



Consolidated financial statements

Municipality of the County of Colchester

March 31, 2012

Contents

	Page
Independent auditors' report	1
Consolidated statement of operations	3
Consolidated statement of financial position	4
Consolidated statement of changes in net financial (liabilities) assets	6
Consolidated statement of changes in financial position	7
Consolidated statement of cost of property and equipment by function	8
Consolidated statement of investment in tangible capital assets	10
Schedule of tangible capital assets	11
Schedule of reserve funds	13
Notes to the consolidated financial statements	14
Schedules to the consolidated statement of operations	30
Schedule of consolidated debt charges and term debt	38
Schedule of changes in general operating fund	39
Schedule of changes in Tatamagouche water operating fund	40
Schedule of changes in Tatamagouche water capital fund	41
Schedule of changes in Debert water operating fund	42
Schedule of changes in Debert water capital fund	43
Schedule of trust funds	44

Independent auditors' report

Grant Thornton LLP
Suite 400
35 Commercial Street
Truro, NS
B2N 3H9
T +1 902 893 1150
F +1 902 893 9757
www.GrantThornton.ca

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, 2012](#), the consolidated statements of operations, changes in net financial (liabilities) assets and changes in financial position 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.

Auditors' 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 auditors' 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 for the construction of the Regional Civic 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, net revenues, assets and/or liabilities and fund balances.

Qualified opinion

In our opinion, except for the effect of adjustments, if any, which we might have determined to be necessary had we been able to satisfy ourselves concerning the completeness of donation revenues referred to in the preceding paragraph, 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, 2012 and the consolidated results of its operations, changes in net (liabilities) assets, and changes in financial position 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 39 to 44 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 in the audit of consolidated financial statements taken as a whole.

Truro, Canada
May 30, 2012



Chartered Accountants

Municipality of the County of Colchester

Consolidated statement of operations

Year ended March 31, 2012

	2012 Budget (Unaudited)	2012 Actual	2011 Actual
Revenues			
Taxes (Page 30)	\$ 29,091,966	\$ 29,345,661	\$ 27,841,007
Grants in lieu of taxes (Page 31)	658,312	708,137	473,838
Services to other governments (Page 31)	764,548	646,170	650,581
Sale of services (Page 31)	790,176	790,393	671,224
Water fire protection (Page 31)	135,211	155,680	129,899
Other revenue from own sources (Page 32)	4,085,172	4,455,290	4,225,223
Unconditional transfers from other governments (Page 32)	524,740	577,523	557,052
Conditional transfers from other governments (Page 32)	14,283,120	16,876,047	8,254,131
Interest	-	97,622	77,615
Other revenue (Page 33)	3,015,250	3,245,913	2,754,408
Total revenues	<u>53,348,495</u>	<u>56,898,436</u>	<u>45,634,978</u>
Expenditures			
General government services (Page 33)	5,837,789	5,962,555	5,624,551
Protective services (Page 34)	7,218,437	7,605,009	7,308,375
Transportation services (Page 34)	1,217,733	2,051,505	2,012,113
Environmental health services (Page 35)	8,531,480	11,621,736	11,328,122
Public health services (Page 35)	643,107	611,917	2,050,862
Environmental development services (Page 35)	597,597	539,227	480,618
Recreation and cultural services (Page 36)	6,146,091	9,262,725	4,276,576
Water treatment and distribution (Page 36)	592,986	871,377	778,278
Fiscal services (Page 36)	5,836,622	5,826,480	5,747,664
Total expenditures	<u>36,621,842</u>	<u>44,352,531</u>	<u>39,607,159</u>
Net revenues	<u>\$ 16,726,653</u>	<u>\$ 12,545,905</u>	<u>\$ 6,027,819</u>

See accompanying notes to the consolidated financial statements

The Municipality of the County of Colchester

Consolidated statement of financial position

March 31

2012

2011
(Restated)

Financial assets

Cash and cash equivalents	\$ <u>14,035,397</u>	\$ <u>20,671,187</u>
Receivables		
Taxes (Note 2)	1,740,661	1,464,134
Due from federal government and its agencies	3,849,957	3,575,413
Due from provincial government and its agencies	1,846,932	1,239,695
Due from other municipal governments and agencies	4,723,446	1,182,894
Other		
Trade account	828,910	689,138
Frontage rates (Note 4)	63,075	63,724
	<u>13,052,981</u>	<u>8,214,998</u>
Loans and advances	<u>5,068,223</u>	<u>5,808,735</u>
	<u>32,156,601</u>	<u>34,694,920</u>

Liabilities

Payables and accruals		
Trade accounts	<u>9,376,701</u>	<u>5,698,742</u>
Other liabilities		
Accrued pension benefit liability (Note 10)	766,364	716,364
Balefill closure liability (Note 9)	703,485	645,043
Other	67,950	54,025
	<u>1,537,799</u>	<u>1,415,432</u>
Bridge loan (Note 17)	<u>3,000,000</u>	<u>-</u>
Prepayment of taxes	<u>1,127,465</u>	<u>1,051,539</u>
Deferred revenue (Notes 1 and 5)		
Street improvement rates	76,419	78,382
Colchester Park	4,204,628	4,056,995
Debert Air Industrial Park	395,966	520,500
Gas tax	3,744,576	3,887,483
Civic Centre	-	409,156
Other deferred revenue	17,251	33,504
	<u>8,438,840</u>	<u>8,986,020</u>
Tax sale surplus (Note 6)	<u>494,517</u>	<u>401,188</u>
Asset valuation allowances		
for uncollectible taxes and rates	200,000	200,000
Long term debt (Note 8 and Page 38)	<u>11,761,905</u>	<u>10,606,981</u>
	<u>35,937,227</u>	<u>28,359,902</u>
Net financial (liabilities) assets	<u>(3,780,626)</u>	<u>6,335,018</u>

See accompanying notes to the consolidated financial statements

The Municipality of the County of Colchester

Consolidated statement of financial position

March 31

2012

2011
(Restated)

Non-financial assets (liabilities)

Tangible capital assets (Pages 11, 12 and 29)		
Property and equipment (Pages 8 and 9)	138,968,504	112,286,729
Accumulated depreciation	<u>(58,733,760)</u>	<u>(54,543,796)</u>
	80,234,744	57,742,933
Prepays	296,745	92,940
Other assets	<u>45,546</u>	<u>79,613</u>
	<u>80,577,035</u>	<u>57,915,486</u>
Net assets	\$ 76,796,409	\$ 64,250,504

Fund balances

General operating fund (Page 39)	\$ (6,290,679)	\$ 2,176,805
Tatamagouche water operating fund (Page 40)	(77,476)	(32,519)
Tatamagouche water capital fund (Page 41)	92,120	56,358
Debert water operating fund (Page 42)	(116,869)	(54,329)
Debert water capital fund (Page 43)	22,708	5,058
Reserve funds (Page 13)	<u>9,953,461</u>	<u>9,794,596</u>
	3,583,265	11,945,969
Investment in tangible capital assets (Page 10)	<u>73,213,144</u>	<u>52,304,535</u>
	<u>\$ 76,796,409</u>	<u>\$ 64,250,504</u>

Commitments and Contingency (Notes 11 and 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 financial (liabilities) assets

Year ended March 31	2012	2011
Net revenues	\$ <u>12,545,905</u>	\$ <u>6,027,819</u>
Acquisition of tangible capital assets	(27,079,947)	(9,393,958)
Loss on disposal of tangible capital assets	116,853	59,510
Proceeds on disposal of tangible capital assets	230,903	29,201
Depreciation expense - URB	53,187	6,227
Depreciation of tangible capital assets	<u>4,187,193</u>	<u>4,040,707</u>
	<u>(22,491,811)</u>	<u>(5,258,313)</u>
(Acquisition) use of prepaids and other assets, net	<u>(169,738)</u>	<u>28,104</u>
Change in net financial (liabilities) assets	(10,115,644)	797,610
Net financial assets, beginning of year	<u>6,335,018</u>	<u>5,537,408</u>
Net financial (liabilities) assets, end of year	\$ <u>(3,780,626)</u>	\$ <u>6,335,018</u>

