

Consolidated Financial Statements

Municipality of the District of Chester

March 31, 2022

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Municipality of the District of Chester

Consolidated Financial Statements

March 31, 2022

Management's Responsibility for the Consolidated Financial Statements

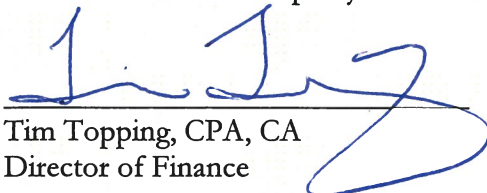
The consolidated financial statements have been prepared by management in accordance with Canadian public sector accounting standards, and the integrity and objectivity of these statements are management's responsibility. Management is also responsible for all of the notes to the consolidated financial 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.

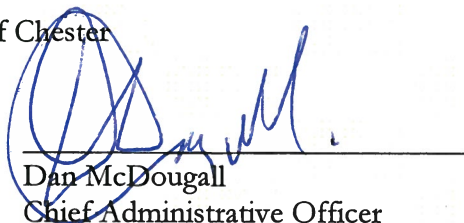
The Council is responsible for ensuring that management fulfills its responsibilities for financial reporting and internal control, and exercises these responsibilities through the Audit and Finance Committee. The Council reviews internal consolidated financial statements on a monthly basis and external audited consolidated financial statements annually. The Audit Committee also discuss 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 Municipality of the District of Chester and meet when required. The accompanying Independent auditor's report outlines their responsibilities, the scope of their examination and their opinion on the consolidated financial statements.

On behalf of the Municipality of the District of Chester



Tim Topping, CPA, CA
Director of Finance



Dan McDougall
Chief Administrative Officer

July 28, 2022

Independent auditor's report

To the Council of the Municipality of the District of Chester

Opinion

We have audited the consolidated financial statements of Municipality of the District of Chester ("the Municipality"), which comprise the consolidated statement of financial position as at March 31, 2022, and the consolidated statements of operations, change in net financial assets and cash flows for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the financial position of Municipality of the District of Chester as at March 31, 2022, and its results of operations, its changes in its net financial 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 Municipality 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 – Supplementary Financial Information

Our audit was conducted for the purpose of forming an opinion on the consolidated financial statements taken as a whole. The current year's supplementary information included in the Schedules on pages 22 to 27 are presented for purposes of additional analysis and are not a required part of the consolidated financial statements. Such 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 Municipality'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 Municipality or to cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibilities for the Audit of the 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 Municipality's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Municipality's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the 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 Municipality 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.

The logo for Grant Thornton LLP, featuring the company name in a stylized, cursive script.

Bridgewater, Canada
July 28, 2022

Chartered Professional Accountants

Municipality of the District of Chester
Consolidated Statement of Operations

Year Ended March 31		2022	2022	2021
	Page	Budget	Actual	Actual
Revenue				
Taxes	22	\$ 13,061,471	\$ 14,032,401	\$ 13,407,672
Grants in lieu of taxes	23	175,037	188,432	176,603
Sales of services	23	4,118,146	4,727,172	4,052,786
Other revenue from own sources	23	1,034,312	1,467,406	1,031,129
Transfers from Federal and Provincial governments and agencies				
Unconditional	24	99,955	80,848	109,433
Conditional	24	149,700	246,055	163,456
Grants for capital projects	24	1,170,000	1,217,317	682,510
Interest		24,000	388,926	358,605
Gain on disposal of assets		-	103,843	-
		<u>\$ 19,832,621</u>	<u>\$ 22,452,400</u>	<u>\$ 19,982,194</u>
Expenditures				
General government services	25	\$ 5,335,797	\$ 4,400,697	\$ 4,312,018
Protective services	26	3,145,247	2,834,733	2,719,158
Transportation services	26	999,727	857,106	1,996,447
Environmental health services	26	6,421,480	7,542,535	6,209,995
Environmental development services	27	1,842,631	1,291,481	1,299,478
Recreational and cultural services	27	954,014	904,339	748,800
Loss on disposal of assets		-	-	104,956
		<u>\$ 18,698,896</u>	<u>\$ 17,830,891</u>	<u>\$ 17,390,852</u>
Annual surplus		<u>\$ 1,133,725</u>	<u>\$ 4,621,509</u>	<u>\$ 2,591,342</u>
Accumulated surplus, beginning of the year			<u>40,033,847</u>	<u>37,442,505</u>
Accumulated surplus, end of the year			<u>\$ 44,655,356</u>	<u>\$ 40,033,847</u>

See accompanying notes and schedules to the consolidated financial statements.

Municipality of the District of Chester
Consolidated Statement of Change in Net Financial Assets

Year Ended March 31	2022	2022	2021
	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
Annual surplus	\$ 1,133,725	\$ 4,621,509	\$ 2,591,342
Acquisition of tangible capital assets	-	(1,967,159)	(1,554,447)
Loss on disposal of tangible capital assets	-	-	104,956
Amortization of tangible capital assets	<u>2,467,585</u>	<u>2,467,585</u>	<u>2,623,802</u>
	3,601,310	5,121,935	3,765,653
Decrease (increase) in prepaid expense	<u>-</u>	<u>10,208</u>	<u>(17,605)</u>
Increase in net financial assets	3,601,310	5,132,143	3,748,048
Net financial assets			
Beginning of year	<u>15,718,253</u>	<u>15,718,253</u>	<u>11,970,205</u>
End of year	\$ <u>19,319,563</u>	\$ <u>20,850,396</u>	\$ <u>15,718,253</u>

See accompanying notes and schedules to the consolidated financial statements.

Municipality of the District of Chester
Consolidated Statement of Financial Position

March 31

2022

2021

Financial Assets

Cash and cash equivalents (Note 4)	\$ 38,487,054	\$ 30,938,010
Receivables (Note 5)	2,701,151	3,101,918
	<u>41,188,205</u>	<u>34,039,928</u>

Liabilities

Payables and accruals	3,123,649	3,401,341
Employee future benefits (Note 6)	212,159	215,105
Deferred revenue (Note 7)	778,026	794,632
Tax sale surplus (Note 8)	351,450	279,099
Landfill closure costs liability (Note 14)	10,151,201	8,028,800
Long term debt (Note 9)	5,721,324	5,602,698
	<u>20,337,809</u>	<u>18,321,675</u>

NET FINANCIAL ASSETS

20,850,396 15,718,253

Non-Financial Assets

Tangible capital assets (Note 10)	23,620,930	24,121,356
Prepays	184,030	194,238
	<u>23,804,960</u>	<u>24,315,594</u>

ACCUMULATED SURPLUS (Note 11)

\$ 44,655,356 \$ 40,033,847

Commitments (Note 15)

On behalf of the Municipality of the District of Chester



 Allen Webber Warden



 Pamela M. Myra Clerk

See accompanying notes and schedules to the consolidated financial statements.

