



**Municipality of the County of Pictou**  
**Consolidated Financial Statements**  
**March 31, 2017**

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# Municipality of the County of Pictou

## Management's Responsibility for Financial Reporting

March 31, 2017

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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 financial reporting or internal control matters prior to their 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 Allen

Chief Administrative Officer

December 4, 2017

Date

## INDEPENDENT AUDITORS' REPORT

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

We have audited the accompanying financial statements of the Municipality of the County of Pictou, which comprise the consolidated statement of financial position as at March 31, 2017, and the consolidated statement of financial activities and statement of changes in net debt and cash flow for the year then ended, and a summary of significant accounting policies and other explanatory information.

### *Management's Responsibility for the Financial Statements*

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian Accounting Standards for local governments, as recommended by the Public Sector Accounting Board, 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.

### *Auditor's Responsibility*

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

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

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

### *Opinion*

In our opinion, the financial statements present fairly, in all material respects, the financial position of the Municipality of the County of Pictou as at March 31, 2017, and the results of its operations and its cash flows for the year then ended in accordance with Canadian Accounting Standards for local governments, as recommended by the Public Sector Accounting Board.

*MacDonald +  
Murphy Inc.*

New Glasgow, Nova Scotia  
December 4, 2017


Chartered Professional Accountants  
Licenced Public Accountants

**Municipality of the County of Pictou**  
**Consolidated Statement of Financial Position**

March 31	2017	2016
<b>FINANCIAL ASSETS</b>		
Cash	\$ 4,678,084	\$ 5,221,051
Receivables		
Taxes (Note 3)	699,608	324,790
Due from Federal Government and its Agencies		
Conditional Transfers	5,155	
Harmonized Sales Tax	503,596	410,787
Due from Provincial Government and its Agencies		
Conditional Transfers	646,238	98,614
Other Receivables		
Trade Accounts	145,697	53,413
New Scotland Business Development Inc.	160,968	151,819
Riverton Guest Home Corporation (Note 15)	81,473	
Receivable from Residents (Notes 3 & 4)	198,914	147,026
	<u>7,119,733</u>	<u>6,407,500</u>
<b>FINANCIAL LIABILITIES</b>		
Payables		
Joint Expenditure Board	224,372	218,473
Trade Accounts	1,869,024	1,515,122
Prepaid Accounts	303,008	257,327
Deferred Revenue	25,000	55,000
	<u>2,421,404</u>	<u>2,045,922</u>
<b>NET FINANCIAL ASSETS</b>	<u>4,698,329</u>	<u>4,361,578</u>
<b>NON-FINANCIAL ASSETS</b>		
Capital Assets - Net of Accumulated Amortization (Page 13)	43,967,396	43,170,107
Investment, New Scotland Business Development Incorporated (Note 14)	73,100	21,500
Prepaid Expenses	161,170	13,651
<b>NET NON-FINANCIAL ASSETS</b>	<u>44,201,666</u>	<u>43,205,258</u>
<b>ACCUMULATED SURPLUS (Page 14)</b>	<u>\$ 48,899,995</u>	<u>\$ 47,566,836</u>

On Behalf of the Council

 Warden

 Clerk

# Municipality of the County of Pictou

## Consolidated Statement of Financial Activities

Year Ended March 31

2017

2016

	Page	Budget	Actual	Actual
<b>Revenue</b>				
Taxes	25	\$ 13,523,499	\$ 13,750,381	\$ 13,457,117
Grants in Lieu of Taxes	26	191,971	259,369	257,000
Intermunicipal Agreements	26			1,063
Other Revenue from Own Sources	26	744,849	835,724	1,021,432
Transfers from Government	26	437,505	445,485	439,939
Water Revenue	27	205,618	191,478	195,433
Grants for Capital	27	750,000	1,834,107	970,268
Other Revenue	27		138,785	157,424
Sale of Assets	27		2,576	1,749
<b>Total Revenue</b>		<u>15,853,442</u>	<u>17,457,905</u>	<u>16,501,425</u>
<b>Expenditures</b>				
General Government Services	29	2,978,135	2,976,126	2,731,311
Protective Services	30	6,164,334	5,982,774	5,898,825
Transportation Services	30	770,021	902,415	894,433
Environmental Health Services	31	2,660,739	3,400,597	3,494,570
Environmental Development Services	31	262,775	546,714	503,214
Recreation Services	32	265,941	269,043	314,437
Cultural Services	32	241,404	237,625	227,923
Water Utility Services	32	327,668	395,105	339,632
Other Transfers and Grants	32	675,000	1,064,565	1,179,181
Cost of Assets Disposed			349,782	260,001
<b>Total Expenditures</b>		<u>14,346,017</u>	<u>16,124,746</u>	<u>15,843,527</u>
<b>Net surplus</b>		<u>\$ 1,507,425</u>	<u>1,333,159</u>	<u>657,898</u>
<b>Accumulated surplus, beginning of year</b>			<u>47,566,836</u>	<u>46,908,938</u>
<b>Accumulated surplus, end of year</b>			<u><u>\$ 48,899,995</u></u>	<u><u>\$ 47,566,836</u></u>

# Municipality of the County of Pictou

## Consolidated Statement of Change in Net Financial Assets

Year Ended March 31

2017

2016

<b>Change in municipal position</b>	<b>\$ 1,333,159</b>	<b>\$ 657,898</b>
Acquisition of capital assets	(2,651,240)	(2,619,884)
Amortization of capital assets	1,521,212	1,516,557
Cost of assets sold/disposed	332,739	260,001
Acquisition of investment	(51,600)	(21,500)
	<u>(848,889)</u>	<u>(864,826)</u>
Acquisition of prepaid expense	(161,170)	(13,651)
Use of prepaid expense	13,651	121,923
	<u>(147,519)</u>	<u>108,272</u>
<b>Change in net financial assets</b>	<b>336,751</b>	<b>(98,656)</b>
<b>Net financial assets, beginning of year</b>	<b><u>4,361,578</u></b>	<b><u>4,460,234</u></b>
<b>Net financial assets, end of year</b>	<b><u>\$ 4,698,329</u></b>	<b><u>\$ 4,361,578</u></b>