See accompanying notes to the consolidated financial statements

The Municipality of the County of Colchester

Consolidated statement of changes in financial position

Year ended March 31	2012	2011
Operating activities		
Net revenues	\$ 12,545,905	\$ 6,027,819
Depreciation expense – URB	53,187	6,227
Depreciation of tangible capital assets	4,187,193	4,040,707
Loss on disposal of tangible capital assets	<u>116,853</u>	<u>59,510</u>
	16,903,138	10,134,263
Changes in non-cash working capital		
Receivables	(4,837,983)	(4,488,628)
Loans and advances	740,512	236,844
Prepays	(169,738)	28,104
Payables and accruals	3,677,959	2,871,675
Other liabilities	<u>(255,558)</u>	<u>(4,098)</u>
	16,058,330	8,778,160
Capital		
Proceeds on sale of tangible capital assets	230,903	29,201
Purchase of tangible capital assets	<u>(27,079,947)</u>	<u>(9,393,958)</u>
	(26,849,044)	(9,364,757)
Financing activities		
Debt proceeds (repaid), net	1,154,924	(1,675,371)
Bridge loan proceeds	<u>3,000,000</u>	<u>-</u>
	4,154,924	(1,675,371)
Change in net cash	(6,635,790)	(2,261,968)
Opening, net cash	<u>20,671,187</u>	<u>22,933,155</u>
Closing, net cash	\$ 14,035,397	\$ 20,671,187

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 2012 (Unaudited)	Total 2011 (Unaudited) (Restated)
General government services:	Land	\$ 2,254,719	\$ -	\$ -	\$ 2,254,719	\$ 2,280,226
	Court house	1,349,162	61,748	-	1,410,910	1,398,732
	Kemptown	317,013	-	-	317,013	174,943
	Other buildings	695,754	-	-	695,754	672,000
Protection services:	Central dispatch	-	332,136	-	332,136	333,473
	Fire service	-	128,885	-	128,885	128,885
Transportation services:	Street improvements	-	-	560,719	560,719	635,719
	Urban sidewalks	7,486,038	278,466	-	7,764,504	7,218,298
	Rural sidewalks	-	-	334,001	334,001	332,143
	Signage	-	-	25,761	25,761	25,761
	Roads	-	-	10,952,667	10,952,667	9,669,107
Environmental health services:	Public works sewers	-	418,543	-	418,543	415,935
	Public works building	906,333	-	-	906,333	906,334
	Trunk sewer line	-	-	9,481,127	9,481,127	9,481,127
	Trunk sewer – Pictou Road	-	-	3,200,157	3,200,157	1,445,046
	Regional STP	11,426,305	12,109,589	4,418,974	27,954,868	19,739,881
	Urban collection system	19,743	532,746	5,037,898	5,590,387	5,590,387
	Lift stations	-	-	804,319	804,319	804,319
	Brookfield	998,751	741,645	3,227,893	4,968,289	4,966,733
	Great Village	351,196	209,261	319,380	879,837	863,820
	Tatamagouche	1,139,942	530,438	691,585	2,361,965	2,361,965
	Debert	4,014,084	-	-	4,014,084	3,916,913
	Debert Phase I	-	-	128,824	128,824	165,809
	Leachate treatment plant	-	1,526,292	-	1,526,292	-

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 2012 (Unaudited)	Total 2011 (Unaudited) (Restated)
Garbage and waste collection and disposal:						
	Regional landfill site	7,738,437	2,112,200	975,576	10,826,213	10,783,027
	Principal sites	-	-	88,785	88,785	88,785
	Balefill Cell 2	-	-	2,529,553	2,529,553	2,529,553
	Balefill Cell 3	-	-	2,026,681	2,026,681	2,026,681
	In vessel composting	-	2,042,499	-	2,042,499	2,042,499
	Material recovery	3,579,124	2,041,648	175,180	5,795,952	5,802,358
	Compost containers	-	1,586,452	-	1,586,452	1,574,702
Recreation and community services:						
	Library	1,108,289	-	83,135	1,191,424	148,586
	Civic centre	14,703,525	-	2,453,097	17,156,622	5,287,295
	Land	163,609	-	-	163,609	155,150
	Parks and trails	496,105	58,099	503,358	1,057,562	840,049
	Lighthouse	-	2,700	-	2,700	2,700
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	-	261,737	103,440	365,177	365,177
	Mains	-	507,816	-	507,816	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	912,937	-	-	912,937	908,857
	Mains	-	2,653,374	-	2,653,374	2,646,883
	Services	-	-	22,177	22,177	22,178
	Meters	-	-	56,875	56,875	56,874
	Hydrants	-	-	58,212	58,212	58,213
		<u>\$ 59,975,778</u>	<u>\$ 30,733,352</u>	<u>\$ 48,259,374</u>	<u>\$ 138,968,504</u>	<u>\$ 112,286,729</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 2012	Total 2011 (Restated)
Balance, beginning of year (restated) (Note 18)	\$ 48,978,949	\$ 2,482,719	\$ 842,867	\$ 52,304,535	\$ 45,797,422
Capital purchases (Page 37)	27,069,376	-	10,571	27,079,947	9,393,958
Acquisition of long term debt	(2,832,000)	-	-	(2,832,000)	-
Payment on long term debt	1,234,800	14,000	-	1,248,800	1,248,800
Depreciation of assets (non-contributory)	(3,993,857)	(133,567)	(59,769)	(4,187,193)	(4,040,707)
Depreciation of water utility assets (contributory)	-	(35,537)	(17,650)	(53,187)	(6,227)
Write down/disposal of capital assets	(398,174)	-	-	(398,174)	(196,377)
Accumulated amortization on write-down/disposal	<u>50,416</u>	<u>-</u>	<u>-</u>	<u>50,416</u>	<u>107,666</u>
Balance, end of year	\$ <u>70,109,510</u>	\$ <u>2,327,615</u>	\$ <u>776,019</u>	\$ <u>73,213,144</u>	\$ <u>52,304,535</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, 2012

General capital

	<u>Land</u>	<u>Land Improvements</u>	<u>Municipal Buildings</u>	<u>Buildings/ Plants</u>	<u>Electric Data</u>	<u>Office Equipment</u>	<u>Machinery</u>
Cost:							
Balance, beginning of year (restated)	\$ 3,367,411	\$ 482,146	\$ 1,226,158	\$ 54,527,059	\$ 371,659	\$ 131,231	\$ 5,668,943
Acquisition of tangible capital assets	385,329	66,328	-	20,333,401	-	12,178	2,515,802
Disposal of tangible capital assets	(268,259)	-	-	-	-	-	-
Balance, end of year	<u>3,484,481</u>	<u>548,474</u>	<u>1,226,158</u>	<u>74,860,460</u>	<u>371,659</u>	<u>143,409</u>	<u>8,184,745</u>
Accumulated depreciation:							
Balance, beginning of year	-	(42,747)	(670,705)	(30,150,746)	(259,426)	(150,280)	(2,933,577)
Annual depreciation	-	(20,551)	(29,854)	(1,974,996)	(23,943)	(15,858)	(317,470)
Accumulated depreciation on disposals	-	-	-	-	-	-	-
Balance, end of year	<u>-</u>	<u>(63,298)</u>	<u>(700,559)</u>	<u>(32,125,742)</u>	<u>(283,369)</u>	<u>(166,138)</u>	<u>(3,251,047)</u>
Net book value of tangible capital assets	<u>\$ 3,484,481</u>	<u>\$ 485,176</u>	<u>\$ 525,599</u>	<u>\$ 42,734,718</u>	<u>\$ 88,290</u>	<u>\$ (22,729)</u>	<u>\$ 4,933,698</u>

	<u>Vehicles</u>	<u>Roads</u>	<u>Sidewalks</u>	<u>Sewer</u>	<u>Landfill</u>	<u>Deferred/Other</u>	<u>Total</u>
Cost:							
Balance, beginning of year (restated)	\$ 2,033,532	\$ 10,154,827	\$ 7,278,233	\$ 12,980,368	\$ 6,437,375	\$ 150,000	\$ 104,808,942
Acquisition of tangible capital assets	120,392	1,171,575	541,806	1,869,856	-	52,709	27,069,376
Disposal of tangible capital assets	(54,915)	-	-	-	-	(75,000)	(398,174)
Balance, end of year	<u>2,099,009</u>	<u>11,326,402</u>	<u>7,820,039</u>	<u>14,850,224</u>	<u>6,437,375</u>	<u>127,709</u>	<u>131,480,144</u>
Accumulated depreciation:							
Balance, beginning of year	(1,452,438)	(3,298,595)	(3,623,591)	(5,065,474)	(2,855,857)	-	(50,503,436)
Annual depreciation	(285,887)	(439,684)	(364,220)	(259,379)	(262,015)	-	(3,993,857)
Accumulated depreciation on disposals	50,416	-	-	-	-	-	50,416
Balance, end of year	<u>(1,687,909)</u>	<u>(3,738,279)</u>	<u>(3,987,811)</u>	<u>(5,324,853)</u>	<u>(3,117,872)</u>	<u>-</u>	<u>(54,446,877)</u>
Net book value of tangible capital assets	<u>\$ 411,100</u>	<u>\$ 7,588,123</u>	<u>\$ 3,832,228</u>	<u>\$ 9,525,371</u>	<u>\$ 3,319,503</u>	<u>\$ 127,709</u>	<u>\$ 77,033,267</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, 2012

