



Consolidated Financial Statements

Town of Digby

March 31, 2020

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Independent Auditor's Report

His Worship the Mayor and Members of Council of the Town of Digby

Opinion

We have audited the consolidated financial statements of the Town of Digby ("the Town"), which comprise the consolidated statement of financial position as at March 31, 2020, and the consolidated statements of operations, change in net assets and cash flow for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the financial position of the Town of Digby as at March 31, 2020, and its results of operations, its changes in its net assets, and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Opinion

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

Other 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 8-14 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 the consolidated financial statements taken as a whole.

Responsibilities of Management and Those Charged with Governance 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.

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

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

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

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

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

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

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Grant Thornton LLP

Digby, Canada
September 8, 2020

Chartered Professional Accountants

Management's Responsibility for the Consolidated Financial Statements

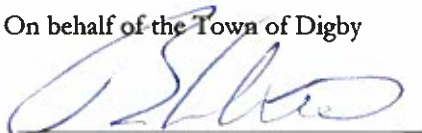
The consolidated financial statements have been prepared by management in accordance with Canadian public sector accounting standards, and the integrity and objectivity of these statements are management's responsibility. Management is also responsible for all of the notes to the consolidated financial statements and schedules, and for ensuring that this information is consistent, where appropriate, with the information contained in the consolidated financial statements. A summary of the significant accounting policies are described in Note 1 to the consolidated financial statements. The preparation of financial statements necessarily involves the use of estimates based on management's judgment, particularly when transactions affecting the current accounting period cannot be finalized with certainty until future periods.

Management is also responsible for implementing and maintaining a system of internal controls to provide reasonable assurance that reliable financial information is produced. The internal controls are designed to provide reasonable assurance that assets are safeguarded, transactions are properly authorized and recorded in compliance with legislative and regulatory requirements, and reliable financial information is available on a timely basis for preparation of the consolidated financial statements.

The Council is responsible for ensuring that management fulfills its responsibilities for financial reporting and internal control and exercises these responsibilities through the Council. The Council reviews internal financial statements on a monthly basis and external audited consolidated financial statements yearly. The Council also discusses any significant financial reporting or internal control matters prior to their approval of the consolidated financial statements.

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 Town of Digby and meet when required. The accompanying Auditor's Report outlines their responsibilities, the scope of their examination and their opinion on the consolidated financial statements.

On behalf of the Town of Digby



Mayor

CAO

Town of Digby
Consolidated Statement of Operations
Year Ended March 31

		2020	2019
	<u>Page</u>	<u>Budget</u>	<u>Actual</u>
Revenue			
Taxes	8	\$ 3,088,538	\$ 3,102,734
Grants in lieu of taxes	8	332,045	450,972
Services provided to other governments	8	194,869	178,792
Sales of services	8	3,200	3,944
Other revenue from own sources	9	113,326	139,238
Unconditional transfers from other governments	9	374,458	395,143
Conditional transfers from federal or provincial governments and agencies	9	8,618	8,540
Conditional transfers from other local governments	9	3,000	3,000
Metered rates		543,530	534,632
Flat rates		765	765
Public fire protection		41,292	41,292
Private fire protection		3,250	3,250
Sprinkler service		3,765	3,800
Interest		-	31,655
Federal gas tax funding		347,810	178,972
Grants for capital projects		55,546	29,632
Other		<u>27,736</u>	<u>33,066</u>
		<u>5,141,748</u>	<u>5,068,607</u>
Expenditures			
General government services	10	752,749	707,912
Protective services	11	1,286,718	1,364,609
Transportation services	12	883,264	818,544
Environmental health services	12	813,608	823,508
Public health services	12	70,000	58,320
Environmental development services	13	139,151	139,327
Recreational and cultural services	13	464,588	472,687
Source of supply	13	20,085	18,183
Pumping and power	13	66,370	65,468
Water treatment	13	7,090	8,889
Transmission and distribution	13	217,574	212,835
Administration and general	14	67,754	71,415
Water amortization		181,366	171,513
Water interest on debt		<u>868</u>	<u>1,806</u>
		<u>4,971,185</u>	<u>4,935,016</u>
Annual surplus		\$ <u>170,563</u>	<u>133,591</u>
Accumulated surplus, beginning of year			<u>15,347,761</u>
Accumulated surplus, end of year		\$ <u>15,733,492</u>	<u>\$ 15,347,761</u>

See accompanying notes to the consolidated financial statements.

Town of Digby
Consolidated Statement of Financial Position

March 31	2020	2019
Financial Assets		
Cash and cash equivalents	\$ 1,151,043	\$ 2,442,206
Cash held in reserve (Note 2)	2,476,689	569,039
Receivables (Note 4)	<u>577,073</u>	<u>529,899</u>
	<u>4,204,805</u>	<u>3,541,144</u>
Liabilities		
Tax sale surplus (Note 12)	17,260	17,260
Payables and accruals (Note 11)	570,835	542,184
Customer deposits	21,224	20,384
Accrued pension fund liability (Note 8)	48,500	57,200
Long term debt (Note 3)	<u>1,979,028</u>	<u>1,298,283</u>
	<u>2,636,847</u>	<u>1,935,311</u>
Net Financial Assets	<u>1,567,958</u>	<u>1,605,833</u>
Non-Financial Assets		
General capital assets (Note 5)	9,543,672	9,086,271
Water capital assets (Note 5)	4,586,200	4,623,356
Prepaid expenses	25,826	24,119
Inventory	<u>9,836</u>	<u>8,182</u>
	<u>14,165,534</u>	<u>13,741,928</u>
Accumulated Surplus	<u>\$ 15,733,492</u>	<u>\$ 15,347,761</u>

Commitments and contingencies (Notes 6 and 9)

See accompanying notes to the consolidated financial statements.

