



**Municipality of the County of Pictou**  
**Consolidated Financial Statements**  
**March 31, 2019**

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# Municipality of the County of Pictou

## Management's Responsibility for Financial Reporting

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March 31, 2019

The accompanying consolidated financial statements of the Municipality of the County of Pictou (the Municipality) are the responsibility of the Municipality's management and have been prepared in compliance with legislation, and in accordance with generally accepted accounting principles for local governments established by the Public Sector Accounting Board of The Chartered Professional Accountants of Canada. A summary of significant accounting policies are described in Note 1 to the consolidated financial statements. The preparation of financial statements necessarily involves the use of the estimates based on management's judgement, particularly when transactions affecting the current accounting period cannot be finalized with certainty until future periods.

The Municipality maintains systems of internal controls 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 financial statements. These systems are monitored and evaluated by Management.

Council meets with Management and the external auditors to review the financial statements and discuss any significant reporting or internal control matters prior to the approval of the consolidated financial statements.

The consolidated financial statements have been audited by MacDonald & Murphy Inc., independent external auditors appointed by the Municipality. The accompanying Independent Auditors' Report outlines their responsibilities, the scope to their examination and their opinion of the Municipal's consolidated financial statements.

Wayne Murray

Audit Committee Chairperson

Brian Cullen

Chief Administrative Officer

November 18, 2019

Date

## INDEPENDENT AUDITORS' REPORT

To the Warden and Council of the  
Municipality of the County of Pictou  
Pictou, Nova Scotia

### *Opinion*

We have audited the financial statements of the Municipality of the County of Pictou (County), which comprise the consolidated statement of financial position as at March 31, 2019, and the consolidated statements of financial activities, changes in net financial assets and cash flow for the year then ended, and a summary of significant accounting policies and other explanatory information.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the County as at March 31, 2019, and its results of operations 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 Financial Statements section of our report. We are independent of the County in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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

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

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

Those charged with governance are responsible for overseeing the County's financial reporting

### *Auditor's Responsibilities for the Audit of the Financial Statements*

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian 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 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:

*(continues)*

*Independent Auditors Report to the Members of the Municipality of the County of Pictou (continued)*

Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the County'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 County's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the County to cease to continue as a going concern.

Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

*MacDonald +  
Murphy Inc.*

New Glasgow, Nova Scotia  
November 18, 2019

Chartered Professional Accountants  
Licenced Public Accountants

# Municipality of the County of Pictou

## Consolidated Statement of Financial Position

March 31

2019

2018

### FINANCIAL ASSETS

Cash	\$ 6,124,804	\$ 5,250,872
Receivables		
Taxes (Note 3)	1,065,716	1,056,107
Due from Federal Government and its Agencies		
Harmonized Sales Tax	621,355	874,872
Due from Provincial Government and its Agencies		
Conditional Transfers	761,913	830,357
Other Receivables		
Trade Accounts	73,081	155,305
New Scotland Business Development Inc.	188,114	182,016
Riverton Guest Home Corporation (Note 15)	43,315	54,315
Receivable from Residents (Notes 3 & 4)	328,381	349,546
	<u>9,206,679</u>	<u>8,753,390</u>

### FINANCIAL LIABILITIES

Payables		
Joint Expenditure Board	220,320	226,929
Trade Accounts	1,381,626	1,957,316
Prepaid Accounts	346,698	305,751
Deferred Revenue	25,000	25,000
	<u>1,973,644</u>	<u>2,514,996</u>

### NET FINANCIAL ASSETS

7,233,035

6,238,394

### NON-FINANCIAL ASSETS

Capital Assets - Net of Accumulated Amortization (Page 14)	51,883,292	49,262,907
Investment, New Scotland Business Development		
Incorporated (Note 14)	193,340	128,960
Prepaid Expenses	3,195	140,562

### NET NON-FINANCIAL ASSETS

52,079,827

49,532,429

### ACCUMULATED SURPLUS (Page 15)

\$ 59,312,862

\$ 55,770,823

On Behalf of the Council



Warden



Clerk

# Municipality of the County of Pictou

## Consolidated Statement of Financial Activities

Year Ended March 31

2019

2018

	Page	Budget	Actual	Actual
<b>Revenue</b>				
Taxes	26	\$ 14,033,960	\$ 14,014,906	\$ 13,768,766
Grants in lieu of taxes	27	242,666	255,739	259,516
Intermunicipal Agreements	27		1,218	2,767
Other Revenue from Own Sources	27	600,748	711,389	829,254
Transfers from Government	27	439,370	448,789	443,357
Water Revenue	28	350,032	373,581	300,292
Grants for Capital	28	4,301,884	3,360,047	5,559,632
Other Revenue	28		292,754	600,559
Sale of Assets	28		9,608	28,306
<b>Total Revenue</b>		<u>19,968,660</u>	<u>19,468,031</u>	<u>21,792,449</u>
<b>Expenditures</b>				
General Government Services	30	2,637,812	2,688,205	2,065,159
Protective Services	31	6,516,768	6,354,598	6,218,726
Transportation Services	31	442,215	741,686	649,257
Environmental Health Services	32	2,515,022	3,480,473	3,351,362
Environmental Development Services	32	397,478	581,623	604,721
Recreation Services	33	520,232	476,257	542,551
Cultural Services	33	246,904	244,662	244,483
Water Utility Services	33	408,395	415,848	392,687
Other Transfers and Grants	33	750,000	783,598	758,022
Cost of Assets Disposed			159,041	94,654
<b>Total Expenditures</b>		<u>14,434,826</u>	<u>15,925,992</u>	<u>14,921,622</u>
<b>Net surplus</b>		<u>\$ 5,533,834</u>	<u>3,542,039</u>	<u>6,870,827</u>
<b>Accumulated surplus, beginning of year</b>			<u>55,770,823</u>	<u>48,899,996</u>
<b>Accumulated surplus, end of year</b>			<u>\$ 59,312,862</u>	<u>\$ 55,770,823</u>

# Municipality of the County of Pictou

## Consolidated Statement of Change in Net Financial Assets

Year Ended March 31

2019

2018

Change in municipal position	<u>\$ 3,542,039</u>	<u>\$ 6,870,828</u>
Acquisition of capital assets	(4,595,175)	(7,005,646)
Amortization of capital assets	1,815,749	1,615,481
Cost of assets sold/disposed	159,041	94,654
Acquisition of investment	<u>(64,380)</u>	<u>(55,860)</u>
	<u>(2,684,765)</u>	<u>(5,351,371)</u>
Acquisition of prepaid expense	(3,195)	(140,562)
Use of prepaid expense	<u>140,562</u>	<u>161,170</u>
	<u>137,367</u>	<u>20,608</u>
<b>Change in net financial assets</b>	<b>994,641</b>	<b>1,540,065</b>
<b>Net financial assets, beginning of year</b>	<u><b>6,238,394</b></u>	<u><b>4,698,329</b></u>
<b>Net financial assets, end of year</b>	<u><b>\$ 7,233,035</b></u>	<u><b>\$ 6,238,394</b></u>



# Municipality of the County of Pictou

## Consolidated Statement of Cash Flow

Year Ended March 31

2019

2018

### Increase (Decrease) in Cash

#### Operating Activities

Net surplus (Page 5)	\$ 3,542,039	\$ 6,870,828
Add back amortization	1,815,749	1,615,481
Changes in accounts receivable	420,643	(1,060,869)
Changes in other assets	137,367	20,608
Changes in accounts payable and accrued liabilities	(541,352)	93,592

5,374,446

7,539,639

#### Investing Activities

Purchase of capital assets and investments	(4,659,555)	(7,061,505)
Disposal of capital assets	159,041	94,654
	<u>(4,500,514)</u>	<u>(6,966,851)</u>

