

**MUNICIPALITY OF THE
DISTRICT OF EAST HANTS**

FINANCIAL REPORT

March 31, 2021



EAST HANTS
We live it!

Municipality of the District of East Hants

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March 31, 2021

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Independent Auditor's Report

Her Worship the Warden and
Members of Council of the
Municipality of the District of East Hants

Opinion

We have audited the consolidated financial statements of the Municipality of the District of East Hants (the "Municipality"), which comprise the consolidated statement of financial position as at March 31, 2021, and the consolidated statements of operations, changes in net debt and cash flow for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies (collectively referred to as the "financial statements").

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Municipality as at March 31, 2021, and the results of its operations, changes in net debt, and its cash flows for the year then ended in accordance with Canadian public sector accounting standards ("PSAS").

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards ("Canadian GAAS"). 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 Municipality in accordance with the ethical requirements that are relevant to our audit of the 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.

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

Management is responsible for the preparation and fair presentation of the financial statements in accordance with PSAS, 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 Municipality'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 Municipality or to cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibilities for the Audit of the 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 GAAS 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 GAAS, 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 Municipality's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Municipality's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Municipality to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the 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.

Deloitte LLP

Chartered Professional Accountants

July 28, 2021

Municipality of the District of East Hants
Consolidated Statement of Financial Position
As at March 31, 2021

	2021	2020
FINANCIAL ASSETS		
Cash (Note 2)	\$ 35,973,957	\$ 29,835,746
Taxes and water rates receivable (Note 3)	2,008,546	2,107,520
Accounts receivable (Note 4)	1,573,688	3,078,713
	<u>39,556,191</u>	<u>35,021,979</u>
LIABILITIES		
Accounts payable and accrued liabilities (Note 5)	2,188,063	4,151,506
Deferred revenue - general (Note 6)	3,257,938	1,445,087
Deferred revenue - obligatory reserve (Note 7)	4,378,130	3,835,590
Employee future benefits (Note 10 & 11)	2,839,473	2,392,151
Tax sale surplus	369,200	414,336
Long-term liabilities (Note 9)	29,476,127	30,755,778
	<u>42,508,931</u>	<u>42,994,448</u>
NET DEBT	<u>(2,952,740)</u>	<u>(7,972,469)</u>
NON FINANCIAL ASSETS		
Net tangible capital assets (Note 8)	94,541,267	95,852,956
Work in progress (Note 8)	1,096,027	270,365
Inventory and prepaid expenses	368,953	387,795
	<u>96,006,247</u>	<u>96,511,116</u>
ACCUMULATED SURPLUS (Note 13d)	<u>\$ 93,053,507</u>	<u>\$ 88,538,647</u>

Contingency (Note 16)

Approved on Behalf of the Municipality
of the District of East Hants

.....Warden

.....Clerk

Municipality of the District of East Hants
Consolidated Statement of Operations
Year Ended March 31, 2021

	2021 Budget (Unaudited - Note 17)	2021 Actual	2020 Actual
Revenues			
Property taxes (Note 14)	\$ 27,934,355	\$ 28,904,003	\$ 27,372,690
Grants in lieu of taxes	209,900	215,592	198,366
Sale of services	1,597,568	1,378,621	1,048,534
Other revenue from own sources	730,464	889,475	1,531,453
Unconditional transfers from other governments	187,184	266,808	276,298
Conditional transfers from federal or provincial government	281,441	1,096,917	308,586
Government grants	1,296,797	1,296,813	5,895,455
Development and other contributions applied	366,479	151,479	353,377
Water utility	2,161,210	2,308,191	2,166,657
Total Revenues	34,765,398	36,507,899	39,151,416
Expenses			
General government services	6,754,775	6,218,553	6,395,071
Protective services	7,519,655	7,423,695	7,273,622
Education services (Note 14)	5,487,400	5,487,396	5,296,776
Social services (Note 14)	64,060	60,755	62,197
Transportation services	2,230,470	2,041,286	2,242,132
Environmental health services	5,252,103	4,692,483	5,010,237
Environmental development services	1,579,890	274,353	1,298,515
Recreation and cultural services	3,741,426	3,488,745	2,170,824
Water utility	2,283,385	2,305,773	2,009,253
Total Expenses	34,913,164	31,993,039	31,758,627
Annual Surplus (Deficit)	(147,766)	4,514,860	7,392,789
Accumulated Surplus, Beginning of Year	88,538,647	88,538,647	81,145,858
Accumulated Surplus, End of Year	\$ 88,390,881	\$ 93,053,507	\$ 88,538,647

Municipality of the District of East Hants
Consolidated Statement of Changes of Net Debt
Year Ended March 31, 2021

	2021 Budget (Unaudited - Note 17)	2021 Actual	2020 Actual
Annual Surplus (Deficit)	\$ (147,766)	\$ 4,514,860	\$ 7,392,789
Tangible Capital Assets and Work-in-Progress			
Acquisition of tangible capital assets and work-in-progress	(5,359,483)	(3,540,157)	(13,830,599)
Amortization of tangible capital assets	3,745,108	3,745,108	2,930,140
Net gain on sale of tangible capital assets	(998,200)	(998,200)	(182,641)
Proceeds on sale of tangible capital assets	1,279,276	1,279,276	196,744
	<u>(1,333,299)</u>	<u>486,027</u>	<u>(10,886,356)</u>
Other Non-Financial Assets			
Decrease in inventory and prepaid expenses	-	18,842	9,563
Decrease (Increase) in Net Debt	(1,481,065)	5,019,729	(3,484,004)
Net Debt, Beginning of Year	(7,972,469)	(7,972,469)	(4,488,465)
Net Debt, End of Year	\$ (9,453,534)	\$ (2,952,740)	\$ (7,972,469)

Municipality of the District of East Hants
Consolidated Statement of Cash Flow
Year Ended March 31, 2021