On behalf of the Town

 Mayor

 Alvin J. Osinger, CAO

Town of Digby
Consolidated Statement of Change in Net Financial Assets

Year Ended March 31	2020		2019
	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
Annual surplus	\$ 173,563	\$ 385,731	\$ 133,591
Acquisition of general tangible capital assets	(2,615,734)	(1,107,210)	(549,567)
Amortization of general tangible capital assets	628,676	628,676	607,382
Gain on disposal of general tangible capital assets	-	(3,866)	(451)
Proceeds on disposal of general tangible capital assets	-	25,000	451
Proceeds on disposal of water tangible capital assets	-	-	1,000
Gain on disposal of water capital assets	-	-	(1,000)
Acquisition of water capital assets	(745,000)	(128,794)	(40,914)
Amortization of water capital assets	<u>181,366</u>	<u>165,948</u>	<u>171,513</u>
	<u>(2,377,129)</u>	<u>(34,515)</u>	<u>322,005</u>
Change in prepaid expenses	-	(1,707)	(714)
Change in inventory	<u>-</u>	<u>(1,654)</u>	<u>(2,816)</u>
	<u>-</u>	<u>(3,361)</u>	<u>(3,530)</u>
(Decrease) increase in net financial assets	\$ <u>(2,377,129)</u>	(37,875)	318,475
Net financial assets, beginning of year		<u>1,605,833</u>	<u>1,287,358</u>
Net financial assets, end of year		\$ <u>1,567,958</u>	\$ <u>1,605,833</u>

See accompanying notes to the consolidated financial statements.

Town of Digby Consolidated Statement of Cash Flow

Year Ended March 31

2020

2019

Operating activities

Annual surplus	\$ 385,731	\$ 133,591
Amortization of general assets	628,676	607,382
Amortization of water assets	165,948	171,513
(Gain) loss on disposal of general assets	(3,866)	(451)
(Gain) loss on disposal of water assets	-	(1,000)
Changes in non-cash working capital		
Increase in prepaid expense	(1,707)	(714)
Increase in inventory	(1,654)	(2,816)
(Increase) decrease in receivables	(47,173)	137,603
Increase (decrease) in payables and accruals	28,651	(42,038)
Increase in customer deposits	840	760
(Decrease) increase in accrued pension fund liability	(8,700)	9,400
	<u>1,146,746</u>	<u>1,013,229</u>

Capital activities

Acquisition of general tangible capital assets	(1,107,210)	(549,567)
Proceeds on disposal of general tangible capital assets	25,000	451
Acquisition of water tangible capital assets	(128,794)	(40,914)
Proceeds on disposal of water tangible capital assets	-	1,000
	<u>(1,211,004)</u>	<u>(589,030)</u>

Financing activities

Proceeds from issuance of long term debt	844,293	-
Repayment of long term debt	(163,548)	(192,050)
	<u>680,745</u>	<u>(192,050)</u>

Increase in cash and cash equivalents	616,487	232,149
Opening, cash and cash equivalents beginning of year	<u>3,011,245</u>	<u>2,779,096</u>
Closing, cash and cash equivalents end of year	<u>\$ 3,627,732</u>	<u>\$ 3,011,245</u>

Cash and cash equivalents are comprised of:

Cash and cash equivalents	\$ 1,151,043	\$ 2,442,206
Cash held in reserve	<u>2,476,689</u>	<u>569,039</u>
	<u>\$ 3,627,732</u>	<u>\$ 3,011,245</u>

See accompanying notes to the consolidated financial statements.

Town of Digby Schedules to Consolidated Statement of Operations

Year Ended March 31	2020	2019	
	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
Taxes			
Assessable property			
Residential	\$ 1,751,669	\$ 1,748,651	\$ 1,734,753
Commercial property	993,755	993,511	951,627
Resource	9,977	10,671	10,977
Special assessments			
Environmental health services	607,713	599,881	599,769
Industrial park	17,800	17,644	17,731
Business property			
Based on revenue (Aliant)	13,591	13,591	14,417
Other taxes			
Deed transfer tax	63,363	87,476	70,838
Less: appropriation to regional school board	<u>(369,330)</u>	<u>(368,691)</u>	<u>(368,187)</u>
	<u>\$ 3,088,538</u>	<u>\$ 3,102,734</u>	<u>\$ 3,031,923</u>
 Grants in lieu of taxes			
Federal government	\$ 38,392	\$ 37,728	\$ 38,033
Federal government agencies			
Canada Post	14,261	14,261	14,705
Provincial government	<u>279,392</u>	<u>279,393</u>	<u>398,234</u>
	<u>\$ 332,045</u>	<u>\$ 331,382</u>	<u>\$ 450,972</u>
 Services provided to other governments			
Other local government			
Environmental health services	\$ 194,869	\$ 201,484	\$ 178,792
 Sales of services			
Criminal records check	\$ 800	\$ 895	\$ 930
Solid waste drop off fees	-	10,726	-
Other services	<u>2,400</u>	<u>2,974</u>	<u>3,014</u>
	<u>\$ 3,200</u>	<u>\$ 14,595</u>	<u>\$ 3,944</u>

See accompanying notes to the consolidated financial statements.

Town of Digby
Schedules to Consolidated Statement of Operations

Year Ended March 31

2020

2019

	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
Other revenue from own sources			
Licenses and permits	\$ 5,717	\$ 8,742	\$ 4,105
Fines	13,950	14,605	16,295
Digby Station	200	123	231
Rentals	19,459	22,608	15,408
Return on investment	13,000	19,762	13,478
Penalties and interest on taxes	55,000	46,257	70,947
Miscellaneous	<u>6,000</u>	<u>8,022</u>	<u>18,774</u>
	<u>\$ 113,326</u>	<u>\$ 120,119</u>	<u>\$ 139,238</u>
Unconditional transfers from other governments			
Provincial government			
Department of transportation			
Gasoline tax rebate	\$ 5,900	\$ 5,901	\$ 5,919
Department of municipal affairs			
Equalization grants	368,558	368,558	368,558
NS Power Inc. (HST rebate)	<u>-</u>	<u>13,838</u>	<u>20,666</u>
	<u>\$ 374,458</u>	<u>\$ 388,297</u>	<u>\$ 395,143</u>
Conditional transfers from federal or provincial governments and agencies			
Protective services	\$ 1,000	\$ 1,000	\$ 1,000
Nova Scotia visitor information centre funding	<u>7,618</u>	<u>6,000</u>	<u>7,540</u>
	<u>\$ 8,618</u>	<u>\$ 7,000</u>	<u>\$ 8,540</u>
Conditional transfers from other local governments			
Municipality of Digby – Tourist Bureau	<u>\$ 3,000</u>	<u>\$ 3,000</u>	<u>\$ 3,000</u>

See accompanying notes to the consolidated financial statements.

