

# **TOWN OF MIDDLETON**

## **FINANCIAL STATEMENTS**

**MARCH 31, 2022**

 **KENT & DUFFETT**  
Chartered Professional Accountants

# TOWN OF MIDDLETON

## CONSOLIDATED FINANCIAL STATEMENTS

MARCH 31, 2022

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# TOWN OF MIDDLETON

## CONSOLIDATED FINANCIAL STATEMENTS

YEAR ENDED MARCH 31, 2022

### 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.

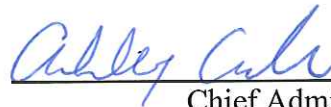
The audit committee meets with management and the external auditors to review the consolidated financial statements and discuss any significant financial reporting or internal control matters prior to their approval of the consolidated financial statements.

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.



Mayor

October 26, 2022



Chief Administrative Officer

October 26, 2022

*Incorporated Partners*  
*Forse Investments Limited*  
*Crosby Smith Holdings Limited*

[www.kentandduffett.ca](http://www.kentandduffett.ca)

## INDEPENDENT AUDITOR'S REPORT

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

#### ***Opinion***

We have audited the consolidated financial statements of **The Town of Middleton** which comprise the consolidated statement of financial position as at March 31, 2022, consolidated statement of financial operations, consolidated change in net debt and consolidated cash flow for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements of the Town are prepared, in all material respects, in accordance with Canadian public sector accounting standards.

#### ***Basis for Opinion***

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Town in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### ***Other Matters***

Our audit was conducted for the purpose of forming an opinion on the basic consolidated financial statements taken as a whole. The supplementary information included in the Schedules on pages 23 to 40 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.

#### ***Responsibilities of Management and Those Charged with Governance for the Financial Statements***

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

In preparing the financial statements, management is responsible for assessing the Town's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Town or to cease operations, or has no realistic alternative but to do so.

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

## INDEPENDENT AUDITOR'S REPORT (continued)

### *Auditor's Responsibilities for the Audit of the Financial Statements*

Our objectives are to obtain reasonable assurance about whether the 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 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 financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Town's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Town's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Town to cease to continue as a going concern.

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.

Kentville, Nova Scotia  
October 26, 2022

  
Chartered Professional Accountants  
Registered Municipal Auditor

# TOWN OF MIDDLETON

## CONSOLIDATED STATEMENT OF OPERATIONS

YEAR ENDED MARCH 31, 2022

	<u>2022</u> <u>Budget</u> (unaudited)	<u>2022</u> <u>Actual</u>	<u>2021</u> <u>Actual</u>
<b>REVENUES</b>			
Assessable property taxes	\$ 3,155,946	\$ 3,204,896	\$ 3,083,374
Grants in lieu of taxes	153,625	143,994	148,836
Services provided to other governments	87,163	92,651	89,999
Sales of services	115,073	41,953	20,338
Other revenue from own sources	68,827	61,849	49,305
Unconditional transfers from other governments	338,930	1,468,473	444,813
Conditional transfers from federal or provincial governments or agencies	90,285	92,863	588,758
Gain on disposal of tangible capital assets	-	-	45
Net water fund revenue (expenditures)	-	164,337	369,598
	<u>4,009,849</u>	<u>5,271,016</u>	<u>4,795,066</u>
<b>EXPENSES</b>			
General government services	487,312	522,109	481,929
Protective services	1,074,987	874,593	830,456
Transportation services	703,054	810,258	625,351
Environmental health services	497,962	372,706	381,964
Public health services	53,000	181,123	125,565
Environmental development services	149,713	131,601	119,820
Recreation and cultural services	379,374	370,474	272,074
Mandatory education contributions	403,790	393,468	392,448
Amortization	-	602,507	638,844
	<u>3,749,192</u>	<u>4,258,839</u>	<u>3,868,451</u>
<b>ANNUAL SURPLUS</b>	260,657	1,012,177	926,615
<b>ACCUMULATED SURPLUS AT BEGINNING OF YEAR</b>		<u>12,365,855</u>	<u>11,439,240</u>
<b>ACCUMULATED SURPLUS AT END OF YEAR</b>		<u>\$ 13,378,032</u>	<u>\$ 12,365,855</u>

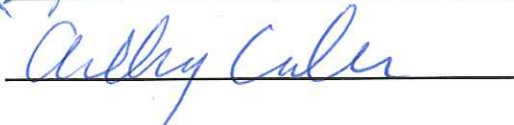
# TOWN OF MIDDLETON

## CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT MARCH 31, 2022

	<u>2022</u>	<u>2021</u>
<b>FINANCIAL ASSETS</b>		
Cash	\$ 3,411,057	\$ 3,584,832
Accounts receivable - taxes, net of valuation allowance (note 4)	87,869	95,762
Accounts receivable - other, net of valuation allowance	439,792	321,653
	<u>3,938,718</u>	<u>4,002,247</u>
<b>LIABILITIES</b>		
Bank indebtedness	-	224,159
Accounts payable and accrued liabilities	554,721	281,008
Deferred revenue (note 13)	1,498,929	1,838,614
Long-term debt (note 7)	1,508,049	1,440,067
Interest accrual	17,077	18,428
Vested interest - Annapolis County	12,168	12,168
	<u>3,590,944</u>	<u>3,814,444</u>
<b>NET ASSETS (page 6)</b>	<u>347,774</u>	<u>187,803</u>
<b>NON-FINANCIAL ASSETS</b>		
Work in progress	574,353	336,042
Tangible capital assets (note 6)	12,433,216	11,818,589
Prepaid expenses	22,689	23,421
	<u>13,030,258</u>	<u>12,178,052</u>
<b>ACCUMULATED SURPLUS</b>	<u>\$ 13,378,032</u>	<u>\$ 12,365,855</u>
		Contingencies (note 14)
		Commitment (note 15)
On behalf of the Town		Subsequent events (note 16)

 Mayor

 Chief Administrative Officer

# TOWN OF MIDDLETON

## CONSOLIDATED STATEMENT OF CHANGE IN NET ASSETS

AS AT MARCH 31, 2022

	<u>Budget</u> (unaudited)	<u>2022</u>	<u>2021</u>
ANNUAL SURPLUS (page 4)	\$ 260,657	\$ 1,012,177	\$ 926,615
Change in work in progress	-	(238,311)	(97,719)
Acquisition of tangible capital assets and donated assets	(5,266,662)	(1,217,134)	(982,882)
Amortization of tangible capital assets	65,000	602,507	638,844
Write-off of tangible capital assets	-	-	4,126
	<u>(4,941,005)</u>	<u>159,239</u>	<u>488,984</u>
Change in prepaid expenses	<u>-</u>	<u>732</u>	<u>(477)</u>
Increase in net assets	(4,941,005)	159,971	488,507
<b>NET ASSETS (DEBT) AT BEGINNING OF YEAR</b>		<u>187,803</u>	<u>(300,704)</u>
<b>NET ASSETS AT END OF YEAR</b>		<u>\$ 347,774</u>	<u>\$ 187,803</u>

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

# TOWN OF MIDDLETON

## CONSOLIDATED STATEMENT OF CASH FLOWS

AS AT MARCH 31, 2022

	<u>2022</u>	<u>2021</u>
<b>OPERATING TRANSACTIONS</b>		
Annual surplus	\$ 1,012,177	\$ 926,615
Net change in non-cash working capital balances		
Amortization	602,507	638,844
Write down of capital assets	-	4,126
	<u>1,614,684</u>	<u>1,569,585</u>
Net change in working capital balances		
Decrease (increase) in accounts receivable - taxes	7,893	29,042
Decrease (increase) in accounts receivable - other	(118,139)	31,443
Increase (decrease) in accounts payable and accrued liabilities	273,713	(91,737)
Increase (decrease) in deferred revenue	(339,685)	1,314,387
Increase (decrease) in interest accrual	(1,351)	(2,142)
Decrease (increase) in prepaid expenses	732	(477)
Cash provided by operating transactions	<u>1,437,847</u>	<u>2,850,101</u>
<b>CAPITAL TRANSACTIONS</b>		
Increase in work in progress	(238,311)	(97,719)
Purchase of tangible capital assets	(1,217,134)	(982,882)
Cash applied to capital transactions	<u>(1,455,445)</u>	<u>(1,080,601)</u>
<b>FINANCING TRANSACTIONS</b>		
Increase (decrease) in bank indebtedness	(224,159)	81,178
Proceeds from issuance of long-term debt	297,266	46,702
Repayment of long-term debt	(229,284)	(219,944)
Cash provided for financing transactions	<u>(156,177)</u>	<u>(92,064)</u>
<b>INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>(173,775)</b>	<b>1,677,436</b>
Cash and cash equivalents at beginning of year	<u>3,584,832</u>	<u>1,907,396</u>
<b>CASH AND CASH EQUIVALENTS AT END OF YEAR</b>	<b><u>\$ 3,411,057</u></b>	<b><u>\$ 3,584,832</u></b>

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

# TOWN OF MIDDLETON

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

AS AT MARCH 31, 2022

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### 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, 2022

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### 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 operating, 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, 2022

### 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 (2021 - \$Nil) from depreciation funds.

# TOWN OF MIDDLETON

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

AS AT MARCH 31, 2022

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### 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 Public Sector accounting standards 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, 2022

### 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, 2022 the Town contributed \$178,123 (2021 - \$75,565) to the Housing Authority to fund its share of the prior year losses.

