

# **TOWN OF MIDDLETON**

**FINANCIAL STATEMENTS**

**MARCH 31, 2024**

# TOWN OF MIDDLETON

## CONSOLIDATED FINANCIAL STATEMENTS

MARCH 31, 2024

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# TOWN OF MIDDLETON

## CONSOLIDATED FINANCIAL STATEMENTS

MARCH 31, 2024

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### 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 is described in Note 1 to the consolidated financial statements. The preparation of financial statements necessarily involves the use of estimates based on management's judgement, 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 BDO Canada, LLP., independent 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

December 16, 2024



Chief Administrative Officer

December 16, 2024



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BDO Canada LLP  
6940 Mumford Road #510  
Halifax, Nova Scotia  
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## Independent Auditor's Report

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To the Mayor and Council of Town of Middleton

### Opinion

We have audited the consolidated financial statements of Town of Middleton (the Town), which comprise the consolidated statement of financial position as at March 31, 2024, the consolidated statements of operations changes in net financial assets and cash flows for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Town as at March 31, 2024, and its consolidated results of operations, its consolidated change in net financial assets and its consolidated cash flows for the year then ended in accordance with Canadian public sector accounting standards.

### Basis for Opinion

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

### Other Matters

We draw attention to the fact that the supplementary information included in pages 28-49 does not form part of the financial statements. We have not audited or reviewed this supplementary information and, accordingly, we do not express an opinion, a review conclusion or any other form of assurance on this supplementary information.



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

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

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

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

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

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Town's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.



- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Town's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Town to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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.

Chartered Professional Accountants

Halifax, Nova Scotia  
December 17, 2024

# TOWN OF MIDDLETON

## CONSOLIDATED STATEMENT OF OPERATIONS

YEAR ENDED MARCH 31, 2024

	2024	2024	2023
	Budget	Actual	Actual
<b>REVENUE</b>			
Assessable property taxes	\$ 3,673,372	\$ 3,572,652	\$ 3,425,169
Grants in lieu of taxes	154,946	154,417	148,155
Services provided to other governments	148,830	119,379	108,627
Sales of services	59,150	50,441	40,819
Other revenue from own sources	44,554	272,165	174,852
Unconditional transfers from other governments	426,813	405,358	445,375
Conditional transfers from other governments	30,507	29,526	82,642
Gain on disposal of tangible capital assets	-	216,005	31,867
Water utility	865,841	726,563	678,174
	<b>5,404,013</b>	<b>5,546,506</b>	<b>5,135,680</b>
<b>EXPENSES</b>			
General government services	619,873	644,341	509,335
Protective services	1,290,828	1,044,569	972,018
Transportation services	991,004	1,019,724	808,856
Environmental health services	648,055	641,599	684,209
Social services	150,000	116,110	159,850
Environmental development services	227,306	286,471	169,339
Recreation and cultural services	439,520	418,472	402,390
Education services	393,468	413,508	390,168
Water utility	905,661	568,989	643,940
	<b>5,665,715</b>	<b>5,153,783</b>	<b>4,740,105</b>
<b>ANNUAL SURPLUS (DEFICIT)</b>	<b>\$ (261,702)</b>	<b>392,723</b>	<b>395,575</b>
<b>ACCUMULATED SURPLUS AT BEGINNING OF YEAR</b>		<b>13,573,103</b>	<b>13,177,528</b>
<b>ACCUMULATED SURPLUS AT END OF YEAR</b>		<b>\$ 13,965,826</b>	<b>\$ 13,573,103</b>

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

# TOWN OF MIDDLETON

## CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT MARCH 31, 2024

	2024	2023
<b>FINANCIAL ASSETS</b>		
Cash and cash equivalents (Note 2)	\$ 8,226,200	\$ 4,301,735
Taxes receivable, net of valuation allowance (Note 3)	166,850	104,757
Other receivables	501,051	319,884
	<b>8,894,101</b>	<b>4,726,376</b>
<b>LIABILITIES</b>		
Accounts payable and accrued liabilities	783,255	391,765
Accrued interest	15,442	16,716
Deferred revenue (Note 4)	5,322,346	1,911,173
Long-term debt (Note 6)	1,282,829	1,508,402
Asset retirement obligation (Note 5)	102,472	99,778
Vested interest - Annapolis County	12,168	12,168
	<b>7,518,512</b>	<b>3,940,002</b>
<b>NET ASSETS (page 7)</b>	<b>1,375,589</b>	<b>786,374</b>
<b>NON-FINANCIAL ASSETS</b>		
Work in progress	734,039	734,039
Tangible capital assets (Note 7)	11,750,914	11,953,768
Prepaid expenses	105,284	98,922
	<b>12,590,237</b>	<b>12,786,729</b>
<b>ACCUMULATED SURPLUS</b>	<b>\$ 13,965,826</b>	<b>\$ 13,573,103</b>

Contingencies (Note 15)  
Subsequent events (Note 19)

On behalf of the Town

\_\_\_\_\_ Mayor

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

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

# TOWN OF MIDDLETON

## CONSOLIDATED STATEMENT OF CHANGES IN NET FINANCIAL ASSETS

YEAR ENDED MARCH 31, 2024

	<u>2024</u>	<u>2024</u>	<u>2023</u>
	Budget	Actual	Actual
<b>ANNUAL SURPLUS</b>	\$ (261,702)	\$ 392,723	\$ 395,575
Acquisition of tangible capital assets and work in progress		(455,283)	(389,930)
Amortization of tangible capital assets	630,368	630,368	606,343
Proceeds sale of tangible capital assets		243,427	31,867
Gain on disposal of tangible capital assets		(216,005)	(31,867)
	<u>368,666</u>	<u>595,230</u>	611,988
Change in prepaid expenses	-	(6,015)	(76,233)
Increase in net assets	<u>\$ 368,666</u>	589,215	535,755
<b>NET ASSETS, BEGINNING OF YEAR</b>		<u>786,374</u>	250,619
<b>NET ASSETS, END OF YEAR</b>		<u>\$ 1,375,589</u>	<u>\$ 786,374</u>

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

## TOWN OF MIDDLETON

### CONSOLIDATED STATEMENT OF CASH FLOWS

AS AT MARCH 31, 2024

	<u>2024</u>	<u>2023</u>
	<u>Actual</u>	<u>Actual</u>
<b>OPERATING TRANSACTIONS</b>		
Annual surplus	\$ 392,723	\$ 395,575
Net change in items not involving cash		
Amortization of tangible capital assets	630,368	606,343
Accretion of asset retirement obligation	2,694	2,623
Gain on disposal of capital assets	(216,005)	(31,867)
	<u>809,780</u>	<u>972,674</u>
Net change in working capital balances		
Decrease (increase) in accounts receivable - taxes	(62,093)	(5,829)
Decrease (increase) in accounts receivable - other	(181,167)	108,848
Increase (decrease) in accounts payable and accrued liabilities	391,490	(162,954)
Increase (decrease) in deferred revenue	3,411,173	412,244
Increase (decrease) in accrued interest	(1,274)	(361)
Decrease (increase) in prepaid expenses	(6,015)	(76,233)
	<u>4,361,894</u>	<u>1,248,389</u>
Cash provided by operating transactions		
	<u>4,361,894</u>	<u>1,248,389</u>
<b>CAPITAL TRANSACTIONS</b>		
Increase in work in progress	-	(159,686)
Purchase of tangible capital assets	(455,283)	(230,244)
Proceeds on disposal of tangible capital assets	243,427	31,867
	<u>243,427</u>	<u>31,867</u>
Cash applied to capital transactions	(211,856)	(358,063)
	<u>(211,856)</u>	<u>(358,063)</u>
<b>FINANCING TRANSACTIONS</b>		
Proceeds from issuance of long-term debt	-	219,564
Repayment of long-term debt	(225,573)	(219,211)
	<u>(225,573)</u>	<u>353</u>
Cash applied to financing transactions	(225,573)	353
	<u>(225,573)</u>	<u>353</u>
<b>INCREASE IN CASH AND CASH EQUIVALENTS</b>	<u>3,924,465</u>	<u>890,679</u>
Cash and cash equivalents at beginning of year	<u>4,301,735</u>	<u>3,411,056</u>
<b>CASH AND CASH EQUIVALENTS AT END OF YEAR</b>	<u>\$ 8,226,200</u>	<u>\$ 4,301,735</u>

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

# TOWN OF MIDDLETON

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

AS AT MARCH 31, 2024

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### 1. SIGNIFICANT ACCOUNTING POLICIES

The consolidated financial statements of the Town of Middleton have been 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.

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, expenses, and changes in accumulated surplus 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
- Reserve funds

#### b. Basis of accounting

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 recorded as revenue within the respective funds.

#### c. Fund balances

Funds within the consolidated financial statements consist of operating, capital, and reserve funds. Council approves certain amounts of the accumulated surplus 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 balances within accumulated surplus.

# TOWN OF MIDDLETON

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

AS AT MARCH 31, 2024

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### 1. SIGNIFICANT ACCOUNTING POLICIES (continued)

#### d. 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:

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

#### i. Work in progress

Work in progress ("WIP") is recorded at cost and occurs with instances where a capital project is not complete as at year end. Costs include any costs applicable to tangible capital assets. The capital cost reported as WIP as at year end becomes capitalized to tangible capital asset cost when the project is subsequently complete. Assets under construction are not amortized until the asset is available for productive use.