### Net Increase (Decrease) in Cash

873,932

572,788

### Cash

#### Beginning of Year

5,250,872

4,678,084

#### End of Year

\$ 6,124,804

\$ 5,250,872

# Municipality of the County of Pictou

## Schedule of General Operating Fund

Year Ended March 31

2019

2018

	Page	Budget	Actual	Actual
<b>Revenue</b>				
Taxes	26	\$ 14,033,960	\$ 14,014,906	\$ 13,768,766
Grants in Lieu of Taxes	27	242,666	255,739	259,516
Intermunicipal Agreements	27		1,218	2,767
Other Revenue from Own Sources	27	600,748	711,389	829,254
Transfers from Governments	27	439,370	448,789	443,357
<b>Total Revenue</b>		<u>15,316,744</u>	<u>15,432,041</u>	<u>15,303,660</u>
<b>Expenditures</b>				
General Government Services	30	2,637,812	2,563,278	1,939,371
Protective Services	31	6,516,768	6,354,598	6,218,726
Transportation Services	31	442,215	409,327	353,474
Environmental Health Services	32	2,515,022	2,381,384	2,416,037
Environmental Development Services	32	397,478	362,929	386,027
Recreation Services	33	520,232	476,257	542,551
Cultural Services	33	246,904	244,662	244,483
Other transfers and grants	33	500,000	502,505	523,630
<b>Total Expenditures</b>		<u>13,776,431</u>	<u>13,294,940</u>	<u>12,624,298</u>
<b>Net Revenues</b>		<u>1,540,313</u>	<u>2,137,101</u>	<u>2,679,362</u>
<b>Financing and Transfers</b>				
Transfers (to) from Reserve Funds				
Transfers to Operating Reserve		(273,000)	(273,000)	(200,000)
Municipal Services Grant		(250,000)	(250,000)	(250,000)
Interest Earned on Reserve Funds			53,137	35,429
Interest on Interfund Loan		(6,440)	(6,440)	(12,420)
Lease payments for LRO space		(80,236)	(80,236)	(96,284)
Transfer to Street Light Replacement Reserve		(132,405)	(132,405)	
Transfers to Water Operating Fund				
Fire Protection Charge		(98,296)	(98,296)	(79,082)
Transfers to General Capital Fund				
Capital out of Revenue		(699,936)	(900,621)	(771,151)
<b>Net Financing and Transfers</b>		<u>(1,540,313)</u>	<u>(1,687,861)</u>	<u>(1,373,508)</u>
<b>Change in General Operating Fund</b>		<u>\$</u>	449,240	1,305,854
<b>General Operating Fund, Beginning of Year</b>				
<b>Transfer of Surplus to Operating Reserve Fund</b>			<u>(449,240)</u>	<u>(1,305,854)</u>
<b>General Operating Fund, End of Year</b>			<u>\$</u>	<u>\$</u>

**Municipality of the County of Pictou**  
**Schedule of Water Operating Fund**  
**Statement of Changes in Fund Balance**

Year Ended March 31

2019

2018

	Page	Budget	Actual	Actual
Water Revenue	28	\$ 350,032	\$ 373,581	\$ 300,292
Water Utility Services Expenses	33	368,395	375,169	352,796
Net Expenditures		<u>(18,363)</u>	<u>(1,588)</u>	<u>(52,504)</u>
<b>Financing and Transfers</b>				
Transfer to water capital fund				
Depreciation charge		(40,000)	(40,679)	(39,891)
Transfer from general operating fund				
Fire protection charge		98,296	98,296	79,082
Net Financing and Transfers		<u>58,296</u>	<u>57,617</u>	<u>39,191</u>
Change in Water Operating Fund		<u>\$ 39,933</u>	56,029	(13,313)
Water Operating Fund, Beginning of Year			<u>(516,717)</u>	<u>(503,404)</u>
Water Operating Fund, End of Year			<u>\$ (460,688)</u>	<u>\$ (516,717)</u>

**Municipality of the County of Pictou**  
**Schedule of Water Operating Fund**  
**Statement of Financial Position**

March 31

2019

2018

<b>Assets</b>			
Receivables			
Rates (less allowance for doubtful accounts - 0; 2018 - 0)		\$ 100,257	\$ 92,957
Harmonized Sales Tax		10,330	9,210
		<u>\$ 110,587</u>	<u>\$ 102,167</u>
<b>Liabilities</b>			
Bank indebtedness		\$ 539,133	\$ 569,249
Payables and accruals		26,593	46,466
Prepaid water charges		5,549	3,169
		<u>571,275</u>	<u>618,884</u>
<b>Equity</b>			
Deficit		<u>(460,688)</u>	<u>(516,717)</u>
		<u>\$ 110,587</u>	<u>\$ 102,167</u>

# Municipality of the County of Pictou

## Schedule of General Capital Fund

Year Ended March 31

2019

2018

	Page	Budget	Actual	Actual
<b>Revenue</b>				
Province of Nova Scotia - Clean Water and Wastewater Fund	28	\$ 1,497,748	\$ 1,204,700	\$ 4,344,639
<b>Total Revenue</b>		<u>1,497,748</u>	<u>1,204,700</u>	<u>4,344,639</u>
<b>Expenditures</b>				
Transportation services		584,185	703,413	516,837
Environmental services		2,198,334	2,447,483	6,081,925
General government		61,451	26,519	
Environmental development services		50,000		127,739
New Scotland Business Development investment		64,300	64,380	55,860
<b>Total Expenditures (Page 35)</b>		<u>2,958,270</u>	<u>3,241,795</u>	<u>6,782,361</u>
<b>Net Expenditures</b>		<u>(1,460,522)</u>	<u>(2,037,095)</u>	<u>(2,437,722)</u>
<b>Financing and Transfers</b>				
Long term borrowing				
Transfer from general operating fund				
Capital out of revenue		699,936	900,621	771,151
Transfer from reserve funds				
Operating reserve		760,586	1,136,474	1,500,954
Gas tax				165,617
<b>Net Financing and Transfers</b>		<u>1,460,522</u>	<u>2,037,095</u>	<u>2,437,722</u>
<b>Change in General Capital Fund</b>		<u>\$</u>		
<b>General Capital Fund, Beginning of Year</b>				
<b>General Capital Fund, End of Year</b>			<u>\$</u>	<u>\$</u>

**Municipality of the County of Pictou**  
**Schedule of Water Capital Fund**  
**Statement of Changes in Fund Balance**

Year Ended March 31

2019

2018

	<u>Page</u>	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
<b>Revenue</b>				
Province of Nova Scotia - Clean Water and Wastewater Fund	28	\$ 1,353,508	\$ 1,072,370	\$ 178,308
Water transmission and distribution	35	1,824,676	1,417,760	279,144
<b>Net Expenditures (Page 34)</b>		<u>(471,168)</u>	<u>(345,390)</u>	<u>(100,836)</u>
<b>Financing and Transfers</b>				
Transfer from reserve funds				
Operating reserve		471,168	345,390	86,504
Transfer from water operating fund				
Depreciation charge			40,679	39,891
<b>Net Financing and Transfers</b>		<u>471,168</u>	<u>386,069</u>	<u>126,395</u>
<b>Change in Water Capital Fund</b>		<u>\$</u>	<u>40,679</u>	<u>25,559</u>
<b>Water Capital Fund, Beginning of Year</b>			<u>535,098</u>	<u>509,539</u>
<b>Water Capital Fund, End of Year</b>			<u>\$ 575,777</u>	<u>\$ 535,098</u>

