

ROTHESAY
CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2023

ROTHESAY

DECEMBER 31, 2023

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INDEPENDENT AUDITORS' REPORT

To Her Worship The Mayor and Members of Council
Rothesay, New Brunswick

Opinion

We have audited the consolidated financial statements of Rothesay (the "Town"), which comprise the consolidated statement of financial position as at December 31, 2023, and the consolidated statements of operations, changes in net debt and cash flows for the year then ended and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, these consolidated financial statements present fairly, in all material respects, the financial position of the Town as at December 31, 2023, and the results of its operations and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Town 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 those requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management and Those Charged with Governance for the 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 Town's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless management either intends to liquidate the Town or to cease operations, or has no realistic alternative but to do so.

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

Auditors' 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 auditors' 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.

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Auditors' Responsibilities for the Audit of the Consolidated Financial Statements (cont'd)

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 Town'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 Town's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' 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 auditors' report. However, future events or conditions may cause the Town 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 financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicated 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.



CHARTERED PROFESSIONAL ACCOUNTANTS

Saint John, NB
April 8, 2024

ROTHESAY

CONSOLIDATED STATEMENT OF OPERATIONS

FOR THE YEAR ENDED DECEMBER 31, 2023

	<u>2023</u> Budget (Note 27)	<u>2023</u> Actual	<u>2022</u> Actual
REVENUE			
Property tax warrant	\$ 20,123,778	\$ 20,123,774	\$ 18,181,510
Unconditional grant	104,778	104,782	130,972
Conditional government transfers (Note 28)	691,500	2,300,421	2,375,988
Services other governments	80,000	85,362	81,806
Sale of services (Note 28)	464,704	549,502	475,710
Other own source (Note 28)	98,008	312,954	967,681
Water and sewer user fees	3,373,243	3,360,101	3,163,226
Sundry income	<u>337,653</u>	<u>1,051,457</u>	<u>634,317</u>
	<u>25,273,664</u>	<u>27,888,353</u>	<u>26,011,210</u>
EXPENDITURE (Note 28)			
General government services	2,393,089	2,357,830	2,329,502
Protective services	5,959,132	5,911,655	5,574,528
Transportation services	5,902,740	6,667,119	6,996,434
Environmental health services	1,077,728	951,525	962,281
Environmental development services	829,950	567,039	568,112
Recreation and cultural services	3,446,311	3,454,222	3,185,894
Water and sewer services	<u>3,841,500</u>	<u>3,759,917</u>	<u>3,605,789</u>
	<u>23,450,450</u>	<u>23,669,307</u>	<u>23,222,540</u>
ANNUAL SURPLUS FOR THE YEAR	<u>\$ 1,823,214</u>	4,219,046	2,788,670
ACCUMULATED SURPLUS - BEGINNING OF YEAR		87,940,925	85,146,828
CHANGE IN OWNERSHIP OF CONTROLLED ENTITIES (Note 2)		<u>(14,729)</u>	<u>5,427</u>
ACCUMULATED SURPLUS - END OF YEAR		<u>\$ 92,145,242</u>	<u>\$ 87,940,925</u>

ROTHESAY

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT DECEMBER 31, 2023

	<u>2023</u>	<u>2022</u>
FINANCIAL ASSETS		
Cash and cash equivalents (Note 4)	\$ 11,224,515	\$ 10,324,104
Accounts receivable (Note 5)	2,303,966	1,550,159
Investments (Note 10)	<u>365,807</u>	<u>345,227</u>
	<u>\$ 13,894,288</u>	<u>\$ 12,219,490</u>
LIABILITIES		
Accounts payable and accrued liabilities (Note 9)	\$ 3,710,330	\$ 2,832,770
Deferred revenue (Note 8)	3,845,393	3,592,555
Long term debt (Note 11)	12,783,202	13,059,967
Accrued pension (asset) obligation (Note 16)	(73,098)	10,152
Accrued sick leave (Note 15)	102,652	142,374
Accrued retirement allowance (Note 16)	<u>1,078,722</u>	<u>1,059,520</u>
	<u>21,447,201</u>	<u>20,697,338</u>
NET DEBT	<u>(7,552,913)</u>	<u>(8,477,848)</u>
NON-FINANCIAL ASSETS		
Tangible capital assets (Note 21)	172,578,784	164,706,278
Accumulated amortization (Note 21)	<u>(73,058,909)</u>	<u>(68,357,353)</u>
	99,519,875	96,348,925
Inventory	142,001	35,691
Prepaid expenses	35,518	32,923
Unamortized debenture costs	<u>761</u>	<u>1,234</u>
	<u>99,698,155</u>	<u>96,418,773</u>
ACCUMULATED SURPLUS	<u>\$ 92,145,242</u>	<u>\$ 87,940,925</u>
CONTINGENT LIABILITY (Note 17)		
COMMITMENTS (Note 18)		

APPROVED BY:

 Mayor

 Town Treasurer

ROTHESAY

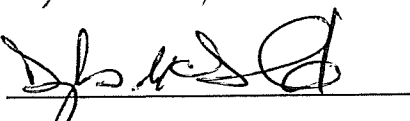
CONSOLIDATED STATEMENT OF CHANGES IN NET DEBT

AS AT DECEMBER 31, 2023

	<u>2023</u>	<u>2022</u>
Annual surplus	\$ 4,219,046	\$ 2,788,670
Acquisition of tangible capital assets	(8,362,647)	(6,669,289)
Proceeds on disposal of tangible capital assets	11,782	-
Amortization of tangible capital assets	5,021,096	4,758,755
Change in ownership of tangible capital assets	15,472	(5,711)
Loss on disposal of tangible capital assets	<u>143,347</u>	<u>136,718</u>
	1,048,096	1,009,143
Acquisition of inventories	(142,001)	(35,691)
Acquisition of prepaid assets	(35,518)	(32,923)
Acquisition of unamortized debenture costs	(761)	(1,234)
Consumption of inventories	35,691	31,163
Use of prepaid assets	32,923	22,507
Consumption of unamortized debenture costs	<u>1,234</u>	<u>1,705</u>
	939,664	994,670
Change in ownership of controlled entities	<u>(14,729)</u>	<u>5,427</u>
Decrease in net debt	924,935	1,000,097
Net debt - beginning of year	<u>(8,477,848)</u>	<u>(9,477,945)</u>
Net debt - end of year	\$ <u>(7,552,913)</u>	\$ <u>(8,477,848)</u>

APPROVED BY:

 Mayor

 Town Treasurer

ROTHESAY

CONSOLIDATED STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED DECEMBER 31, 2023

	<u>2023</u>	<u>2022</u>
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS		
OPERATING TRANSACTIONS		
Annual surplus	\$ 4,219,046	\$ 2,788,670
Loss on disposal of tangible capital assets	143,347	136,718
Amortization of tangible capital assets	5,021,096	4,758,755
Accounts receivable	(753,807)	(192,865)
Accounts payable and accrued liabilities	877,560	963,084
Deferred revenue	252,838	(390,081)
Accrued sick leave	(39,722)	(61,915)
Change in accrued pension obligation	(83,250)	(61,741)
Change in accrued retirement allowance	19,202	47,717
Change in inventory/prepaid expenses/unamortized debenture costs	<u>(108,432)</u>	<u>(14,473)</u>
	<u>9,547,878</u>	<u>7,973,869</u>
CAPITAL TRANSACTIONS		
Acquisition of tangible capital assets	(8,362,647)	(6,669,289)
Change in ownership of capital assets	15,472	(5,711)
Proceeds on disposal of tangible capital assets	<u>11,782</u>	<u>-</u>
	<u>(8,335,393)</u>	<u>(6,675,000)</u>
FINANCING TRANSACTION		
Long term debt (net)	<u>(276,765)</u>	<u>(1,375,251)</u>
INVESTING TRANSACTION		
Decrease in investments	<u>(20,580)</u>	<u>(54,799)</u>
CHANGE IN OWNERSHIP OF CONTROLLED ENTITIES	<u>(14,729)</u>	<u>5,427</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	900,411	(125,754)
CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR	<u>10,324,104</u>	<u>10,449,858</u>
CASH AND CASH EQUIVALENTS - END OF YEAR	<u>\$ 11,224,515</u>	<u>\$ 10,324,104</u>

ROTHESAY

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2023

1. PURPOSE OF THE ORGANIZATION

Rothesay ("the Town") was incorporated as a town by the Province of New Brunswick Municipalities Act on January 1, 1998 and was approved for status as a Municipality effective January 1, 1998 by an amendment of New Brunswick Regulation 85-6 under the Municipalities Act. As a municipality, Rothesay is exempt from income tax under section 149(1)(c) of the Canadian Income Tax Act.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Town are the representations of management prepared in accordance with Canadian generally accepted accounting principles for local government, as recommended by the Public Sector Accounting Board (PSAB) of the Chartered Professional Accountants of Canada.

The focus of Public Sector Accounting Standards ('PSAS') financial statements is on the financial position of the Town and the changes thereto. The consolidated statement of financial position includes all of the assets and liabilities of the Town and its jointly controlled entities.

