TOWN OF TRURO

CONSOLIDATED FINANCIAL STATEMENTS

MARCH 31, 2022

Town of Truro

Contents

Town of Truro

Management's Responsibility for the Consolidated Financial Statements

The consolidated financial statements have been prepared by management in accordance with Canadian public sector accounting standards, and the integrity and objectivity of these consolidated statements are management's responsibility. Management is also responsible for all of the notes to the consolidated financial statements and supplementary schedules, and for ensuring that this information is consistent, where appropriate, with the information contained in the consolidated financial statements. A summary of the significant accounting policies are described in Note 1 to the consolidated financial statements. The preparation of consolidated financial statements necessarily involves the use of estimates based on management's judgment, particularly when transactions affecting the current accounting period cannot be finalized with certainty until future periods.

Management is also responsible for implementing and maintaining a system of internal controls to provide reasonable assurance that reliable financial information is produced. The internal controls are designed to provide reasonable assurance that assets are safeguarded, transactions are properly authorized and recorded in compliance with legislative and regulatory requirements, and reliable financial information is available on a timely basis for preparation of the consolidated financial statements.

Council is responsible for ensuring that management fulfills its responsibilities for financial reporting and internal control and exercises these responsibilities through the Audit Committee. Council reviews internal financial statements on a regular basis and external audited consolidated financial statements annually. The Audit Committee also discusses any significant financial reporting or internal control matters prior to their approval of the consolidated financial statements.

The external auditors, Grant Thornton LLP, conduct an independent examination, in accordance with Canadian auditing standards, and express their opinion on the consolidated financial statements. The external auditors have full and free access to financial management of the Town of Truro and meet when required. The accompanying Independent Auditor's Report outlines their responsibilities, the scope of their examination and their opinion on the consolidated financial statements.

On behalf of the Town of Truro

Michael W. Dolter, CPA, CMA
Chief Administration Officer

Bonnie Coulter, CPA, CA
Director of Corporate Services

September 12, 2022

GrantThornton

Independent auditor's report

Grant Thornton LLP
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To the Mayor and Council of the Town of Truro

Opinion

We have audited the consolidated financial statements of the Town of Truro ("the Town") on pages 4-26, which comprise the consolidated statement of financial position as at March 31, 2022, and the consolidated statements of operations, changes in net 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 the Town of Truro as at March 31, 2022, and its results of operations, its changes in its net 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 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 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 27-30 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 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 Town'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 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.

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 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 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 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 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 Town 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

Truro, Canada
September 12, 2022

Chartered Professional Accountants

Town of Truro
Consolidated Statement of Financial Position

March 31		2022		2021
FINANCIAL ASSETS				
Cash and cash equivalents (Note 1)	$	19,632,804	$	13,477,233
Receivables				
Taxes and sewer rates, net of valuation allowance (Note 2)		928,310		936,187
Water rates (net of allowance - $25,000; 2021 - $25,000)		657,578		684,734
Due from federal government		492,122		396,285
Due from provincial government		100,000		100,000
Loans and advances (net of allowance - $177,645; 2021- $181,284)		40,000		45,000
Other receivables (net of allowance - $15,000; 2021 - $15,000)		499,310		537,268
Land held for resale (Note 1)		689,816		689,816
	$	23,039,940	$	16,866,523
LIABILITIES				
Payables and accruals	$	3,983,915	$	3,351,987
Prepaid taxes		675,542		400,145
Deferred revenue (Note 3)		4,169,267		1,180,786
Tax sale surplus (Note 5)		88,799		93,699
Post employment benefits (Note 6)		884,615		785,625
Long term debt (Page 25)		14,652,482		15,932,052
		24,454,620		21,744,294
NET DEBT		(1,414,680)		(4,877,771)
NON-FINANCIAL ASSETS				
Tangible capital assets (Page 24)		173,257,073		170,259,823
Less accumulated amortization		(76,323,109)		(72,871,719)
Inventory not held for resale (Note 1)		186,883		110,322
Prepaid expenses		109,604		92,897
Restricted deposits		-		235,250
NET NON-FINANCIAL ASSETS		97,230,451		97,826,573
ACCUMULATED SURPLUS	$	95,815,771	$	92,948,802

Commitments (Note 9)
Contingencies (Note 13)