Debert Water Utility

	<u>Buildings</u>	<u>Machinery</u>	<u>Water Lines</u>	<u>Vehicles</u>	<u>Total</u>
Cost:					
Balance, beginning of year	\$ 2,409,238	\$ 68,257	\$ 1,204,715	\$ 10,795	\$ 3,693,005
Acquisition of tangible capital assets	-	-	-	10,571	10,571
Balance, end of year	2,409,238	68,257	1,204,715	21,366	3,703,576
Accumulated depreciation:					
Balance, beginning of year	(2,065,512)	(8,908)	(770,660)	-	(2,845,080)
Accumulated depreciation contributory	-	-	-	-	(5,058)
Annual depreciation contributory	-	-	-	-	(17,650)
Annual depreciation	(30,298)	(6,472)	(22,999)	-	(59,769)
Balance, end of year	(2,095,810)	(15,380)	(793,659)	-	(2,927,557)
Net book value of tangible capital assets	\$ 313,428	\$ 52,877	\$ 411,056	\$ 21,366	\$ 776,019

Tatamagouche 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	\$ 103,656	\$ 702,354	\$ 15,735	\$ 4,411	\$ 3,784,783
Acquisition of tangible capital assets	-	-	-	-	-	-	-
Balance, end of year	7,097	2,951,530	103,656	702,354	15,735	4,411	3,784,783
Accumulated depreciation:							
Balance, beginning of year	-	(628,530)	(87,656)	(408,168)	(7,206)	(2,080)	(1,133,640)
Accumulated depreciation contributory	-	-	-	-	-	-	(56,581)
Annual depreciation contributory	-	-	-	-	-	-	(35,537)
Annual depreciation	-	(115,888)	(732)	(14,047)	(2,018)	(882)	(133,567)
Balance, end of year	-	(744,418)	(88,388)	(422,215)	(9,224)	(2,962)	(1,359,325)
Net book value of tangible capital assets	\$ 7,097	\$ 2,207,112	\$ 15,268	\$ 280,139	\$ 6,511	\$ 1,449	\$ 2,425,458

Total net book value of all tangible capital assets \$ 80,234,744

See accompanying notes to the consolidated financial statements

The Municipality of the County of Colchester

Schedule of reserve funds

Year ended March 31, 2012

	Special Capital	Special Operating	Balefill Site	Vehicle Reserve	MRF Equipment Reserve	Recreation Reserve	Fire Insurance Reserve	Liner Replacement	Courthouse Reserve
Revenues									
Interest	\$ 2,917	\$ -	\$ 4,545	\$ 926	\$ 4,541	\$ -	\$ 3,120	\$ 38,011	\$ 3,956
Grants	-	-	-	-	-	-	-	-	-
Net revenues	2,917	-	4,545	926	4,541	-	3,120	38,011	3,956
Net transfers (to) from (Note 15)	(192,114)	(33,256)	(59,173)	78,972	75,000	(3,932)	46,330	(32,169)	150,000
Change in fund balances	(189,197)	(33,256)	(54,628)	79,898	79,541	(3,932)	49,450	5,842	153,956
Opening fund balances	310,144	4,342,538	385,515	41,134	368,793	96,594	211,349	1,482,295	263,769
Closing fund balances	\$ 120,947	\$ 4,309,282	\$ 330,887	\$ 121,032	\$ 448,334	\$ 92,662	\$ 260,799	\$ 1,488,137	\$ 417,725

	Trail Reserve	Municipal Infrastructure	Major Floods	Street Repaving	Balefill Improvements	Bible Hill Plan	Total 2012	Total 2011
Revenues								
Interest	\$ -	\$ 7,140	\$ -	\$ 2,982	\$ 14,919	\$ 14,564	\$ 97,621	\$ 77,615
Grants	-	-	-	-	-	-	-	54,069
Net revenues	-	7,140	-	2,982	14,919	14,564	97,621	131,684
Net transfers (to) from (Note 15)	(1,794)	(269,974)	50,000	(39,175)	(7,471)	300,000	61,244	(810,688)
Change in fund balances	(1,794)	(262,834)	50,000	(36,193)	7,448	314,564	158,865	(679,004)
Opening fund balances	339,853	659,889	50,000	261,883	67,929	912,911	9,794,596	10,473,600
Closing fund balances	\$338,059	\$ 397,055	\$ 100,000	\$ 225,690	\$ 75,377	\$ 1,227,475	\$ 9,953,461	\$ 9,794,596

See accompanying notes to the consolidated financial statements

The Municipality of the County of Colchester

Notes to the consolidated financial statements

March 31, 2012

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 the Public Sector Accounting Board (PSAB) of the Canadian Institute of Chartered Accountants.

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 enterprises 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.

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 customer. 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, 2012

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 revenue is property tax billing which are prepared by the Municipality based on assessment rolls issued by the Province of Nova Scotia. Tax rates are established annually by Municipal Council. Taxes are billed based on the assessment rolls provided by the Province of Nova Scotia. 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 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 of the County of Colchester

Notes to the consolidated financial statements

March 31, 2012

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. 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 related to local street improvement billings is recognized as revenue on a straight line basis over 10 years.

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.

The Civic Centre, Gas Tax and other deferred revenue will be recognized in the period in which the resources are used for the purposes specified.

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	25 - 40
Machinery and equipment	5 - 10
Vehicles	5
Sewers	50
Sidewalks	20
Roads	25
Landfill	25

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

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

The Municipality of the County of Colchester

Notes to the consolidated financial statements

March 31, 2012

1. Summary of significant accounting policies (continued)

Tangible capital assets (continued)

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.

Capital assets transferred from other governments and other entities are recorded at fair value at the time of transfer.

Water capital funds

In the Tatamagouche Water Capital Fund and Debert Water Capital Fund, depreciation is also calculated based on approval received from the Provincial Utilities and Review Board. 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 Utilities and Review Board, 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, 2012

2. Taxes receivable	<u>Current Year</u>	<u>Prior Years</u>	2012 <u>Total</u>	2011 <u>Total</u>
Balance, beginning of year	\$ -	\$ 1,347,335	\$ 1,347,335	\$ 1,284,322
Current year's tax levy	<u>27,611,013</u>	<u>-</u>	<u>27,611,013</u>	<u>25,993,776</u>
	<u>27,611,013</u>	<u>1,347,335</u>	<u>28,958,348</u>	<u>27,278,098</u>
Deduct:				
Current year's collection	26,157,897	1,119,269	27,277,166	25,823,244
Write-offs	393	381	774	10,508
Reduced taxes	<u>90,974</u>	<u>-</u>	<u>90,974</u>	<u>97,011</u>
	<u>26,249,264</u>	<u>1,119,650</u>	<u>27,368,914</u>	<u>25,930,763</u>
Balance, end of year	\$ <u>1,361,749</u>	\$ <u>227,685</u>	1,589,434	1,347,335
Interest receivable, end of year			<u>151,227</u>	<u>116,799</u>
Balance, end of year, including interest			\$ <u>1,740,661</u>	\$ <u>1,464,134</u>

3. Tax collections	2012	2011
Total taxes collected *	\$ <u>26,256,223</u>	\$ <u>24,833,866</u>
Percentage current period's taxes collected	<u>95.1%</u>	<u>95.2%</u>

* Collections include taxes reduced through granting of exemptions.