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

Reporting Entity

The consolidated financial statements reflect the assets, liabilities, revenues, expenditures and changes in net debt and cash flows 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 Town and which are owned or jointly controlled by the Town.

The entities included in the consolidated financial statements are as follows:

- Rothesay
- Kennebecasis Regional Joint Board of Police Commissioners (KRJBPC)
- Kennebecasis Valley Fire Department Inc. (KVFD)
- Kennebecasis Public Library

Interdepartmental and organizational transactions and balances are eliminated.

The jointly controlled entities have been proportionately consolidated at the following rates:

	<u>2023</u>	<u>2022</u>
Kennebecasis Regional Joint Board of Police Commissioners	39.857%	40.05%
Kennebecasis Valley Fire Department Inc.	40.742%	40.93%
Kennebecasis Public Library	38.960%	38.99%

Changes in ownership percentages have been accounted for as an adjustment to accumulated surplus.

Ownership percentages on any dissolution of the controlled entity may vary from the above depending upon the terms of the agreements.

ROTHESAY

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2023

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont'd)

Budget

The budget figures contained in these consolidated financial statements were approved by Council on November 14, 2022 and the Director of Community Finances on November 28, 2022.

Financial Instruments

Financial instruments are recorded at fair value when acquired or issued. In subsequent periods, equity instruments with actively traded markets are reported at fair value, with any unrealized gains losses reported in annual surplus. All other financial instruments are reported at amortized costs, and tested for impairment at each reporting date. Transactions costs on the acquisition, sale or issue of financial instruments are expensed when incurred.

Cash and Cash Equivalents

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

Revenue Recognition

Unrestricted revenue is recorded on an accrual basis and is recognized when collection is reasonably assured. Restricted contributions are recognized as revenue in the year in which the related expenses are incurred.

Other revenue is recorded when it is earned.

Expenditure Recognition

Expenditures are recorded on an accrual basis.

Measurement Uncertainty

The preparation of the consolidated financial statements in conformity with Canadian public sector accounting standards requires management to make estimates that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amount of revenues and expenses during the reporting period. These estimates are reviewed periodically, and as adjustments become necessary, they are reported in earnings in the period in which they become known. Actual results may differ from those estimates.

Examples of significant estimates include:

- the allowance for doubtful accounts;
- providing for amortization of tangible capital assets;
- the estimated useful lives of tangible capital assets;
- the recoverability of tangible capital assets; and
- post employment benefits liability.

Inventories

Inventories are valued at the lower of cost and net realizable value with cost being determined on the first in, first out basis.

ROTHESAY

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2023

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont'd)

Capital Reserves

The use of the Capital Reserve Funds is restricted to capital acquisitions. The intention is to use these funds for future capital acquisitions and reduce future borrowing requirements.

Operating Reserves

The use of these funds is restricted to payment of operating expenses.

Tangible Capital Assets

Tangible capital assets are recorded at cost which includes all amounts that are directly attributable to acquisition, construction, development or betterment of the asset. The cost of the tangible capital asset, less any residual value when applicable, is amortized on a straight-line basis over the estimated useful lives as follows:

<u>Asset Type</u>	<u>Estimated Useful Life</u>
Land improvements	10-75 years
Buildings and leasehold improvements	20-40 years
Vehicles	3-25 years
Machinery and equipment	3-20 years
Roads and streets	5-75 years
Storm sewer	25-60 years
Water and wastewater networks	30-60 years

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

Segmented Information

The Town is a diversified municipal unit that provides a wide range of services to its residents. For management reporting purposes, the Town's operations and activities are organized and reported by function. This presentation 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 as follows:

General Government Services

This department is responsible for the overall governance and financial administration of the Town. This includes Council functions, general and financial management, legal matters and compliance with legislation, as well as civic relations.

Protective Services

This department is responsible for the provision of policing services, fire protection, emergency measures, animal control and other protective measures.

Transportation Services

This department is responsible for common services, roads and streets maintenance, street lighting, traffic services, parking and other transportation related functions.

Environmental Health Services

This department is responsible for the provision of waste collection and disposal.

ROTHESAY

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2023

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont'd)

Segmented Information (cont'd)

Environmental Development Services

This department is responsible for planning and zoning, community development, tourism and other municipal development and promotion services.

Recreation and Cultural Services

This department is responsible for the maintenance and operation of recreational and cultural facilities including arena, parks and playgrounds and other recreational and cultural facilities.

Water and Sewer Services

This department is responsible for the provision of water and sewer services including the maintenance and operation of the underground networks, treatment plants, reservoirs and lagoons.

The Town has documented a schedule of segmented disclosure in Note 23.

Post Employment Benefits

The Town recognizes its obligations under post employment benefit plans and the related costs, net of plan assets. The Town has a sick leave benefit as documented in Note 15 and a pension plan and retirement allowance as documented in Note 16.

3. FINANCIAL INSTRUMENTS

The Town is exposed to various risks through its financial instruments and has a comprehensive risk management framework to monitor, evaluate and manage these risks. The following analysis provides information about the Town's risk exposure and concentration as of December 31, 2023:

Credit Risk

Credit risk arises from the potential that a counter party will fail to perform its obligations. The Town is exposed to credit risk from its accounts receivable. The Town minimizes credit risk through ongoing credit management.

Liquidity Risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities. The Town is exposed to this risk mainly in respect of its receipt of funds from its customers and other related sources, long term debt, accounts payable and accrued liabilities and other obligations.

Currency Risk

Currency risk is the risk to the company's earnings that arise from fluctuations of foreign exchange rates and the degree of volatility of these rates. The Town is not exposed to foreign currency risk as it does not hold foreign currencies.

ROTHESAY

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2023

3. FINANCIAL INSTRUMENTS (cont'd)

Interest Rate Risk

Interest rate risk is the risk that the value of a financial instrument might be adversely affected by a change in the interest rates. In seeking to minimize the risks from interest rate fluctuations, the Town manages exposure through its normal operating and financing activities. The Town is not exposed to interest rate risk as its long term debt does not have a variable interest rate.

4. CASH

	<u>2023</u>	<u>2022</u>
Unrestricted	\$ 1,407,263	\$ 2,313,833
Restricted - reserve funds (Note 25)	9,555,732	7,750,182
Restricted - controlled entities	<u>261,520</u>	<u>260,089</u>
	<u>\$ 11,224,515</u>	<u>\$ 10,324,104</u>

5. ACCOUNTS RECEIVABLE

	<u>2023</u>	<u>2022</u>
Due from the Federal Government and its agencies (Note 6)	\$ 727,757	\$ 493,686
Due from the Province of New Brunswick (Note 7)	501,246	58,921
Water and sewer	895,981	892,549
Arena	67,523	53,574
Other	<u>111,459</u>	<u>51,429</u>
	<u>\$ 2,303,966</u>	<u>\$ 1,550,159</u>

6. DUE FROM FEDERAL GOVERNMENT AND ITS AGENCIES

	<u>2023</u>	<u>2022</u>
Canada Revenue Agency (HST refund)	\$ 691,266	\$ 447,588
RCMP Secondments	<u>36,491</u>	<u>46,098</u>
	<u>\$ 727,757</u>	<u>\$ 493,686</u>

7. DUE FROM PROVINCE OF NEW BRUNSWICK

	<u>2023</u>	<u>2022</u>
Department of Transportation and Infrastructure	\$ 500,000	\$ 29,690
Department of Justice and Public Safety	<u>1,246</u>	<u>29,231</u>
	<u>\$ 501,246</u>	<u>\$ 58,921</u>

ROTHESAY

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2023

8. DEFERRED REVENUE

	<u>2023</u>	<u>2022</u>
Government transfers - Gas Tax	\$ 3,817,006	\$ 3,580,543
Deferred revenue - Quispamsis	17,710	-
Deferred revenue - K-Park Levy (Note 14)	<u>10,677</u>	<u>12,012</u>
	<u>\$ 3,845,393</u>	<u>\$ 3,592,555</u>

9. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	<u>2023</u>	<u>2022</u>
Accounts payable - trade	\$ 1,565,730	\$ 1,962,917
Bid deposits	129,050	129,050
Accrued interest	25,972	17,332
Accrued liabilities	<u>1,989,578</u>	<u>723,471</u>
	<u>\$ 3,710,330</u>	<u>\$ 2,832,770</u>

10. INVESTMENTS

The investments represent the Town's proportionate share of the investments of the KRJBPC. The investments consist of short term notes, canadian equities and foreign equities and are recorded at fair market value. The unrealized loss on the investments at December 31, 2023 was \$1,415; (2022 - \$41,766). The investments are restricted for future payment of retirement benefits.