	2021	2020
Operating Transactions		
Annual surplus	\$ 4,514,860	\$ 7,392,789
Add amortization of tangible capital assets	3,745,108	2,930,140
Net gain on sale of tangible capital assets	(998,200)	(182,641)
	<u>7,261,768</u>	<u>10,140,288</u>
Changes in Non-Cash Assets and Liabilities		
Decrease (Increase) in accounts receivable	1,505,025	(1,020,671)
Decrease in taxes receivable	98,974	437,720
(Decrease) increase in accounts payable and accruals	(1,963,439)	582,783
(Decrease) increase in tax sale surplus	(45,136)	27,789
Increase (Decrease) in deferred revenue	2,355,391	(109,064)
Increase in employee benefits/other obligations	447,322	375,488
Decrease in inventory and prepaid expenses	18,842	9,563
	<u>2,416,979</u>	<u>303,608</u>
Net Change in Cash From Operations	9,678,747	10,443,896
Financing Transactions		
Long-term liabilities issued (Note 9e)	3,672,530	5,598,800
Long-term liabilities retired (Note 9c)	(4,952,185)	(2,311,995)
	<u>(1,279,655)</u>	<u>3,286,805</u>
Capital Transactions		
Acquisition of tangible capital assets and work-in-progress	(3,540,157)	(13,830,599)
Proceeds on sale of tangible capital assets	1,279,276	196,744
	<u>(2,260,881)</u>	<u>(13,633,855)</u>
Increase in Cash Position	6,138,211	96,846
Cash Position, Beginning of Year	29,835,746	29,738,900
Cash Position, End of Year	\$ 35,973,957	\$ 29,835,746

1. Significant Accounting Policies

The consolidated financial statements of the Municipality of East Hants (the “Municipality”) are the representations of management prepared in accordance with Canadian Public Sector accounting standards (“PSAS”) established by the Public Sector Accounting Board (“PSAB”) of the Chartered Professional Accountants of Canada (“CPA Canada”). Significant aspects of the accounting policies adopted by the Municipality of East Hants are as follows:

a) Reporting Entity

These consolidated financial statements reflect the assets, liabilities, revenues, expenditures, changes in net debt and cash flows of the reporting entity. The reporting entity is comprised of all organizations and enterprises accountable to the Municipality for the administration of their financial affairs and resources and which are owned or controlled by the Municipality, namely:

- General Operating and Capital
- Water Utility Operating and Capital

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

b) Fund Accounting

Funds within the consolidated financial statements consist of current, capital and reserve funds.

Council approves certain amounts to be set aside in reserves and reserve funds for future operating and capital purposes. Transfers between funds are recorded as adjustments to the appropriate fund balance.

c) 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 - Obligatory Reserve Funds until used for the purpose specified. Expenditures are recognized using the accrual method of accounting.

Property tax revenue is based on assessments determined in accordance with the Province of Nova Scotia legislation. Tax rates are set annually. Taxation revenues are recorded at the time tax billings are issued. Assessments are subject to appeal. Penalties on overdue taxes are recorded in the period levied.

1. **Significant Accounting Policies (Continued)**

d) **Tangible Capital Assets**

Tangible capital assets are recorded in accordance with section 3150 of the PSAS Handbook and are recorded at cost less accumulated amortization.

Amortization has been calculated on a straight-line basis over an asset's useful life as follows:

Land Improvements	20 years
Municipal Buildings	25 - 40 years
Machinery and Equipment	5 - 10 years
Vehicles - residual value \$10,000	4 years
Engineered Structures	
Roadway Systems	50 years
Sidewalks	20 years
LED Streetlights	10 years
Wastewater Collection and Disposal	40 - 50 years
Wastewater Treatment Plants	25 years
Landfill Infrastructure	25 years
Industrial Park Infrastructure	40 years

Water Utility tangible capital assets are depreciated in accordance with the Nova Scotia Utility and Review Board Accounting and Reporting Handbook section 3040 and 3042.

Work in progress ("WIP") is not amortized until completed and put into use.

e) **Deferred Revenue**

Deferred revenue consists of user charges and fees which have been collected but for which the related services have yet to be performed, at which time they will be recognized as revenues.

The Municipality receives infrastructure charge contributions and payments in lieu of green space under provisions of Municipal By-Laws. These funds by their nature are restricted in their use and until applied to applicable capital works, are recorded as Deferred Revenue - Obligatory Reserve Funds. As applied to capital projects, they are recorded as revenue in the year the funds are expended.

f) **Government Contributions**

Government contributions are recognized as revenue in the period the transfer is authorized and all eligibility criteria have been met. Exceptions to this are when the transfer includes stipulations which have not yet been met and cause the Municipality to incur a liability.

g) **Investment Income**

Investment income earned on surplus current funds, capital funds, and reserve funds (other than obligatory reserve funds) is reported as revenue in the period earned. Investment income earned on obligatory reserve funds is reported as part of the respective deferred revenue balance.

1. **Significant Accounting Policies (Continued)**

h) **Employee Future Benefits**

The present value of the cost of providing employees with future benefits programs is expensed as employees earn these entitlements through service. The cost of the benefits earned by employees is actuarially determined using the projected cost method pro-rated on service and management's best estimate of retirement ages of employees and expected health care and other costs.

i) **Budget Figures**

Council completes separate budget reviews for its operating, water utility and capital budgets each year. The approved operating and water utility budget for 2021 is reflected on the Schedule of Current Fund Municipal Operations and Schedule of Current Fund Water Utility. For capital spending, budgets are set for individual projects and funding for these activities is determined annually and made by transfers from reserve funds, transfers from the operating/water utility funds, by the application of applicable grants, other funds available and by debt financing. As many capital projects are carried out over one or more years, it is not practical to present annualized budget information on the Schedule of Capital Fund Operations.

j) **PSAS Budget**

The consolidated financial statements include an unaudited PSAS budget.

With the exception of the water utility budget, amortization and the gain/loss on the sale of assets were not contemplated during the development of the budget and, as such, have been included using actual figures for the budget value.

The reconciliation between the financial plan and the budget figures used in these statements is disclosed as a schedule - Reconciliation of the Financial Plan to the PSAS Budget.

k) **Use of Estimates**

The preparation of these consolidated financial statements in accordance with PSAS requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the consolidated financial statements, and the reported amounts of revenues and expenditures during the reporting period. Actual results could differ materially from these estimates. The Municipality relies on estimates to calculate the landfill liability, pension liability, sick leave liability, allowance for doubtful accounts and the amortization expenses.

l) **Segmented Information**

East Hants is a diversified municipal government that provides a wide range of municipal programs and services to its constituents, including fire, RCMP, waste and recycling services, water supply and distribution, wastewater treatment, libraries, recreation, and tourism. Segmented information has been prepared by major functional classification, consistent with the Consolidated Statement of Operations and provincially legislated requirements.