#### Annapolis Valley School Board

For the year ended March 31, 2022 the Town contributed \$393,468 (2021 - \$392,448) as its share of operations of the Annapolis Valley School Board.

#### Regional Library – 1.68% Interest

For the year ended March 31, 2022 the Town paid \$12,300 (2021 - \$12,300) to the Regional Library Board as its share of the deficit.

#### Valley Waste Management Authority – 2.55% Interest

For the year ended March 31, 2022 the Town contributed \$155,499 (2021 - \$153,869) to the Authority as its share of the capital and operating expenditures.

### 3(a.) CASH, DEPRECIATION FUND WATER UTILITY

	<u>2022</u>	<u>2021</u>
Cash at beginning of year	\$ 66,527	\$ 86,030
Add:		
Depreciation from prior year	66,103	61,871
Interest earned	160	241
	<u>132,790</u>	<u>148,142</u>
Deduct:		
Transfer to water operating fund, capital expenditures	47,791	81,615
Capital asset disposal costs	-	-
CASH AT END OF YEAR	<u>\$ 84,999</u>	<u>\$ 66,527</u>

### 3(b.) DEPRECIATION FUND RESERVE BALANCE WATER UTILITY

	<u>2022</u>	<u>2021</u>
Cash balance at end of year (note 3(a))	\$ 84,999	\$ 66,527
Add:		
Depreciation for current year	60,807	66,103
	<u>145,806</u>	<u>132,630</u>
Deduct:		
Payable to water operating fund, capital expenditures	-	8,263
BALANCE AT END OF YEAR	<u>\$ 145,806</u>	<u>\$ 124,367</u>

# TOWN OF MIDDLETON

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

AS AT MARCH 31, 2022

### 3(c.) ACCUMULATED ALLOWANCE FOR DEPRECIATION WATER UTILITY

	<u>2022</u>	<u>2021</u>
Balance at beginning of year	\$ 1,626,293	\$ 1,565,866
Add:		
Depreciation for current year	<u>60,807</u>	<u>66,103</u>
	1,687,100	1,631,969
Deduct:		
Accumulated depreciation on disposal	<u>-</u>	<u>5,676</u>
BALANCE AT END OF YEAR	<u>\$ 1,687,100</u>	<u>\$ 1,626,293</u>

### 4. ACCOUNTS RECEIVABLE

	<u>Current Year</u>	<u>Prior Year</u>	<u>2022 Total</u>	<u>2021 Total</u>
General operating				
Balance at beginning of year	\$ -	\$ 95,762	\$ 95,762	\$ 124,804
Add:				
Current year's tax levy (includes interest)	<u>3,023,633</u>	<u>-</u>	<u>3,023,633</u>	<u>2,962,259</u>
	3,023,633	95,762	3,119,395	3,087,063
Deduct:				
Current year's tax collection	<u>2,951,244</u>	<u>80,282</u>	<u>3,031,526</u>	<u>2,991,301</u>
Write offs and allowances	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Balance at end of year	<u>\$ 72,389</u>	<u>\$ 15,480</u>	<u>\$ 87,869</u>	<u>\$ 95,762</u>

### 5. VALUATION ALLOWANCES

	<u>2022</u>	<u>2021</u>
Valuation allowance, uncollectible taxes		
Balance, beginning of year	\$ -	\$ -
Add provision for the year	<u>-</u>	<u>-</u>
Deduct uncollectible taxes written off	<u>-</u>	<u>-</u>
Balance, end of year	<u>\$ -</u>	<u>\$ -</u>

# TOWN OF MIDDLETON

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

AS AT MARCH 31, 2022

### 6. TANGIBLE CAPITAL ASSETS

Town Capital	Cost 2021	Additions	Disposals	Cost 2022	Accumulated Amortization		Accumulated Amortization		Net Book Value
					2021	Adjustment	Expense	2022	
Land	\$ 467,952	\$ -	\$ -	\$ 467,952	\$ -	\$ -	\$ -	\$ -	\$ 467,952
Land Improvements	777,481	-	-	777,481	401,339	-	24,477	425,816	351,665
Buildings	1,528,640	-	-	1,528,640	822,081	-	34,256	856,337	672,303
Streets	2,157,805	540,570	-	2,698,375	1,784,328	-	52,095	1,836,423	861,952
Sewer Mains	5,036,106	205,364	-	5,241,470	1,934,277	-	102,819	2,037,096	3,204,374
Sidewalks	608,808	64,290	-	673,098	353,146	-	18,756	371,902	301,196
Sewer Plant	3,907,561	-	-	3,907,561	1,664,332	-	145,127	1,809,459	2,098,102
Lagoons	1,588,754	-	-	1,588,754	285,009	-	31,775	316,784	1,271,970
Lights	725,591	-	-	725,591	245,923	-	34,236	280,159	445,432
Equipment	625,429	5,857	-	631,286	577,000	-	38,504	615,504	15,782
Vehicles	1,696,661	131,542	-	1,828,203	1,586,510	-	59,655	1,646,165	182,038
	<u>\$ 19,120,788</u>	<u>\$ 947,623</u>	<u>\$ -</u>	<u>\$ 20,068,411</u>	<u>\$ 9,653,945</u>	<u>\$ -</u>	<u>\$ 541,700</u>	<u>\$ 10,195,645</u>	<u>\$ 9,872,766</u>
<b>Water Utility</b>									
Working Capital	\$ 4,025	\$ -	\$ -	\$ 4,025	\$ -	\$ -	\$ -	\$ -	\$ 4,025
Land & Land Rights	256,505	140,000	-	396,505	18,810	-	1,446	20,256	376,249
Structures & Improvements	763,936	-	-	763,936	262,208	-	11,652	273,860	490,076
Equipment	634,769	-	-	634,769	339,087	-	12,472	351,559	283,210
Transmission Mains	319,141	-	-	319,141	163,441	-	4,149	167,590	151,551
Distribution Mains	1,407,218	114,830	-	1,522,048	474,996	-	19,519	494,515	1,027,533
Services	173,419	-	-	173,419	85,050	-	3,468	88,518	84,901
Meters	110,058	-	-	110,058	96,530	-	788	97,318	12,740
Hydrants	153,415	7,671	-	161,086	41,357	-	1,974	43,331	117,755
Tools & Work Equipment	62,134	-	-	62,134	62,134	-	-	62,134	-
Microcomputer	72,399	7,010	-	79,409	61,660	-	5,339	66,999	12,410
Other - Water rate study	21,020	-	-	21,020	21,020	-	-	21,020	-
	<u>\$ 3,978,039</u>	<u>\$ 269,511</u>	<u>\$ -</u>	<u>\$ 4,247,550</u>	<u>\$ 1,626,293</u>	<u>\$ -</u>	<u>\$ 60,807</u>	<u>\$ 1,687,100</u>	<u>\$ 2,560,450</u>
	<u>\$ 23,098,827</u>	<u>\$ 1,217,134</u>	<u>\$ -</u>	<u>\$ 24,315,961</u>	<u>\$ 11,280,238</u>	<u>\$ -</u>	<u>\$ 602,507</u>	<u>\$ 11,882,745</u>	<u>\$ 12,433,216</u>