Municipality of the District of Chester
Consolidated Statement of Cash Flows

Year Ended March 31

2022

2021

Cash and cash equivalents provided by (used):

Operating activities

Annual surplus	\$	4,621,509	\$	2,591,342
Amortization of tangible capital assets		2,467,585		2,623,802
Loss on disposal of tangible capital assets		-		104,956
		<u>7,089,094</u>		<u>5,320,100</u>
Changes in non-cash working capital				
Decrease (increase) in receivables		400,767		(465,307)
Decrease (increase) in prepaid expenses		10,208		(17,605)
(Decrease) increase in payables		(277,692)		1,606,427
Decrease in employee future benefits		(2,946)		(8,871)
(Decrease) increase in deferred revenue		(16,606)		339,893
Increase (decrease) in tax sale surplus		72,351		(12,545)
Increase in landfill closure costs liability		2,122,401		1,066,520
		<u>9,397,577</u>		<u>7,828,612</u>

Capital transactions

Acquisition of tangible capital assets		(1,967,159)		(1,554,447)
		<u>(1,967,159)</u>		<u>(1,554,447)</u>

Financing activities

Proceeds from issuance of long term debt		1,182,503		-
Repayment of long term debt		(1,063,877)		(1,788,877)
		<u>118,626</u>		<u>(1,788,877)</u>

Increase in cash and cash equivalents		7,549,044		4,485,288
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Cash and cash equivalents

Beginning of year		<u>30,938,010</u>		<u>26,452,722</u>
End of year	\$	<u>38,487,054</u>	\$	<u>30,938,010</u>

See accompanying notes and schedules to the consolidated financial statements.

Municipality of the District of Chester

Notes to the Consolidated Financial Statements

March 31, 2022

1. Significant accounting policies

The consolidated financial statements of the Municipality of the District of Chester (the "Municipality") are prepared by management in accordance with Canadian Public Sector Accounting Standards (PSAS). Significant aspects of the accounting policies adopted by the Municipality are as follows:

a) Reporting entity

The consolidated financial statements reflect the assets, liabilities, revenues, expenditures and changes in accumulated surplus 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 Municipality and which are owned or controlled by the Municipality.

Interdepartmental and organizational transactions and balances are eliminated. The consolidated entity consists of are the general operating fund, general capital fund, operating reserve fund and the capital reserve fund.

b) Basis of accounting

The accrual basis of accounting followed in the financial statement presentation includes recognizing 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.

c) Valuation allowance

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

d) Cash and cash equivalents

Cash and cash equivalents include cash on hand and balances with banks, bank overdrafts, and highly liquid temporary money instruments with original maturities of three months or less. Bank borrowings are considered to be financing activities.

e) Use of estimates

The presentation of financial statements, in conformity with PSAS, requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reported period. Significant items subject to such estimates and assumptions include the carrying amount of tangible capital assets, valuation allowances for receivables, assets and obligations related to employees future benefits and landfill closure liability. Actual results could differ from those reported.

f) Landfill closure costs

The Municipality operates a solid waste landfill site. Landfill closure costs for the landfill site include closure costs at retirement for capping the cells as well as post closure costs for ongoing environmental monitoring. An engineering report measures total capacity, capacity remaining and estimates the closure and post closure costs. These factors together with assumptions for timing of closure, annual inflation and rate of return are used to calculate the net present value of the cost. These costs are recognized as the landfill's capacity is used and this accumulated amount is the amount of the landfill closure cost liability at year end. The factors used in the calculation will be reviewed annually to assess their ongoing appropriateness.

g) Contaminated sites

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

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

As at March 31, 2022 there are no known contaminated sites identified.

Municipality of the District of Chester
Notes to the Consolidated Financial Statements
March 31, 2022

1. Significant accounting policies (continued)

h) Revenue and expenditure

The accrual basis of accounting is used for all funds. The accrual basis of accounting recognizes revenues as they are earned and measurable; expenses are recognized as they are incurred and measurable as a result of legal obligation to pay.

Tax and related revenue

Property tax billings are prepared by the Municipality based on assessment rolls issued by the Property Valuation Services Corporation (PVSC). Tax rates are established annually by Council during the budget approval process. Tax adjustments as a result of appeals and re-assessment are recorded when the result of the appeals process is known.

Government transfers

Grant proceeds from other governments are recognized as revenue when the transfer is authorized and eligibility criteria and stipulations are met. Grant proceeds where eligibility criteria and stipulations are not met are recorded as deferred revenue.

Other revenues

Other revenues are recognized as services or goods are provided, the exchange amount is measurable and collectability of the amount is reasonably assured.

i) 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, less residual value, of the tangible capital assets is amortized on a straight-line basis over the estimated useful life as follows:

Buildings - Plants	20 years
Electronic Data Equipment	3 years
Lagoons	10 years
Land Improvements	20 years
Landfill	as estimated capacity is utilized
Machinery and Equipment	5-10 years
Municipal Buildings	40 years
Sewer Lines	50 years
Sidewalks	20 years
Small Equipment	5 years
Streets, Roads & Curbs	25 years
Vehicles	5 years
Wharves	25 years
Wind Turbines	20 years

Full amount of the annual amortization is charged in the year of acquisition except for wind turbines. Wind turbines are amortized beginning on the date power generation occurs in accordance with the provincial community feed-in tariff (COMFIT) program agreement. Assets under construction are not amortized until the asset is available for productive use.

All costs associated with placing an asset in service, including freight, installation costs, site preparation costs, alterations and professional fees are included in the capitalized value.

j) Budget figures

The budget figures contained in these consolidated financial statements were approved by council on May 13, 2021 in its original fiscal plan. Note 20 outlines the original fiscal plan and the adjustments made to come to the budget figures shown in these consolidated financial statements.

Municipality of the District of Chester
Notes to the Consolidated Financial Statements
March 31, 2022

1. Significant accounting policies (continued)

k) New accounting standards

As of the date of authorization of these financial statements, several new, but not yet effective accounting standards have been published by the PSAB. None of these standards have been adopted early by the Municipality.

Effective for the fiscal period beginning on April 1, 2022, the Municipality is required to adopt the following Public Sector Accounting standards:

- Section 3280 asset retirement obligations, which establishes the recognition, measurement, and disclosure requirements for reporting liabilities associated with the retirement of capital assets;
- Section 3450 financial instruments, which establishes standards for recognizing and measuring financial assets, financial liabilities, and non-financial derivatives; and
- Section 2601 foreign currency translation, 1201 financial statement presentation, and 3041 portfolio investments revise current standards that the Municipality has already adopted.

The Municipality is in the process of determining the impact of these new sections on the financial statements.

2. Contributions to boards and commissions

The Municipality, along with other municipal units in Lunenburg County, is required to provide funding for the operations of various Boards and regional authorities.