The tax levy was as follows:

Residential assessments	\$ <u>0.83</u>	\$ <u>0.82</u>
Commercial assessments	\$ <u>2.25</u>	\$ <u>2.25</u>

4. Frontage rates receivable	2012	2011
Street improvements	\$ 50,831	\$ 46,871
Interest receivable	<u>12,244</u>	<u>16,853</u>
Balance, end of year, including interest	\$ <u>63,075</u>	\$ <u>63,724</u>

5. Deferred revenue

In the agreement with the 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 \$4,204,628 (2011 - \$4,056,995) at March 31, 2012. The revenue will be recognized as upgrading and maintenance for the Debert Area infrastructure as it occurs.

The Municipality of the County of Colchester

Notes to the consolidated financial statements

March 31, 2012

5. Deferred revenue (continued)

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 2012, \$124,534 (2011 – \$660,727) 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 2012, \$1,923,237 (2011 – \$1,131,742) has been recognized in revenues by the Municipality.

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, \$11,897 can be transferred in 2021, \$19,663 can be transferred in 2022, \$43,611 can be transferred in 2024, \$7,525 can be transferred in 2025, \$84,304 can be transferred in 2026, \$100,052 can be transferred in 2027, \$1,790 can be transferred in 2028, \$46,256 can be transferred in 2029, \$13,964 can be transferred in 2030, \$72,126 can be transferred in 2031, and \$93,329 can be transferred in 2032.

7. Rate of return on rate base

For the year ended March 31, 2012, the Tatamagouche Water Utility had a rate of return on rate base of (8.02%) (2011 – (4.28%)).

For the year ended March 31, 2012, the Debert Water Utility had a rate of return on rate base of (1.30%) (2011 – (1.77%)).

8. Long term debt

Principal repayments in each of the next five years are due as follows:

2013	\$	1,829,001
2014	\$	1,485,976
2015	\$	1,393,656
2016	\$	1,399,756
2017	\$	1,955,021

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

The Municipality of the County of Colchester

Notes to the consolidated financial statements

March 31, 2012

9. Balefill closure liability

The Kempton 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 2000 has estimated that the site's useful life is extended to 2074. 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.

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 \$9,300,000. At March 31, 2012, the liability balance is \$703,485 (2011 - \$645,043).

Current capacity of the site is estimated at 2.4 million tonnes. At March 31, 2012, 24% of the capacity, or 562,323 tonnes of the site has been used.

It is expected that post closure costs will continue for an indefinite time after closure of the site.

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. It had originally been expected that the third cell would be constructed in 2002. The next cell construction is estimated for 2013/14.

10. Employee benefits

The Municipality has a defined benefit plan and registered retirement savings plan, providing pension benefits to most of its employees.

The net expense for the Municipality's benefit plans are as follows: 2012 2011

Defined benefit plan	\$ <u>408,189</u>	\$ <u>349,898</u>
Registered retirement savings plan	\$ <u>17,775</u>	\$ <u>4,978</u>

The most recent actuarial valuation was conducted at December 31, 2010.

Actuarial value of assets	\$	5,035,791
Actuarial liabilities		<u>5,511,018</u>
Actuarial deficit	\$	<u>(475,227)</u>

In order to fund this deficit, the Municipality has increased its annual contribution by \$102,565 per year.

The Municipality of the County of Colchester

Notes to the consolidated financial statements

March 31, 2012

10. Employee benefits (continued)

Information about the Municipality's defined benefit plan as at December 31, 2011 per the extrapolation in the actuarial report adjusted for accounting purposes is as follows:

Accrued benefit obligation	\$	8,118,358
Fair value of plan assets plus unamortized net actuarial gain		<u>5,358,430</u>
Funded status – plan deficit		2,759,928
Unamortized actuarial losses and past service costs		<u>(2,078,745)</u>
Calculated accrued pension benefit liability at December 31, 2011		681,183
Decrease in liability		<u>35,181</u>
Accrued pension benefit liability at December 31, 2010		716,364
Municipal budget to increase obligation funding		<u>50,000</u>
Reported accrued pension benefit liability	\$	<u>766,364</u>

The significant actuarial assumptions adopted in measuring the Municipality's accrued benefit obligations are as follows:

Discount rate	4.50%
Expected long term rate of return on plan assets	6.50%

Contributions and expenses incurred to the Municipality's defined benefit plan for 2011 are as follows:

Employer contribution	\$	430,301
Employee's contribution	\$	214,588
Benefits paid	\$	236,045

At December 31, 2011, the asset mix of the plan was as follows:

Canadian equities	35.70%
Foreign equities	28.40%
Bonds	33.30%
Cash, short term and other	2.60%

11. Commitments

(i) The Municipality has entered into agreements to lease motor vehicles, office equipment, and information technology (IT) equipment for various periods until 2016. Payments for each of the next four years are as follows:

2013	\$	29,289
2014	\$	9,451
2015	\$	7,413
2016	\$	5,375

The Municipality of the County of Colchester

Notes to the consolidated financial statements

March 31, 2012

11. Commitments (continued)

- (ii) In previous years, the Municipality by resolution provided guarantees as follows:
- guarantee of \$450,000 for the Village of Bible Hill for the purchase of a fire vehicle. As of March 31, 2012, the loan balance is \$72,000;
 - guarantee of \$400,000 for the Salmon River Fire Commission for the purchase of fire rescue equipment and a fire truck. As of March 31, 2012, the loan balance is \$154,150;
 - guarantee of \$150,000 for the Bass River Fire Brigade for the extension of the fire hall. As of March 31, 2012, the loan balance is \$28,272;
 - guarantee of \$460,000 for the Cobequid Fire Brigade for the purchase of a fire truck. As of March 31, 2012, the loan balance is \$127,199;
 - guarantee of \$128,000 for the Great Village Fire Brigade for the purchase and outfitting of a new rescue truck. As of March 31, 2012, the loan has not been advanced;
 - guarantee of \$220,000 for the Hilden Fire Brigade for the purchase of a pumper tanker. As of March 31, 2012, the loan balance is \$84,532.
- (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, 2012, the Municipality has incurred approximately \$1,660,000 in expenditures in the four year period towards the treatment plan, lift stations, sewer lines, highway entrance and sidewalk.
- (iv) The Municipality is participating with the Town of Truro on the construction of a Regional Civic Centre. Partial funding of the project has been secured under arrangements with the Government of Canada and the Province of Nova Scotia for a maximum of \$10,000,000 from each participant. A fund raising campaign has been underway with an established goal of an estimated \$5,500,000. The Municipality (60%) and Town (40%) are funding the remainder of an estimated \$25,000,000. Subsequent to year end, the Municipality has borrowed an additional \$5.263 million in relation to this project.
- In addition, the Municipality and Town will cost share equally on any operational losses of the Civic Centre.
- (v) The Municipality has commenced with upgrades to its Regional Wastewater Treatment Facility estimated to cost \$14,282,000. Under the Build Canada Fund (BCF), funding approval has been received in the amount of \$10,600,000. The participants in the BCF are the Government of Canada, the Province of Nova Scotia and the local municipal share. As the Municipality has an existing arrangement with the Town of Truro, who receive services from this facility, the local BCF share will be split evenly. As well, the additional cost of \$3,682,000 will be funded equally by the Municipality and the Town.
- (vi) The Municipality will commence construction of a new compost handling facility in the next fiscal year, estimated to cost approximately \$3,700,000. Under the Build Canada Fund (BCF), funding approval has been received in the amount of \$1,667,000. The remaining cost is to be funded by the Municipality through gas tax revenues and tipping fees from its balefill facility.