Approved on behalf of the Council of the Town of Truro

Mayor

CAO

See accompanying notes to the consolidated financial statements

Town of Truro
Consolidated Statement of Operations
Year Ended March 31

	Page	2022 Budget (Note 12)	2022 Actual	2021 Actual
Revenue				
Assessable property taxes and sewer rates	8	$ 20,435,702	$ **21,562,213**	$ 20,662,504
Grants in lieu of taxes	8	803,145	**793,559**	820,464
Services provided to other governments	9	352,652	**361,978**	362,235
Sale of services	9	719,434	**926,816**	833,413
Other revenue from own sources	9	271,770	**465,341**	708,133
Rath Eastlink Community Centre		1,312,350	**1,048,024**	627,542
Regional Network Enterprise		179,068	**102,971**	149,731
Unconditional transfers from government	10	1,359,700	**2,728,031**	1,363,456
Conditional transfers from government	10	2,227,453	**3,478,919**	2,784,226
Water revenues	10	3,612,373	**3,656,638**	3,682,079
Total revenue		31,273,647	**35,124,490**	31,993,783
Expenses				
General government services	11	4,117,123	**4,487,204**	3,994,257
Protective services	12	8,440,724	**8,376,703**	8,177,693
Transportation services	12	6,322,438	**6,959,615**	6,468,026
Environmental health services	13	2,529,661	**2,682,404**	2,347,328
Public health services	13	25,756	**25,685**	40,251
Environmental development services	13	1,083,109	**1,032,328**	975,301
Recreation and cultural services	14	4,286,257	**4,182,620**	3,726,302
Rath Eastlink Community Centre		1,822,312	**1,618,349**	1,023,237
Regional Network Enterprise		221,418	**152,163**	186,751
Water expenses	14	2,979,566	**2,740,450**	2,593,296
Total expenses		31,828,364	**32,257,521**	29,532,442
Net surplus, (deficit)		$ (554,717)	**2,866,969**	2,461,341
Accumulated surplus, beginning of year			**92,948,802**	90,487,461
Accumulated surplus, end of year			$ **95,815,771**	$ 92,948,802

See accompanying notes to the consolidated financial statements

Town of Truro
Consolidated Statement of Cash Flows

Year Ended March 31		2022		2021
Increase (decrease) in cash and cash equivalents				
Operating activities				
Net surplus	$	2,866,969	$	2,461,341
Amortization		4,734,357		4,680,814
Write down of tangible capital assets		282,366		-
Loss (gain) on disposal of tangible capital assets, net		16,221		(12,924)
		7,899,913		7,129,231
Taxes and sewer rate receivable		7,877		306,665
Water rates receivable		27,156		27,996
Accounts receivable		(52,879)		151,977
Payables, accruals and other liabilities		3,989,896		223,738
Inventory not held for resale		(76,561)		57,872
Prepaid expenses		(16,707)		57,377
Restricted deposits		235,250		124,050
		12,013,945		8,078,906
Capital activities				
Acquisition of tangible capital assets		(5,040,557)		(3,426,030)
Proceeds on sale of tangible capital assets		461,753		402,316
		(4,578,804)		(3,023,714)
Financing activities				
Issuance of long term debt		1,371,790		732,443
Debt principal repayment		(2,651,360)		(2,979,549)
		(1,279,570)		(2,247,106)
Net change in cash and cash equivalents		6,155,571		2,808,086
Cash and cash equivalents				
Beginning of year		13,477,233		10,669,147
End of year	$	19,632,804	$	13,477,233

See accompanying notes to the consolidated financial statements

Town of Truro

Consolidated Statement of Changes in Net Debt

Year Ended March 31

	2022		2021
	Budget	Actual	Actual
Net surplus (deficit)	$ (554,717)	$ 2,866,969	$ 2,461,341
Changes in tangible capital assets			
Acquisition of tangible capital assets	(5,766,525)	(5,040,557)	(3,426,030)
Amortization of tangible capital assets	4,754,200	4,734,357	4,680,814
Write down of assets		282,366	
Proceeds on sale of tangible capital assets	-	461,753	402,316
Loss (gain) on disposal of tangible capital assets, net	-	16,221	(12,924)
	(1,012,325)	454,140	1,644,176
Changes in other non-financial assets			
Inventory not held for resale	-	(76,561)	57,872
Prepaid expenses	-	(16,707)	57,377
Restricted deposits		235,250	124,050
	-	141,982	239,299
Change in net debt	$ (1,567,042)	3,463,091	4,344,816
Net debt, beginning of year		(4,877,771)	(9,222,587)
Net debt, end of year		$ (1,414,680)	$ (4,877,771)