Town of Digby
Schedules to Consolidated Statement of Operations

Year Ended March 31

2020

2019

	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
General government services			
Legislative			
Mayor			
Remuneration	\$ 26,999	\$ 27,239	\$ 23,832
Expenses	4,000	5,773	3,591
Council			
Remuneration	75,166	75,789	67,474
Expenses	11,220	9,921	10,907
General administrative			
Administrative	385,460	386,480	365,535
Financial management	27,516	24,173	24,173
Taxation			
Reduced taxation - Exemptions	22,540	24,226	20,009
Assessment services	27,488	27,488	27,386
Other general administrative services	75,632	72,321	66,130
Valuation allowances	5,000	-	-
Other general government services			
Conventions and delegations	10,500	7,956	12,014
Insurance	16,266	11,777	18,650
Grants to organizations and individuals	45,100	44,010	35,010
Election	3,000	3,000	3,000
Other	4,000	3,661	4,691
Amortization	12,762	12,762	15,982
Interest on debt	100	410	128
Loss on disposal of capital assets	-	2,870	-
Pension adjustment	-	(8,700)	9,400
	<u>\$ 752,749</u>	<u>\$ 731,156</u>	<u>\$ 707,912</u>

See accompanying notes to the consolidated financial statements.

Town of Digby
Schedules to Consolidated Statement of Operations

Year Ended March 31

2020

2019

	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
Protective services			
Police protection			
RCMP services	\$ 842,379	\$ 843,370	\$ 913,770
Correctional services	26,744	26,744	27,014
Law enforcement			
Prosecuting attorney	5,600	3,391	5,617
Special constable	51,093	52,064	46,080
Other	18,860	19,151	15,433
Fire protection			
Fire fighting force	32,500	32,500	32,500
Training	6,000	6,323	2,800
Fire station and building	56,100	52,370	72,910
Firefighting equipment	34,061	29,781	32,910
Fire protection			
Insurance	13,717	13,648	12,660
Grants	25,000	25,000	25,000
Other	5,400	5,765	5,066
Emergency measures	3,861	3,945	3,309
Other			
Animal and pest control	4,072	3,819	3,793
Senior safety program	16,500	16,000	16,000
Surveillance camera	500	1,310	235
Protective inspection	28,000	29,200	27,114
Amortization	116,075	116,075	122,069
Gain on disposal of capital assets	-	(6,736)	-
Interest on debt	<u>256</u>	<u>963</u>	<u>329</u>
	<u>\$ 1,286,718</u>	<u>\$ 1,274,683</u>	<u>\$ 1,364,609</u>

See accompanying notes to the consolidated financial statements.

Town of Digby
Schedules to Consolidated Statement of Operations

Year Ended March 31

2020

2019

	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
Transportation services			
Common services			
Administration	\$ 17,872	\$ 18,818	\$ 17,751
Wages and benefits	348,112	297,758	314,733
General equipment	18,000	20,518	17,953
Other	32,601	32,751	32,904
Public Transit	4,000	4,000	4,000
Road transport			
Roads and streets	210,823	187,333	202,110
Street lighting	17,500	19,643	20,816
Traffic services	19,100	13,681	19,094
Parking	500	900	-
Amortization	207,500	207,500	180,877
Gain on disposal of capital assets	-	-	(451)
Interest on debt	<u>7,256</u>	<u>12,043</u>	<u>8,757</u>
	<u>\$ 883,264</u>	<u>\$ 814,945</u>	<u>\$ 818,544</u>
Environmental health services			
Sewage collection and disposal			
Sewage collection systems	\$ 128,888	\$ 119,305	\$ 120,455
Sewage lift stations	33,000	31,596	39,310
Sewage treatment and disposal	144,616	123,777	141,675
Garbage and waste collection and disposal			
Garbage and waste collection	296,386	317,701	308,600
Amortization	183,752	183,752	184,216
Interest on debt	<u>26,966</u>	<u>26,966</u>	<u>29,253</u>
	<u>\$ 813,608</u>	<u>\$ 803,097</u>	<u>\$ 823,508</u>
Public health services			
Deficit of Digby Housing Authority	<u>\$ 70,000</u>	<u>\$ 75,421</u>	<u>\$ 58,320</u>

See accompanying notes to the consolidated financial statements.

Town of Digby

Schedules to Consolidated Statement of Operations

Year Ended March 31

2020

2019

	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
Environmental development services			
Environment planning and zoning	\$ 19,200	\$ 17,669	\$ 20,852
Other environment development			
Tourism	72,861	69,373	72,627
Other	3,450	3,071	3,321
Industrial commission	20,000	20,000	20,000
Community development			
Transfer to WREN	16,960	16,960	16,960
Other	1,100	2,835	1,425
Amortization	<u>5,580</u>	<u>5,580</u>	<u>4,142</u>
	<u>\$ 139,151</u>	<u>\$ 135,488</u>	<u>\$ 139,327</u>
Recreational and cultural services			
Administration	\$ 304,743	\$ 305,043	\$ 292,541
Parks, playgrounds, sports fields	18,000	21,653	19,662
Cultural buildings	15,000	16,599	18,338
Library	9,000	4,133	27,056
Regional library	12,703	12,703	12,703
Amortization	103,007	103,007	100,097
Interest on debt	<u>2,135</u>	<u>2,135</u>	<u>2,291</u>
	<u>\$ 464,588</u>	<u>\$ 465,273</u>	<u>\$ 472,687</u>
Source of supply			
(Gain) loss on disposal of capital assets	\$ -	\$ -	\$ (1,000)
Repairs and maintenance	<u>20,085</u>	<u>42,669</u>	<u>19,183</u>
	<u>\$ 20,085</u>	<u>\$ 42,669</u>	<u>\$ 18,183</u>
Power and pumping			
Power	<u>\$ 66,370</u>	<u>\$ 69,764</u>	<u>\$ 65,468</u>
Water treatment			
Power	\$ 3,740	\$ 4,712	\$ 3,786
Repairs and maintenance	<u>3,350</u>	<u>2,064</u>	<u>5,103</u>
	<u>\$ 7,090</u>	<u>\$ 6,776</u>	<u>\$ 8,889</u>
Transmission and distribution			
Maintenance of mains	\$ 53,150	\$ 79,391	\$ 58,670
Wages, benefits and insurance	153,989	134,575	141,399
Operating supplies	4,155	4,781	6,152
Maintenance of meters and hydrants	<u>6,280</u>	<u>4,274</u>	<u>6,614</u>
	<u>\$ 217,574</u>	<u>\$ 223,021</u>	<u>\$ 212,835</u>