# TOWN OF MIDDLETON

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

AS AT MARCH 31, 2022

### 6. TANGIBLE CAPITAL ASSETS (continued)

<u>Town Capital</u>	Cost 2020	Additions	Disposals	Cost 2021	Accumulated Amortization		Accumulated Amortization		Net Book Value
					2020	Adjustment	Expense	2021	
Land	\$ 467,952	\$ -	\$ -	\$ 467,952	\$ -	\$ -	\$ -	\$ -	\$ 467,952
Land Improvements	777,481	-	-	777,481	375,383	-	25,956	401,339	376,142
Buildings	1,500,822	27,818	-	1,528,640	787,825	-	34,256	822,081	706,559
Streets	2,157,805	-	-	2,157,805	1,750,751	-	33,577	1,784,328	373,477
Sewer Mains	4,144,309	891,797	-	5,036,106	1,834,282	-	99,995	1,934,277	3,101,829
Sidewalks	570,561	38,247	-	608,808	336,765	-	16,381	353,146	255,662
Sewer Plant	3,907,561	-	-	3,907,561	1,515,531	-	148,801	1,664,332	2,243,229
Lagoons	1,588,754	-	-	1,588,754	253,234	-	31,775	285,009	1,303,745
Lights	725,591	-	-	725,591	211,687	-	34,236	245,923	479,668
Equipment	612,520	12,909	-	625,429	538,933	-	38,067	577,000	48,429
Vehicles	1,728,220	-	31,559	1,696,661	1,508,372	31,559	109,697	1,586,510	110,151
	<u>\$ 18,181,576</u>	<u>\$ 970,771</u>	<u>\$ 31,559</u>	<u>\$ 19,120,788</u>	<u>\$ 9,112,763</u>	<u>\$ 31,559</u>	<u>\$ 572,741</u>	<u>\$ 9,653,945</u>	<u>\$ 9,466,843</u>
<u>Water Utility</u>									
Working Capital	\$ 4,025	\$ -	\$ -	\$ 4,025	\$ -	\$ -	\$ -	\$ -	\$ 4,025
Land & Land Rights	256,505	-	-	256,505	17,364	-	1,446	18,810	237,695
Structures & Improvements	763,936	-	-	763,936	250,556	-	11,652	262,208	501,728
Equipment	634,769	-	-	634,769	326,615	-	12,472	339,087	295,682
Transmission Mains	319,141	-	-	319,141	159,292	-	4,149	163,441	155,700
Distribution Mains	1,407,218	-	-	1,407,218	456,702	-	18,294	474,996	932,222
Services	173,419	-	-	173,419	81,582	-	3,468	85,050	88,369
Meters	119,141	-	9,083	110,058	101,418	5,676	788	96,530	13,528
Hydrants	148,655	5,479	719	153,415	39,536	-	1,821	41,357	112,058
Tools & Work Equipment	62,134	-	-	62,134	62,134	-	-	62,134	-
Microcomputer	65,767	6,632	-	72,399	56,722	-	4,938	61,660	10,739
Other - Water rate study	21,020	-	-	21,020	13,945	-	7,075	21,020	-
	<u>\$ 3,975,730</u>	<u>\$ 12,111</u>	<u>\$ 9,802</u>	<u>\$ 3,978,039</u>	<u>\$ 1,565,866</u>	<u>\$ 5,676</u>	<u>\$ 66,103</u>	<u>\$ 1,626,293</u>	<u>\$ 2,351,746</u>
	<u>\$ 22,157,306</u>	<u>\$ 982,882</u>	<u>\$ 41,361</u>	<u>\$ 23,098,827</u>	<u>\$ 10,678,629</u>	<u>\$ 37,235</u>	<u>\$ 638,844</u>	<u>\$ 11,280,238</u>	<u>\$ 11,818,589</u>

# TOWN OF MIDDLETON

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

AS AT MARCH 31, 2022

### 7. LONG-TERM DEBT

	<u>YEAR OF ISSUE</u>	<u>YEAR OF MATURITY</u>	<u>RATE %</u>	<u>TYPE</u>	<u>BALANCE MAR 31/21</u>	<u>ISSUED</u>	<u>REDEEMED</u>	<u>BALANCE MAR 31/22</u>	<u>INTEREST</u>
<b>PURPOSES</b>									
<b>GENERAL SECTION</b>									
SEWERS	2008	2023	3.750-5.088	SERIAL	\$ 37,200	\$ -	\$ 4,650	\$ 32,550	\$ 1,722
SEWERS	2011	2021	1.219-3.645	SERIAL	24,500	-	24,500	-	895
STREETS/SIDEWALKS	2011	2021	1.219-3.645	SERIAL	11,000	-	11,000	-	402
FIRE TRUCK	2012	2022	1.636-3.480	SERIAL	82,600	-	41,300	41,300	1,617
LOADER	2012	2022	1.510-3.160	SERIAL	39,000	-	19,500	19,500	975
TRAFFIC LIGHTS	2013	2023	1.330-3.489	SERIAL	42,000	-	14,000	28,000	860
SEWERS	2013	2023	1.330-3.489	SERIAL	1,040,000	-	80,000	960,000	32,077
BACKHOE	2015	2025	1.011-2.786	SERIAL	56,965	-	11,394	45,571	1,216
TRACKLESS	2016	2026	1.150-2.925	SERIAL	55,800	-	9,300	46,500	1,239
TRACTOR	2020	2025	0.678-1.241	SERIAL	46,702	-	9,340	37,362	409
SEWERS	2021	2031	0.400-2.376	SERIAL	-	297,266	-	297,266	1,463
					1,435,767	297,266	224,984	1,508,049	42,875
MAINS	2011	2021	1.219-3.645	SERIAL	4,300	-	4,300	-	96
					1,440,067	297,266	229,284	1,508,049	42,971
<b>INTERFUND</b>									
PW 2017 3/4 TON FORD	2017	2022	1.68	ELM SCL PROC	7,110	-	7,110	-	107
FIRE AIR PACKS	2017	2022	1.68	IND PK SRF	2,833	-	2,833	-	43
FIRE COMPRESSOR	2018	2023	2.44	ELM SCL PROC	17,375	-	8,685	8,690	381
LIGHTS COMMERCIAL ST.	2018	2023	2.44	IND PK SRF	33,600	-	11,200	22,400	587
CROSSWALK LIGHT, COMMERCIAL ST.	2019	2024	2.88	ELM SCL PROC	23,285	-	7,760	15,525	591
2019JOHN DEERE	2020	2025	2.38	EQUIP. RES	18,969	-	4,745	14,224	430
FIRE WASHING MACHINE	2020	2023	2.37	IND PK SRF	9,927	-	4,960	4,967	213
SIDEWALK CHURCH ST.	2020	2025	2.38	OPER. RES	14,448	-	3,610	10,838	328
TH FIRE ESCAPE	2020	2025	2.38	IND PK SRF	20,628	-	4,125	16,503	399
SWIMMING POOL ROOF	2021	2026	1.27	ELM SCL PROC	27,818	-	5,560	22,258	328
MAIN ST. SIDEWALK	2021	2026	1.27	ELM SCL PROC	31,656	-	6,330	25,326	403
					207,649	-	66,918	140,731	3,810
					\$ 1,647,716	\$ 297,266	\$ 296,202	\$ 1,648,780	\$ 46,781