ROTHESAY

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2023

11. LONG TERM DEBT

(a) General Capital Fund

	Balance January 1, 2023	Issued during year	Redeemed during year	Balance December 31, 2023
New Brunswick Municipal Financing Corporation				
Debentures:				
CD13 4.048% - 5.115%, due 2043, OIC # 22-0018	\$ -	\$ 1,000,000	\$ -	\$ 1,000,000
BG18 1.65% - 3.80%, due 2027, OIC # 10-12, 11-71, 99-77	15,000	-	1,000	14,000
BL26 1.2% - 3.7%, due 2034, OIC # 03-88, 11-71, 13-08	1,998,000	-	201,000	1,797,000
BN17 1.05% - 3.15%, due 2025, OIC # 10-12, 13-08	598,000	-	194,000	404,000
B019 1.45% - 3.50%, due 2031, OIC # 13-08	1,111,000	-	201,000	910,000
BX18 0.90% - 2.95%, due 2040, OIC # 19-0020	930,000	-	36,000	894,000
BY23 0.50% - 1.80%, due 2030, OIC # 19-0020	282,000	-	34,000	248,000
	<u>\$ 4,934,000</u>	<u>\$ 1,000,000</u>	<u>\$ 667,000</u>	<u>\$ 5,267,000</u>

Principal payments required during the next five years for the General Capital Fund are as follows:

2024 - \$714,000; 2025 - \$671,000; 2026 - \$475,000; 2027 - \$330,000; 2028 - \$330,000

ROTHESAY

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2023

11. LONG TERM DEBT (cont'd)

(b) Water and Sewer Capital Fund

	Balance January 1, 2023	Issued during year	Redeemed during year	Balance December 31, 2023
New Brunswick Municipal Financing Corporation				
Debentures:				
CA20 0.855% - 2.378%, due 2031, OIC # 00-0018	\$ 867,000	\$ -	\$ 90,000	\$ 777,000
BG19 1.65 - 3.80%, due 2027, OIC # 11-0045	379,000	-	14,000	365,000
BH23 1.35 - 3.80%, due 2032, OIC # 00-0018	409,000	-	35,000	374,000
BL27 1.2% - 3.7%, due 2034, OIC # 11-0045	810,000	-	27,000	783,000
BN18 1.05% - 3.15%, due 2025, OIC # 15-38	114,000	-	37,000	77,000
BP21 1.20% - 3.80%, due 2036, OIC # 18-0020	731,000	-	22,000	709,000
BR22 1.65% - 3.30%, due 2037, OIC # 15-0069	1,147,000	-	32,000	1,115,000
BU21 2.55% - 3.7%, due 2038, OIC # 15-0069, 96-006, 96-0072	1,070,000	-	84,000	986,000
BY24 0.50% - 2.60%, due 2040, OIC # 19-0020	<u>710,000</u>	<u>-</u>	<u>20,000</u>	<u>690,000</u>
	<u>6,237,000</u>	<u>-</u>	<u>361,000</u>	<u>5,876,000</u>

Canada Mortgage and Housing Corporation

CMHC 3.70%, due 2030 OIC # 09-119, 09-139, 10-012	<u>1,730,369</u>	<u>-</u>	<u>189,810</u>	<u>1,540,559</u>
	<u>\$ 7,967,369</u>	<u>\$ -</u>	<u>\$ 550,810</u>	<u>\$ 7,416,559</u>

Approval of the Municipal Capital Borrowing Board has been obtained for the long term debt.

The Water and Sewer Capital Fund contains long term debt of \$374,640 (2022 - \$410,926) issued to fund local improvement projects. The debt will be repaid over a period of time through the collection of local improvement levies.

Principal payments required during the next five years for the Water and Sewer Capital Fund are as follows:

2024 - \$565,708; 2025 - \$580,035; 2026 - \$560,639; 2027 - \$878,528; 2028 - \$577,715

In 2027, debenture BG19 will mature with a final amount due of \$303,000, however it is expected that \$303,000 of this payment will be refinanced during that year for an additional ten years.

ROTHESAY

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2023

11. LONG TERM DEBT (cont'd)

(c) Jointly Controlled Entity - KRJBPC (proportionate share)

	Balance January 1, 2023	Issued during year	Redeemed during year	Balance December 31, 2023
New Brunswick Municipal Financing Corporation				
Debentures:				
BL45 1.2% - 3.1%, due 2024, OIC # 02-66, 03-53	\$ 43,254	\$ -	\$ 21,124	\$ 22,130
BN35 1.05% - 3.15%, due 2025, OIC# 03-53	<u>115,344</u>	<u>-</u>	<u>37,831</u>	<u>77,513</u>
	<u>\$ 158,598</u>	<u>\$ -</u>	<u>\$ 58,955</u>	<u>\$ 99,643</u>

Principal payments required during the next two years are as follows:

2024 - \$60,184; 2025 - \$39,459

Total Long term debt:

	2023	2022
General Capital Fund	\$ 5,267,000	\$ 4,934,000
Water and Sewer Capital Fund	7,416,559	7,967,369
Jointly Controlled Entity - KRJPC	<u>99,643</u>	<u>158,598</u>
	<u>\$ 12,783,202</u>	<u>\$ 13,059,967</u>

12. LAND FOR PUBLIC PURPOSES

In accordance with the Community Planning Act, the Town has the authority to set aside up to 10% of any land subdivided, or up to 8% of the monetary value of such land, as a reserve. As well, any proceeds on the sale of public lands must be reserved. These funds can only be used for the purchase or development of public lands and are included in the Reserve Funds (Note 25).

13. SEWER OUTFALL RESERVE

In accordance with an agreement with the Municipality of Quispamsis, Rothesay and the Municipality of Quispamsis are required to fund, on an annual basis, an amount to cover the operating and maintenance costs associated with the shared sewer effluent line and outfall pipe. The contributions are made on a per unit basis, with Rothesay contributing \$1 per unit and the Municipality of Quispamsis contributing \$2 per unit. Any accumulated amounts are transferred to the Water and Sewer Capital Reserve Fund for future capital expenditures. At December 31, 2023, the balance in this reserve was \$353,430 (2022 - \$319,717).

ROTHESAY

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2023

14. DEFERRED REVENUE

In 2002, the Town issued a special warrant of assessment to the residents of Kennebecasis Park for local improvements made to the area. The assessment will be invoiced annually over a period of 30 years. A number of residents paid the entire levy amount in the first year, and as a result, the prepayment has been recorded as deferred revenue to be amortized over 29 years.

15. ACCRUED SICK LEAVE

Rothsay provides non-unionized employees sick leave that accumulates at a rate of 18 hours per month and a rate of 1.5 days per month of service for unionized employees. Non-union employees can accumulate to a maximum of 2,400 hours and can take leave with pay for an amount of time equal to the accumulated sick leave. Unionized employees can accumulate up to 150 days of sick leave.

KVFD provides sick leave that accumulates at a rate of 18 hours per month while the employees sick bank is below 1,000 hours, and at 13.5 hours per month while the sick bank is above 1,000 hours. All employees can accumulate to a maximum of 2,184 sick leave hours and can take leave with pay for an amount of time equal to the accumulated sick leave.

An actuarial valuation in accordance with PSA 3255, was performed for each plan, the 43 employee plan for Rothsay and the 37 employee plan for KVFD. The actuarial method used was the Projected Unit Credit pro-rated on service to expected usage. The valuation was based on a number of assumptions about future events, such as interest rates, wage and salary increases and employee turnover and retirement. The assumptions used reflect the Town's and KVFD's best estimates.

The following summarizes the major assumptions in the valuation:

- annual salary increase is 3% for Rothsay and 2.25% for KVFD;
- the discount rate used to determine the accrued benefit obligations is 2.54% for Rothsay and 1.99% for KVFD;
- retirement age is 65 for Rothsay and 60 for KVFD; and
- estimated net excess utilization of rate of sick leave varies with age.

The sick leave is an unfunded benefit and as such, there are no applicable assets. Benefits are paid out of general revenue as they come due.

The consolidated unfunded liability consist of:

	Estimated 2023	2022
Rothsay	\$ 22,100	\$ -
KRJBPC	6,895	6,928
KVFD	<u>73,657</u>	<u>135,446</u>
	<u>\$ 102,652</u>	<u>\$ 142,374</u>

ROTHESAY

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2023

16. POST EMPLOYMENT BENEFITS PAYABLE

Retirement Allowance Program

Rothesay's retiring employees are entitled to four weeks' regular salary for every five years of employment to a maximum of 26 weeks. The employee must be 55 years of age to receive the benefit.

The accrued liability is based on an actuarial valuation as at December 31, 2021, which used a discount rate of 2.54% and an annual salary increase rate of 3%. The liability was determined using the projected unit credit method pro-rated on service to the date the maximum benefit is earned.

KVFD's retiring employees are entitled to four weeks' regular salary for every five years of employment to a maximum of 26 weeks based on a minimum of ten years service. The employee must be of retirement age of 55.

The accrued liability is based on an actuarial valuation as at December 31, 2022, which used a discount rate of 4.52% and an annual salary increase rate of 3%.

KRJBPC's retiring employees are entitled to accumulate the greater of fifty percent of unused sick leave credits or one month's standard salary for every five years, or any part thereof, of service to a maximum of 6 months.