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**Municipality of the County of Pictou**  
**Consolidated Statement of Cash Flow**

Year Ended March 31

**2017****2016**

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**Increase (Decrease) in Cash****Operating Activities**

Net surplus (Page 4)	\$ 1,333,159	\$ 657,898
Add back amortization	1,521,212	1,516,557
Changes in accounts receivable	(1,255,200)	1,126,214
Changes in other assets	(147,519)	108,272
Changes in accounts payable and accrued liabilities	405,482	(40,181)
Changes in deferred revenue	(30,000)	26,808
	<u>1,827,134</u>	<u>3,395,568</u>

**Investing Activities**

Purchase of capital assets and investments	(2,702,840)	(2,641,384)
Disposal of capital assets	332,739	260,001
	<u>(2,370,101)</u>	<u>(2,381,383)</u>

**Net Increase (Decrease) in Cash****(542,967)**      **1,014,185****Cash**

Beginning of Year	<u>5,221,051</u>	<u>4,206,866</u>
End of Year	<u>\$ 4,678,084</u>	<u>\$ 5,221,051</u>



# Municipality of the County of Pictou

## Schedule of General Operating Fund

Year Ended March 31

2017

2016

	Page	Budget	Actual	Actual
<b>Revenue</b>				
Taxes	25	\$ 13,523,499	\$ 13,750,381	\$ 13,457,117
Grants in Lieu of Taxes	26	191,971	259,369	257,000
Intermunicipal Agreements	26			1,063
Other Revenue from Own Sources	26	744,849	835,724	1,021,432
Transfers from Governments	26	437,505	445,485	439,939
<b>Total Revenue</b>		<u>14,897,824</u>	<u>15,290,959</u>	<u>15,176,551</u>
<b>Expenditures</b>				
General Government Services	29	2,978,135	2,850,338	2,606,205
Protective Services	30	6,164,334	5,982,774	5,898,825
Transportation Services	30	770,021	628,539	619,619
Environmental Health Services	31	2,660,739	2,534,530	2,619,053
Environmental Development Services	31	262,775	328,020	284,520
Recreation Services	32	265,941	269,043	314,437
Cultural Services	32	241,404	237,625	227,923
Other transfers and grants	32	675,000	774,014	749,264
<b>Total Expenditures</b>		<u>14,018,349</u>	<u>13,604,883</u>	<u>13,319,846</u>
<b>Net Revenues</b>		<u>879,475</u>	<u>1,686,076</u>	<u>1,856,705</u>
<b>Financing and Transfers</b>				
Transfers (to) from Reserve Funds				
Transfers to Operating Reserve		(200,000)	(250,000)	(281,970)
Municipal Services Grant		(250,000)	(250,000)	(250,000)
Interest Earned on Reserve Funds			23,238	27,192
Interest on Interfund Loan		(17,940)	(17,940)	(22,940)
Lease payments for LRO space		(96,284)	(96,284)	(96,284)
Transfers to Water Capital Fund				
Capital out of Revenue				
Transfers to Water Operating Fund				
Fire Protection Charge		(77,036)	(77,036)	(58,179)
Transfers to General Capital Fund				
Capital out of Revenue		(238,215)	(215,733)	(119,726)
<b>Net Financing and Transfers</b>		<u>(879,475)</u>	<u>(883,755)</u>	<u>(801,907)</u>
<b>Change in General Operating Fund</b>		<u>\$</u>	<u>802,321</u>	<u>1,054,798</u>
<b>General Operating Fund, Beginning of Year</b>				
<b>Transfer of Surplus to Operating Reserve Fund</b>			<u>(802,321)</u>	<u>(1,054,798)</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

2017

2016

	Page	Budget	Actual	Actual
Water Revenue	27	\$ 205,618	\$ 191,478	\$ 195,433
Water Utility Services Expenses	32	305,795	358,318	317,206
Net Expenditures		(100,177)	(166,840)	(121,773)
<b>Financing and Transfers</b>				
Transfer to water capital fund				
Depreciation charge		(21,873)	(36,787)	(22,426)
Transfer from general operating fund				
Fire protection charge		77,036	77,036	58,179
Net Financing and Transfers		55,163	40,249	35,753
Change in Water Operating Fund		\$ (45,014)	(126,591)	(86,020)
Water Operating Fund, Beginning of Year			(376,813)	(290,793)
Water Operating Fund, End of Year			\$ (503,404)	\$ (376,813)

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

March 31

2017

2016

**Assets**

Receivables

Rates (less allowance for doubtful accounts - 0; 2016 - 0)  
Harmonized Sales Tax

\$ 61,577	\$ 58,253
15,476	14,313
<u>\$ 77,053</u>	<u>\$ 72,566</u>

**Liabilities**

Bank indebtedness  
Payables and accruals  
Prepaid water charges  
Deferred revenue

\$ 537,959	\$ 410,633
38,665	35,783
3,833	2,963
<u>580,457</u>	<u>449,379</u>

**Equity**

Deficit

(503,404)	(376,813)
<u>\$ 77,053</u>	<u>\$ 72,566</u>

# Municipality of the County of Pictou

## Schedule of General Capital Fund

Year Ended March 31

2017

2016

	<u>Page</u>	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
<b>Revenue</b>				
Province of Nova Scotia - Clean Water and Wastewater Fund	27	\$ 750,000	\$ 805,171	\$
<b>Total Revenue</b>		<u>750,000</u>	<u>805,171</u>	
<b>Expenditures</b>				
General government services		30,000		6,281
Transportation services		485,715	463,049	1,849,374
Environmental services		2,345,800	1,779,630	244,874
New Scotland Business Development investment			51,600	21,500
<b>Total Expenditures (Page 34)</b>		<u>2,861,515</u>	<u>2,294,279</u>	<u>2,122,029</u>
<b>Net Expenditures</b>		<u>(2,111,515)</u>	<u>(1,489,108)</u>	<u>(2,122,029)</u>
<b>Financing and Transfers</b>				
Transfer from general operating fund				
Capital out of revenue		158,215	215,733	119,726
Transfer from reserve funds				
Operating reserve		1,022,900	359,775	1,845,555
Gas tax		930,400	913,600	156,748
<b>Net Financing and Transfers</b>		<u>2,111,515</u>	<u>1,489,108</u>	<u>2,122,029</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

