

# Financial statements

(Unaudited – see advisory to readers)

Municipality of the County of Richmond  
Water Utility

March 31, 2025

# Contents

	<b><u>Page</u></b>
Advisory to readers	1
Operating fund statement of financial position	2
Operating fund statement of financial activities	3
Capital fund statement of financial position	4
Capital fund statement of investment in capital assets	5
Schedule of utility plant and equipment	6
Schedule of operating expenses	7
Notes to the financial statements	8 - 9

# Advisory to readers

The Municipality of the County of Richmond Water Utility prepares these financial statements to show the details of the individual funds managed by the Utility. In particular, they provide information as to how each of the funds performed compared to the approved Operating Budget of the Utility.

These financial statements have **not** been audited. The financial statements are **not** presented in full accordance with Canadian generally accepted accounting principles.

# Municipality of the County of Richmond Water Utility

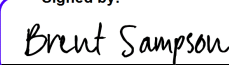
## Operating fund statement of financial position

(Unaudited - see advisory to readers)

March 31	2025	2024
<b>Assets</b>		
Cash	\$ 344,821	\$ 286,732
Receivables		
Rates (less allowance for doubtful accounts \$277, 2024 - \$277)	156,152	118,178
Other receivables	<u>35,800</u>	<u>15,161</u>
	<b><u>\$ 536,773</u></b>	<b><u>\$ 420,071</u></b>
<b>Liabilities</b>		
Payables and accruals	\$ 90,145	\$ 64,336
Due to General operating fund	<u>155,048</u>	<u>60,047</u>
	<b>245,193</b>	<b>124,383</b>
<b>Net assets</b>	<b><u>\$ 291,580</u></b>	<b><u>\$ 295,688</u></b>
<b>Fund balance</b>	<b><u>\$ 291,580</u></b>	<b><u>\$ 295,688</u></b>

On behalf of the Municipality of the County of Richmond

Signed by:  
  
 \_\_\_\_\_ Warden  
5A27DE1612674EB...

Signed by:  
  
 \_\_\_\_\_ Deputy Warden  
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See accompanying notes to the financial statements.

# Municipality of the County of Richmond Water Utility

## Operating fund statement of financial activities

(Unaudited - see advisory to readers)

Year ended March 31	<b>2025</b>	2024	
	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
<b>Operating revenues</b>			
Base rate sales	\$ 232,913	\$ <b>234,622</b>	\$ 190,777
Metered sales	345,939	<b>334,314</b>	329,506
Public fire protection	147,063	<b>147,063</b>	147,063
Other revenue	<u>27,500</u>	<u><b>23,221</b></u>	<u>18,718</u>
	<u>753,415</u>	<u><b>739,220</b></u>	<u>686,064</u>
<b>Operating expenditures</b>			
Pumping	127,698	<b>111,748</b>	111,686
Water treatment	284,366	<b>228,387</b>	253,496
Transmission and distribution	176,171	<b>172,599</b>	202,839
Administrative and general	133,613	<b>130,802</b>	161,931
Depreciation	<u>118,687</u>	<u><b>99,792</b></u>	<u>99,300</u>
	<u>840,535</u>	<u><b>743,328</b></u>	<u>829,252</u>
<b>Net operating loss</b>	<u>(87,120)</u>	<u><b>(4,108)</b></u>	<u>(143,188)</u>
<b>Non-operating expenditure</b>			
Capital from operations	<u>90,000</u>	<u>-</u>	<u>66,183</u>
Excess of expenditures over revenues	<u>\$ (177,120)</u>	<u><b>(4,108)</b></u>	<u>(209,371)</u>
Beginning fund balance		<u><b>295,688</b></u>	<u>505,059</u>
Ending fund balance		<u><b>\$ 291,580</b></u>	<u>\$ 295,688</u>

See accompanying notes to the financial statements.

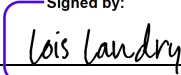
# Municipality of the County of Richmond Water Utility

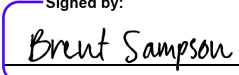
## Capital fund statement of financial position

(Unaudited - see advisory to readers)

March 31	2025	2024
<b>Assets</b>		
Cash – depreciation fund (Note 2)	\$ 457,338	\$ 389,106
	<b>457,338</b>	389,106
<b>Liabilities</b>		
Deferred government contributions, net	<b>2,121,121</b>	2,143,095
<b>Net financial liabilities</b>	<b>(1,663,783)</b>	(1,753,989)
<b>Non-financial assets</b>		
Net utility plant in service	<b>8,324,654</b>	8,397,223
<b>Net assets</b>	<b>\$ 6,660,871</b>	\$ 6,643,234
<hr/>		
<b>Investment in capital assets</b> (page 5)	<b>\$ 6,660,871</b>	\$ 6,643,234
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Signed by:  
  
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See accompanying notes to the financial statements.