1. **Significant Accounting Policies (Continued)**

l) **Segmented Information (Continued)**

The major segments are as follows:

General government services: Activities that provide for the overall operation of the Municipality and that are common to, or affect all of the services provided by the Municipality. This includes the administrative arm of the Municipality (finance, taxation & collection, facilities management including interest on debt charges, information services, Chief Administrative Office and human resources) and legislative activities related to the Warden and Council of the Municipality, including their remuneration and expenses.

Protective services: Activities that provide for the public safety of the inhabitants of the Municipality, such as RCMP protection, transfers to correctional services, bylaw enforcement, building inspection, emergency measures, fire department grants and levies and fire hydrants.

Education services: Mandatory education transferred to Chignecto-Central Regional School Board.

Social services: Payments made to Housing Nova Scotia to cover the deficits of the public housing authorities in the region.

Transportation services: Activities, transfers and related debt for roads, sidewalks and LED lighting.

Environmental health services: Activities that provide environmentally regulated services, including wastewater collection, treatment & disposal, waste management center operations, multi stream waste collection and disposal programs and engineering/environmental stewardship.

Environmental development services: Activities that support and control the Municipality's economic development including environmental planning and zoning, industrial park development, tourism and community development.

Recreation and cultural services: Activities that provide recreation and cultural services, including recreational facilities, libraries, and cultural buildings.

Water Utility: Activities related to the operations of the East Hants Water Utility, a 2,868 (2020 - 2,841) customer utility that operates two modern water treatment plants and related infrastructure.

2. **Cash**

Cash is comprised of:

	<u>2021</u>	<u>2020</u>
Bank	\$ 31,256,123	\$ 26,410,156
Restricted cash (obligatory reserves)	4,031,130	3,425,590
Restricted cash (COVID-19 Funding)	686,704	-
	<u>\$ 35,973,957</u>	<u>\$ 29,835,746</u>

2. Cash (Continued)

Administered bank accounts

The Municipality administers bank accounts for Gore, Lantz, Maitland, Milford, Mount Uniacke, Nine Mile River, Noel, Rawdon, Shubenacadie and Walton Fire Departments. These bank accounts are held in the name of the Municipality of the District of East Hants but do not belong to the Municipality and therefore these accounts are not included in the consolidated financial statements.

3. Taxes and Water Rates Receivable

Taxes and water rates receivable have been recorded net of an allowance for doubtful accounts of \$41,310 (2020 - \$28,060), representing management's estimate of uncollectible accounts.

4. Accounts Receivable

The balance for accounts receivable on the consolidated Statement of Financial Position totaled \$1,573,688 (2020 - \$3,078,713). Allowance for doubtful accounts is nil for 2021 and 2020. The accounts receivable balance is comprised of the following:

	<u>2021</u>	<u>2020</u>
Amounts owing - Provincial government	\$ 360,373	\$ 176,562
Amounts owing - Federal government	409,266	1,718,351
Loan to Lantz Volunteer Fire Department	197,809	217,381
Local Improvement Loan	69,000	81,600
Other	537,240	884,819
	<u>\$ 1,573,688</u>	<u>\$ 3,078,713</u>

In 2008/2009 the Municipality loaned the Lantz Volunteer Fire Department the amount of \$370,000 as per section 66(4)(e) of the Municipal Government Act (MGA). The loan period is for 15 years and it is interest bearing at a rate that escalates from 3.10% in year one to 5.48% in year 15. At this time the loan is in good standing but the Municipality has the ability (if needed) to withhold the Fire Levy as collateral on the loan.

5. Accounts Payable and Accrued Liabilities

	<u>2021</u>	<u>2020</u>
Liability for landfill closure/post closure	\$ 182,480	\$ 182,366
Salaries and wages payable	413,647	310,593
Trade payables and accruals	1,591,936	3,658,547
	<u>\$ 2,188,063</u>	<u>\$ 4,151,506</u>

Municipality of the District of East Hants
Notes to the Consolidated Financial Statements
Year Ended March 31, 2021

6. Deferred Revenue - General

	<u>2021</u>	<u>2020</u>
General deferred revenue	\$ 1,644,860	\$ 1,380,403
Water Utility deferred revenue	58,157	53,437
Capital deferred funding	125,217	11,247
Provincial funding - recreation projects	743,000	-
Federal Safe Restart Funding (Note 19)	686,704	-
	<u>\$ 3,257,938</u>	<u>\$ 1,445,087</u>

7. Deferred Revenue - Obligatory Reserve

	<u>2021</u>	<u>2020</u>
Sewer balance March 31, 2020	\$ 2,593,639	\$ 2,644,953
Sewer developer charges	229,537	138,270
Sewer developer interest	20,477	56,137
Transfer - Capital Projects	(64,014)	(243,468)
Transfer - Common Forcemain Easement	-	(2,253)
Sewer balance March 31, 2021	<u>\$ 2,779,639</u>	<u>\$ 2,593,639</u>
Water balance March 31, 2020	\$ 1,166,219	\$ 1,021,308
Water developer charges	226,537	126,270
Water developer interest	8,305	18,641
Transfer - Lantz & Enfield Easements	-	-
Water balance March 31, 2021	<u>\$ 1,401,061</u>	<u>\$ 1,166,219</u>
Green Space balance March 31, 2020	\$ 75,732	\$ 73,422
Green Space contributions	121,053	615
Green Space interest	645	1,695
Green Space balance March 31, 2021	<u>\$ 197,430</u>	<u>\$ 75,732</u>
Sewer Developer Charges	\$ 2,779,639	\$ 2,593,639
Water Developer Charges	1,401,061	1,166,219
Green Space Contributions	197,430	75,732
	<u>\$ 4,378,130</u>	<u>\$ 3,835,590</u>

Municipality of the District of East Hants
Notes to the Consolidated Financial Statements
Year Ended March 31, 2021