2017

2016

	<u>Page</u>	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
<b>Revenue</b>				
Province of Nova Scotia - Clean Water and Wastewater Fund	27	\$	\$ 2,953	\$
<b>Expenditures</b>				
Water transmission and distribution	34	300,873	408,561	519,355
<b>Net Expenditures (Page 34)</b>		<u>(300,873)</u>	<u>(405,608)</u>	<u>(519,355)</u>
<b>Financing and Transfers</b>				
Transfer from reserve funds				
Operating reserve			984	305,584
Gas tax reserve		279,000	404,624	213,771
Transfer from water operating fund				
Depreciation charge		21,873	36,787	22,426
<b>Net Financing and Transfers</b>		<u>300,873</u>	<u>442,395</u>	<u>541,781</u>
<b>Change in Water Capital Fund</b>		<u>\$</u>	<u>36,787</u>	<u>22,426</u>
<b>Water Capital Fund, Beginning of Year</b>			<u>472,752</u>	<u>450,326</u>
<b>Water Capital Fund, End of Year</b>			<u>\$ 509,539</u>	<u>\$ 472,752</u>

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

March 31	2017	2016
<b>Assets</b>		
Cash	\$ 509,359	\$ 472,572
Utility plant and equipment	<u>3,722,672</u>	<u>3,314,111</u>
	<u>\$ 4,232,031</u>	<u>\$ 3,786,683</u>
<b>Liabilities</b>		
Accumulated Allowance For Depreciation	\$ 509,359	\$ 472,572
<b>Equity</b>		
Investment in capital assets	<u>3,722,672</u>	<u>3,314,111</u>
	<u>\$ 4,232,031</u>	<u>\$ 3,786,683</u>

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

Year ended March 31	2017	2016
Balance, Beginning of Year	\$ 3,314,111	\$ 2,794,756
Capital additions	408,561	519,355
Balance, End of Year	<u>\$ 3,722,672</u>	<u>\$ 3,314,111</u>

# Municipality of the County of Pictou

## Schedule of Reserve Funds

Year Ended March 31

2017

2016

	Page	Budget	Actual	Actual
<b>Revenue</b>				
Investment income		\$	\$ 30,366	\$ 38,147
Residents share of capital costs			108,419	82,574
Canada - N.S. Gas Tax Agreement	27		1,025,983	969,071
Deposit returned	27			1,197
Proceeds from sale/disposal of assets	27		2,576	1,749
ERECC refund of surplus	27			36,703
<b>Total Revenue</b>			<b>1,167,344</b>	<b>1,129,441</b>
<b>Expenditures</b>				
Municipal services grants	33		280,551	279,917
Refugee Assistance			10,000	
Governance study				150,000
<b>Total Expenditures</b>			<b>290,551</b>	<b>429,917</b>
<b>Net Revenues</b>			<b>876,793</b>	<b>699,524</b>
<b>Financing and Transfers</b>				
Transfer (to) from general operating fund				
Transfers		200,000	250,000	281,970
Municipal services grant		250,000	250,000	250,000
Interest earned on reserve funds			(23,238)	(27,192)
Interest on interfund loan		17,940	17,940	22,940
Lease payments for LRO space		96,284	96,284	96,284
Transfer (to) from general capital fund				
Operating reserve		(1,022,900)	(359,775)	(1,845,555)
Gas tax reserve		(930,400)	(913,600)	(156,748)
Transfer (to) from water capital fund				
Operating reserve			(984)	(305,584)
Gas tax reserve		(279,000)	(404,624)	(213,771)
<b>Net Financing and Transfers</b>		<b>(1,668,076)</b>	<b>(1,087,997)</b>	<b>(1,897,656)</b>
<b>Change in Reserve Funds</b>		<b>\$ (1,668,076)</b>	<b>(211,204)</b>	<b>(1,198,132)</b>
<b>Reserve Funds, Beginning of Year</b>			<b>4,262,245</b>	<b>4,405,579</b>
<b>Transfer of General Operating Surplus</b>			<b>802,321</b>	<b>1,054,798</b>
<b>Reserve Funds, End of Year</b>			<b>\$ 4,853,362</b>	<b>\$ 4,262,245</b>
<b>Reserves</b>				
Capital Reserve			\$ 342,935	\$ 333,543
Canada - NS Gas Tax Reserve			314,922	605,167
Valley View Replacement Reserve			111,842	110,954
Municipal Services Grant Reserve (Page 33)			96,398	126,949
Tax Sale Surplus Reserve (Note 8)			199,385	201,917
General Operating Reserve			3,787,880	2,883,675
			<b>\$ 4,853,362</b>	<b>\$ 4,262,245</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	2017	2016
<b>General capital</b>										
<b>Cost:</b>										
Balance, beginning of year	\$ 269,242	\$ 4,708,718	\$ 41,618,840	\$ 2,154,266	\$ 1,757,429	\$ 34,678	\$ 203,668	\$ 3,280,412	\$ 54,027,253	\$ 52,242,346
Acquisition of capital assets	(5,869)		1,779,630	243,991	219,058		(27,678)		2,242,679	2,100,529
Disposition of capital assets	263,353	4,708,718	(326,850)	2,398,257	1,976,487	34,678	175,990	3,280,412	(360,417)	(315,622)
Balance, end of year			43,071,620	2,398,257	1,976,487	34,678	175,990	3,280,412	55,909,515	54,027,253
<b>Accumulated amortization:</b>										
Balance, beginning of year		949,257	11,044,725	703,562	148,866	21,247	147,950	682,897	13,698,504	12,259,994
Annual amortization		120,736	866,067	106,575	148,866	5,052	18,435	218,694	1,484,425	1,494,131
Accumulated amortization on disposals		1,069,993		810,137	297,732	26,299	(27,678)	901,591	(27,678)	(55,621)
Balance, end of year			11,910,792	810,137	297,732	26,299	138,707	901,591	15,155,251	13,698,504
<b>Net book value of general capital</b>	<b>\$ 263,353</b>	<b>\$ 3,638,725</b>	<b>\$ 31,160,828</b>	<b>\$ 1,588,120</b>	<b>\$ 1,678,755</b>	<b>\$ 8,379</b>	<b>\$ 37,283</b>	<b>\$ 2,378,821</b>	<b>\$ 40,754,264</b>	<b>\$ 40,328,749</b>
<b>Water capital</b>										
<b>Cost:</b>										
Balance, beginning of year	\$	\$	\$ 2,753,410	\$	\$	\$ 560,701	\$	\$	\$ 3,314,111	\$ 2,794,756
Acquisition of capital assets			381,447			27,114			408,561	519,355
Disposition of capital assets										
Balance, end of year			3,134,857			587,815			3,722,672	3,314,111
<b>Accumulated amortization:</b>										
Balance, beginning of year			405,669			67,084			472,753	450,327
Annual amortization			21,060			15,727			36,787	22,426
Accumulated amortization on disposals										
Balance, end of year			426,729			82,811			509,540	472,753
<b>Net book value of water capital</b>	<b>\$</b>	<b>\$</b>	<b>\$ 2,708,128</b>	<b>\$</b>	<b>\$</b>	<b>\$ 505,004</b>	<b>\$</b>	<b>\$</b>	<b>\$ 3,213,132</b>	<b>\$ 2,841,358</b>
	<b>\$ 263,353</b>	<b>\$ 3,638,725</b>	<b>\$ 33,868,956</b>	<b>\$ 1,588,120</b>	<b>\$ 1,678,755</b>	<b>\$ 513,383</b>	<b>\$ 37,283</b>	<b>\$ 2,378,821</b>	<b>\$ 43,967,396</b>	<b>\$ 43,170,107</b>