# TOWN OF MIDDLETON

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

AS AT MARCH 31, 2022

### 7. LONG-TERM DEBT (continued)

	<u>YEAR OF ISSUE</u>	<u>YEAR OF MATURITY</u>	<u>RATE %</u>	<u>TYPE</u>	<u>BALANCE MAR 31/20</u>	<u>ISSUED</u>	<u>REDEEMED</u>	<u>BALANCE MAR 31/21</u>	<u>INTEREST</u>
<b>PURPOSES</b>									
<b>GENERAL SECTION</b>									
SEWERS	2008	2023	3.750-5.088	SERIAL	\$ 41,850	\$ -	\$ 4,650	\$ 37,200	\$ 1,948
SEWERS	2011	2021	1.219-3.645	SERIAL	49,000	-	24,500	24,500	1,410
STREETS/SIDEWALKS	2011	2021	1.219-3.645	SERIAL	22,000	-	11,000	11,000	634
FIRE TRUCK	2012	2022	1.636-3.480	SERIAL	123,900	-	41,300	82,600	2,710
LOADER	2012	2022	1.510-3.160	SERIAL	58,500	-	19,500	39,000	1,537
TRAFFIC LIGHTS	2013	2023	1.330-3.489	SERIAL	56,000	-	14,000	42,000	1,224
SEWERS	2013	2023	1.330-3.489	SERIAL	1,120,000	-	80,000	1,040,000	34,081
BACKHOE	2015	2025	1.011-2.786	SERIAL	68,359	-	11,394	56,965	1,443
TRACKLESS	2016	2026	1.150-2.925	SERIAL	65,100	-	9,300	55,800	1,420
TRACTOR	2020	2025	0.678-1.241	SERIAL	-	46,702	-	46,702	331
					1,604,709	46,702	215,644	1,435,767	46,738
MAINS	2011	2021	1.219-3.645	SERIAL	8,600	-	4,300	4,300	248
					1,613,309	46,702	219,944	1,440,067	46,986
<b>INTERFUND</b>									
RESHINGLE FIRE HALL	2016	2021	1.76	IND PK SRF	16,136	-	16,136	-	251
PW 2017 3/4 TON FORD	2017	2022	1.68	ELM SCL PROC	14,217	-	7,107	7,110	227
FIRE AIR PACKS	2017	2022	1.68	IND PK SRF	5,668	-	2,835	2,833	90
2017 JOHN DEERE	2018	2021	2.29	ELM SCL PROC	2,274	-	2,274	-	41
FIRE COMPRESSOR	2018	2023	2.44	ELM SCL PROC	26,060	-	8,685	17,375	592
LIGHTS COMMERCIAL ST.	2018	2023	2.44	IND PK SRF	44,800	-	11,200	33,600	859
CROSSWALK LIGHT, COMMERCIAL ST.	2019	2024	2.88	ELM SCL PROC	31,045	-	7,760	23,285	813
2019 JOHN DEERE	2020	2025	2.38	EQUIP. RES	23,714	-	4,745	18,969	542
FIRE WASHING MACHINE	2020	2023	2.37	IND PK SRF	14,887	-	4,960	9,927	330
SIDEWALK CHURCH ST.	2020	2025	2.38	OPER. RES	18,058	-	3,610	14,448	414
TH FIRE ESCAPE	2020	2025	2.38	IND PK SRF	20,628	-	-	20,628	464
SWIMMING POOL ROOF	2021	2026	1.27	ELM SCL PROC	-	27,818	-	27,818	131
MAIN ST. SIDEWALK	2021	2026	1.27	ELM SCL PROC	-	31,656	-	31,656	18
					217,487	59,474	69,312	207,649	4,772
					\$ 1,830,796	\$ 106,176	\$ 289,256	\$ 1,647,716	\$ 51,758

# TOWN OF MIDDLETON

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

AS AT MARCH 31, 2022

### 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
2023	\$ 219,211	\$ 56,988	\$ 276,199	\$ -	\$ 276,199
2024	181,661	43,337	224,998	-	224,998
2025	139,761	24,368	164,129	-	164,129
2026	139,758	16,037	155,795	-	155,795
2027	119,027	-	119,027	-	119,027
	\$ 799,418	\$ 140,730	\$ 940,148	\$ -	\$ 940,148

All long-term debt outstanding at year end has been properly authorized by The Department of Municipal Affairs. All General Section debt is held with the Municipal Finance Corporation.

### 8. ACCUMULATED SURPLUS

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

	<u>2022</u>	<u>2021</u>
Fund balances		
General operating fund	\$ 269,774	\$ 222,247
General capital fund	(3,722,700)	(3,842,378)
Water operating fund	653,097	618,652
Water capital fund	90,176	214,409
Tourist Bureau	3,035	2,426
	<u>(2,706,618)</u>	<u>(2,784,644)</u>
Reserve funds		
Operating	544,032	353,232
Capital		
Equipment reserve	39,007	38,516
Debenture	4,662	4,652
Land sale surplus	198,301	195,754
Recreation	1,387	1,404
Sewer operating reserve	494,434	543,191
Land sale - elementary school	125,755	124,416
Capital fund	108,247	105,466
	<u>1,515,825</u>	<u>1,366,631</u>
Investment in capital assets		
General capital fund	11,633,459	11,260,347
Water capital fund	2,935,366	2,523,521
	<u>14,568,825</u>	<u>13,783,868</u>
Total Municipal Position	<u>\$ 13,378,032</u>	<u>\$ 12,365,855</u>

# TOWN OF MIDDLETON

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

AS AT MARCH 31, 2022

### 9. INVESTMENT IN CAPITAL ASSETS

	2022		
	General Capital Fund	Water Capital Fund	Total
Balance, beginning of year	\$ 11,260,347	\$ 2,523,521	\$ 13,783,868
Add:			
Tangible capital purchases (includes work in progress)	987,094	468,352	1,455,446
Debentures redeemed	224,984	4,300	229,284
Proceeds from sale of assets	-	-	-
	<u>1,212,078</u>	<u>472,652</u>	<u>1,684,730</u>
Deduct:			
Proceeds on issuance of debt	297,266	-	297,266
Depreciation of capital assets	541,700	60,807	602,507
	<u>838,966</u>	<u>60,807</u>	<u>899,773</u>
Balance, end of year	<u>\$ 11,633,459</u>	<u>\$ 2,935,366</u>	<u>\$ 14,568,825</u>

	2021		
	General Capital Fund	Water Capital Fund	Total
Balance, beginning of year	\$ 10,678,885	\$ 2,498,281	\$ 13,177,166
Add:			
Tangible capital purchases (includes work in progress)	985,261	91,169	1,076,430
Debentures redeemed	215,644	4,300	219,944
Proceeds from sale of assets	4,171	-	4,171
	<u>1,205,076</u>	<u>95,469</u>	<u>1,300,545</u>
Deduct:			
Write-down of assets	-	4,126	4,126
Gain on sale of assets	4,171	-	4,171
Proceeds on issuance of debt	46,702	-	46,702
Depreciation of capital assets	572,741	66,103	638,844
	<u>623,614</u>	<u>70,229</u>	<u>693,843</u>
Balance, end of year	<u>\$ 11,260,347</u>	<u>\$ 2,523,521</u>	<u>\$ 13,783,868</u>

# TOWN OF MIDDLETON

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

### AS AT MARCH 31, 2022

#### 10. PENSION PLAN

The Town of Middleton operates a defined contribution pension plan for employees. The Town makes a contribution equal to 6% of the employee's gross salary. The Town recognized contributions of \$55,563 in 2022 (2021 - \$45,699).

#### 11. RATE OF RETURN ON RATE BASE

For the year ended March 31, 2022, the Water Utility has an annual rate of return on the rate base of 7.710% (10.813% in 2021).

#### 12. REMUNERATION AND EXPENSES

The total remuneration and expenses of Town Council and Chief Administrative Officer for the 12 months ended March 31, 2022:

	<u>Remuneration</u>	<u>Expenses</u>	<u>Total</u>
Mayor Sylvester Atkinson	\$ 16,216	\$ 386	\$ 16,602
Deputy Mayor G. Smith	11,655	424	12,079
Councillor J. Bartlett	9,122	-	9,122
Councillor M. Fairn	9,122	235	9,357
Councillor B. Knapp	9,122	-	9,122
Councillor C. MacMurtry	9,122	-	9,122
Councillor G. Marshall	9,122	-	9,122
Chief Administrative Officer - Boyd	100,337	1,432	101,769

#### 13. DEFERRED REVENUE

	<u>2022</u>	<u>2021</u>
Property taxes paid in advance	\$ 66,361	\$ 51,531
Gas tax	128,679	594,508
Provincial grants	17,500	18,000
Deferred funding and contributions - Community Centre	1,286,389	1,174,575
	<u>\$ 1,498,929</u>	<u>\$ 1,838,614</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, 2022

### 14. 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 Balance</u>	<u>Town of Middleton Share</u>	<u>Amount</u>
May 16, 2016	\$ 860,000	1.96%	\$ 2,893
November 9, 2017	1,348,265	2.00%	17,831
May 30, 2018	399,000	1.94%	3,388
May 30, 2018	187,335	2.00%	4,374
May 9, 2019	514,000	2.55%	615
April 7, 2021	462,731	2.50%	10,712
			<u>\$ 39,813</u>

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.

### 15. COMMITMENT

The Town of Middleton has approved a debenture borrowing of \$84,781 to fund the Town's purchase of a dump truck and a debenture borrowing of \$46,761 to fund the Town's purchase of a 3 tonne truck. Deadline for the debenture submission was April 22, 2022. The Town has approved a debenture borrowing in the amount of \$88,022 to fund the purchase of two half tonne trucks. Deadline for the debenture submission was October 14, 2022.

### 16. SUBSEQUENT EVENTS

In March 2022, the Town of Middleton entered into a contract for services for the extension of the Brooklyn Road water main to support industry in the area. Subsequent to year end, it was decided the extension was not required. As at the financial statement date, any costs that may be incurred in regards to the cancellation of the agreement are not yet known and no amounts have been accrued in the consolidated financial statements.