8. Tangible Capital Asset Continuity Schedule

	General Capital Assets				Infrastructure				2021 TOTAL	2020 TOTAL
	Land & Land Improvements	Buildings	Machinery & Equipment	Vehicles	Engineered Structures	Industrial Parks	Water Utilities	Assets in WIP		
Cost										
Opening Costs	\$ 5,417,191	\$ 30,219,902	\$ 3,546,962	\$ 397,125	\$ 59,105,331	\$ 7,878,164	\$ 29,714,032	\$ 270,365	\$ 136,549,072	\$ 123,281,895
Additions during year	125,223	604,334	756,745	65,017	26,199	1,082,461	54,516	1,070,751	3,785,246	21,145,878
Disposals & Transfers	(281,076)	-	(114,792)	-	-	-	-	(245,089)	(640,957)	(7,878,701)
Closing Costs	5,261,338	30,824,236	4,188,915	462,142	59,131,530	8,960,625	29,768,548	1,096,027	139,693,361	136,549,072
Accumulated Amortization										
Opening Accum. Amortization	146,481	4,251,273	2,640,451	202,144	24,864,985	1,935,031	6,385,386	-	40,425,751	38,044,930
Amortization in Year	70,250	1,145,643	226,343	26,062	1,587,933	207,466	481,411	-	3,745,108	2,930,140
Adj/Disposals - Accum Amort	-	-	(114,792)	-	-	-	-	-	(114,792)	(549,319)
Acc Amort - End of Year	216,731	5,396,916	2,752,002	228,206	26,452,918	2,142,497	6,866,797	-	44,056,067	40,425,751
Net Book Value	\$ 5,044,607	\$ 25,427,320	\$ 1,436,913	\$ 233,936	\$ 32,678,612	\$ 6,818,128	\$ 22,901,751	\$ 1,096,027	\$ 95,637,294	\$ 96,123,321

Municipality of the District of East Hants
 Schedule of Current Fund Operations - Municipal Operations
 Year Ended March 31, 2021

9. Long-Term Liabilities

a) Of the \$29,476,127 long-term liabilities (2020 - \$30,755,778) certain payments represent a burden on general Municipal Revenues, as they are to be recovered in future years from other sources.

	<u>2021</u>	<u>2020</u>
General revenues	\$ 11,278,332	\$ 11,815,127
Local improvement charges	72,220	87,896
Area rates	6,403,333	7,055,689
Sale of land in Business Parks	2,731,106	2,082,029
Water charges	3,614,326	3,851,747
Tenants rent	5,183,580	5,650,925
Loan to Lantz fire department	193,230	212,365
	<u>\$ 29,476,127</u>	<u>\$ 30,755,778</u>

The long-term liabilities balance above is comprised of 21 (2020 - 22) Nova Scotia Municipal Finance Corporation debentures, bearing interest at rates between 0.678% to 5.644% (2020 - 1.323% to 5.644%) and maturing at various dates between June 2021 and July 2035 (2020- June 2020 and November 2034).

b) The total principal repayments in each of the next five years are as follows:

	<u>2021/2022</u>	<u>2022/2023</u>	<u>2023/2024</u>	<u>2024/2025</u>	<u>2025/2026</u>
Transportation	\$ 408,274	\$ 1,317,077	\$ 946,648	\$ 159,214	\$ 65,150
Environmental Development	247,650	248,991	215,392	215,625	215,872
Environmental Health	623,265	363,204	-	-	-
Sewers	102,780	103,332	107,230	111,387	617,978
Recreation	171,568	180,156	189,317	199,095	1,390,150
Buildings	359,953	361,853	363,953	366,278	368,678
Water Utilities	1,615,340	1,623,463	152,446	12,854	13,426
Hospital	35,932	145,600	140,268	135,894	123,679
Lantz Fire Department	20,120	21,160	151,950	-	-
Tourism	28,000	28,000	28,000	28,000	28,000
East Hants Aquatic Centre	400,000	400,000	400,000	400,000	400,000
Total:	<u>\$ 4,012,882</u>	<u>\$ 4,792,836</u>	<u>\$ 2,695,204</u>	<u>\$ 1,628,347</u>	<u>\$ 3,222,933</u>

Note: Principal Payments include balloon payments that may be re-financed

c) Total charges for the year for long-term liabilities are as follows:

	<u>2021</u>	<u>2020</u>
Principal	\$ 4,952,185	\$ 2,311,995
Interest	1,097,125	1,212,377
	<u>\$ 6,049,310</u>	<u>\$ 3,524,372</u>

Municipality of the District of East Hants
 Schedule of Current Fund Operations - Municipal Operations
 Year Ended March 31, 2021

9. **Long-Term Liabilities (Continued)**

d) Total charges for the year for long-term liabilities were recorded as follows:

	<u>2021</u>	<u>2020</u>
General revenues	\$ 4,170,731	\$ 1,239,000
Local improvement charges	17,601	23,966
Area rates	970,834	984,965
Sale of land in business parks	476,711	861,177
Water charges	413,433	415,264
	<u>\$ 6,049,310</u>	<u>\$ 3,524,372</u>

e) Total long-term liabilities assumed in 2020/2021 were as follows:

<u>Project</u>	<u>2021</u>	<u>Term & Interest Rate</u>
Elmsdale Business Park Expansion	\$ 1,053,000	15 years: 0.68%-2.38%
Lloyd E. Matheson Centre Refinancing	2,619,530	10 years: 0.68%-1.88%
	<u>\$ 3,672,530</u>	

10. **Employee Future Benefits**

The Municipality provides certain employee benefits that require funding in future periods. Under the personnel policies of the Municipality, unused sick leave can accumulate and employees may become entitled to a cash payment when they leave the Municipality's employment. An actuarial valuation of the sick leave liability was completed as of March 31, 2020 and has been recorded in the Consolidated Statement of Financial Position as at March 31, 2021. The Municipality obtains a revised actuarial report every three fiscal years. As of March 31, 2021, the Municipality estimates this obligation to be \$294,984 (2020 - \$282,431).

11. **Pension Plan**

The Municipality operates a defined benefit pension plan, which provides benefits to employees upon retirement. The accrued benefit obligation as at March 31, 2021, is based on an actuarial valuation for accounting purposes as at December 31, 2019, with adjustments based on additional information provided to the actuary as of December 31, 2020. The next actuarial valuation for accounting purposes is to be prepared as of December 31, 2022. The accrued benefit obligation has changed due to, among other assumption changes, a decrease in the discount rate. All plan assets are held by various Manulife Funds.