# Municipality of the County of Pictou

## Consolidated Municipal Position

Year Ended March 31

2017

2016

### Operating and Reserve Funds

General Operating Fund (Page 7)	\$	\$
Water Operating Fund (Page 8)	(503,404)	(376,813)
General Capital Fund (Page 9)		
Water Capital Fund (Page 10)	509,539	472,752
Reserve Funds (Page 12)	4,853,362	4,262,245
	<u>\$ 4,859,497</u>	<u>\$ 4,358,184</u>

### Investment in Capital Assets

Balance, Beginning of Year	\$ 43,208,652	\$ 42,343,826
Capital funding from		
Operations	215,733	119,726
Operating reserve	360,759	2,151,139
Government grants	2,126,348	370,519
Amortization expense - General capital	(1,484,425)	(1,494,131)
Amortization expense - Water capital	(36,787)	(22,426)
Cost of assets sold/disposed	(349,782)	(260,001)
Balance, End of Year	<u>\$ 44,040,498</u>	<u>\$ 43,208,652</u>

<b>Consolidated municipal position</b>	<u><b>\$ 48,899,995</b></u>	<u><b>\$ 47,566,836</b></u>
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# Municipality of the County of Pictou

## Notes to Consolidated Financial Statements

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March 31, 2017

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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, 2017

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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 of the County of Pictou 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, 2017

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(e) **Inventory**

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

(f) **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).

The Municipality is bringing this allowance into full effect over three years resulting in the allowance reflecting 2/3 of the current outstanding taxes in 2016, 1/3 of current taxes outstanding in 2017 and in 2018 the allowance will fully reflect the taxes in arrears.

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 and cash equivalents**

Cash and cash equivalents 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, 2017

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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, 2017 there is an interfund loan in the amount of \$400,000 due for the new Municipal Administration building with a repayment schedule of 10 years beginning in fiscal year 2009-10 and ending in fiscal year 2018-19. The interest rate starts at 1.17% in the first year and increases to 3.22% in the final year.

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# Municipality of the County of Pictou

## Notes to Consolidated Financial Statements

March 31, 2017

### 3.

#### A) Taxes Receivable

	Current Year	Prior Year	2017 Total	2016 Total
Balance, Beginning of Year	\$	\$ 2,067,636	\$ 2,067,636	\$ 2,159,202
Current year's tax levy				
Residential	9,947,063		9,947,063	9,733,051
Commercial	3,343,435		3,343,435	3,423,434
Resource	611,201		611,201	572,049
Forest	115,054		115,054	115,636
Area rates - current	3,417,055		3,417,055	3,271,802
	<u>17,433,808</u>	<u>2,067,636</u>	<u>19,501,444</u>	<u>19,275,174</u>
Deduct				
Current year's tax collections	16,136,054	843,550	16,979,604	16,942,868
Exempt Property By-Law	216,260		216,260	216,863
Reduced taxes	32,084		32,084	38,103
Write Offs		2,589	2,589	9,704
	<u>16,384,398</u>	<u>846,139</u>	<u>17,230,537</u>	<u>17,207,538</u>
Balance, End of Year	<u>\$ 1,049,410</u>	<u>\$ 1,221,497</u>	<u>2,270,907</u>	<u>2,067,636</u>
Interest Outstanding at Year End			<u>443,593</u>	<u>376,971</u>
Total Taxes and Interest			<u>2,714,500</u>	<u>2,444,607</u>
Valuation Allowance (Note 5)			<u>2,014,892</u>	<u>2,119,817</u>
Financial Statement Tax Receivables			<u>\$ 699,608</u>	<u>\$ 324,790</u>
Percentage of Taxes Collected	92.6%	40.8%	87.1%	87.9%

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

Resident Receivables	Water Rates	Road Paving Capital Charges	Sewer Capital Charges	2017 Total	2016 Total
Balance, End of Year	\$ 61,577	\$ 137,337	\$ 7,310	\$ 206,224	\$ 154,336
Deduct					
Valuation Allowance (Note 6)			7,310	7,310	7,310
Financial Statement Other Receivables	<u>\$ 61,577</u>	<u>\$ 137,337</u>	<u>\$</u>	<u>\$ 198,914</u>	<u>\$ 147,026</u>

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# Municipality of the County of Pictou

## Notes to Consolidated Financial Statements

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March 31, 2017

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### 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.