# TOWN OF MIDDLETON

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

AS AT MARCH 31, 2024

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### 1. SIGNIFICANT ACCOUNTING POLICIES (continued)

#### ii. Contributions of tangible capital assets

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

#### iii. Leases

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

#### e. 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.

#### f. Revenue Recognition

Revenues are recognized in the period in which the transactions or events that gave rise to the revenues occur. All revenues are recorded on an accrual basis, except when the accruals cannot be determined with a reasonable degree of certainty.

Property tax billings are prepared by the Town based on assessment rolls issued by the Property Valuation Services Corporation. Tax rates are established annually by Council during the budget approval process. Taxation revenues are recorded at the time tax billings are issued. Assessments and the related property taxes are subject to appeal. Tax adjustments resulting from the appeal process are recognized when the results of the appeal process are known. Penalties on overdue taxes are recorded in the period levied.

Government transfers are recognized as revenues when the transfer is authorized and any eligibility criteria are met, except to the extent that transfer stipulations give rise to an obligation that meets the definition of a liability. Transfers are recognized as deferred revenue when transfer stipulations give rise to a liability. Transfer revenue is recognized in the statement of operations as the stipulation liabilities are settled.

# TOWN OF MIDDLETON

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

AS AT MARCH 31, 2024

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### 1. SIGNIFICANT ACCOUNTING POLICIES (continued)

Revenue related to fees or services received in advance of the fee being earned or the service is performed is deferred and recognized when the fee is earned, or services performed.

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

#### g. Financial instruments

The Town's financial instruments include cash and cash equivalents, temporary investments, receivables, payables and accruals, and long-term debt. Cash is measured at fair value. Accounts receivable, accounts payable and long-term debt are measured at cost or amortized cost. The carrying amount of each of these financial instruments is presented on the statement of financial position.

All financial assets are tested annually for impairment. When financial assets are impaired, impairment losses are recorded in the statement of operations.

#### h. Valuation allowance - uncollected taxes and rates

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

#### i. 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 doubtful accounts, asset retirement obligations, and the useful life of tangible capital assets, among others. Actual results could differ from these estimates.

#### j. Budget

The budget figures contained in these financial statements were approved by Council on March 28, 2023, in its original fiscal plan. The budget figures contained in these financial statements have been adjusted to include amortization, transfers, and principal debt repayments, in accordance with Public Sector accounting requirements Note 17 outlines the original fiscal plan and the adjustments made to come to the budget figures shown in these consolidated financial statements.

# TOWN OF MIDDLETON

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

AS AT MARCH 31, 2024

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### 1. SIGNIFICANT ACCOUNTING POLICIES (continued)

#### k. Asset retirement obligation

A liability for an asset retirement obligation is recognized when there is a legal obligation to incur retirement costs in relation to a tangible capital asset; the past transaction or event giving rise to the liability has occurred; it is expected that future economic benefits will be given up; and a reasonable estimate of the amount can be made. The liability is recorded at an amount that is the best estimate of the expenditure required to retire a tangible capital asset at the financial statement date. This liability is subsequently reviewed at each financial reporting date and adjusted for the passage of time and for any revisions to the timing, amount required to settle the obligation or the discount rate. Upon the initial measurement of an asset retirement obligation, a corresponding asset retirement cost is added to the carrying value of the related tangible capital asset if it is still in productive use. This cost is amortized over the useful life of the tangible capital asset. If the related tangible capital asset is unrecognized or no longer in productive use, the asset retirement costs are expensed.

# TOWN OF MIDDLETON

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

AS AT MARCH 31, 2024

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### 2. CASH AND CASH EQUIVALENTS

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

### 3. ACCOUNTS RECEIVABLE – TAXES

	<u>2024</u>	<u>2023</u>
Balance, beginning of year	\$ 104,757	\$ 98,928
Current year's tax levy	3,572,652	3,425,169
Penalties and interest on taxes	30,137	27,287
	<u>3,707,546</u>	<u>3,551,384</u>
Less:		
Collections	3,525,568	3,424,907
Write-offs, rebates and allowances	15,128	21,720
Balance, end of year	<u>166,850</u>	<u>104,757</u>
Valuation allowance	-	-
Balance, net of valuation allowance end of year	<u>\$ 166,850</u>	<u>\$ 104,757</u>

### 4. DEFERRED REVENUE

	<u>2024</u>	<u>2023</u>
Property taxes paid in advance	\$ 70,417	\$ 62,860
Sewer charges paid in advance	90,618	-
Planning deposits	500	2,500
Canada Community-Building Fund (CCBF), (previously Gas tax)	355,049	188,981
Provincial grants	3,465,052	322,915
Deferred funding and contributions - Community Centre	1,340,710	1,333,917
	<u>\$ 5,322,346</u>	<u>\$ 1,911,173</u>

**TOWN OF MIDDLETON**

**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**

**AS AT MARCH 31, 2024**

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**5. ASSET RETIREMENT OBLIGATIONS**

The Town owns and operates a building which may contain asbestos or other hazardous materials, which represent a health hazard upon demolition or renovation of the building, and there is a legal obligation to remove it in accordance with environmental regulations. Following the adoption of PS 3280 *Asset Retirement Obligations*, the Town recognized an obligation related to the removal and post-removal care of the materials in the building as estimated at April 1, 2022. The building is fully amortized, but still in productive use. Once an approved project plan is in place, the timing and amount of future cash flows can then be reasonably estimated and the corresponding liability for the asset updated to reflect the anticipated costs for removal and post removal care of hazardous materials. Estimated costs have been discounted to the present value using a discount rate of 2.7% per annum.

Changes to the asset retirement obligations in the year are as follows:

	<b>2024</b>	2023
Asset retirement obligations, beginning of year	<u>\$ 99,778</u>	<u>\$ 97,155</u>
Opening balance	<b>99,778</b>	97,155
Accretion expense	<b>2,694</b>	2,623
Asset retirement obligations, end of year	<u><b>\$ 102,472</b></u>	<u>\$ 99,778</u>

# TOWN OF MIDDLETON

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

AS AT MARCH 31, 2024

### 6. LONG-TERM DEBT

2024	MFC #	YEAR OF ISSUE	YEAR OF MATURITY	RATE %	TYPE	BALANCE MAR 31/23	ISSUED	REDEEMED	BALANCE MAR 31/24	INTEREST
GENERAL										
SEWERS	28-A-1	2008	2024	3.750-5.088	SERIAL	\$ 27,900	\$ -	\$ 27,900	\$ -	\$ 384
TRAFFIC LIGHTS	33-A-1	2013	2024	1.330-3.489	SERIAL	14,000	-	14,000	-	52
SEWERS	33-A-1	2013	2028	1.330-3.489	SERIAL	880,000	-	80,000	800,000	28,300
BACKHOE	35-A-1	2015	2025	1.011-2.786	SERIAL	34,177	-	11,394	22,783	670
TRACKLESS	36-A-1	2016	2026	1.150-2.925	SERIAL	37,200	-	9,300	27,900	808
TRACTORS	40-A-1	2020	2025	0.678-1.241	SERIAL	28,022	-	9,340	18,682	245
SEWERS	41-A-1	2021	2031	0.400-2.376	SERIAL	267,539	-	29,727	237,812	4,049
3-TON & DUMP TRUCK	42-A-1	2023	2027	2.575 - 3.290	SERIAL	131,542	-	26,308	105,234	3,385
2 HALF-TON TRUCKS	42-B-1	2023	2027	3.847 - 4.177	SERIAL	88,022	-	17,604	70,418	3,201
						1,508,402	-	225,573	1,282,829	41,094
WATER UTILITY										
						-	-	-	-	-
						<b>\$ 1,508,402</b>	<b>\$ -</b>	<b>\$ 225,573</b>	<b>\$ 1,282,829</b>	<b>\$ 41,094</b>

# TOWN OF MIDDLETON

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

AS AT MARCH 31, 2024

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

2023	MFC #	YEAR OF	YEAR OF	RATE %	TYPE	BALANCE			BALANCE	
		ISSUE	MATURITY			MAR 31/22	ISSUED	REDEEMED	MAR 31/23	INTEREST
<b>GENERAL</b>										
SEWERS	28-A-1	2008	2024	3.750-5.088	SERIAL	\$ 32,550	\$ -	\$ 4,650	\$ 27,900	\$ 1,482
FIRE TRUCK	32-A-1	2012	2023	1.636-3.480	SERIAL	41,300	-	41,300	-	179
LOADER	32-B-1	2012	2023	1.510-3.160	SERIAL	19,500	-	19,500	-	375
TRAFFIC LIGHTS	33-A-1	2013	2024	1.330-3.489	SERIAL	28,000	-	14,000	14,000	466
SEWERS	33-A-1	2013	2024	1.330-3.489	SERIAL	960,000	-	80,000	880,000	29,762
BACKHOE	35-A-1	2015	2025	1.011-2.786	SERIAL	45,571	-	11,394	34,177	951
TRACKLESS	36-A-1	2016	2026	1.150-2.925	SERIAL	46,500	-	9,300	37,200	1,032
TRACTORS	40-A-1	2020	2025	0.678-1.241	SERIAL	37,362	-	9,340	28,022	332
SEWERS	41-A-1	2021	2031	0.400-2.376	SERIAL	297,266	-	29,727	267,539	4,206
3-TON & DUMP TRUCK	42-A-1	2023	2027	2.575 - 3.290	SERIAL	-	131,542	-	131,542	3,456
2 HALF-TON TRUCKS	42-B-1	2023	2027	3.847 - 4.177	SERIAL	-	88,022	-	88,022	1,523
						<u>1,508,049</u>	<u>219,564</u>	<u>219,211</u>	<u>1,508,402</u>	<u>43,764</u>
<b>WATER UTILITY</b>										
						<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
						<u>\$ 1,508,049</u>	<u>\$ 219,564</u>	<u>\$ 219,211</u>	<u>\$ 1,508,402</u>	<u>\$ 43,764</u>

