

Consolidated financial statements

Municipality of the County of Colchester

March 31, 2016

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Management's responsibility for financial reporting

The accompanying consolidated financial statements of the Municipality of the County of Colchester are the responsibility of management and have been approved by the Mayor and Council.

The consolidated financial statements have been prepared by management in accordance with Canadian public sector accounting standards as recommended by the Chartered Professional Accountants of Canada and as such include amounts that are best estimates and judgements of management.

Management is responsible for the integrity and objectivity of these consolidated financial statements and for implementing and maintaining a system of internal controls to provide reasonable assurance that reliable financial information is produced.

The Mayor and Council are responsible for ensuring that management fulfils its responsibilities for financial reporting and internal control and is ultimately responsible for reviewing and approving the consolidated financial statements.


The Mayor and Council meet periodically with management, as well as with the external auditors, to discuss internal controls over the financial reporting process, auditing matters and financial reporting issues, to satisfy themselves that each party is properly discharging their responsibilities, and to review the consolidated financial statements and the external independent auditor's report.

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

On behalf of the Municipality of the County of Colchester



Mayor



Chief Administrative Officer

September 29, 2016



Grant Thornton

Independent auditor's report

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To the Mayor and Members of Council of the Municipality of the County of Colchester

We have audited the accompanying consolidated financial statements of the Municipality of the County of Colchester, which comprise the consolidated statement of financial position as at March 31, 2016, the consolidated statements of operations, changes in net debt and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's responsibility for the consolidated financial statements

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

Auditor's responsibility

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

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

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

Basis for qualified opinion

The Municipality of the County of Colchester has collected donations from the public on behalf of the Central Nova Scotia Civic Centre Society (operating as “Rath Eastlink Community Centre”), the completeness of which is not susceptible to satisfactory audit verification. Accordingly, our verification of these revenues was limited to the amounts recorded in the records of the Municipality and we were not able to determine whether any adjustments might be necessary to revenues, annual surplus and cash flows from operations for the years ended March 31, 2016 and March 31, 2015, assets and/or liabilities as at March 31, 2016 and March 31, 2015 and accumulated surplus as at April 1, 2015 and April 1, 2014 and March 31, 2016 and 2015. Our audit opinion on the consolidated financial statements for the year ended March 31, 2016 was modified accordingly because of the possible effects of this limitation in scope.

Qualified opinion

In our opinion, except for the possible effect of the matter described in the Basis for qualified opinion paragraph above, the consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Municipality of the County of Colchester as at March 31, 2016 and the consolidated results of its operations, changes in net debt and cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Other matter

Our audit was conducted for the purpose of forming an opinion on the consolidated financial statements taken as a whole. The supplementary information included on pages 9 to 11, 14, and 35 to 42 is presented for purposes of additional information and is not a required part of the consolidated financial statements. Such supplementary information has been subjected to the auditing procedures applied, only to the extent necessary to express an opinion on the audit of consolidated financial statements taken as a whole.



Chartered Professional Accountants

Truro, Canada
September 29, 2016

The Municipality of the County of Colchester

Consolidated statement of financial position

March 31

2016

2015

Financial assets

Cash and cash equivalents	\$ <u>17,126,499</u>	\$ <u>14,971,988</u>
Receivables		
Taxes (Note 2)	2,238,843	1,847,168
Due from federal government and its agencies	450,675	520,528
Due from provincial government and its agencies	9,282	690,061
Due from other municipal governments and agencies	3,484,101	4,304,949
Other		
Trade account	1,588,900	1,038,176
Frontage rates (Note 4)	77,335	85,489
	<u>7,849,136</u>	<u>8,486,371</u>
Loans and advances	<u>2,022,908</u>	<u>1,127,628</u>
	<u>26,998,543</u>	<u>24,585,987</u>

Financial liabilities

Payables and accruals		
Trade accounts	<u>4,185,203</u>	<u>4,860,828</u>
Other liabilities		
Accrued pension benefit liability (Note 10)	1,521,723	1,122,086
Balefill closure liability (Note 9)	1,674,527	1,562,109
Other	122,325	109,175
	<u>3,318,575</u>	<u>2,793,370</u>
Prepayment of taxes	<u>1,432,219</u>	<u>1,349,676</u>
Deferred revenue (Notes 1 and 5)		
Street improvement rates	121,329	149,889
Colchester Park	4,359,100	4,442,018
Debert Air Industrial Park	494,166	494,166
Gas tax	1,841,391	2,684,935
Other deferred revenue	872,187	721,234
	<u>7,688,173</u>	<u>8,492,242</u>
Tax sale surplus (Note 6)	<u>451,555</u>	<u>453,936</u>
Asset valuation allowances		
for uncollectible taxes and other receivables	<u>223,068</u>	<u>200,000</u>
Long term debt (Note 8 and Page 34)	<u>24,355,767</u>	<u>21,929,663</u>
	<u>41,654,560</u>	<u>40,079,715</u>
Net debt	\$ <u>(14,656,017)</u>	\$ <u>(15,493,728)</u>

See accompanying notes to the consolidated financial statements

The Municipality of the County of Colchester

Consolidated statement of financial position

March 31

2016

2015

Non-financial assets (liabilities)

Tangible capital assets (Pages 12 and 13)

Property and equipment (Pages 9 and 10)

Accumulated depreciation

\$ 190,268,796 \$ 183,415,710
(80,886,811) (74,355,816)

109,381,985 109,059,894

Prepays

860,912 105,016

Other assets

148,582 178,084

110,391,479 109,342,994

Accumulated surplus

\$ 95,735,462 \$ 93,849,266

Commitments (Note 11)

Contingency (Note 16)

On Behalf of The Municipality of the County of Colchester



Mayor



Chief Administrative Officer

See accompanying notes to the consolidated financial statements

Municipality of the County of Colchester
Consolidated statement of changes in net debt

Year ended March 31	2016 Budget	2016 Actual	2015 Actual
Annual surplus	\$ <u>1,573,508</u>	\$ <u>1,886,196</u>	\$ <u>3,954,233</u>
Acquisition of tangible capital assets	(9,905,000)	(6,930,688)	(15,090,471)
Loss on disposal of tangible capital assets	-	-	79,640
Proceeds on disposal of tangible capital assets	-	-	55,000
Depreciation expense - contributory	60,236	52,789	52,789
Depreciation of tangible capital assets	<u>5,766,247</u>	<u>6,555,808</u>	<u>5,848,482</u>
	<u>(4,078,517)</u>	<u>(322,091)</u>	<u>(9,054,560)</u>
Acquisition of prepaids and other assets, net	<u>-</u>	<u>(726,394)</u>	<u>15,506</u>
Change in net debt	(2,505,009)	837,711	(5,084,821)
Net debt, beginning of year	<u>(14,859,031)</u>	<u>(15,493,728)</u>	<u>(10,408,907)</u>
Net debt, end of year	\$ <u>(17,364,040)</u>	\$ <u>(14,656,017)</u>	\$ <u>(15,493,728)</u>

See accompanying notes to the consolidated financial statements

The Municipality of the County of Colchester

Consolidated statement of cash flows

Year ended March 31

2016

2015

Increase (decrease) in cash and cash equivalents

Operating activities

Annual surplus	\$	1,886,196	\$	3,954,233
Depreciation expense – contributory		52,789		52,789
Depreciation of tangible capital assets		6,555,808		5,848,482
Loss on disposal of tangible capital assets		-		79,640
		<u>8,494,793</u>		<u>9,935,144</u>