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# Municipality of the County of Richmond Water Utility

## Capital fund statement of investment in capital assets

(Unaudited - see advisory to readers)

Year ended March 31 2025 2024

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Balance, beginning of year	<b>\$ 6,643,234</b>	\$ 6,563,250
Interest	<b>17,637</b>	13,801
Additions to capital from operations	<u>-</u>	<u>66,183</u>
Balance, end of year	<b><u>\$ 6,660,871</u></b>	<b><u>\$ 6,643,234</u></b>

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See accompanying notes to the financial statements.

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## Municipality of the County of Richmond Water Utility

### Schedule of utility plant and equipment

(Unaudited - see advisory to readers)

March 31	2025	2024
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 standpipes	893,343	893,343
Treatment plant	3,231,032	3,231,032
Equipment		
Other	143,018	134,374
Electric pumping	93,317	93,317
Other pumping	35,264	35,264
Water treatment	464,088	417,478
Transmission mains	1,328,637	1,328,637
Distribution mains	1,721,164	1,703,915
Services	265,196	265,196
Meters	247,539	247,539
Hydrants	<u>313,409</u>	<u>313,409</u>
	<b><u>\$11,178,227</u></b>	<b><u>\$11,105,724</u></b>

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See accompanying notes to the financial statements.

# Municipality of the County of Richmond Water Utility

## Schedule of operating expenses

(Unaudited - see advisory to readers)

Year ended March 31

**2025**

**2024**

	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
Pumping			
Power	\$ 92,098	\$ 89,460	\$ 86,620
Maintenance	<u>35,600</u>	<u>22,288</u>	<u>25,066</u>
	<u>\$ 127,698</u>	<u>\$ 111,748</u>	<u>\$ 111,686</u>
Water treatment			
Supplies and expenses	\$ 284,366	\$ 228,387	\$ 253,496
Transmission and distribution			
Administration charge – Richmond County	\$ 82,911	\$ 82,911	\$ 80,495
Maintenance of mains and services	<u>93,260</u>	<u>89,688</u>	<u>122,344</u>
	<u>\$ 176,171</u>	<u>\$ 172,599</u>	<u>\$ 202,839</u>
Administrative and general			
Regulatory expenses	\$ 2,730	\$ 4,486	\$ 1,982
Professional fees	10,000	11,706	30,635
Insurance	20,954	20,954	20,953
Bad debts (recovery)	515	-	-
Office	3,090	2,750	157
Special assessments	55,274	55,274	53,664
Miscellaneous	<u>41,050</u>	<u>35,632</u>	<u>54,540</u>
	<u>\$ 133,613</u>	<u>\$ 130,802</u>	<u>\$ 161,931</u>
Depreciation	\$ 118,687	\$ 99,792	\$ 99,300

See accompanying notes to the financial statements.

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# Municipality of the County of Richmond Water Utility

## Notes to the financial statements

(Unaudited - see advisory to readers)

March 31, 2025

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### 1. Summary of significant accounting policies

#### Revenue and expenditure

Major revenue and expenditure items are recorded on an accrual basis.

Principal and interest payments relating to term debt are recorded as an expenditure when due.

Utility plant in service acquired with operating funds is recorded as an expenditure when incurred.

#### Utility plant in service

Utility plant in service is recorded at cost. Funds received through capital assistance programs, cost sharing arrangements or loan forgiveness are treated as deferred contributions and are amortized at the same rate as the related asset.

#### Depreciation

The Water Utility records depreciation which is calculated based on a formula prescribed by the Nova Scotia Utility and Review Board ("NSUARB"). The NSUARB requires that an amount of cash equal to the depreciation claimed is to be transferred to a special bank account which is used to help fund replacement of existing plant in service, or subject to approval by the NSUARB, to repay principal on term debt. The Water Utility has set aside cash in the amount of \$457,338 (2024 - \$389,106). Interest on depreciation funds is retained in the Capital fund.

#### Use of estimates

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

#### Financial instruments

The Water Utility's financial instruments consist of cash, receivables, and payables and accruals. Unless otherwise noted, it is management's opinion that the Utility is not exposed to significant interest, currency, or credit risks arising from these financial instruments. The fair value of these financial instruments approximates their carrying values, unless otherwise noted.

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# Municipality of the County of Richmond Water Utility

## Notes to the financial statements

(Unaudited - see advisory to readers)

March 31, 2025

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<b>2. Depreciation fund</b>	<b><u>2025</u></b>	<b><u>2024</u></b>
Cash, beginning of year	\$ 389,106	\$ 173,820
Transfers from operating fund, net	<u>68,232</u>	<u>215,286</u>
Cash, end of year	<b><u>\$ 457,338</u></b>	<b><u>\$ 389,106</u></b>

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### 3. Rate of return on rate base

For the year ended March 31, 2025, the Water Utility had a rate of return on rate base of 0.0% (2024: - 1.70%).

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