The Municipality of the County of Colchester

Notes to the consolidated financial statements

March 31, 2012

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	\$ 17,664	\$ 522	\$ 18,186
Gerald Buott, Councillor	\$ 17,664	\$ 1,013	\$ 18,677
Ronald Cavanaugh, Deputy Mayor	\$ 23,012	\$ 932	\$ 23,944
Mike Cooper, Councillor	\$ 17,664	\$ -	\$ 17,664
Glen Edwards, Councillor	\$ 17,664	\$ 245	\$ 17,909
Jimmy LeFresne, Councillor	\$ 17,664	\$ 703	\$ 18,367
Karen MacKenzie, Councillor	\$ 17,664	\$ -	\$ 17,664
Bill Masters, Councillor	\$ 17,664	\$ 537	\$ 18,201
Earl McKenna, Councillor	\$ 17,664	\$ 116	\$ 17,780
Tom Taggart, Councillor	\$ 17,664	\$ 825	\$ 18,489
Robert Taylor, Mayor	\$ 37,773	\$ 5,864	\$ 43,637
Bob White, Councillor	\$ 17,664	\$ 74	\$ 17,738
Employee: Dan McDougall, CAO	\$ 125,327	\$ 4,855	\$ 130,182

13. Outstanding inter-fund transfers

The following outstanding transfers did not clear the bank before year end:

<u>Amount</u>	<u>From</u>	<u>To</u>	<u>Date Transfer Cleared</u>
(109,530.00)	General Bank	Street Paving	26-Apr-12
(530,312.54)	General Bank	Civic Centre	23-Apr-12
(31,865.63)	General Bank	Vehicle Reserve	26-Apr-12
(24,128.14)	General Bank	Tax Sale	26-Apr-12
(4,233.20)	General Bank	Balefill Capital	23-Apr-12
(1,004.27)	General Bank	Liner Replacement	23-Apr-12
(6,151.88)	General Bank	Closure Reserve	23-Apr-12
(1,124.96)	General Bank	Equipment Reserve	23-Apr-12
(1,967.85)	General Bank	Bible Hill Master Plan	23-Apr-12
(1,146.63)	General Bank	Courthouse	23-Apr-12
(11,691.74)	General Bank	Debert Park	23-Apr-12
(726.87)	General Bank	Fire Department Insurance	23-Apr-12
(10,786.47)	General Bank	Gas Tax	23-Apr-12
(1,830.97)	General Bank	Infrastructure	23-Apr-12
(1,230.66)	General Bank	MRF Equipment	23-Apr-12
(109.09)	General Bank	Host Community	23-Apr-12
(383.60)	General Bank	Recreation	23-Apr-12
(16.85)	General Bank	Scholarship	23-Apr-12
(415.83)	General Bank	Special Capital	23-Apr-12
(632.35)	General Bank	Street Paving	23-Apr-12
(305.96)	General Bank	Vehicle Reserve	23-Apr-12

The Municipality of the County of Colchester

Notes to the consolidated financial statements

March 31, 2012

13. Outstanding inter-fund transfers (continued)

<u>Amount</u>	<u>From</u>	<u>To</u>	<u>Date Transfer Cleared</u>
791,589.99	Gas Tax	General Bank	23-Apr-12
1,131,646.81	Gas Tax	General Bank	25-Apr-12
2,261.07	Debert Park	General Bank	23-Apr-12
269,974.06	Infrastructure	General Bank	25-Apr-12
2,396.56	Special Capital	General Bank	25-Apr-12
543,572.64	Civic Centre	General Bank	25-Apr-12
22,290.27	Vehicle Reserve	General Bank	23-Apr-12
(601,500.00)	General Bank	Special Operating	23-Apr-12
141,076.28	Special Capital	General Bank	27-Apr-12
504,116.00	Special Operating	General Bank	25-Apr-12
114,175.32	Street Paving	General Bank	23-Apr-12
6,000.00	Fire Dept Insurance	General Bank	23-Apr-12
26,610.00	Balefill Capital	General Bank	23-Apr-12
90,917.50	Liner Replacement	General Bank	23-Apr-12
26,610.00	Equipment Reserve	General Bank	23-Apr-12
54,532.81	Trails Reserve	General Bank	27-Apr-12
31,865.63	Equipment Reserve	General Bank	23-Apr-12
29.70	Street Paving	General Bank	27-Apr-12
35,463.79	Special Capital	General Bank	25-Apr-12
15,965.80	Trails Reserve	General Bank	27-Apr-12
388,725.49	Liner Replacement	General Bank	27-Apr-12
23,754.03	Special Operating	General Bank	30-Apr-12
(1,738,268.00)	General Bank	Gas Tax	30-Apr-12
(5,895.15)	General Bank	Balefill Capital	30-Apr-12
(20,075.33)	General Bank	Liner Replacement	30-Apr-12
(5,895.15)	General Bank	Equipment Reserve	30-Apr-12
140,899.75	Tatamagouche Water	General Bank	
239,200.22	Debert Water	General Bank	

14. Trust funds

The Municipality holds trust funds at March 31, 2012, totaling \$185,629 (2011 - \$186,786) for specific purposes. These assets and corresponding liabilities are set out on Page 44 and are not recorded in these consolidated financial statements.

The Municipality of the County of Colchester

Notes to the consolidated financial statements

March 31, 2012

15. Transfers

Description	General Operating	Investment in Capital Assets	Special Operating	Special Capital	Equipment Balefill	Vehicle Reserve	MRF Equipment	Bible Hill Master Plan	Fire Insurance	Liner Replacement
County owned roads	\$(1,169,384)	\$ 1,169,384	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Debert Water - depreciation	-	-	-	-	-	-	-	-	-	-
Tatamagouche Water - depreciation	-	-	-	-	-	-	-	-	-	-
Trails expense	87,543	-	-	-	-	-	-	-	-	-
Major flood projects	(50,000)	-	-	-	-	-	-	-	-	-
Recreation Playspace	83,932	-	-	-	-	-	-	-	-	-
Fire Brigade costs	253,670	-	-	-	-	-	-	-	(253,670)	-
SHRU building	-	61,614	-	(61,614)	-	-	-	-	-	-
Colchester Legion Stadium	640,154	-	(640,154)	-	-	-	-	-	-	-
Recreation Playspace	(80,000)	-	-	-	-	-	-	-	-	-
Trails reserve	(150,000)	-	-	-	-	-	-	-	-	-
Bible Hill master plan	(300,000)	-	-	-	-	-	-	300,000	-	-
Fire insurance reserve	(300,000)	-	-	-	-	-	-	-	300,000	-
Liner replacement	32,169	-	-	-	-	-	-	-	-	(32,169)
Balefill capital improvement	7,471	-	-	-	-	-	-	-	-	-
Vehicle reserve	(101,262)	-	-	-	-	101,262	-	-	-	-
Street paving reserve	(75,000)	-	-	-	-	-	-	-	-	-
Equipment reserve	(2,743)	-	-	-	2,743	-	-	-	-	-
MRF equipment reserve	(75,000)	-	-	(75,000)	-	-	75,000	-	-	-
Courthouse	(150,000)	-	-	-	-	-	-	-	-	-
Transfer to operating reserve	(1,619,014)	-	1,619,014	-	-	-	-	-	-	-
Transfer from operating reserve	508,000	-	(508,000)	-	-	-	-	-	-	-
Compost carts	(11,751)	11,751	-	-	-	-	-	-	-	-
Streets	-	114,175	-	-	-	-	-	-	-	-
Trails capital	-	64,251	-	-	-	-	-	-	-	-
Kemptown houses purchased	(36,863)	385,329	-	(348,466)	-	-	-	-	-	-
Branch Library	(538,723)	1,042,839	(504,116)	-	-	-	-	-	-	-
Civic Centre	-	-	-	-	-	-	-	-	-	-
Sewer trucks	-	22,290	-	-	-	(22,290)	-	-	-	-
Balefill trucks	(13,690)	75,606	-	-	(61,916)	-	-	-	-	-
Capital costs										
Local parks	(28,186)	28,186	-	-	-	-	-	-	-	-
Courthouse equipment	(12,178)	12,178	-	-	-	-	-	-	-	-
Sewer equipment	(8,867)	8,867	-	-	-	-	-	-	-	-
Eagle Drive sidewalk	(269,974)	539,948	-	-	-	-	-	-	-	-
Brookfield sidewalk	(1,858)	1,858	-	-	-	-	-	-	-	-
Debert Phase 1	36,984	(36,984)	-	-	-	-	-	-	-	-
Debert STP#2 - lift stations	(97,171)	97,171	-	-	-	-	-	-	-	-