	Estimated	Estimated
	<u>Dec. 31, 2020</u>	<u>Dec. 31, 2019</u>
Accrued Benefit Obligation	\$22,119,554	\$19,086,377
Fair Value Plan Assets	<u>12,852,337</u>	<u>11,740,714</u>
Funded Status - Plan Deficit	<u>\$ (9,267,217)</u>	<u>\$ (7,345,663)</u>

Municipality of the District of East Hants
 Schedule of Current Fund Operations - Municipal Operations
 Year Ended March 31, 2021

11. Pension Plan (Continued)

The significant actuarial assumptions adopted in measuring the Municipality's accrued benefit obligation as at December 31, 2020 were as follows:

	<u>Dec. 31, 2020</u>	<u>Dec. 31, 2019</u>
Expected long-term rate of return on plan assets	6.25%	6.25%
Rate of compensation increase	3.00%	3.00%
Discount rate used to determine benefit obligation	2.75%	3.25%

The Post-retirement mortality assumption was based on CPM2014 Public Sector Mortality with generational projection.

An actuarial valuation of the pension plan was performed for accounting purposes using the projected benefit method prorated on service. The unamortized actuarial loss is amortized over the expected average remaining service life ("EARSLS") of the employee group; EARSLS in 2021 and 2020 was 17 years.

	<u>Dec. 31, 2020</u>	<u>Dec. 31, 2019</u>
Accrued benefit obligation, net of plan assets	\$9,267,217	\$7,345,663
Unamortized actuarial loss	<u>(6,722,728)</u>	<u>(5,235,943)</u>
Benefit liability recorded in the Statement of Financial Position	<u>\$2,544,489</u>	<u>\$2,109,720</u>

During the year, the Municipality contributed \$490,743 (2020 - \$686,267) and the employees contributed \$232,298 (2020 - \$189,641) to the plan. Benefit payments for the year totaled \$541,145 (2020 - \$754,678).

Administrative fees paid during the year totaled \$12,935 (2020 - \$15,549); Plan Valuation costs were \$7,629 (2020 - \$8,868).

12. Solid Waste Management Facilities Liabilities

The Municipality owns one landfill site for which the permit to operate expired December 31, 2005. As of March 31, 2007, the site has been capped in accordance with all applicable environmental regulations. The site, although not used as a residual waste disposal site, will continue to be used as a construction and demolition disposal site into the future. In addition, the site has an organics and waste transfer facility in operation. East Hants waste has been shipped to a facility outside of its borders since January 1, 2006.

The liability of \$182,480 (2020 - \$182,366) is felt to approximate the present value of post closure costs of the site in accordance with current regulations and has been reported on the Consolidated Statement of Financial Position within accounts payable and accrued liabilities. Costs relating to the post closure of this site include cost for maintenance of sedimentation ponds and testing of the monitoring wells on the site for 30 years after closure. Closure/post closure costs include managements' best estimates of what those costs will be, based on input from engineers on staff. Some costs are projected at an inflation rate of .1%. All costs are discounted using a rate of 6%.

The liability for closure/post closure has been fully funded.

Municipality of the District of East Hants
 Schedule of Current Fund Operations - Municipal Operations
 Year Ended March 31, 2021

13. Municipal Fund Balances

a) The current fund balance is comprised of the following:

	<u>2021</u>	<u>2020</u>
Long term liabilities to fund Hospital	\$ (693,783)	\$ (728,346)
Long term liabilities to fund Sportsplex	(2,130,287)	(2,293,809)
Unfunded pension liability	(2,544,489)	(2,109,720)
Landfill liability funded by reserves	(182,480)	(182,366)
	<u>(5,551,039)</u>	<u>\$ (5,314,241)</u>
Water utility operation	1,719,426	1,533,249
	<u>\$ (3,831,613)</u>	<u>\$ (3,780,992)</u>

b) The capital asset fund balance is comprised of the following:

	<u>2021</u>	<u>2020</u>
Tangible capital assets	\$ 94,541,267	\$ 95,852,956
Work in progress	1,096,027	270,365
Long term financing overage (shortage)	(659,171)	(1,255,080)
Long term liabilities capital	(26,389,825)	(27,439,659)
	<u>\$ 68,588,298</u>	<u>\$ 67,428,582</u>

c) Reserves and reserve funds set aside for specific purposes by Council or required by legislation are comprised of the following:

	<u>2021</u>	<u>2020</u>
Working funds	\$ 19,044,045	\$ 16,319,258
Replacement of equipment/assets	9,070,297	8,389,433
Landfill closure/post closure liability	182,480	182,366
	<u>\$ 28,296,822</u>	<u>\$ 24,891,057</u>

Municipality of the District of East Hants
 Schedule of Current Fund Operations - Municipal Operations
 Year Ended March 31, 2021

13. **Municipal Fund Balances (Continued)**

d) Consolidated Accumulated Surplus:

	<u>2021</u>	<u>2020</u>
Current fund	\$ (3,831,613)	\$ (3,780,992)
Capital asset fund	68,588,298	67,428,582
Reserve fund	28,296,822	24,891,057
	<u>\$ 93,053,507</u>	<u>\$ 88,538,647</u>

14. **Taxation**

	<u>2021</u>	<u>2020</u>
Taxation from real property	\$ 28,904,003	\$ 27,372,690
Less: Taxation collected to pay mandatory provincial taxes for:		
Education Services	(5,487,396)	(5,296,776)
Social Services	(60,755)	(62,197)
Corrections	(291,481)	(290,053)
Net taxes available for municipal purposes	<u>\$ 23,064,371</u>	<u>\$ 21,723,664</u>

15. **Remuneration and Expenses Paid to Council Members and the CAO**

	<u>Stipend/Salary</u>	<u>Expenses</u>	<u>Total</u>
Council			
Warden Eleanor Roulston	\$ 42,176	\$ 748	\$ 42,924
Warden James D. Smith	32,555	508	33,063
Sandra Garden-Cole	12,331	295	12,626
Cecil Dixon	16,616	317	16,933
Norval Mitchell	12,331	295	12,626
Stephen King	16,616	317	16,933
Eldon Hebb	28,947	612	29,559
Ian Knockwood	12,510	295	12,805
Pam Macinnis	16,858	317	17,175
Keith Rhyno	29,794	956	30,750
Wayne Greene	30,217	711	30,928
John A. MacDonald	15,369	295	15,664
Heather A. Smith	16,616	317	16,933
Michael Perry	34,310	612	34,922
Elie Moussa	30,640	609	31,249
Tom Isenor	12,331	295	12,626
Chief Administrative Officer*	170,026	1,223	171,249
	<u>\$ 530,243</u>	<u>\$ 8,722</u>	<u>\$ 538,965</u>

16. Contingency

The Municipality has guaranteed a loan on behalf of the Lantz Fire Department totaling \$193,230 (2020 - \$212,365).