See accompanying notes to the consolidated financial statements

Town of Truro
Schedules to Consolidated Statement of Operations
Year Ended March 31

	2022 Budget	2022 Actual	2021 Actual
Assessable property taxes and sewer rates			
Residential	$ 11,967,330	$ 11,988,149	$ 11,846,194
Commercial	9,455,664	9,411,820	9,537,516
Resource	20,206	20,180	17,573
Recreation	5,980	6,602	6,289
Forest property (less than 50,000 acres)	191	194	245
Forest property (50,000 acres or more)	245	245	194
Road Preservation Tax - Residential	339,613	340,209	336,181
Road Preservation Tax - Commercial	107,473	107,161	108,487
	21,896,702	21,874,560	21,852,679
Business property			
Based on revenue - Bell Aliant	68,000	69,641	71,821
Nova Scotia Power Inc - Grant in lieu of taxes	17,000	17,695	18,303
Nova Scotia Power Inc - HST rebate	65,000	81,495	79,052
	150,000	168,831	169,176
Other			
Sewer rates	945,000	945,410	994,424
Deed transfer tax	400,000	1,581,814	534,449
Total tax levied	23,391,702	24,570,615	23,550,728
Expenditures as a reduction of tax revenue			
Appropriations to regional school board	(2,645,000)	(2,666,724)	(2,598,048)
Transfer to correctional services	(166,000)	(164,349)	(165,507)
Deficit of regional housing authority	(145,000)	(177,329)	(124,669)
	(2,956,000)	(3,008,402)	(2,888,224)
	$ 20,435,702	$ 21,562,213	$ 20,662,504

	2022 Budget	2022 Actual	2021 Actual
Grants in lieu of taxes			
Federal government	$ 686,665	$ 678,599	$ 707,550
Provincial government			
Fire protection	64,519	60,734	60,122
Provincial property	51,961	54,226	52,792
	$ 803,145	$ 793,559	$ 820,464

Town of Truro
Schedules to Consolidated Statement of Operations

Year Ended March 31

	2022 Budget	2022 Actual	2021 Actual
Services provided to other governments			
Other local governments			
County of Colchester	$ 81,000	$ 94,101	$ 86,788
Millbrook First Nations	256,652	256,652	265,093
Town of Stewiacke	15,000	11,225	10,354
	$ 352,652	$ 361,978	$ 362,235

	2022 Budget	2022 Actual	2021 Actual
Sale of services			
General government services	$ 175,134	$ 183,547	$ 177,388
Protective services	239,000	306,040	320,421
Transportation services	2,800	67,071	2,440
Environmental development services	12,200	24,770	16,363
Recreation and cultural services			
Stadium	200,500	196,226	223,692
Douglas Street Community Centre	61,800	56,788	44,588
Victoria Park	6,500	-	3,260
Day camp	-	5,676	-
Other	21,500	86,698	45,261
	$ 719,434	$ 926,816	$ 833,413

	2022 Budget	2022 Actual	2021 Actual
Other revenue from own sources			
Licenses and permits	$ 4,500	$ 9,516	$ 4,779
Fines	125,000	74,987	100,305
Rentals	-	1,369	1,368
Return on investments	5,000	110,622	101,306
Penalties and interest on taxes	131,000	158,207	176,772
Contributions for capital	-	85,119	290,000
Gain on disposition of assets	-	7,125	12,926
Miscellaneous	6,000	18,396	20,677
Revenue collected for other government agencies	269,851	267,238	267,772
Transmission of revenue collected	(269,581)	(267,238)	(267,772)
	$ 271,770	$ 465,341	$ 708,133

Town of Truro
Schedules to Consolidated Statement of Operations
Year Ended March 31

	2022 Budget	2022 Actual	2021 Actual
Unconditional transfers from other governments			
Provincial government			
Financial Capacity grant	$ 1,346,600	$ 2,693,276	$ 1,346,638
Farm property acreage	1,100	1,135	1,114
Other provincial			
911 cost recovery	4,500	4,474	4,529
Dairy stewardship program	7,500	29,146	11,175
	$ 1,359,700	$ 2,728,031	$ 1,363,456

