u>	<u>(2,436,964)</u>
NON-FINANCIAL ASSETS		
Work in progress	31,175	-
Capital assets, at cost (note 6)	17,481,808	17,358,044
Accumulated allowance for amortization (note 6)	(8,044,714)	(7,640,434)
	<u>9,468,269</u>	<u>9,717,610</u>
	<u>\$ 7,167,408</u>	<u>\$ 7,280,646</u>
SURPLUS (DEFICIT)	<u>\$ (3,316,656)</u>	<u>\$ (3,218,734)</u>
INVESTMENT IN CAPITAL ASSETS (note 9)	<u>10,484,064</u>	<u>10,499,380</u>
TOTAL FUND BALANCE	<u>\$ 7,167,408</u>	<u>\$ 7,280,646</u>

On behalf of the Town

 Mayor

 Interim Chief Administrative Officer

TOWN OF MIDDLETON**NON-CONSOLIDATED STATEMENT OF FINANCIAL
ACTIVITIES OF THE GENERAL CAPITAL FUND****YEAR ENDED MARCH 31, 2018**

	<u>2018</u>	<u>2017</u>
REVENUE		
Capital contributions	\$ 4,000	\$ 79,748
Provincial government grants	-	24,000
Federal government grants	-	83,390
Gain on sale of assets	519	-
Interest	22	-
	<u>4,541</u>	<u>187,138</u>
EXPENDITURES		
General government services	-	5,480
Protective services	73,334	58,981
Transportation services	187,870	67,532
Environmental health services	8,231	4,724
Recreation and cultural services	17,149	197,624
Land	39,317	-
	<u>325,901</u>	<u>334,341</u>
NET EXPENDITURES	<u>(321,360)</u>	<u>(147,203)</u>
FINANCING AND TRANSFERS		
Proceeds on issuance of debt	-	93,000
Transfers from own reserves, funds and agencies		
Transfer from operating, capital expenditures	26,155	55,557
Transfer from capital reserve	82,707	23,150
Transfer from operating, retire short term debt	49,208	39,250
Transfer from gas tax reserve	68,868	-
Transfer from reserve fund	(3,500)	(237)
Total net transfers	<u>223,438</u>	<u>117,720</u>
Total financing and transfers	<u>223,438</u>	<u>210,720</u>
CHANGE IN FUND BALANCE	(97,922)	63,517
SURPLUS (DEFICIT) AT BEGINNING OF YEAR	<u>(3,218,734)</u>	<u>(3,282,251)</u>
SURPLUS (DEFICIT) AT END OF YEAR	<u>\$ (3,316,656)</u>	<u>\$ (3,218,734)</u>

TOWN OF MIDDLETON**NON-CONSOLIDATED STATEMENT OF FINANCIAL POSITION
OF THE WATER UTILITY OPERATING FUND****AS AT MARCH 31, 2018**

	<u>2018</u>	<u>2017</u>
ASSETS		
Financial assets		
Cash	\$ 53,283	\$ -
Rates receivable, net of asset valuation of \$863 (2017 - \$4,416)	136,980	114,799
Other receivables	267	720
Prepaid expenses	8,756	11,489
Harmonized sales tax	9,014	10,554
Due from water capital fund	-	-
	<u>208,300</u>	<u>137,562</u>
LIABILITIES		
Short-term borrowings	-	29,791
Payables	55,074	17,723
Due to water capital fund	25,598	41,247
	<u>80,672</u>	<u>88,761</u>
SURPLUS	<u>\$ 127,628</u>	<u>\$ 48,801</u>

On behalf of the Town

 Mayor

 Interim Chief Administrative Officer

TOWN OF MIDDLETON**NON-CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES
OF THE WATER UTILITY OPERATING FUND****YEAR ENDED MARCH 31, 2018**