**Municipality of the County of Pictou  
Schedule of Water Capital Fund  
Statement of Financial Position**

March 31	2019	2018
<b>Assets</b>		
Cash	\$ 575,777	\$ 535,098
Utility plant and equipment	5,419,576	4,001,816
	<u>\$ 5,995,353</u>	<u>\$ 4,536,914</u>
<b>Liabilities</b>		
Accumulated Allowance For Depreciation	\$ 590,099	\$ 549,420
<b>Equity</b>		
Investment in capital assets	5,405,254	3,987,494
	<u>\$ 5,995,353</u>	<u>\$ 4,536,914</u>

**Municipality of the County of Pictou  
Schedule of Water Capital Fund  
Statement of Investment in Capital Assets**

Year ended March 31	2019	2018
Balance, Beginning of Year	\$ 3,987,494	\$ 3,722,672
Capital additions	1,417,760	279,144
Less capital funded from depreciation reserve		(14,322)
Balance, End of Year	<u>\$ 5,405,254</u>	<u>\$ 3,987,494</u>

# Municipality of the County of Pictou

## Schedule of Reserve Funds

Year Ended March 31

2019

2018

	Page	Budget	Actual	Actual
<b>Revenue</b>				
Investment income		\$	\$ 91,664	\$ 47,868
Residents share of capital costs			201,090	101,853
Canada - N.S. Gas Tax Agreement	28	1,450,628	1,082,977	1,036,685
Reimbursement from NSPI	28			282,918
PCSWM refund of surplus	28			167,920
Proceeds from sale/disposal of assets	28		9,608	28,306
<b>Total Revenue</b>			<b>1,385,339</b>	<b>1,665,550</b>
<b>Expenditures</b>				
Municipal services grants	34		276,093	226,892
Refugee Assistance			5,000	7,500
<b>Total Expenditures</b>			<b>281,093</b>	<b>234,392</b>
<b>Net Revenues</b>			<b>1,104,246</b>	<b>1,431,158</b>
<b>Financing and Transfers</b>				
Transfer (to) from general operating fund				
Transfers		273,000	273,000	200,000
Municipal services grant		250,000	250,000	250,000
Interest earned on reserve funds			(53,137)	(35,429)
Interest on interfund loan		6,440	6,440	12,420
Lease payments for LRO space		80,236	80,236	96,284
Transfer for Street Light Replacement Reserve		132,405	132,405	
Transfer (to) from general capital fund				
Operating reserve		(760,586)	(1,136,474)	(1,500,954)
Gas tax reserve				(165,617)
Transfer (to) from water capital fund				
Operating reserve		(471,168)	(345,390)	(86,504)
<b>Net Financing and Transfers</b>		<b>(489,673)</b>	<b>(792,920)</b>	<b>(1,229,800)</b>
<b>Change in Reserve Funds</b>		<b>\$ (489,673)</b>	<b>311,326</b>	<b>201,358</b>
<b>Reserve Funds, Beginning of Year</b>			<b>6,360,574</b>	<b>4,853,362</b>
<b>Transfer of General Operating Surplus</b>			<b>449,240</b>	<b>1,305,854</b>
<b>Reserve Funds, End of Year</b>			<b>\$ 7,121,140</b>	<b>\$ 6,360,574</b>
<b>Reserves</b>				
Capital Reserve			\$ 415,926	\$ 400,529
Street Light Replacement Reserve			192,685	59,192
Canada - NS Gas Tax Reserve			2,298,226	1,190,505
Valley View Replacement Reserve			115,221	113,141
Municipal Services Grant Reserve (Page 33)			93,413	119,506
Tax Sale Surplus Reserve (Note 8)			181,550	176,724
General Operating Reserve			3,824,119	4,300,977
			<b>\$ 7,121,140</b>	<b>\$ 6,360,574</b>



# Municipality of the County of Pictou Consolidated Statement of Property and Equipment

March 31

	Land	Buildings	Engineered structures / environmental health	Roads and paving	Street lights	Machinery and equipment	Vehicles	Wind towers	2019	2018
<b>General capital</b>										
<b>Cost:</b>										
Balance, beginning of year	\$ 245,432	\$ 4,708,718	\$ 49,153,546	\$ 2,808,802	\$ 2,021,250	\$ 47,317	\$ 215,194	\$ 3,280,412	\$ 62,480,671	\$ 55,909,515
Acquisition of capital assets			2,447,483	636,550	21,560	26,519	45,303		3,177,415	6,726,502
Disposition of capital assets			(159,041)						(159,041)	(155,346)
Balance, end of year	<u>245,432</u>	<u>4,708,718</u>	<u>51,441,988</u>	<u>3,445,352</u>	<u>2,042,810</u>	<u>73,836</u>	<u>260,497</u>	<u>3,280,412</u>	<u>65,499,045</u>	<u>62,480,671</u>
<b>Accumulated amortization:</b>										
Balance, beginning of year		1,190,729	12,846,117	924,490	460,727	31,351	134,817	1,081,918	16,670,149	15,155,251
Annual amortization		120,736	1,099,089	139,302	168,147	4,191	24,910	218,695	1,775,070	1,575,590
Accumulated amortization on disposals		1,311,465	13,945,206	1,063,792	628,874	35,542	159,727	1,300,613	18,445,219	(60,692)
Balance, end of year		<u>1,311,465</u>	<u>13,945,206</u>	<u>1,063,792</u>	<u>628,874</u>	<u>35,542</u>	<u>159,727</u>	<u>1,300,613</u>	<u>18,445,219</u>	<u>16,670,149</u>
<b>Net book value of general capital</b>	<u>\$ 245,432</u>	<u>\$ 3,397,253</u>	<u>\$ 37,496,782</u>	<u>\$ 2,381,560</u>	<u>\$ 1,413,936</u>	<u>\$ 38,294</u>	<u>\$ 100,770</u>	<u>\$ 1,979,799</u>	<u>\$ 47,053,826</u>	<u>\$ 45,810,522</u>
<b>Water capital</b>										
<b>Cost:</b>										
Balance, beginning of year	\$	\$	\$ 3,408,770	\$	\$	\$ 593,046	\$	\$	\$ 4,001,816	\$ 3,722,672
Acquisition of capital assets			1,417,760						1,417,760	279,144
Disposition of capital assets										
Balance, end of year			<u>4,826,530</u>			<u>593,046</u>			<u>5,419,576</u>	<u>4,001,816</u>
<b>Accumulated amortization:</b>										
Balance, beginning of year			450,351			99,080			549,431	509,540
Annual amortization			27,233			13,446			40,679	39,891
Accumulated amortization on disposals										
Balance, end of year			<u>477,584</u>			<u>112,526</u>			<u>590,110</u>	<u>549,431</u>
<b>Net book value of water capital</b>	<u>\$</u>	<u>\$</u>	<u>\$ 4,348,946</u>	<u>\$</u>	<u>\$</u>	<u>\$ 480,520</u>	<u>\$</u>	<u>\$</u>	<u>\$ 4,829,466</u>	<u>\$ 3,452,385</u>
	<u>\$ 245,432</u>	<u>\$ 3,397,253</u>	<u>\$ 41,845,728</u>	<u>\$ 2,381,560</u>	<u>\$ 1,413,936</u>	<u>\$ 518,814</u>	<u>\$ 100,770</u>	<u>\$ 1,979,799</u>	<u>\$ 51,883,292</u>	<u>\$ 49,262,907</u>



# Municipality of the County of Pictou

## Consolidated Municipal Position

Year Ended March 31

2019

2018

### Operating and Reserve Funds

General Operating Fund (Page 8)	\$	\$
Water Operating Fund (Page 9)	(460,688)	(516,717)
General Capital Fund (Page 10)		
Water Capital Fund (Page 11)	575,777	535,098
Reserve Funds (Page 13)	7,121,140	6,360,574
	<u>\$ 7,236,229</u>	<u>\$ 6,378,955</u>

### Investment in Capital Assets

Balance, Beginning of Year	\$ 49,391,868	\$ 44,040,498
Capital funding from		
Operations	900,621	771,151
Operating reserve	1,481,864	1,753,075
Depreciation reserve		14,332
Government grants	2,277,070	4,522,947
Amortization expense - General capital	(1,775,070)	(1,575,590)
Amortization expense - Water capital	(40,679)	(39,891)
Cost of assets sold/disposed	(159,041)	(94,654)
Balance, End of Year	<u>\$ 52,076,633</u>	<u>\$ 49,391,868</u>
<b>Consolidated municipal position</b>	<u><b>\$ 59,312,862</b></u>	<u><b>\$ 55,770,823</b></u>

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# Municipality of the County of Pictou

## Notes to Consolidated Financial Statements

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March 31, 2019

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### 1. Significant Accounting Policies

The consolidated financial statements of the Municipality of the County of Pictou are prepared by management in accordance with Canadian generally accepted accounting principles for local governments, as recommended by the Public Sector Accounting Board (PSAB) of the Canadian Institute of Chartered Accountants.