	2022 Budget	2022 Actual	2021 Actual
Conditional transfers from governments			
Federal government			
Aboriginal Affairs	$ 460,000	$ 651,275	$ 512,590
Canada Community Building Fund	978,953	1,349,029	1,127,634
Summer student funding	-	24,838	-
New Horizons, Seniors Mentoring Plus Program	213,500	184,503	107,854
Safe Restart Funding	-	372,103	380,000
Grants for capital projects	-	142,214	-
Provincial government			
Safe communities	400,000	400,000	400,000
Criminal intelligence service	125,000	132,126	130,293
Police training reimbursement	-	4,097	7,999
Court disclosure	-	23,188	-
Active communities	25,000	36,743	39,483
Senior safety and other grants	25,000	22,219	33,346
Recreation programming	-	4,457	-
Co-op student funding program	-	4,087	-
Grants for capital projects	-	85,533	-
COVID signage	-	-	4,800
NS Fuel Tax Rebate	-	42,507	33,600
Accessibility Grant	-	-	6,627
	$ 2,227,453	$ 3,478,919	$ 2,784,226

	2022 Budget	2022 Actual	2021 Actual
Water revenues			
Metered sales	$ 3,300,000	$ 3,251,901	$ 3,343,451
Flat rate sales	23,000	22,245	22,394
Public fire protection	155,873	159,132	159,132
Private fire protection	36,000	39,970	39,801
Sprinkler service	40,000	41,531	40,984
Miscellaneous	57,500	105,620	60,788
Gain on disposition of assets	-	19,110	-
Return on investments	-	17,129	15,529
	$ 3,612,373	$ 3,656,638	$ 3,682,079

Town of Truro
Schedules to Consolidated Statement of Operations
Year Ended March 31

	2022 Budget	2022 Actual	2021 Actual
General government services			
Legislative			
Mayor remuneration	$ 55,247	$ 53,887	$ 54,059
Mayor expenses	2,500	236	1,634
Council remuneration	181,748	177,311	165,880
Council expenses	35,950	21,172	17,067
	275,445	252,606	238,640
General administration			
Administrative	842,350	925,670	926,432
Information technology	665,100	604,625	514,269
Financial management	792,400	779,641	813,954
Taxation			
Tax rebates	25,000	15,912	217,706
Transfer for assessment services	152,129	152,129	154,173
Loss on disposal of assets	-	42,456	-
Cost to sell assets	-	119,991	-
Writedown of tangible capital assets	-	160,128	-
Post employment sick leave benefits	-	98,990	91,161
Common services	170,300	159,125	125,800
	2,647,279	3,058,667	2,843,495
Debt charges			
General operations interest & charges	7,800	8,763	7,262
Interest on long term debt - debenture	13,749	12,147	16,836
Debt financing fees	4,000	8,571	1,899
	25,549	29,481	25,997
Valuation allowance			
Uncollectible taxes	10,000	-	3,777
Other doubtful accounts	2,000	-	(2,467)
	12,000		1,310
Other general government services			
Grants to organizations	361,000	360,839	176,000
Other	203,850	193,322	119,414
	564,850	554,161	295,414
	3,525,123	3,894,915	3,404,856
Amortization	592,000	592,289	589,401
	$ 4,117,123	$ 4,487,204	$ 3,994,257

Town of Truro

Schedules to Consolidated Statement of Operations

Year Ended March 31

	2022 Budget	2022 Actual	2021 Actual
Protective services			
Police protection			
Police services operations	$ 5,446,200	$ 5,431,033	$ 5,318,259
Dispatch services	459,000	344,842	391,220
	5,905,200	5,775,875	5,709,479
Fire protection	2,141,000	2,210,180	2,105,662
Emergency measures	44,400	38,155	39,434
Writedown of assets	-	2,533	-
Debt charges			
Interest on long term debt - debenture	7,124	6,627	9,476
Other protective services			
Animal control	40,000	40,000	40,000
	8,137,724	8,073,370	7,904,051
Amortization	303,000	303,333	273,642
	$ 8,440,724	$ 8,376,703	$ 8,177,693