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### 5. Valuation Allowance - Uncollected Taxes

	<u>2017</u>	<u>2016</u>
Balance, Beginning of Year	\$ 2,119,817	\$ 2,538,585
Add: Provision for the year	<u>(102,336)</u>	<u>(409,064)</u>
	2,017,481	2,129,521
Deduct: Write-offs	<u>(2,589)</u>	<u>(9,704)</u>
Balance, End of Year	<u>\$ 2,014,892</u>	<u>\$ 2,119,817</u>
Comprised of		
Interest	\$ 443,593	\$ 376,971
Taxes	<u>1,571,299</u>	<u>1,742,846</u>
	<u>2,014,892</u>	<u>2,119,817</u>

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### 6. Valuation Allowance - Other Receivables

	<u>2017</u>	<u>2016</u>
Balance, Beginning of Year	\$ 7,310	\$ 7,310
Add: Provision for the year - current		
Balance, End of Year	<u>\$ 7,310</u>	<u>\$ 7,310</u>

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### 7. Pension plans

The Municipality has a defined contribution pension plan for the employees. The Municipality of the County of Pictou realized a pension expense of \$87,134 (2016 - \$77,405) representing the County's contribution for the current fiscal period.

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## Municipality of the County of Pictou

### Notes to Consolidated Financial Statements

March 31, 2017

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#### 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>2017</u>
2018	45,982
2021	9,194
2024	26,762
2025	21,509
2027	8,348
2028	7,769
2030	45,743
2035	34,078
	<u>\$ 199,385</u>

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#### 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>Road Maintenance</u>	<u>2017 Total</u>
Balance, Beginning of Year	\$ (49,409)	\$ 6,623	\$ (93,790)	\$ 351,116	\$ (1,985)	\$ 212,555
Add:						
Rates levied for current year	355,032	1,716,173	448,333	827,354	7,200	3,354,092
Municipal Service Grants	15,266				8,595	23,861
County contribution	(50,000)		285,985			235,985
	270,889	1,722,796	640,528	1,178,470	13,810	3,826,493
Deduct:						
Services provided in current year	373,796	1,716,859	741,356	781,678	4,970	3,618,659
Balance, End of Year	<u>\$ (102,907)</u>	<u>\$ 5,937</u>	<u>\$ (100,828)</u>	<u>\$ 396,792</u>	<u>\$ 8,840</u>	<u>\$ 207,834</u>

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# Municipality of the County of Pictou

## Notes to Consolidated Financial Statements

March 31, 2017

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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 based on assessment, population or other formulae.

In addition to any budgeted contributions, the Municipal units share in the deficits or surpluses of these Boards based on their sharing percentages. A municipal unit's share of the deficit is to be paid in the next fiscal year while a surplus is to be taken into the next year's estimates.

<u>Board</u>	<u>Contribution</u>	
	<u>2017</u>	<u>2016</u>
East River Environmental Control Centre	\$ 131,070	\$ 128,863
Pictou County Solid Waste Management System	1,552,286	1,587,043
Pictou-Antigonish Regional Library	186,904	171,138
Chignecto-Central Regional School Board (a)	4,650,156	4,491,168
Pictou Regional Housing Commission (b)	90,232	126,556
Pictou County Wellness Centre	238,084	284,842

(a) Payments for the year ended March 31, 2017 are based on \$0.32/\$100 of uniform assessment (year ended March 31, 2016 - \$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.

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### 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, 2017 is \$9,240,000 (2016 - \$9,680,000)

#### 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, 2017 the balance of the loan outstanding for this project is \$4,052,937; of which the Municipality provides security for \$1,929,198 (47.6% of the total).



# Municipality of the County of Pictou

## Notes to Consolidated Financial Statements

March 31, 2017

### 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:

	<u>Position</u>	<u>Remuneration</u>
Parker, R	Warden	\$ 33,232
Murray, W.	Deputy Warden	9,359
Baillie, R.	Warden/Councillor	37,343
Boyles, P.	Councillor	6,007
Butler, D.	Councillor	7,158
Davidson, J	Councillor	10,863
Dewar, C	Councillor	18,021
Fraser, L.	Councillor	10,863
Fraser, S.	Councillor	10,863
Johnston, S.	Councillor	10,863
MacKeil, D.	Councillor	15,018
Palmer, R.	Councillor	18,021
Parker, D.	Councillor	18,021
Thompson, A.	Deputy Warden/Councillor	22,277
Turner, L.	Councillor	18,021
Turple, J.	Councillor	10,863
Wadden, D	Councillor	18,021
Cullen, B.	C.A.O. - Municipal Clerk - Treasurer	114,278

### 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.

	<u>2017</u>	<u>2016</u>
General government services	\$ 125,788	\$ 125,106
Transportation services	273,876	274,814
Environmental health services	866,067	875,517
Environmental development	218,694	218,694
	<u>\$ 1,484,425</u>	<u>\$ 1,494,131</u>

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# Municipality of the County of Pictou

## Notes to Consolidated Financial Statements

March 31, 2017

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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, 2017 is \$2,720,000.

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

The value of the investment at March 31, 2017 represents capital contributions only. There is no other income or loss generated from NSBDI up to March 31, 2017.

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### 15. Related party

Riverton Guest Home Corporation - 100% Interest

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 March 31, 2017, the Corporation had an operating deficit of \$480,408 (2016 - \$183,590) and an accumulated operating deficit of \$1,429,680.**

Transactions

During the course of the year ending March 31, 2017 the following transactions occurred

Operating grant	\$	112,527
Loan, non-interest bearing, due March 31, 2018		81,473

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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### 16. Comparative figures

Certain comparative figures have been reclassified to conform to the current year's presentation.