Significant aspects of the accounting policies adopted by the Municipality are as follows:

#### (a) Reporting Entity

- (i) The consolidated financial statements reflect the assets, liabilities, revenues, expenditures and changes in fund balances and in financial position of the reporting entity. The operating funds, capital funds and reserves funds include the activities of all committees of Council. Interdepartmental and organization transactions and balances are eliminated.
- (ii) The financial activities of certain entities associated with the Municipality are not consolidated. The Municipality's contributions to these entities are recorded in the consolidated statement of financial activities as disclosed in Note 10.
- (iii) The taxation, other revenues, expenditures, assets and liabilities with respect to the operations of the school board are not reflected in the municipal fund balances of the financial statements.

#### (b) Basis of Accounting

Revenues are recorded on the accrual basis of accounting, whereby revenues are recognized as they are earned and measurable. Certain sources of revenue are recorded on a cash basis. Expenditures are recognized in the period goods and services are acquired and a liability is incurred or transfers are due.

#### (c) Fund Accounting

Funds within the consolidated financial statements consist of the operating funds, capital funds and reserves funds. Transfers between funds are recorded as adjustments to the appropriate municipal fund balance.

The operating funds reflects the financial activities associated with the provision of municipal government services for general and water operations.

The capital funds reflects the financial activities associated with the acquisition, construction and funding of capital assets.

The reserves funds reflect funds authorized by Municipal Council to be set aside for the funding of future operating or capital assets, or the repayment of long term debt.

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# Municipality of the County of Pictou

## Notes to Consolidated Financial Statements

March 31, 2019

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### (d) Capital Assets

#### General and Other Funds

Capital assets and projects in progress are recorded at cost. Funds received through capital assistance programs, cost-sharing arrangements or loan forgiveness are treated as additions to the Investment in Capital Assets. Interest incurred during construction on significant capital projects is capitalized

For years beginning on or after January 1, 2009, municipalities are required to adopt Public Sector Accounting Standards Section PS 3150 Tangible Capital Assets. This section requires amortization of tangible capital assets recorded in the General Capital Fund be recorded each year based on rates that represent the assets useful economic life.

The Municipality has established a policy of straight line amortization at the following rates:

Sewer lines	50 years
Buildings	40 years
Streets	20 years
Vehicles	5 years
Machinery and equipment	5 years
Wind towers	15 years

#### Water Capital Fund

Capital assets and projects in progress are recorded at the utility's net cost on a non-consolidated basis. Funds received through capital assistance programs or cost-sharing arrangements are treated as a reduction in the cost of the asset acquired for amortization calculation purposes. The capital assistance program funds are added to the investment in capital assets for consolidation purposes. Interest incurred during construction on significant water capital projects is capitalized. Interest is calculated at the prevailing prime rate for projects temporarily funded by general or water utility operations.

#### Depreciation - Water Capital Fund

Depreciation of fixed assets is recorded in the water capital fund calculated on a formula prescribed by the NS Utility and Review Board. Depreciation is not recorded on fixed assets donated to the water utility.

The depreciation charge in the water operating fund is transferred to a special bank account in the water capital fund which is used to help fund replacement of existing plant and equipment or, subject to approval by the NS Utility and Review Board, to repay principal of capital debt.

#### Non-Municipal Owned Assets

Contributions by the Municipality towards the cost of non-municipal owned assets are recorded as current expenditures out of operations in the applicable operating fund to the extent they are not funded by the issuance of long term debt.

Contributions funded by the issuance of long term debt are recorded at a value equal to the financing and are written down on the same basis as the principal retirement on the debt.

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# Municipality of the County of Pictou

## Notes to Consolidated Financial Statements

March 31, 2019

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(e) **Inventory**

Inventory is valued at the lower of cost and net realizable value.

**Government Transfers**

Government transfers are recognized in the financial statements as revenues in the period in which the events giving rise to the transfer occur, providing the transfers are authorized, any eligibility criteria have been met and reasonable estimates of the amounts can be made.

(g) **Investment Income**

Investment income earned on operating and reserves funds surplus are reported as revenue in the period earned.

(h) **Valuation Allowances**

Uncollected Taxes

The allowance for uncollected taxes represents taxes in arrears (all taxes outstanding other than current).

Other Receivables

The Municipality provides a valuation allowance for all current receivables which are outstanding for more than one fiscal period, along with providing for any possible losses on receivables that are due beyond a one year period.

(i) **Cash**

Cash include cash on hand and balances with banks, bank overdrafts, and short-term deposits with original maturities of three months or less.

(f) **Use of Estimates**

The preparation of financial statements in accordance with Canadian generally accepted accounting principles for municipal governments requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenditures during the reporting period. Where estimation uncertainty exists, the financial statements have been prepared within reasonable limits of materiality. Actual results could differ from those estimates.

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# Municipality of the County of Pictou

## Notes to Consolidated Financial Statements

March 31, 2019

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### (j) Segmented information

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

#### General government services

This department is responsible for the overall financial and local government administration. Its tasks include tax administration, trade payables and receivables, budgets, financial statements and adherence to the *Municipal Government Act*.

#### Protective services

The Municipality is primarily responsible for fire protection for its residents. The Municipality remits funds to volunteer fire departments that has been collected from residents. Other protective services include fees paid to the province for police and correctional services.

#### Transportation services

The Municipality is responsible for the maintenance and construction of local roads and sidewalks including snow removal. They are also responsible for the street lighting within the Municipality.

#### Environmental health services

This department is responsible for the maintenance and operations of waste and sewer services provided to the residents and other customers.

#### Recreation and cultural services

This department is responsible for promoting and offering recreation opportunities and activities to the Municipality's residents. This department is also responsible for the maintenance and operations of parks and recreation facilities for the benefit of all residents.

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## 2. Due From Other Funds

### General Operating Fund

As at March 31, 2019 the interfund loan between the general operating and the general operating reserve for the new Municipal Administration building has been fully repaid.

