Grant Thornton

Consolidated financial statements

Municipality of the County of Richmond

March 31, 2023

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Management's responsibility for financial reporting

The accompanying consolidated financial statements of the Municipality of the County of Richmond are the responsibility of management and have been approved by the Warden and Council.

The consolidated financial statements have been prepared by management in accordance with Canadian public sector accounting standards. Consolidated financial statements are not precise since they include certain amounts based on estimates and judgments. When alternative accounting methods exist, management has chosen those it deems most appropriate in the circumstances, in order to ensure that the consolidated financial statements are presented fairly, in all material respects.

The Municipality maintains systems of internal accounting and administrative controls of high quality, consistent with reasonable cost. Such systems are designed to provide reasonable assurance that the financial information is relevant, reliable, and accurate, and the Municipality's assets are appropriately accounted for and adequately safeguarded.

The Municipal Council is responsible for ensuring that management fulfills its responsibilities for financial reporting and is ultimately responsible for reviewing and approving the consolidated financial statements.

The Council meets periodically with management, as well as the external auditors, to discuss internal controls over the financial reporting process, auditing matters and financial reporting issues, to satisfy themselves that each party is properly discharging their responsibilities, and to review the consolidated financial statements and the external auditor's report.

The consolidated financial statements have been audited by Grant Thornton LLP in accordance with Canadian generally accepted auditing standards on behalf of the Council. Grant Thornton LLP has full and free access to management and Council.

Chief Administrative Officer

Chief Financial Officer

April 22, 2024

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Independent auditor's report

The Warden and Council of the Municipality of the County of Richmond

Opinion

We have audited the consolidated financial statements of Municipality of the County of Richmond ("the Entity") on pages 4- 31, which comprise the consolidated statement of financial position as at March 31, 2023, and the consolidated statements of operations, change in net financial assets (debt) and cash flow for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the financial position of Municipality of the County of Richmond as at March 31, 2023, and its results of operations, its changes in its net financial assets (debt), and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Opinion

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

Other Matters – Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the consolidated financial statements taken as a whole. The supplementary information included on pages 32 - 37 is presented for purposes of additional information and is not a required part of the consolidated financial statements. Such supplementary information has been subjected to the auditing procedures applied, only to the extent necessary to express an opinion on the audit of the consolidated financial statements as a whole.

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

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

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

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

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

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

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

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Entity'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 Entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Entity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Entity and the organizations it controls to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

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

Grant Thornton LLP

Sydney, Canada
April 22, 2024

Chartered Professional Accountants

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Municipality of the County of Richmond
Consolidated statement of financial position

March 31	2023	2022 Restated (Note 1)
Financial assets		
Cash and cash equivalents (Note 3)	**$ 15,757,548**	$ 14,387,713
Receivables (Note 4)	**2,959,657**	2,811,350
Total financial assets	**18,717,205**	17,199,063
Financial liabilities		
Payables and accruals	**3,216,742**	2,683,900
Retirement benefits (Notes 12, 15)	**604,172**	1,012,270
Sick leave benefit liability (Note 16)	**380,500**	396,400
Asset retirement obligation (Note 20)	**3,240,281**	3,017,588
Other liabilities (Note 5)	**5,147,217**	3,738,149
Long-term debt (Note 7)	**5,421,695**	7,239,679
Total financial liabilities	**18,010,607**	18,087,986
Net financial assets (debt)	**706,598**	(888,923)
Non-financial assets		
Tangible capital assets (Note 8)	**33,105,222**	33,380,991
Prepaids	**64,547**	62,102
Land inventory and other	**476,353**	476,639
	33,646,122	33,919,732
Accumulated surplus	**$ 34,352,720**	$ 33,030,809

Commitments and contingencies (Note 11)

Approved on behalf of the Municipality of the County of Richmond

Warden Deputy Warden

See accompanying notes to the consolidated financial statements.

Municipality of the County of Richmond
Consolidated statement of operations

Year ended March 31

	Budget (Note 17)	2023 Actual	2022 Restated (Note 1) Actual
Revenues			
Taxes	$11,870,358	**$12,155,033**	$11,253,931
Less: school board requisition	(2,739,002)	**(2,739,002)**	(2,711,583)
Municipal taxation	9,131,356	**9,416,031**	8,542,348
Grants-in-lieu of taxes	2,232,860	**2,233,814**	2,131,165
Conditional transfer from other governments	83,722	**81,292**	46,967
Housing corporation operations	9,131,489	**10,492,143**	9,800,879
Water rates and fire protection	705,563	**717,115**	675,996
Other revenue from own sources	927,650	**1,275,126**	841,366
Collections for other governments	175,000	**186,814**	154,953
Capital contributions	-	**628,290**	803,554
Other revenue	-	-	187,331
	22,387,640	**25,030,625**	23,184,559
Expenses			
General government services	4,227,990	**4,002,805**	3,826,580
Protective services	3,220,891	**3,192,549**	2,882,778
Transportation services	691,002	**664,497**	671,789
Health and development services	3,652,361	**3,947,523**	3,038,658
Housing corporation operations	8,416,775	**9,641,189**	8,106,772
Recreation and cultural services	1,200,232	**1,101,891**	870,507
Water treatment and distribution	689,330	**779,518**	674,707
Transfers to other governments	175,000	**186,814**	154,953
Other	10,000	**191,928**	158,103
	22,283,581	**23,708,714**	20,384,847
Annual surplus	$ 104,059	**$ 1,321,911**	$ 2,799,712
Accumulated surplus			
Beginning of year		**$33,030,809**	$29,534,442
Adjustment on adoption of asset retirement obligation standard (Note 1)		-	696,655
Annual surplus		**1,321,911**	2,799,712
End of year		**$34,352,720**	$33,030,809

See accompanying notes to the consolidated financial statements.