	2018		2017
	Budget (unaudited)	Actual	Actual
OPERATING REVENUE			
Metered sales	\$ 483,980	\$ 483,401	\$ 455,139
Flat rate sales	700	920	894
Public fire protection	146,581	147,651	139,743
Sprinkler service	3,050	3,350	3,350
Other operational revenue	5,750	3,796	3,613
Total operating revenue	<u>640,061</u>	<u>639,118</u>	<u>602,739</u>
OPERATING EXPENDITURES			
Source of supply (page 35)	7,841	6,578	5,327
Power and pumping (page 35)	58,632	43,064	45,348
Water treatment (page 35)	34,153	28,648	26,666
Transmission and distribution (page 35)	151,289	137,506	126,160
Administration and general (page 35)	240,111	236,660	224,897
Depreciation	76,861	56,893	66,445
Taxes	47,114	43,781	43,536
Total operating expenditures	<u>616,001</u>	<u>553,130</u>	<u>538,379</u>
NET OPERATING REVENUE	<u>24,060</u>	<u>85,988</u>	<u>64,360</u>
Non-operating revenue			
Other	<u>930</u>	<u>1,495</u>	<u>811</u>
Non-operating expenditures			
Debt charges			
Principal	4,300	4,300	4,300
Interest	690	706	796
Capital expenditures out of revenue	5,000	3,650	8,298
	<u>9,990</u>	<u>8,656</u>	<u>13,394</u>
EXCESS OF REVENUE OVER EXPENDITURES	15,000	78,827	51,777
SURPLUS (DEFICIT) AT BEGINNING OF YEAR		<u>48,801</u>	<u>(2,976)</u>
SURPLUS AT END OF YEAR		<u>\$ 127,628</u>	<u>\$ 48,801</u>

TOWN OF MIDDLETON

SCHEDULE TO NON-CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES OF THE WATER UTILITY OPERATING FUND

YEAR ENDED MARCH 31, 2018

	2018		2017
	Budget (unaudited)	Actual	Actual
SOURCE OF SUPPLY			
Supplies and expenses	\$ 6,893	\$ 5,185	\$ 5,219
Maintenance of plant	948	1,393	108
	<u>\$ 7,841</u>	<u>\$ 6,578</u>	<u>\$ 5,327</u>
POWER AND PUMPING			
Power	\$ 43,709	\$ 33,562	\$ 32,588
Maintenance	14,923	9,502	12,760
	<u>\$ 58,632</u>	<u>\$ 43,064</u>	<u>\$ 45,348</u>
WATER TREATMENT			
Labour	\$ 9,772	\$ 6,714	\$ 2,956
Supplies and expenses	23,671	21,748	23,002
Maintenance of structures and improvements	710	186	708
	<u>\$ 34,153</u>	<u>\$ 28,648</u>	<u>\$ 26,666</u>
TRANSMISSION AND DISTRIBUTION			
Maintenance and mains	\$ 91,778	\$ 63,515	\$ 64,674
Maintenance of other distribution plant	25,101	36,613	26,988
Transportation expenses	23,137	29,047	28,132
Shop expenses	11,273	8,331	6,366
	<u>\$ 151,289</u>	<u>\$ 137,506</u>	<u>\$ 126,160</u>
ADMINISTRATION AND GENERAL			
Supervision	\$ 168,802	\$ 161,947	\$ 156,272
Consumer billing and accounting	4,286	4,692	4,045
Uncollectible accounts	2,185	976	3,862
Employee benefits	7,177	5,530	5,392
General office expenses	43,354	46,975	40,424
Audit	5,027	4,849	4,797
Regulatory expenses	1,748	1,590	1,590
Maintenance of general property	7,532	8,601	8,515
Miscellaneous general expenses	-	1,500	-
	<u>\$ 240,111</u>	<u>\$ 236,660</u>	<u>\$ 224,897</u>



TOWN OF MIDDLETON**NON-CONSOLIDATED STATEMENT OF FINANCIAL
POSITION OF THE WATER UTILITY CAPITAL FUND****AS AT MARCH 31, 2018**

	<u>2018</u>	<u>2017</u>
ASSETS		
Financial assets		
Cash - depreciation (note 3a.)	\$ 125,405	\$ 58,618
Cash - other	4,751	4,738
Due from water operating fund	25,598	41,247
Due from reserve fund	-	25,198
	<u>\$ 155,754</u>	<u>\$ 129,801</u>
LIABILITIES		
Long-term debt (note 7)	<u>\$ 17,200</u>	<u>\$ 21,500</u>
NET DEBT	<u>138,554</u>	<u>108,301</u>
NON-FINANCIAL ASSETS		
Work in progress	60,041	32,061
Capital assets (note 6)	3,852,074	3,854,405
Accumulated allowance for depreciation (note 6)	<u>(1,445,529)</u>	<u>(1,397,933)</u>
	<u>2,466,586</u>	<u>2,488,533</u>
	<u>\$ 2,605,140</u>	<u>\$ 2,596,834</u>
SURPLUS	\$ 158,954	\$ 133,000
INVESTMENT IN CAPITAL ASSETS (note 9)	2,446,186	2,463,834
TOTAL FUND BALANCE	<u>\$ 2,605,140</u>	<u>\$ 2,596,834</u>