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# Municipality of the County of Pictou

## Notes to Consolidated Financial Statements

March 31, 2019

### 3.

#### A) Taxes Receivable

	Current Year		Prior Year	2019	2018
		Exempt Property Policy		Total	Total
Balance, Beginning of Year	\$		\$ 2,253,278	\$ 2,253,278	\$ 2,270,907
	Current year's tax levy				
Residential	10,477,602	(16,290)		10,461,312	10,209,051
Commercial	3,319,080	(194,246)		3,124,834	3,098,847
Resource	699,288	(3,821)		695,467	680,622
Non profit acres	5,917	(814)		5,103	5,617
Forest	113,025	(59)		112,966	113,076
Area rates - current	3,511,914			3,511,914	3,370,967
	<u>18,126,826</u>	<u>(215,230)</u>	<u>2,253,278</u>	<u>20,380,104</u>	<u>19,749,087</u>
Deduct					
Current year's tax collections	16,817,792		992,832	17,810,624	17,460,987
Reduced taxes	28,088			28,088	31,180
Write Offs			418	418	3,641
	<u>16,845,880</u>		<u>993,250</u>	<u>17,839,130</u>	<u>17,495,808</u>
Balance, End of Year	<u>\$ 1,280,946</u>	<u>\$ (215,230)</u>	<u>\$ 1,260,028</u>	<u>2,325,744</u>	<u>2,253,278</u>
Interest Outstanding at Year End				<u>500,076</u>	<u>459,218</u>
Total Taxes and Interest				<u>2,825,820</u>	<u>2,712,496</u>
Valuation Allowance (Note 5)				<u>1,760,104</u>	<u>1,656,389</u>
Financial Statement Tax Receivables				<u>\$ 1,065,716</u>	<u>\$ 1,056,107</u>
Percentage of Taxes Collected				87.4%	88.4%

#### B) Taxes Receivable (con't)

Resident Receivables	Water Rates	Road Paving Capital Charges	2019	2018
			Total	Total
Balance, End of Year	\$ 100,257	\$ 228,124	\$ 328,381	\$ 356,022
Deduct				
Valuation Allowance (Note 6)				6,476
Financial Statement Other Receivables	<u>\$ 100,257</u>	<u>\$ 228,124</u>	<u>\$ 328,381</u>	<u>\$ 349,546</u>

# Municipality of the County of Pictou

## Notes to Consolidated Financial Statements

March 31, 2019

### 4. Receivable - Residents

Certain costs related to paving projects are recoverable from the residents. This amount is receivable over a 10 year period if levied prior to 2005 and over a 3 year period if levied after 2005 with interest calculated in accordance with the Municipality of Pictou County Interest Rate Policy.

5. Valuation Allowance - Uncollected Taxes	2019	2018
Balance, Beginning of Year	\$ 1,656,389	\$ 2,014,892
Add: Provision for the year	104,133	(354,862)
	<u>1,760,522</u>	1,660,030
Deduct: Write-offs	(418)	(3,641)
Balance, End of Year	<u>\$ 1,760,104</u>	<u>\$ 1,656,389</u>
Comprised of		
Interest	\$ 500,076	\$ 459,218
Taxes	1,260,028	1,197,171
	<u>1,760,104</u>	<u>1,656,389</u>

6. Valuation Allowance - Other Receivables	2019	2018
Balance, Beginning of Year	\$ 6,476	\$ 7,310
Add: Provision for the year - current	(6,476)	(834)
Balance, End of Year	<u>\$</u>	<u>\$ 6,476</u>

### 7. Pension plans

The Municipality had a defined contribution pension plan for the employees up to September 30, 2018, after which the Municipality transitioned to participate in the multi-employer pension plan administered by the Public Service Superannuation Plan Trustee Incorporated, which became effective April 1, 2013.

The Public Service Superannuation Plan (PSSP) is accounted for as a defined contribution plan as the Municipality is not responsible for any unfunded liability with respect to the PSSP.

The following contributions have been made and recognized as an expense by the Municipality during the period

- > Defined contribution plan - \$36,788 (2017 - \$77,152)
- > PSSP - \$54,862 (2018 - \$NIL)

# Municipality of the County of Pictou

## Notes to Consolidated Financial Statements

March 31, 2019

### 8. Restricted Tax Sale Surplus

Funds accumulated from tax sale surplus have been transferred to the capital reserve and are restricted for a period of 20 years. At the expiration of the restricted period, the funds can be used for capital purposes. The following is the schedule of expiration periods:

	<u>2019</u>		<u>2018</u>
2021	9,194	2019	4,782
2024	26,762	2021	9,194
2025	21,509	2024	26,762
2027	8,348	2025	21,509
2028	7,769	2027	8,348
2030	45,743	2028	7,769
2034	34,079	2030	45,743
2034	25,179	2034	34,079
2039	2,967	2036	18,538
	<u>\$ 181,550</u>		<u>\$ 176,724</u>

### 9. Area Rates

The following is an accumulated schedule of area rates levied and provided to residents for the specified services. The surplus balance at the end of the year has been transferred from the operating surplus to the operating reserve fund.

	<u>Street Lights</u>	<u>Fire Protection</u>	<u>Fire Hydrant Protection</u>	<u>Sewer Services</u>	<u>2019 Total</u>
Balance, Beginning of Year	\$	\$ (14,103)	\$ (134,514)	\$ 453,568	\$ 304,950
Add:					
Rates levied for current year	221,037	1,885,092	525,111	880,674	3,511,914
County contribution			324,034		324,034
	<u>221,037</u>	<u>1,870,989</u>	<u>714,631</u>	<u>1,334,242</u>	<u>4,140,898</u>
Deduct:					
Services provided in current year	88,632	1,865,678	813,203	803,320	3,570,833
Capital expenditures				104,223	104,223
Transfer to replacement reserve	132,405				132,405
	<u>221,037</u>	<u>1,865,678</u>	<u>813,203</u>	<u>907,543</u>	<u>3,807,461</u>
Balance, End of Year	<u>\$</u>	<u>\$ 5,311</u>	<u>\$ (98,572)</u>	<u>\$ 426,699</u>	<u>\$ 333,437</u>



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# Municipality of the County of Pictou

## Notes to Consolidated Financial Statements

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March 31, 2019

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### 10. Contributions to Boards and Commissions

#### Non-Consolidated Boards

The Municipality of the County of Pictou is required to finance the operations of various Boards and Commissions, along with the other Municipal units in Pictou County, to the extent of its participation

<u>Board</u>	<u>Contribution</u>	
	<u>2019</u>	<u>2018</u>
East River Environmental Control Centre	\$ 135,924	\$ 132,900
Pictou County Solid Waste Management System	1,308,877	1,453,110
Pictou-Antigonish Regional Library	186,904	186,904
Chignecto-Central Regional School Board (a)	4,911,672	4,770,074
Pictou Regional Housing Commission (b)	102,143	96,745
Pictou County Wellness Centre	188,306	261,608

- (a) Payments for the year ended March 31, 2019 are based on \$0.32/\$100 of uniform assessment (year ended March 31, 2018 - \$0.32/\$100) as approved by the Nova Scotia Department of Education.
- (b) The Municipality is charged 11.5% to 12.5% of the operating deficit of all Section 43 and 10-1/4% of the deficit of all Section 40 projects located in the Municipality.
- 

### 11. Other commitments

The Municipality of the County of Pictou has implemented a deed transfer tax of 1% on all properties acquired in the county. The proceeds from this tax will be contributed to the new Pictou County Wellness Centre project as well as the renovations and improvements to the Aberdeen Hospital. Since these projects will benefit all residents of Pictou County, a similar tax has been implemented by other municipalities within the County.

#### Pictou County Wellness Centre Building Authority

The Municipality of the County of Pictou together with other municipalities in the County have provided security for a debenture. The balance of this debenture March 31, 2019 is \$8,360,000 (2018 - \$8,800,000)

#### Pictou County Shared Services Authority - Aberdeen Hospital Renovation Project

The Municipality of the County of Pictou has provided security for a temporary borrowing resolution for the the Aberdeen Hospital Renovation project that is being administered by Pictou County Shared Services Authority in the amount of \$3,239,620 with the remaining portion of the total \$6,800,000 being secured by other municipal units.

At March 31, 2019 the balance of the loan outstanding for this project is \$6,800,000; of which the Municipality provides security for \$3,236,800 (47.6% of the total).