The Municipality of the County of Colchester

Notes to the consolidated financial statements

March 31, 2012

15. Transfers

<u>Description</u>	<u>General Operating</u>	<u>Investment in Capital Assets</u>	<u>Special Operating</u>	<u>Special Capital</u>	<u>Equipment Balefill</u>	<u>Vehicle Reserve</u>	<u>MRF Equipment</u>	<u>Bible Hill Master Plan</u>	<u>Fire Insurance</u>	<u>Liner Replacement</u>
Capital costs (continued)										
MFR equipment	(16,090)	16,090	-	-	-	-	-	-	-	-
Primary paging equipment	1,337	(1,337)	-	-	-	-	-	-	-	-
Stewiacke Park	(75,679)	75,679	-	-	-	-	-	-	-	-
Nelson Park	(13,793)	13,793	-	-	-	-	-	-	-	-
Brookfield sewer	(1,556)	1,556	-	-	-	-	-	-	-	-
Great Village sewer	(16,017)	16,017	-	-	-	-	-	-	-	-
Broderick Lane	(5,691)	5,691	-	-	-	-	-	-	-	-
Civic Centre	(11,869,326)	11,869,326	-	-	-	-	-	-	-	-
CCWWTF - master plan	(8,192,696)	8,192,696	-	-	-	-	-	-	-	-
Pictou Road sewer	(1,755,110)	1,755,110	-	-	-	-	-	-	-	-
Leachate treatment plant	(1,526,292)	1,526,292	-	-	-	-	-	-	-	-
Tata Fire Protection	(5,046)	-	-	-	-	-	-	-	-	-
Debert water	-	10,571	-	-	-	-	-	-	-	-
Reallocation	9,408	-	-	-	-	-	-	-	-	-
Proceeds on sale of Kemptown properties	(217,966)	-	-	217,966	-	-	-	-	-	-
	\$(27,126,258)	\$27,079,947	\$ (33,256)	\$ (192,114)	\$ (59,173)	\$ 78,972	\$ 75,000	\$ 300,000	\$ 46,330	\$ (32,169)

The Municipality of the County of Colchester

Notes to the consolidated financial statements

March 31, 2012

15. Transfers

Description	Courthouse Reserve	Trails	Recreation Playspace	Municipal Infrastructure	Balefill Improvements	Street Paving	Major Floods	Tatamagouche Operating	Tatamagouche Capital	Debert Operating	Debert Capital
County owned roads	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Debert Water - depreciation	-	-	-	-	-	-	-	-	-	(17,650)	17,650
Tatamagouche water - depreciation	-	-	-	-	-	-	-	(35,537)	35,537	-	-
Trails expense	-	(87,543)	-	-	-	-	-	-	-	-	-
Major flood projects	-	-	-	-	-	-	50,000	-	-	-	-
Recreation Playspace	-	-	(83,932)	-	-	-	-	-	-	-	-
Fire Brigade costs	-	-	-	-	-	-	-	-	-	-	-
SHRU building	-	-	-	-	-	-	-	-	-	-	-
Colchester Legion Stadium	-	-	-	-	-	-	-	-	-	-	-
Recreation Playspace	-	-	80,000	-	-	-	-	-	-	-	-
Trails reserve	-	150,000	-	-	-	-	-	-	-	-	-
Bible Hill master plan	-	-	-	-	-	-	-	-	-	-	-
Fire insurance reserve	-	-	-	-	-	-	-	-	-	-	-
Liner replacement	-	-	-	-	-	-	-	-	-	-	-
Balefill capital improvement	-	-	-	-	(7,471)	-	-	-	-	-	-
Vehicle reserve	-	-	-	-	-	-	-	-	-	-	-
Street paving reserve	-	-	-	-	-	75,000	-	-	-	-	-
Equipment reserve	-	-	-	-	-	-	-	-	-	-	-
MRF equipment reserve	-	-	-	-	-	-	-	-	-	-	-
Courthouse	150,000	-	-	-	-	-	-	-	-	-	-
Transfer to operating reserve	-	-	-	-	-	-	-	-	-	-	-
Transfer from operating reserve	-	-	-	-	-	-	-	-	-	-	-
Compost carts	-	-	-	-	-	-	-	-	-	-	-
Streets	-	-	-	-	-	(114,175)	-	-	-	-	-
Trails capital	-	(64,251)	-	-	-	-	-	-	-	-	-
Kemptown houses purchased	-	-	-	-	-	-	-	-	-	-	-
Branch Library	-	-	-	-	-	-	-	-	-	-	-
Civic Centre	-	-	-	-	-	-	-	-	-	-	-
Sewer trucks	-	-	-	-	-	-	-	-	-	-	-
Balefill trucks	-	-	-	-	-	-	-	-	-	-	-
Capital costs	-	-	-	-	-	-	-	-	-	-	-
Local parks	-	-	-	-	-	-	-	-	-	-	-
Courthouse equipment	-	-	-	-	-	-	-	-	-	-	-
Sewer equipment	-	-	-	-	-	-	-	-	-	-	-
Eagle Drive sidewalk	-	-	-	(269,974)	-	-	-	-	-	-	-
Brookfield sidewalk	-	-	-	-	-	-	-	-	-	-	-
Debert Phase 1	-	-	-	-	-	-	-	-	-	-	-
Debert STP#2 - lift stations	-	-	-	-	-	-	-	-	-	-	-

The Municipality of the County of Colchester

Notes to the consolidated financial statements

March 31, 2012

15. Transfers

Description	Courthouse Reserve	Trails	Recreation Playspace	Municipal Infrastructure	Balefill Improvements	Street Paving	Major Floods	Tatamagouche Operating	Tatamagouche Capital	Debert Operating	Debert Capital
Capital costs (continued)											
MFR equipment	-	-	-	-	-	-	-	-	-	-	-
Primary paging equipment	-	-	-	-	-	-	-	-	-	-	-
Stewiacke Park	-	-	-	-	-	-	-	-	-	-	-
Nelson Park	-	-	-	-	-	-	-	-	-	-	-
Brookfield sewer	-	-	-	-	-	-	-	-	-	-	-
Great Village sewer	-	-	-	-	-	-	-	-	-	-	-
Broderick Lane	-	-	-	-	-	-	-	-	-	-	-
Civic Centre	-	-	-	-	-	-	-	-	-	-	-
CCWWTF - master plan	-	-	-	-	-	-	-	-	-	-	-
Pictou Road sewer	-	-	-	-	-	-	-	-	-	-	-
Leachate treatment plant	-	-	-	-	-	-	-	-	-	-	-
Tata Fire Protection	-	-	-	-	-	-	-	5,046	-	-	-
Debert water	-	-	-	-	-	-	-	-	-	(10,571)	-
Reallocation	-	-	-	-	-	-	-	(5,048)	-	(4,360)	-
Proceeds on sale of Kemption properties	-	-	-	-	-	-	-	-	-	-	-
	\$ 150,000	\$ (1,794)	\$ (3,932)	\$ (269,974)	\$ (7,471)	\$ (39,175)	\$ 50,000	\$ (35,539)	\$ 35,537	\$ (32,581)	\$ 17,650

The Municipality of the County of Colchester

Notes to the consolidated financial statements

March 31, 2012

16. Contingency

During fiscal 2008, the Municipality was named as a defendant in a lawsuit brought by a company disputing the awarding of a bid for contract work. The maximum potential exposure is approximately \$240,000. The Municipality believes that it has followed the policies and procedures surrounding the compliancy of its bidding process and has contested the lawsuit. To date, the suit remains outstanding. As a result, no accrual for this potential liability has been recorded in the Municipality's records.

17. 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
Bridge loan	\$	6,000,000

As of March 31, 2012, the Municipality has used \$19,692 of revolving term facility of \$30,000 and \$3,000,000 of the bridge loan facility of \$6,000,000 with interest at prime.

18. Prior period adjustments – tangible capital assets

The Municipality has restated its consolidated financial statements in order to recognize tangible capital assets that were not previously recorded in the consolidated financial statements.

Adjustments to opening investment in tangible capital assets		
As previously reported	\$	49,981,458
Adjustments to net book value of tangible capital assets		
Recognition of assets not previously recorded		2,323,300
Other		(223)
As restated	\$	<u>52,304,535</u>
Adjustments to tangible capital assets		
As previously reported	\$	55,419,856
Adjustments to historical cost of tangible capital assets		
Recognition of assets not previously recorded		2,323,300
Other		(223)
As restated	\$	<u>57,742,933</u>

19. Comparative figures

Certain of the 2011 comparative figures have been reclassified to conform with the consolidated financial statement presentation adopted for 2012.