# TOWN OF MIDDLETON

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

AS AT MARCH 31, 2024

### 7. TANGIBLE CAPITAL ASSETS

	Cost 2023	Additions	Disposals	Cost 2024	Accumulated Amortization 2023	Amortization expense	Adjustments	Accumulated Amortization 2024	Net Book Value
Town general capital									
Land	\$ 467,951	\$ -	\$ 13,874	\$ 454,077	\$ -	\$ -	\$ -	\$ -	\$ 454,077
Land improvements	777,481	46,875	-	824,356	450,292	26,352	-	476,644	347,712
Buildings	1,570,262	15,851	-	1,586,113	912,543	33,837	-	946,380	639,733
Streets	2,698,375	-	-	2,698,375	1,884,258	47,192	-	1,931,450	766,925
Sidewalks	694,345	22,844	-	717,189	391,508	20,519	-	412,027	305,162
Sewer mains	5,241,469	-	-	5,241,469	2,139,403	102,563	-	2,241,966	2,999,503
Sewer plant	3,907,561	8,265	-	3,915,826	1,950,216	141,087	-	2,091,303	1,824,523
Sewer lagoons	1,588,755	-	-	1,588,755	348,561	31,775	-	380,336	1,208,419
Street lights	725,590	-	-	725,590	314,394	34,236	-	348,630	376,960
Equipment	658,767	16,665	-	675,432	607,036	23,713	-	630,749	44,683
Vehicles	1,825,293	234,814	160,591	1,899,516	1,627,027	88,212	146,696	1,568,543	330,973
	<u>20,155,849</u>	<u>345,314</u>	<u>174,465</u>	<u>20,326,698</u>	<u>10,625,238</u>	<u>549,486</u>	<u>146,696</u>	<u>11,028,028</u>	<u>9,298,670</u>
Water capital									
Working capital	4,025	-	-	4,025	-	-	-	-	4,025
Land & land rights	325,100	62,308	-	387,408	-	-	-	-	387,408
Structures & improvements	743,086	-	-	743,086	396,222	28,054	-	424,276	318,810
Equipment	688,582	33,571	-	722,153	370,623	19,812	-	390,435	331,718
Transmission mains	319,141	-	-	319,141	171,737	4,149	-	175,886	143,255
Distribution mains	1,522,047	-	-	1,522,047	514,015	19,500	-	533,515	988,532
Services	173,420	-	-	173,420	91,988	3,468	-	95,456	77,964
Meters	114,068	10,821	-	124,889	98,308	1,530	-	99,838	25,051
Hydants	175,062	3,269	-	178,331	45,486	2,198	-	47,684	130,647
Tools & equipment	62,134	-	-	62,134	62,134	-	-	62,134	-
Computer	84,082	-	-	84,082	80,344	935	-	81,279	2,803
Other									
- Water rate study	21,020	-	-	21,020	21,020	-	-	21,020	-
- Water source protection plan	61,825	-	-	61,825	18,558	1,236	-	19,794	42,031
- Water system assessment	10,469	-	-	10,469	10,469	-	-	10,469	-
	<u>4,304,061</u>	<u>109,969</u>	<u>-</u>	<u>4,414,030</u>	<u>1,880,904</u>	<u>80,882</u>	<u>-</u>	<u>1,961,786</u>	<u>2,452,244</u>
	<u>\$24,459,910</u>	<u>\$455,283</u>	<u>\$174,465</u>	<u>\$24,740,728</u>	<u>\$12,506,142</u>	<u>\$630,368</u>	<u>\$146,696</u>	<u>\$12,989,814</u>	<u>\$11,750,914</u>

# TOWN OF MIDDLETON

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

AS AT MARCH 31, 2024

### 8. ACCUMULATED SURPLUS

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

<b>Fund balances</b>	<b>2024</b>	<b>2023</b>
General operating fund	\$ 264,674	\$ 264,674
General capital fund	(3,621,064)	(3,471,242)
Water operating fund	742,501	540,578
Water capital fund	122,336	91,423
	<u>(2,491,553)</u>	<u>(2,574,567)</u>
<b>Reserve funds</b>		
Operating	500,684	551,455
Capital		
Equipment	114,837	65,060
Debenture	5,017	4,782
Land sale - Industrial park	273,173	189,946
Recreation	1,445	1,407
Sewer	626,124	557,217
Land sale - Elementary school	113,583	127,722
Other capital	217,708	144,969
Water - depreciation	234,346	196,396
Water - Reservoir replacement	441,712	351,418
	<u>2,528,629</u>	<u>2,190,373</u>
<b>Investment in capital assets</b>		
General capital fund	11,292,719	11,319,439
Water capital fund	2,636,031	2,637,858
	<u>13,928,750</u>	<u>13,957,297</u>
	<u>\$ 13,965,826</u>	<u>\$ 13,573,103</u>

### 9. FINANCIAL INSTRUMENTS

The Town's financial instruments consist of cash, receivables, payables and accruals, deferred revenue, long-term debt, and other liabilities.

It is management's opinion that the Town is not exposed to significant interest or currency risk arising from these consolidated financial statements. There have been no changes to interest or current risk in the current year.

# TOWN OF MIDDLETON

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

AS AT MARCH 31, 2024

### 9. FINANCIAL INSTRUMENTS (continued)

The Town is subject to credit risk with respect to its various receivables. Credit risk arises from the possibility that taxpayers and entities to which the Town provides services may experience financial difficulty and be unable to fulfill their obligations. The substantial number and diversity of taxpayers and customers minimizes the credit risk. Also, the *Municipal Government Act 1998 c.18,s.1*. section 134 provides that properties may be sold to recover tax arrears.

There have been no changes in credit risk in the current year. At year-end, the amounts outstanding for the Town's accounts receivable are as follows:

	2024			2023		
	Taxes receivable	Less impairment allowance	Total	Taxes receivable	Less impairment allowance	Total
Current	\$ 45,622	\$ -	\$ 45,622	\$ 10,770	\$ -	\$ 10,770
31 to 60 days	-	-	-	-	-	-
61 to 90 days	-	-	-	-	-	-
Over 90 days	121,228	-	121,228	93,987	-	93,987
	<b>\$ 166,850</b>	<b>\$ -</b>	<b>\$ 166,850</b>	<b>\$ 104,757</b>	<b>\$ -</b>	<b>\$ 104,757</b>
	2024			2023		
	Other receivables	Less impairment allowance	Total	Other receivables	Less impairment allowance	Total
Current	\$ 334,328	\$ -	\$ 334,328	\$ 311,034	\$ -	\$ 311,034
31 to 60 days	41,638	-	41,638	224	-	224
61 to 90 days	40,037	-	40,037	6,483	-	6,483
Over 90 days	85,048	-	85,048	2,145	-	2,145
Total	<b>\$ 501,051</b>	<b>\$ -</b>	<b>\$ 501,051</b>	<b>\$ 319,886</b>	<b>\$ -</b>	<b>\$ 319,886</b>

Liquidity risk is the risk that the Town will encounter problems in raising funds to meet its commitments at maturity. The Town is exposed to liquidity risk through its payables and accruals, other liabilities, and long-term debt. Management believes the Town has ample working capital to meet its short-term obligations and therefore the exposure to liquidity risk is low.

# TOWN OF MIDDLETON

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

AS AT MARCH 31, 2024

### 9. FINANCIAL INSTRUMENTS (continued)

There have been no changes in liquidity risk in the current year. The following table sets out the maturities of financial liabilities:

	2024			
	Within 6 months	6 months to 1 year	1 to 5 years	Over 5 years
Accounts payable	\$ 783,255	\$ -	\$ -	\$ -
Accrued interest	15,442			
Long-term debt	166,069	17,604	1,009,979	89,177
	<b>\$ 964,766</b>	<b>\$ 17,604</b>	<b>\$ 1,009,979</b>	<b>\$ 89,177</b>

  

	2023			
	Within 6 months	6 months to 1 year	1 to 5 years	Over 5 years
Accounts payable	\$ 391,765	\$ -	\$ -	\$ -
Accrued interest	16,716			
Long-term debt	207,969	17,604	683,925	598,904
	<b>\$ 616,450</b>	<b>\$ 17,604</b>	<b>\$ 683,925</b>	<b>\$ 598,904</b>

### 10. AMOUNTS CONTRIBUTED FOR PROVINCIALLY MANDATED SERVICES

	Budget	2024	2023
Education services	\$ 393,468	\$ 413,508	\$ 390,168
Police services	793,459	785,054	660,860
Assessment services	22,749	22,479	22,745
Social housing	150,000	116,110	159,850
Correctional services	23,226	22,742	22,968
	<b>\$ 1,382,902</b>	<b>\$ 1,359,893</b>	<b>\$ 1,256,591</b>

# TOWN OF MIDDLETON

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

AS AT MARCH 31, 2024

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### 10. AMOUNTS CONTRIBUTED FOR PROVINCIALY MANDATED SERVICES (continued)

**a. Education services**

The Town is required to make a mandatory contribution to fund the cost of educational services provided by the Annapolis Valley Regional Centre for Education. The contribution is set by provincial formula and is reflected as a separate item in the Consolidated Statement of Operations.

**b. Police services**

The Town is required to provide police services, which it does through a contract with the Royal Canadian Mounted Police, (RCMP). The payment is set based on the agreement between the Province and the RCMP and is included in protective services.