Municipality of the County of Richmond
Consolidated statement of changes in net financial assets (debt)

Year ended March 31	Budget (Note 17)	**2023 Actual**	2022 Restated (Note 1) Actual
Annual surplus	$ 104,059	**$ 1,321,911**	$ 2,799,712
Amortization of tangible capital assets	1,080,896	**1,354,009**	1,286,257
Purchase of tangible capital assets	-	**(1,078,240)**	(1,946,869)
Loss on disposal	-	**-**	(9,918)
Proceeds on disposal	-	**-**	1,105
Write off portion of construction in progress	-	**-**	28,006
	1,184,955	**1,597,680**	2,158,293
Change in prepaid expenses	-	**(2,445)**	(7,045)
Change in land inventory and other	-	**286**	289
Change in net financial assets (debt)	$ 1,184,955	**1,595,521**	2,151,537
Net financial assets (debt) Beginning of year		**(888,923)**	(3,737,115)
Adjustment on adoption of asset retirement Obligation (Note 1)		**-**	696,655
End of year		**$ 706,598**	$ (888,923)

See accompanying notes to the consolidated financial statements.

Municipality of the County of Richmond
Consolidated statement of cash flows

Year ended March 31	2023	2022 Restated (Note 1)
Increase (decrease) in cash and cash equivalents		
Operating activities		
Annual surplus	**$ 1,321,911**	$ 2,799,712
Amortization of tangible capital assets	**1,354,009**	1,286,257
Accretion expense	**167,726**	157,315
Loss on disposal	**-**	(9,918)
Write off of construction in progress	**-**	28,006
	2,843,646	4,261,372
Prepaid expenses	**(2,445)**	(7,045)
Land inventory and other	**286**	289
Receivables	**(148,307)**	(175,382)
Retirement benefits	**(408,098)**	(120,316)
Sick leave benefit liability	**(15,900)**	2,300
Asset retirement obligation	**54,967**	-
Payables and accruals	**532,841**	452,676
Other liabilities	**1,409,069**	800,334
	4,266,059	5,214,227
Capital activities		
Purchase of tangible capital assets	**(1,078,240)**	(1,946,869)
Proceeds on disposal of tangible capital assets	**-**	1,105
	(1,078,240)	(1,945,764)
Financing activities		
Issuance of long-term debt	**147,674**	1,014,547
Repayment of long-term debt	**(1,965,658)**	(1,124,975)
	(1,817,984)	(110,428)
Net increase in cash and cash equivalents	**1,369,835**	3,158,036
Cash and cash equivalents		
Beginning of year	**14,387,713**	11,229,677
End of year	**$15,757,548**	$14,387,713

See accompanying notes to the consolidated financial statements.

1. Change in accounting policy

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

a) Section 3450 financial instruments establishes standards for recognizing and measuring financial assets, financial liabilities, and non-financial derivatives. The standard has been adopted. There is no material impact to these statements.

b) Section 2601 foreign currency translation, 1201 financial statement presentation, and 3041 portfolio investments revise current standards that the Municipality has already adopted. There is no material impact to these statements.

c) Section 3280 asset retirement obligation addresses the reporting legal obligations associated with the retirement of certain tangible capital assets. The new accounting standard replaces existing Section PS 3270 – Solid Waste Landfill Closure and Post-Closure Liability. This standard was adopted on the modified retrospective basis at the date of adoption, Under the modified retrospective method, the discount rate and assumptions used on the initial recognition are those as of the date of the adoption of the standard.

The Municipality removed the landfill post closure liability as at the date of adoption of PS3280 and replaced this with an asset retirement obligation. This liability represents the required close and post-closure care for the landfill sites owned by the Municipality using March 31, 2018, as the date when the liability was assumed, with estimated useful life determined by estimation of landfill capacity and waste volumes.

The Municipality owned buildings requiring asbestos remediation and sewage treatment plants requiring end of life remediation, each with initial dates of obligation recognition at the beginning of the asset's useful life and end of life determined by the end of the estimate useful life of the most recent significant addition to the asset.

In accordance with the provisions of the new standard, the Municipality reflected the following adjustments for the year ended April 1, 2022:

Landfill obligation:

A decrease of $2,945,651 to the Landfill Post-Closure Liability under the old standard. An increase to the Landfill capital asset account of $1,405,957 representing the original estimate by Dillon Consulting as at March 31, 2018, and an increase of $722,596 to accumulated depreciation representing 5 years of amortization had the liability originally been recognized. An asset retirement obligation of $2,741,909 including closure costs and post-closure costs, adjusted for inflation and discounted to present value using a rate of 5.5%. A decrease to the opening accumulated surplus of $815,019, as a result of the recognition of the liability and the accompanying increase in depreciation and accretion expense for 5 years since 2018. Related depreciation expense of $56,238 (2022 – 56,328) and accretion expense $159,099 (2022 – $150,805).

1. Change in accounting policy (continued)

Buildings:

An increase to the building capital asset account for the former West Richmond school of $10,724, and an increase of $10,724 to accumulated depreciation. The building is vacant expected to be sold in 2024. An asset retirement obligation of $107,206 adjusted for inflation and discounted to present value using a rate of 5.5%. An increase to the opening accumulated surplus of $107,206, as a result of the recognition of the liability and the accompanying increase in depreciation and accretion expense. Related depreciation expense of $nil (2022 – nil) and accretion expense $6,563 (2022 – $6,221).

Sewage Treatment Plant:

An increase to the building capital asset account for the Arichat, Petit de Grat, and Evanston Sewage Treatment plants of $1,116, and an increase of $1,116 to accumulated depreciation, with an estimated useful life of 30 years. An asset retirement obligation of $11,158 adjusted for inflation and discounted to present value using a rate of 5.5%. A decrease to the opening accumulated surplus of $11,158, as a result of the recognition of the liability and the accompanying increase in depreciation and accretion expense. Related depreciation expense of $nil (2022 – nil) and accretion expense $647 (2022 – $614).