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# Municipality of the County of Pictou

## Notes to Consolidated Financial Statements

March 31, 2019

### 11. Other commitments (continued)

The Municipality of the County of Pictou has issued a loan guarantee for the Linacy Fire Department borrowings of \$200,000 to purchase firefighting equipment during year ending March 31, 2017.

In the event the Linacy Fire Department defaults on the loan and the financial institution exercises the guarantee, the Municipality shall institute an area rate to recover from the residents of that district.

### 12. Other

Total remuneration paid to elected and senior appointed officials of the Municipality are as follows:

	Position	Remuneration	Reimbursed	
			Expenses	Total
Parker, R	Warden	\$ 47,358	\$ 5,159	\$ 52,517
Murray, W.	Deputy Warden	24,999	2,159	27,158
Baillie, R.	Councillor	19,626	1,155	20,781
Boyles, P.	Councillor	19,626	2,935	22,561
Butler, D.	Councillor	19,626	3,972	23,598
Dewar, C	Councillor	19,626	1,293	20,919
Mackeil, D.	Councillor	19,626	4,003	23,629
Palmer, R.	Councillor	19,626	1,099	20,725
Parker, D.	Councillor	19,626	3,059	22,685
Thompson, A.	Councillor	19,626	2,570	22,196
Turner, L.	Councillor	19,626	245	19,871
Wadden, D	Councillor	19,626	2,950	22,576
Cullen, B.	C.A.O. - Municipal Clerk	117,736	3,535	121,271

### 13. Segmented amortization

The following are the current year amortization amounts recognized in the General Capital fund as a result of PS 3150 of the Public Sector Accounting Standards. These results have been provided to assist the County in the preparation of provincial financial reporting requirements.

	2019	2018
General government services	\$ 124,927	\$ 125,788
Transportation services	332,359	295,783
Environmental health services	1,099,089	935,325
Environmental development	218,694	218,694
	<u>\$ 1,775,069</u>	<u>\$ 1,575,590</u>

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# Municipality of the County of Pictou

## Notes to Consolidated Financial Statements

March 31, 2019

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### 14. Investment in New Scotland Business Development Incorporated

The New Scotland Business Development Incorporated (NSBDI) was incorporated December 31, 2014 pursuant to Section 60 of the Municipal Government Act. The Municipality of the County of Pictou and the Town of New Glasgow entered into an inter-municipal services agreement representing equal ownership of NSBDI.

As a result of this agreement, the Municipality of the County of Pictou, together with the Town of New Glasgow have jointly guaranteed a bank loan for New Scotland Business Development Inc. to a maximum of \$6,250,000 for purchase of land for a business park. The outstanding balance of the mortgage loan at March 31, 2019 is \$2,929,481

The method of accounting for the investment is the modified equity approach which results in the Municipality recognizing the carrying value of the capital contributions at 50% of the net assets of NSBDI.

The value of the investment at March 31, 2019 represents capital contributions only. There is no other income or loss generated from NSBDI up to March 31, 2019.

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### 15. Related party

#### Riverton Guest Home Corporation - 100% Interest

	<u>2019</u>	<u>2018</u>
Loan to Riverton Guest Home Corporation	\$ 43,315	\$ 54,315

#### Nature of the relationship

Under the articles of incorporation, the Municipality of the County of Pictou has undertaken to fund any accumulated operating deficit of the Corporation if the Home is unable to have rate increases approved by the Department of Health which will be sufficient to cover the deficit in future years and if a formal request is made to Municipal Council.

At year end, the Corporation had an operating surplus of \$152,922 (2018 operating surplus \$143,843 as restated) and an accumulated operating deficit of \$1,835,216 (2018 \$1,770,471 as restated).

#### Transactions

During the course of the year ending March 31, 2019 the following transactions occurred:

Payments received on loan	\$ 11,000
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These transactions are not the normal course of operations and were the result of a special funding request from the Corporation. The transactions are measured at their exchange amount, which is the amount of consideration established and agreed to by the related parties.

The financial results of the Corporation are not consolidated with the County's financial results.

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# Municipality of the County of Pictou

## Schedules to Consolidated Statement of Financial Activities

Year Ended March 31

2019

2018

	Budget	Actual	Actual
<b>Taxes</b>			
Assessable Property			
Residential	\$ 10,464,786	\$ 10,433,225	\$ 10,209,051
Commercial			
Based on taxable assessments	3,124,626	3,124,834	3,098,847
Resource			
Based on taxable assessments	704,345	695,467	680,622
Non Profit Acres	5,600	5,103	5,617
Forest - less than 50,000 acres	70,061	70,342	70,402
Forest - more than 50,000 acres	42,683	42,624	42,674
	<u>822,689</u>	<u>813,536</u>	<u>799,315</u>
Area Rates			
Fire protection	1,865,620	1,885,092	1,805,437
Fire hydrant fees	525,371	525,111	484,163
Street lighting	221,281	221,037	219,656
Sewer	880,219	880,674	861,711
Road maintenance			
	<u>3,492,491</u>	<u>3,511,914</u>	<u>3,370,967</u>
Business Property			
Based on revenue	206,267	206,268	208,567
Nova Scotia Power Corp.	10,566	10,566	10,631
H.S.T. Offset grant	45,000	46,672	49,054
	<u>261,833</u>	<u>263,506</u>	<u>268,252</u>
Other Taxes			
Deed transfer tax	500,000	502,505	523,630
Wind Energy	688,300	688,300	675,401
	<u>1,188,300</u>	<u>1,190,805</u>	<u>1,199,031</u>
<b>Total tax levied</b>	<u>19,354,725</u>	<u>19,337,820</u>	<u>18,945,463</u>
Less taxes collected on behalf of others;			
Regional school board	(4,911,666)	(4,911,672)	(4,770,074)
Provincial correctional service	(309,099)	(309,099)	(309,878)
Regional housing authority	(100,000)	(102,143)	(96,745)
	<u>(5,320,765)</u>	<u>(5,322,914)</u>	<u>(5,176,697)</u>
	<u>\$ 14,033,960</u>	<u>\$ 14,014,906</u>	<u>\$ 13,768,766</u>

**Municipality of the County of Pictou**  
**Schedules to Consolidated Statement of Financial Activities**

Year Ended March 31

2019

2018

	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
<b>Grants in Lieu of Taxes</b>			
Federal Government	\$ 4,706	\$ 5,040	\$ 5,036
Federal Government Agencies			
Canadian Broadcasting Corporation	1,267	1,395	1,421
Canada Post	3,999	4,352	4,297
Provincial Government			
Real property	232,694	244,952	248,762
	<u>\$ 242,666</u>	<u>\$ 255,739</u>	<u>\$ 259,516</u>
<b>Intermunicipal Agreements</b>			
Town of Pictou	<u>\$</u>	<u>\$ 1,218</u>	<u>\$ 2,767</u>
<b>Other Revenue from Own Sources</b>			
Licenses and Permits			
Dogs	\$ 700	\$ 547	\$ 614
Building permits	40,000	39,192	35,982
Fines	18,000	20,637	19,807
Interest on bank accounts	60,000	63,638	46,806
Interest on tax arrears	200,000	218,453	218,340
Leases	105,723	105,723	126,868
Wind revenue	120,000	208,120	212,402
Tax sale expense recovery	34,000	32,409	600
Solid waste expense recovery	17,325	17,325	17,325
Capital recovery from residents			143,881
Miscellaneous	5,000	5,345	6,629
	<u>\$ 600,748</u>	<u>\$ 711,389</u>	<u>\$ 829,254</u>
<b>Transfers from Government</b>			
Federal Government	\$ 4,620	\$ 4,620	\$ 6,516
Provincial Government			
Equalization grant	270,601	270,601	270,601
Farm property acreage grant	156,149	156,149	153,778
911 Civic addressing database	8,000	8,027	8,048
Service NS and Municipal Relations		9,392	4,414
	<u>\$ 439,370</u>	<u>\$ 448,789</u>	<u>\$ 443,357</u>