Changes in non-cash working capital

Receivables		637,235		4,947,924
Loans and advances		(895,280)		(262,730)
Prepays and other assets		(726,394)		15,506
Payables and accruals		(675,625)		(658,607)
Other liabilities		(175,634)		(3,684,787)
		<u>6,659,095</u>		<u>10,292,450</u>

Capital

Proceeds on sale of tangible capital assets		-		55,000
Purchase of tangible capital assets		(6,930,688)		(15,090,471)
		<u>(6,930,688)</u>		<u>(15,035,471)</u>

Financing activities

Proceeds on issuance of debt		4,750,000		3,232,588
Repayment of debt		(2,323,896)		(2,144,358)
		<u>2,426,104</u>		<u>1,088,230</u>

Net increase (decrease) in cash and cash equivalents		2,154,511		(3,654,791)
Opening, cash and cash equivalents		<u>14,971,988</u>		<u>18,626,779</u>
Closing, cash and cash equivalents	\$	<u>17,126,499</u>	\$	<u>14,971,988</u>

See accompanying notes to the consolidated financial statements

The Municipality of the County of Colchester

Consolidated statement of cost of property and equipment by function

March 31

	Land and Buildings	Plant and Equipment	Other	Total 2016 (Unaudited)	Total 2015 (Unaudited)
General government services:					
Land	\$ 3,233,778	\$ -	\$ -	\$ 3,233,778	\$ 3,110,125
Court house	1,395,260	78,702	567,776	2,041,738	1,749,343
Kemptown	174,943	-	-	174,943	174,943
Other buildings	756,230	-	-	756,230	755,183
Protection services:					
Central dispatch	-	332,136	-	332,136	332,136
Fire service	-	421,920	-	421,920	128,885
Transportation services:					
Street improvements	-	-	1,902,467	1,902,467	1,387,921
Urban sidewalks	10,781,188	710,682	18,359	11,510,229	9,683,223
Rural sidewalks	505,050	-	973,496	1,478,546	1,462,870
Signage	-	-	25,761	25,761	25,761
Roads	-	-	12,277,312	12,277,312	12,124,111
Environmental health services:					
Public works sewers	-	5,441,318	-	5,441,318	4,631,290
Public works building	906,333	-	-	906,333	906,333
Trunk sewer line	-	-	9,481,127	9,481,127	9,481,127
Trunk sewer – Pictou Road	-	-	3,383,159	3,383,159	3,383,159
Regional STP	13,789,406	16,139,146	4,434,362	34,361,583	32,869,410
Urban collection system	19,743	532,746	5,085,067	5,637,556	5,637,556
Lift stations	-	600,812	1,115,895	1,716,707	1,689,786
Brookfield	998,751	746,234	3,227,893	4,972,878	4,972,878
Great Village	351,196	209,261	319,380	879,837	879,837
Tatamagouche	1,139,942	530,438	691,585	2,361,965	2,361,965
Debert	4,029,385	-	-	4,029,385	4,028,687
Debert Phase I	-	-	128,824	128,824	128,824
Leachate treatment plant	-	1,600,342	-	1,600,342	1,600,342

See accompanying notes to the consolidated financial statements

The Municipality of the County of Colchester

Consolidated statement of cost of property and equipment by function

March 31

	Land and Buildings	Plant and Equipment	Other	Total 2016 (Unaudited)	Total 2015 (Unaudited)
Garbage and waste collection and disposal:					
Regional landfill site	8,241,425	2,211,118	987,639	11,440,182	11,440,182
Principal sites	-	-	88,785	88,785	88,785
Balefill Cell 2	-	-	2,529,553	2,529,553	2,529,553
Balefill Cell 3	-	11,527	4,847,091	4,858,618	4,855,826
Invessel composting	-	8,769,944	156,548	8,926,492	8,916,241
Material recovery	3,579,124	2,327,434	186,318	6,092,876	5,974,373
Compost containers	-	1,574,722	-	1,574,722	1,610,674
Wind turbines	-	1,013,828	-	1,013,828	-
Recreation and community services:					
Library	1,091,790	40,375	83,135	1,215,300	1,215,300
Civic centre	22,458,641	6,744,212	4,489,845	33,692,698	33,692,698
Land	180,603	-	-	180,603	180,603
Parks and trails	1,147,216	193,512	536,074	1,876,802	1,825,335
Lighthouse	54,127	2,700	-	56,827	56,827
Tatamagouche water utility:					
Land	7,097	-	-	7,097	7,097
Structures and improvements	307,615	2,394,581	-	2,702,196	2,702,196
Equipment	-	286,798	103,440	390,238	375,968
Mains	-	516,966	-	516,966	507,816
Services	-	112,041	-	112,041	112,041
Meters	-	11,341	-	11,341	11,341
Hydrants	-	79,115	-	79,115	79,115
Debert water utility:					
Structures and improvements	921,371	-	-	921,371	912,937
Mains	-	2,769,730	-	2,769,730	2,659,766
Services	-	-	40,254	40,254	40,254
Meters	-	-	56,875	56,875	56,875
Hydrants	-	-	58,212	58,212	58,212
	<u>\$ 76,070,214</u>	<u>\$ 56,403,681</u>	<u>\$ 57,796,232</u>	<u>\$ 190,268,796</u>	<u>\$ 183,415,710</u>

See accompanying notes to the consolidated financial statements

The Municipality of the County of Colchester Consolidated statement of investment in tangible capital assets

March 31	General	Tatamagouche Water	Debert Water	Total 2016	Total 2015
Balance, beginning of year	\$ 88,132,936	\$ 1,897,022	\$ 544,665	\$ 90,574,623	\$ 83,042,199
Capital purchases (Page 33)	6,788,870	23,420	118,398	6,930,688	15,090,471
Acquisition of long term debt	(4,750,000)	-	-	(4,750,000)	(3,232,588)
Payment on long term debt	1,873,930	14,000	-	1,887,930	1,710,452
Depreciation of assets (non-contributory)	(6,356,767)	(129,283)	(69,758)	(6,555,808)	(5,848,482)
Depreciation of water utility assets (contributory)	-	(34,819)	(17,970)	(52,789)	(52,789)
Disposal of tangible capital asset	-	-	-	-	(134,640)
Balance, end of year	<u>\$ 85,688,969</u>	<u>\$ 1,770,340</u>	<u>\$ 575,335</u>	<u>\$ 88,034,644</u>	<u>\$ 90,574,623</u>

See accompanying notes to the consolidated financial statements

The Municipality of the County of Colchester

Schedule of tangible capital assets

Year ended March 31, 2016

General capital

Cost:	Land	Land Improvements	Land	Municipal Buildings	Buildings/Plants	Electric Data	Office Equipment	Machinery
Balance, beginning of year	\$ 7,030,880	\$ 2,127,474	\$ 26,506,707	\$ 69,934,153	\$ 602,145	\$ 289,071	\$ 13,642,571	
Acquisition of tangible capital assets	-	159,413	-	2,629,139	292,395	-	909,392	
Disposal of tangible capital assets	-	-	-	-	-	-	(77,601)	
Balance, end of year	7,030,880	2,286,887	26,506,707	72,563,292	894,540	289,071	14,474,362	

Accumulated depreciation:

Balance, beginning of year	-	(186,203)	(1,425,606)	(39,104,643)	(323,103)	(215,422)	(5,559,885)	
Annual depreciation	-	(85,091)	(662,668)	(2,702,954)	(55,813)	(21,488)	(947,197)	
Accumulated depreciation on disposals	-	-	-	-	-	-	77,601	
Balance, end of year	-	(271,294)	(2,088,274)	(41,803,167)	(378,916)	(236,910)	(6,429,481)	