Adjustment on adoption of ARO standard:

	Landfill Closure	Sewage Treatment Plant Remediation	Building Remediation	Total ARO Impact
ARO Liability	$ 2,741,909	$ 11,158	$ 107,206	**$ 2,860,273**
ARO Asset	1,405,958	1,116	10,724	**1,417,798**
ARO Accumulated depreciation	(722,596)	(1,116)	(10,724)	**(734,436)**
Net Asset	683,362	-	-	**683,362**
Landfill closure liability, ending	(2,945,651)	-	-	**(2,945,651)**
Landfill closure expense, ending	72,085	-	-	**72,085**
Landfill closure liability, opening	(2,873,566)	-	-	**(2,873,566)**
Adjustment on adoption	$ (815,019)	11,158	107,206	**$ (696,655)**
Accumulated accretion	1,335,951	10,042	96,482	**1,442,475**
Accumulated depreciation	722,596	1,116	10,724	**734,436**
Landfill closure liability, opening	(2,873,566)	-	-	**(2,873,566)**
Adjustment on adoption	$ (815,019)	$ 11,158	$ 107,206	**$ (696,655)**

2. Summary of significant accounting policies

Principles and basis of consolidation
The consolidated financial statements of the Municipality of the County of Richmond (the "Municipality") are prepared by management in accordance with generally accepted accounting principles for local governments, as recommended by the Public Sector Accounting Board (PSAB) of the Chartered Professional Accountants (CPA) Canada.

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

Reporting entity
The consolidated financial statements reflect the assets, liabilities, revenues, expenses and changes in fund balances and in financial position of the reporting entity. The reporting entity is comprised of all organizations and enterprises accountable for the administration of their affairs and resources to the Municipality and which are owned or controlled by the Municipality. These include the Municipality of the County of Richmond, Municipality of the County of Richmond Water Utility, Richmond County – Port Hawkesbury Joint Development Commission, Richmond Housing Corporation and the Municipality's 50% share in Landrie Lake Water Utility.

Interdepartmental and organizational transactions and balances are eliminated.

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

Fund accounting
Funds within the consolidated financial statements consist of the operating, capital and reserve funds for general operations, the water utility, Richmond County – Port Hawkesbury Joint Development, Richmond Housing Corporation and a 50% proportionate consolidation of the funds of the government partnership held in Landrie Lake Water Utility.

Use of estimates
The preparation of consolidated financial statements in accordance with Canadian public sector accounting standards 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 consolidated financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Revenue recognition
All non-government contributions or grant revenues that are externally restricted such that they must be used for a specified purpose are recognized as revenue in the period in which the resources are used for the purpose or purposes specified. Any externally restricted inflow received before the criterion has been met is reported as a liability until the resources are used for the purpose or purposes specified.

Unrestricted revenue is recognized when received or receivable if the amount to be received can be reasonably estimated and ultimate collection is reasonably assured.

2. Summary of significant accounting policies (continued)

Government transfers
Government transfers received are recognized in the consolidated financial statements as revenue when the transfers are authorized and all eligibility criteria have been met except when there is a stipulation that gives rise to an obligation that meets the definition of a liability. In that case, the transfer is recorded as a liability and recognized as revenue as the stipulations are met.

Non-financial assets
Non-financial assets are not available to discharge existing liabilities and are held for use in the provision of services. They have useful lives extending beyond the current year and are not intended for sale in the normal course of operations. The change in non-financial assets during the year, together with the annual surplus, provides the consolidated change in net financial assets (debt) for the year.

Tangible capital assets

Tangible capital assets are recorded at cost less accumulated amortization and impairment, which includes costs that are directly attributable to the acquisition, construction, development or betterment of the asset. The cost, less residual value, of the tangible capital asset is amortized using the following rates and bases:

Buildings and structures	1%, straight line, 2.5% - 4%, declining balance
Equipment	
Pumping and purification	1%, straight line
Machinery	10%, declining balance
Water delivery lines	1% - 1.3%, straight line
Meters and hydrants	1% - 1.3%, straight line
Furniture and fixtures	20%, declining balance
Sidewalks	4%, declining balance
Vehicles	30%, declining balance
Construction and debris (C&D) cells	10 years straight line
Computer	30%, declining balance
Water Utility Plant	5 - 75 years

Assets under construction are not amortized until the asset is available for productive use.

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

When conditions indicate that a tangible capital asset no longer contributes to the Municipality's ability to provide goods and services, or that the value of future economic benefits associated with the tangible capital asset is less than its net book value, the cost of the tangible capital asset is reduced to reflect the decline in the asset's value. The net write-downs of tangible capital assets are accounted for as expenses in the statement of operations and such write-downs are not reversed.

2. Summary of significant accounting policies (continued)

Segment information
The Municipality of the County of Richmond is a diversified entity 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. Municipality 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 segment is responsible for the overall local government administration. Its tasks include direction for Municipal services, such as planning, engineering, finance, and information technology in adherence to the Municipal Government Act.

Protective services
This segment is primarily responsible for contracted policing, fire protection and bylaw administration for its residents.

Transportation services
The Municipality is responsible for the maintenance of certain local roads, sidewalks and street lights within its jurisdiction.

Health and development services
This segment is responsible for the maintenance and operations of waste and sewer services provided to residents and other customers. Its tasks include the provision of waste collection through contract and recycling.

Housing corporation operations
This segment represents the expenses incurred by the Richmond Housing Corporation.

Recreation and cultural services
This segment is responsible for promoting and offering recreation opportunities and activities to the Municipality's residents, specializing in maintaining and assisting recreational facilities within the Municipality such as the arena and the library.

Water treatment and distribution
This segment manages water treatment and distribution facilities and services within the Municipality and includes activities such as plant operation and pumping, water treatment, transmission and distribution.

Cash and cash equivalents
Cash and cash equivalents include cash on hand, balances with banks and funds held in internally restricted accounts. Refer to Note 3.

Budget figures
The budget figures contained in these consolidated financial statements were approved by Council on June 2, 2022, in its original fiscal plan; they also include budgets prepared and approved by controlled entities and are adjusted for amortization in accordance with Public Sector requirements. Note 17 outlines the original fiscal plan and the adjustments made to come to the budget figures shown in these consolidated financial statements.

2. Summary of significant accounting policies (continued)

Financial instruments
The Municipality's financial instruments consist of cash and cash equivalents, receivables, bank indebtedness, payables and accruals, retirement benefits, sick leave benefit liability, other liabilities, and long-term debt and are carried at cost which approximates their fair value.

Deferred revenue
Deferred revenue relating to operations is recognized as related expenses occur.

Deferred revenue relating to capital projects is recognized in the period that the resources are used for the specified purposes outlined in the Municipality's agreement and as the Municipality discharges its obligations, in accordance with the terms and conditions of the agreement.

Deferred Canada Community Building Fund funding (if applicable) and other deferred revenue will be recognized in the period in which the resources are used for the purposes specified.