# TOWN OF MIDDLETON

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

YEAR ENDED MARCH 31, 2022

### 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	2022	2021
<b>REVENUE</b>										
PROPERTY TAXES	\$ 2,568,198	\$ 199,236	\$ -	\$ 437,462	\$ -	\$ -	\$ -	\$ -	\$ 3,204,896	\$ 3,083,374
GRANTS IN LIEU OF TAXES	120,071	23,923	-	-	-	-	-	-	143,994	148,836
SERVICES PROVIDED TO OTHER LOCAL GOVERNMENTS	3,968	75,471	-	-	-	3,212	10,000	-	92,651	89,999
SALE OF SERVICES	-	-	25,618	-	-	-	16,335	-	41,953	20,338
OTHER REVENUE FROM OWN SOURCES	57,166	1,610	-	-	-	3,073	-	-	61,849	49,305
UNCONDITIONAL TRANSFERS FROM OTHER GOV'TS	1,468,473	-	-	-	-	-	-	-	1,468,473	444,813
CONDITIONAL TRANSFERS FROM FEDERAL OR PROVINCIAL GOV'T	4,836	1,000	-	-	-	-	87,027	-	92,863	588,758
WATER UTILITY - NET	-	-	-	-	-	-	-	164,337	164,337	369,598
<b>TOTAL REVENUE</b>	<b>\$ 4,222,712</b>	<b>\$ 301,240</b>	<b>\$ 25,618</b>	<b>\$ 437,462</b>	<b>\$ -</b>	<b>\$ 6,285</b>	<b>\$ 113,362</b>	<b>\$ 164,337</b>	<b>\$ 5,271,016</b>	<b>\$ 4,795,021</b>
<b>EXPENDITURES</b>										
SALARIES, WAGES AND BENEFITS	273,894	-	295,988	17,589	-	51,235	180,305	-	819,011	837,084
OPERATING COSTS	245,946	873,292	509,743	318,679	181,123	80,366	190,169	-	2,399,318	1,948,434
AMORTIZATION	20,899	25,273	175,735	279,279	-	-	40,514	60,807	602,507	638,844
EDUCATION CONTRIBUTIONS	393,468	-	-	-	-	-	-	-	393,468	392,448
INTEREST ON LONG TERM DEBT	2,269	1,301	4,527	36,438	-	-	-	-	44,535	51,641
<b>TOTAL EXPENDITURES</b>	<b>936,476</b>	<b>899,866</b>	<b>985,993</b>	<b>651,985</b>	<b>181,123</b>	<b>131,601</b>	<b>410,988</b>	<b>60,807</b>	<b>4,258,839</b>	<b>3,868,451</b>
NET GAIN ON SALE OF TCA	-	-	-	-	-	-	-	-	-	45
NET LOSS ON WRITE-DOWN OF TCA	-	-	-	-	-	-	-	-	-	-
<b>SURPLUS (DEFICIT)</b>	<b>\$ 3,286,236</b>	<b>\$ (598,626)</b>	<b>\$ (960,375)</b>	<b>\$ (214,523)</b>	<b>\$ (181,123)</b>	<b>\$ (125,316)</b>	<b>\$ (297,626)</b>	<b>\$ 103,530</b>	<b>\$ 1,012,177</b>	<b>\$ 926,615</b>

# TOWN OF MIDDLETON

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

AS AT MARCH 31, 2022

	<u>2022</u>	<u>2021</u>
<b>ASSETS</b>		
<b>FINANCIAL ASSETS</b>		
Cash and cash equivalents	\$ 47,651	\$ -
Taxes receivable (net of valuation allowance)	87,869	95,762
Other receivables	16,530	12,407
Harmonized sales tax	210,535	80,397
Due from provincial government	15,655	10,075
Due from other local governments	5,798	5,394
Due from own funds	497,335	608,671
	<u>881,373</u>	<u>812,706</u>
<b>LIABILITIES</b>		
Bank indebtedness	-	224,159
Payables	322,728	154,316
Other liabilities (tax sale surplus)	16,992	16,992
Due to provincial government agencies	178,123	75,428
Due to local governments	4,491	4,597
Due to own funds, capital reserve	-	39,689
Accrued debt interest	17,077	18,428
Deferred revenue	83,861	69,531
	<u>623,272</u>	<u>603,140</u>
<b>NET ASSETS</b>	<u>258,101</u>	<u>209,566</u>
<b>NON-FINANCIAL ASSETS</b>		
Prepaid expenses	11,673	12,681
<b>SURPLUS</b>	<u>\$ 269,774</u>	<u>\$ 222,247</u>
<b>MUNICIPAL POSITION</b>		
Amounts to be recovered from future revenues		
Accrued interest	\$ (17,077)	\$ (18,428)
Fund balance	286,851	240,675
	<u>\$ 269,774</u>	<u>\$ 222,247</u>
On behalf of the Town		

\_\_\_\_\_  
Mayor

\_\_\_\_\_  
Chief Administrative Officer

# TOWN OF MIDDLETON

## NON-CONSOLIDATED STATEMENT OF OPERATIONS OF THE GENERAL OPERATING FUND

YEAR ENDED MARCH 31, 2022

	2022		2021
	Budget (unaudited)	Actual	Actual
<b>REVENUE</b>			
Assessable property taxes (page 25)	\$ 2,752,156	\$ 2,850,085	\$ 2,729,402
Grants in lieu of taxes (page 25)	153,625	143,994	148,836
Services provided to other governments (page 26)	87,163	92,651	89,999
Sale of services (page 26)	115,073	163,568	116,306
Other revenue from own sources (page 26)	68,827	61,851	52,932
Unconditional transfers from other governments (page 26)	338,930	698,564	370,558
Conditional transfers from other governments (page 26)	88,830	90,823	56,081
	<u>3,604,604</u>	<u>4,101,536</u>	<u>3,564,114</u>
<b>EXPENSES</b>			
General government services (page 27)	487,312	523,076	483,528
Protective services (page 28)	1,074,987	1,113,824	1,025,030
Transportation services (page 28)	703,054	810,858	625,818
Environmental health services (page 29)	497,962	373,833	382,991
Public health services (page 29)	53,000	181,123	125,565
Environmental development services (page 30)	149,713	131,601	119,820
Recreation and cultural services (page 30)	377,919	383,418	283,027
	<u>3,343,947</u>	<u>3,517,733</u>	<u>3,045,779</u>
<b>NET REVENUE</b>	<u>260,657</u>	<u>583,803</u>	<u>518,335</u>
<b>FINANCING AND TRANSFERS</b>			
Debenture principal instalments (page 31)	(224,984)	(224,984)	(215,644)
Transfers to own reserves, funds and agencies (page 31)	(68,373)	(343,992)	(130,359)
Use of prior year surplus (page 31)	32,700	32,700	-
	<u>(260,657)</u>	<u>(536,276)</u>	<u>(346,003)</u>
<b>CHANGE IN FUND BALANCE</b>	-	47,527	172,332
<b>SURPLUS AT BEGINNING OF YEAR</b>		<u>222,247</u>	<u>49,915</u>
<b>SURPLUS AT END OF YEAR</b>		<u>\$ 269,774</u>	<u>\$ 222,247</u>

# TOWN OF MIDDLETON

## NON-CONSOLIDATED SCHEDULE OF GENERAL OPERATING FUND REVENUES

YEAR ENDED MARCH 31, 2022

	2022		2021
	Budget (unaudited)	Actual	Actual
<b>REVENUE</b>			
<b>ASSESSABLE PROPERTY TAXES</b>			
<b>ASSESSABLE PROPERTY</b>			
Residential	\$ 1,686,388	\$ 1,685,804	\$ 1,639,466
Commercial property	636,512	636,444	641,266
Based on special tax agreements or legislation	76,462	77,769	62,949
	<u>2,399,362</u>	<u>2,400,017</u>	<u>2,343,681</u>
<b>RESOURCE</b>			
Taxable assessments	3,942	3,890	3,857
Forest property tax	25	24	24
Fire protection rate	205,378	199,236	207,722
	<u>209,345</u>	<u>203,150</u>	<u>211,603</u>
<b>SPECIAL ASSESSMENTS (SEWER)</b>	<u>428,732</u>	<u>437,462</u>	<u>421,149</u>
<b>BUSINESS PROPERTY</b>			
Based on revenues - Aliant	9,972	9,526	9,972
Nova Scotia Power Inc. - Grant in lieu of taxes	537	543	537
Nova Scotia Power Inc. - HST rebate	12,998	14,660	14,299
	<u>23,507</u>	<u>24,729</u>	<u>24,808</u>
<b>OTHER TAXES</b>			
Deed transfer tax	<u>95,000</u>	<u>178,195</u>	<u>120,609</u>
<b>LESS: EDUCATION EXPENDITURE AS A REDUCTION OF TAX REVENUE - APPROPRIATION TO REGIONAL SCHOOL BOARD</b>	<u>(403,790)</u>	<u>(393,468)</u>	<u>(392,448)</u>
<b>TOTAL TAXES</b>	<u>\$ 2,752,156</u>	<u>\$ 2,850,085</u>	<u>\$ 2,729,402</u>
<b>GRANTS IN LIEU OF TAXES</b>			
Federal government	\$ 28,778	\$ 28,524	\$ 30,391
Provincial government			
Provincial property and property of supported institutions	100,924	91,547	94,522
Fire protection	23,923	23,923	23,923
<b>TOTAL GRANTS IN LIEU OF TAXES</b>	<u>\$ 153,625</u>	<u>\$ 143,994</u>	<u>\$ 148,836</u>