**c. Assessment services**

The Town is required to pay a share of the cost of operating the Property Valuation Services Corporation (PVSC) based on the total municipal assessment cost times the average of the Town's share of the Uniform Assessment and the Town's share of assessment accounts. This expense is included in general government services.

**d. Social housing**

The Town is required to pay a share of the costs of the operations of the Western Region Housing Authority associated with social housing within the Town. This expense is included in public health services.

**e. Correctional services**

The Town is required to make a mandatory contribution to fund the cost of correctional services. The contribution is set by provincial formula and is included in protective services.

### 11. CONTRIBUTIONS TO BOARDS AND AUTHORITIES

In addition to any budgeted contributions, the Town shares in the deficits or surpluses of these Boards and Authorities, based on their sharing percentage. The Town's share of any deficit is required to be paid in the next fiscal year, while a surplus is to be included in the next year's estimates.

**a. Annapolis Valley Regional Library – 1.68% interest**

For the year ended March 31, 2024, the Town contributed \$12,300 (2023 - \$12,300) to the Regional Library Board as its share of the deficit.

# TOWN OF MIDDLETON

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

AS AT MARCH 31, 2024

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### 11. CONTRIBUTIONS TO BOARDS AND AUTHORITIES (continued)

**a. Valley Region Solid Waste-Resource Management Authority – 2.49% interest**

For the year ended March 31, 2024, the Town contributed \$122,525 (2023 - \$162,250) to the Authority as its share of the capital and operating expenditures.

**b. Valley Regional Enterprise Network – 4.1% interest**

For the year ended March 31, 2024, the Town contributed \$12,182 (2023 - \$12,732) to the Board as its share of the capital and operating expenditures.

### 12. PENSION PLAN

All full-time employees are members of a defined contribution pension plan. The Town's obligation is to contribute 6% of employees' gross salary to the pension plan. During the year, the Town's required contribution was \$64,524 (2023 - \$47,747) to the plan.

### 13. REMUNERATION AND EXPENSES

The total remuneration and expenses of Town Council and Chief Administrative Officers for the 12 months ended March 31, 2024:

	<u>Remuneration</u>	<u>Expenses</u>	<u>Total</u>
Mayor Sylvester Atkinson	\$ 15,526	\$ 1,848	\$ 17,374
Deputy Mayor G. Smith	11,159	1,913	13,072
Councillor J. Bartlett	8,733	-	8,733
Councillor M. Fairn	8,733	-	8,733
Councillor B. Knapp	8,733	-	8,733
Councillor C. Leblanc	8,733	52	8,785
Councillor G. Marshall	8,733	-	8,733
Chief Administrative Officer - A. Crocker	116,988	5,202	122,190

### 14. RATE OF RETURN ON RATE BASE

For the year ended March 31, 2024, the Water Utility has an annual rate of return on the rate base of 8.771% (8.707% in 2023).

# TOWN OF MIDDLETON

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

AS AT MARCH 31, 2024

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### 15. CONTINGENCIES

The Town guaranteed its share of several loans taken by Valley Region Solid Waste-Resource Management Authority (VWRMA), as follows:

Debenture or Loan #	Balance Outstanding at 3/31/24	Town of Middleton Share	
		Amount	%
37-A-1	\$ 532,130	\$ 7,503	1.41%
38-A-1	91,360	2,330	2.55%
41-A-1	390,845	9,771	2.50%
42-A-1	716,875	17,994	2.51%
44-A-1	543,972	11,043	2.05%
	<u>\$ 2,275,182</u>	<u>\$ 37,598</u>	

### 16. SEGMENTED INFORMATION

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 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 health 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.

# TOWN OF MIDDLETON

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

AS AT MARCH 31, 2024

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### 16. SEGMENTED INFORMATION (continued)

Social services: Mandatory payment to the Western Region Housing Authority within Housing Nova Scotia to cover the deficits of the public housing authority within the region.

Environmental 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.

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.

Education services: Mandatory contributions to the Annapolis Valley Regional Centre for Education.

Water Utility: The Middleton Water Utility provides the delivery of drinking water through the supply, pumping, treatment, and distribution of water to its users.

Certain allocation methodologies are employed in the preparation of the segmented financial information. The General Operating Fund reports on municipal services that are funded primarily by property tax revenues. The Middleton Water Operating Fund reports on municipal services that are funded primarily by water rates.

For each reported segment, revenues and expenses represent both amounts that are directly attributable to the segment and amounts that are allocated 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.

# TOWN OF MIDDLETON

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

AS AT MARCH 31, 2024

### 16. SEGMENTED INFORMATION (continued)

CONSOLIDATED SCHEDULE OF SEGMENT DISCLOSURE	General Government	Protective Services	Transportation Services	Env. Health Services	Social Services	Env. Development Services	Recreation and Cultural Services	Education	Water	2024	2023
<b>REVENUE</b>											
Property taxes	2,931,267	259,029	-	382,356	-	-	-	-	-	3,572,652	3,425,169
Grants in lieu of taxes	154,417	-	-	-	-	-	-	-	-	154,417	148,155
Services provided to other local governments	29,352	78,116	-	-	-	1,911	10,000	-	-	119,379	108,627
Sale of services	-	-	-	-	-	80	50,361	-	-	50,441	40,819
Other revenue from own sources	261,396	3,465	-	-	-	6,294	1,010	-	-	272,165	174,852
Unconditional transfers from other governments	373,952	-	-	-	-	-	31,406	-	-	405,358	445,375
Conditional transfers from Federal or Provincial governments	3,526	1,000	-	-	-	-	25,000	-	-	29,526	82,642
Water Utility	-	-	-	-	-	-	-	-	726,563	726,563	678,174
<b>TOTAL REVENUE</b>	<b>3,753,910</b>	<b>341,610</b>	<b>-</b>	<b>382,356</b>	<b>-</b>	<b>8,285</b>	<b>117,777</b>	<b>-</b>	<b>726,563</b>	<b>5,330,501</b>	<b>5,103,813</b>
<b>EXPENDITURES</b>											
Salaries, wages and benefits	364,067	-	400,049	59,760	-	193,187	228,282	-	-	1,245,345	926,759
Operating costs	259,637	1,028,261	410,197	273,580	116,110	92,843	152,041	413,508	-	2,746,177	2,599,775
Interest on long-term debt	-	-	8,361	32,733	-	-	-	-	-	41,094	43,765
Amortization	20,637	13,614	201,117	275,526	-	441	38,149	-	-	549,484	523,243
Accretion	-	2,694	-	-	-	-	-	-	-	2,694	2,623
Water Utility	-	-	-	-	-	-	-	-	568,989	568,989	643,940
<b>TOTAL EXPENDITURES</b>	<b>644,341</b>	<b>1,044,569</b>	<b>1,019,724</b>	<b>641,599</b>	<b>116,110</b>	<b>286,471</b>	<b>418,472</b>	<b>413,508</b>	<b>568,989</b>	<b>5,153,783</b>	<b>4,740,105</b>
NET GAIN ON SALE OF TCA	-	-	216,005	-	-	-	-	-	-	216,005	31,867
<b>SURPLUS (DEFICIT)</b>	<b>\$ 3,109,568</b>	<b>\$ (702,959)</b>	<b>\$ (803,719)</b>	<b>\$ (259,243)</b>	<b>\$ (116,110)</b>	<b>\$ (278,186)</b>	<b>\$ (300,695)</b>	<b>\$ (413,508)</b>	<b>\$ 157,575</b>	<b>\$ 392,723</b>	<b>\$ 395,575</b>

### 17. BUDGET FIGURES

The Town budgets for rate setting purposes. The budgets include principal debt repayments, and transfers between funds, and do not include amortization (except for the Water Utility). The following adjustments to the annual surplus reconcile the operating budgets to the financial reporting presentation required under Canadian Public Sector Accounting Standards, (PSAS).

# TOWN OF MIDDLETON

## NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

AS AT MARCH 31, 2024

	<u>2024</u>
Approved budget surplus (deficit) for the year	
General operations	\$ 2
Water Utility operations	(39,820)
Approved budget surplus (deficit) for the year	<u>(39,818)</u>
Elimination of:	
Transfers to (from) other funds	79,722
Principal debt repayments	250,573
Amortization of tangible capital assets	(549,485)
Accretion of asset retirement obligation	(2,694)
Net PSAS adjustments	<u>(221,884)</u>
PSAS adjusted budget deficit per consolidated financial statements	<u>\$ (261,702)</u>

### 18. SUBSEQUENT EVENTS

Subsequent to year-end, the Town borrowed \$237,000 on MFC 44-A-1 to finance the purchase of a backhoe. The debenture is repayable over 10 years at interest rates between 4.367 and 4.940%.

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

	Existing debentures	MFC 44-A-1	Total General Capital	Total Water Capital	Total
2025	\$ 183,673	\$ -	\$ 183,673	\$ -	\$ 183,673
2026	183,670	23,700	207,370	-	207,370
2027	162,939	23,700	186,639	-	186,639
2028	153,643	23,700	177,343	-	177,343
2029	509,727	23,700	533,427	-	533,427
Thereafter	89,177	142,200	231,377	-	231,377
	<u>\$ 1,282,829</u>	<u>\$ 237,000</u>	<u>\$ 1,519,829</u>	<u>\$ -</u>	<u>\$ 1,519,829</u>

Subsequent to year-end, the Town Water Utility entered into a contract to construct a new reservoir to replace the existing water reservoir at an estimated cost of \$5,700,000. The project will be funded from a combination of grants, reserves and long-term debt.