In addition to any budgeted contributions, the municipal units share in the deficit or surplus of these Boards based on their sharing percentages. The municipality's share of the surplus or deficit is set up as payable to, or receivable from, the Boards.

Lunenburg County Regional Housing Authority

Responsible for 11.00% share of operations in Western Shore Unit

Responsible for 11.00% share of operations in New Ross Unit

During 2022, the Municipality incurred costs payable of \$14,889 (2021 - \$30,614) to the Lunenburg County Regional Housing Authority as its share of operations.

South Shore Regional Library Board - 17.94% share

During 2022, the Municipality paid \$68,035 (2021 - \$68,035) to the South Shore Regional Library Board.

3. Contributions to provincial government departments & agencies

The Municipality, along with other municipal units in Lunenburg County, is required to finance the operations of various provincial departments based upon formulas defined in legislation.

Corrections contribution

The required contribution for corrections is set by the Province, to be recovered from all municipal units. During 2022, the Municipality paid \$233,337 (2021 - \$234,295) to the province for correction services.

Education contribution

The required contribution to the South Shore Regional School Centre for Education is calculated using the mandatory municipal education rate (set by the Minister of Education) times the Municipality's uniform assessment. For 2022 the education tax rate of \$.3048 (2021 - \$.3048) per \$100 of uniform assessment times the uniform assessment of \$1,707,471,788 (2021 - \$1,671,069,183) for a total amount paid of \$5,204,374 (2021 - \$5,093,419).

Assessment services contribution

The required contribution for assessment services is calculated first using an amount, set by the PVSC, to be recovered from all municipal units for 2022 \$17,694,302 (2021 - \$17,872,335). Fifty percent of this recovery amount is allocated among municipal units using each unit's uniform assessment as a percentage of provincial uniform assessment. The other fifty percent is allocated using each unit's number of assessment accounts as a percentage of the provincial assessment accounts. During 2022 the Municipality paid \$349,827 (2021 - \$354,714) to the PVSC for assessment services.

Municipality of the District of Chester
Notes to the Consolidated Financial Statements
March 31, 2022

4. Cash and cash equivalents

The Cash and cash equivalents amount on the Consolidated Statement of Financial Position includes portfolio investments as follows:

	<u>Operating</u>	<u>Capital</u>	<u>Reserves</u>	<u>2022</u>	<u>2021</u>
Cash	\$ 10,622,554	\$ 86,466	\$ 12,792,198	\$ 23,501,218	\$ 16,199,111
Short term investments (GICs)	-	-	14,985,836	14,985,836	14,738,899
	<u>\$ 10,622,554</u>	<u>\$ 86,466</u>	<u>\$ 27,778,034</u>	<u>\$ 38,487,054</u>	<u>\$ 30,938,010</u>

Included in the cash and cash equivalents are restricted amounts. The gas tax grant program funds are restricted to eligible capital projects. The landfill closure funds are restricted by provincial regulations to fund landfill closure costs. The tax sale surplus funds are restricted as they are required to be held as described in note 8.

	<u>Operating</u>	<u>Capital</u>	<u>Reserves</u>	<u>2022</u>	<u>2021</u>
Gas tax grant program	\$ -	\$ -	\$ 3,276,929	\$ 3,276,929	\$ 3,239,703
Tax sale surplus account	351,450	-	-	351,450	286,433
Landfill closure costs	-	-	10,151,201	10,151,201	8,219,100
Unrestricted cash	10,271,104	86,466	14,349,904	24,707,474	19,192,774
	<u>\$ 10,622,554</u>	<u>\$ 86,466</u>	<u>\$ 27,778,034</u>	<u>\$ 38,487,054</u>	<u>\$ 30,938,010</u>

5. Receivables

				<u>2022</u>	<u>2021</u>
Taxes receivable - rate roll:	Current Year	2021	2020 and Prior	Total	Total
Balance, beginning of year	\$ -	\$ 1,105,035	\$ 731,797	\$ 1,836,832	\$ 1,486,238
Collections for other governments	1,758,135	-	-	1,758,135	1,727,757
Current year's levy	16,349,518	-	-	16,349,518	16,059,632
	<u>18,107,653</u>	<u>1,105,035</u>	<u>731,797</u>	<u>19,944,485</u>	<u>19,273,627</u>
Deduct					
Current year's collections	16,738,434	873,362	638,484	18,250,280	17,106,364
Reduced taxes	311,142	-	-	311,142	330,431
	<u>17,049,576</u>	<u>873,362</u>	<u>638,484</u>	<u>18,561,422</u>	<u>17,436,795</u>
Balance, end of year	<u>\$ 1,058,077</u>	<u>\$ 231,673</u>	<u>\$ 93,313</u>	<u>1,383,063</u>	<u>1,836,832</u>
Allowance for uncollectible taxes & unresolved assessments				(70,150)	(73,607)
Allowance for other doubtful accounts				(49,138)	(80,880)
Taxes receivable - interest				115,726	184,236
Billing receivable - water utility				(42)	(42)
HST receivable				92,187	96,517
Due from Federal government				7,801	46,566
Due from Provincial government				335,181	349,615
Due from other local governments				59,950	37,929
Landfill receivable				504,504	510,608
Water supply upgrade loans				117,193	109,644
Private road upgrade loans				19,516	23,848
Other				185,360	60,652
Receivables, end of year	<u>\$ 1,058,077</u>	<u>\$ 231,673</u>	<u>\$ 93,313</u>	<u>\$ 2,701,151</u>	<u>\$ 3,101,918</u>

Municipality of the District of Chester
Notes to the Consolidated Financial Statements

March 31, 2022

6. Employee future benefits - non-vested sick leave benefits

The Municipality provides non-vested sick leave benefits to eligible Municipal employees. Municipal employees are provided with 15 days per year (1.25 days per month) and are allowed to accumulate unused sick day credits each year, up to the allowable maximum of 150 days. New employees are granted 3 days of sick leave on their date of hire with respect to the probationary period and any unused days can be carried over when the probationary period is completed. Accumulated credits may be used in future years to the extent that the employee's illness or injury exceeds the current year's allocation of credits. No benefit in respect of accumulated sick leave is payable upon termination, retirement, or death.

The benefit costs and liabilities related to the plan are included in the consolidated financial statements. The most recent actuarial valuation was received for fiscal period ending March 31, 2022.