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

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

As of March 31, 2023, there are no known contaminated sites identified.

2. Summary of significant accounting policies (continued)

Asset retirement obligation

An asset retirement obligation is recognized when, as at the financial reporting date, all of the following criteria are met:

a) There is a legal obligation to incur retirement costs in relation to a tangible capital asset:
b) The part transaction or event giving rise to the liability has occurred:
c) Is it expected that future economic benefits will be given up;
d) A reasonable estimate of the amount can be made.

The liability is measured at the Municipality's best estimate of the amount required to retire a tangible capital asset (or a component thereof) at the financial statement date. The estimate includes costs directly attributable to the asset retirement activities. The costs also include post-retirement operation, maintenance and monitoring that are an integral part of the retirement of the tangible capital asset and the costs of tangible capital assets acquired as part of asset retirement activities to the extent those assets have no alternative use.

Upon initial recognition of the liability for an asset retirement obligation, the carrying amount of the corresponding tangible capital asset (or component thereof) is increased by the same amount. The capitalized asset retirement cost is expensed in a rational and systematic manner over the useful life of the tangible capital asset (or a component thereof). For obligations for which there is no tangible capital asset recognized or for tangible capital assets that are no longer in productive use, the asset retirement costs are expensed immediately. Subsequently, the liability is reviewed at each financial statement reporting date and adjusted for (1) changes as a result of the passage of time with corresponding accretion expense and (2) adjusted for any revisions to the timing, amount of the original estimate of undiscounted cash flows, or the discount rate. Adjustments to the liability as a result of revisions to the timing, amount of the estimate of undiscounted cash flows or the discount rate are adjusted to the cost of the related tangible capital asset and the revised carrying amount of the related tangible capital asset is amortized except for adjustments related to tangible capital assets that are not recognized or no longer in productive use, which are expensed in the period they are incurred.

The asset retirement costs are amortized in accordance with the amortization accounting policies described above.

3. Cash and cash equivalents

	2023	2022
Unrestricted cash and cash equivalents	**$ 5,216,924**	$ 5,465,470
Internally restricted cash and cash equivalents	**10,540,624**	8,922,243
	$15,757,548	$14,387,713

4. Receivables	2023	2022
Taxes and rates	$ 1,206,432	$ 1,505,728
Other	1,753,225	1,305,622
	$ 2,959,657	$ 2,811,350

5. Other liabilities	2023	2022
General operations	$ 1,606,861	$ 1,361,660
Deferred revenue (Note 6)	3,540,356	2,376,489
	$ 5,147,217	$ 3,738,149

6. Deferred revenue	2023	2022
Canada Community Building Fund	$ 2,638,849	$ 2,160,877
Richmond Housing	307,231	215,612
Sustainable Growth Funding	594,276	-
	$ 3,540,356	$ 2,376,489
Deferred revenue reported on the consolidated statement of financial position is comprised of the following:		
Balance, beginning of year	$ 2,376,489	$ 1,946,312
Contributions from:		
Richmond Housing	314,509	-
Canada Community Building Fund	491,101	971,629
Sustainable Growth Funding	594,276	-
	1,399,886	971,629
Utilized for:		
Canada Community Building Fund	13,129	129,318
Sustainable Growth Funding	-	186,880
Richmond Housing	222,890	225,254
	236,019	541,452
Balance end of year	$ 3,540,356	2,376,489

7. Long-term debt	2023	2022
Province of Nova Scotia		
5.00 - 5.09% debenture maturing in fiscal 2024	**38,318**	76,631
2.77 - 3.79% debenture maturing in fiscal 2030	**154,464**	176,531
Canadian Mortgage and Housing Corporation		
3.65% term loan maturing in fiscal 2026	**121,595**	159,306
3.89% term loan maturing in fiscal 2031	**206,373**	228,015
Nova Scotia Housing Development Corporation 4.5% mortgage, maturing in November 2027, payable in monthly instalments of principal and interest of $91,323	**4,588,802**	5,458,936
Nova Scotia Housing Development Corporation 3.02% mortgage, repaid during the year	-	714,546
Royal Bank term loan of prime plus .5%, maturing in fiscal 2024, payable in monthly instalments of $3,929, plus interest	**50,238**	97,381
Royal Bank term loan of prime plus 0.5%, repaid during the year	-	33,333
Royal Bank term loan at prime plus .5%, maturing in 2031, payable in monthly instalments of $2,500, plus interest	**261,905**	295,000
	$ 5,421,695	$ 7,239,679

As security for the Nova Scotia Housing Development Corporation mortgage, the Corporation has provided a first mortgage over the land and building having a net book value of $6,016,042 as well as a general security agreement over all other property.

Principal repayments required during each of the next five years on long-term debt are approximately as follows:

2024	$ 1,108,832
2025	$ 1,067,070
2026	$ 1,112,739
2027	$ 1,116,963
2028	$ 772,109

Included in expenses is $273,784 (2022 - $303,858) of interest related to these loans.

8. Tangible capital asset

	Land	Buildings and structures	Pumping and purification equipment	Machinery	Water delivery lines	Meters and hydrants	Furniture fixtures, and road signs
Cost:							
Balance, beginning of year	$ 1,755,517	$ 38,527,409	$ 547,174	$ 2,858,029	$ 3,297,748	$ 560,947	$ 317,283
Acquisition of tangible capital assets	-	238,652	-	89,425	-	-	-
Transfer of construction in progress	-	-	-	-	-	-	-
Write off/reallocation of tangible capital assets	-	-	-	-	-	-	-
Balance, end of year	1,755,517	38,766,061	547,174	2,947,454	3,297,748	560,947	317,283
Accumulated amortization:							
Balance, beginning of year	-	17,592,491	182,531	2,110,203	1,153,019	203,293	278,405
Annual amortization	-	1,006,645	5,461	69,187	33,852	6,643	6,283
Write off/reallocation of tangible capital assets	-	-	-	-	-	-	-
Balance, end of year	-	18,599,136	187,992	2,179,390	1,186,871	209,936	284,688
Net book value of tangible capital assets	**$ 1,755,517**	**$ 20,166,925**	**$ 359,182**	**$ 768,064**	**$ 2,110,877**	**$ 351,011**	**$ 32,595**
2022 net book value of tangible capital assets	$ 1,755,517	$ 20,934,910	$ 364,643	$ 747,836	$ 2,144,729	$ 357,654	$ 38,878