Net book value of tangible capital assets \$ 7,030,880 \$ 2,015,593 \$ 24,418,433 \$ 30,755,695 \$ 515,624 \$ 52,161 \$ 8,044,881

Cost:	Vehicles	Roads	Sidewalks	Sewer	Landfill	Total
Balance, beginning of year	\$ 2,164,629	\$ 13,512,107	\$ 10,701,661	\$ 20,113,634	\$ 9,267,056	\$ 175,892,088
Acquisition of tangible capital assets	-	667,747	1,557,894	559,847	13,043	6,788,870
Disposal of tangible capital assets	-	-	-	-	-	(77,601)
Balance, end of year	2,164,629	14,179,854	12,259,555	20,673,481	9,280,099	182,603,357

Accumulated depreciation:

Balance, beginning of year	(2,015,622)	(5,162,445)	(5,199,867)	(6,245,606)	(3,891,323)	(69,329,725)
Annual depreciation	(60,671)	(527,553)	(521,082)	(401,568)	(370,682)	(6,356,767)
Accumulated depreciation on disposals	-	-	-	-	-	77,601
Balance, end of year	(2,076,293)	(5,689,998)	(5,720,949)	(6,647,174)	(4,262,005)	(75,608,891)

Net book value of tangible capital assets \$ 88,336 \$ 8,489,856 \$ 6,538,608 \$ 14,026,307 \$ 5,018,094 \$ 106,994,466

See accompanying notes to the consolidated financial statements

The Municipality of the County of Colchester

Schedule of tangible capital assets

Year ended March 31, 2016

Debert Water Utility

	<u>Buildings</u>	<u>Machinery</u>	<u>Water Lines</u>	<u>Vehicles</u>	<u>Total</u>
Cost:					
Balance, beginning of year	\$ 2,409,239	\$ 68,257	\$ 1,211,108	\$ 39,443	\$ 3,728,047
Acquisition of tangible capital assets	8,434	-	109,964	-	118,398
Balance, end of year	2,417,673	68,257	1,321,072	39,443	3,846,445
Accumulated depreciation:					
Balance, beginning of year	(2,180,317)	(38,885)	(871,126)	(16,435)	(3,106,763)
Accumulated depreciation contributory	-	-	-	-	(76,618)
Annual depreciation contributory	-	-	-	-	(17,970)
Annual depreciation	(28,169)	(7,834)	(25,865)	(7,890)	(69,758)
Balance, end of year	(2,208,486)	(46,719)	(896,991)	(24,325)	(3,271,109)
Net book value of tangible capital assets	\$ 209,187	\$ 21,538	\$ 424,081	\$ 15,118	\$ 575,336

Tatamaquouche Water Utility

	<u>Land</u>	<u>Buildings</u>	<u>Machinery</u>	<u>Water Lines</u>	<u>Vehicles</u>	<u>Office Equipment</u>	<u>Total</u>
Cost:							
Balance, beginning of year	\$ 7,097	\$ 2,951,530	\$ 114,447	\$ 702,354	\$ 15,735	\$ 4,411	\$ 3,795,574
Acquisition of tangible capital assets	-	-	-	9,150	14,270	-	23,420
Balance, end of year	7,097	2,951,530	114,447	711,504	30,005	4,411	3,818,994
Accumulated depreciation:							
Balance, beginning of year	-	(1,068,904)	(93,185)	(464,356)	(15,278)	(4,411)	(1,646,134)
Accumulated depreciation contributory	-	-	-	-	-	-	(196,575)
Annual depreciation contributory	-	-	-	-	-	-	(34,819)
Annual depreciation	-	(108,163)	(3,473)	(15,629)	(2,018)	-	(129,283)
Balance, end of year	-	(1,177,067)	(96,658)	(479,985)	(17,296)	(4,411)	(2,006,811)
Net book value of tangible capital assets	\$ 7,097	\$ 1,774,463	\$ 17,789	\$ 231,519	\$ 12,709	\$ -	\$ 1,812,183
Total net book value of all tangible capital assets							\$ 109,381,985

See accompanying notes to the consolidated financial statements

The Municipality of the County of Colchester

Schedule of reserve funds

Year ended March 31, 2016

	Special Capital	Special Operating	Solid Waste Equipment	Vehicle Reserve	Recreation Reserve	Fire Insurance Reserve	Liner Replacement	Courthouse Reserve
Revenues								
Interest	\$ 4,016	\$ 31,792	\$ 9,381	\$ 3,635	\$ 499	\$ 4,557	\$ -	\$ 6,955
Grants (net of expense)	70,000	393,879	50,000	-	-	-	-	-
Insurance proceeds	25,479	-	-	-	-	-	-	-
Net revenues	99,495	425,671	59,381	3,635	499	4,557	-	6,955
Net transfers (to) from	-	136,618	39,577	(398,064)	44,205	(216,665)	48,129	7,605
Change in fund balances	99,495	562,289	98,958	(394,429)	44,704	(212,108)	48,129	14,560
Opening fund balances	467,710	3,656,487	1,083,800	361,038	16,515	477,200	(341,748)	813,221
Closing fund balances	\$ 567,205	\$ 4,218,776	\$ 1,182,758	\$ (33,391)	\$ 61,219	\$ 265,092	\$ (293,619)	\$ 827,781

	Trail Reserve	Major Floods	Street Repaving	Balefill Improvements	Municipal Infrastructure Development and Plan	Salmon River School	Total 2016	Total 2015
Revenues								
Interest	\$ 1,108	\$ 1,020	\$ 1,219	\$ 371	\$ 16,789	\$ 234	\$ 81,576	\$ 120,374
Grants (net of expense)	-	-	-	-	32,731	-	546,610	-
Insurance proceeds	-	-	-	-	-	-	25,479	37,632
Net revenues	1,108	1,020	1,219	371	49,520	234	653,665	158,006
Net transfers (to) from	81,980	(42,763)	(50,000)	92,829	(354,090)	(13,438)	(624,077)	(2,306,797)
Change in fund balances	83,088	(41,743)	(48,781)	93,200	(304,570)	(13,204)	29,588	(2,148,791)
Opening fund balances	49,629	70,142	66,401	(4,445)	2,164,216	29,235	8,909,401	11,058,192
Closing fund balances	\$ 132,717	\$ 28,399	\$ 17,620	\$ 88,755	\$ 1,859,646	\$ 16,031	\$ 8,938,989	\$ 8,909,401

See accompanying notes to the consolidated financial statements

The Municipality of the County of Colchester

Notes to the consolidated financial statements

March 31, 2016

1. Summary of significant accounting policies

Principles and basis of consolidation

The consolidated financial statements of the Municipality of the County of Colchester are the representations of management prepared in accordance with Canadian Public Sector Accounting Standards as recommended by CPA Canada Public Sector Accounting Board (PSAB).

The consolidated statement of financial position includes all of the assets and liabilities of the Municipality.

Reporting entity

The consolidated financial statements reflect the assets, liabilities, revenues, expenditures and changes in fund balances and in financial position of the reporting entity. The reporting entity is comprised of all operations accountable for the administration of their affairs and resources to the Municipality and which are owned or controlled by the Municipality. These include the Tatamagouche and Debert water operating and capital funds, and the County's proportionate share of the Central Nova Scotia Civic Centre Society (operating as the "Rath Eastlink Community Centre").

Interdepartmental and organizational transactions and balances are eliminated.

Segmented information

The Municipality of the County of Colchester is a diversified municipal unit that provides a wide range of services to its residents. For management reporting purposes, the Municipality's operations and activities are organized and reported by fund. This presentation is in accordance with the Provincial Financial Reporting and Accounting Manual, and was created for the purpose of recording specific activities to attain certain objectives in accordance with special regulations, restrictions or limitations. Municipal Services are provided by departments and their activity is reported in these funds. The services provided by these departments are as follows:

General government services - Administration

This segment is responsible for the overall local government administration. Its tasks include direction for Municipality services, such as planning, engineering, finance, and information technology in adherence to the Municipal Government Act.