# TOWN OF MIDDLETON

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

AS AT MARCH 31, 2024  
(UNAUDITED)

	2024	2023
<b>ASSETS</b>		
<b>FINANCIAL ASSETS</b>		
Cash and cash equivalents	\$ (649,134)	\$ 75,031
Taxes receivable (net of valuation allowance)	166,850	104,757
Other receivables	82,184	44,386
Harmonized sales tax	143,093	56,669
Due from provincial government	6,652	19,089
Due from other local governments	14,748	18,930
Due from own funds	1,591,421	632,670
	<b>1,355,814</b>	<b>951,532</b>
<b>LIABILITIES</b>		
Accounts payable	664,764	150,829
Other liabilities (tax sale surplus)	16,992	16,992
Due to federal government	65,535	47,479
Due to provincial government agencies	-	159,850
Due to local governments	-	1,991
Due to own funds, capital reserves	267,755	-
Accrued interest	15,442	16,716
Deferred revenue	161,535	388,275
	<b>1,192,023</b>	<b>782,132</b>
<b>NET ASSETS</b>	<b>163,791</b>	<b>169,400</b>
<b>NON-FINANCIAL ASSETS</b>		
Prepaid expenses	100,883	95,274
<b>SURPLUS</b>	<b>\$ 264,674</b>	<b>\$ 264,674</b>

# TOWN OF MIDDLETON

## NON-CONSOLIDATED STATEMENT OF OPERATIONS GENERAL OPERATING FUND

YEAR ENDED MARCH 31, 2024  
(UNAUDITED)

	2024		2023
	Budget (Note 17)	Actual	Actual
<b>REVENUE</b>			
Assessable property taxes	\$ 3,279,904	\$ 3,203,953	\$ 3,073,838
Grants in lieu of taxes	154,946	154,417	148,155
Services provided to other governments	148,830	119,379	108,627
Sales of services	59,150	144,294	42,772
Other revenue from own sources	44,554	131,433	105,019
Unconditional transfers from other governments	426,813	405,358	352,978
Conditional transfers from other governments	30,507	29,526	82,642
	<b>4,144,704</b>	<b>4,188,360</b>	<b>3,914,031</b>
<b>EXPENSES</b>			
General government services	599,236	624,895	483,198
Protective services	1,274,520	1,287,746	1,206,804
Transportation services	789,887	819,132	623,049
Environmental health services	372,529	366,468	410,398
Social services	150,000	116,110	159,850
Environmental development services	226,865	286,030	168,898
Recreation and cultural services	401,371	398,995	377,362
	<b>3,814,408</b>	<b>3,899,376</b>	<b>3,429,559</b>
<b>NET REVENUE</b>	<b>330,296</b>	<b>288,984</b>	<b>484,472</b>
<b>FINANCING AND TRANSFERS</b>			
Transfers to own reserves, funds and agencies	(388,378)	(334,011)	(490,827)
Use of prior years' surplus	58,084	45,027	6,355
	<b>(330,294)</b>	<b>(288,984)</b>	<b>(484,472)</b>
<b>CHANGE IN FUND BALANCE</b>	\$ 2	-	-
<b>SURPLUS AT BEGINNING OF YEAR</b>		<b>264,674</b>	<b>264,674</b>
<b>SURPLUS AT END OF YEAR</b>		<b>\$ 264,674</b>	<b>\$ 264,674</b>

## TOWN OF MIDDLETON

### NON-CONSOLIDATED SCHEDULE OF GENERAL OPERATING FUND REVENUES

YEAR ENDED MARCH 31, 2024  
(UNAUDITED)

	2024		2023
	Budget (Note 17)	Actual	Actual
<b>REVENUE</b>			
<b>ASSESSABLE PROPERTY TAXES</b>			
<b>ASSESSABLE PROPERTY</b>			
Residential	\$ 2,026,116	\$ 2,022,017	\$ 1,803,205
Commercial property	699,800	695,748	644,791
Based on special tax agreements or legislation	87,231	87,232	77,681
	<b>2,813,147</b>	<b>2,804,997</b>	<b>2,525,677</b>
<b>RESOURCE</b>			
Taxable assessments	4,330	4,907	4,118
Forest property tax	25	25	25
Fire protection rate	275,866	259,029	251,036
	<b>280,220</b>	<b>263,961</b>	<b>255,179</b>
<b>SPECIAL ASSESSMENTS (SEWER)</b>	<b>398,944</b>	<b>382,353</b>	<b>446,100</b>
<b>BUSINESS PROPERTY</b>			
Based on revenues - Aliant	9,507	8,655	17,478
Nova Scotia Power Inc. - Grant in lieu of taxes	555	716	584
Nova Scotia Power Inc. - HST rebate	16,000	15,128	21,931
	<b>26,061</b>	<b>24,499</b>	<b>39,993</b>
<b>OTHER TAXES</b>			
Deed transfer tax	155,000	141,651	197,057
LESS: EDUCATION EXPENDITURE AS A REDUCTION OF TAX REVENUE			
APPROPRIATION TO REGIONAL SCHOOL BOARD	(393,468)	(413,508)	(390,168)
<b>TOTAL TAXES</b>	<b>3,279,904</b>	<b>3,203,953</b>	<b>3,073,838</b>
<b>GRANTS IN LIEU OF TAXES</b>			
Federal government	31,154	30,261	28,343
Provincial government			
Provincial property and property of supported institutions	99,870	124,156	95,889
Fire protection	23,923	-	23,923
<b>TOTAL GRANTS IN LIEU OF TAXES</b>	<b>154,946</b>	<b>154,417</b>	<b>148,155</b>

## TOWN OF MIDDLETON

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

YEAR ENDED MARCH 31, 2024  
(UNAUDITED)

	2024		2023
	Budget (Note 17)	Actual	Actual
<b>SERVICES PROVIDED TO OTHER GOVERNMENTS</b>			
Other local governments	148,830	119,379	108,627
<b>TOTAL SERVICES PROVIDED TO OTHER GOVERNMENTS</b>	<b>148,830</b>	<b>119,379</b>	<b>108,627</b>
<b>SALES OF SERVICES</b>			
General government services	-	35,107	-
Transportation services	-	58,827	1,953
Recreation and cultural services	59,150	50,360	40,819
<b>TOTAL SALES OF SERVICES</b>	<b>59,150</b>	<b>144,294</b>	<b>42,772</b>
<b>OTHER REVENUE FROM OWN SOURCES</b>			
Licenses and permits	7,002	6,299	4,016
Fines	1,430	3,460	2,389
Rentals	6,967	45,009	19,613
Return on investments	599	16,822	6,803
Penalties and interest on taxes	28,055	51,595	27,287
Miscellaneous	500	8,248	44,911
<b>TOTAL OTHER REVENUE FROM OWN SOURCES</b>	<b>44,554</b>	<b>131,433</b>	<b>105,019</b>
<b>UNCONDITIONAL TRANSFERS FROM OTHER GOVERNMENTS</b>			
Provincial government			
Service Nova Scotia and Municipal Relations			
Municipal Grants Act - Equalization	338,072	338,073	338,073
Municipal Government Act - Farm property acreage	766	879	905
Other government	87,975	66,406	14,000
<b>TOTAL UNCONDITIONAL TRANSFERS FROM OTHER GOVERNMENTS</b>	<b>426,813</b>	<b>405,358</b>	<b>352,978</b>
<b>CONDITIONAL TRANSFERS FROM OTHER GOVERNMENTS</b>			
Federal government	4,507	3,526	3,580
Provincial government	26,000	26,000	79,062
<b>TOTAL CONDITIONAL TRANSFERS FROM OTHER GOVERNMENTS</b>	<b>30,507</b>	<b>29,526</b>	<b>82,642</b>
<b>TOTAL REVENUE</b>	<b>\$ 4,144,706</b>	<b>\$ 4,188,360</b>	<b>\$ 3,914,031</b>

## TOWN OF MIDDLETON

### NON-CONSOLIDATED SCHEDULE OF GENERAL OPERATING FUND EXPENDITURES

YEAR ENDED MARCH 31, 2024  
(UNAUDITED)

	2024		2023
	Budget (Note 17)	Actual	Actual
<b>EXPENDITURES</b>			
<b>GENERAL GOVERNMENT SERVICES</b>			
<b>LEGISLATIVE</b>			
Mayor remuneration	\$ 10,996	\$ 11,834	\$ 10,624
Mayor expenses	2,463	1,772	1,226
Council remuneration	40,302	43,149	35,525
Council expenses	5,216	2,991	315
	<b>58,977</b>	<b>59,746</b>	47,690
<b>GENERAL ADMINISTRATIVE</b>			
Administrative	90,443	85,186	31,388
Financial management	306,699	334,270	285,114
Taxation			
Tax rebates	22,587	21,760	21,720
Transfer to Property Valuation Services Corporation	22,479	22,479	22,745
Other taxation	-	-	-
Common services	34,192	80,878	55,031
Other general administrative services	4,091	13,985	6,213
	<b>480,491</b>	<b>558,558</b>	422,211
<b>DEBT CHARGES</b>			
Debenture interest	54,868	-	-
Term loan interest	-	-	-
Other debt charges	4,900	6,591	6,113
	<b>59,768</b>	<b>6,591</b>	6,113
<b>OTHER GENERAL GOVERNMENT SERVICES</b>			
Elections and plebiscites	-	-	7,184
	<b>599,236</b>	<b>624,895</b>	483,198
<b>PROTECTIVE SERVICES</b>			
Police protection	793,459	785,054	738,101
Law enforcement - transfer to Correctional Services	23,226	22,742	22,968
Other	46,028	51,290	47,040
	<b>862,713</b>	<b>859,086</b>	808,109
Fire protection			
Water supply and hydrants	220,036	259,029	254,655
Other	180,183	153,706	137,392
	<b>400,219</b>	<b>412,735</b>	392,047
Emergency measures	10,754	14,805	6,069
Debt charges			
Debenture interest	-	-	179
Term loan interest	-	-	-
	-	-	179
Other protective services	834	1,120	400
	<b>1,274,520</b>	<b>1,287,746</b>	1,206,804