The Municipality of the County of Colchester

Schedules to the consolidated statement of operations

Year ended March 31 2012 Budget **2012 Actual** 2011 Actual
(Unaudited)

1. Taxes

Assessable property			
Residential	\$ <u>13,598,211</u>	\$ <u>13,600,242</u>	\$ <u>12,614,372</u>
Commercial			
Based on taxable assessments	<u>5,783,759</u>	<u>5,756,349</u>	<u>5,786,622</u>
Resource			
Taxable assessments	406,168	407,262	394,238
Forest property tax			
Less than 50,000 acres	85,659	85,479	85,888
50,000 acres or more	<u>76,752</u>	<u>76,450</u>	<u>84,976</u>
	<u>568,579</u>	<u>569,191</u>	<u>565,102</u>
Area rates			
Protective services	2,072,278	2,094,571	1,962,303
Transportation services	1,332,712	1,277,050	1,240,149
Environmental health services	2,787,972	2,794,448	2,564,581
Recreation and cultural services	<u>29,905</u>	<u>68,750</u>	<u>28,184</u>
	<u>6,222,867</u>	<u>6,234,819</u>	<u>5,795,217</u>
Special assessments			
Frontage rates			
Transportation services	<u>30,527</u>	<u>34,068</u>	<u>30,527</u>
Business property			
Business occupancy	9,876	9,303	10,290
Based on revenue (Aliant Telecom)	170,000	153,087	170,917
Nova Scotia Power Corporation	20,000	20,645	20,061
Harmonized sales tax grant	<u>75,000</u>	<u>86,368</u>	<u>77,429</u>
	<u>274,876</u>	<u>269,403</u>	<u>278,697</u>
Other			
Deed transfer tax	800,000	956,213	916,478
Inter-municipal tax sharing	30,000	39,482	40,150
Collections for other governments	<u>1,783,147</u>	<u>1,885,894</u>	<u>1,813,842</u>
	<u>2,613,147</u>	<u>2,881,589</u>	<u>2,770,470</u>
	\$ <u>29,091,966</u>	\$ <u>29,345,661</u>	\$ <u>27,841,007</u>

The Municipality of the County of Colchester

Schedules to the consolidated statement of operations

Year ended March 31 2012 Budget 2012 Actual 2011 Actual
(Unaudited)

2. Grants in lieu of taxes

Federal government	\$ <u>69,427</u>	\$ <u>71,334</u>	\$ <u>71,380</u>
Provincial government			
Property of supported institutions	100,000	100,546	98,370
Forest property	49,500	64,002	49,507
Other property	167,009	199,879	251,181
Wind turbine	<u>272,376</u>	<u>272,376</u>	<u>3,400</u>
	<u>588,885</u>	<u>636,803</u>	<u>402,458</u>
	\$ <u>658,312</u>	\$ <u>708,137</u>	\$ <u>473,838</u>

3. Services to other governments

Other local governments			
STP recovery	\$ 704,238	\$ 606,103	\$ 612,289
Solid waste recovery	<u>60,310</u>	<u>40,067</u>	<u>38,292</u>
	\$ <u>764,548</u>	\$ <u>646,170</u>	\$ <u>650,581</u>

4. Sale of services

Other local governments			
Materials recovery facility	\$ 396,220	\$ 388,146	\$ 289,055
Sale of water - Tatamagouche	210,006	204,679	197,448
Sale of water - Debert	<u>183,950</u>	<u>197,568</u>	<u>184,721</u>
	\$ <u>790,176</u>	\$ <u>790,393</u>	\$ <u>671,224</u>

5. Water fire protection

Tatamagouche public fire protection	\$ 61,252	\$ 60,637	\$ 56,225
Debert public fire protection	<u>73,959</u>	<u>95,043</u>	<u>73,674</u>
	\$ <u>135,211</u>	\$ <u>155,680</u>	\$ <u>129,899</u>

The Municipality of the County of Colchester

Schedules to the consolidated statement of operations

Year ended March 31	2012 Budget (Unaudited)	2012 Actual	2011 Actual
---------------------	----------------------------	-------------	-------------

13. Environmental health services

Sewage collection and disposal	\$ 2,556,321	\$ 2,276,515	\$ 2,317,487
Garbage and waste disposal	<u>5,798,254</u>	<u>6,165,643</u>	<u>5,546,888</u>
	<u>8,354,575</u>	<u>8,442,158</u>	<u>7,864,375</u>
Fiscal costs			
Debt charges - interest	176,905	176,905	215,823
Depreciation expense	-	3,011,112	2,909,363
(Gain) loss on disposal of assets	-	(8,439)	13,711
Bible Hill water extension	<u>-</u>	<u>-</u>	<u>324,850</u>
	<u>176,905</u>	<u>3,179,578</u>	<u>3,463,747</u>
	<u>\$ 8,531,480</u>	<u>\$ 11,621,736</u>	<u>\$ 11,328,122</u>

14. Public health services

Fiscal costs			
Debt charges - interest	\$ 177,081	\$ 177,080	\$ 190,685
Debt charges - principal	391,026	391,026	391,026
Regional hospital	-	-	1,400,000
Transfers to regional housing	<u>75,000</u>	<u>43,811</u>	<u>69,151</u>
	<u>\$ 643,107</u>	<u>\$ 611,917</u>	<u>\$ 2,050,862</u>

15. Environmental development services

Planning and zoning			
Administration	\$ 156,357	\$ 143,101	\$ 121,724
Other environmental development services			
Special programs and projects	133,000	85,310	48,390
Transfer to Colchester Regional Development Agency			
Development Agency	308,240	308,240	308,240
Depreciation expense	<u>-</u>	<u>2,576</u>	<u>2,264</u>
	<u>\$ 597,597</u>	<u>\$ 539,227</u>	<u>\$ 480,618</u>

The Municipality of the County of Colchester

Schedules to the consolidated statement of operations

Year ended March 31 2012 Budget 2012 Actual 2011 Actual
(Unaudited)

16. Recreation and cultural services

Administration	\$	322,280	\$	299,786	\$	289,823
Tourism		19,140		19,140		19,140
Playgrounds and trails		280,000		222,285		236,552
Swimming pools		100,000		100,000		75,000
Parks and rinks		510,501		413,040		364,367
Depreciation expense		-		51,330		26,576
Debenture discount		-		21,395		-
Debt charges - interest		388,600		33,176		-
Civic centre		3,648,381		7,217,410		3,024,812
Colchester Legion Stadium		638,314		640,154		-
Cultural buildings and facilities						
Branch library		7,800		13,205		9,231
Regional library		231,075		231,804		231,075
	\$	<u>6,146,091</u>	\$	<u>9,262,725</u>	\$	<u>4,276,576</u>

17. Water treatment and distribution

Source of supply	\$	11,557	\$	11,578	\$	10,952
Power and pumping		96,100		94,710		87,538
Water treatment		80,050		96,103		85,985
Transmission and distribution		208,053		241,647		219,104
Administration		116,163		147,968		144,757
Depreciation expense		-		193,336		190,390
Depreciation expense – URB		48,215		53,187		6,227
Taxes		27,704		27,704		27,684
Interest on long term debt		5,144		5,144		5,641
	\$	<u>592,986</u>	\$	<u>871,377</u>	\$	<u>778,278</u>

18. Fiscal services

Transfer to district school board	\$	<u>5,836,622</u>	\$	<u>5,826,480</u>	\$	<u>5,747,664</u>
-----------------------------------	----	------------------	----	-------------------------	----	------------------

The Municipality of the County of Colchester

Schedule of consolidated debt charges and term debt

Year ended March 31, 2012

	Fiscal Year of Issue	Fiscal Year of Maturity	Interest Rate	Balance March 31/11	Redeemed	Balance March 31/12	Interest 2012	Serial Instalment 2012	Total Debt Charges
<u>Unmatured Debenture and Term Debt</u>									
Sewer trunk line	2003	2013	6.125%	\$ 124,000	\$ 62,000	\$ 62,000	\$ 4,274	\$ 62,000	\$ 66,274
Kemptown balefill	2006	2016	4.02%-4.56%	2,000,000	400,000	1,600,000	73,000	400,000	473,000
Phase 4B regional sewage plant	2007	2017	4.55%-4.88%	1,350,000	225,000	1,125,000	55,212	225,000	280,212
Phase 4C/4D regional sewage plant	2007	2017	4.14%-4.41%	990,000	165,000	825,000	39,202	165,000	204,202
Urban sidewalks	2008	2018	4.38%-4.625%	422,000	211,000	211,000	10,825	211,000	221,825
Street paving project	2008	2013	4.68%-4.718%	150,000	75,000	75,000	5,457	75,000	80,457
Invessel expansion	2009	2019	4.107%-4.884%	160,234	53,400	106,834	5,218	53,400	58,618
Hilden sidewalk	2009	2019	4.107%-4.884%	130,166	43,400	86,766	4,240	43,400	47,640
Regional hospital #1	2007	2017	4.85%-4.88%	733,332	66,667	666,665	32,626	66,667	99,293
Regional hospital #2	2008	2018	4.38%-4.625%	1,100,000	100,000	1,000,000	46,225	100,000	146,225
Regional hospital #3	2009	2019	4.107%-4.884%	1,184,616	107,692	1,076,924	51,517	107,692	159,209
Regional hospital #4	2010	2020	1.692%-4.889%	1,283,333	116,667	1,166,666	46,713	116,667	163,380
Brookfield Fire Hall	2007	2017	4.55%-4.88%	867,300	37,250	830,050	40,536	37,250	77,786
Tatamagouche water utility	2009	2019	3.883%-5.095%	112,000	14,000	98,000	5,144	14,000	19,144
Civic Centre – Phase 1	2012	2022	3.645%	-	-	2,832,000	33,176	-	33,176
Totals				\$ 10,606,981	\$ 1,677,076	\$ 11,761,905	\$ 453,365	\$ 1,677,076	\$ 2,130,441