The accrued liability is based on an actuarial valuation as at July 31, 2022, which used a discount rate of 3.96% and an annual salary increase rate of 1.75% for one year, 6% for the next year and 2% thereafter.

The consolidated unfunded liability consist of:

	<u>2023</u>	<u>2022</u>
Rothesay	\$ 493,887	\$ 444,587
KVFD	246,269	268,748
KRJBPC	<u>338,566</u>	<u>346,185</u>
Balance at end of year	<u>\$ 1,078,722</u>	<u>\$ 1,059,520</u>

KVFD and KRJBPC have internally restricted funds for their liabilities.

Pension Obligation

Employees of Rothesay, KVFD and KRJBPC participate in the New Brunswick Municipal Employees Pension Plan (NB MEPP). The NB MEPP is a multiple-employer defined benefit pension plan administered by a board elected by the members under the provisions of the Municipalities Act of New Brunswick. The NB MEPP provides pensions based on length of service and best average earnings.

Actuarial valuations for funding purposes are performed either annually or triennially depending on the financial position of the NB MEPP (currently annually). In turn, the actuarial valuations for accounting purposes are based on these figures (with adjustments). The most recent actuarial valuation was prepared as at December 31, 2021 and resulted in an overall NB MEPP accrued benefit obligation of \$140,299,800 based on the accounting basis.

ROTHESAY

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2023

16. POST EMPLOYMENT BENEFITS PAYABLE (cont'd)

The actuarial valuation for accounting purposes was based on a number of assumptions about future events, such as inflation rates, interest rates, wage and salary increases and employee turnover and mortality. The assumptions used reflect management's best estimates. The following summarizes the major assumptions in the valuation as at December 31, 2022:

- the expected inflation rate is 2.10% (prior 2.10%);
- the discount rate used to determine the accrued benefit obligation is 6.15% (prior 5.7%);
- the expected rate of return on assets is 6.15% (prior 5.7%);
- retirement age varies by age and employment category; and
- estimated average remaining service life (EARS�) is 14.0 years (prior 14.0 years).

The actuarial valuation prepared as at December 31, 2021 indicated that the present value of the accumulated plan benefits exceeded the market value of the net assets available for these benefits. The pension plan has been granted a solvency deficiency exemption by the Province of New Brunswick. On a going concern valuation basis, the actuarial valuation indicated a plan surplus of \$1,294,100, a change of \$2,127,600 from the December 31, 2020 deficit of \$833,500. Based on the assumptions as at December 31, 2021, the actuary expected the level of employer and employee contributions to be sufficient to fund the deficit in less than fifteen years, as allowed by the Pensions Benefits Act.

As at December 31, 2021, the NB MEPP provides benefits for 310 retirees. Total benefits payments to retirees and terminating employees during 2023 are estimated to be approximately \$5,210,400 (actual 2022, \$6,836,300) in totality for the NB MEPP.

Employees make contributions using rates that vary by earnings level and employment category, with an overall average contribution rate of approximately 7.95%. Each municipality contributes an amount that equals their employees contributions amounts. Pension fund assets are invested in short term securities, bonds, Canadian equities and foreign equities. Combined employees and municipalities contributions for 2023 are estimated to be approximately \$7,978,000 (actual 2022, \$7,988,500) in totality for the NB MEPP.

The following summarizes the NB MEPP data as it relates to Rothesay:

- The average age of the 44 active employees covered by the NB MEPP is 47.6 (as at Dec 31, 2021);
- benefit payments were \$298,100 in 2022 and were estimated to be \$219,400 in 2023; and
- combined contributions were \$447,000 in 2022 and were estimated to be \$457,800 in 2023.

The following summarizes the NB MEPP data as it relates to KVFD:

- The average age of the 43 active employees covered by the NB MEPP is 44.3 (2022- 43.3);
- benefit payments were \$557,200 in 2022 and were estimated to be \$549,100 in 2023; and
- combined contributions were \$669,400 in 2022 and were estimated to be \$689,400 in 2023.

The following summarizes the NB MEPP data as it relates to KRJBPC:

- The average age of the 46 active employees covered by the NB MEPP is 44.3 (2022 - 44.5);
- benefit payments were \$526,100 in 2022 and were estimated to be \$526,100 in 2023; and
- combined contributions were \$865,700 in 2022 and were estimated to be \$825,800 in 2023.

ROTHESAY

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2023

16. POST EMPLOYMENT BENEFITS PAYABLE (cont'd)

In addition to determining the position of the NB MEPP as it relates to Rothesay and the other controlled entities as at December 31, 2021 and December 31, 2022, NB MEPP's actuary performed an extrapolation of the December 31, 2022 accounting valuation to determine the estimated position as at December 31, 2023. The extrapolation assumes assumptions used as at December 31, 2023 remain unchanged from December 31, 2022. The extrapolation also assumes assets return 6.15%, net of all fees and expenses. If experience is different than assumed, amounts will be adjusted to reflect actual experience. Results of the extrapolation are as follows:

	Estimated Jan 1, 2023 to Dec 31, 2023	Jan 1, 2022 to Dec 31, 2022
Accrued Benefit Liability (Asset)		
Accrued benefit liability at beginning of period	\$ 10,152	\$ 224,000
Change in ownership percentage	(11)	(145,892)
Adjustment to actual	(36,128)	26,577
Pension expense for the year	486,796	406,024
Employer contributions	<u>(533,907)</u>	<u>(500,557)</u>
Accrued benefit liability (asset) at end of period	\$ <u>(73,098)</u>	\$ <u>10,152</u>

In summary, the consolidated accrued benefit asset is estimated to be \$73,098 as at December 31, 2023. The December 31, 2022 liability was estimated in the prior year. The actual asset was calculated to be \$22,776. The difference of \$95,874 has been recorded in the current year. This amount is included in the post employment benefits payable on the consolidated statement of financial position.

	Estimated Jan 1, 2023 to Dec 31, 2023	Jan 1, 2022 to Dec 31, 2022
Rothesay	\$ (31,900)	\$ (26,700)
KVFD	18,986	72,937
KRJBPC	<u>(60,184)</u>	<u>(36,085)</u>
	\$ <u>(73,098)</u>	\$ <u>10,152</u>

The financial position as it relates to the accrued benefit liability is shown as follows and illustrates the unamortized amounts being recognized in pension expense over time:

	Estimated Jan 1, 2023 to Dec 31, 2023	Jan 1, 2022 to Dec 31, 2022
Reconciliation of Funded Status at End of Period		
Accrued benefit obligation	\$ 21,886,404	\$ 20,563,681
Plan assets	<u>(20,131,491)</u>	<u>(18,616,154)</u>
Plan deficit	1,754,913	1,947,527
Adjustment to actual	-	3,200
Unamortized experience gains	<u>(1,828,011)</u>	<u>(1,973,503)</u>
Accrued benefit liability at end of period	\$ <u>(73,098)</u>	\$ <u>(22,776)</u>

ROTHESAY

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2023

16. POST EMPLOYMENT BENEFITS PAYABLE (cont'd)

The following illustrates the reconciliation of accrued benefit obligation from the beginning of period to the end of period:

	Estimated Jan 1, 2023 to Dec 31, 2023	Jan 1, 2022 to Dec 31, 2022
Reconciliation of Accrued Benefit Obligation		
Accrued benefit obligation at beginning of period	\$ 20,563,681	\$ 20,810,363
Change in ownership	(58,865)	17,899
Current service cost	769,734	864,364
Benefits payments	(652,802)	(736,865)
Interest for period	1,264,656	1,190,906
Experience gain during period	-	(1,582,986)
Accrued benefit obligation at end of period	<u>\$ 21,886,404</u>	<u>\$ 20,563,681</u>

The following illustrates the reconciliation of plan assets from the beginning of period to the end of period:

	Estimated Jan 1, 2023 to Dec 31, 2023	Jan 1, 2022 to Dec 31, 2022
Reconciliation of Plan Assets		
Plan assets at beginning of period	\$ 18,616,154	\$ 20,166,583
Change in ownership	(53,960)	17,451
Employer contributions	533,907	519,753
Employee contributions	533,907	547,945
Benefit payments	(652,802)	(736,865)
Return on plan assets during period	<u>1,154,285</u>	<u>(1,898,713)</u>
Plan assets at end of period	<u>\$ 20,131,491</u>	<u>\$ 18,616,154</u>

Total expense related to pensions include the following components:

	Estimated Jan 1, 2023 to Dec 31, 2023	Actual Jan 1, 2022 to Dec 31, 2022
Pension Expense		
Employer current service cost	\$ 235,827	\$ 316,419
Interest on accrued benefit obligation	1,264,655	1,190,906
Expected return on assets	(1,154,284)	(1,159,875)
Amortization of unrecognized balances		
Experience loss	<u>140,598</u>	<u>38,314</u>
Pension expense	<u>\$ 486,796</u>	<u>\$ 385,764</u>

The pension expense is included in the statement of operations.