Protective services

This segment is primarily responsible for police, fire protection and by-law administration for its residents. The Municipality engages the services of various not for profit, volunteer fire departments in order to fulfill its fire protection role. The Municipality collects area rates for each fire department. Other protective services include fees paid to the Province for correctional services.

Transportation services

The Municipality is responsible for the maintenance of certain local roads and street lights within its jurisdiction.

Environmental health services - Public Works and Solid Waste

This segment is responsible for the maintenance and operations of waste and sewer services provided to residents and other customers. Its tasks include the provision of waste collection through contract, recycling, and composting.

The Municipality of the County of Colchester

Notes to the consolidated financial statements

March 31, 2016

1. Summary of significant accounting policies (continued)

Segmented information (continued)

Public health services

This segment is to provide financial assistance in the areas of public housing and health services.

Environmental development services

This segment is responsible for the issuance of development permits and approving subdivision applications.

This segment also includes municipal contributions to the regional economic development authorities, who are mandated to promote development with our respective communities.

Recreation and cultural services

This segment is responsible for promoting and offering recreation opportunities and activities to the Municipality's residents, specializing in maintaining and assisting recreational facilities within the Municipality such as parks, rinks, swimming pools, trails and libraries.

Water treatment and distribution

This segment manages water treatment and distribution facilities and services within the Municipality and includes activities such as source of supply, power and pumping, water treatment, transmission and distribution.

Revenue recognition

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

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

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

Unconditional and conditional transfers from other governments are recognized as revenues in the period that events giving rise to the transfers occurred as long as the transfer is authorized, eligibility criteria (if any) have been met and a reasonable amount of the transfer amount can be estimated.

Expenditures are recognized on an accrual basis as they are incurred and are measured as a result of receipt of goods or services and the creation of a legal obligation.

The Municipality collected revenue on behalf of the Villages of Bible Hill and Tatamagouche. Revenue collected is not recorded in the consolidated financial statements of the Municipality. The amount collected and remitted to the Villages is \$2,231,449 (2015: \$2,161,732).

The Municipality of the County of Colchester

Notes to the consolidated financial statements

March 31, 2016

1. Summary of significant accounting policies (continued)

Use of estimates

The preparation of the consolidated financial statements in conformity with Canadian Public Sector Accounting Standards requires the Municipality's management to make estimates and assumptions that affect the amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and reported amounts of revenue and expenditures during the year. Estimates in the consolidated financial statements include the allowance for doubtful accounts, depreciation expense based on estimated useful lives of tangible capital assets, accrued pension benefit liability and balefill closure liability. Actual results could differ from those reported.

Cash and cash equivalents

Cash and cash equivalents include cash on hand, balances with banks and guaranteed investment certificates.

Financial instruments

The Municipality's financial instruments consist of cash and cash equivalents, receivables, loans and advances, payables and accruals, other accruals, bridge loan, and long term debt and are carried at cost which approximates their fair value.

Deferred revenue

Deferred revenue relating to the Colchester and Debert Parks will be recognized in the period that the resources are used for the specified purposes outlined in its agreement and as the Municipality discharges its obligations, in accordance with the terms and conditions of the agreement.

Gas Tax and other deferred grant revenue will be recognized in the period in which any stipulations and eligibility criteria been met.

Tangible capital assets

Tangible capital assets are recorded at cost which includes all amounts that are directly attributable to acquisition, construction, development or betterment of the assets. The cost, less residual value, of the tangible capital assets is amortized on a straight-line basis over the estimated useful life as follows:

	<u>Years</u>
Land improvements	25
Buildings	20 - 40
Machinery and equipment	5 - 20
Vehicles	5
Sewers	50
Sidewalks	20
Roads	25
Landfill	25

The Municipality of the County of Colchester

Notes to the consolidated financial statements

March 31, 2016

1. Summary of significant accounting policies (continued)

Tangible capital assets (continued)

No amortization is charged in the year of acquisition. Assets under construction are not amortized until the asset is available for productive use.

Contributed capital assets

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

General and other funds

The Municipality records its capital assets in a separate investment in tangible capital asset fund which consists of the historical asset cost less the related long term debt and accumulated depreciation.

Water capital funds

In the Tatamagouche Water Capital Fund and Debert Water Capital Fund, depreciation is also calculated based on approval received from the Nova Scotia Utilities and Review Board (NSUARB). The depreciation charge is 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 NSUARB, to repay principal of capital debt.

Allocation of municipal costs to water utility funds

Where identifiable, costs incurred by the Municipality of the County of Colchester on behalf of the water utilities are charged to the utility funds. Salary and wage related costs are charged directly or allocated in proportion to time spent performing functions on behalf of the water utilities.

Employee benefits plans

For municipal employees, except those employees working at the Materials Recovery Facility under the Collective Agreement, the Municipality accrues its obligation under an employee benefit plan and the related costs, net of plan assets. The Municipality has adopted the following policies:

- The cost of pensions earned by employees is actuarially determined using the accrued benefit (or unit credit) method. The solvency liability is equal to the actuarial present value of all benefits earned by members for service prior to the valuation date assuming the plan is wound up on the valuation date (and treating all members as vested).
- For purposes of calculating the expected return on plan assets, the solvency assets are equal to the sum of the net market value and the solvency asset adjustment, less an allowance for windup expenses.

For municipal employees at the Materials Recovery Facility who became employees of the Municipality on December 1, 2010, or who have been hired to work at the facility since that date, participate in a Registered Retirement Savings Plan (RRSP). The managers at the Materials Recovery Facility were allowed to transfer to the defined benefit plan effective December 1, 2010.

As described above and in Note 10, the Municipality has a defined benefit plan and registered retirement savings plan covering essentially all of its employees.

The Municipality of the County of Colchester

Notes to the consolidated financial statements

March 31, 2016

1. Summary of significant accounting policies (continued)

Sick leave

The municipality provides sick leave benefits to its employees. Public sector accounting standards require a liability and expense for compensated absences that vest or accumulate and do not vest. The Municipality has not had the liability calculated by an actuary therefore any liability cannot be reasonably estimated and has not been recognized in these financial statements.

Solid waste management facilities liabilities

The Municipality accrues landfill closure and post-closure care requirements that include final covering and landscaping of the landfill, pumping of ground water and leachates from the site, and ongoing environmental monitoring, site inspection and maintenance. The reported liability for closure and post-closure care is recognized as the landfill site's capacity is used. Closure costs are included in the annual operating costs as each cell of the landfill site is filled and capped. The PV of the estimated annual post closure costs are being accrued over the remaining life of the landfill site.

Future events may result in significant changes to the estimated total expenses, capacity used or total capacity and the estimated liability, and would be recognized prospectively, as a change in estimate, when applicable.

Liability for contaminated sites

Contaminated sites are a result of contamination being introduced into air, soil, water or sediment of a chemical, organic or radioactive material or live organism that exceeds an environmental standard. The liability would be recorded net of any expected recoveries. A liability for remediation of contaminated sites would be recognized when all the following criteria are met:

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

As at March 31, 2016 there are no known contaminated sites identified.