See accompanying notes to the consolidated financial statements.

Town of Digby**Schedules to Consolidated Statement of Operations**

Year Ended March 31

2020**2019**

	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
Administration and general			
Audit and legal	\$ 3,700	\$ 7,632	\$ 4,367
Uncollectible accounts	5,000	8,067	10,344
Miscellaneous general expenses	21,820	16,259	18,959
Building repairs and maintenance	6,160	3,907	6,750
Consumer billing and accounting	23,944	22,847	22,913
General office expenditures	<u>7,130</u>	<u>5,735</u>	<u>8,082</u>
	<u>\$ 67,754</u>	<u>\$ 64,447</u>	<u>\$ 71,415</u>

See accompanying notes to the consolidated financial statements.

Town of Digby

Notes to the Consolidated Financial Statements

March 31, 2020

1. Significant accounting policies

The consolidated financial statements of the Town of Digby are prepared by management in accordance with Canadian generally accepted accounting principles for local governments, as recommended by the Public Sector Accounting Board of the Chartered Professional Accountants of Canada. Significant aspects of the accounting policies adopted by the Town are as follows:

Reporting entity

The consolidated financial statements reflect the assets, liabilities, revenues, expenditures and changes in balances and in financial position of the reporting entity. The reporting entity is comprised of all organizations and enterprises accountable for the administration of their affairs and resources to the Town and which are owned or controlled by the Town.

Interdepartmental and organizational transactions and balances are eliminated.

Budget

The budget was approved by the Mayor and Council on June 10, 2019.

Basis of accounting

The basis of accounting followed in the financial statement presentation includes revenues in the period in which the transactions or events occurred that gave rise to the revenues and expenditures in the period the goods and services are acquired and a liability is incurred or transfers are due.

Valuation allowance

Uncollected taxes and rates

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

In the Water Utility, a valuation allowance is provided for estimated losses that will be incurred in collecting rates receivable outstanding.

Use of estimates

In preparing the Town's financial statements, management is required to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements and reported amounts of revenue and expenses during the period. Actual results could differ from these estimates.

Cash and cash equivalents

Cash and cash equivalents include cash on hand, balances with banks and short term deposits with original maturities of three months or less. Bank borrowings are considered to be financing activities.

Town of Digby

Notes to the Consolidated Financial Statements

March 31, 2020

1. Significant accounting policies (continued)

Revenue

- (a) Tax revenue is property tax billings which are prepared by the Town based on assessment rolls issued by Property Valuation Services Corporation. Tax rates are established annually by Town Council. 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 Town is entitled to collect interest on overdue taxes and is recorded in the period the interest is levied. Annual garbage collection rates are established by Town Council and collected with the property tax billings.
- (b) Revenue from Government Grants without eligibility criteria or stipulations is recognized as revenue by the Town when the transfer is authorized. Revenue with eligibility criteria is recognized as revenue by the Town when the transfer is authorized and all eligibility criteria have been met. Revenue with stipulations is recognized as revenue by the Town when the transfer is authorized and all stipulations have been met.
- (c) Water and sewer rates are established by the Digby Water Commission per consumption rate of 1,000 imperial gallons. A base rate is also charged bi-monthly to water accounts based on the size of meter at a given property. Meters are read bi-monthly, at which time the associated revenues are recorded.
- (d) Other revenue is recorded when it is earned.

Town of Digby

Notes to the Consolidated Financial Statements

March 31, 2020

1. Significant accounting policies (continued)

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 asset. The cost of the tangible capital asset is amortized on a straight line basis over the estimated useful life as follows:

Asset type	Years
Land improvements	25 years
Municipal buildings	40 years
Buildings and plants	10-40 years
Electronic data equipment	5 years
Small equipment	5 years
Machinery and equipment	10 years
Vehicles	5 years
Streets, roads and curbs	30 years
Traffic and street lights	10-25 years
Sidewalks	15-25 years
Sanitary sewer lines and wastewater lagoons	50 years
Storm drains	25 years
Reservoir, source of supply intake and structures	75 years
Chlorine plant and other	20 years
Purification, transmission and distribution equipment and meters	20 years
Transmission and distribution mains	75 years
Services and hydrants	50 years

Assets under construction are not amortized until the asset is available for productive use. Funding related to the purchase of capital assets is recorded as revenue when received. School buildings formally under operational control of the Town have not been recorded as tangible capital assets, as it is more likely than not they would be sold and not put into municipal use.

Town of Digby

Notes to the Consolidated Financial Statements

March 31, 2020

1. Significant accounting policies (continued)

Liability for contaminated sites

Contaminated sites are a result of contamination being introduced into the 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 Town of Digby:
 - a. Is directly responsible; or
 - b. Accepts responsibility; and
- IV. A reasonable amount of the estimate can be made.

Related party transactions

The Town follows Public Sector Accounting section 2200, related party transactions, which establishes the disclosure requirements for reporting related party transactions. Management has determined that there are no transactions to disclose at this time.

Contractual rights

The Town follows Public Sector Accounting section 3380, contractual rights, which establishes the disclosure requirements for contractual rights. Management has determined that there are no contractual rights to disclose at this time.