The Municipality of the County of Colchester

Schedule of changes in general operating fund

Year ended March 31, 2012

	2012 Budget (Unaudited)	2012 Actual	(Restated) 2011 <u>Actual</u>
Revenues			
Taxes	\$ 29,091,966	\$ 29,345,661	\$ 27,841,007
Grants in lieu of taxes	658,312	708,137	473,838
Services to other governments	764,548	646,170	650,581
Sale of services	396,220	388,146	289,055
Other revenue from own sources	4,085,172	4,455,290	4,225,223
Unconditional transfers from other governments	524,740	577,523	557,052
Conditional transfers from other governments	14,283,120	16,876,047	8,254,131
Other	<u>3,004,025</u>	<u>3,204,138</u>	<u>2,593,792</u>
Total revenues	<u>52,808,103</u>	<u>56,201,112</u>	<u>44,884,679</u>
Expenditures			
General government services	5,837,789	5,962,555	5,624,551
Protective services	7,218,437	7,605,009	7,308,375
Transportation services	1,217,733	2,051,505	2,012,113
Environmental health services	8,531,480	11,621,736	11,328,122
Public health services	643,107	611,917	2,050,862
Environmental development services	597,597	539,227	480,618
Recreation and cultural services	6,146,091	9,262,725	4,276,576
Fiscal services	<u>5,836,622</u>	<u>5,826,480</u>	<u>5,747,664</u>
Total expenditures	<u>36,028,856</u>	<u>43,481,154</u>	<u>38,828,881</u>
Net revenues	\$ <u>16,779,247</u>	12,719,958	6,055,798
Debt principal repayment		(1,234,800)	(1,234,800)
Transfer of debenture proceeds		2,832,000	-
Transfer of depreciation expense		3,993,857	3,850,317
Transfer of loss and proceeds on disposal of tangible capital assets		347,759	88,711
Transfers to other funds, net (Note 15)		<u>(27,126,258)</u>	<u>(8,519,629)</u>
Change in fund balance		(8,467,484)	240,397
Opening fund balance		<u>2,176,805</u>	<u>1,936,408</u>
Closing fund balance		\$ <u>(6,290,679)</u>	\$ <u>2,176,805</u>

The Municipality of the County of Colchester

Schedule of changes in Tatamagouche water operating fund

Year ended March 31, 2012

	2012 Budget (Unaudited)	2012 Actual	(Restated) 2011 Actual
Revenues			
Sale of water	\$ 210,006	\$ 204,679	\$ 197,448
Public fire protection	61,252	60,637	56,225
Other	4,000	32,521	70,729
Total revenues	<u>275,258</u>	<u>297,837</u>	<u>324,402</u>
Expenditures			
Source of supply	4,263	4,992	4,636
Power and pumping	30,100	34,282	30,955
Water treatment	56,105	61,929	59,448
Transmission and distribution	66,105	80,750	60,268
Administrative	56,086	66,154	65,741
Filter replacement	12,300	12,300	12,300
Depreciation	-	133,567	132,190
Depreciation – URB	30,565	35,537	3,357
Interest on long term debt	5,144	5,144	5,641
Taxes	27,704	27,704	27,684
Total expenditures	<u>288,372</u>	<u>462,359</u>	<u>402,220</u>
Net expenditures	\$ <u>(13,114)</u>	(164,522)	(77,818)
Debt principal repayment		(14,000)	(14,000)
Transfer of depreciation expense		133,567	132,190
Transfer of depreciation expense – URB		35,537	3,357
Net transfers to other funds, net (Note 15)		<u>(35,539)</u>	<u>(27,707)</u>
Change in fund balance		(44,957)	16,022
Opening fund balance		<u>(32,519)</u>	<u>(48,541)</u>
Closing fund balance		\$ <u>(77,476)</u>	\$ <u>(32,519)</u>

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

Year ended March 31, 2012

	2012 Budget (Unaudited)	2012 Actual	(Restated) 2011 Actual
Revenues			
Interest	\$ 225	\$ 225	\$ -
Expenditures			
Capital expenditures	<u>5,000</u>	<u>-</u>	<u>-</u>
Net (expenditures) revenues	\$ <u>(4,775)</u>	225	-
Net transfers from water operating fund (Note 15)		<u>35,537</u>	<u>3,357</u>
Change in fund balance		35,762	3,357
Opening fund balance		<u>56,358</u>	<u>53,001</u>
Closing fund balance		\$ <u>92,120</u>	\$ <u>56,358</u>

The Municipality of the County of Colchester

Schedule of changes in Debert water operating fund

Year ended March 31, 2012

	2012 Budget (Unaudited)	2012 <u>Actual</u>	2011 <u>Actual</u>
Revenues			
Sale of water	\$ 183,950	\$ 197,568	\$ 184,721
Public fire protection	73,959	95,043	73,674
Other	<u>7,000</u>	<u>9,029</u>	<u>6,617</u>
Total revenues	<u>264,909</u>	<u>301,640</u>	<u>265,012</u>
Expenditures			
Source of supply	7,294	6,586	6,316
Power and pumping	66,000	60,428	56,583
Water treatment	23,945	34,174	26,537
Transmission and distribution	129,648	148,597	146,536
Administrative	60,077	81,814	79,016
Depreciation	-	59,769	58,200
Depreciation – URB	<u>17,650</u>	<u>17,650</u>	<u>2,870</u>
Total expenditures	<u>304,614</u>	<u>409,018</u>	<u>376,058</u>
Net expenditures	\$ <u>(39,705)</u>	(107,378)	(111,046)
Transfer of depreciation expense		59,769	58,200
Transfer of depreciation expense – URB		17,650	2,870
Net transfers to Debert water capital fund (Note 15)		<u>(32,581)</u>	<u>(12,960)</u>
Change in fund balance		(62,540)	(62,936)
Opening fund balance		<u>(54,329)</u>	<u>8,607</u>
Closing fund balance		\$ <u>(116,869)</u>	\$ <u>(54,329)</u>

The Municipality of the County of Colchester

Schedule of changes in Debert water capital fund

Year ended March 31, 2012

	2012 Budget (Unaudited)	2012 Actual	2011 <u>Actual</u>
Net revenues	\$ _____ - \$	- \$	-
Net transfers from Debert water operating fund (Note 15)		<u>17,650</u>	<u>2,870</u>
Change in fund balance		17,650	2,870
Opening fund balance		<u>5,058</u>	<u>2,188</u>
Closing fund balance		\$ <u>22,708</u>	\$ <u>5,058</u>

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

March 31, 2012

	Recreation Subdivision Fund	Host Community Fund	Scholarship Fund	Total 2012	Total 2011
Assets					
Cash	\$ 139,751	\$ 39,741	\$ 6,137	\$ 185,629	\$ 186,786
<hr/>					
Reserve					
Trust fund reserve	\$ 139,751	\$ 39,741	\$ 6,137	\$ 185,629	\$ 186,786

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

Year ended March 31, 2012

	Recreation Subdivision Fund	Host Community Fund	Scholarship Fund	Total 2012	Total 2011
Balance, beginning of year	\$ 137,412	\$ 39,316	\$ 10,058	\$ 186,786	\$ 185,890
Contributions	848	-	-	848	3,300
Interest income	1,491	425	79	1,995	1,596
Fund payment	-	-	(4,000)	(4,000)	(4,000)
Balance, end of year	\$ 139,751	\$ 39,741	\$ 6,137	\$ 185,629	\$ 186,786