2. Taxes receivable	Current Year	Prior Years	2016	2015
			Total	Total
Balance, beginning of year	\$ -	\$ 1,670,311	\$ 1,670,311	\$ 1,624,511
Current year's tax levy	<u>32,141,211</u>	<u>-</u>	<u>32,141,211</u>	<u>30,635,910</u>
	32,141,211	1,670,311	33,811,522	32,260,421
Deduct:				
Current year's collection	30,289,962	1,356,304	31,646,266	30,455,566
Write-offs	2,310	7,923	10,233	2,370
Reduced taxes	<u>131,104</u>	<u>-</u>	<u>131,104</u>	<u>132,174</u>
	<u>30,423,376</u>	<u>1,364,227</u>	31,787,603	<u>30,590,110</u>
Balance, end of year	\$ <u>1,717,835</u>	\$ <u>306,084</u>	2,023,919	1,670,311
Interest receivable, end of year			214,924	<u>176,857</u>
Balance, end of year, including interest			\$ 2,238,843	\$ 1,847,168

The Municipality of the County of Colchester

Notes to the consolidated financial statements

March 31, 2016

3. Tax collections	<u>2016</u>	<u>2015</u>
Total taxes collected *	\$ <u>30,423,376</u>	\$ <u>29,255,978</u>
Percentage current period's taxes collected	<u>94.7%</u>	<u>95.6%</u>

* Collections include taxes reduced through granting of exemptions.

The tax levy was as follows:

Residential assessments	\$ <u>0.85</u>	\$ <u>0.85</u>
Commercial assessments	\$ <u>2.25</u>	\$ <u>2.25</u>

4. Frontage rates receivable	<u>2016</u>	<u>2015</u>
Street improvements	\$ <u>64,941</u>	\$ <u>75,445</u>
Interest receivable	<u>12,394</u>	<u>10,044</u>
Balance, end of year, including interest	\$ <u>77,335</u>	\$ <u>85,489</u>

5. Deferred revenue

In the agreement with the former Colchester Regional Development Agency, the Municipality received funds related to the sale of houses in the Colchester Park. These funds including interest earned, less expenditures totals \$4,359,100 (2015 - \$4,442,018) at March 31, 2016. The revenue will be recognized as upgrading and maintenance for the Debert Area infrastructure as it occurs.

The Municipality and the Province of Nova Scotia have signed an agreement which initially turned over the water and sewer operations within the Debert Air Industrial Park to the Municipality. As part of this agreement, the province initially turned over \$1,735,000 towards capital upgrades that were in progress at the time of the transfer. The Municipality will recognize these funds as revenue as the related capital upgrades are incurred. During 2016, \$Nil (2015 - \$ nil) has been recognized.

The Province of Nova Scotia signed an agreement with the Federal government which would enable the Province to transfer gas tax rebates to municipalities for specific capital improvements. The program was to initially run for five years, but has been extended past this five year time frame. In 2016, \$2,623,813 (2015 - \$2,609,626) has been recognized in revenues by the Municipality.

The Municipality of the County of Colchester

Notes to the consolidated financial statements

March 31, 2016

6. Tax sale surplus

The Municipality is required to hold these funds in the Operating Fund statement of financial position for 20 years. After the expiry date, the cash will then be transferred to the Capital Reserve Fund. Of the total amount, the following can be transferred:

2021	\$ 11,897	2029	\$ 46,256
2022	\$ 19,663	2030	\$ 13,964
2024	\$ 43,611	2031	\$ 63,039
2025	\$ 7,525	2033	\$ 32,669
2026	\$ 84,304	2034	\$ 23,915
2027	\$ 100,052	2035	\$ 2,515
2028	\$ 1,790	2036	\$ 355

7. Rate of return on rate base

For the year ended March 31, 2016, the Tatamagouche Water Utility had a rate of return on rate base of (.50%) (2015 – (2.91%)).

For the year ended March 31, 2016, the Debert Water Utility had a rate of return on rate base of 17.58% (2015 – 11.65%).

8. Long term debt

Schedule of consolidated debt changes and term debt is detailed on page 34. Principal repayments in each of the next five years are due as follows:

2017	\$ 3,130,240
2018	\$ 2,098,590
2019	\$ 1,945,288
2020	\$ 1,760,989
2021	\$ 1,441,173

All long term debt outstanding at year end has been properly authorized by Service Nova Scotia and Municipal Relations.

9. Balefill closure liability

The Kemptown Balefill facility opened to accept solid waste in July of 1995. The facility's original useful life was estimated by the project consultants at 35 years. A consultant's study completed in 2013 has estimated that the site's useful life is extended to 2086. At that time, the Municipality implemented a closure reserve which would provide funding to remediate the site and to monitor environmental conditions. In 2005, the Municipality recognized the closure as a liability and accordingly, set up the liability in general operations by transferring the reserve fund balance.

The Municipality of the County of Colchester

Notes to the consolidated financial statements

March 31, 2016

9. Balefill closure liability (continued)

A determination of the requirement for closure has been based on limited information from a similar operation. As more information becomes available, the liability for the site will be adjusted accordingly.

The estimated liability for closure and post closure costs at this date is \$12,298,229. At March 31, 2016, the liability balance is \$1,674,527 (2015 - \$1,562,109).

Current capacity of the site is estimated at 4,791,670 cubic meters. At March 31, 2016, 13.62% of the capacity, or 652,434 cubic meters of the site has been used. This differs from the prior year capacity calculation.

It is expected that post closure costs will continue for an indefinite time after closure of the site. The \$12,298,229 closure costs are reviewed annually as cells are capped as the capping of the cells impact the estimated liability closure.

The Municipality constructed the third cell and liner in 2006. Eleven cells are expected to be completed and filled at the time of site closure. The fourth cell construction was completed in fiscal 2015.

10. Employee retirement benefits

The Municipality operates a defined benefit pension plan, which provides benefits to employees upon retirement. The most recent actuarial valuation was at December 31, 2013. On a going-concern basis, the value of accrued benefits, at December 31, 2013, exceeded the value of the plan assets by \$33,701. On a wind-up basis, the liabilities exceed the assets by \$988,486. As a result of the December 2010 actuarial valuation, the Municipality made special payments into the plan during fiscal 2015 of \$98,811. This fully funded the going concern deficit of \$33,701, as determined in the December 2013 actuarial valuation. No further special payments will be required. The next actuarial valuation will be completed as at December 31, 2016.

The assumptions and methods used in the valuation, as selected by management following consultation with the Municipality's Actuary, conform to the requirements of PS 3250.

	<u>December 31, 2015</u>		<u>December 31, 2014</u>
Market Value of Assets	\$ 9,840,137	\$	8,845,920
Accrued Benefit Obligation	<u>13,449,166</u>		<u>12,809,070</u>
Surplus/ (Deficit)	\$ <u>(3,609,029)</u>	\$	<u>(3,963,150)</u>
	EARSL 11 years		EARSL 12 years

The Municipality of the County of Colchester

Notes to the consolidated financial statements

March 31, 2016

10. Employee retirement benefits

Components of Pension Expense under PS 3250:

The main components of pension expense under PS 3250 for the year January 1, 2015 to December 31, 2015.

		<u>2015</u>
Employer's Current Service Cost	\$	684,050
Interest Cost on Accrued Benefit Obligation		461,480
Expected Return on Plan Assets		(586,688)
Amortization of net actuarial loss/ (gain)		<u>258,279</u>
Pension Expense/(Income) for 2015	\$	<u>817,122</u>

In accordance with PS 3250, actuarial gains and losses will be amortized on a straight line basis over EARSL (expected average remaining service lifetime) of the members. For the fiscal 2016 year, the cumulative actuarial gain/loss at the beginning of the year is amortized over EARSL.