8. Tangible capital assets (continued)

	Sidewalks	Vehicles	Landfill cells	Computer	Water Plant Utility	Construction in progress	Total
Cost:							
Balance, beginning of year	$ 2,542,334	$ 311,901	$ 1,873,451	$ 295,187	$ 1,065,052	$ 2,985,726	**$ 56,937,758**
Acquisition of tangible capital assets	-	52,142	-	6,494	-	750,157	**1,136,870**
Transfer of construction in progress	-	-	-	-	-	(58,635)	**(58,635)**
Write off/reallocation of tangible capital assets	-	-	-	-	-	-	-
Balance, end of year	2,542,334	364,043	1,873,451	301,681	1,065,052	3,677,248	**58,015,993**
Accumulated amortization:							
Balance, beginning of year	422,313	235,023	999,123	289,463	90,898	-	**23,556,762**
Annual amortization	84,801	30,885	74,478	2,694	33,080	-	**1,354,009**
Write off/reallocation of tangible capital assets	-	-	-	-	-	-	-
Balance, end of year	507,114	265,908	1,073,601	292,157	123,978	-	**24,910,771**
Net book value of tangible capital assets	**$ 2,035,220**	**$ 98,135**	**$ 799,850**	**$ 9,524**	**$ 941,074**	**$ 3,677,248**	**$ 33,105,222**
2022 net book value of tangible capital assets	$ 2,120,024	$ 76,879	$ 874,331	$ 5,725	$ 974,139	$ 2,985,726	$ 33,380,991

9. Contributions to boards and commissions

The Municipality is required to finance the operations of various boards and commissions, along with the other local municipal units, to the extent of its participation based on assessment, population, or prescribed 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 any deficit must be paid in the next fiscal year while a surplus may be taken into the next year's estimates. Alternatively, the Municipality may provide for its share of the surplus or deficit in the current year.

Details of contributions to these boards and commissions are as follows:

	2023	2022
Cape Breton Island Housing Authority	**$ 127,893**	$ 116,478
Eastern Counties Regional Library	**$ 79,100**	$ 61,605
Eastern District Planning Commission	**$ 178,812**	$ 175,031

The Municipality has no further financial obligations in connection with the operating results of the above-mentioned entities for the year ended March 31, 2023.

10. Schools

On January 1, 1982, the Municipality of the County of Richmond joined with the Town of Port Hawkesbury to form the Richmond District School Board. Under the agreement, all school buildings on hand at December 31, 1981, will remain assets of the Municipality but will be under the operational control of the District School Board, now operating as part of the Strait Regional Centre for Education, until such time as the Board no longer requires the asset for school purposes. At that time, control will revert back to the Municipality.

11. Commitments and contingencies

Defined contribution plan

During the year the Municipality contributed to the registered define contribution pension plan for full time employees to a maximum of 9% of each employee's gross pay. Total contributions during the period by the Municipality were $127,618 (2022 - $109,362).

Contingencies

There are claims and litigation in which the Municipality is involved that arise out of the ordinary course of operations. The outcome of these actions is not determinable as at the date of reporting. Management believes that any liability which may result from the resolution of these actions will not be material to the Municipality's financial position.

12. Retirement benefits

The Municipality has a policy to pay a retirement benefit to employees upon retirement or termination due to disability, or to the employee's estate in the case of death, for employees who have been employed with the Municipality for at least ten years. The benefit is graduated based on years of service. Included in retirement benefits payable is $117,972 (2022 - $183,370) related to these benefits.

Richmond Housing Corporation participates in a multi-employer defined benefit pension plan for certain health care employees, which is administered by the Nova Scotia Association of Health Organizations ("NSAHO"). This plan is accounted for as a defined contribution plan. For earnings up to the yearly maximum pensionable earnings (YMPE) the corporation contributes 9.22% of gross wages to a registered pension plan which requires contributions of 7.82% from employees. Once earnings exceed YMPE, the corporation contributes 11.58% and the employees contribute 10.18%. During the year, the corporation paid contributions of $351,959 (2022 - $349,197) to the benefit plan.

13. Loans and advances, employees, and elected officials

Municipal Council has approved a computer purchase program which is available to all elected officials and full-time employees. The Municipality provides a three-year interest free loan up to a maximum of $4,000 per employee or elected official towards the purchase of a personal computer. The amount outstanding of $ 8,423 as at March 31, 2023, which represents the cost of computers acquired less any repayments to date, is included in the total receivables of the Municipality.

14. Other

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

Official	Position	Remuneration	Expenses
Amanda Mombourquette	Warden	$ 48,637	$ 8,113
Michael Diggdon	Deputy Warden	$ 32,424	$ 2,807
Shawn Samson	Councillor	$ 26,033	$ 78
Melanie Sampson	Councillor	$ 26,033	$ 317
Brent Sampson	Councillor	$ 26,033	$ 1,981
Don Marchand	CAO (April-May)	$ 35,993	$ 1,017
Karen Malcolm	CAO – Interim (June)	$ 18,200	$ 231
Chris Boudreau	CAO – Interim (July-Aug)	$ 4,042	$ -
Troy MacCulloch	CAO	$ 78,201	$ 4,533

15. Pension plan

Defined benefit plan

The Municipality operates a defined benefit pension plan, which provides benefits to a limited number of current and former employees upon retirement. The most recent actuarial valuation was at December 31, 2022 and extrapolated to March 31, 2023.

The assumptions and methods used in the valuation, as selected by management following consultation with the Municipality's Actuary, conform to the requirements of PS 3250. The market value of assets as at March 31, 2023, is based on the March 31, 2023, investment reports for the purpose of this valuation, the projected benefit prorated on service valuation method was used as at December 31, 2022, and was then projected forward to the valuation date of March 31, 2023.

	March 31, 2023	March 31, 2022
Market value of assets	**$ (9,326,800)**	$ (8,662,000)
Unamortized actuarial gains (losses)	**743,000**	(286,200)
Accrued benefit obligation	**9,070,000**	9,777,100
Accrued liability	**$ 486,200**	$ 828,900

Components of Pension Expense under PS 3250:

The main components of pension expense under PS 3250.