**Municipality of the County of Pictou**  
**Schedules to Consolidated Statement of Financial Activities**

Year Ended March 31

2019

2018

	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
<b>Water Revenue</b>			
Metered sales	\$ 273,800	\$ 279,803	\$ 234,530
Flat rate sales	67,702	67,570	54,155
Sprinkler/Hydrant service	4,500	5,000	4,486
Interest on water accounts	1,000	1,563	1,157
Interest income	3,030	9,845	5,964
Connection revenue		9,800	
	<u>\$ 350,032</u>	<u>\$ 373,581</u>	<u>\$ 300,292</u>
<b>Grants for Capital</b>			
Canada - N.S. Gas Tax Agreement	\$ 1,450,628	\$ 1,082,977	\$ 1,036,685
Province of Nova Scotia - Clean Water and Wastewater Fund	2,851,256	2,277,070	4,522,947
	<u>\$ 4,301,884</u>	<u>\$ 3,360,047</u>	<u>\$ 5,559,632</u>
<b>Other Revenue</b>			
Interest on operating reserve	\$	\$ 53,137	\$ 35,429
Interest on capital reserve		13,783	7,924
Interest on gas tax reserve		24,744	4,515
Residents share of capital costs		201,090	101,853
Reimbursement from NSPI			282,918
PCSWM surplus refunded			167,920
	<u>\$</u>	<u>\$ 292,754</u>	<u>\$ 600,559</u>
<b>Proceeds from Sale of Assets</b>			
Property	<u>\$</u>	<u>\$ 9,608</u>	<u>\$ 28,306</u>

# Municipality of the County of Pictou

## Schedules to Consolidated Statement of Financial Activities

Year Ended March 31

2019

2018

	Budget	Actual	Actual
<b>General Government Services</b>			
Legislative			
Warden	\$ 64,982	\$ 64,193	\$ 59,052
Council	303,895	298,613	279,338
Other legislative services	650	650	650
	<u>369,527</u>	<u>363,456</u>	<u>339,040</u>
General administrative			
Administrative			
CAO	148,353	147,408	143,897
Administration	177,684	175,420	165,876
Finance	384,275	362,982	363,906
Office expense	233,300	196,646	235,291
Legal services	30,000	25,614	18,923
Buildings maintenance	286,045	235,729	196,060
Banking fees	8,000	9,422	8,338
Financial management	25,000	22,474	20,857
Human resources management	20,000	5,047	948
Taxation			
Exemptions	32,000	28,088	31,180
Tax sale expenses	42,500	23,171	1,038
Assessment services	495,441	495,441	488,400
Reserve for uncollected taxes	10,000	104,133	(354,862)
Other general government services			
Liability insurance	59,842	71,797	55,021
Communication officer expense	46,000	28,418	
Intergovernmental relations	14,300	15,079	14,203
Newsletter	10,000	8,338	9,894
Elections		128	196
Sundry	6,545	5,511	658
	<u>2,029,285</u>	<u>1,960,846</u>	<u>1,399,824</u>
Sub-total	<u>2,398,812</u>	<u>2,324,302</u>	<u>1,738,864</u>

**Municipality of the County of Pictou**  
**Schedules to Consolidated Statement of Financial Activities**

Year Ended March 31

2019

2018

	Budget	Actual	Actual
<b>General Government Services (cont'd)</b>	<b>\$ 2,398,812</b>	<b>\$ 2,324,302</b>	<b>\$ 1,738,864</b>
Other general government services			
Grants to Comm. Service Organizations	239,000		
Association of Municipal Administrators			1,000
Autism Pictou County		1,000	1,000
Bridgeville Community Club		20,000	
CARMA		2,000	
CHAD Transit System		59,500	57,800
Chignecto East Regional		250	250
Citizens for A Healthy Pictou County		24,200	
Dr W A MacLeod Consolidated		500	500
East Pictou Middle School		500	500
FCM Legal Fee Grant			112
Federation of Canadian Municipalities			1,095
Festival of the Tartans		700	500
Frank H MacDonald/East Pictou School		1,000	
Garden of Eden Community Club		40,000	
Halifax Regional Municipality		5,000	
Junior Achievement NS		500	500
MacDonald Rebekah Lodge #108		5,612	
Marathon of Respect & Equality		500	
Mental Health Foundation of NS			500
Molly's Rainbows Society		100	100
Multicultural Assoc of Pictou County		500	2,500
New Glasgow Farmers Market (Town)		5,000	5,000
New Glasgow Music Festival		1,000	
New Glasgow Riverfront Jubilee		5,000	5,000
North Nova Educational Center		2,500	2,500
Northumberland Fisheries Museum		4,000	
Northumberland High School		2,500	2,500
Nova Scotia Community College		2,500	
Pictou Agricultural Society		12,000	10,000
Pictou County 4H		750	38,250
Pictou County Chamber of Commerce		1,294	1,000
Pictou County Christmas Fund		500	500
Pictou County Council of Seniors Outreach		4,000	5,000
Pictou County Crime Prevention		5,000	5,000
Pictou County Cruise Committee		1,500	2,000
Pictou County Firefighters Association			3,000
Pictou County Mental Illness		1,000	1,000
Pictou County Roots for Youth			5,000
Pictou County Scouting		6,250	5,000
Pictou County Sports Hall of Fame		500	500
Pictou County Women's Centre		3,760	
Pictou Island Heritage Society			2,500
Pictou Lobster Carnival		7,660	7,000
Plymouth Community & Recreation Assoc.		10,000	5,000
Read by the Sea		3,500	3,500
Remembering Canada's Heros		800	800
River John Community		2,000	2,000
River John Festival Days Assoc/RJ Action Society			4,000
River John Lions Club			2,400
Salt Springs Elementary School		500	500
Scotsburn Elementary School		500	500
Scotsburn Recreation		5,600	
Ship Hector Society		5,000	
Special Olympics		1,500	
Sunrise Film Festival		5,000	
Thorburn Consolidated School		500	500
Victorian Order of Nurses			5,000
Viola's Place Society			8,000
West Pictou Consolidated School		500	500
Other		(25,000)	700
	<u>2,637,812</u>	<u>2,563,278</u>	<u>1,939,371</u>
Amortization		<u>124,927</u>	<u>125,788</u>
	<u>\$ 2,637,812</u>	<u>\$ 2,688,205</u>	<u>\$ 2,065,159</u>



# Municipality of the County of Pictou

## Schedules to Consolidated Statement of Financial Activities

Year Ended March 31

2019

2018

	Budget	Actual	Actual
<b>Protective Services</b>			
Provincial Prosecution Service	\$ 25,000	\$ 20,364	\$ 17,877
Police Protection	3,279,272	3,274,324	3,237,200
By-Law Enforcement	78,905	71,508	73,727
Dog Control and Unightly Premises	45,000	15,834	23,970
	<u>123,905</u>	<u>87,342</u>	<u>97,697</u>
Fire Protection			
District charges	1,865,620	1,865,678	1,825,477
Fire hydrant fees - District charges	525,371	489,169	517,849
Fire hydrant fees - County cost	225,738	225,738	206,903
Grants to fire brigades	133,000	132,812	128,312
Insurance on fire brigade members	57,432	57,432	49,643
Fire inspector	70,655	4,541	2,879
	<u>2,877,816</u>	<u>2,775,370</u>	<u>2,731,063</u>
Emergency Measures			
Emergency Measures Organization	31,666	31,668	23,550
Other			
Building inspection - wages and expenses	179,109	165,530	111,339
	<u>\$ 6,516,768</u>	<u>\$ 6,354,598</u>	<u>\$ 6,218,726</u>