Restructuring transactions

The Town follows Public Sector Accounting section 3430, restructuring transactions, which establishes the disclosure requirements for restructuring transactions. Management has determined that there are no transactions to disclose at this time.

2. Cash held in reserve

Cash held in reserve consists of \$1,514,785 (\$513,277 – 2019) in General Reserve Funds and \$961,904 (\$55,762 – 2019) in Water Reserve Funds for a total of \$2,476,689 (\$569,039 – 2019). Use of any of these funds is subject to approval by Council.

Town of Digby

Notes to the Consolidated Financial Statements

March 31, 2019

3. Long term debt

	<u>Due</u>	<u>Balance,</u> <u>March 31,</u> <u>2019</u>	<u>Repaid</u>	<u>Issued</u>	<u>Balance,</u> <u>March 31,</u> <u>2020</u>	<u>Interest</u>	<u>Interest</u> <u>Rate</u>
Common services M.F.C. Serial debenture	2026	\$ 25,757	\$ 8,587	\$ -	\$ 17,170	\$ 982	3.256% - 4.026%
Common services M.F.C. Serial debenture	2026	260,687	20,053	-	240,634	9,935	3.256% - 4.026%
Common services M.F.C. Serial debenture	2021	13,596	6,800	-	6,796	514	3.690% - 3.870%
Common services M.F.C. Serial debenture	2025	28,169	4,695	-	23,474	773	2.221% - 3.190%
Common services M.F.C. Serial debenture	2026	175,207	21,901	-	153,306	3,390	1.323% - 2.506%
Common services M.F.C. Serial debenture	2028	543,770	36,252	-	507,518	16,633	2.266% - 3.489%
Common services M.F.C. Serial debenture	2020	17,030	17,030	-	-	416	4.889%
Common services M.F.C. Serial debenture	2027	209,067	23,230	-	185,837	4,070	1.3500% - 2.653%
Common services M.F.C. Serial debenture	2029	-	-	844,293	844,293	-	0% - 2.561%
		1,273,283	138,548	844,293	1,979,028	36,713	
Water Commission Wells and meters M.F.C.	2020	25,000	25,000	-	-	611	4.889%
		\$ 1,298,283	\$ 163,548	\$ 844,293	\$ 1,979,028	\$ 37,324	

On November 15, 2019, the Town entered into serial debenture 39-1-A with the Nova Scotia Municipal Finance Corporation, totalling \$844,293. This debenture was approved by the Minister of Municipal Affairs and Housing.

Town of Digby
Notes to the Consolidated Financial Statements

March 31, 2020

3. Long term debt (continued)

Principal repayments during next five years are due as follows:

2021	\$205,943
2022	\$199,143
2023	\$190,560
2024	\$190,560
2025	\$190,560

4. Receivables

			<u>2020</u>	<u>2019</u>
Taxes receivable	Current Year	Prior Year	<u>Total</u>	<u>Total</u>
Balance, beginning of year	-	\$ 268,486	\$ 268,486	\$ 333,804
Current year's levy	\$ 3,084,133	-	<u>3,084,133</u>	<u>3,030,600</u>
	3,084,133	268,486	3,352,619	3,364,404
Deduct				
Current year's collection	<u>(2,890,323)</u>	<u>(217,605)</u>	<u>(3,107,928)</u>	<u>(3,095,918)</u>
Balance, end of year	\$ <u>193,810</u>	\$ <u>50,881</u>	244,691	268,486
Add interest			<u>15,448</u>	<u>16,789</u>
			260,139	285,275
HST			17,003	17,236
Provincial government and its agencies Conditional transfers			7,089	14,793
The Municipality of the District of Digby			25,289	43,598
Other			84,042	5,025
Water and sewer Water rates (net of allowance of \$56,099, 2019- \$48,032)			<u>183,511</u>	<u>163,972</u>
			\$ 577,073	\$ 529,899

Town of Digby

Notes to the Consolidated Financial Statements

Year Ended March 31

5. Tangible Capital Assets

	Beginning Cost	Additions	Disposals	Ending Cost	Opening Accumulated Amortization	Adjustments	Amortization	Ending Accumulated Amortization	2020 Net Book Value	2019 Net Book Value
General Capital	\$ 613,293	\$ -	\$ -	\$ 613,293	\$ -	\$ -	\$ -	\$ -	\$ 613,293	\$ 613,293
Land										
Land improvements	1,742,252	38,756	-	1,781,008	1,409,371	-	68,650	1,478,021	302,986	332,881
Municipal buildings	1,227,664	110,386	(45,682)	1,292,368	589,303	(24,549)	34,197	598,951	683,417	638,362
Buildings – plant	3,396,398	61,674	-	3,458,072	2,056,664	-	83,427	2,140,092	1,317,981	1,339,734
Electronic data equipment	49,085	-	-	49,085	27,309	-	6,928	34,238	14,847	21,776
Small equipment	39,223	-	-	39,223	39,223	-	-	39,223	-	-
Machinery and equipment	2,981,628	702,808	(233,500)	3,450,936	1,991,001	(233,500)	179,681	1,937,182	1,513,754	990,627
Vehicles	235,077	-	-	235,077	125,711	-	27,083	152,794	82,283	109,365
Streets, roads and curbs	2,337,685	44,925	(381,545)	2,001,064	1,429,910	(381,545)	56,668	1,105,033	896,032	907,774
Traffic and street lights	359,350	16,290	-	375,640	163,003	-	19,375	182,378	193,262	196,347
Sidewalks	1,383,631	119,800	(19,040)	1,484,391	755,176	(19,040)	44,025	780,161	704,230	628,455
Sewer lines	3,285,631	-	-	3,285,631	1,185,635	-	65,713	1,251,38	2,034,283	2,099,996
Storm drains	651,260	12,572	-	663,832	396,505	-	21,653	417,781	246,051	254,755
Wastewater lagoons	1,082,673	-	-	1,082,673	129,767	-	21,276	151,421	931,252	952,905
	\$ 19,384,851	\$ 1,107,210	\$ (679,768)	\$ 19,812,294	\$ 10,298,579	\$ (658,634)	\$ 628,676	\$ 10,268,622	\$ 9,543,672	\$ 9,086,271