## TOWN OF MIDDLETON

### NON-CONSOLIDATED SCHEDULE OF GENERAL OPERATING FUND REVENUES (CONTINUED)

YEAR ENDED MARCH 31, 2022

	2022		2021
	Budget (unaudited)	Actual	Actual
<b>SERVICES PROVIDED TO OTHER GOVERNMENTS</b>			
Other local governments	\$ 87,163	\$ 92,651	\$ 89,999
<b>TOTAL SERVICES PROVIDED TO OTHER GOVERNMENTS</b>	<u>\$ 87,163</u>	<u>\$ 92,651</u>	<u>\$ 89,999</u>
<b>SALES OF SERVICES</b>			
General government services	\$ 35,086	\$ 40,835	\$ 39,587
Transportation services	70,227	106,399	74,943
Recreation and cultural services	9,760	16,334	1,776
<b>TOTAL SALES OF SERVICES</b>	<u>\$ 115,073</u>	<u>\$ 163,568</u>	<u>\$ 116,306</u>
<b>OTHER REVENUE FROM OWN SOURCES</b>			
Licenses and permits	\$ 4,550	\$ 3,074	\$ 2,794
Fines	4,000	1,610	766
Rentals	21,677	19,990	18,595
Return on investments	2,100	637	694
Penalties and interest on taxes	33,000	34,611	25,708
Miscellaneous	3,500	1,929	4,375
<b>TOTAL OTHER REVENUE FROM OWN SOURCES</b>	<u>\$ 68,827</u>	<u>\$ 61,851</u>	<u>\$ 52,932</u>
<b>UNCONDITIONAL TRANSFER FROM OTHER GOVERNMENTS</b>			
Provincial government			
Service Nova Scotia and Municipal Relations			
Municipal Grants Act - Equalization	\$ 338,073	\$ 676,146	\$ 338,073
Municipal Government Act - Farm property acreage	857	863	857
Other government	-	21,555	31,628
<b>TOTAL UNCONDITIONAL TRANSFERS FROM OTHER GOVERNMENTS</b>	<u>\$ 338,930</u>	<u>\$ 698,564</u>	<u>\$ 370,558</u>
<b>CONDITIONAL TRANSFERS FROM FEDERAL OR PROVINCIAL GOVERNMENTS</b>			
Federal government	\$ 5,000	\$ 4,836	\$ 6,385
Provincial government	83,830	85,987	49,696
<b>TOTAL CONDITIONAL TRANSFERS</b>	<u>\$ 88,830</u>	<u>\$ 90,823</u>	<u>\$ 56,081</u>
<b>TOTAL REVENUE</b>	<u>\$ 3,604,604</u>	<u>\$ 4,101,536</u>	<u>\$ 3,564,114</u>

# TOWN OF MIDDLETON

## NON-CONSOLIDATED SCHEDULE OF GENERAL OPERATING FUND EXPENDITURES

YEAR ENDED MARCH 31, 2022

	2022		2021
	Budget (unaudited)	Actual	Actual
<b>EXPENDITURES</b>			
<b>GENERAL GOVERNMENT SERVICES</b>			
<b>LEGISLATIVE</b>			
Mayor remuneration	\$ 11,200	\$ 11,351	\$ 11,200
Mayor expenses	1,096	308	265
Council remuneration	39,550	40,084	39,550
Council expenses	1,714	645	853
	<u>53,560</u>	<u>52,388</u>	<u>51,868</u>
<b>GENERAL ADMINISTRATIVE</b>			
Administrative	38,357	47,157	46,994
Financial management	307,762	336,014	295,244
Taxation			
Tax rebates	18,917	16,160	18,115
Other taxation	-	-	(87)
Common services	47,417	43,726	40,675
Other general administrative services	12,441	18,305	20,049
	<u>424,894</u>	<u>461,362</u>	<u>420,990</u>
<b>DEBT CHARGES</b>			
General operations interest	500	-	-
Term loan interest	4,358	2,379	463
Other debt charges	4,000	6,940	4,882
	<u>8,858</u>	<u>9,319</u>	<u>5,345</u>
<b>OTHER GENERAL GOVERNMENT SERVICES</b>			
Elections and plebiscites	-	7	5,325
	<u>-</u>	<u>7</u>	<u>5,325</u>
<b>TOTAL GENERAL GOVERNMENT SERVICES</b>	<u>\$ 487,312</u>	<u>\$ 523,076</u>	<u>\$ 483,528</u>

# TOWN OF MIDDLETON

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

YEAR ENDED MARCH 31, 2022

	2022		2021
	Budget (unaudited)	Actual	Actual
<b>EXPENDITURES</b>			
<b>PROTECTIVE SERVICES</b>			
Police protection	\$ 641,352	\$ 660,860	\$ 628,777
Law enforcement - transfer to correctional services	23,386	23,323	23,386
Other	47,602	46,199	44,592
	<u>712,340</u>	<u>730,382</u>	<u>696,755</u>
Fire protection			
Water supply and hydrants	205,378	238,855	205,378
Other	144,312	135,905	114,074
	<u>349,690</u>	<u>374,760</u>	<u>319,452</u>
Emergency measures	8,557	6,491	5,618
Debt charges			
Debenture interest	1,400	1,369	2,972
Term loan interest	-	(68)	(87)
	<u>1,400</u>	<u>1,301</u>	<u>2,885</u>
Other protective services	3,000	890	320
<b>TOTAL PROTECTIVE SERVICES</b>	<u><u>\$ 1,074,987</u></u>	<u><u>\$ 1,113,824</u></u>	<u><u>\$ 1,025,030</u></u>
<b>TRANSPORTATION SERVICES</b>			
Common services	\$ 288,330	\$ 377,579	\$ 239,870
Road transport			
Roads and streets	338,398	351,876	311,945
Street lighting	27,054	27,847	26,375
Traffic services	23,250	27,529	19,889
	<u>677,032</u>	<u>784,831</u>	<u>598,079</u>
Public transit	21,500	21,500	21,500
Debt charges			
Debenture interest	4,522	4,422	6,572
Term loan interest	-	105	(333)
	<u>4,522</u>	<u>4,527</u>	<u>6,239</u>
<b>TOTAL TRANSPORTATION SERVICES</b>	<u><u>\$ 703,054</u></u>	<u><u>\$ 810,858</u></u>	<u><u>\$ 625,818</u></u>

# TOWN OF MIDDLETON

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

YEAR ENDED MARCH 31, 2022

	2022		2021
	Budget (unaudited)	Actual	Actual
<b>EXPENDITURES</b>			
<b>ENVIRONMENTAL HEALTH SERVICES</b>			
Administration	\$ 10,200	\$ 10,352	\$ 8,031
Sewage collection systems	21,610	5,239	23,620
Sewage lift stations	34,706	35,494	41,712
Sewage treatment and disposal	227,825	175,993	136,250
	<u>294,341</u>	<u>227,078</u>	<u>209,613</u>
Garbage and waste collection	<u>166,360</u>	<u>110,317</u>	<u>136,040</u>
Debt charges			
Debenture interest	37,261	36,438	37,338
	<u>37,261</u>	<u>36,438</u>	<u>37,338</u>
<b>TOTAL ENVIRONMENTAL HEALTH SERVICES</b>	<u>\$ 497,962</u>	<u>\$ 373,833</u>	<u>\$ 382,991</u>
<b>PUBLIC HEALTH SERVICES</b>			
Other health	\$ 3,000	\$ 3,000	\$ 50,000
Housing - deficit of Regional Housing Authority	50,000	178,123	75,565
	<u>53,000</u>	<u>181,123</u>	<u>125,565</u>
<b>TOTAL PUBLIC HEALTH SERVICES</b>	<u>\$ 53,000</u>	<u>\$ 181,123</u>	<u>\$ 125,565</u>