Accrued Benefit Liability / (Asset) on the consolidated statement of financial position:

		<u>2015</u>
Balance January 1, 2015	\$	1,122,086
Pension Expense/(Income) for 2015		817,121
Municipality's Contributions		<u>(417,484)</u>
Balance December 31, 2015	\$	1,521,723

The significant actuarial assumptions adopted measuring the Municipality's accrued benefit obligations as at December 31, 2015 were as follows:

Expected long-term rate of return on plan assets:	6.50%
Rate of compensation increase:	3.00%
Discount rate used to determine benefit obligation:	3.75% per annum as at December 31, 2015 3.5% per annum as at December 31, 2014
EARSL:	11 years
The Actuarial Cost Method:	Projected Accrued Benefit prorated on Service
Post-retirement mortality:	2014 Canadian Pensioners Mortality Table for Public Sector Employees (CPM 2014 Public) with generational projection using improvement factors from scale B1-2014 at December 31, 2014.

All plan assets are held by various Standard Life Funds.

During the year, the Municipality and employees contributed \$430,189 (including special payments) and \$312,056 respectively, to the plan. Benefit payments for the year totaled \$244,087.

Effective July 1, 2014, members contribute 7.0% of their pensionable earnings up to the YMPE plus 8.5% of pensionable earnings in excess of the YMPE. The Municipality contributes the balance of the cost required to fund the benefits, at a rate of 132.5% of employee contributions, plus any special payments determined by actuarial valuation.

The Municipality of the County of Colchester

Notes to the consolidated financial statements

March 31, 2016

11. Commitments

- (i) The Municipality has entered into agreements to lease motor vehicles, office equipment, and information technology (IT) equipment for various periods until 2020. Payments for each of the next four years are as follows:

2017	\$	37,095
2018	\$	28,719
2019	\$	19,118
2020	\$	18,027

- (ii) In previous years, the Municipality by resolution provided guarantees as follows:
- guarantee of \$900,000 for the Valley Kempton & District Fire Brigade for the purchase of a new aerial platform fire apparatus. As of March 31, 2016 the loan is \$197,099.
- (iii) Under the terms and conditions of the agreement relating to the transfer of infrastructure system assets of the Debert Air Industrial Park (DAIP) from the Province of Nova Scotia to the Municipality, the Municipality has agreed to incur capital expenditures for infrastructure development in the amount of \$3,000,000 within four years of the asset transfer date of March 31, 2008. As of March 31, 2016, the Municipality has incurred approximately \$1,660,000 in expenditures in a six year period towards the treatment plant, lift stations, sewer lines, highway entrance and sidewalk. The Province is aware of the delays in the project and the funding has not been recalled.

12. Remuneration

The gross earnings paid during the year and expenses paid on behalf of each member of council and CAO are as follows:

<u>Name and Position</u>	<u>Gross Earnings</u>		<u>Expenses</u>		<u>Total</u>
Christine Blair, Councillor	\$	24,343	\$	846	\$ 25,189
Ronald Cavanaugh, Councillor	\$	24,343	\$	321	\$ 24,664
Mike Cooper, Councillor	\$	24,343	\$	-	\$ 24,343
Lloyd Gibbs, Councillor	\$	24,343	\$	868	\$ 25,211
Michael Gregory, Councillor	\$	24,343	\$	2,019	\$ 26,362
Doug MacInnes, Councillor	\$	24,343	\$	667	\$ 25,010
Karen MacKenzie, Councillor	\$	20,297	\$	-	\$ 20,297
Bill Masters, Deputy Mayor	\$	29,787	\$	1,247	\$ 31,034
Wade Parker, Councillor	\$	24,343	\$	16	\$ 24,359
Geoff Stewart, Councillor	\$	24,343	\$	803	\$ 25,146
Tom Taggart, Councillor, Atlantic Region FCM Representative	\$	24,343	\$	7,194	\$ 31,537
Robert Taylor, Mayor	\$	47,761	\$	5,556	\$ 53,317
Ramesh Ummat, CAO	\$	69,864	\$	3,215	\$ 73,079

The Municipality of the County of Colchester Notes to the consolidated financial statements

March 31, 2016

13. Trust funds

The Municipality holds trust funds at March 31, 2016, totaling \$432,848 (2015 - \$375,503) for specific purposes. These assets and corresponding liabilities are set out on Page 42 and are not recorded in these consolidated financial statements.

14. Credit facilities

The Municipality has the following credit facilities:

Revolving line of credit	\$	3,900,000
Revolving line of credit	\$	50,000
Revolving term facility	\$	30,000

As of March 31, 2016, the Municipality has used \$14,790 of the revolving term facility of \$30,000.

15. Accumulated surplus

	<u>2016</u>	<u>2015</u>
General operating fund (Page 37)	\$ (1,504,217)	\$ (5,614,103)
Tatamagouche water operating fund (Page 38)	(210,734)	(201,670)
Tatamagouche water capital fund (Page 39)	265,607	207,368
Debert water operating fund (Page 40)	(19,890)	(121,048)
Debert water capital fund (Page 41)	231,063	94,695
Reserve funds (Page 14)	<u>8,938,989</u>	<u>8,909,401</u>
	<u>7,700,818</u>	<u>3,274,643</u>
Investment in tangible capital assets (Page 11)	<u>88,034,644</u>	<u>90,574,623</u>
	<u>\$ 95,735,462</u>	<u>\$ 93,849,266</u>

16. Contingency

As at March 31, 2016, there is currently a litigation claim against the Municipality of the County of Colchester and the Town of Truro by PCL Constructors Canada Inc. This is a claim arising out of the construction contract for the Rath Eastlink Community Centre. The claim was filed February 2, 2015. A counter claim was also filed by the Municipality of the County of Colchester and the Town of Truro. The stated value of the PCL claim is \$2.5 million. At this stage in the proceedings, it is not possible to reasonably measure any potential liability or recovery that may exist in the PCL claim or counter claim.

17. Comparative figures

Certain of the previous year comparative figures have been reclassified to conform to the current year financial statement presentation.

The Municipality of the County of Colchester

Schedule of consolidated debt charges and term debt

Year ended March 31, 2016

	Fiscal Year of Issue	Fiscal Year of Maturity	Interest Rate	Balance March 31/15	Acquired	Payments	Balance March 31/16	Interest 2016	Serial Instalment 2016	Total Debt Charges
Unmatured Debenture and Term Debt										
Kempdown balefill	2006	2016	2.970%-4.56%	\$ 400,000	-	\$ 400,000	\$ -	\$ 3,123	\$ 400,000	\$ 403,123
Phase 4B regional sewage plant	2007	2017	4.765%-4.88%	450,000	-	225,000	225,000	13,044	225,000	238,044
Phase 4C/4D regional sewage plant	2007	2017	4.265%-4.41%	330,000	-	165,000	165,000	11,357	165,000	176,357
Brookfield Fire Hall	2007	2017	4.765%-4.88%	707,215	-	44,940	662,275	31,446	44,940	76,386
Tatamagouche water utility	2009	2019	3.1%-5.095%	56,000	-	14,000	42,000	3,680	14,000	17,680
Civic Centre - Phase 1	2012	2022	1.219%-3.645%	2,372,880	-	159,790	2,213,090	76,973	159,790	236,763
Civic Centre - Phase 2	2013	2023	1.636%-3.480%	4,611,952	-	332,376	4,279,576	137,338	332,376	469,714
Civic Centre - Phase 3A	2013	2023	1.51%-3.160%	2,910,301	-	178,085	2,732,216	81,445	178,085	259,530
Civic Centre - Phase 3A1	2014	2024	1.33%-2.979%	2,519,050	-	153,250	2,365,800	62,548	153,250	215,798
Civic Centre - Phase 3B	2014	2024	1.285%-3.614%	1,602,500	-	98,800	1,503,700	48,668	98,800	147,468
WWTP Phase 4	2015	2030	1.245%-3.792%	3,232,588	-	161,629	3,070,959	96,080	161,629	257,709
Landfill cell and compost facility	2016	2031	1.011%-3.205%	-	2,150,000	-	2,150,000	61,965	-	61,965
Granville Drive sewer	2016	2031	1.011%-3.205%	-	2,600,000	-	2,600,000	74,714	-	74,714
Subtotal - long term debt not including Regional hospital				19,192,486	4,750,000	1,932,870	22,009,616	702,381	1,932,870	2,635,251
Regional hospital #1	2007	2017	4.765%-4.88%	466,664	-	66,667	399,997	21,281	66,667	87,948
Regional hospital #2	2008	2018	4.465%-4.625%	700,000	-	100,000	600,000	28,536	100,000	128,536
Regional hospital #3	2009	2019	4.491%-4.884%	753,848	-	107,692	646,156	32,652	107,692	140,344
Regional hospital #4	2010	2020	1.00%-4.889%	816,665	-	116,667	699,998	33,208	116,667	149,875
Subtotal - Regional hospital long term debt				2,737,177	-	391,026	2,346,151	115,677	391,026	506,703
Totals				\$ 21,929,663	\$ 4,750,000	\$ 2,323,896	\$ 24,355,767	\$ 818,058	\$ 2,323,896	\$ 3,141,954