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# Municipality of the County of Pictou

## Schedules to Consolidated Statement of Financial Activities

Year Ended March 31

2017

2016

	Budget	Actual	Actual
<b>Taxes</b>			
Assessable Property			
Residential	\$ 9,926,903	\$ 9,947,063	\$ 9,733,051
Commercial			
Based on taxable assessments	3,146,890	3,343,435	3,423,434
Resource			
Based on taxable assessments	607,012	603,151	564,843
Non Profit Acres	8,050	8,050	7,206
Forest - less than 50,000 acres	72,240	72,320	72,902
Forest - more than 50,000 acres	42,734	42,734	42,734
	<u>730,036</u>	<u>726,255</u>	<u>687,685</u>
Area Rates			
Fire protection	1,716,861	1,716,173	1,688,962
Fire hydrant fees	448,333	448,333	348,534
Street lighting	394,824	409,400	397,084
Sewer	828,265	827,354	830,622
Road maintenance	7,200	15,795	6,600
	<u>3,395,483</u>	<u>3,417,055</u>	<u>3,271,802</u>
Business Property			
Based on revenue	216,339	216,340	172,271
Nova Scotia Power Corp.	10,316	10,316	10,381
H.S.T. Offset grant	40,000	47,196	50,935
	<u>266,655</u>	<u>273,852</u>	<u>233,587</u>
Other Taxes			
Deed transfer tax	450,000	423,403	464,422
Wind Energy	671,541	668,558	571,055
	<u>1,121,541</u>	<u>1,091,961</u>	<u>1,035,477</u>
<b>Total tax levied</b>	<u>18,587,508</u>	<u>18,799,621</u>	<u>18,385,036</u>
Less taxes collected on behalf of others;			
Regional school board	(4,650,156)	(4,650,156)	(4,491,168)
Provincial correctional service	(308,853)	(308,852)	(310,195)
Regional housing authority	(105,000)	(90,232)	(126,556)
	<u>(5,064,009)</u>	<u>(5,049,240)</u>	<u>(4,927,919)</u>
	<u>\$ 13,523,499</u>	<u>\$ 13,750,381</u>	<u>\$ 13,457,117</u>

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

Year Ended March 31

2017

2016

	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
<b>Grants in Lieu of Taxes</b>			
Federal Government	\$ 5,090	\$ 5,155	\$ 5,467
Federal Government Agencies			
Canadian Broadcasting Corporation	1,330	1,467	1,491
Canada Post	4,029	4,317	4,065
Provincial Government			
Real property	181,522	248,430	245,977
	<u>\$ 191,971</u>	<u>\$ 259,369</u>	<u>\$ 257,000</u>
<b>Intermunicipal Agreements</b>			
Town of Pictou	<u>\$</u>	<u>\$</u>	<u>\$ 1,063</u>
<b>Other Revenue from Own Sources</b>			
Licenses and Permits			
Dogs	\$ 600	\$ 910	\$ 766
Building permits	60,000	49,988	52,548
Fines	12,000	28,884	19,279
Interest on bank accounts	50,000	29,470	43,155
Interest on tax arrears	205,000	213,997	204,069
Leases	126,868	126,868	126,868
Wind revenue	260,000	228,117	131,210
Tax sale expense recovery	8,000	36,749	
Solid waste expense recovery	16,000	16,065	16,065
Valuation allowances			
Uncollected taxes			409,064
Capital recovery from residents		79,661	
Miscellaneous	6,381	25,015	18,408
	<u>\$ 744,849</u>	<u>\$ 835,724</u>	<u>\$ 1,021,432</u>
<b>Transfers from Government</b>			
Federal Government	\$ 2,500	\$ 5,992	\$ 2,544
Provincial Government			
Equalization grant	270,601	270,601	270,601
Farm property acreage grant	156,404	156,404	154,640
911 Civic addressing database	8,000	8,048	8,074
Service NS and Municipal Relations		4,440	4,080
	<u>\$ 437,505</u>	<u>\$ 445,485</u>	<u>\$ 439,939</u>

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

Year Ended March 31

2017

2016

	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
<b>Water Revenue</b>			
Metered sales	\$ 165,000	\$ 151,796	\$ 156,394
Flat rate sales	32,800	32,576	32,640
Sprinkler/Hydrant service	1,818	2,046	2,046
Interest on water accounts	1,000	1,278	554
Interest income	5,000	3,782	3,799
	<u>\$ 205,618</u>	<u>\$ 191,478</u>	<u>\$ 195,433</u>
<b>Grants for Capital</b>			
Canada - N.S. Gas Tax Agreement	\$	\$ 1,025,983	\$ 969,071
Province of Nova Scotia - Clean Water and Wastewater Fund	750,000	808,124	
Deposit returned - NSPI			1,197
	<u>\$ 750,000</u>	<u>\$ 1,834,107</u>	<u>\$ 970,268</u>
<b>Other Revenue</b>			
Interest on operating reserve	\$	\$ 23,238	\$ 27,192
Interest on capital reserve		5,133	5,537
Interest on gas tax reserve		1,995	5,418
Residents share of capital costs		108,419	82,574
ERECC surplus refunded			36,703
	<u>\$</u>	<u>\$ 138,785</u>	<u>\$ 157,424</u>
<b>Proceeds from Sale of Assets</b>			
Property	<u>\$</u>	<u>\$ 2,576</u>	<u>\$ 1,749</u>