The Municipality has provided non-vested sick leave benefits as follows:

	<u>2022</u>	<u>2021</u>
Accrued benefit liability		
Accrued benefit obligation, beginning of the year	\$ 215,105	\$ 223,976
Current service cost for the year	17,140	10,548
Interest cost for the year	3,936	4,901
Fiscal payments for employees	<u>(24,022)</u>	<u>(24,320)</u>
Accrued benefit liability	212,159	215,105
Unamortized gains	<u>(8,922)</u>	<u>(10,755)</u>
Accrued benefit obligation	<u>\$ 203,237</u>	<u>\$ 204,350</u>
Employee future benefits, non-vested sick leave benefits		
Current service costs	\$ 17,140	\$ 10,548
Interest cost for the year	<u>3,936</u>	<u>4,901</u>
	<u>\$ 21,076</u>	<u>\$ 15,449</u>

The significant actuarial assumptions adopted in measuring the municipality's non-vested sick leave benefits are as follows:

Discount rate	1.95%
Retirement age at	age 65
Rate of compensation increase	3.00%

Actuarial gains are amortized starting the year following the year in which the gain occurs. Amortization is on a straight line basis over the expected average remaining service life (15 years).

7. Deferred revenue

Funds received with specific eligibility criteria and stipulations that result in a liability, are recorded in deferred revenue until these initial criteria and stipulations have been met.

	<u>2022</u>	<u>2021</u>
Prepayment of taxes	\$ 336,131	\$ 269,300
Other deferred revenue	<u>441,895</u>	<u>525,332</u>
Total Deferred Revenue	<u>\$ 778,026</u>	<u>\$ 794,632</u>

Municipality of the District of Chester
Notes to the Consolidated Financial Statements

March 31, 2022

8. Tax sale surplus account

The Municipality is required to deposit in a tax sale surplus account the balance of proceeds of properties sold for taxes, after deducting the taxes owing to the Municipality at the time a property was sold. Where a balance remains in the tax sale surplus account twenty years after the sale, the Municipality is required to transfer it to the Capital Reserve Fund. As per provincial accounting rules for municipalities the tax sale surplus is shown as a liability on the consolidated financial statements.

The tax sale surplus account amounts and the years in which they arose are as follows:

	<u>2022</u>	<u>2021</u>
2003	8,396	8,396
2005	8,267	8,267
2011	20,717	20,717
2012	10,040	10,040
2014	9,944	9,944
2015	1,000	1,000
2016	40,158	40,158
2018	72,071	72,071
2019	15,407	15,407
2020	83,570	83,570
2022	72,351	-
accumulated interest	9,529	9,529
	<u>\$ 351,450</u>	<u>\$ 279,099</u>

9. Long term debt

2022 2021

Capital asset loans

Municipal Finance Corporation debenture, bearing interest of 4.590%, repayable in a final lump-sum payment of \$300,000, in 2022. The original debenture of \$1,000,000 was taken out in 2007 for environmental health services use.

\$ - \$ 300,000

Municipal Finance Corporation debenture, bearing interest from 5.335% - 5.480%, repayable in annual instalments of \$63,784 plus interest, and a final lump-sum payment of \$174,694, maturing in 2024. The original debenture of \$1,067,670 was taken out in 2008 for environmental health services use.

238,478 302,262

Municipal Finance Corporation debenture, bearing interest from 3.340% - 3.480%, repayable in annual instalments of \$63,000 plus interest, maturing in 2023. The original debenture of \$630,000 was taken out in 2012 for environmental health and general government services use.

63,000 126,000

Municipal Finance Corporation debenture, bearing interest from 2.644% - 2.979%, repayable in annual instalments of \$45,250 plus interest, maturing in 2024. The original debenture of \$794,500 was taken out in 2013 for environmental health services use.

90,500 135,750

Municipal Finance Corporation debenture, bearing interest from 2.769% - 3.792%, repayable in an installment of 330,333 in 2020 followed by annual instalments of \$235,333 plus interest, maturing in 2030. The original debenture of \$4,005,000 was taken out in 2015 for environmental health and environmental development services use.

1,882,669 2,118,002

Municipality of the District of Chester
Notes to the Consolidated Financial Statements

March 31, 2022

9. Long term debt (continued)	<u>2022</u>	<u>2021</u>
Municipal Finance Corporation debenture, bearing interest from 2.004% - 2.925%, repayable in annual instalments of \$62,700 plus interest to fiscal 2022, then reduced to annual installments of \$41,500 plus interest, maturing in 2027. The original debenture of \$521,000 was taken out in 2016 for environmental health.	207,500	270,200
Municipal Finance Corporation debenture, bearing interest from 2.5820% - 3.2995%, repayable in annual instalments of \$259,810 plus interest, maturing in 2029. The original debenture of \$2,598,104 was taken out in 2019 for environmental health.	1,818,674	2,078,484
Municipal Finance Corporation debenture, bearing interest from 2.830% - 3.389%, repayable in annual instalments of \$34,000 plus interest, maturing in 2029. The original debenture of \$340,000 was taken out in 2019 for environmental health.	238,000	272,000
Municipal Finance Corporation debenture, bearing interest from 0.400% - 2.376%, repayable in annual instalments of \$132,317 plus interest to fiscal 2027, then reduced to annual installments of \$54,183 plus interest, maturing in 2032. The original debenture of \$932,503 was taken out in 2022 for environmental health.	932,503	-
Municipal Finance Corporation debenture, bearing interest from 0.500% - 1.489%, repayable in annual instalments of \$50,000 plus interest, maturing in 2027. The original debenture of \$250,000 was taken out in 2022 for environmental health.	250,000	-
	\$ 5,721,324	\$ 5,602,698

Principal repayments during the next five years are due as follows:

2023	\$	924,994
2024	\$	972,904
2025	\$	752,960
2026	\$	752,960
2027	\$	752,960

All long term debt outstanding at year end has been properly authorized by Service Nova Scotia and the Department of Municipal Affairs.

Interest expensed on long term debt during the year was \$175,876 (2021 - \$207,081).

Municipality of the District of Chester
Notes to the Consolidated Financial Statements
March 31, 2022

10. Tangible capital assets	Opening Cost	Additions	Disposals	Transfers	Ending Cost
Buildings - Plants	\$ 11,885,940	\$ 63,358	\$ -	\$ -	\$ 11,949,298
Electronic Data Equipment	1,405,867	55,151	-	-	1,461,018
Lagoons	233,493	-	-	-	233,493
Land	2,856,337	201,285	-	-	3,057,622
Land Improvements	2,204,973	16,494	-	-	2,221,467
Landfill	14,630,369	-	-	-	14,630,369
Machinery and Equipment	4,059,333	812,589	-	-	4,871,922
Municipal Buildings	3,572,971	31,625	-	-	3,604,596
Sewer Lines	7,762,316	517,579	-	-	8,279,895
Sidewalks	2,726,065	-	-	-	2,726,065
Small Equipment	345,810	10,355	-	-	356,165
Streets, Roads & Curbs	6,029,389	-	-	-	6,029,389
Vehicles	694,945	-	-	-	694,945
Wharves	331,215	-	-	-	331,215
Wind Turbine	5,123,893	-	-	-	5,123,893
Work in Progress	569,644	258,723	-	-	828,367
	<u>\$ 64,432,560</u>	<u>\$ 1,967,159</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 66,399,719</u>