The Municipality of the County of Colchester

Schedule of Capital Funding

Year ended March 31, 2016

General Operating	Project	Cost	Gas Tax	Donated Capital	Temporary Financing (MFC)	Active Transportation Fund	Sewer Capital Fund	COOR	Special Operating Reserve	Court house Reserve	Vehicle Reserve	Street re-paving Reserve	Trails Reserve	Fire Insurance Reserve	Solid waste Equip. Reserve	M&D Plan Reserve	Balefill Imp. Reserve	Total
	Tatamagouche Sewer Phase 1 Granville Drive sewer	510,223	255,112	-	-	-	255,111	-	-	-	-	-	-	-	-	-	-	510,223
	Debert sewer Treatment Phase 2 plant replacement	397,129	-	-	397,129	-	-	-	-	-	-	-	-	-	-	-	-	397,129
	PS 13/14 upgrade	698	698	-	-	-	-	-	-	-	-	-	-	-	-	-	-	698
	Slewiacke River Park upgrade	46,465	46,465	-	-	-	-	-	-	-	-	-	-	-	-	-	-	46,465
	Nelson Park upgrade	2,605	-	-	-	-	-	2,605	-	-	-	-	-	-	-	-	-	2,605
	Council Chambers Sound System	22,443	-	-	-	-	-	22,443	-	-	-	-	-	-	-	-	-	22,443
	Diamond LaserFishes	28,052	-	-	-	-	-	-	28,052	-	-	-	-	-	-	-	-	28,052
	L90G Wheel Loader	164,942	-	-	-	-	-	164,942	-	-	-	-	-	-	-	-	-	164,942
	60" Power Angle Sweeper	99,401	-	-	-	-	-	35,058	-	64,343	-	-	-	-	-	-	-	99,401
	Vac Truck F-550 Truck	278,444	-	-	-	-	-	-	-	-	278,444	-	-	-	-	-	-	278,444
	EnviroSight Camera	6,341	-	-	-	-	-	-	-	-	6,341	-	-	-	-	-	-	6,341
	Dleppe Ave Paschendaale Ave	198,143	-	-	-	-	-	-	-	-	198,143	-	-	-	-	-	-	198,143
	Mercury Drive Clinton	65,764	-	-	-	-	-	-	-	-	65,764	-	-	-	-	-	-	65,764
	Acadia Ave Trails Capital	12,243	-	-	-	-	-	-	-	-	12,243	-	-	-	-	-	-	12,243
	SHRU Fleet	672	-	-	-	-	-	-	-	-	672	-	-	-	-	-	-	672
	Syrofoam	231,545	141,471	-	-	-	-	-	-	-	-	90,075	-	-	-	-	-	231,545
	Densifier	138,927	84,964	-	-	-	-	-	-	-	-	53,963	-	-	-	-	-	138,927
	Conveyor Belts	61,745	37,762	-	-	-	-	-	-	-	23,984	-	-	-	-	-	-	61,745
	Pallister Property	30,873	18,881	-	-	-	-	-	-	-	11,992	-	-	-	-	-	-	30,873
		51,455	31,468	-	-	-	-	-	-	-	19,986	-	-	-	-	-	-	51,455
		8,307	-	-	-	-	-	-	-	-	-	8,307	-	-	-	-	-	8,307
		293,035	-	-	-	-	-	-	-	-	-	-	293,035	-	-	-	-	293,035
		53,422	-	-	-	-	-	-	-	-	-	-	-	-	53,422	-	-	53,422
		65,081	-	-	-	-	-	-	-	-	-	-	-	-	65,081	-	-	65,081
		123,653	-	-	-	-	-	-	-	-	-	-	-	-	-	123,653	-	123,653

The Municipality of the County of Colchester Schedule of Capital Funding (continued)

Year ended March 31, 2016

Project	Cost	Gas Tax	Donated Capital	Temporary Financing (MFC)	Active Transportation Fund	Sewer Capital Fund	COOR	Special Operating Reserve	Court-house Reserve	Vehicle Reserve	Street re-paving Reserve	Trails Reserve	Fire Insurance Reserve	Solid Waste Reserve	MI&D Plan Reserve	Bale/III Imp. Reserve	Total
Cell #3	\$ 67,912	\$ 67,912	-	-	-	-	-	-	-	-	-	-	-	-	-	-	\$ 67,912
Invesel	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Composting Project	10,251	-	-	-	-	-	-	-	-	-	-	-	-	-	-	10,251	10,251
McCune's Mill's Pedestrian Bridge	1,292,470	646,235	-	-	646,235	-	-	-	-	-	-	-	-	-	-	-	1,292,470
Urban Sidewalks	292,304	146,152	-	-	146,152	-	-	-	-	-	-	-	-	-	-	-	292,304
Brookfield Sidewalk	28,936	14,468	-	-	14,468	-	-	-	-	-	-	-	-	-	-	-	28,936
Carts	41,650	-	-	-	-	-	41,650	-	-	-	-	-	-	-	-	-	41,650
Wind Turbines (solid waste)	1,013,828	1,013,828	-	-	-	-	-	-	-	-	-	-	-	-	-	-	1,013,828
WWTP Upgrade	1,493,505	-	-	1,493,505	-	-	-	-	-	-	-	-	-	-	-	-	1,493,505
Road Capital	153,201	-	153,201	-	-	-	-	-	-	-	-	-	-	-	-	-	153,201
Kubota Tractor	21,236	-	-	-	-	-	21,236	-	-	-	-	-	-	-	-	-	21,236
Fence	5,010	-	-	-	-	-	5,010	-	-	-	-	-	-	-	-	-	5,010
	7,311,911	2,505,416	153,201	1,890,634	806,855	255,111	92,944	200,000	92,395	561,607	200,000	8,307	293,035	118,503	123,653	10,251	7,311,911

Debert Water Utility

Dakota Road Water Trans. Line	109,964	109,964	-	-	-	-	-	-	-	-	-	-	-	-	-	-	109,964
Debert Water Tower	8,434	8,434	-	-	-	-	-	-	-	-	-	-	-	-	-	-	8,434
	118,398	118,398	-	-	-	-	-	-	-	-	-	-	-	-	-	-	118,398