# Municipality of the County of Pictou

## Schedules to Consolidated Statement of Financial Activities

Year Ended March 31

2017

2016

	Budget	Actual	Actual
<b>General Government Services</b>			
Legislative			
Warden	\$ 70,189	\$ 64,689	\$ 66,919
Council	351,403	295,301	310,722
Other legislative services	750	750	750
	<u>422,342</u>	<u>360,740</u>	<u>378,391</u>
General administrative			
Administrative			
CAO	144,358	143,516	110,599
Administration	168,876	148,619	161,789
Finance	377,632	321,393	329,163
Office expense	241,100	227,591	226,021
Legal services	55,000	29,309	61,460
Buildings maintenance	260,544	204,945	200,689
Banking fees	7,500	7,496	7,621
Financial management	28,000	22,427	33,163
Human resources management	25,000	732	683
Taxation			
Exemptions	40,000	32,084	38,103
Tax policy reductions	224,400	216,260	216,863
Tax sale expenses	10,000	28,321	
Assessment services	484,723	484,723	494,352
Reserve for uncollected taxes		104,542	
Other general government services			
Liability insurance	66,177	66,177	59,277
Intergovernmental relations	13,800	14,110	13,127
Pensions	23,410	23,429	23,174
Elections	177,517	199,530	17,163
Sundry	4,500	1,560	28,617
	<u>2,352,537</u>	<u>2,276,764</u>	<u>2,021,864</u>
<b>Sub-total</b>	<u>2,774,879</u>	<u>2,637,504</u>	<u>2,400,255</u>

# Municipality of the County of Pictou

## Schedules to Consolidated Statement of Financial Activities

Year Ended March 31

2017

2016

	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
<b>General Government Services (cont'd)</b>	<b>\$ 2,774,879</b>	<b>\$ 2,637,504</b>	<b>\$ 2,400,255</b>
Other general government services			
Grants to Comm. Service Organizations	203,256		
Canadian Red Cross (Fort McMurray Relief Fund)		10,000	
CHAD Transit System		56,410	55,060
Durham Community Hall		4,000	
Eastern District NS Association of Garden Clubs		2,500	
Hector Quay Society			7,000
Lyons Brook Women's Institute		5,000	
New Glasgow Farmers Market Cooperative			2,150
New Glasgow Farmers Market (Town)		3,000	63,000
New Glasgow Riverfront Jubilee		5,000	
Northumberland High School		2,000	1,000
North Nova Educational Center		2,000	2,000
Pictou Agricultural Society		7,000	7,000
Pictou Antigonish Regional Library		1,200	
Pictou County 4H		38,250	6,050
Pictou County Christmas Fund		500	500
Pictou County Community Orchestra			1,000
Pictou County Council of Seniors Outreach		5,000	5,000
Pictou County Crime Prevention		5,000	5,000
Pictou County Cruise Committee		2,000	2,000
Pictou County Early Intervention			5,000
Pictou County Firefighters Association		3,000	
Pictou County Food Bank		1,000	
Pictou County Fuel Fund			2,500
Pictou County Help Line			2,500
Pictou County Military		2,000	
Pictou County Roots for Youth		5,000	
Pictou County Scouting		8,256	4,320
Pictou County Snowmobilers Association			5,000
Pictou County Women's Centre		4,000	
Pictou County Volunteer Ground Search			
Pictou Lobster Carnival		6,000	6,000
Pictou West Food Bank		1,000	
Plymouth Community & Recreation Assoc.		17,500	
Read by the Sea		3,500	3,500
Remembering Canada's Heros		1,000	1,000
River John Action Society		1,000	1,000
Sunrise Film Festival Society			3,000
Town of Pictou		1,150	1,150
Victorian Order of Nurses		5,000	5,000
West Pictou District Girl Guides			500
Other		4,568	8,720
	<u>2,978,135</u>	<u>2,850,338</u>	<u>2,606,205</u>
Amortization		<u>125,788</u>	<u>125,106</u>
	<u>\$ 2,978,135</u>	<u>\$ 2,976,126</u>	<u>\$ 2,731,311</u>

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

Year Ended March 31

2017

2016

	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
<b>Protective Services</b>			
Provincial Prosecution Service	\$ 29,125	\$ 32,127	\$ 22,695
Police Protection	3,160,890	3,118,240	3,042,277
By-Law Enforcement	76,423	71,112	72,185
Dog Control and Unsightly Premises	40,000	14,189	30,383
	<u>116,423</u>	<u>85,301</u>	<u>102,568</u>
Fire Protection			
District charges	1,716,861	1,716,859	1,685,275
Fire hydrant fees - District charges	448,333	455,371	367,522
Fire hydrant fees - County cost	208,949	208,949	227,806
Grants to fire brigades	133,000	132,439	123,352
Insurance on fire brigade members	50,500	50,490	49,465
Fire inspector	82,039	1,052	66,912
	<u>2,639,682</u>	<u>2,565,160</u>	<u>2,520,332</u>
Emergency Measures			
Emergency Measures Organization	24,000	18,915	23,088
Other			
Building inspection - wages and expenses	194,214	163,031	187,865
	<u>\$ 6,164,334</u>	<u>\$ 5,982,774</u>	<u>\$ 5,898,825</u>

**Transportation Services**

Street lighting district charges	\$ 394,824	\$ 373,796	\$ 430,547
Street lighting - intersections	8,000	4,204	3,684
Roads and streets	155,997	155,996	114,585
Road maintenance - County	136,000	53,899	29,266
Road maintenance district charges	7,200	4,970	9,767
Sidewalks	68,000	35,674	31,770
	<u>770,021</u>	<u>628,539</u>	<u>619,619</u>
Amortization		<u>273,876</u>	<u>274,814</u>
	<u>\$ 770,021</u>	<u>\$ 902,415</u>	<u>\$ 894,433</u>



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

Year Ended March 31

2017

2016

	Budget	Actual	Actual
<b>Environmental Health Services</b>			
Sewer - District charges	\$ 568,265	\$ 521,675	\$ 516,221
Sewer - connection supplies	60,000	13,206	58,935
Garbage collection	563,760	557,520	562,918
Recycling collection	328,144	328,770	326,345
Garbage disposal	622,762	615,925	626,261
Administration	50,071	50,071	71,519
Public Works Department			
Salaries and expenses	457,737	444,336	454,600
Other	10,000	3,027	2,254
	<u>2,660,739</u>	<u>2,534,530</u>	<u>2,619,053</u>
Amortization		<u>866,067</u>	<u>875,517</u>
	<u>\$ 2,660,739</u>	<u>\$ 3,400,597</u>	<u>\$ 3,494,570</u>