	Opening Accumulated Amortization	Amortization During the Year	Amortization on Disposals	Ending Accumulated Amortization
Buildings - Plants	\$ 6,634,532	\$ 443,697	\$ -	\$ 7,078,229
Electronic Data Equipment	1,185,084	113,491	-	1,298,575
Lagoons	72,910	13,751	-	86,661
Land	-	-	-	-
Land Improvements	1,485,592	90,935	-	1,576,527
Landfill	11,509,847	725,532	-	12,235,379
Machinery and Equipment	3,108,967	230,492	-	3,339,459
Municipal Buildings	1,535,594	74,740	-	1,610,334
Sewer Lines	5,862,144	160,814	-	6,022,958
Sidewalks	1,755,872	104,303	-	1,860,175
Small Equipment	323,552	13,094	-	336,646
Streets, Roads & Curbs	4,301,447	176,276	-	4,477,723
Vehicles	572,541	50,818	-	623,359
Wharves	149,222	13,249	-	162,471
Wind Turbine	1,813,900	256,393	-	2,070,293
	<u>\$ 40,311,204</u>	<u>\$ 2,467,585</u>	<u>\$ -</u>	<u>\$ 42,778,789</u>

	NBV 2022	NBV 2021
Buildings - Plants	\$ 4,871,069	\$ 5,251,408
Electronic Data Equipment	162,443	220,783
Lagoons	146,832	160,583
Land	3,057,622	2,856,337
Land Improvements	644,940	719,381
Landfill	2,394,990	3,120,522
Machinery and Equipment	1,532,463	950,366
Municipal Buildings	1,994,262	2,037,377
Sewer Lines	2,256,937	1,900,172
Sidewalks	865,890	970,193
Small Equipment	19,519	22,258
Streets, Roads & Curbs	1,551,666	1,727,942
Vehicles	71,586	122,404
Wharves	168,744	181,993
Wind Turbines	3,053,600	3,309,993
Work in Progress	828,367	569,644
	<u>\$ 23,620,930</u>	<u>\$ 24,121,356</u>

Municipality of the District of Chester
Notes to the Consolidated Financial Statements
March 31, 2022

11. Accumulated surplus

	Operating	Capital	Reserves	2022	2021
	\$	\$	\$	\$	\$
Accumulated surplus, beginning of the year	(2,848,844)	22,591,618	20,291,073	40,033,847	37,442,505
Financial activities					
Revenue (fund transfer):					
Interest revenue	48,376	431	340,119	388,926	358,605
Gain on disposal of assets	-	103,843	-	103,843	-
Transfer from surplus	-	-	-	-	26,861
Tax sale surplus transferred to reserves	-	-	-	-	3,035
Other revenue	21,666,978	267,990	24,663	21,959,631	19,620,554
Transfers between funds	(7,678,436)	144,996	7,533,440	-	-
	14,036,918	517,260	7,898,222	22,452,400	20,009,055
Expenditures					
Capital asset write off	-	-	-	-	104,956
Landfill closure costs	-	-	2,122,401	2,122,401	1,066,520
Repayment of debt principal	1,063,877	-	-	1,063,877	1,788,877
Other expenditures (excluding amortization)	13,240,905	-	-	13,240,905	13,595,574
	14,304,782	-	2,122,401	16,427,183	16,555,927
	(267,864)	517,260	5,775,821	6,025,217	3,453,128
Annual surplus before PSA adjustments	(2,467,585)	-	-	(2,467,585)	(2,623,802)
Public sector accounting (PSA) standards adjustments:					
Eliminate (add) expenses to comply with PSA standards	-	1,063,877	-	1,063,877	1,788,877
Amortization of capital assets	-	-	-	-	(26,861)
Repayment of debt principal	-	-	-	-	(861,786)
Transfer from surplus	(2,467,585)	1,063,877	-	(1,403,708)	2,591,342
	(2,735,449)	1,581,137	5,775,821	4,621,509	2,591,342
Annual surplus (deficit)	(5,584,293)	24,172,755	26,066,894	44,655,356	40,033,847
Accumulated Surplus, end of the year	\$	\$	\$	\$	\$
Financial position					
Cash	10,622,553	86,464	27,778,037	38,487,054	30,938,010
Receivables	2,701,151	-	-	2,701,151	3,101,918
Due from (to) own funds	(14,805,051)	6,364,993	8,440,058	-	-
	(1,481,347)	6,451,457	36,218,095	41,188,205	34,039,928
Other liabilities (payables and accruals)	3,656,008	31,250	-	3,687,258	3,895,545
Deferred revenue	630,968	147,058	-	778,026	794,632
Landfill closure cost liability	-	-	10,151,201	10,151,201	8,028,800
Long term debt	-	5,721,324	-	5,721,324	5,602,698
	4,286,976	5,899,632	10,151,201	20,337,809	18,321,675
Net financial assets	(5,768,323)	551,825	26,066,894	20,850,396	15,718,253
Non-financial assets	184,030	23,620,930	-	23,804,960	24,315,594
Accumulated surplus	\$	\$	\$	\$	\$
	(5,584,293)	24,172,755	26,066,894	44,655,356	40,033,847

Municipality of the District of Chester

Notes to the Consolidated Financial Statements

March 31, 2022

12. School Capital Fund

On January 31, 1982, the Municipality joined with the other Municipalities and Towns of Lunenburg County to form the South Shore District School Board, now the South Shore Regional Centre for Education. Under the agreement, all school buildings on hand at December 31, 1981, will remain assets of the Municipality, but will be under the control of the Regional Centre until such time as the Regional Centre no longer requires the asset for school purposes. At that time, control will revert to the Municipality. Since the Municipality does not have control over these assets at this time, they are not included in the consolidated financial statements of the Municipality. When control reverts back to the Municipality, they will be added as donated assets.

13. Pension plans

Defined Contribution Plan

The Municipality currently makes contributions to a pension plan on behalf of employees who have opted to participate in the plan. The pension plan is a defined contribution plan and is administered by ManuLife on behalf of the Municipality. Contributions to this plan are shared by the Municipality and its employees with both contributing 5% or 6% of base salary. During the year, the Municipality contributed \$194,281 (2021 - \$197,827) to the pension plan.

14. Landfill closure costs

Landfill closure costs include estimated expenses for capping the cell sites as well as ongoing environmental monitoring and care. The liability for closure costs is accrued each year based on the total tonnes of garbage delivered to the landfill compared to the estimated tonnes of landfill capacity. The estimated total of landfill closure and post closure costs at the start of the second generation landfill was \$9,835,350. Management continued the process of revisiting the landfill closure and post closure costs during the current year. The Municipality uses an engineering report dated May 2022 to update estimated landfill closure and post closure costs. Management will continue to monitor its estimate in future years. Based on information currently available, management estimates that the total landfill closure and post closure costs will be \$18,603,464 when site capacity is completely utilized. The total liability recognized to date of \$10,151,201 (2021 - \$8,028,800) is based on the capacity of the site utilized to date and present value of the costs. The remaining \$8,452,263 will be recognized as the landfill capacity is utilized each year.