Town of Digby

Notes to the Consolidated Financial Statements

Year Ended March 31

5. Tangible Capital Assets (continued)

	Beginning Cost	Additions	Disposals	Ending Cost	Opening Accumulated Amortization	Adjustments	Amortization	Ending Accumulated Amortization	2020 Net Book Value	2019 Net Book Value
Water Utility										
Land and land rights										
Source of supply	\$ 44,051	\$ -	\$ -	\$ 44,051	\$ -	\$ -	\$ -	\$ -	\$ 44,051	\$ 44,051
Mount Pleasant	48,708	115,000	-	163,708	-	-	-	-	163,708	48,708
Crawford Road	4,000	-	-	4,000	-	-	-	-	4,000	4,000
Reservoirs										
Town	585,275	-	-	585,275	436,874	-	23,411	460,285	124,989	148,401
Structures										
Source of supply	905,684	-	-	905,684	783,548	-	17,219	800,769	122,133	122,136
Power and pumping	23,154	-	-	23,154	23,154	-	-	-	-	-
Chlorine plant	353,153	-	-	353,153	98,523	-	6,409	104,932	248,221	254,630
Equipment										
Electrical pumping	235,683	-	-	235,683	215,396	-	6,058	221,453	14,229	20,287
Purification	132,069	-	-	132,069	86,939	-	8,087	95,026	37,043	45,130
Computer	186,001	-	-	186,001	184,124	-	1,877	184,124	-	1,877
Water testing	59,204	-	-	59,204	54,995	-	4,209	59,204	-	4,209
Mains										
Transmission	1,246,714	-	-	1,246,714	454,087	-	16,291	470,382	776,332	792,627
Distribution	3,723,510	-	-	3,723,510	1,045,806	-	61,473	1,107,279	2,616,231	2,677,704
Services	153,657	13,794	-	167,451	30,838	-	3,276	34,116	133,332	122,819
Meters	302,449	-	-	302,449	255,767	-	4,639	260,406	42,044	46,682
Hydrants	62,791	-	-	62,791	17,429	-	782	18,208	44,582	45,362
Vehicles	31,515	-	-	31,515	6,303	-	6,303	12,606	18,909	25,212
Other	90,225	-	-	90,225	80,896	-	5,914	86,805	3,451	9,359
Depreciation deferral	-	-	-	-	(210,162)	-	-	(210,162)	210,162	210,162
	\$ 8,187,873	\$ 128,794	\$ -	\$ 8,316,663	\$ 3,564,517	\$ -	\$ 165,948	\$ 3,730,463	\$ 4,586,200	\$ 4,623,356

Town of Digby

Notes to the Consolidated Financial Statements

March 31, 2020

6. Commitments

Boards in which the Town of Digby has less than 100% interest

The Town of Digby is required to contribute to the operations of various boards and commissions, along with other municipal units.

Digby Housing Authority - 12.5% interest

Under an agreement between Canada Mortgage and Housing Corporation, the Nova Scotia Department of Housing, the Town of Digby (the partners) and the Digby Housing Authority, the Digby Housing Authority has lease title to certain housing properties for control, operation, management and administration.

The partners' equity in operations, amortization expense and advances for each project is determined under the respective agreements.

The Town of Digby's net share of the 2020 operating deficit of the Digby Housing Authority which has been included in current expenditures was \$75,421 (2019 - \$58,320).

Digby Development Agency - 50% interest

During the year ended March 31, 2020, the Town of Digby paid \$20,000 (2019 - \$20,000) as its share of operations for the Joint Industrial Commission.

Digby and Area Recreation Facility - 50% interest

During the year ended March 31, 2020, the Town of Digby contributed \$303,941 (2018 - \$290,853) as its share of operations for the Digby and Area Recreation Facility.

Western Region Solid Waste Resource Management Authority (Waste Check)

During the year ended March 31, 2020, the Town of Digby contributed \$5,433 (2019 - \$5,410) as its share of the operation of the Western Region Solid Waste Resource Management Authority.

Western Regional Enterprise Network

During the year ended March 31, 2020, the Town of Digby contributed \$16,960 (2019 - \$16,960) to the Western Regional Enterprise Network.

Digby Area Senior Safety Society – 33% interest

During the year ended March 31, 2020, the Town of Digby contributed \$16,000 (2019 - \$16,000) to the Digby Area Senior Safety Society.

Provincial police service agreement

The Town of Digby has entered into an agreement with the Province of Nova Scotia to receive RCMP policing services for the period April 1, 2012 to March 31, 2032. The Town of Digby will be responsible for 70% of the cost to provide and maintain the service, which is calculated based on the number of RCMP members and other services required. This agreement can be terminated at any point with written notice not less than 24 months prior to termination.

Curb-side collection and transportation of source separated solid waste

The Town of Digby has entered into a contract with Digby Salvage and Disposal to collect and transport the Town's solid waste. The contract is effective April 1, 2016 to March 31, 2021 with a cost of \$9,195 per month with an increase of 3% each year.

Town of Digby
Notes to the Consolidated Financial Statements

March 31, 2020

6. Commitments (continued)

Solid waste disposal

Effective January 1, 2006 to March 31, 2027, the Town has entered into an agreement with the Region of Queens Municipality to process solid waste provided by the Town. The costs for 1st and 2nd generation solid waste are \$48.50 and \$67.50 per tonne respectively. Commencing April 1, 2007, Queens can increase the cost once per annum equal to the percent increase in the preceding 10 year average consumer price index for Nova Scotia or an actual percent increase due to significant regulatory changes beyond the control of the parties.

7. Rate of return on rate base

For the year ended March 31, 2020, the Water Utility had a rate of return on rate base of 1.74% (2019 – 1.77%).

Town of Digby

Notes to the Consolidated Financial Statements

March 31, 2020

8. Pension plans

The Town contributes to a defined contribution pension plan that covers most of its employees. The plan provides pensions based on accumulated contributions made equally by employees and the Town. The pension expense for the year was \$50,788 (2019 - \$52,027), which is recorded in their respective areas.