	2023	2022
Employer's current service cost	**$ 133,000**	$ 163,500
Interest costs	**37,500**	69,500
Regular contributions by employees	**(15,900)**	(25,500)
Amortization of actuarial (gains) losses	**229,800**	358,700
Pension expense	**$ 384,400**	$ 566,200

In accordance with PS 3250, actuarial gains and losses will be amortized on a straight line basis over EARSL (expected average remaining service lifetime) of the members. For the fiscal 2023 year, the cumulative actuarial gain/loss at the beginning of the year is amortized over EARSL.

15. Pension plan (continued)

Accrued Benefit Liability / (Asset) on the consolidated statement of financial position:

	2023	2022
Balance March 31, 2022	**$ 828,900**	$ 1,004,100
Pension expense / (income) for 2023	**384,400**	566,200
Municipality's contributions	**(727,100)**	(741,400)
Balance March 31, 2023	**$ 486,200**	$ 828,900

The significant actuarial assumptions adopted measuring the Municipality's accrued benefit obligations as at December 31, 2022 and March 31, 2023 were as follows:

Expected long-term rate of return on plan assets:	4.50%
Rate of compensation increase:	2.50%
Discount rate used to determine benefit obligation:	4.50% per annum
EARSL:	1.75 years
The actuarial cost method:	Projected benefit prorated on service valuation method
Post-retirement mortality:	CPM 2014 Public sector with MI-2017 improvement scale

During the year, the Municipality and employees contributed $727,100 (including special payments) and $15,900 respectively, to the plan. Benefit payments for the year totaled $743,000.

16. Sick leave benefit liability

Summary:

	2023	2022
Municipality of the County of Richmond	$ 92,100	$ 108,500
Richmond Housing Corporation	288,400	287,900
	$ 380,500	$ 396,400

Municipality of the County of Richmond:

Section 3255 of the CPA Canada Public Sector Accounting Handbook requires that a liability and expense be recorded for compensated absences that are both accumulating and non-vesting and accumulating and vesting. The valuation was completed as at March 31, 2023.

Actuarial Method:

The actuarial cost method used was the "Projected Unit Credit" method (also known as the "Projected Accrued Benefit" method) pro - rated on service.

Components of benefit expense under PS3250:

	2023	2022
Current period benefit cost	$ 12,200	$ 7,900
Interest expense	4,200	3,600
Benefit expense	$ 16,400	$ 11,500

Accrued benefit liability / (asset) on the consolidated statement of financial position:

	2023	2022
Balance, beginning of year (unfunded)	$ 108,500	$ 102,900
Benefit expense	16,400	11,500
Benefit payments	(32,800)	(5,900)
Balance, end of year (unfunded)	$ 92,100	$ 108,500

Assumptions:

Discount rate:	3.7% per annum
Salary increases:	2.0% per annum
Mortality rate:	CPM-2014 and scale CPM-B
Retirement age:	Age 62 or in 1 year if currently over 62
Current year sick leave utilization:	8 days each year from that year's allotment of sick days

16. Sick leave benefit liability (continued)

Plan Provisions:
The main provisions of the program are as follows:

- Eligible employees are granted 1.5 sick leave days per month (i.e., 18 days per year based on an employee working full time).
- Employees may accumulate 100% of their unused sick time, up to a maximum of 115 days in a sick leave bank
- Unused accumulated sick leave banks (to a maximum of 30 days) are paid at retirement, termination or death provided the member has at least 10 years of employment with the Municipality.

Richmond Housing Corporation:

Section 3255 of the CPA Canada Public Sector Accounting Handbook requires that a liability and expense be recorded for compensated absences that are both accumulating and non-vesting and accumulating and vesting. The valuation was completed as at March 31, 2023.

Actuarial Method:

The actuarial cost method used was the "Projected Unit Credit" method (also known as the "Projected Accrued Benefit" method) pro - rated on service.

Components of benefit expense under PS3250:

	2023	2022
Current period benefit cost	$ 31,200	$ 36,100
Interest expense	9,900	10,300
Benefit expense	$ 41,100	$ 46,400

Accrued benefit liability / (asset) on the consolidated statement of financial position:

	2023	2022
Balance, beginning of year	$ 287,900	$ 291,200
Benefit expense	41,100	46,400
Benefit payments	(40,600)	(49,700)
Balance, end of year	$ 288,400	$ 287,900

16. Sick leave benefit liability (continued)

Assumptions:

Discount rate:	3.5% per annum
Salary increases:	1.5% per annum
Mortality rate:	CPM-2014 and scale MI-2017
Retirement age:	Age 62 or in 1 year if currently over 62

Plan Provisions:
The main provisions of the program are as follows:

- Eligible employees are granted 144 sick leave hours per year. These amounts are prorated for those employed less than full-time.
- Employees may accumulate 100% of their unused sick time in a sick leave bank, up to a maximum of 720 hours in a sick leave bank.
- Unused accumulated sick leave banks at termination, or retirement are forfeited.

17. Budget figures

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

	Budget
Approved budgeted deficit for the year	
General operations	$ -
Water utility operations	(198,251)
Richmond County – Port Hawkesbury Joint Development Commission	-
Richmond Housing Corporation – general operations	-
Landrie Lake Water Utility-operations	-
Approved budget deficit	(198,251)
Adjustments:	
Amortization of tangible capital assets	(1,080,896)
Capital and term debt repayments	948,609
Transfer from reserves, net	(3,829)
Transfers from operations, net	(110,806)
Transfer from General capital, net	235,000
Capital out of revenue	314,232
Net PSAB adjustments	302,310
PSAB adjusted budgeted surplus/deficit for the year	$ 104,059

18. Rate of return on rate base

For the year ended March 31, 2023, the Water Utility had a rate of return on rate base of -1% (2022: -0.16%).