The 2022 report determined that total capacity of all cells is 87,857 tonnes higher than the previously obtained report in August 2019. The estimated remaining capacity of the site is 141,778 (2021 - 118,400) tonnes which is currently expected to be filled over the next 3 years. Additional cells will be constructed which will increase capacity by an additional 590,618 tonnes.

A portion of the total current cost of landfill closure and post-closure care is being transferred into the Special Reserve Fund - Capital Reserve Section in each period the landfill accepts solid waste in the amount equal to the change in the closure liability recognized each year. The total amount for landfill closure costs in reserve is \$10,151,201 (2021 - \$8,028,800).

The estimated time for post closure care is 25 years.

Estimated closure and post closure costs as well as landfill capacity are examined annually. The calculated liability is revised annually based on the capacity of the landfill utilized during the year and any revisions for estimated closure and post closure costs. Any changes in the estimates used to calculate the accrued landfill closure and post closure costs, including cost, total capacity and discount rate, could result in a material change to the consolidated financial statements. The factors used in the calculation will be reviewed annual to assess their ongoing appropriateness.

Municipality of the District of Chester

Notes to the Consolidated Financial Statements

March 31, 2022

15. Commitments

Solid Waste - Sales of Services

The Municipality has contractually entered into agreements with the Valley Region Solid Waste Authority for the next 14 years, and the Town of Lunenburg and the Lunenburg Regional Solid Waste Management Committee for the next 4 years, to accept solid waste at its second generation landfill site. Fees charged to Valley Region Solid Waste Authority are a proportionate share of operating costs calculated annually on the basis of tonnes delivered to the site as a percentage of total tonnes accepted from all sources. Fees charged to the Town of Lunenburg and the Lunenburg Regional Solid Waste Management Committee are based on a per tonne charge which is adjusted annually for inflation. The Municipality of the District of Chester collects a host community fee from users based on the number of tonnes delivered to the landfill site.

Solid Waste - Processing of Waste Agreement

In August 2016, the Municipality entered into an agreement with Sustane Chester Inc. to provide Sustane with all municipal solid waste (MSW) for 20 years after construction of their facility on land leased from the Municipality. The Municipality will pay Sustane a base fee per tonne for waste delivered to Sustane's facility. Sustane will separate MSW and convert it into marketable by-products with the goal to reduce MSW going to the landfill (up to 90%), create employment in the region, increase recycling rates and reduce the carbon footprint of the landfill site. Sustane will pay the Municipality a fee per tonne for any residual waste that cannot be processed and must go to the landfill. An estimate of the financial impact on future operations cannot be made at this time.

Waste Collection

In April 2019, the Municipality signed a contract for waste collection services with a 5 year term expiring in March 2026. Total payments remaining over the next five years amount to \$3,145,611 plus HST.

Capital Commitments

Contracts for the construction of new landfill cell in the amount of \$5,914,648 + HST was approved by Council on April 28, 2022 motion 2022-151.

16. Remuneration

The Municipality is required by legislation to disclose the remuneration paid to each council member and the chief administrative officer.

<u>Councilor</u>	<u>Remuneration</u>	<u>Mileage</u>	<u>Expenses</u>	<u>2022</u> <u>Total</u>	<u>2021</u> <u>Total</u>
Danielle Barkhouse	\$ 9,355	\$ -	\$ 1,501	\$ 10,856	\$ 23,702
Sharon Church	22,452	220	1,483	24,155	24,054
Tina Connors	22,452	2,129	2,132	26,713	26,055
Abdella Assaff	22,452	393	1,495	24,340	24,211
Floyd Shatford	25,658	412	319	26,389	26,460
Andre Veinotte	22,452	-	1,972	24,424	9,907
Allen Webber	49,030	79	2,891	52,000	51,588
Marshall Hector	-	-	-	-	14,458
Derek Wells	7,952	-	99	8,051	-
<u>Staff</u>					
Daniel McDougall	153,878	166	26,841	180,885	172,549
	\$ 335,681	\$ 3,399	\$ 38,733	\$ 377,813	\$ 372,984

Expenses include remuneration benefits (i.e. CPP, group insurance), conferences, meals, accommodations cell phone, and iPad.

Municipality of the District of Chester
Notes to the Consolidated Financial Statements
March 31, 2022

17. Compensation Disclosure Act

The Municipality is not required to disclose compensation pursuant to the Public Sector Compensation Disclosure Act, but the Municipality has decided, for the purposes of transparency, to disclose compensation in accordance with the financial reporting provisions in section 3 of the Public Sector Disclosure Act dated December 10, 2010. The disclosure includes employees with compensation in excess of \$100,000. "Compensation" is defined as the total amount or value of all cash and non-cash salary, wages, payments, allowances, bonuses, commissions and perquisites, other than a pension, pursuant to any arrangement, including an employment contract.

Name	Compensation
Cliff Gall	\$ 114,197
Tara Maguire	\$ 113,179
Dan McDougall	\$ 153,878
Pam Myra	\$ 113,605
Christa Rafuse	\$ 106,732

18. Segmented Information

The Municipality is a diversified municipal unit that provides a wide range of services to its citizens. For management reporting purposes the Municipality'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 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 overseeing police and legal services, animal control, fire protection issuing building permits and fire safety inspections.

Transportation services

This department is responsible for the development and maintenance of roads, 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 waste collection, recycling, composting and sewer hook-up.

Environmental development services

This department is responsible for planning and development within the municipality. Its tasks include operations of the wind turbine, issuing development permits, developing strategies, economic development and planning reports.