17. Budget Figures

The Municipality's Operating, Water Utility, and Capital budgets are approved by Council. The budget figures, including the financial plan, are not subject to audit procedures. See Reconciliation of the Financial Plan to the PSAS Budget per page 26 of the financial statements for supporting reconciliation schedule.

18. Commitment

On December 21, 2020, the Municipality has committed to work with the East Hants Arena Association (EHAA) to enter into a purchase and sale agreement for the lands and assets of the East Hants Sportsplex for an undeterminable purchase price as of March 31, 2021. In the event the EHAA defaults on their obligations prior to reaching a purchase and sale agreement with the Municipality, the lands and assets of the East Hants Sportsplex will be transferred to the Municipality in kind.

19. COVID-19 Pandemic

On March 11, 2020, the World Health Organization characterized the outbreak of a strain of the novel coronavirus ("COVID-19") as a pandemic, which has resulted in a series of public health and emergency measures that have been put in place to combat the spread of the virus, including the announcement of a state of emergency in the Province of Nova Scotia on March 22, 2020. The duration and impact of COVID-19 is unknown at this time and it is not possible to reliably estimate the impact that the length and severity of these developments will have on the financial results and condition of the Organization in future fiscal years.

As a result of the COVID-19 pandemic, Municipalities received funding from the federal government to cover COVID-19 specific costs incurred by the Municipality during the year. As of March 31, 2021, the Municipality has recognized \$809,965 in revenues in the Statement of Operations and has deferred \$686,704 to be used in the subsequent year to cover COVID-19 related costs.

20. Subsequent Event

On July 20, 2021, the Council of the Municipality approved the transaction outlined in Note 18 of these statements for consideration of \$2,392,090.

Municipality of the District of East Hants
Schedule of Current Fund Operations - Municipal Operations
Year Ended March 31, 2021

	2021 Budget (Unaudited - Note 17)	2021 Actual	2020 Actual
Revenue			
Property taxes	\$ 27,934,355	\$ 28,904,003	\$ 27,372,690
Grants in lieu of taxes	209,900	215,592	198,366
Sale of services	1,597,568	1,378,621	1,048,534
Other revenue from own sources	1,838,916	1,681,309	1,826,671
Unconditional transfers from other governments	187,184	266,808	276,298
Conditional transfers from federal or provincial government agencies	281,441	1,096,917	308,586
Development and other contributions applied	215,000	-	2,253
Other transfers	860,500	860,500	905,000
	<u>33,124,864</u>	<u>34,403,750</u>	<u>31,938,398</u>
Expenses			
General government services	7,157,667	6,586,969	6,623,013
Protective services	8,037,861	7,938,109	7,788,036
Education	5,487,400	5,487,396	5,296,776
Social services	64,060	60,755	62,197
Transportation services	1,175,282	986,097	1,189,067
Environmental health services	5,437,451	4,860,380	5,217,534
Environmental development services	1,372,424	1,049,586	1,129,773
Landfill closure/post closure costs (recovery)	-	114	154
Recreation and cultural services	3,007,222	2,751,471	2,359,863
	<u>31,739,367</u>	<u>29,720,877</u>	<u>29,666,413</u>
Net Revenue	<u>1,385,497</u>	<u>4,682,873</u>	<u>2,271,985</u>
Financing and Transfers			
Debt principal repayment	2,095,612	2,063,499	1,454,183
Decrease in amounts to be recovered	-	(434,883)	(344,108)
Transfer to capital fund	70,000	-	14,372
Transfer from capital reserves	(449,900)	(462,731)	(185,767)
Transfer to operating reserves	(330,215)	3,516,988	1,333,305
	<u>1,385,497</u>	<u>4,682,873</u>	<u>2,271,985</u>
Change in Fund Balance	-	-	-
Opening Fund Balance	(5,314,241)	(5,314,241)	(5,158,949)
Change in Long-Term Liabilities	198,085	198,085	188,816
Change in Unfunded Pension Liability	-	(434,769)	(343,954)
Change in Landfill Liability	-	(114)	(154)
Closing Fund Balance (Note 13a)	<u>\$ (5,116,156)</u>	<u>\$ (5,551,039)</u>	<u>(5,314,241)</u>

Municipality of the District of East Hants
 Schedule of Financial Position - Municipal Operations
 Year Ended March 31, 2021

	2021	2020
FINANCIAL ASSETS		
Cash	\$ 7,377,813	\$ 5,361,527
Taxes and rates receivable	1,281,162	1,403,277
Accounts receivable	1,039,718	939,582
	<u>9,698,693</u>	<u>7,704,386</u>
LIABILITIES		
Accounts payable and accrued liabilities	1,848,000	2,014,525
Deferred revenue - general	3,074,564	1,380,405
Deferred revenue - obligatory reserve	4,378,130	3,835,590
Employee benefits and other obligations	2,839,473	2,392,151
Tax sale surplus	369,200	414,336
Long term liabilities	3,086,302	3,316,119
	<u>15,595,669</u>	<u>13,353,126</u>
NET DEBT	<u>(5,896,976)</u>	<u>(5,648,740)</u>
NON FINANCIAL ASSETS		
Inventory and prepaid expenses	345,937	334,499
ACCUMULATED DEFICIT	<u>\$ (5,551,039)</u>	<u>\$ (5,314,241)</u>

Municipality of the District of East Hants
 Schedule of Current Fund Operations - Water Utility
 Year Ended March 31, 2021

	2021 Budget (Unaudited)	2021 Actual	2020 Actual
Revenue	<u>\$ 2,708,347</u>	<u>\$ 2,851,536</u>	<u>\$ 2,710,002</u>
Expenses			
Operating	1,776,830	1,753,824	1,474,481
Interest on debt	176,012	176,012	187,051
Amortization expense	473,347	481,411	465,907
	<u>2,426,189</u>	<u>2,411,247</u>	<u>2,127,439</u>
Net Revenue	<u>282,158</u>	<u>440,289</u>	<u>582,563</u>
Transfers and Financing			
Principal debt payment	237,421	237,421	228,213
Transfer to capital	32,750	16,691	65,468
	<u>270,171</u>	<u>254,112</u>	<u>293,681</u>
Change in Fund Balance	<u>11,987</u>	<u>186,177</u>	<u>288,882</u>
Opening Fund Balance	<u>1,533,249</u>	<u>1,533,249</u>	<u>1,244,367</u>
Closing Fund Balance (Note 13a)	<u>\$ 1,545,236</u>	<u>\$ 1,719,426</u>	<u>\$ 1,533,249</u>