# TOWN OF MIDDLETON

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

YEAR ENDED MARCH 31, 2022

	2022		2021
	Budget (unaudited)	Actual	Actual
<b>EXPENDITURES</b>			
<b>ENVIRONMENTAL DEVELOPMENT SERVICES</b>			
Environmental planning and zoning			
Administration	\$ 74,627	\$ 54,379	\$ 48,588
Other	1,000	-	-
Other community development	54,762	57,408	51,014
Industrial parks	12,732	12,732	12,732
	<u>143,121</u>	<u>124,519</u>	<u>112,334</u>
Other environmental development services - tourism	1,300	2,300	3,100
Other environmental development services	5,292	4,782	4,386
	<u>6,592</u>	<u>7,082</u>	<u>7,486</u>
<b>TOTAL ENVIRONMENTAL DEVELOPMENT SERVICES</b>	<u>\$ 149,713</u>	<u>\$ 131,601</u>	<u>\$ 119,820</u>
<b>RECREATION AND CULTURAL SERVICES</b>			
Recreation facilities			
Administration	\$ 147,523	\$ 152,324	\$ 118,057
Swimming pools	12,845	12,777	722
Skating rinks and arenas	14,500	19,428	15,503
Parks, playgrounds and sports fields	140,879	165,429	109,325
	<u>315,747</u>	<u>349,958</u>	<u>243,607</u>
Cultural buildings and facilities			
Library - local branch	12,300	12,300	12,300
Library - other	14,172	14,908	22,443
Other - museum commission	4,500	4,500	4,500
	<u>30,972</u>	<u>31,708</u>	<u>39,243</u>
Debt charges			
Term debt interest	-	(110)	77
	<u>-</u>	<u>(110)</u>	<u>77</u>
Other recreation and cultural services	31,200	1,862	100
	<u>31,200</u>	<u>1,862</u>	<u>100</u>
<b>TOTAL RECREATION AND CULTURAL SERVICES</b>	<u>\$ 377,919</u>	<u>\$ 383,418</u>	<u>\$ 283,027</u>
<b>TOTAL EXPENDITURES</b>	<u>\$ 3,343,947</u>	<u>\$ 3,517,733</u>	<u>\$ 3,045,779</u>

## TOWN OF MIDDLETON

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

YEAR ENDED MARCH 31, 2022

	2022		2021
	Budget (unaudited)	Actual	Actual
<b>FINANCING AND TRANSFERS</b>			
<b>PRINCIPAL INSTALMENTS</b>			
Debenture principal	\$ 224,984	\$ 224,984	\$ 215,644
<b>TRANSFERS TO (FROM) OWN RESERVES, FUNDS AND AGENCIES</b>			
Transfer to - general capital fund	66,918	73,035	79,479
Transfer to - tourist bureau	1,455	-	1,325
Transfer to - reserve fund interest	-	3,810	4,640
Transfer to - reserve fund	-	272,247	94,915
Transfer from - reserve fund	-	(5,100)	(50,000)
	<u>68,373</u>	<u>343,992</u>	<u>130,359</u>
<b>CHANGE IN EQUITY</b>			
Use of prior years' surplus	<u>(32,700)</u>	<u>(32,700)</u>	<u>-</u>
<b>TOTAL FINANCING AND TRANSFERS</b>	<u>\$ 260,657</u>	<u>\$ 536,276</u>	<u>\$ 346,003</u>

# TOWN OF MIDDLETON

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

AS AT MARCH 31, 2022

	<u>2022</u>	<u>2021</u>
<b>ASSETS</b>		
Financial assets		
Cash and cash equivalents	\$ 33	\$ 33
Due from provincial government	-	52,570
Due from reserve fund	44,068	6,007
	<u>44,101</u>	<u>58,610</u>
<b>LIABILITIES</b>		
Due to general operating fund	497,335	608,671
Loans from reserve funds	184,796	207,647
Long-term debt (note 7)	1,508,049	1,435,767
Vested interest - Annapolis County	12,168	12,168
	<u>2,202,348</u>	<u>2,264,253</u>
<b>NET DEBT</b>	<u>(2,158,247)</u>	<u>(2,205,643)</u>
<b>NON-FINANCIAL ASSETS</b>		
Work in progress	196,240	156,769
Capital assets, at cost (note 6)	20,068,411	19,120,788
Accumulated allowance for amortization (note 6)	(10,195,645)	(9,653,945)
	<u>10,069,006</u>	<u>9,623,612</u>
	<u>\$ 7,910,759</u>	<u>\$ 7,417,969</u>
<b>SURPLUS (DEFICIT)</b>	<b>\$ (3,722,700)</b>	<b>\$ (3,842,378)</b>
<b>INVESTMENT IN CAPITAL ASSETS (note 9)</b>	<b>11,633,459</b>	<b>11,260,347</b>
<b>TOTAL FUND BALANCE</b>	<b><u>\$ 7,910,759</u></b>	<b><u>\$ 7,417,969</u></b>

On behalf of the Town

\_\_\_\_\_  
Mayor

\_\_\_\_\_  
Chief Administrative Officer

## TOWN OF MIDDLETON

### NON-CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES OF THE GENERAL CAPITAL FUND

YEAR ENDED MARCH 31, 2022

	<u>2022</u>	<u>2021</u>
<b>REVENUE</b>		
Provincial government grants	\$ -	\$ 530,671
Gain on sale of assets	-	4,171
	<u>-</u>	<u>534,842</u>
<b>EXPENDITURES</b>		
General government services	5,857	-
Protective services	54,767	53,317
Transportation services	733,964	82,235
Environmental health services	192,506	818,316
Recreation and cultural services	-	31,393
	<u>987,094</u>	<u>985,261</u>
<b>NET EXPENDITURES</b>	<u>(987,094)</u>	<u>(450,419)</u>
<b>FINANCING AND TRANSFERS</b>		
Proceeds on issuance of debt	<u>297,266</u>	<u>46,702</u>
Transfers from own reserves, funds and agencies		
Transfer from operating, capital expenditures	17,167	10,167
Transfer from capital reserve	99,841	5,162
Transfer from operating, retire short term debt	66,919	69,312
Transfer from gas tax reserve	581,511	29,860
Transfer from reserve fund	44,068	-
Total net transfers	<u>809,506</u>	<u>114,501</u>
Total financing and transfers	<u>1,106,772</u>	<u>161,203</u>
<b>CHANGE IN FUND BALANCE</b>	119,678	(289,216)
<b>SURPLUS (DEFICIT) AT BEGINNING OF YEAR</b>	<u>(3,842,378)</u>	<u>(3,553,162)</u>
<b>SURPLUS (DEFICIT) AT END OF YEAR</b>	<u>\$ (3,722,700)</u>	<u>\$ (3,842,378)</u>

# TOWN OF MIDDLETON

## NON-CONSOLIDATED STATEMENT OF FINANCIAL POSITION OF THE WATER UTILITY OPERATING FUND

AS AT MARCH 31, 2022

	<u>2022</u>	<u>2021</u>
<b>ASSETS</b>		
Financial assets		
Cash	\$ 477,477	\$ 613,763
Rates receivable, net of asset valuation of \$Nil (2021- \$14)	148,982	148,323
Prepaid expenses	11,016	10,740
Harmonized sales tax	42,278	12,393
Due from water capital fund	185,213	47,791
	<u>864,966</u>	<u>833,010</u>
<b>LIABILITIES</b>		
Payables	31,550	28,743
Due to water capital fund	180,319	185,615
	<u>211,869</u>	<u>214,358</u>
<b>SURPLUS</b>	<u>\$ 653,097</u>	<u>\$ 618,652</u>