## TOWN OF MIDDLETON

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

YEAR ENDED MARCH 31, 2024  
(UNAUDITED)

	2024		2023
	Budget (Note 17)	Actual	Actual
<b>TRANSPORTATION SERVICES</b>			
Common services	318,023	326,620	223,578
Road transport			
Roads and streets	392,850	404,720	319,462
Street lighting	32,485	30,045	28,897
Traffic services	25,029	29,386	21,477
	<b>768,387</b>	<b>790,771</b>	593,414
Public transit	21,500	20,000	21,500
Debt charges			
Debenture interest	-	8,361	8,135
Term loan interest	-	-	-
	-	<b>8,361</b>	8,135
<b>TOTAL TRANSPORTATION SERVICES</b>	<b>789,887</b>	<b>819,132</b>	623,049
<b>ENVIRONMENTAL HEALTH SERVICES</b>			
Administration	11,889	12,062	12,233
Sewage collection systems	20,849	9,145	11,206
Sewage lift stations	37,530	21,380	29,809
Sewage treatment and disposal	139,991	159,621	151,080
	<b>210,259</b>	<b>202,208</b>	204,328
Garbage and waste collection	162,270	131,527	170,621
Debt charges			
Debenture interest	-	32,733	35,449
Term loan interest	-	-	-
	-	<b>32,733</b>	35,449
<b>TOTAL ENVIRONMENTAL HEALTH SERVICES</b>	<b>372,529</b>	<b>366,468</b>	410,398
<b>SOCIAL SERVICES</b>			
Other health	-	-	-
Housing - deficit of Regional Housing Authority	150,000	116,110	159,850
	<b>150,000</b>	<b>116,110</b>	159,850
<b>TOTAL SOCIAL SERVICES</b>	<b>150,000</b>	<b>116,110</b>	159,850

## TOWN OF MIDDLETON

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

YEAR ENDED MARCH 31, 2024  
(UNAUDITED)

	2024		2023
	Budget (Note 17)	Actual	Actual
<b>ENVIRONMENTAL DEVELOPMENT SERVICES</b>			
Environmental planning and zoning			
Administration	129,458	197,730	78,215
Other	-	-	-
Other community development	61,711	60,532	58,111
Industrial parks	12,182	12,182	12,732
	<b>203,351</b>	<b>270,444</b>	149,058
Other environmental development services - tourism	19,864	15,237	19,553
Other environmental development services	3,650	349	287
	<b>23,514</b>	<b>15,586</b>	19,840
<b>TOTAL ENVIRONMENTAL DEVELOPMENT SERVICES</b>	<b>226,865</b>	<b>286,030</b>	168,898
<b>RECREATION AND CULTURAL SERVICES</b>			
Recreation facilities			
Administration	145,679	162,739	154,135
Swimming pools	12,920	12,937	12,689
Skating rinks and arenas	20,950	16,404	23,200
Parks, playgrounds and sports fields	152,598	151,925	135,398
	<b>332,147</b>	<b>344,005</b>	325,422
Cultural buildings and facilities			
Library - local branch	12,300	12,300	12,300
Library - other	16,967	18,669	15,546
Other - museum commission	8,150	3,500	4,500
	<b>37,417</b>	<b>34,469</b>	32,346
Debt charges			
Term loan interest	-	-	-
	-	-	-
Other recreation and cultural services	31,807	20,521	19,594
<b>TOTAL RECREATION AND CULTURAL SERVICES</b>	<b>401,371</b>	<b>398,995</b>	377,362
<b>TOTAL EXPENDITURES</b>	<b>\$ 3,814,409</b>	<b>\$ 3,899,376</b>	\$ 3,429,559

## TOWN OF MIDDLETON

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

YEAR ENDED MARCH 31, 2024  
(UNAUDITED)

	2024		2023
	Budget (Note 17)	Actual	Actual
<b>FINANCING AND TRANSFERS</b>			
<b>TRANSFERS TO (FROM) OWN RESERVES, FUNDS AND AGENCIES</b>			
Transfer to - general capital fund, retire Debenture principal	\$ 250,573	\$ 225,573	\$ 219,211
Transfer to - general capital fund, retire SRF debt	77,950	54,104	65,802
Transfer to - general capital fund, capital purchases	-	-	166,234
Transfer to - reserve fund interest	9,855	4,334	4,580
Transfer to - reserve funds	50,000	50,000	50,000
Transfer from - reserve funds	-	-	(15,000)
	<b>388,378</b>	<b>334,011</b>	490,827
<b>CHANGE IN EQUITY</b>			
Use of prior years' surplus	(58,084)	(45,027)	(6,355)
<b>TOTAL FINANCING AND TRANSFERS</b>	<b>\$ 330,294</b>	<b>\$ 288,984</b>	<b>\$ 484,472</b>

# TOWN OF MIDDLETON

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

AS AT MARCH 31, 2024  
(UNAUDITED)

	<u>2024</u>	<u>2023</u>
<b>ASSETS</b>		
<b>FINANCIAL ASSETS</b>		
Cash and cash equivalents	\$ -	\$ 34
Due from reserve funds	<u>66,280</u>	<u>13,652</u>
	<u>66,280</u>	<u>13,686</u>
<b>LIABILITIES</b>		
Due to general operating fund	527,855	256,297
Loans from reserve funds	83,476	137,616
Long-term debt (Note 6)	1,282,829	1,508,402
Asset retirement obligation (Note 5)	102,472	99,778
Vested interest - Annapolis County	<u>12,168</u>	<u>12,168</u>
	<u>2,008,800</u>	<u>2,014,261</u>
<b>NET DEBT</b>	<u>(1,942,520)</u>	<u>(2,000,575)</u>
<b>NON-FINANCIAL ASSETS</b>		
Work in progress	315,501	315,501
Capital assets, at cost (Note 7)	20,326,698	20,155,849
Accumulated allowance for amortization (Note 7)	<u>(11,028,028)</u>	<u>(10,625,238)</u>
	<u>9,614,171</u>	<u>9,846,112</u>
	<u>\$ 7,671,652</u>	<u>\$ 7,845,537</u>
<b>SURPLUS (DEFICIT)</b>	\$ (3,621,064)	\$ (3,473,902)
<b>INVESTMENT IN CAPITAL ASSETS (Note 7)</b>	11,292,716	11,319,439
<b>TOTAL FUND BALANCE</b>	<u>\$ 7,671,652</u>	<u>\$ 7,845,537</u>

# TOWN OF MIDDLETON

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

YEAR ENDED MARCH 31, 2024  
(UNAUDITED)

	2024	2023
	Actual	Actual
<b>REVENUE</b>		
Interest income	\$ 2	\$ 1
Proceeds on sale of assets	243,427	31,867
	<b>243,429</b>	<b>31,868</b>
<b>EXPENDITURES</b>		
Tangible capital purchases (includes work in progress)	324,611	210,041
Accretion of asset retirement obligation	2,694	2,623
	<b>(83,876)</b>	<b>(180,796)</b>
<b>NET EXPENDITURES</b>		
<b>FINANCING AND TRANSFERS</b>		
Proceeds on issuance of debt	-	219,564
Redeem long term debt	(225,573)	(219,211)
Transfers from (to) own reserves, funds and agencies		
Transfer from operating, capital expenditures	-	166,234
Transfer from sewer capital reserve	8,265	-
Transfer from operating, retire short-term debt	69,989	50,802
Transfer from operating, retire long-term debt	225,573	219,211
Transfer from gas tax reserve	-	92,397
Transfer from operating reserve, capital expenditures	12,554	-
Transfer to other reserves	(154,094)	(10,034)
	<b>162,287</b>	<b>518,610</b>
<b>TOTAL FINANCING AND TRANSFERS</b>	<b>(63,286)</b>	<b>518,963</b>
<b>CHANGE IN FUND BALANCE</b>	<b>(147,162)</b>	<b>338,167</b>
<b>SURPLUS (DEFICIT) AT BEGINNING OF YEAR</b>	<b>(3,473,902)</b>	<b>(3,812,069)</b>
<b>SURPLUS (DEFICIT) AT END OF YEAR</b>	<b>\$ (3,621,064)</b>	<b>\$ (3,473,902)</b>

## TOWN OF MIDDLETON

### NON-CONSOLIDATED SCHEDULE OF INVESTMENT IN CAPITAL ASSETS OF THE GENERAL CAPITAL FUND

YEAR ENDED MARCH 31, 2024  
(UNAUDITED)

	<u>2024</u>	<u>2023</u>
	Actual	Actual
<b>BALANCE, BEGINNING OF YEAR</b>	<b>\$ 11,319,439</b>	<b>\$ 11,632,999</b>
Add:		
Tangible capital purchases (includes work in progress)	<b>324,611</b>	210,041
Debentures redeemed	<b>225,573</b>	219,211
Gain on sale of assets	<b>216,005</b>	31,867
	<b>766,189</b>	461,119
Deduct:		
Proceeds from sale of assets	<b>243,427</b>	31,867
Proceeds on issuance of debt	-	219,564
Depreciation of capital assets	<b>549,485</b>	523,248
	<b>792,912</b>	774,679
	<b>(26,723)</b>	(313,560)
<b>BALANCE, END OF YEAR</b>	<b>\$ 11,292,716</b>	<b>\$ 11,319,439</b>