Tetamagouche Water Utility

Meters	9,150	-	9,150	-	-	-	-	-	-	-	-	-	-	-	-	-	9,150
Vehicle	14,270	-	14,270	-	-	-	-	-	-	-	-	-	-	-	-	-	14,270
	23,420	-	23,420	-	-	-	-	-	-	-	-	-	-	-	-	-	23,420

The Municipality of the County of Colchester

Schedules of changes in general operating fund

Year ended March 31	2016 Budget	2016 Actual	2015 Actual
Revenues			
Taxes	\$ 31,684,491	\$ 31,476,393	\$ 30,694,156
Grants in lieu of taxes	967,957	1,036,639	916,545
Services to other governments	1,152,553	1,058,792	1,127,152
Sale of services	524,165	493,396	456,166
Other revenue from own sources	6,572,248	5,502,426	4,854,037
Unconditional transfers from other governments	546,287	542,069	536,614
Conditional transfers from other governments	1,080,266	1,989,711	4,165,293
Other	<u>1,720,586</u>	<u>2,777,013</u>	<u>2,742,127</u>
Total revenues	<u>44,248,553</u>	<u>44,876,439</u>	<u>45,492,090</u>
Expenditures			
General government services	4,938,614	5,238,735	4,663,621
Protective services	8,671,112	9,017,371	9,064,717
Transportation services	2,335,811	2,487,494	2,159,090
Environmental health services	13,965,730	13,906,238	13,278,985
Public health services	234,800	257,112	247,845
Environmental development services	446,292	356,118	404,669
Recreation and cultural services	4,496,393	5,125,488	4,963,010
Fiscal services	<u>7,146,440</u>	<u>7,185,824</u>	<u>6,710,424</u>
Total expenditures	<u>42,235,192</u>	<u>43,574,380</u>	<u>41,492,361</u>
Annual surplus	<u>\$ 2,013,361</u>	<u>1,302,059</u>	<u>3,999,729</u>
Debt principal repayment		(1,873,930)	(1,696,452)
Transfer of debenture proceeds		4,750,000	3,232,588
Transfer of depreciation expense		6,356,767	5,653,182
Transfers to other funds, net		<u>(6,425,010)</u>	<u>(12,688,244)</u>
Change in surplus		<u>4,109,886</u>	(1,499,197)
Opening surplus		<u>(5,614,103)</u>	<u>(4,114,906)</u>
Closing surplus		<u>\$ (1,504,217)</u>	<u>\$ (5,614,103)</u>

The Municipality of the County of Colchester
Schedule of changes in Tatamagouche water
operating fund

Year ended March 31	2016 Budget	2016 Actual	2015 Actual
Revenues			
Sale of water	\$ 251,607	\$ 237,298	\$ 237,057
Public fire protection	68,082	65,717	64,181
Other	<u>25,175</u>	<u>30,703</u>	<u>31,636</u>
Total revenues	<u>344,864</u>	<u>333,718</u>	<u>332,874</u>
Expenditures			
Source of supply	6,252	3,915	8,398
Power and pumping	35,215	35,288	34,594
Water treatment	62,956	72,123	79,927
Transmission and distribution	90,296	51,376	96,556
Administrative	61,635	64,103	67,579
Filter replacement	12,300	12,300	12,300
Depreciation	-	129,283	125,542
Depreciation – NSUARB	42,266	34,819	34,819
Interest on long term debt	2,765	3,680	3,404
Taxes	<u>-</u>	<u>27,758</u>	<u>27,738</u>
Total expenditures	<u>313,685</u>	<u>434,645</u>	<u>490,857</u>
Annual surplus (deficit)	\$ <u>31,179</u>	<u>(100,927)</u>	<u>(157,983)</u>
Debt principal repayment		(14,000)	(14,000)
Transfer of depreciation expense		129,283	125,542
Transfer of depreciation expense – NSUARB		34,819	34,819
Net transfers to water capital fund, net		<u>(58,239)</u>	<u>(45,610)</u>
Change in surplus		(9,064)	(57,232)
Opening surplus		<u>(201,670)</u>	<u>(144,438)</u>
Closing surplus		\$ <u>(210,734)</u>	\$ <u>(201,670)</u>

The Municipality of the County of Colchester
Schedule of changes in Tatamagouche water
capital fund

Year ended March 31	2016 Budget	2016 Actual	2015 Actual
Revenues			
Interest	\$ -	\$ -	\$ -
Expenditures			
Capital expenditures	<u>48,500</u>	<u>-</u>	<u>-</u>
Annual surplus (deficit)	\$ <u>(48,500)</u>	<u>-</u>	<u>-</u>
Net transfers from water operating fund		<u>58,239</u>	<u>45,610</u>
Change in surplus		58,239	45,610
Opening surplus		<u>207,368</u>	<u>161,758</u>
Closing surplus		\$ <u>265,607</u>	\$ <u>207,368</u>

The Municipality of the County of Colchester
Schedule of changes in Debert water operating fund

Year ended March 31	2016 Budget	2016 Actual	2015 Actual
Revenues			
Sale of water	\$ 242,417	\$ 223,513	\$ 240,017
Public fire protection	103,358	128,059	119,122
Other	<u>523,225</u>	<u>7,090</u>	<u>7,225</u>
Total revenues	<u>869,000</u>	<u>358,662</u>	<u>366,364</u>
Expenditures			
Source of supply	8,067	4,628	5,918
Power and pumping	80,583	65,134	77,810
Water treatment	29,812	51,489	30,776
Transmission and distribution	113,599	56,730	100,835
Administrative	75,075	61,553	69,606
Depreciation	-	69,758	69,758
Depreciation – NSUARB	<u>17,970</u>	<u>17,970</u>	<u>17,970</u>
Total expenditures	<u>325,106</u>	<u>327,262</u>	<u>372,673</u>
Annual surplus (deficit)	\$ <u>543,894</u>	<u>31,400</u>	<u>(6,309)</u>
Transfer of depreciation expense		69,758	69,758
Transfer of depreciation expense – NSUARB		17,970	17,970
Net transfers to other funds, net		<u>(17,970)</u>	<u>(17,970)</u>
Change in surplus		101,158	63,449
Opening surplus		<u>(121,048)</u>	<u>(184,497)</u>
Closing surplus		\$ <u>(19,890)</u>	\$ <u>(121,048)</u>

The Municipality of the County of Colchester
Schedule of changes in Debert water capital fund

Year ended March 31	2016 Budget	2016 Actual	2015 Actual
Expenditures			
Capital expenditures	\$ <u>500,000</u>	\$ _____ -	\$ _____ -
Net transfers from Debert water operating Fund		<u>136,368</u>	<u>17,970</u>
Change in surplus		136,368	17,970
Opening surplus		<u>94,695</u>	<u>76,725</u>
Closing surplus		\$ <u>231,063</u>	\$ <u>94,695</u>

The Municipality of the County of Colchester
Schedule of statement of financial position – trust funds

March 31, 2016

	Recreation Subdivision Fund	Host Community Fund	North Shore Rink Fund	Total 2016
Assets				
Cash	\$188,564	\$41,421	\$202,863	\$432,848
Reserve				
Trust fund reserve	\$188,564	\$41,421	\$202,863	\$432,848

The Municipality of the County of Colchester
Schedule of statement of changes in trust funds

Year ended March 31, 2016

	Recreation Subdivision Fund	Host Community Fund	North Shore Rink Fund	Total 2016
Balance, beginning of year	\$182,987	\$41,092	\$151,424	\$375,503
Contributions	4,100	-	50,000	54,100
Interest income	1,477	329	1,439	3,245
Balance, end of year	\$188,564	\$41,421	\$202,863	\$432,848