Municipality of the District of East Hants
 Schedule of Financial Position - Water Utility
 Year Ended March 31, 2021

	2021	2020
FINANCIAL ASSETS		
Cash	\$ 1,105,035	\$ 888,976
Water rates receivable	727,384	704,243
Accounts receivable	38,234	31,143
	<u>1,870,653</u>	<u>1,624,362</u>
LIABILITIES		
Accounts payable and accrued liabilities	116,086	90,973
Deferred revenue - general	58,157	53,436
	<u>174,243</u>	<u>144,409</u>
NET ASSETS	<u>1,696,410</u>	<u>1,479,953</u>
NON FINANCIAL ASSETS		
Inventory and prepaid expenses	23,016	53,296
ACCUMULATED SURPLUS	<u>\$ 1,719,426</u>	<u>\$ 1,533,249</u>

Municipality of the District of East Hants
 Schedule of Capital Fund Operations - Municipal Operations
 Year Ended March 31, 2021

	2021 Actual	2020 Actual
Revenue		
Government grants	\$ 234,341	\$ 3,730,577
Development and other contributions applied	151,479	351,124
	<u>385,820</u>	<u>4,081,701</u>
Expenses		
General government services	309,983	298,712
Protective services	28,931	28,931
Transportation services	1,055,189	1,053,065
Environmental health services	793,583	801,944
Environmental development services	(775,233)	168,743
Recreation and cultural services	853,046	(69,803)
	<u>2,265,499</u>	<u>2,281,592</u>
Net Revenue	(1,879,679)	1,800,109
Financing and Transfers		
Principal payments	(2,102,835)	(1,493,579)
Transfers from reserves	(919,869)	(2,423,377)
Transfers from operations	(16,691)	(79,840)
	<u>(3,039,395)</u>	<u>(3,996,796)</u>
Change in Fund Balance	1,159,716	5,796,905
Opening Fund Balance	67,428,582	61,631,677
Closing Fund Balance (Note 13b)	\$ 68,588,298	\$ 67,428,582

Municipality of the District of East Hants
 Schedule of Financial Position - Municipal Capital Fund
 Year Ended March 31, 2021

	2021	2020
FINANCIAL ASSETS		
Accounts receivable	\$ 495,736	\$ 2,107,988
	<u>495,736</u>	<u>2,107,988</u>
LIABILITIES		
Bank Indebtedness	805,713	1,305,814
Accounts payable and accrued liabilities	223,977	2,046,008
Deferred revenue - general	125,217	11,246
Long term liabilities	26,389,825	27,439,659
	<u>27,544,732</u>	<u>30,802,727</u>
NET DEBT	<u>(27,048,996)</u>	<u>(28,694,739)</u>
NON FINANCIAL ASSETS		
Net tangible capital assets	94,541,267	95,852,956
Work in progress	1,096,027	270,365
	<u>95,637,294</u>	<u>96,123,321</u>
ACCUMULATED SURPLUS	<u>\$ 68,588,298</u>	<u>\$ 67,428,582</u>

Municipality of the District of East Hants

Schedule of Reserve Operations

Year Ended March 31, 2021

	2021 Actual	2020 Actual
Revenue		
Investment income	\$ 208,904	\$ 573,254
Government grants	1,062,472	2,164,878
	<u>1,271,376</u>	<u>2,738,132</u>
Net Transfers From/To Other Funds		
Transfers from Current Fund	(3,054,257)	(1,147,539)
Transfers to Capital Fund	919,868	2,423,377
	<u>(2,134,389)</u>	<u>1,275,838</u>
Net Change in Reserve Funds	3,405,765	1,462,294
Opening Reserve Fund Balance	24,891,057	23,428,763
Closing Reserve Fund Balance (Note 13c)	<u>\$ 28,296,822</u>	<u>\$ 24,891,057</u>
Analyzed as follows:		
Reserves set aside for specific purposes		
Operating Contingencies/Surplus	\$ 6,107,054	4,252,192
General Government	2,196,569	1,969,541
Solid Waste Management Facilities/Equipment	2,773,488	2,599,420
Office Equipment	238,552	228,731
Computer Hardware/Software	466,314	371,510
Aquatic Centre	453,228	637,138
Building and Equipment	269,761	281,736
Transportation and Equipment	1,520,905	1,428,717
Recreation and Leisure	73,513	38,000
Active Transportation	400,000	-
Emergency Measures	252,549	240,787
Passenger Vehicles	219,824	227,580
Gas Tax Excess	3,732,116	4,283,789
Lloyd E. Matheson Centre	336,460	397,404
Business Park Land Development (fr Sales)	1,264,041	741,454
Landfill Closure/Post Closure Costs	182,480	182,366
District Beautification Funds	30,887	29,212
Emergency Grant Fund-Fire Departments	431,806	354,798
Tourism Grant Fund/Capital	187,483	168,223
Economic Development Operations	82,629	168,154
District Recreation Grant Fund	377,919	324,782
Tourism Economic Development Fund	59,752	95,514
Rural Economic Development Fund	186,658	269,903
CSR Contingencies	1,974,144	1,765,932
Lights Communities	120,197	136,707
Lights Other Surplus	220,557	207,242
Sportsplex	(73,610)	152,366
Wastewater System	577,681	374,262
Sidewalks Excess Debenture/Operations	725,648	510,601
East Hants Water system	2,908,217	2,452,996
	<u>\$ 28,296,822</u>	<u>\$ 24,891,057</u>

Municipality of the District of East Hants
 Schedule of Financial Position - Reserves Fund
 Year Ended March 31, 2021

	2021	2020
FINANCIAL ASSETS		
Cash	\$ 28,296,822	\$ 24,891,057
	<u>28,296,822</u>	<u>24,891,057</u>
ACCUMULATED SURPLUS	<u>\$ 28,296,822</u>	<u>\$ 24,891,057</u>

Municipality of the District of East Hants

Reconciliation of the Financial Plan to the PSAS Budget (Unaudited - Note 17)