ROTHESAY

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2023

17. CONTINGENT LIABILITY

In the normal course of operations, the Town becomes involved in various claims and legal proceedings. While the final outcome with respect to claims and legal proceedings pending at December 31, 2023 cannot be predicted with certainty, it is the opinion of management and Council that resolution of these matters will not have a material adverse effect.

18. COMMITMENTS

Solid Waste Collection, Transportation and Recycling Services

The Town has a two year contract for solid waste services. The contract expires on December 31, 2025. The minimum annual commitment for the next two years are as follows:

2024	\$536,800
2025	\$469,200

Snow Clearing Contract

During the year, the Town entered into a contract for snow clearing services from November 2023 to April 15, 2027. The minimum annual commitment for the next four years are as follows:

2024	\$874,365
2025	\$874,365
2026	\$874,365
2027	\$874,365

19. SHORT TERM BORROWING

Operating Borrowing

As prescribed in the Local Governance Act, borrowing to finance General Operating Fund operations is limited to 4% of the Municipality's budget. Borrowing to finance Utility Fund operations is limited to 50% of the operating budget for the year. In 2023, the Town has complied with these restrictions.

Capital Funds

At December 31, 2023, there was \$329,500 short term funds (2022 - nil) borrowed from other funds and no short-term funds (2022 - nil) borrowed from a financial institution to provide interim funding for capital projects in the General Capital Fund.

At December 31, 2023, there was \$515,000 short-term funds (2022 - \$150,000) borrowed from other funds and no short-term funds (2022 - nil) borrowed from a financial institution to provide interim funding for capital projects in the Utility Capital Fund.

ROTHESAY

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2023

19. SHORT TERM BORROWING (cont'd)

Interim Borrowing Capital Funds

The Town has remaining outstanding authority for short-term borrowings as follows:

General Capital Fund, OIC # 22-0018	\$ 250,000
General Capital Fund, OIC # 23-0015	<u>2,400,000</u>
	<u>\$ 2,650,000</u>
Utility Capital Fund, OIC # 21-0061	\$ 800,000
Utility Capital Fund, OIC # 23-0068	<u>10,000,000</u>
	<u>\$ 10,800,000</u>

Inter-fund Borrowing

The Local Governance Act requires that short term inter-fund borrowings be repaid in the next year unless the borrowing is for a capital project. The amounts payable between Funds are in compliance with the requirements.

Amounts outstanding at year end are inter fund regular payables or in some cases, a short term loan may exist from the reserve account. Where a loan is in place, interest is paid to the reserve account at a rate that equates what the account would have earned had it been in the bank. These loan amounts are paid off within the following year and Council is given a summary at year end to be fully informed of these transactions.

20. UTILITY FUND SURPLUS

The Local Governance Act requires Utility Fund surplus amounts to be absorbed into one or more of four Operating Budgets commencing with the second next ensuing year; the balance of the surplus at the end of the year consists of:

	<u>2023</u>	<u>2022</u>
2023 Surplus	\$ 40,521	\$ -
2022 Surplus	33,993	33,993
2021 Surplus	<u>-</u>	<u>41,757</u>
	<u>\$ 74,514</u>	<u>\$ 75,750</u>

ROTHESAY

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2023

21. SCHEDULE OF TANGIBLE CAPITAL ASSETS

	Land	Land Improvements	Buildings and Leasehold Improvements	Vehicles	Machinery and Equipment	Roads and Streets	Infrastructure Storm Sewer	Water	Sewer	Subtotal	Assets Under Construction	2023 Total	2022 Total
COST													
Balance - beginning of year	\$ 4,929,747	\$ 9,568,701	\$ 13,512,502	\$ 6,386,284	\$ 5,962,536	\$ 45,562,787	\$ 21,171,973	\$ 29,367,288	\$ 26,453,413	\$ 162,915,231	\$ 1,791,047	\$ 164,706,278	\$ 158,983,625
Change in ownership	(664)	(396)	(15,245)	(8,657)	(3,452)	-	-	-	-	(28,414)	-	(28,414)	11,028
Add: Net additions during the year	-	294,028	3,944,504	83,809	285,220	1,274,830	766,000	560,000	1,177,876	8,386,267	(23,620)	8,362,647	6,669,289
Less: Disposals during the year	-	-	-	(52,508)	(41,701)	(205,272)	(162,246)	-	-	(461,727)	-	(461,727)	(957,664)
Balance - end of year	<u>4,929,083</u>	<u>9,862,333</u>	<u>17,441,761</u>	<u>6,408,928</u>	<u>6,202,603</u>	<u>46,632,345</u>	<u>21,775,727</u>	<u>29,927,288</u>	<u>27,631,289</u>	<u>170,811,357</u>	<u>1,767,427</u>	<u>172,578,784</u>	<u>164,706,278</u>
ACCUMULATED AMORTIZATION													
Balance - beginning of year	-	5,204,561	5,639,699	3,973,018	3,340,509	22,866,244	8,134,679	9,388,543	9,810,100	68,357,353	-	68,357,353	64,414,227
Change in ownership	-	(148)	(5,879)	(4,589)	(2,326)	-	-	-	-	(12,942)	-	(12,942)	5,317
Add: Amortization during the year	-	392,073	533,033	493,387	549,240	1,458,225	360,641	701,085	533,412	5,021,096	-	5,021,096	4,758,755
Less: Accumulated amortization on disposals	-	-	-	(50,115)	(29,349)	(143,009)	(84,125)	-	-	(306,598)	-	(306,598)	(820,946)
Balance - end of year	<u>-</u>	<u>5,596,486</u>	<u>6,166,853</u>	<u>4,411,701</u>	<u>3,858,074</u>	<u>24,181,460</u>	<u>8,411,195</u>	<u>10,089,628</u>	<u>10,343,512</u>	<u>73,058,909</u>	<u>-</u>	<u>73,058,909</u>	<u>68,357,353</u>
NET BOOK VALUE OF TANGIBLE CAPITAL ASSETS	<u>\$ 4,929,083</u>	<u>\$ 4,265,847</u>	<u>\$ 11,274,908</u>	<u>\$ 1,997,227</u>	<u>\$ 2,344,529</u>	<u>\$ 22,450,885</u>	<u>\$ 13,364,532</u>	<u>\$ 19,837,660</u>	<u>\$ 17,287,777</u>	<u>\$ 97,752,448</u>	<u>\$ 1,767,427</u>	<u>\$ 99,519,875</u>	<u>\$ 96,348,925</u>
Consists of:													
General Fund Assets	\$ 4,559,421	\$ 4,128,709	\$ 6,431,453	\$ 1,105,910	\$ 1,588,180	\$ 22,258,735	\$ 13,364,532	\$ -	\$ -	\$ 53,436,940	\$ 889,415	\$ 54,326,355	\$ 51,771,403
Utility Fund Assets	119,971	-	1,015,923	58,724	347,509	192,150	-	19,837,660	17,287,777	38,859,714	878,012	39,737,726	40,056,231
Controlled Entities	<u>249,691</u>	<u>137,138</u>	<u>3,827,532</u>	<u>832,593</u>	<u>408,840</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,455,794</u>	<u>-</u>	<u>5,455,794</u>	<u>4,521,291</u>
	<u>\$ 4,929,083</u>	<u>\$ 4,265,847</u>	<u>\$ 11,274,908</u>	<u>\$ 1,997,227</u>	<u>\$ 2,344,529</u>	<u>\$ 22,450,885</u>	<u>\$ 13,364,532</u>	<u>\$ 19,837,660</u>	<u>\$ 17,287,777</u>	<u>\$ 97,752,448</u>	<u>\$ 1,767,427</u>	<u>\$ 99,519,875</u>	<u>\$ 96,348,925</u>

ROTHESAY

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2023

22. SCHEDULE OF TANGIBLE CAPITAL ASSETS FOR JOINTLY CONTROLLED ENTITIES

	<u>Land</u>	<u>Land Improvements</u>	<u>Buildings</u>	<u>Vehicles</u>	<u>Machinery and Equipment</u>	<u>Assets Under Construction</u>	<u>2023 Total</u>	<u>2022 Total</u>
COST								
Balance - beginning of year	\$ 250,355	\$ 164,446	\$ 4,897,410	\$ 1,864,108	\$ 902,420	\$ -	\$ 8,078,637	\$ 7,104,439
Change in ownership	(664)	(396)	(15,245)	(8,657)	(3,452)	-	(28,414)	11,028
Add: Net additions during the year	-	67,206	918,159	83,809	239,209	-	1,308,382	968,945
Less: Disposals during the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>(52,508)</u>	<u>(41,701)</u>	<u>-</u>	<u>(94,209)</u>	<u>(5,775)</u>
Balance - end of year	<u>249,691</u>	<u>231,256</u>	<u>5,800,324</u>	<u>1,886,752</u>	<u>1,096,476</u>	<u>-</u>	<u>9,264,396</u>	<u>8,078,637</u>
ACCUMULATED AMORTIZATION								
Balance - beginning of year	-	82,827	1,842,169	987,711	644,741	-	3,557,346	3,235,578
Change in ownership	-	(148)	(5,879)	(4,589)	(2,326)	-	(12,942)	5,317
Add: Amortization during the year	-	11,439	136,502	121,152	74,570	-	343,663	322,226
Less: Accumulated amortization on disposals	<u>-</u>	<u>-</u>	<u>-</u>	<u>(50,115)</u>	<u>(29,349)</u>	<u>-</u>	<u>(79,465)</u>	<u>(5,775)</u>
Balance - end of year	<u>-</u>	<u>94,118</u>	<u>1,972,792</u>	<u>1,054,159</u>	<u>687,636</u>	<u>-</u>	<u>3,808,602</u>	<u>3,557,346</u>
NET BOOK VALUE OF TANGIBLE CAPITAL ASSETS	<u>\$ 249,691</u>	<u>\$ 137,138</u>	<u>\$ 3,827,532</u>	<u>\$ 832,593</u>	<u>\$ 408,840</u>	<u>\$ -</u>	<u>\$ 5,455,794</u>	<u>\$ 4,521,291</u>