## TOWN OF MIDDLETON

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

AS AT MARCH 31, 2024  
(UNAUDITED)

	<u>2024</u>	<u>2023</u>
<b>ASSETS</b>		
<b>FINANCIAL ASSETS</b>		
Cash and cash equivalents	\$ 1,255,873	\$ 1,021,875
Rates receivable (net of asset valuation of \$NIL (2023-\$NIL))	225,104	159,634
Prepaid expenses	4,401	3,648
Harmonized sales tax	29,270	21,178
Due from general operating fund	267,795	-
Due from water capital fund	-	-
	<u>1,782,443</u>	<u>1,206,335</u>
<b>LIABILITIES</b>		
Accounts payable	35,964	14,624
Due to general operating fund	-	396,279
Due to water capital fund	1,003,978	254,854
	<u>1,039,942</u>	<u>665,757</u>
<b>SURPLUS</b>	<u>\$ 742,501</u>	<u>\$ 540,578</u>

# TOWN OF MIDDLETON

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

YEAR ENDED MARCH 31, 2024  
(UNAUDITED)

	2024		2023
	Budget (Note 17)	Actual	Actual
<b>OPERATING REVENUE</b>			
Metered sales	\$ 617,613	\$ 621,346	\$ 614,794
Flat rate sales	900	953	953
Public fire protection	239,213	278,602	273,845
Sprinkler service	2,933	3,350	3,350
Other operational revenue	4,782	18,416	12,405
<b>TOTAL OPERATING REVENUE</b>	<b>865,441</b>	<b>922,667</b>	905,347
<b>OPERATING EXPENDITURES</b>			
Source of supply	69,454	57,013	4,820
Power and pumping	80,692	53,720	70,526
Water treatment	43,305	45,123	41,335
Transmission and distribution	205,056	175,733	184,347
Administration and general	246,487	250,370	256,870
Depreciation	66,999	80,883	83,095
Taxes	47,812	44,809	43,737
<b>TOTAL OPERATING EXPENDITURES</b>	<b>759,805</b>	<b>707,651</b>	684,730
<b>NET OPERATING REVENUE</b>	<b>105,636</b>	<b>215,016</b>	220,617
<b>Non-operating revenue</b>			
Other	400	76,855	26,748
<b>Non-operating expenditures</b>			
Debt charges			
Principal	-	-	-
Interest	-	-	-
Capital expenditures out of revenue	-	-	15,518
Transfer to Reservoir Reserve Fund	-	89,948	344,366
	-	89,948	359,884
<b>EXCESS (DEFICIT) OF REVENUES OVER EXPENDITURES</b>	<b>\$ 106,036</b>	<b>201,923</b>	(112,519)
<b>SURPLUS AT BEGINNING OF YEAR</b>		<b>540,578</b>	653,097
<b>SURPLUS AT END OF YEAR</b>		<b>\$ 742,501</b>	\$ 540,578

# TOWN OF MIDDLETON

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

**YEAR ENDED MARCH 31, 2024  
(UNAUDITED)**

	2024		2023
	Budget (Note 17)	Actual	Actual
<b>SOURCE OF SUPPLY</b>			
Supplies and expenses	\$ 69,084	\$ 56,899	\$ 4,643
Maintenance of plant	370	114	177
	<b>69,454</b>	<b>57,013</b>	<b>4,820</b>
<b>POWER AND PUMPING</b>			
Power	36,099	10,450	31,447
Maintenance	44,593	43,270	39,079
	<b>80,692</b>	<b>53,720</b>	<b>70,526</b>
<b>WATER TREATMENT</b>			
Labour	8,935	920	6,764
Supplies and expenses	31,807	43,596	34,327
Maintenance of structures and improvements	2,563	607	244
	<b>43,305</b>	<b>45,123</b>	<b>41,335</b>
<b>TRANSMISSION AND DISTRIBUTION</b>			
Maintenance of mains	129,397	129,323	111,603
Maintenance of other distribution plant	35,805	13,452	31,938
Transportation expenses	26,437	28,069	32,920
Shop expenses	13,417	4,889	7,886
	<b>205,056</b>	<b>175,733</b>	<b>184,347</b>
<b>ADMINISTRATION AND GENERAL</b>			
Supervision	173,971	164,036	160,374
Consumer billing and accounting	8,103	3,936	6,451
Uncollectible accounts	116	-	-
Employee benefits	11,510	11,802	10,846
General office expenses	39,129	42,697	60,771
Audit	8,871	7,390	8,442
Regulatory expense	1,658	1,690	1,640
Maintenance of general property	3,129	12,426	8,346
Miscellaneous general expenses	-	6,393	-
	<b>\$ 246,487</b>	<b>\$ 250,370</b>	<b>\$ 256,870</b>

## TOWN OF MIDDLETON

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

AS AT MARCH 31, 2024

(UNAUDITED)

	<u>2024</u>	<u>2023</u>
<b>ASSETS</b>		
<b>FINANCIAL ASSETS</b>		
Cash - depreciation reserve	\$ 203,432	\$ 148,005
Cash - special reserve	3,816,816	7,052
Due from town general fund	-	-
Due from water operating fund	<u>1,003,978</u>	<u>280,344</u>
	<u>5,024,226</u>	<u>435,401</u>
<b>LIABILITIES</b>		
Due to water operating fund	-	-
Due to town general fund	995,530	-
Deferred grant revenue	<u>3,465,052</u>	-
	<u>4,460,582</u>	-
<b>NET DEBT</b>	<u>563,644</u>	435,401
<b>NON-FINANCIAL ASSETS</b>		
Work in progress	418,538	418,538
Capital assets (Note 6)	4,414,029	4,304,059
Accumulated allowance for amortization (Note 6)	<u>(1,961,786)</u>	<u>(1,880,903)</u>
	<u>2,870,781</u>	2,841,694
	<u>\$ 3,434,425</u>	<u>\$ 3,277,095</u>
<b>SURPLUS</b>	<u>\$ 122,336</u>	\$ 91,423
<b>INVESTMENT IN CAPITAL ASSETS</b>	2,636,031	2,637,858
<b>DEPRECIATION RESERVE FUND</b>	234,346	196,396
<b>SPECIAL RESERVE FUND</b>	<u>441,712</u>	351,418
	<u>3,312,089</u>	3,185,672
<b>TOTAL FUND BALANCE</b>	<u>\$ 3,434,425</u>	<u>\$ 3,277,095</u>

# TOWN OF MIDDLETON

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

YEAR ENDED MARCH 31, 2024  
(UNAUDITED)

	<u>2024</u>	<u>2023</u>
<b>EXPENDITURES</b>		
Capital purchases	<u>\$ 109,970</u>	96,933
<b>NET EXPENDITURES</b>	<u>(109,970)</u>	(96,933)
<b>FINANCING AND TRANSFERS</b>		
Transfers from own reserves, funds and agencies		
Transfer from operating, depreciation	<b>80,883</b>	83,095
Transfer from Town general capital reserve, capital expenditures	<b>60,000</b>	-
Transfer from operating, capital expenditures	<u>-</u>	15,518
<b>TOTAL FINANCING AND TRANSFERS</b>	<u>140,883</u>	98,613
<b>CHANGE IN FUND BALANCE</b>	<b>30,913</b>	1,680
<b>SURPLUS (DEFICIT) AT BEGINNING OF YEAR</b>	<u>91,423</u>	89,743
<b>SURPLUS (DEFICIT) AT END OF YEAR</b>	<u><u>\$ 122,336</u></u>	<u><u>\$ 91,423</u></u>

## TOWN OF MIDDLETON

### NON-CONSOLIDATED SCHEDULE OF FINANCIAL ACTIVITIES OF THE WATER UTILITY INVESTMENT IN CAPITAL ASSETS

YEAR ENDED MARCH 31, 2024  
(UNAUDITED)

	<u>2024</u>	<u>2023</u>
<b>BALANCE, BEGINNING OF YEAR</b>	<b>\$ 2,637,858</b>	<b>\$ 2,672,411</b>
Add:		
Tangible capital purchases (includes work in progress)	<u>109,970</u>	96,933
	<u>109,970</u>	96,933
Deduct:		
Depreciation of capital assets	<u>80,883</u>	83,095
	<u>29,087</u>	13,838
Transfer from Depreciation Reserve for Capital Asset purchases	49,969	34,704
Transfer to Depreciation Reserve for current year depreciation	<u>(80,883)</u>	<u>(83,095)</u>
	<u>(30,914)</u>	(48,391)
Change in Investment in Capital Assets	<u>(1,827)</u>	(34,553)
<b>BALANCE, END OF YEAR</b>	<b><u>\$ 2,636,031</u></b>	<b><u>\$ 2,637,858</u></b>

# TOWN OF MIDDLETON

## NON-CONSOLIDATED SCHEDULE OF FINANCIAL ACTIVITIES OF THE WATER UTILITY DEPRECIATION RESERVE FUND

YEAR ENDED MARCH 31, 2024  
(UNAUDITED)