Year Ended March 31, 2021

	Financial Plan General	Financial Plan Utility	Amortization (TCA)	Financial Plan Capital	Transfers Reserves	Debt Charges Principal	Elimination Entries	PSAS Budget
REVENUE								
Taxes	\$ 27,934,355	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 27,934,355
Water utility	-	2,708,347	-	-	-	-	(547,137)	2,161,210
Grants in lieu of taxes	209,900	-	-	-	-	-	-	209,900
Sale of services	1,597,568	-	-	-	-	-	-	1,597,568
Other revenue from own sources	1,838,916	-	-	-	-	-	(1,108,452)	730,464
Unconditional transfers from other	187,184	-	-	-	-	-	-	187,184
Conditional transfers from government	281,441	-	-	-	-	-	-	281,441
Government grants	-	-	-	1,296,797	-	-	-	1,296,797
Development and other contributions applied	215,000	-	-	151,479	-	-	-	366,479
Other transfers	860,500	-	-	-	-	-	(860,500)	-
Total revenue	33,124,864	2,708,347	-	1,448,276	-	-	(2,516,089)	34,765,398
EXPENSES								
General government services	7,157,667	-	309,983	-	-	-	(712,875)	6,754,775
Protective services	8,037,861	-	28,931	-	-	-	(547,137)	7,519,655
Education services	5,487,400	-	-	-	-	-	-	5,487,400
Social Services	64,060	-	-	-	-	-	-	64,060
Transportation services	1,175,282	-	1,055,188	-	-	-	-	2,230,470
Environmental health services	5,437,451	-	809,083	-	-	-	(994,431)	5,252,103
Water utility	-	2,426,189	-	-	-	-	(142,804)	2,283,385
Environmental development services	1,372,424	-	207,466	-	-	-	-	1,579,890
Recreation and cultural services	3,007,222	-	853,046	-	-	-	(118,842)	3,741,426
Transfer to capital	70,000	32,750	-	-	(102,750)	-	-	-
Debt charges - principal payment	2,095,612	237,421	-	(2,102,835)	-	(230,198)	-	-
Transfer to reserves (capital/operating)	(780,115)	-	-	-	780,115	-	-	-
Total expenses	33,124,864	2,696,360	3,263,697	(2,102,835)	677,365	(230,198)	(2,516,089)	34,913,164
Surplus (Deficit)	\$ -	\$ 11,987	\$ (3,263,697)	\$ 3,551,111	\$ (677,365)	\$ 230,198	\$ -	\$ (147,766)

Municipality of the District of East Hants
Consolidated Schedule of Operations by Function
Year Ended March 31, 2021

	*General Government	Protective Services	Transportation Services	Environmental Health Services	Environmental Development Services	Other
REVENUE						
Property taxes	\$ 23,267,266	2,824,873	\$ 84,475	\$ 2,391,008	\$ -	\$ -
Grants in lieu of taxes	207,190	-	-	8,402	-	-
Sale of services	548,523	-	-	499,654	20,750	-
Other revenue from own sources	1,207,813	97,750	-	216,448	122,977	208,904
Unconditional transfers from other governments	118,317	-	-	118,491	-	-
Conditional transfers from federal or provincial government	809,965	-	-	99,305	135,500	-
Government grants	-	-	-	-	-	1,296,813
Development and other contributions applied	-	-	-	-	-	151,479
Other transfers	-	-	-	860,500	-	-
Water utility	-	-	-	-	-	-
Elimination Entries	(1,000,738)	-	-	(860,500)	-	-
Total revenue	\$ 25,158,336	\$ 2,922,623	\$ 84,475	\$ 3,333,308	\$ 279,227	\$ 1,657,196
EXPENSES						
Salaries, wages and benefits	\$ 3,270,678	\$ 286,046	\$ -	\$ 1,273,502	\$ 808,930	\$ -
Operating costs	3,160,864	7,622,744	816,282	3,491,964	164,061	5,548,151
Elimination Entries	(678,398)	(543,345)	-	(961,594)	-	-
Amortization	309,983	28,931	1,055,188	809,083	207,466	-
Interest on long term debt	155,431	29,318	169,815	95,027	76,594	-
Total expenses	\$ 6,218,558	\$ 7,423,694	\$ 2,041,285	\$ 4,707,982	\$ 1,257,051	\$ 5,548,151
Net gain on sale of TCA	-	-	-	15,500	982,700	-
Surplus (Deficit)	\$ 18,939,778	\$ (4,501,071)	\$ (1,956,810)	\$ (1,359,174)	\$ 4,876	\$ (3,890,955)

* General government includes revenues and expenses that cannot be attributed to a particular sector.

Municipality of the District of East Hants
Consolidated Schedule of Operations by Function
Year Ended March 31, 2021

	Recreation and Culture Services	Water Utility	2021 Total	2020 Total
REVENUE				
Property taxes	\$ 336,381	\$ -	28,904,003	\$ 27,372,690
Grants in lieu of taxes	-	-	215,592	198,366
Sale of services	309,694	-	1,378,621	1,048,534
Other revenue from own sources	36,321	-	1,890,213	2,399,927
Unconditional transfers from other governments	-	-	236,808	214,298
Conditional transfers from federal or provincial government	52,147	-	1,096,917	308,586
Government grants	30,000	-	1,326,813	5,957,455
Development and other contributions applied	-	-	151,479	353,376
Other transfers	-	-	860,500	905,000
Water utility	-	2,851,536	2,851,536	2,710,001
Elimination entries	-	(543,345)	(2,404,583)	(2,316,817)
Total revenue	\$ 764,543	\$ 2,308,191	\$36,507,899	\$ 39,151,416
EXPENSES				
Salaries, wages and benefits	\$ 985,588	\$ 547,113	\$ 7,171,857	\$ 7,062,870
Operating costs	1,370,954	1,206,712	\$23,381,732	23,052,698
Elimination entries	(115,772)	(105,474)	\$ (2,404,583)	(2,316,817)
Amortization	853,046	481,411	\$ 3,745,108	2,930,139
Interest on long term debt	394,928	176,012	\$ 1,097,125	1,212,378
Total expenses	\$ 3,488,744	\$ 2,305,774	\$32,991,239	\$ 31,941,268
Net gain on sale of TCA	-	-	998,200	182,641
Surplus (Deficit)	\$ (2,724,201)	\$ 2,417	\$ 4,514,860	\$ 7,392,789