**Environmental Developmental Services**

G. I. S.	\$ 86,807	\$ 85,114	\$ 78,649
Community Sustainability and Planning	10,000	76,616	25,000
Development Officer (Sub-divisions)	20,000	19,708	36,529
Regional development expenses	60,000	53,044	53,603
Wind turbines expenses	48,674	56,819	45,008
Marketing - Pictou County Tourism	20,294	19,719	18,861
Other community grants	17,000	17,000	26,175
Other expenses			695
	<u>262,775</u>	<u>328,020</u>	<u>284,520</u>
Amortization		<u>218,694</u>	<u>218,694</u>
	<u>\$ 262,775</u>	<u>\$ 546,714</u>	<u>\$ 503,214</u>

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

Year Ended March 31

2017

2016

	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
<b>Recreation Services</b>			
Recreation			
Grants	\$ 125,100	\$ 66,596	\$ 60,816
DeCoste Entertainment Centre		15,000	15,000
District 13 Recreation & Plann. Comm.			48,618
Hector Arena Commission		24,000	39,000
Highland Tennis Association			2,500
Highland Soccer Association		500	
L.O.R.D.A.		6,000	5,000
Pictou County Geneology Society			5,000
Pictou County Recreation & Athletic Society			1,202
Pictou County Snow Riders		2,500	
Pictou County Trails Association		20,000	
Westville Curling Club		2,500	2,500
Recreation program expenses	14,333	12,986	12,814
Recreation department - salary and exp	114,008	107,797	111,866
Council programs	3,000	2,154	2,107
Newsletter	9,500	9,010	8,014
	<u>\$ 265,941</u>	<u>\$ 269,043</u>	<u>\$ 314,437</u>
<b>Cultural Services</b>			
Regional Library	\$ 186,904	\$ 186,904	\$ 171,138
Branch Library	54,500	50,721	56,785
	<u>\$ 241,404</u>	<u>\$ 237,625</u>	<u>\$ 227,923</u>
<b>Water Utility Services</b>			
Operating expenditures			
Source of supply	\$ 201,000	\$ 229,718	\$ 197,074
Pumping	8,000	6,972	6,609
Water treatment	34,000	38,537	36,411
Transmission and distribution	33,000	46,086	46,939
Administrative and general	26,795	33,378	27,208
Interest on operating account	3,000	3,627	2,965
	<u>305,795</u>	<u>358,318</u>	<u>317,206</u>
Amortization	21,873	36,787	22,426
	<u>\$ 327,668</u>	<u>\$ 395,105</u>	<u>\$ 339,632</u>
<b>Other Transfers and Grants</b>			
Municipal services grants	\$	\$ 280,551	\$ 279,917
Riverton Guest Home Corporation		112,527	
Governance study			150,000
Refugee assistance fund		10,000	
Deficit of Pictou County Wellness Centre	225,000	238,084	284,842
Deed transfer tax	450,000	423,403	464,422
	<u>\$ 675,000</u>	<u>\$ 1,064,565</u>	<u>\$ 1,179,181</u>

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

Year Ended March 31, 2017

<u>District</u>	<u>Balance April 1 2016</u>	<u>Revenue Allocation</u>	<u>Expenditures</u>	<u>Balance March 31 2017</u>	<u>Committed at March 31, 2017</u>
1	\$ 2,397	\$ 17,955	\$ 19,324	\$ 1,028	\$
2	2,329	24,147	20,504	5,972	
3	29	20,427	18,246	2,210	
4	22,404	21,631	21,930	22,105	22,100
5	23,026	16,260	15,172	24,114	
6	27,300	15,644	32,814	10,130	
7	2,951	17,719	20,670		
8	18,361	15,330	5,376	28,315	
9	29	16,721	16,668	82	
10	20,782	16,669	36,723	728	
11	18	14,062	14,000	80	
12	259	17,606	17,805	60	
13	651	17,688	17,800	539	
14	5,660	17,373	21,998	1,035	
31	753	768	1,521		
	<u>\$ 126,949</u>	<u>\$ 250,000</u>	<u>\$ 280,551</u>	<u>\$ 96,398</u>	<u>\$ 22,100</u>

**Municipality of the County of Pictou**  
**Supplementary Schedule of Capital Projects Funding**

March 31, 2017

	<u>Total Capital Cost</u>	<u>Gas Tax Reserve Fund</u>	<u>Province of NS Clean Water and Wastewater Fund</u>	<u>Operating Reserve Fund</u>	<u>General Operating Fund</u>
<b>GENERAL CAPITAL</b>					
Transportation services					
Roads					
Paving					
River John	\$ 84,472	\$	\$	\$	\$ 84,472
Pump Road	155,359			77,679	77,680
Geen Acres Sub-Division	3,962			1,981	1,981
Sidewalks					
Alma	198			198	
LED Street Lights	219,058	219,058			
	<u>463,049</u>	<u>219,058</u>		<u>79,858</u>	<u>164,133</u>
Environmental health services					
Plymouth Sewer	1,074,844		797,525	277,319	
Eureka Sewer	97,673	97,673			
Abercrombie Sewer	6,257		4,693	1,564	
Green Hill Alma Hwy 4 Sewer	600,856	596,869	2,953	1,034	
	<u>1,779,630</u>	<u>694,542</u>	<u>805,171</u>	<u>279,917</u>	
New Scotland Business Dev. Inc					
	51,600				51,600
	<u>2,294,279</u>	<u>913,600</u>	<u>805,171</u>	<u>359,775</u>	<u>215,733</u>
<b>WATER CAPITAL</b>					
Greenhill Alma Hwy 4 Water System					
Alma Springfield Estates	404,624	404,624			
	3,937		2,953	984	
	<u>408,561</u>	<u>404,624</u>	<u>2,953</u>	<u>984</u>	
	<u>\$ 2,702,840</u>	<u>\$ 1,318,224</u>	<u>\$ 808,124</u>	<u>\$ 360,759</u>	<u>\$ 215,733</u>