	2024	2023
<b>BALANCE, BEGINNING OF YEAR</b>	<b>\$ 196,396</b>	<b>\$ 145,806</b>
Add:		
Depreciation	80,883	83,095
Interest earned	7,036	2,199
	<b>87,919</b>	<b>85,294</b>
Deduct:		
Use of Depreciation Reserve for capital expenditures	49,969	34,704
	<b>37,950</b>	<b>50,590</b>
<b>BALANCE, END OF YEAR</b>	<b>\$ 234,346</b>	<b>\$ 196,396</b>
<b>Composed of:</b>		
Cash in bank	\$ 203,432	\$ 148,005
Due from Water Operating Fund	30,914	48,391
	<b>\$ 234,346</b>	<b>\$ 196,396</b>

# TOWN OF MIDDLETON

## NON-CONSOLIDATED SCHEDULE OF FINANCIAL ACTIVITIES OF THE WATER UTILITY SPECIAL RESERVOIR RESERVE FUND

YEAR ENDED MARCH 31, 2024  
(UNAUDITED)

	<u>2024</u>	<u>2023</u>
<b>BALANCE, BEGINNING OF YEAR</b>	<b>\$ 351,418</b>	<b>\$ 6,874</b>
Add:		
Interest earned	346	178
Transfer for Reservoir Reserve	<b>89,948</b>	344,366
	<b>90,294</b>	344,544
 <b>BALANCE, END OF YEAR</b>	 <b>\$ 441,712</b>	 <b>\$ 351,418</b>
 <b>Composed of:</b>		
Cash in bank	<b>\$ 3,816,816</b>	\$ 7,052
Due from water operating fund	<b>89,948</b>	344,366
Deferred grant revenue	<b>(3,465,052)</b>	-
	<b>\$ 441,712</b>	<b>\$ 351,418</b>

# TOWN OF MIDDLETON

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

AS AT MARCH 31, 2024  
(UNAUDITED)

	<u>2024</u>	<u>2023</u>
<b>ASSETS</b>		
<b>FINANCIAL ASSETS</b>		
Cash and cash equivalents	\$ 3,599,213	\$ 3,049,738
Due from operating fund	-	-
Due from general capital fund	-	-
Loans to general capital fund	<u>83,474</u>	<u>137,579</u>
	<u>\$ 3,682,687</u>	<u>\$ 3,187,317</u>
<b>LIABILITIES</b>		
Due to general capital fund	\$ 66,280	\$ 14,964
Due to operating fund	<u>68,077</u>	<u>6,897</u>
	<u>134,357</u>	<u>21,861</u>
<b>SURPLUS</b>	<u>3,548,330</u>	<u>3,165,456</u>
	<u>\$ 3,682,687</u>	<u>\$ 3,187,317</u>

# TOWN OF MIDDLETON

## NON-CONSOLIDATED SCHEDULE OF FINANCIAL ACTIVITIES OF THE RESERVE FUNDS

YEAR ENDED MARCH 31, 2024  
(UNAUDITED)

	2024		2023
	General Operating	General Capital	Total
<b>REVENUE</b>			
Federal government - gas tax		\$ 156,699	\$ 156,699
Interest - bank	27,063	123,036	150,099
Public donations	-	6,793	6,793
	<b>27,063</b>	<b>286,528</b>	<b>313,591</b>
<b>EXPENDITURES</b>			
Bank charges	-	40	40
	<b>27,063</b>	<b>286,488</b>	<b>313,551</b>
<b>NET REVENUE</b>			
<b>FINANCING AND TRANSFERS</b>			
Transfers from (to) own reserves, funds and agencies			
General operating	(69,025)	50,000	(19,025)
General capital	-	144,014	144,014
Water capital	-	(60,000)	(60,000)
General operating, interest	172	4,162	4,334
	<b>(68,853)</b>	<b>138,176</b>	<b>69,323</b>
<b>TOTAL FINANCING AND TRANSFERS</b>			
<b>CHANGE IN FUND BALANCE</b>			
	<b>(41,790)</b>	<b>424,664</b>	<b>382,874</b>
<b>SURPLUS (DEFICIT) AT BEGINNING OF YEAR</b>	<b>551,182</b>	<b>2,614,274</b>	<b>3,165,456</b>
<b>SURPLUS (DEFICIT) AT END OF YEAR</b>	<b>\$ 509,392</b>	<b>\$ 3,038,938</b>	<b>\$ 3,548,330</b>
			<b>\$ 3,165,456</b>

**TOWN OF MIDDLETON**  
**NON-CONSOLIDATED DETAIL SCHEDULE OF FINANCIAL ACTIVITIES**  
**AND BALANCES OF THE RESERVE FUNDS**  
**YEAR ENDED MARCH 31, 2024**  
**(UNAUDITED)**

<b>2023-24</b>	<b>Equipment</b>	<b>Debenture</b>	<b>Industrial Park Land sale surplus</b>	<b>Recreation</b>	<b>Sewer</b>	<b>Elementary School Land sale surplus</b>	<b>Operating</b>	<b>CCBF (Gas Tax)</b>	<b>Fire Capital</b>	<b>Community Centre &amp; Fire Hall</b>	<b>Total</b>
Opening Balance	\$ 65,060	\$ 4,782	\$ 189,946	\$ 1,407	\$ 557,217	\$ 127,722	\$ 551,455	\$ 188,981	\$ 2,490	\$ 1,476,396	\$ 3,165,456
Grant income								156,699			156,699
Donations										6,793	6,793
Interest income - bank	1,593	235	8,263	38	27,172	3,666	27,026	9,369	122	72,616	150,100
Interest income - interfund loans	226		3,260			677	172				4,335
Bank charge						(40)					(40)
Transfers in/(out) from Operating					50,000		(69,025)				(19,025)
Transfers in/(out) to Capital	47,958		131,704		(8,265)	(18,442)	(8,944)	-			144,011
Transfers in/(out) to Water Capital			(60,000)					-			(60,000)
<b>Closing Balance</b>	<b>\$ 114,837</b>	<b>\$ 5,017</b>	<b>\$ 273,173</b>	<b>\$ 1,445</b>	<b>\$ 626,124</b>	<b>\$ 113,583</b>	<b>\$ 500,684</b>	<b>\$ 355,049</b>	<b>\$ 2,612</b>	<b>\$ 1,555,805</b>	<b>\$ 3,548,330</b>
Composed of:											
Cash in bank	\$ 42,299	\$ 5,017	\$ 320,200	\$ 1,445	\$ 634,389	\$ 100,954	\$ 581,458	\$ 355,033	\$ 2,612	\$ 1,555,805	\$ 3,599,212
Due (to)/from Operating	(66)		(865)	-		(331)	(66,831)	16			(68,077)
Due (to)/from Capital	67,870		(97,487)		(8,265)	(10,842)	(17,556)				(66,280)
Loans receivable from Capital	4,734		51,325			23,802	3,614				83,475
<b>Closing Balance</b>	<b>\$ 114,837</b>	<b>\$ 5,017</b>	<b>\$ 273,173</b>	<b>\$ 1,445</b>	<b>\$ 626,124</b>	<b>\$ 113,583</b>	<b>\$ 500,685</b>	<b>\$ 355,049</b>	<b>\$ 2,612</b>	<b>\$ 1,555,805</b>	<b>\$ 3,548,330</b>

<b>2022-23</b>	<b>Equipment</b>	<b>Debenture</b>	<b>Industrial Park Land sale surplus</b>	<b>Recreation</b>	<b>Sewer</b>	<b>Elementary School Land sale surplus</b>	<b>Operating</b>	<b>CCBF (Gas Tax)</b>	<b>Fire Capital</b>	<b>Community Centre &amp; Fire Hall</b>	<b>Total</b>
Opening Balance	\$ 38,941	\$ 4,662	\$ 197,436	\$ 1,387	\$ 494,434	\$ 125,424	\$ 543,982	\$ 128,679	\$ 2,427	\$ 1,392,210	\$ 2,929,582
Grant income								149,388			149,388
Donations										47,528	47,528
Interest income - bank	769	121	4,593	20	12,784	1,193	13,588	3,311	63	36,658	73,098
Interest income - interfund loans	317	-	2,917			1,105	240	-	-	-	4,579
Transfers in/(out) from Operating					50,000		(6,355)				43,645
Transfers in/(out) to Capital	25,034		(15,000)					(92,397)			(82,363)
Transfers in/(out) to Water Capital								-			-
Bank charges											-
<b>Closing Balance</b>	<b>\$ 65,060</b>	<b>\$ 4,782</b>	<b>\$ 189,946</b>	<b>\$ 1,407</b>	<b>\$ 557,217</b>	<b>\$ 127,722</b>	<b>\$ 551,455</b>	<b>\$ 188,981</b>	<b>\$ 2,490</b>	<b>\$ 1,476,396</b>	<b>\$ 3,165,456</b>
Composed of:											
Cash in bank	\$ 35,736	\$ 4,782	\$ 155,084	\$ 1,407	\$ 557,217	\$ 76,996	\$ 550,650	\$ 188,981	\$ 2,490	\$ 1,476,396	\$ 3,049,738
Due (to)/from Operating	(66)		(865)			(331)	(6,947)				(8,209)
Due (to)/from Capital	19,912		(41,692)			7,600	528				(13,652)
Loans receivable from Capital	9,479		77,419			43,458	7,224				137,579
<b>Closing Balance</b>	<b>\$ 65,060</b>	<b>\$ 4,782</b>	<b>\$ 189,946</b>	<b>\$ 1,407</b>	<b>\$ 557,217</b>	<b>\$ 127,722</b>	<b>\$ 551,455</b>	<b>\$ 188,981</b>	<b>\$ 2,490</b>	<b>\$ 1,476,396</b>	<b>\$ 3,165,456</b>