On behalf of the Town

 Mayor

 Interim Chief Administrative Officer

TOWN OF MIDDLETON**NON-CONSOLIDATED STATEMENT OF FINANCIAL
ACTIVITIES OF THE WATER UTILITY CAPITAL FUND****YEAR ENDED MARCH 31, 2018**

	<u>2018</u>	<u>2017</u>
REVENUE		
Interest	<u>\$ 356</u>	<u>\$ -</u>
EXPENSES		
Loss on disposal of capital assets	-	719
Capital purchases	<u>34,945</u>	<u>26,460</u>
	<u>34,945</u>	<u>27,179</u>
NET EXPENSES	<u>(34,589)</u>	<u>(27,179)</u>
FINANCING AND TRANSFERS		
Transfers from own reserves, funds and agencies		
Transfer from water operating, depreciation	56,893	66,445
Transfer from water operating, capital expenditures	3,650	8,298
Transfer from reserve fund	-	9,907
Total financing and transfers	<u>60,543</u>	<u>84,650</u>
CHANGE IN FUND BALANCE	<u>25,954</u>	<u>57,471</u>
SURPLUS AT BEGINNING OF YEAR	<u>133,000</u>	<u>75,529</u>
SURPLUS AT END OF YEAR	<u>\$ 158,954</u>	<u>\$ 133,000</u>

TOWN OF MIDDLETON**NON-CONSOLIDATED STATEMENT OF FINANCIAL
POSITION OF THE RESERVE FUND****AS AT MARCH 31, 2018**

	<u>2018</u>	<u>2017</u>
ASSETS		
Financial assets		
Cash and cash equivalents	\$ 1,483,223	\$ 1,453,975
Loans to general capital fund	<u>207,793</u>	<u>150,746</u>
	<u>\$ 1,691,016</u>	<u>\$ 1,604,721</u>
LIABILITIES		
Due to general capital	\$ 114,252	\$ -
Due to water capital	<u>-</u>	<u>25,198</u>
	<u>114,252</u>	<u>25,198</u>
SURPLUS	<u>1,576,764</u>	<u>1,579,523</u>
	<u>\$ 1,691,016</u>	<u>\$ 1,604,721</u>

On behalf of the Town

 Mayor

 Interim Chief Administrative Officer

TOWN OF MIDDLETON**NON-CONSOLIDATED STATEMENT OF FINANCIAL
ACTIVITIES OF THE RESERVE FUND****YEAR ENDED MARCH 31, 2018**

			2018	2017
	General Operating	General Capital	Total	Total
REVENUE				
Federal government - gas tax rebate	\$ -	\$ 138,249	\$ 138,249	\$ 135,999
Interest	2,328	4,247	6,575	1,643
Public donations	-	11,520	11,520	3,565
Proceeds from asset sale	-	-	-	-
	2,328	154,016	156,344	141,207
EXPENSES	-	-	-	20
NET REVENUE	2,328	154,016	156,344	141,187
FINANCING AND TRANSFERS				
Transfer (to) from own reserves, funds and agencies				
General operating	(63,697)	50,000	(13,697)	71,899
General capital	(18,936)	(129,140)	(148,076)	(23,151)
General capital, debenture residual	-	-	-	237
Water capital	-	-	-	(9,907)
General operating, interest	-	2,670	2,670	2,575
Total net transfers	(82,633)	(76,470)	(159,103)	41,653
CHANGE IN FUND BALANCE	(80,305)	77,546	(2,759)	182,840
SURPLUS AT BEGINNING OF YEAR	469,962	1,109,561	1,579,523	1,396,683
SURPLUS AT END OF YEAR	\$ 389,657	\$ 1,187,107	\$ 1,576,764	\$ 1,579,523