The Town contributed to the Municipal Clerk Pension Plan, a multi-employer defined benefit plan whereby a former employee receives a monthly pension. Actuarial valuations for accounting purposes are performed triennially using the going concern basis. The most recent actuarial valuation was prepared at September 18, 2018 and at that time the pension plan had a deficit of \$36,000. The actuarial valuation was based on a number of assumptions about future events.

The Town's actuary performed an extrapolation of the September 18, 2018 valuation to determine the position of the plan as at March 31, 2020. The deficit is estimated to be \$48,500 (2019 - \$57,200).

9. Contingencies

The Town has guaranteed a loan for the Digby and Area Recreation Commission in the amount of \$61,520 (2019- \$71,773). No amounts have been required in the past and management expects that there will be no payment for these guarantees in the future.

10. Other matters

The total remuneration and expenses paid to each member of the council and senior management official are as follows:

	<u>2020</u>	<u>2020</u>
<u>Council</u>	<u>Remuneration</u>	<u>Expenses</u>
Bartlett, M.	\$ 18,416	\$ 2,876
Brittain, J	\$ 19,918	\$ 1,677
Cleveland, B.	\$ 26,999	\$ 5,773
Harvieux, D.	\$ 18,416	\$ 1,442
Turnbull, P	\$ 18,416	\$ 1,188
<u>Senior Management</u>		
CAO	\$ 98,169	\$ 4,301

Town of Digby
Notes to the Consolidated Financial Statements

March 31, 2020

11. Payables and accruals

Payables and accruals include government remittances (other than income taxes) totalling \$Nil as of March 31, 2020 (\$26,344 - 2019).

	<u>2020</u>	<u>2019</u>
Trade	\$ 261,904	\$ 227,691
Employee	257,400	245,302
Other	<u>51,532</u>	<u>69,191</u>
	<u>\$ 570,836</u>	<u>\$ 542,184</u>

12. Tax sale surplus

After a twenty year period of holding these funds in trust has expired, the cash will be transferred to the capital reserve.

13. Credit facilities

The Town has an authorized line of credit of \$650,000 with the Bank of Nova Scotia, which bears interest at prime minus 0.75% per annum. At year end, they have drawn \$NIL (2019 – \$NIL). Security for the line of credit is a registered borrowing resolution.

Town of Digby

Notes to the Consolidated Financial Statements

March 31, 2020

14. Subsequent Events

COVID-19

Since March 31, 2020, the spread of COVID-19 has severely impacted many local economies around the globe. In many countries, including Canada, businesses are being forced to cease or limit operations for long or indefinite periods of time. Measures taken to contain the spread of the virus, including travel bans, quarantines, physical distancing, and closures of non-essential services have triggered significant disruptions to businesses worldwide, resulting in an economic slowdown. Global stock markets have also experienced great volatility and a significant weakening. Governments and central banks have responded with monetary and fiscal interventions to stabilize economic conditions.

As a result of COVID-19, the Town has extended the due date on interim tax billings to August 31, 2020. The Town has established a one-time tax instalment program that allows eligible ratepayers to have their total tax billing for 2021 paid over a period of 30 months. The first 6 payments are \$50, with the remaining being 1/24th of the outstanding balance. Interest charge for this program is 1.35% annually. Early payment is not allowed under this program. Applications were open until July 31, 2020, with only 1 application received and approved. The potential impacts of COVID-19 on travel also led the Town to decide not to operate its Visitor Information Centre during the 2020 season.

The Town has determined that these are non-adjusting subsequent events. Accordingly, the financial position and results of operations as of and for the year ended March 31, 2020 have not been adjusted to reflect their impact. The duration and impact of the COVID-19 pandemic, as well as the effectiveness of government and central bank responses, remain unclear at this time. It is not possible to reliably estimate the duration and severity of these consequences, as well as their impact on the financial position of the Town for future periods.

Other

Subsequent to year end, the wastewater force main at Admiral's Walk failed. At the audit report date, estimated costs for both the temporary repair and permanent fix are approximately \$125,000.

Town of Digby

Notes to the Consolidated Financial Statements

March 31, 2020

15. Budget figures

Public Sector Accounting Standards require a comparison of the results for the period with those originally planned on the same basis as that used for actual results. The fiscal plan in the statement of operations has been adjusted to be on a consistent basis as actual results. Below is a reconciliation of the figures from the approved fiscal plan to the fiscal plan per the financial statements:

	Approved Fiscal Plan	Adjustments for PSA	Fiscal Plan Per Financial Statements
Taxes	\$ 3,132,381	\$ (43,843)	\$ 3,088,538
Grants in lieu of taxes	332,045	-	332,045
Services provided to other governments	194,869	-	194,869
Sales of services	133,265	(130,065)	3,200
Other revenue from own sources	129,926	(16,600)	113,326
Unconditional transfers from other governments	374,458	-	374,458
Conditional transfers from federal or provincial governments and agencies	8,618	-	8,618
Conditional transfers from other local governments	3,000	-	3,000
Metered rates	543,530	-	543,530
Flat rates	765	-	765
Public fire protection	239,057	(197,765)	41,292
Private fire protection	3,250	-	3,250
Sprinkler service	3,765	-	3,765
Federal gas tax funding	-	347,810	347,810
Grants for capital projects	-	55,546	55,546
Other	27,736	-	27,736
	<u>5,126,665</u>	<u>15,083</u>	<u>5,141,748</u>
Expenditures			
General government services	739,987	12,762	752,749
Protective services	1,368,408	(81,690)	1,286,718
Transportation services	675,764	207,500	883,264
Environmental health services	630,036	183,752	813,608
Public health services	70,000	-	70,000
Environmental development services	133,571	5,580	139,151
Recreational and cultural services	361,581	103,007	464,588
Source of supply	20,085	-	20,085
Pumping and power	66,370	-	66,370
Water treatment	7,090	-	7,090
Transmission and distribution	234,174	(16,600)	217,574
Administration and general	241,662	(173,908)	67,754
Water amortization	181,366	-	181,366
Water interest on debt	868	-	868
	<u>4,730,962</u>	<u>240,223</u>	<u>4,971,185</u>
Annual surplus	<u>\$ 395,703</u>	<u>\$ (225,140)</u>	<u>\$ 170,563</u>

Town of Digby

Notes to the Consolidated Financial Statements

March 31, 2020

16. Segmented Information

The Town of Digby is a diversified municipal unit that provides a wide range of services to its citizens. For management reporting purposes the Town's operations and activities are organized and reported by fund. Funds were 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

This department is responsible for the overall financial and local government administration. Its tasks include tax, water and sewer billings and payments, accounts payable and receivables, budgets and financial statements, the Municipal Government Act, administration and maintenance of bylaws and change of address.