19. Government partnership

Government partnership entered into by the Municipality during the current year of operations is recorded using the proportionate consolidation method. Government partnerships include:

Partnership with the Town of Port Hawkesbury to maintain and operate the Landrie Lake Water Utility at 50% ownership for each municipal unit. The partnership was created March 6, 2019, through an inter-municipal agreement between the two parties to make application to establish the Landrie Lake Water Utility. The NSUARB approved the establishment of the Landrie Lake Water Utility on March 31, 2019, the Province of Nova Scotia sold and transferred to the newly established utility the full beneficial interest of its water utility assets, consisting of tangible capital assets along with the responsibility of providing water services to the water utility consumers. The assets were purchased for $1 and were recognized at their carrying amounts.

Government partnerships accounted for using the proportionate consolidation method have the following impact on the consolidated statement of financial position and operations as at March 31.

	2023	2022
Total Assets	$ **1,228,519**	$ 1,261,225
Total Liabilities	**929,636**	4,000
	$ **2,158,155**	$ 1,257,225

	2023	2022
Total Revenues	$ **212,404**	$ 163,703
Total Expenses	**246,360**	159,512
Annual (deficit) surplus	$ **(33,956)**	$ 4,191

20. Asset retirement obligation

The Municipality's asset retirement obligation consists of the liability for the closure and remediation of contaminants present with the buildings, plants, and landfills owned by the Municipality. These contaminants represent a health hazard upon demolition and therefore there is a legal obligation for removal of these contaminants on decommissioning. Following the adoption of PS 3280 – Asset Retirement Obligations, the Municipality recognized an obligation relating to this decommissioning and remediation of contaminants as estimated as at April 1, 2022. The buildings have an expected useful live ranging from 1 to 30 years. Estimated costs have been discounted to the present value using a discount rate of 5.50% per annum.

	Landfill Closure	Asbestos Removal Municipal	Asbestos Removal Housing Corporation	Sewage Treatment Plant Remediation	**2023**	2022
Opening balance	$ 2,892,389	$ 113,427	$ -	$ 11,772	**$ 3,017,588**	$ 2,860,273
Addition	-	-	54,625	-	**54,625**	-
Accretion expense	647	6,563	1,759	159,099	**168,068**	157,315
Closing balance	$ 2,893,036	$ 119,990	$ 56,384	$ 170,871	**$ 3,240,281**	$ 3,017,588

21. Segment disclosure – March 31, 2023

	General Government Services	Protective Services	Transportation Services	Health and Development Services	Transfer to other Governments	Other Services	Recreation and Cultural Services	Water Treatment and Distribution Services	Richmond Housing	Consolidated
Revenue										
Taxes	$ 2,877,829	$ 2,295,293	$ 477,742	$ 2,838,084	$ 134,311	$ 564	$ 792,208	$ -	$ -	$ 9,416,031
Grants-in-lieu of taxes	682,723	544,524	113,337	673,293	31,863	134	187,940	-	-	2,233,814
Conditional transfer from other governments	24,845	19,816	4,125	24,502	1,160	5	6,839	-	-	81,292
Housing corporation operations	-	-	-	-	-	-	-	-	10,492,143	10,492,143
Water rates and fire protection	-	-	-	-	-	-	-	717,115	-	717,115
Other revenue from own sources	389,720	310,830	64,696	384,335	18,188	76	107,281	-	-	1,275,126
Collections for other governments	-	-	-	-	186,814	-	-	-	-	186,814
Capital contributions	192,023	153,155	31,878	189,373	8,962	38	52,861	-	-	628,290
	$ 4,167,140	$ 3,323,618	$ 691,778	$ 4,109,587	$ 381,298	$ 817	$ 1,147,129	$ 717,115	$ 10,492,143	$ 25,030,625

21. Segment disclosure – March 31, 2023

	General Government Services	Protective Services	Transportation Services	Health and Development Services	Transfer to other Governments	Other Services	Recreation and Cultural Services	Water Treatment and Distribution Services	Richmond Housing	Consolidated
Expenses										
Salaries, wages and benefits	$ 1,746,233	$ -	$ -	$ 875,928	$ -	$ -	$ 659,189	$ 53,288	$6,867,090	$10,201,728
Operating materials and supplies	-	-	-	557,458	-	-	-	406,155	1,953,730	2,917,343
Contracted services	299,314	2,410,092	572,044	1,709,753	-	-	121,207	66,546	-	5,178,956
Rents and financial expenses	752,564	-	2,475	20,135	-	-	-	44,173	231,264	1,050,611
Community grants and exemptions	1,070,435	-	-	447,479	-	-	294,693	-	-	1,812,607
Amortization	134,259	331	89,978	336,770	-	-	26,802	176,764	589,105	1,354,009
Area rates	-	782,126	-	-	-	-	-	-	-	782,126
Other	-	-	-	-	186,814	191,928	-	35,592	-	411,334
	$ 4,002,805	$ 3,192,549	$ 664,497	$ 3,947,523	$ 186,814	$ 191,928	$ 1,101,891	$ 779,518	$9,641,189	$23,708,714

21. Segment disclosure – March 31, 2022

	General Government Services	Protective Services	Transportation Services	Health and Development Services	Transfer to other Governments	Other Services	Recreation and Cultural Services	Water Treatment and Distribution Services	Richmond Housing	Consolidated
Revenue										
Taxes	$ 2,827,752	$ 2,162,081	$ 503,841	$ 2,278,991	$ 116,215	$ 589	$ 652,879	$ -	$ -	$ 8,542,348
Grants-in-lieu of taxes	705,475	539,401	125,699	568,568	28,993	147	162,882	-	-	2,131,165
Conditional transfer from other governments	77,559	59,301	13,819	62,508	3,188	16	17,907	-	-	234,298
Housing corporation operations	-	-	-	-	-	-	-	-	9,800,879	9,800,879
Water rates and fire protection	-	-	-	-	-	-	-	675,996	-	675,996
Other revenue from own sources	278,516	212,951	49,625	224,466	11,446	58	64,304	-	-	841,366
Collections for other governments	-	-	-	-	154,953	-	-	-	-	154,953
Capital contributions	265,999	203,381	47,395	214,378	10,932	55	61,414	-	-	803,554
	$ 4,155,301	$ 3,177,115	$ 740,379	$ 3,348,911	$ 325,727	$ 865	$ 959,386	$ 675,996	$ 9,800,879	$ 23,184,559