	2022 Budget	2022 Actual	2021 Actual
Transportation services			
Common services	$ 1,489,200	$ 1,485,545	$ 1,820,839
Road transport			
Streets and sidewalks	1,664,000	1,990,105	1,765,388
Snow and ice removal	650,000	853,750	473,822
Street lighting	235,000	243,469	206,720
Traffic services	141,700	139,295	120,932
Other	49,000	52,503	49,309
	2,739,700	3,279,122	2,616,171
Debt charges			
Interest on long term debt - debenture	28,538	10,971	14,167
	2,768,238	3,290,093	2,630,338
Write down of assets	-	117,068	-
Amortization	2,065,000	2,066,909	2,016,849
	$ 6,322,438	$ 6,959,615	$ 6,468,026

Town of Truro
Schedules to Consolidated Statement of Operations

Year Ended March 31

	2022 Budget	2022 Actual	2021 Actual
Environmental health services			
Sewage collection and disposal			
Sewage collection systems	$ 546,450	$ 693,340	$ 503,530
Sewage treatment and disposal	813,000	863,992	698,265
Share of County of Colchester sewage treatment debt charges	309,711	309,710	314,890
	1,669,161	1,867,042	1,516,685
Garbage and waste collection and disposal			
Garbage, waste collection and disposal	439,000	399,338	408,398
Recycling	52,500	50,361	51,950
Composting	69,000	64,928	63,448
	560,500	514,627	523,796
Amortization	300,000	300,735	306,847
	$ 2,529,661	$ 2,682,404	$ 2,347,328

	2022 Budget	2022 Actual	2021 Actual
Public health services			
Interest on long term debt	$ 25,756	$ 25,685	$ 40,251

	2022 Budget	2022 Actual	2021 Actual
Environmental development services			
Planning and development			
Planning administration	$ 766,469	$ 760,205	$ 739,467
Business development	86,240	34,048	33,156
Building inspection	18,000	10,154	7,330
	870,709	804,407	779,953
Community development			
Other	4,500	66,068	8,981
Natural resources (tree) development	190,150	142,809	170,838
Tourism	6,750	7,714	10,157
	1,072,109	1,020,998	969,929
Amortization	11,000	11,330	5,372
	$ 1,083,109	$ 1,032,328	$ 975,301

Town of Truro
Schedules to Consolidated Statement of Operations
Year Ended March 31

	2022 Budget	2022 Actual	2021 Actual
Recreation and cultural services			
Recreation facilities			
Administration	$ 613,500	$ 598,763	$ 568,888
Victoria Park pool	4,500	4,050	4,354
Skating rinks and multi-purpose centres			
Stadium	550,700	420,333	449,868
Douglas Street Community Centre	173,600	151,294	120,541
Other facilities			
Victoria Park	106,050	77,532	45,618
Civic Square	69,400	44,311	28,000
Sports fields, green spaces and other parks	958,600	1,084,742	781,258
Other			
Downtown maintenance	61,600	37,987	42,920
Litter control	12,100	17,856	3,516
Recreation programs	63,900	74,352	35,157
Writedown of assets	-	2,637	-
Other recreation services	42,300	56,101	52,326
	2,656,250	2,569,958	2,132,446
Cultural buildings and facilities			
Library - local branch	170,000	164,784	144,484
Transfer to regional library	90,000	90,200	81,713
	260,000	254,984	226,197
Debt charges			
Interest on long term debt	404,007	390,870	417,479
	3,320,257	3,215,812	2,776,122
Amortization	966,000	966,808	950,180
	$ 4,286,257	$ 4,182,620	$ 3,726,302

	2022 Budget	2022 Actual	2021 Actual
Water expenses			
Source of supply	$ 20,000	$ 2,027	$ -
Power and pumping	156,150	114,789	127,396
Water treatment	1,321,500	1,283,357	1,210,061
Transmission and distribution	885,900	754,351	594,629
Administration and general	61,500	78,910	102,330
Interest on long term debt	17,316	14,063	20,356
	2,462,366	2,247,497	2,054,772
Amortization	517,200	492,953	538,524
	$ 2,979,566	$ 2,740,450	$ 2,593,296

1 Summary of significant accounting policies

The consolidated financial statements of the Town of Truro (the "Town") are prepared by management in accordance with generally accepted accounting principles for local governments, as recommended by the Public Sector Accounting Board of Chartered Professional Accountants (CPA) Canada. Significant aspects of the accounting policies adopted by the Town are as follows:

a) 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 Town and which are owned or controlled by the Town. In addition to general government tax-supported operations, the water utility operations and the Truro Industrial Development Society, they include the following:

Central Nova Scotia Civic Centre Society (Operating as the "Rath Eastlink Community Centre) - proportionately consolidated

Truro/Colchester Regional Enterprise Network (REN) - proportionately consolidated

A government partnership exists where the Town has shared control over the entity. The Town's pro-rata share of the assets, liabilities, revenues and expenses are reflected in the consolidated financial statements using the proportionate consolidation method. The Town's proportionate interest of the Civic Centre is 50%, which has been reflected in the consolidated financial statements. The Town's proportionate interest of the REN is 31%, which has been reflected in the consolidated financial statements.

Interdepartmental and organizational transactions and balances are eliminated.

b) 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 in which the goods and services are acquired and a liability is incurred or transfers are due.

c) Fund accounting

Funds within the consolidated financial statements consist of the operating, capital and reserve funds for the general operations, the water utility, Truro Industrial Development Society and the proportionate share of the Central Nova Scotia Civic Centre Society, and the Truro/Colchester Regional Enterprise Network.

d) 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. Estimates in the consolidated financial statements include the allowance for doubtful accounts, amortization expense based on estimated useful lives of tangible capital assets and sick leave liability. Actual results could differ from those estimates.

e) Revenue recognition

Tax revenues are property tax billings which are prepared by the Town based on assessment rolls. Tax rates are established annually by Town Council. Taxes are billed based on the assessment rolls provided by the Property Services Valuation Corporation a non-for-profit organization responsible for assessment under the Nova Scotia Assessment Act. Taxation revenues are recorded at the time tax billings are issued. Assessments and the related property taxes are subject to appeal. Any supplementary billing adjustments made necessary by the determination of such changes will be recognized in the fiscal year they are determined.

Revenues from services to other governments, sale of services, water fire protection and other revenues are recognized when services are performed and/or when earned as long as amounts can be reasonably estimated and collection is reasonably assured.

1 **Summary of significant accounting policies** (continued)

e) **Revenue recognition (continued)**

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.

f) **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.

Government transfers to individuals and other entities are recognized as an expense when the transfers are authorized and all eligibility criteria have been met.

g) **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 deficit, provides the consolidated change in net debt for the year.

h) **Tangible capital assets**

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

Land improvements	5 - 25 years
Buildings	10 - 75 years
Engineered structures	20 - 75 years
Machinery and equipment	5 - 75 years
Vehicles	2 - 5 years

Amortization is charged in the year of acquisition. 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 Town'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.

i) **Land held for resale**

Costs incurred which are directly attributable to the development of land in the industrial park are capitalized as part of the land cost. Costs incurred which are directly attributable to the construction of streets, sewers and water mains will be transferred to property and equipment when deeded to the Town.

1 **Summary of significant accounting policies** (continued)

j) Inventory not held for resale

Inventories of materials and supplies held for consumption are valued at the lower of cost and net realizable value, with cost determined by the average cost method.

k) Segmented information

The Town of Truro 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 fund. This presentation is in accordance with the Provincial Financial Reporting and Accounting Manual, and was created for the purpose of recording specific activities to attain certain objectives in accordance with special regulations, restrictions or limitations. Municipal services are provided by departments and their activity is reported in these funds. The services provided by these departments are as follows:

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

Protective services
The Town is primarily responsible for fire protection and public safety for its residents. The Town pays the operating and capital expenditures for the police and fire departments. Other protective services include fees paid to the province for correctional services.

Transportation services
The Town is responsible for the maintenance and construction of local roads and sidewalks including snow removal.

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

Public health services
This department provides financial assistance in the areas of public housing and health services.

Environmental development services
The Town is responsible for the issuance of development permits and approval of development applications. This department also includes municipal contributions to the regional economic development authorities.

Recreation and cultural services
This department is responsible for promoting and offering recreation services to the Town's residents, specializing in maintaining and assisting recreational facilities within the Town such as parks, swimming pools, trails and libraries.

Water
This department manages water treatment and distribution facilities and services within the Town and includes activities such as source of supply, power and pumping, water treatment, transmission and distribution.