Protective Services

This department is responsible for ensuring the safety of the residents. Its tasks include bylaw enforcement, animal control, emergency measures and fire protection.

Transport Services

This department is responsible for transportation services within the Town. Its tasks include maintaining roads and sidewalks, and street lighting.

Environmental Health Services

This department is responsible for the maintenance and operations of waste and sewer services provided to residents and other customers. Its tasks include recycling, composting and sewer hook-up.

Public Health Services

This department is responsible for their portion for the Digby Housing Authority deficit and contributions towards doctor recruitment.

Environmental Development Services

This department is responsible for the planning and development within the Town. Its tasks include developing strategies and planning reports, issuing development permits and approving subdivision applications.

Recreation and Cultural Services

This department is responsible for promoting and offering recreation opportunities and activities to the Town's residents.

Digby Water Commission

This department is responsible for the maintenance and operations of water services provided to residents and other customers. Operations are segmented by Source of Supply, Power and Pumping, Water Treatment, Transmission and Distribution, and Administration & General.

Town of Digby Notes to the Consolidated Financial Statements

March 31, 2020

16. Segmented Information – Town of Digby		General Government Services	Protective Services	Transportation Services	Environmental Health Services	Public Health Services	Environmental Development Services	Recreation and Cultural Services	2020 Consolidated	2019 Consolidated
Revenues										
Taxes	\$	529,841	904,280	621,707	572,678	49,271	97,945	327,012	\$ 3,102,734	\$ 3,031,926
Grant in lieu of taxes		56,589	96,580	66,400	61,164	5,262	10,461	34,926	331,382	450,971
Services provided to other governments		-	-	-	201,484	-	-	-	201,484	173,624
Sales of services		-	-	-	-	-	14,595	-	14,595	3,944
Other revenue from own sources		105,514	14,605	-	-	-	-	-	120,119	139,238
Unconditional transfers from other governments		66,308	113,168	77,805	71,669	6,166	12,255	40,926	388,297	395,143
Conditional transfers from federal or provincial governments and agencies		-	1,000	-	-	-	-	6,000	7,000	8,540
Conditional transfers from other local governments		-	-	-	-	-	-	3,000	3,000	8,168
Interest		34,176	-	-	-	-	-	-	34,176	19,686
Federal gas tax funding		-	-	-	347,810	-	-	-	347,810	178,972
Grants for capital projects		-	-	-	-	-	-	55,546	55,546	29,623
		<u>792,428</u>	<u>1,129,633</u>	<u>765,912</u>	<u>1,254,805</u>	<u>60,639</u>	<u>135,256</u>	<u>467,410</u>	<u>4,606,143</u>	<u>4,439,835</u>
Expenses										
Salaries and benefits		489,508	52,064	316,576	82,494	-	51,789	-	992,431	992,345
Goods and services		147,480	63,063	278,826	-	75,421	78,119	360,131	1,003,040	1,000,892
Amortization		12,762	116,075	207,500	183,752	-	5,580	103,007	628,676	607,383
Interest		410	963	12,043	26,966	-	-	2,135	42,517	40,758
Other		80,996	1,042,518	-	509,895	-	-	-	1,633,399	1,743,527
		<u>731,156</u>	<u>1,274,683</u>	<u>814,945</u>	<u>803,097</u>	<u>75,421</u>	<u>135,488</u>	<u>465,273</u>	<u>4,300,063</u>	<u>4,384,905</u>
Surplus (deficit) for the year		\$ <u>61,272</u>	\$ <u>(145,050)</u>	\$ <u>(49,033)</u>	\$ <u>451,708</u>	\$ <u>(14,722)</u>	\$ <u>(232)</u>	\$ <u>2,137</u>	\$ <u>306,080</u>	\$ <u>54,930</u>

Town of Digby
Notes to the Consolidated Financial Statements
 March 31, 2020

16. Segmented Information – Digby Water Commission

	Source of Supply	Power and Pumping	Water Treatment	Transmission and Distribution	Admin & General	2020 Consolidated	2019 Consolidated
Revenues							
Metered rates	\$ 30,885	\$ 100,360	\$ 8,577	\$ 283,055	\$ 138,475	\$ 561,352	\$ 534,632
Fiat rates	42	137	12	386	188	765	765
Public fire protection	2,272	7,382	631	20,821	10,186	41,292	41,292
Private fire protection	179	581	50	1,639	802	3,251	3,250
Sprinkler service	207	673	57	1,897	928	3,762	3,800
Interest	-	-	-	-	11,969	11,969	11,969
Other	-	-	-	-	30,496	30,496	33,066
	<u>33,585</u>	<u>109,133</u>	<u>9,327</u>	<u>307,798</u>	<u>193,044</u>	<u>652,887</u>	<u>628,774</u>
Expenses							
Salaries and benefits	-	-	-	134,575	-	134,575	141,399
Goods and services	42,669	69,764	6,776	88,446	-	207,655	164,978
Amortization	-	-	-	-	165,948	165,948	171,513
Interest	-	-	-	-	611	611	1,806
Other	-	-	-	-	64,447	64,447	70,415
	<u>42,669</u>	<u>69,764</u>	<u>6,776</u>	<u>223,021</u>	<u>231,006</u>	<u>573,236</u>	<u>550,111</u>
Surplus (deficit) for the year	\$ <u>(9,084)</u>	\$ <u>39,369</u>	\$ <u>2,551</u>	\$ <u>84,777</u>	\$ <u>(37,962)</u>	\$ <u>79,651</u>	\$ <u>78,663</u>