21. Segment disclosure – March 31, 2022

	General Government Services	Protective Services	Transportation Services	Health and Development Services	Transfer to other Governments	Other Services	Recreation and Cultural Services	Water Treatment and Distribution Services	Richmond Housing	Consolidated
Expenses										
Salaries, wages and benefits	$ 1,886,265	$ -	$ -	$ 803,976	$ -	$ -	$ 609,997	$ 50,083	$6,005,852	$ 9,356,173
Operating materials and supplies	-	-		138,886	-	-	-	315,427	1,284,602	1,738,915
Contracted services	300,285	2,203,948	607,640	1,320,606	-	-	102,606	71,977	-	4,607,062
Rents and financial expenses	458,899	-	4,401	26,153	-	-	-	30,930	267,231	787,614
Community grants and exemptions	1,052,516	-	-	404,599	-	-	130,359	-	-	1,587,474
Amortization	128,615	345	59,748	344,438	-	-	27,545	176,479	549,087	1,286,257
Area rates	-	678,485	-	-	-	-	-	-	-	678,485
Other	-	-	-	-	154,953	158,103	-	29,811	-	342,867
	$ 3,826,580	$ 2,882,778	$ 671,789	$ 3,038,658	$ 154,953	$ 158,103	$ 870,507	$ 674,707	$8,106,772	$20,384,847

SUPPLEMENTARY SCHEDULES

Municipality of the County of Richmond
Supplementary schedules
Water Utility
Operating fund - schedule of financial position

March 31	2023	2022
Assets		
Cash	**$ 629,811**	$ 714,860
Receivables		
Rates (less allowance for doubtful accounts $277; 2022 - $2,643)	**117,998**	120,775
Other receivables	**14,230**	11,142
	$ 762,039	$ 846,777
Liabilities		
Payables and accruals	**$ 50,725**	$ 53,932
Due to Water utility capital fund	**102,185**	98,352
Due to General operating fund	**104,070**	104,821
	256,980	257,105
Net assets	**$ 505,059**	$ 589,672
Fund balance	**$ 505,059**	$ 589,672

Municipality of the County of Richmond
Supplementary schedules
Water Utility
Operating fund - schedule of operations

Year ended March 31

	Budget	2023 Actual	2022 Actual
Operating revenues			
Base rate sales	$ 182,500	**$ 188,836**	$ 187,903
Metered sales	340,500	**333,026**	331,293
Public fire protection	147,063	**147,063**	147,063
Other revenue	17,500	**22,060**	23,183
	687,563	**690,985**	689,442
Operating expenditures (page 33)			
Pumping	137,500	**94,466**	138,976
Water treatment	90,000	**152,431**	89,686
Transmission and distribution	354,314	**353,299**	315,792
Administrative and general	109,000	**76,764**	60,741
Depreciation	100,000	**98,638**	98,352
	790,814	**775,598**	703,547
Net operating loss	(103,251)	**(84,613)**	(14,105)
Non-operating expenditures			
Capital from operations	95,000	**-**	57,230
Excess of expenditures over revenues	$ (198,251)	**(84,613)**	(71,335)
Beginning fund balance		**589,672**	661,007
Ending fund balance		**$ 505,059**	$ 589,672

Municipality of the County of Richmond
Supplementary schedules
Water Utility
Capital fund – schedule of financial position

March 31	2023	2022
Assets		
Cash – Depreciation	**$ 173,820**	$ 75,468
Due from Water utility operating fund	**102,185**	98,352
	276,005	173,280
Liabilities		
Deferred government contributions	**2,188,141**	2,233,187
Net financial assets	**(1,912,136)**	(2,059,367)
Non-financial assets		
Net utility plant in service	**8,475,386**	8,619,070
Net assets	**$ 6,563,250**	$ 6,559,703
Investment in capital assets (page 35)	**$ 6,563,250**	$ 6,559,703

Municipality of the County of Richmond
Supplementary schedules
Water Utility
Capital fund – schedule of investment in capital assets

Year ended March 31	2023	2022
Balance, beginning of year	**$ 6,559,703**	$ 6,502,473
Interest	**3,547**	-
Additions to capital from operations	**-**	57,230
Balance, end of year	**$ 6,563,250**	$ 6,559,703

Municipality of the County of Richmond
Supplementary schedules
Water Utility
Schedule of utility plant and equipment

March 31	2023	2022
Land	$ **93,060**	$ 93,060
Structures and improvements		
Lakes, rivers, and other intakes	**466,859**	466,859
Power and pumping structures	**1,882,301**	1,882,301
Distribution reservoirs and stand pipes	**827,160**	827,160
Treatment plant	**3,231,032**	3,231,032
Equipment		
Other	**134,374**	134,374
Electric pumping	**93,317**	93,317
Other pumping	**35,264**	35,264
Water treatment	**417,478**	417,478
Transmission mains	**1,328,637**	1,328,637
Distribution mains	**1,703,915**	1,703,915
Services	**265,196**	265,196
Meters	**247,539**	247,539
Hydrants	**313,409**	313,409
	$ 11,039,541	$ 11,039,541

Municipality of the County of Richmond
Supplementary schedules
Water Utility
Schedule of operating expenses

Year ended March 31

	Budget	2023 Actual	2022 Actual
Pumping			
Power	$ 76,000	**$ 66,546**	$ 71,977
Maintenance	61,500	**27,920**	66,999
	$ 137,500	**$ 94,466**	$ 138,976
Water treatment			
Supplies and expenses	$ 90,000	**$ 152,431**	$ 89,686
Transmission and distribution			
Administration charge – Richmond County	$ 262,314	**$ 262,313**	$ 233,398
Maintenance of mains and services	82,000	**86,075**	75,000
Maintenance of meters and meter reading	10,000	**4,911**	7,394
	$ 354,314	**$ 353,299**	$ 315,792
Administrative and general			
Regulatory expenses	$ 2,000	**$ 2,696**	$ 2,646
Professional fees	50,000	**20,388**	5,751
Insurance	21,000	**20,954**	20,954
Bad debts	500	**(2,366)**	(921)
Office	3,000	**2,500**	2,500
Miscellaneous	32,500	**32,592**	29,811
	$ 109,000	**$ 76,764**	$ 60,741
Depreciation	$ 100,000	**$ 98,638**	$ 98,352