### Transportation Services

Street lighting district charges	\$ 88,876	\$ 84,379	\$ 116,747
Street lighting - intersections	2,000	791	1,033
Street lighting - maintenance	5,000	4,253	2,217
Roads and streets	161,339	161,339	158,336
Road maintenance - County	117,000	72,386	49,463
Sidewalks	68,000	86,179	25,678
	<u>442,215</u>	<u>409,327</u>	<u>353,474</u>
Amortization		332,359	295,783
	<u>\$ 442,215</u>	<u>\$ 741,686</u>	<u>\$ 649,257</u>

# Municipality of the County of Pictou

## Schedules to Consolidated Statement of Financial Activities

Year Ended March 31

2019

2018

	Budget	Actual	Actual
<b>Environmental Health Services</b>			
Sewer - District charges	\$ 620,219	\$ 543,319	\$ 474,219
Sewer - connection supplies	40,000	56,033	45,037
Garbage collection	14,500	20,857	12,931
Recycling collection	654,050	654,048	778,062
Garbage disposal	615,569	604,573	624,377
Administration	50,253	50,256	50,671
Public Works Department			
Salaries and expenses	515,431	452,298	427,030
Other	5,000		3,710
	<u>2,515,022</u>	<u>2,381,384</u>	<u>2,416,037</u>
Amortization		<u>1,099,089</u>	<u>935,325</u>
	<u>\$ 2,515,022</u>	<u>\$ 3,480,473</u>	<u>\$ 3,351,362</u>

### Environmental Developmental Services

G. I. S.	\$ 93,123	\$ 81,729	\$ 83,784
Community Sustainability and Planning	10,000		8,693
Development Officer (Sub-divisions)	37,000	16,225	21,095
Regional development expenses	115,485	48,804	148,380
Wind turbines expenses	79,000	153,526	78,379
Marketing - Pictou County Tourism	17,870	17,870	19,696
Community Development projects	27,000	26,775	
Other community grants	18,000	18,000	26,000
	<u>397,478</u>	<u>362,929</u>	<u>386,027</u>
Amortization		<u>218,694</u>	<u>218,694</u>
	<u>\$ 397,478</u>	<u>\$ 581,623</u>	<u>\$ 604,721</u>

**Municipality of the County of Pictou**  
**Schedules to Consolidated Statement of Financial Activities**

Year Ended March 31

2019

2018

	Budget	Actual	Actual
<b>Recreation Services</b>			
Recreation			
Grants	\$ 30,900	\$ 25,675	\$ 33,696
DeCoste Entertainment Centre	15,000	15,000	15,000
District 13 Recreation & Plann. Comm.	25,000	25,000	49,039
Hector Arena Commission	15,000	15,000	15,000
Highland Soccer Association	5,000	5,000	7,500
L.O.R.D.A.	8,000	8,000	6,000
New Caledonia Curling Club	5,000	5,000	
Pictou County Historical Society	500	500	500
Pictou County Trails Association	20,000	20,000	20,000
Riverview Home Corp	5,000	5,000	1,000
Scotsburn Recreation Association	4,400	4,400	
Valley View Villa	1,000	1,000	1,000
Recreation program expenses	17,600	14,649	12,103
Recreation department - salary and exp	123,832	118,976	111,823
Council programs	4,000	2,043	3,282
Recreation strategy	25,000	22,708	5,000
PCWCA Contribution	215,000	188,306	261,608
	<u>\$ 520,232</u>	<u>\$ 476,257</u>	<u>\$ 542,551</u>

**Cultural Services**

Regional Library	\$ 186,904	\$ 186,904	\$ 186,904
Branch Library	48,000	45,758	46,579
Cultural grants	12,000	12,000	11,000
	<u>\$ 246,904</u>	<u>\$ 244,662</u>	<u>\$ 244,483</u>

**Water Utility Services**

Operating expenditures			
Source of supply	\$ 228,000	\$ 225,590	\$ 233,533
Pumping	12,000	7,065	7,238
Water treatment	40,500	42,768	39,630
Transmission and distribution	32,000	46,307	27,557
Administrative and general	50,895	43,485	38,326
Interest on operating account	5,000	9,954	6,512
	<u>368,395</u>	<u>375,169</u>	<u>352,796</u>
Amortization	40,000	40,679	39,891
	<u>\$ 408,395</u>	<u>\$ 415,848</u>	<u>\$ 392,687</u>

**Other Transfers and Grants**

Municipal services grants	\$ 250,000	\$ 276,093	\$ 226,892
Refugee assistance fund		5,000	7,500
Deed transfer tax	500,000	502,505	523,630
	<u>\$ 750,000</u>	<u>\$ 783,598</u>	<u>\$ 758,022</u>



**Municipality of the County of Pictou**  
**Allocation of Municipal Services Grant Reserve**

Year Ended March 31, 2019

<u>District</u>	<u>Balance April 1 2018</u>	<u>Revenue Allocation</u>	<u>Expenditures</u>	<u>Balance March 31 2019</u>	<u>Committed at March 31, 2019</u>
1	\$ 2,206	\$ 21,404	\$ 21,969	\$ 1,641	\$
2	31,247	26,079	39,533	17,793	
3	2,523	24,105	25,696	932	
4	30,103	24,052	37,374	16,781	22,106
5	4,023	18,909	18,072	4,860	
6	18,513	18,341	14,448	22,406	
7	13,674	18,321	18,296	13,699	
8	7,772	20,319	27,274	817	
9	167	18,232	18,231	168	
10	3,018	19,644	18,720	3,942	
11	209	20,678	20,400	487	
12	6,051	19,916	16,080	9,887	
	<u>\$ 119,506</u>	<u>\$ 250,000</u>	<u>\$ 276,093</u>	<u>\$ 93,413</u>	<u>\$ 22,106</u>

# Municipality of the County of Pictou

## Supplementary Schedule of Capital Projects Funding

March 31, 2019

	Total Capital Cost	Province of NS Clean Water and Wastewater Fund	Operating Reserve Fund	General Operating Fund
<b>GENERAL CAPITAL</b>				
Transportation services				
Paving	\$ 112,568	\$	\$	\$ 112,568
Sidewalks	517,185			517,185
Street signs	6,797			6,797
Street lights	21,560			21,560
Vehicles	45,303			45,303
	<u>703,413</u>			<u>703,413</u>
Environmental health services				
Alma Springfield Estates	623,499	397,804	225,695	
Plymouth MacLellans Brook	101,718	85,883	15,835	
Priestville Walkerville PS1 & PS2	100,599		100,599	
Abercrombie Extension	1,536,011	721,013	814,998	
Scotsburn TIR	417			417
Alma Greenhill TIR refund	(20,653)		(20,653)	
Lyons Brook TIR	1,169			1,169
Lyons Brook - Town of Pictou upgrades	55,448			55,448
Sewer pump cores	49,275			49,275
	<u>2,447,483</u>	<u>1,204,700</u>	<u>1,136,474</u>	<u>106,309</u>
General government				
Flag pole	5,068			5,068
Video equipment	21,451			21,451
	<u>26,519</u>			<u>26,519</u>
New Scotland Business Dev. Inc				
	<u>64,380</u>			<u>64,380</u>
	<u>3,241,795</u>	<u>1,204,700</u>	<u>1,136,474</u>	<u>900,621</u>
<b>WATER CAPITAL</b>				
MacLellans Brook water line	201,006	139,504	61,502	
Alma Springfield Estates	1,216,754	932,866	283,888	
	<u>1,417,760</u>	<u>1,072,370</u>	<u>345,390</u>	
	<u>\$ 4,659,555</u>	<u>\$ 2,277,070</u>	<u>\$ 1,481,864</u>	<u>\$ 900,621</u>