On behalf of the Town

\_\_\_\_\_  
Mayor

\_\_\_\_\_  
Chief Administrative Officer

## TOWN OF MIDDLETON

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

YEAR ENDED MARCH 31, 2022

	2022		2021
	Budget (unaudited)	Actual	Actual
<b>OPERATING REVENUE</b>			
Metered sales	\$ 548,524	\$ 614,151	\$ 605,641
Flat rate sales	900	909	965
Public fire protection	221,048	256,986	221,118
Sprinkler service	3,050	2,600	3,350
Other operational revenue	5,750	6,134	2,360
Total operating revenue	<u>779,272</u>	<u>880,780</u>	<u>833,434</u>
<b>OPERATING EXPENDITURES</b>			
Source of supply (page 36)	8,739	5,422	8,375
Power and pumping (page 36)	70,760	63,929	61,111
Water treatment (page 36)	34,967	37,132	37,867
Transmission and distribution (page 36)	174,343	196,334	113,041
Administration and general (page 36)	248,007	275,884	249,358
Depreciation	65,000	60,807	66,103
Taxes	52,511	43,515	43,292
Total operating expenditures	<u>654,327</u>	<u>683,023</u>	<u>579,147</u>
<b>NET OPERATING REVENUE</b>	<u>124,945</u>	<u>197,757</u>	<u>254,287</u>
<b>Non-operating revenue</b>			
Other	<u>930</u>	<u>1,721</u>	<u>1,671</u>
<b>Non-operating expenditures</b>			
Debt charges			
Principal	4,300	4,300	4,300
Interest	157	96	247
Capital expenditures out of revenue	5,000	160,637	7,620
	<u>9,457</u>	<u>165,033</u>	<u>12,167</u>
<b>EXCESS OF REVENUE OVER EXPENDITURES</b>	116,418	34,445	243,791
<b>SURPLUS AT BEGINNING OF YEAR</b>		<u>618,652</u>	<u>374,861</u>
<b>SURPLUS AT END OF YEAR</b>		<u>\$ 653,097</u>	<u>\$ 618,652</u>

# TOWN OF MIDDLETON

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

YEAR ENDED MARCH 31, 2022

	2022		2021
	Budget (unaudited)	Actual	Actual
<b>SOURCE OF SUPPLY</b>			
Supplies and expenses	\$ 7,682	\$ 5,291	\$ 8,247
Maintenance of plant	1,057	131	128
	<u>\$ 8,739</u>	<u>\$ 5,422</u>	<u>\$ 8,375</u>
<b>POWER AND PUMPING</b>			
Power	\$ 48,717	\$ 39,386	\$ 34,975
Maintenance	22,043	24,543	26,136
	<u>\$ 70,760</u>	<u>\$ 63,929</u>	<u>\$ 61,111</u>
<b>WATER TREATMENT</b>			
Labour	\$ 10,892	\$ 7,063	\$ 9,290
Supplies and expenses	22,481	29,537	25,969
Maintenance of structures and improvements	1,594	532	2,608
	<u>\$ 34,967</u>	<u>\$ 37,132</u>	<u>\$ 37,867</u>
<b>TRANSMISSION AND DISTRIBUTION</b>			
Maintenance and mains	\$ 102,293	\$ 112,361	\$ 55,866
Maintenance of other distribution plant	33,177	32,068	27,290
Transportation expenses	20,410	42,209	26,007
Shop expenses	18,463	9,696	3,878
	<u>\$ 174,343</u>	<u>\$ 196,334</u>	<u>\$ 113,041</u>
<b>ADMINISTRATION AND GENERAL</b>			
Supervision	\$ 173,994	\$ 178,273	\$ 168,112
Consumer billing and accounting	4,776	6,813	5,691
Uncollectible accounts	2,436	-	14
Employee benefits	8,000	8,948	7,185
General office expenses	44,048	64,127	53,359
Audit	5,603	5,210	5,110
Regulatory expenses	1,948	1,590	1,590
Maintenance of general property	7,202	9,025	8,297
Miscellaneous general expenses	-	1,898	-
	<u>\$ 248,007</u>	<u>\$ 275,884</u>	<u>\$ 249,358</u>

## TOWN OF MIDDLETON

### NON-CONSOLIDATED STATEMENT OF FINANCIAL POSITION OF THE WATER UTILITY CAPITAL FUND

AS AT MARCH 31, 2022

	<u>2022</u>	<u>2021</u>
<b>ASSETS</b>		
Financial assets		
Cash - depreciation (note 3a.)	\$ 84,999	\$ 66,527
Cash - other	6,874	6,860
Due from water operating fund	60,807	185,615
	<u>\$ 152,680</u>	<u>\$ 259,002</u>
<b>LIABILITIES</b>		
Long-term debt (note 7)	\$ -	\$ 4,300
Due to water operating fund	65,701	47,791
	<u>65,701</u>	<u>52,091</u>
<b>NET ASSETS</b>	<u>86,979</u>	<u>206,911</u>
<b>NON-FINANCIAL ASSETS</b>		
Work in progress	378,113	179,273
Capital assets (note 6)	4,247,550	3,978,039
Accumulated allowance for depreciation (note 6)	(1,687,100)	(1,626,293)
	<u>2,938,563</u>	<u>2,531,019</u>
	<u>\$ 3,025,542</u>	<u>\$ 2,737,930</u>
<b>SURPLUS</b>	\$ 90,176	\$ 214,409
<b>INVESTMENT IN CAPITAL ASSETS (note 9)</b>	2,935,366	2,523,521
<b>TOTAL FUND BALANCE</b>	<u>\$ 3,025,542</u>	<u>\$ 2,737,930</u>

On behalf of the Town

\_\_\_\_\_  
Mayor

\_\_\_\_\_  
Chief Administrative Officer

## TOWN OF MIDDLETON

### NON-CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES OF THE WATER UTILITY CAPITAL FUND

YEAR ENDED MARCH 31, 2022

	<u>2022</u>	<u>2021</u>
<b>REVENUE</b>		
Interest	\$ 174	\$ 259
Provincial government grants	-	119,512
	<u>174</u>	<u>119,771</u>
<b>EXPENSES</b>		
Capital purchases	<u>468,352</u>	<u>91,169</u>
	468,352	91,169
<b>NET EXPENSES</b>	<u>(468,178)</u>	<u>28,602</u>
<b>FINANCING AND TRANSFERS</b>		
Transfers from own reserves, funds and agencies		
Transfer from water operating, depreciation	60,807	66,103
Transfer from gas tax reserve, capital expenditures	122,501	-
Transfer from water operating, capital expenditures	<u>160,637</u>	<u>7,620</u>
Total financing and transfers	<u>343,945</u>	<u>73,723</u>
<b>CHANGE IN FUND BALANCE</b>	(124,233)	102,325
<b>SURPLUS AT BEGINNING OF YEAR</b>	<u>214,409</u>	<u>112,084</u>
<b>SURPLUS AT END OF YEAR</b>	<u>\$ 90,176</u>	<u>\$ 214,409</u>

# TOWN OF MIDDLETON

## NON-CONSOLIDATED STATEMENT OF FINANCIAL POSITION OF THE RESERVE FUND

AS AT MARCH 31, 2022

	<u>2022</u>	<u>2021</u>
<b>ASSETS</b>		
Financial assets		
Cash and cash equivalents	\$ 2,790,165	\$ 2,894,384
Due from operating fund	-	39,689
Loans to general capital fund	184,796	207,647
	<u>\$ 2,974,961</u>	<u>\$ 3,141,720</u>
<b>LIABILITIES</b>		
Due to general capital	\$ 44,068	\$ 6,007
	<u>44,068</u>	<u>6,007</u>
<b>SURPLUS</b>	<u>2,930,893</u>	<u>3,135,713</u>
	<u>\$ 2,974,961</u>	<u>\$ 3,141,720</u>

On behalf of the Town

\_\_\_\_\_  
Mayor

\_\_\_\_\_  
Chief Administrative Officer

## TOWN OF MIDDLETON

### NON-CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES OF THE RESERVE FUND

YEAR ENDED MARCH 31, 2022

			2022	2021
	General Operating	General Capital	Total	Total
<b>REVENUE</b>				
Federal government - gas tax rebate	\$ -	\$ 291,599	\$ 291,599	\$ 142,099
Interest	910	5,477	6,387	6,132
Public donations	-	111,915	111,915	174,575
Grants	-	-	-	1,039,689
	910	408,991	409,901	1,362,495
<b>EXPENSES</b>	-	-	-	-
<b>NET REVENUE</b>	910	408,991	409,901	1,362,495
<b>FINANCING AND TRANSFERS</b>				
Transfer (to) from own reserves, funds and agencies				
General operating	189,547	50,000	239,547	44,915
General capital	-	(736,077)	(736,077)	(35,022)
Water capital	-	(122,501)	(122,501)	-
General operating, interest	343	3,967	4,310	4,640
Total net transfers	189,890	(804,611)	(614,721)	14,533
<b>CHANGE IN FUND BALANCE</b>	190,800	(395,620)	(204,820)	1,377,028
<b>SURPLUS AT BEGINNING OF YEAR</b>	353,232	2,782,481	3,135,713	1,758,685
<b>SURPLUS AT END OF YEAR</b>	\$ 544,032	\$ 2,386,861	\$ 2,930,893	\$ 3,135,713