Recreational and cultural services

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

Municipality of the District of Chester
Notes to the Consolidated Financial Statements
March 31, 2022

18. Segmented Information (continued)

	General Government Services	Protective Services	Transportation Services	Environmental Health Services	Environmental Development Services	Recreation and Culture Services	2022 Consolidated	2021 Consolidated
Revenue								
Taxes	\$ 9,717,459	\$ 335,606	\$ 275,219	\$ 3,014,087	\$ 690,030	\$ -	\$ 14,032,401	\$ 13,407,672
Grants in lieu of taxes	183,274	5,158	-	-	-	-	188,432	176,603
Sales of Services	-	105,064	-	3,744,090	824,281	53,737	4,727,172	4,052,786
Other revenue from own sources	239,591	68,426	12,589	776,094	170,706	200,000	1,467,406	1,031,129
Unconditional transfers from other governments	7,145	-	-	73,703	-	-	80,848	109,433
Conditional transfers from other governments	189,829	4,726	-	-	-	51,500	246,055	163,456
Grants for capital projects	1,217,317	-	-	-	-	-	1,217,317	682,510
Interest	383,887	5,039	-	-	-	-	388,926	358,605
Gain on disposal of capital assets	103,843	-	-	-	-	-	103,843	-
	12,042,345	524,019	287,808	7,607,974	1,685,017	305,237	22,452,400	19,982,194
Expenditures								
Salaries and benefits	2,245,281	260,035	4,632	841,166	589,757	460,734	4,401,605	4,272,594
Goods and services	990,788	2,563,146	610,166	4,928,380	305,911	219,218	9,617,609	8,835,295
Gov't transfers & board contributions	417,862	-	-	-	-	-	417,862	422,749
Amortization	143,870	11,552	240,397	1,658,714	320,299	92,753	2,467,585	2,623,802
Interest	924	-	1,911	114,275	66,342	-	183,452	207,082
Other	601,972	-	-	-	9,172	131,634	742,778	924,374
Loss on disposal of capital assets	-	-	-	-	-	-	-	104,956
	4,400,697	2,834,733	857,106	7,542,535	1,291,481	904,339	17,830,891	17,390,852
Annual surplus (deficit)	\$ 7,641,648	\$ (2,310,714)	\$ (569,298)	\$ 65,439	\$ 393,536	\$ (599,102)	\$ 4,621,509	\$ 2,591,342

Municipality of the District of Chester
Notes to the Consolidated Financial Statements
March 31, 2022

19. Contingency

The Municipality is required to comply with environmental permit directives for two waste water treatment plants. As a result the Municipality was required to complete upgrades to these waste water treatment system by December 31, 2020. As of the date of these financial statements, no remediation work had begun, as an assessment of options was required. Remediation work is expected to be completed in 2022 and 2023. No contingent liability is considered necessary.

20. Budgeted figures

Public Sector Accounting Standards ("PSAS") require a comparison of the results for the period with those originally planned on the same basis as that used for the actual results. The fiscal plan presented in the Consolidated statements of operations and changes in net financial assets has been adjusted to be presented on a basis consistent with the actual results. A reconciliation of the approved and reported budget is set out below:

	<u>Budget</u>
Approved budget - annual surplus (deficit)	\$ -
Amortization of tangible capital assets	(2,467,585)
Transfers to (from) other funds	2,760,797
Transfer from own accumulated surplus	(70,981)
Principle payments on debt	911,494
Annual surplus per consolidated financial statements	<u>\$ 1,133,725</u>

Municipality of the District of Chester
Schedules to Consolidated Statement of Operations

(Unaudited)

Year Ended March 31

2022

2021

	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
REVENUE			
Taxes			
Residential assessable property	\$ 10,928,990	\$ 10,924,672	\$ 10,683,570
Commercial based taxable assessments	1,446,465	1,443,748	1,450,734
Resource			
Taxable assessments	320,749	315,518	318,198
Non-profit acreage	5,564	5,471	4,360
Forest property tax (less than 50,000 acres)	27,139	27,135	26,592
Forest property tax (50,000 acres or more)	8,073	8,062	8,847
	361,525	356,186	357,997
Area rates			
Protective services	342,621	335,606	336,457
Transportation services	290,326	275,219	269,272
Environmental Health services	3,027,446	3,014,087	2,961,602
	3,660,393	3,624,912	3,567,331
Business property			
Based on revenue (Aliant)	45,304	45,304	47,235
NS Power HST rebate	53,221	45,951	54,271
	98,525	91,255	101,506
Deed Transfer tax	1,371,082	2,364,892	1,930,379
Wind Farm Developer tax	663,102	690,030	683,196
Transfers and collections for other governments			
Collection - other governments	1,764,227	1,758,135	1,727,757
Transfers to local fire commissions	(1,764,227)	(1,768,829)	(1,736,470)
	-	(10,694)	(8,713)
	18,530,082	19,485,001	18,766,000
Education mandatory contribution (Note 4)	(5,204,374)	(5,204,374)	(5,093,419)
Correction services (Note 4)	(233,337)	(233,337)	(234,295)
Regional Housing Authority (Note 3)	(30,900)	(14,889)	(30,614)
	(5,468,611)	(5,452,600)	(5,358,328)
	\$ 13,061,471	\$ 14,032,401	\$ 13,407,672

See accompanying notes and schedules to the consolidated financial statements.

Municipality of the District of Chester
Schedules to Consolidated Statement of Operations

(Unaudited)

Year Ended March 31

2022

2021

	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
Grants in lieu of taxes			
Federal government	\$ 50,047	\$ 58,858	\$ 48,403
Provincial government			
Real property	58,003	57,665	57,889
Crown timberland	32,381	32,574	32,594
Fire protection	5,014	5,158	2,836
Conservation	7,000	11,585	12,316
	<u>152,445</u>	<u>165,840</u>	<u>154,038</u>
Provincial government agencies			
NS Power Incorporated	22,592	22,592	22,565
	<u>\$ 175,037</u>	<u>\$ 188,432</u>	<u>\$ 176,603</u>
Sales of services			
Animal control fees - other local govt	\$ 36,000	\$ 39,317	\$ 34,369
Waste Collection fees - other local governments	3,095,713	3,749,309	3,572,724
Waste Collection fees - surplus repayment	6,506	(5,219)	(523,441)
Planning services - other local governments	48,662	49,999	49,849
Building/fire inspection services - other local gov't	84,512	63,079	48,547
Recreation and cultural services	88,450	47,396	47,206
FHCS	25,800	6,341	3,660
REMO - other local governments	2,503	2,668	2,660
Wind Energy	730,000	774,282	817,212
	<u>\$ 4,118,146</u>	<u>\$ 4,727,172</u>	<u>\$ 4,052,786</u>
Other revenue from own sources			
Administrative services	\$ 277,638	\$ 439,592	\$ 234,246
Tax sale surplus transferred to reserves	-	-	3,035
Transportation services	10,614	12,589	12,275
Building inspection services	23,000	66,806	38,908
Animal control services	1,925	1,620	1,883
Sewer hookup services	500	2,479	2,614
Solid waste & disposal services	675,715	773,614	682,864
Planning services	19,920	132,412	16,969
Industrial park services	25,000	38,294	38,335
	<u>\$ 1,034,312</u>	<u>\$ 1,467,406</u>	<u>\$ 1,031,129</u>

See accompanying notes and schedules to the consolidated financial statements.