ROTHESAY

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2023

23. SCHEDULE OF SEGMENT DISCLOSURE

	<u>General</u>	<u>Protective</u>	<u>Transportation</u>	<u>Environmental Health</u>	<u>Environmental Development</u>	<u>Recreation and Culture</u>	<u>Water and Sewer</u>	<u>2023 Consolidated</u>	<u>2022 Consolidated</u>
REVENUE									
Property tax warrant	\$ 3,069,238	\$ 7,447,878	\$ 4,355,496	\$ 1,283,254	\$ 995,709	\$ 2,972,199	\$ -	\$ 20,123,774	\$ 18,181,510
Sale of service	123,165	-	-	-	-	426,337	-	549,502	475,710
Services provided to other governments	-	-	85,362	-	-	-	-	85,362	81,806
Other own source	56,086	1,400	4,708	-	250,760	-	-	312,954	967,681
Unconditional grant	15,981	38,780	22,679	6,682	5,184	15,476	-	104,782	130,972
Conditional government transfers	76,003	-	1,110,000	-	-	692,958	421,460	2,300,421	2,375,988
Water and sewer user fees	-	-	-	-	-	-	3,360,101	3,360,101	3,163,226
Sundry and interest	<u>595,456</u>	<u>324,336</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>7,372</u>	<u>124,293</u>	<u>1,051,457</u>	<u>634,317</u>
	<u>3,935,929</u>	<u>7,812,394</u>	<u>5,578,245</u>	<u>1,289,936</u>	<u>1,251,653</u>	<u>4,114,342</u>	<u>3,905,854</u>	<u>27,888,353</u>	<u>26,011,210</u>
EXPENDITURE									
Salaries and benefits	1,074,232	4,985,528	1,151,830	-	279,354	1,233,850	543,884	9,268,678	7,920,984
Goods and services	1,111,004	649,789	2,940,372	951,525	287,685	1,256,173	1,554,222	8,750,770	9,927,032
Interest	6,909	22,492	67,135	-	-	82,906	251,255	430,697	431,747
Other	54,720	2,963	140,384	-	-	-	-	198,067	184,022
Amortization	<u>110,965</u>	<u>250,883</u>	<u>2,367,398</u>	<u>-</u>	<u>-</u>	<u>881,293</u>	<u>1,410,556</u>	<u>5,021,095</u>	<u>4,758,755</u>
	<u>2,357,830</u>	<u>5,911,655</u>	<u>6,667,119</u>	<u>951,525</u>	<u>567,039</u>	<u>3,454,222</u>	<u>3,759,917</u>	<u>23,669,307</u>	<u>23,222,540</u>
Surplus (deficit) for the year	\$ <u>1,578,099</u>	\$ <u>1,900,739</u>	\$ <u>(1,088,874)</u>	\$ <u>338,411</u>	\$ <u>684,614</u>	\$ <u>660,120</u>	\$ <u>145,937</u>	\$ <u>4,219,046</u>	\$ <u>2,788,670</u>

ROTHESAY

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2023

24. RECONCILIATION OF ANNUAL SURPLUS

	General Operating Fund	General Capital Fund	Utility Operating Fund	Utility Capital Fund	General Operating Reserve Fund	General Capital Reserve Fund	Utility Operating Reserve Fund	Utility Capital Reserve Fund	Jointly Controlled Entities	Total
2023 annual surplus (deficit)	\$ 5,400,488	\$ (3,222,349)	\$ 1,922,410	\$ (1,420,504)	\$ 38,834	\$ 290,940	\$ 5,328	\$ 53,280	\$ 1,150,619	\$ 4,219,046
Adjustments to annual surplus										
Surplus (deficit) for funding requirements										
Second previous year's surplus	274,070	-	41,757	-	-	-	-	-	141,468	457,295
Transfers between funds										
Transfer elimination	19,550	-	-	-	-	(19,550)	-	-	-	-
Transfer elimination	(150,715)	-	-	-	-	150,715	-	-	-	-
Transfer elimination	(875,000)	-	(150,000)	-	-	875,000	-	150,000	-	-
Transfer elimination	(7,206)	-	-	-	-	7,206	-	-	-	-
Transfer elimination	640,000	-	-	-	-	(640,000)	-	-	-	-
Transfer elimination	(876,461)	-	-	-	-	876,461	-	-	-	-
Transfer elimination	-	-	(5,686)	-	-	-	-	5,686	-	-
Transfer elimination	-	-	(11,650)	-	-	-	-	11,650	-	-
Transfer elimination	(3,879,371)	3,879,371	(1,205,500)	1,205,500	-	-	-	-	-	-
Long term debt principal repayment	(667,000)	667,000	(550,810)	550,810	-	-	-	-	-	-
Provision for retirement allowance	-	-	-	-	-	-	-	-	(54,581)	(54,581)
Provision for pension asset	(5,200)	-	-	-	-	-	-	-	(77,889)	(83,089)
Provision for sick leave accrual	-	-	-	-	-	-	-	-	(61,167)	(61,167)
Accumulated amortization on disposal of capital assets	-	(227,134)	-	-	-	-	-	-	(79,465)	(306,599)
Deferred Gas tax revenue	236,461	-	-	-	-	-	-	-	-	236,461
Unrealized loss on investments	-	-	-	-	-	-	-	-	1,415	1,415
Amortization expense	-	3,266,877	-	1,410,556	-	-	-	-	343,663	5,021,096
Total adjustments to 2023 annual surplus (deficit)	(5,290,872)	7,586,114	(1,881,889)	3,166,866	-	1,249,832	-	167,336	213,444	5,210,831
2023 annual surplus for funding requirements	\$ 109,616	\$ 4,363,765	\$ 40,521	\$ 1,746,362	\$ 38,834	\$ 1,540,772	\$ 5,328	\$ 220,616	\$ 1,364,063	\$ 9,429,877

ROTHESAY

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2023

25. STATEMENT OF RESERVES

	<u>General Operating Reserve</u>	<u>General Capital Reserve</u>	<u>Utility Operating Reserve</u>	<u>Utility Capital Reserve</u>	<u>Land for Public Purpose</u>	<u>2023 Total</u>	<u>2022 Total</u>
ASSETS							
Cash and short term investments	\$ 956,471	\$ 7,220,800	\$ -	\$ 1,378,461	\$ -	\$ 9,555,732	\$ 7,750,182
Accounts receivable from other funds	<u>-</u>	<u>(167,542)</u>	<u>113,813</u>	<u>(113,813)</u>	<u>167,542</u>	<u>-</u>	<u>-</u>
	<u>\$ 956,471</u>	<u>\$ 7,053,258</u>	<u>\$ 113,813</u>	<u>\$ 1,264,648</u>	<u>\$ 167,542</u>	<u>\$ 9,555,732</u>	<u>\$ 7,750,182</u>
ACCUMULATED SURPLUS	<u>\$ 956,471</u>	<u>\$ 7,053,258</u>	<u>\$ 113,813</u>	<u>\$ 1,264,648</u>	<u>\$ 167,542</u>	<u>\$ 9,555,732</u>	<u>\$ 7,750,182</u>
REVENUE							
Other government transfers	\$ -	\$ 876,461	\$ -	\$ -	\$ -	\$ 876,461	\$ 839,941
Transfers from Operating Funds	-	1,025,715	-	167,336	7,206	1,200,257	249,492
Interest	<u>38,834</u>	<u>283,415</u>	<u>5,328</u>	<u>53,280</u>	<u>7,525</u>	<u>388,382</u>	<u>158,001</u>
	<u>38,834</u>	<u>2,185,591</u>	<u>5,328</u>	<u>220,616</u>	<u>14,731</u>	<u>2,465,100</u>	<u>1,247,434</u>
EXPENDITURES							
Transfers to General Operating Fund	-	19,550	-	-	-	19,550	-
Transfer to General Capital Fund	-	640,000	-	-	-	640,000	900,000
Transfers to Water and Sewer Capital Fund	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>550,000</u>
	<u>-</u>	<u>659,550</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>659,550</u>	<u>1,450,000</u>
ANNUAL SURPLUS (DEFICIT)	<u>\$ 38,834</u>	<u>\$ 1,526,041</u>	<u>\$ 5,328</u>	<u>\$ 220,616</u>	<u>\$ 14,731</u>	<u>\$ 1,805,550</u>	<u>\$ (202,566)</u>

Included in the General Capital Reserve Fund is \$4,554,032 of gas tax funds to be used for capital projects that meet the criteria of the Agreement on the Gas Tax Fund with Local Governments.

ROTHESAY

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2023

25. STATEMENT OF RESERVES (cont'd)

Council Resolutions regarding transfers to and from reserves:

Date Enacted December 11, 2023

MOVED by Deputy Mayor Alexander and seconded by Counc. Boyle the Gas Tax Funding in the amount of \$876,461.00 for the year 2023, be transferred to the General Capital Reserve Fund (Gas Tax).

CARRIED.

MOVED by Deputy Mayor Alexander and seconded by Counc. Boyle the sum of \$640,000.00 be transferred from the General Capital Reserve Fund (Gas Tax) to the General Operating Fund to cover the costs of Capital projects.

CARRIED.

MOVED by Deputy Mayor Alexander and seconded by Counc. McGuire the sum of \$19,550.00 be transferred from the Town Hall Capital Reserve to the General Operating Fund to cover the costs of 2023 expenditures.

CARRIED.

MOVED by Deputy Mayor Alexander and seconded by Counc. Brown that the sum of \$150,715.00 be transferred from the General Operating Fund to the General Capital Reserve Fund to cover the costs of 2023 Regional Facility Capital expenditures.

CARRIED.

MOVED by Deputy Mayor Alexander and seconded by Counc. Boyle that the sum of \$875,000.00 be transferred from the General Operating Fund to the General Capital Reserve Fund to cover the costs of 2023 Capital projects carried forward to 2024.

CARRIED.

MOVED by Deputy Mayor Alexander and seconded by Counc. Lewis \$150,000.00 be transferred from the Utility Operating Fund to the Utility Capital Reserve Fund for water and sewer connection fees.

CARRIED.

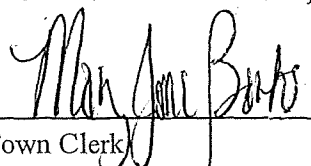
MOVED by Deputy Mayor Alexander and seconded by Counc. Boyle that \$5,686.00 be transferred from the Utility Operating Fund to the Utility Sewage Outfall Reserve Fund for Rothesay's contribution to the Sewage Outfall Reserve.

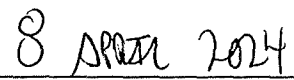
CARRIED.

MOVED by Deputy Mayor Alexander and seconded by Counc. McGuire that \$11,650.00 received from Quispamsis for Sewage Outfall be transferred from the Utility Operating Fund to the Utility Sewage Outfall Reserve Fund.

CARRIED.

I hereby certify that the above are true and exact copies of resolutions adopted at the regular meeting of Council on December 11, 2023.


Town Clerk


Date

ROTHESAY

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2023

26. STATEMENT OF JOINTLY CONTROLLED ENTITIES OPERATIONS

	<u>KV Fire</u>	<u>Police</u>	<u>Library</u>	<u>2023 Total</u>	<u>2022 Total</u>
ASSETS	\$ <u>3,793,247</u>	\$ <u>1,693,031</u>	\$ <u>1,386,636</u>	\$ <u>6,872,914</u>	\$ <u>6,018,023</u>
LIABILITIES	\$ <u>726,822</u>	\$ <u>610,632</u>	\$ <u>21,645</u>	\$ <u>1,359,099</u>	\$ <u>1,641,174</u>
ACCUMULATED SURPLUS	\$ <u>3,066,425</u>	\$ <u>1,082,399</u>	\$ <u>1,364,991</u>	\$ <u>5,513,815</u>	\$ <u>4,376,849</u>
REVENUE	\$ 3,462,569	\$ 3,547,350	\$ 99,813	\$ 7,109,732	\$ 6,422,701
EXPENDITURES	<u>2,437,443</u>	<u>3,337,824</u>	<u>186,001</u>	<u>5,961,268</u>	<u>5,727,980</u>
	1,025,126	209,526	(86,188)	1,148,464	694,721
CHANGE IN OWNERSHIP	<u>(9,387)</u>	<u>(4,227)</u>	<u>36,051</u>	<u>22,437</u>	<u>5,427</u>
ANNUAL SURPLUS (DEFICIT)	\$ <u>1,015,739</u>	\$ <u>205,299</u>	\$ <u>(50,137)</u>	\$ <u>1,170,901</u>	\$ <u>700,148</u>

The above noted entities are included in the consolidated financial statements. The above figures do not include the eliminating adjustments and represent Rothesay's proportionate share.

ROTHESAY

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2023

27. OPERATING BUDGET TO PSA BUDGET

	Operating Budget <u>General</u>	Operating Budget <u>Water and Sewer</u>	Amortization <u>TCA</u>	Controlled <u>Entities</u>	<u>Transfers</u>	<u>Total</u>
REVENUE						
Property tax warrant	\$ 20,123,778	\$ -	\$ -	\$ -	\$ -	\$ 20,123,778
Unconditional transfers from other governments	104,778	-	-	-	-	104,778
Conditional transfers from Federal or Provincial governments	51,500	-	-	-	640,000	691,500
Services other governments	80,000	-	-	-	-	80,000
Other own source	110,008	-	-	-	(12,000)	98,008
Sale of services	464,704	-	-	-	-	464,704
Other transfers	522,500	-	-	-	(522,500)	-
Water and sewer user fees	-	3,733,243	-	-	(360,000)	3,373,243
Sundry income	32,000	80,000	-	225,653	-	337,653
Surplus of second previous year	<u>274,070</u>	<u>41,757</u>	<u>-</u>	<u>-</u>	<u>(315,827)</u>	<u>-</u>
	<u>21,763,338</u>	<u>3,855,000</u>	<u>-</u>	<u>225,653</u>	<u>(570,327)</u>	<u>25,273,664</u>
EXPENDITURES						
General government services	2,577,668	-	110,000	-	(294,579)	2,393,089
Protective services	6,255,025	-	250,884	(222,015)	(324,762)	5,959,132
Transportation services	3,657,919	-	2,370,000	-	(125,179)	5,902,740
Environmental health services	1,077,728	-	-	-	-	1,077,728
Environmental development services	836,236	-	-	-	(6,286)	829,950
Recreation and cultural services	2,496,171	-	872,779	4,993	72,368	3,446,311
Fiscal services						
Long term debt repayments	667,000	548,497	-	-	(1,215,497)	-
Interest	195,591	254,803	-	-	(450,394)	-
Transfer from General Operating Fund to General Operating Reserve Fund	250,000	-	-	-	(250,000)	-
Transfer from General Operating Fund to General Capital Fund	3,750,000	-	-	-	(3,750,000)	-
Transfer from Water and Sewer Operating Fund to Water and Sewer Capital Reserve Fund	-	875,000	-	-	(875,000)	-
Water and Sewer	<u>-</u>	<u>2,176,700</u>	<u>1,410,000</u>	<u>-</u>	<u>254,800</u>	<u>3,841,500</u>
	<u>21,763,338</u>	<u>3,855,000</u>	<u>5,013,663</u>	<u>(217,022)</u>	<u>(6,964,529)</u>	<u>23,450,450</u>
Surplus (deficit)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (5,013,663)</u>	<u>\$ 442,675</u>	<u>\$ 6,394,202</u>	<u>\$ 1,823,214</u>

ROTHESAY

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2023

28. REVENUE AND EXPENDITURES SUPPORT

	2023 Budget	2023 Actual	2022 Actual
REVENUE			
Sale of services			
Community Centre	\$ 21,200	\$ 44,175	\$ 23,240
Rental revenue	121,104	130,742	96,414
Recreational programs	310,400	362,162	327,246
HIVE programs	<u>12,000</u>	<u>12,423</u>	<u>28,810</u>
	<u>\$ 464,704</u>	<u>\$ 549,502</u>	<u>\$ 475,710</u>
Other own source			
Permits and fines	\$ 82,500	\$ 252,160	\$ 175,838
Contributions by developers	-	48,255	645,068
Local improvement levy	4,708	4,708	4,708
Miscellaneous	<u>10,800</u>	<u>7,831</u>	<u>142,067</u>
	<u>\$ 98,008</u>	<u>\$ 312,954</u>	<u>\$ 967,681</u>
Conditional government transfers			
Government of Canada	\$ 50,000	\$ 62,196	\$ 35,728
Atlantic Canada Opportunities Agency	-	366,803	-
Province of New Brunswick	-	1,229,502	1,188,580
Gas Tax revenue	640,000	640,000	1,150,000
Canada Day grants	<u>1,500</u>	<u>1,920</u>	<u>1,680</u>
	<u>\$ 691,500</u>	<u>\$ 2,300,421</u>	<u>\$ 2,375,988</u>
EXPENDITURE			
General government services			
Legislative			
Mayor	\$ 47,000	\$ 41,143	\$ 41,421
Councilors	135,100	132,458	130,639
Fundy Regional Service Commission	15,075	15,076	5,239
Other	<u>13,500</u>	<u>8,793</u>	<u>6,768</u>
	<u>210,675</u>	<u>197,470</u>	<u>184,067</u>
Administrative			
Administration	876,110	847,966	818,911
Office building	177,750	207,059	183,120
Solicitor	50,000	38,525	19,030
Supplies	44,000	31,007	28,801
Information systems	99,000	114,665	200,506
Other	<u>110,000</u>	<u>126,814</u>	<u>117,202</u>
	<u>1,356,860</u>	<u>1,366,036</u>	<u>1,367,570</u>
Financial management			
Professional fees	<u>35,000</u>	<u>11,732</u>	<u>31,155</u>