Municipality of the District of Chester
Schedules to Consolidated Statement of Operations

(Unaudited)

Year Ended March 31

2022

2021

	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
Unconditional transfers from			
Federal and Provincial governments and agencies			
Provincial government			
Service Nova Scotia			
Assessment Act - farm acreage	\$ 7,145	\$ 7,145	\$ 7,119
Recycling projects	92,810	73,703	102,314
	<u>\$ 99,955</u>	<u>\$ 80,848</u>	<u>\$ 109,433</u>
Conditional transfers from Federal			
and Provincial governments and agencies			
Federal government			
Employment grants	\$ 3,000	\$ -	\$ -
Infrastructure grant	\$ -	\$ (10,104)	\$ -
Provincial government			
Emergency measures	4,700	4,726	4,718
Economic development	-	-	58,750
Recreation	32,000	51,500	34,664
Safe Start	50,000	199,133	54,824
Other agencies	10,000	800	10,500
	<u>\$ 99,700</u>	<u>\$ 246,055</u>	<u>\$ 163,456</u>
Grants for Capital Projects			
Gas tax grant	1,170,000	1,217,317	599,418
Provincial grants	-	-	83,092
	<u>\$ 1,366,400</u>	<u>\$ 1,217,317</u>	<u>\$ 682,510</u>

See accompanying notes and schedules to the consolidated financial statements.

Municipality of the District of Chester
Schedules to Consolidated Statement of Operations

(Unaudited)

Year Ended March 31	2022	2022	2021
	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
EXPENDITURES			
General government services			
Legislative			
Council/committee remuneration	\$ 196,869	\$ 187,141	\$ 191,967
Administrative expenses	178,785	105,534	167,925
Grants to organizations	289,000	203,398	359,104
Elections	-	9,618	32,983
	<u>664,654</u>	<u>505,691</u>	<u>751,979</u>
CAO/Clerk administrative			
Administration salaries and benefits	691,948	657,122	634,488
Administrative expenses	489,080	156,815	113,775
Town crier	500	454	-
Surveys/appraisals	2,000	-	-
Newsletter/promotions	19,300	7,402	12,083
Joint occupational health and safety	99,155	67,550	72,081
Health & wellness	7,000	4,283	4,529
	<u>1,308,983</u>	<u>893,626</u>	<u>836,956</u>
Finance/property tax administrative			
Administration salaries and benefits	493,935	493,883	461,554
Administrative expenses	224,072	187,427	140,645
Auditor services	40,000	39,833	40,000
Property tax administration	379,860	347,982	377,791
	<u>1,137,867</u>	<u>1,069,125</u>	<u>1,019,990</u>
Information services administrative			
Administration salaries and benefits	365,743	293,541	282,756
Administrative expenses	218,210	197,192	149,355
Debenture interest and discounts	2,173	924	854
	<u>586,126</u>	<u>491,657</u>	<u>432,965</u>
Municipal property services			
Salaries and benefits and benefits	230,700	201,531	190,878
Administrative expenses	62,660	56,889	54,094
Property services	452,000	210,181	131,000
Wharves	7,500	4,423	9,904
Community Development	12,000	2,763	1,295
	<u>764,860</u>	<u>475,787</u>	<u>387,171</u>
Public works general			
Salaries and benefits	204,040	236,139	200,857
Administrative expenses	58,250	135,731	52,774
Special Projects	48,320	31,209	49,779
	<u>310,610</u>	<u>403,079</u>	<u>303,410</u>
Other general government services			
Assessment recovery costs	349,827	349,827	354,714
Regional library	69,000	68,035	68,035
Amortization	143,870	143,870	156,798
	<u>562,697</u>	<u>561,732</u>	<u>579,547</u>
	<u>\$ 5,335,797</u>	<u>\$ 4,400,697</u>	<u>\$ 4,312,018</u>

See accompanying notes and schedules to the consolidated financial statements.

Municipality of the District of Chester
Schedules to Consolidated Statement of Operations

(Unaudited)

Year Ended March 31

	2022	2022	2021
	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
Protective services			
Police services	\$ 1,987,374	\$ 1,983,042	\$ 1,888,942
Legal prosecution services	5,000	1,200	2,850
By-law enforcement	65,247	38,805	36,176
Animal control	76,629	70,564	65,200
Emergency measures	63,111	49,840	66,627
	<u>2,197,361</u>	<u>2,143,451</u>	<u>2,059,795</u>
Fire services			
Fire coordinator/advisory	218,312	91,818	61,665
Fire protection agreement	306,360	312,232	306,139
Fire rescue boat	9,599	10,654	10,154
	<u>534,271</u>	<u>414,704</u>	<u>377,958</u>
Building/fire inspections			
Salaries and benefits	283,517	188,617	216,282
Administrative expenses	118,546	76,409	53,571
Amortization	11,552	11,552	11,552
	<u>413,615</u>	<u>276,578</u>	<u>281,405</u>
	<u>\$ 3,145,247</u>	<u>\$ 2,834,733</u>	<u>\$ 2,719,158</u>
Transportation services			
Road transport			
Administration	\$ 32,780	\$ 22,625	\$ 10,399
Road and sidewalk maintenance	602,605	477,629	1,633,307
Street lighting	121,726	114,544	109,619
Debenture interest	2,219	1,911	2,725
Amortization	240,397	240,397	240,397
	<u>\$ 999,727</u>	<u>\$ 857,106</u>	<u>\$ 1,996,447</u>
Environmental health services			
Sewage collection and disposal	\$ 779,740	\$ 895,595	\$ 618,582
Waste collection and disposal	3,788,305	4,822,059	3,647,330
Recycling project	62,458	51,892	42,244
Debenture interest	132,263	114,275	130,915
Amortization	1,658,714	1,658,714	1,770,924
	<u>\$ 6,421,480</u>	<u>\$ 7,542,535</u>	<u>\$ 6,209,995</u>

See accompanying notes and schedules to the consolidated financial statements.

Municipality of the District of Chester
Schedules to Consolidated Statement of Operations

(Unaudited)

Year Ended March 31

	2022	2022	2021
	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
Environmental development services			
Planning and zoning	\$ 559,405	\$ 499,265	\$ 453,724
Economic Development	321,972	213,417	282,981
Tourism development	65,555	21,947	33,665
Eco Park	349,061	21,646	11,316
Regional economic network	10,000	-	-
Wind Turbine	147,992	148,565	109,452
Debenture interest	68,347	66,342	72,588
Amortization	320,299	320,299	335,752
	<u>\$ 1,842,631</u>	<u>\$ 1,291,481</u>	<u>\$ 1,299,478</u>
 Recreational and cultural services			
Administration	\$ 667,991	\$ 742,824	\$ 545,400
Program expenses	39,700	47,410	32,032
Church Memorial Park	75,000	-	50,000
Heritage properties	500	-	-
Forest Heights Community School	33,895	10,898	5,557
New Ross Community School	8,125	727	1,876
After school programs	36,050	9,727	5,556
Amortization	92,753	92,753	108,379
	<u>\$ 954,014</u>	<u>\$ 904,339</u>	<u>\$ 748,800</u>

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