ROTHESAY

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2023

28. REVENUE AND EXPENDITURE SUPPORT (cont'd)

	<u>2023</u> Budget	<u>2023</u> Actual	<u>2022</u> Actual
General government services (cont'd)			
Other			
Civic relations	1,000	2,026	60
Covid-19	-	-	6,697
Community communications	8,525	6,310	6,393
Insurance	282,462	278,436	254,475
Property tax - land for public purposes	16,000	17,410	17,824
Grants to organizations	36,500	22,703	28,628
Fox Farm Road rental expenses	4,000	13,297	10,446
Cost of assessment	324,536	324,536	293,934
Interest	7,531	6,909	2,294
Amortization	<u>110,000</u>	<u>110,965</u>	<u>125,959</u>
	<u>790,554</u>	<u>782,592</u>	<u>746,710</u>
	<u>\$ 2,393,089</u>	<u>\$ 2,357,830</u>	<u>\$ 2,329,502</u>
Protective services			
Fire			
Administration	\$ 331,010	\$ 427,530	\$ 342,752
Firefighting force	1,660,471	1,657,272	1,709,809
Telecommunications	95,176	94,610	86,895
Insurance	24,928	27,682	23,626
Prevention and training	31,208	41,605	21,746
Facilities	88,546	85,109	75,242
Fleet	43,003	55,395	45,916
Operations	28,927	29,486	29,476
Water costs	14,038	14,038	13,692
Retirement allowance	(27,284)	(27,284)	21,683
Other	1,630	1,410	1,003
Loss on disposal of tangible capital assets	4,680	4,680	-
Amortization	<u>133,303</u>	<u>133,303</u>	<u>130,573</u>
	<u>2,429,636</u>	<u>2,544,836</u>	<u>2,502,413</u>
Crimestoppers	<u>2,800</u>	<u>2,800</u>	<u>2,800</u>
Police			
Crime Control	2,520,969	2,329,403	2,074,445
Vehicle Fleet	92,109	82,785	79,221
Property	90,830	92,842	106,782
Administration	512,655	563,369	509,613
Retirement allowance	37,983	35,238	34,779
Communications	113,354	116,946	109,942
Unrealized loss on investments	1,415	1,415	41,766
Gain on disposal of tangible capital assets	(1,717)	(1,717)	-
Amortization	<u>117,581</u>	<u>117,581</u>	<u>98,373</u>
	<u>3,485,179</u>	<u>3,337,862</u>	<u>3,054,921</u>

ROTHESAY

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2023

28. REVENUE AND EXPENDITURE SUPPORT (cont'd)

	2023 Budget	2023 Actual	2022 Actual
Protective services (cont'd)			
Other			
Emergency measures	500	-	116
Animal control	5,000	3,665	2,970
Interest	24,517	22,492	1,562
Other	<u>11,500</u>	<u>-</u>	<u>9,746</u>
	<u>41,517</u>	<u>26,157</u>	<u>14,394</u>
	<u>\$ 5,959,132</u>	<u>\$ 5,911,655</u>	<u>\$ 5,574,528</u>
Transportation services			
Common			
Wages and benefits	\$ 1,348,760	\$ 1,146,027	\$ 1,048,733
Workshop, yard and equipment maintenance	756,350	840,000	679,635
Engineering	<u>7,500</u>	<u>17,841</u>	<u>50,957</u>
	<u>2,112,610</u>	<u>2,003,868</u>	<u>1,779,325</u>
Roads and Streets			
Roadway surfaces	65,000	71,547	99,985
Designated highway surfacing	-	695,000	1,243,657
Storm water and traffic studies	-	-	130,885
Crosswalks and sidewalks	17,300	16,075	17,820
Culverts and drainage ditches	40,000	37,698	36,632
Storm sewers	40,000	67,828	90,995
Street cleaning	45,000	17,611	50,996
Snow and ice removal	810,000	864,561	684,756
Street lighting	145,000	151,763	148,728
Street signs	10,000	9,361	12,823
Traffic lane marking	35,000	32,120	33,279
Traffic signals and signs	10,000	23,325	9,679
Railway crossing signals	25,000	22,167	19,375
Public transit - Comex Service	89,652	76,692	78,088
Flood costs	15,000	2,586	616
Interest	73,178	67,135	65,777
Loss on disposal of tangible capital assets	-	140,384	136,718
Amortization	<u>2,370,000</u>	<u>2,367,398</u>	<u>2,356,300</u>
	<u>3,790,130</u>	<u>4,663,251</u>	<u>5,217,109</u>
	<u>\$ 5,902,740</u>	<u>\$ 6,667,119</u>	<u>\$ 6,996,434</u>

ROTHESAY

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2023

28. REVENUE AND EXPENDITURE SUPPORT (cont'd)

	2023 Budget	2023 Actual	2022 Actual
Environmental health services			
Solid waste disposal	\$ 224,280	\$ 235,704	\$ 213,639
Solid waste compost	38,448	32,067	31,469
Solid waste collection	771,000	647,103	682,657
Curbside recycling	4,000	-	3,093
Clean up campaign	<u>40,000</u>	<u>36,651</u>	<u>31,423</u>
	<u>\$ 1,077,728</u>	<u>\$ 951,525</u>	<u>\$ 962,281</u>
Environmental development services			
Environmental planning and zoning	\$ 620,000	\$ 360,407	\$ 376,112
Envision SJ	191,950	191,576	192,000
Tourism	<u>18,000</u>	<u>15,056</u>	<u>-</u>
	<u>\$ 829,950</u>	<u>\$ 567,039</u>	<u>\$ 568,112</u>
Recreation and cultural services			
Administration	\$ 399,000	\$ 446,319	\$ 383,924
Beaches	53,500	59,872	48,766
Rothesay Arena	349,000	404,921	406,862
Memorial Centre	67,850	90,068	48,856
Summer programs	72,100	81,385	65,551
Rothesay Common	52,950	73,095	40,034
Parks and gardens	691,725	679,071	624,734
Regional Facilities Commission	511,534	376,800	430,117
Kennebecasis Public Library Inc	90,005	88,557	92,198
Special events	40,000	40,557	28,492
HIVE programs	14,000	10,133	9,794
Playgrounds and fields	134,000	126,775	116,583
Living museum	-	315	-
PRO Kids	7,500	7,500	-
Wells canopy	-	4,655	-
Interest	90,368	82,906	92,121
Amortization	<u>872,779</u>	<u>881,293</u>	<u>797,862</u>
	<u>\$ 3,446,311</u>	<u>\$ 3,454,222</u>	<u>\$ 3,185,894</u>
Water and sewer services			
Water System			
Administration	\$ 500,000	\$ 453,134	\$ 470,644
Purification maintenance and treatment	536,000	547,287	518,785
Source of supply - purchase of water	1,200	785	1,605
Transmission and distribution	110,000	83,477	86,464
Power and pumping	51,000	53,208	49,779
Billing and collecting	<u>5,000</u>	<u>2,123</u>	<u>3,875</u>
	<u>1,203,200</u>	<u>1,140,014</u>	<u>1,131,152</u>

ROTHESAY

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2023

28. REVENUE AND EXPENDITURE SUPPORT (cont'd)

	<u>2023</u> Budget	<u>2023</u> Actual	<u>2022</u> Actual
Sewer System			
Administration	688,500	688,523	661,335
Sewer collection system	105,000	89,274	98,420
Sewer lift stations	77,000	62,037	47,593
Treatment and disposal	<u>103,000</u>	<u>118,258</u>	<u>147,611</u>
	<u>973,500</u>	<u>958,092</u>	<u>954,959</u>
Interest	254,800	251,255	269,993
Amortization	<u>1,410,000</u>	<u>1,410,556</u>	<u>1,249,685</u>
	<u>1,664,800</u>	<u>1,661,811</u>	<u>1,519,678</u>
	<u>\$ 3,841,500</u>	<u>\$ 3,759,917</u>	<u>\$ 3,605,789</u>