1 **Summary of significant accounting policies** (continued)

l) Cash and cash equivalents

Cash and cash equivalents includes unrestricted cash of $5,727,170 (2021 - $4,889,879) and internally designated cash of $13,905,634 (2021 - $8,587,354). These totals include cash on hand and balances with banks.

m) Trust funds

The trust funds being administered by the Town are not consolidated with the accounts of the Town. The trust fund balance as at March 31, 2022 is $376,590 (2021 - $359,810).

n) Budget figures

The budget figures contained in these consolidated financial statements were approved by Council on April 12, 2021 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 12 outlines the original fiscal plan and the adjustments made to come to the budget figures shown in these consolidated financial statements.

o) Contribution to provincial government departments and agencies

The Town is required to contribute to the operations of various provincial government departments and boards, along with other municipal units in the province, based on formulas defined in legislation.

p) Deferred revenue

Deferred revenue relates to the Central Nova Scotia Civic Centre Society, the Canada Community Building Fund and government transfers received for the TAAC Ground Revitalization. The Central Nova Scotia Civic Centre Society deferred revenue balance consists of grants, major events, membership and sponsorships which will be recognized in the period in which the revenue has been earned. Canada Community Building Fund and funding received for the TAAC Ground Revitalization is funding that is deferred revenue and will be recognized in the period in which stipulations and eligibility criteria have been met. See Note 3.

q) 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 all the following criteria are met:

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

As at March 31, 2022 there are no known contaminated sites identified.

2 Taxes and sewer rates receivable

		2022		2021
Balance, beginning of year	$	971,187	$	1,242,852
Current period tax and interest		25,469,065		23,727,500
		26,440,252		24,970,352
Collections		25,476,942		(23,999,165)
Balance, end of year		963,310		971,187
Valuation allowance		(35,000)		(35,000)
Balance, net of valuation allowance end of year	$	928,310	$	936,187

3 Deferred revenue

	Canada Community Building Fund	Safe Restart	TAAC Revitalization	Other	Total
Balance, beginning of year	$ 685,619	$ 372,103	$ -	$ 123,064	$ 1,180,786
Contributions	2,045,439	-	2,666,000	-	4,711,439
Amounts recognized as revenue	(1,349,029)	(372,103)	-	(1,826)	(1,722,958)
Balance, end of year	$ 1,382,029	$ -	$ 2,666,000	$ 121,238	$ 4,169,267

4 Long term debt

Principal repayments required during the next five fiscal years are as follows:

	General Operating	General Capital	Water Capital	Total
2023	355,000	4,355,593	185,375	4,895,968
2024	245,000	2,532,398	185,375	2,962,773
2025	155,000	963,331	185,375	1,303,706
2026	55,000	651,293	-	706,293
2027	55,000	594,347	-	649,347

All long-term debt outstanding has been properly authorized by the Department of Municipal Affairs.

5 Tax sale surplus

The Town is required to hold these funds in the Operating Fund statement of financial position for 20 years. After the expiry date, the cash will then be transferred to the Capital Reserve Fund. Of the total amount, the following can be transferred:

2026	$22,180
2027	$6,185
2030	$36,128
2033	$1,566
2039	$9,329
2040	$1,973
2041	$11,438

6 Post employment benefits

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 vesting and accumulating. The valuation was completed as at March 31, 2022.

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:

	2022	2021
Current period benefit expense	$ 261,774	$ 242,482
Interest expense	32,508	31,053
Total sick leave expense	$ 294,282	$ 273,535

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

	2022	2021
Balance, beginning of year	$ 785,625	$ 694,464
Benefit expense	261,774	242,482
Interest expense	32,508	31,053
Employer contributions	(195,292)	(182,374)
Balance, end of year	$ 884,615	$ 785,625

Assumptions:

Discount rate:	2.45% per annum	(2021-1.7% per annum)
Salary increases:	3.0% per annum	(2021-3.00% per annum)
Termination rate:	Ontario Light Termination rate	
Retirement age:	Maximum age 65	
Excess sick leave utilization	1.5 days to 6.5 days each year depending on age group	(2021- 1.25 to 6.75 days each year)

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), up to a maximum of 130
- Employees who retire between the ages of 55 and 65 with at least 25 years of service are entitled to receive a pay out of their accumulated sick days based on their rate of pay at the time of their retirement.
- Employees who retire between the ages of 55 and 65 with between 20 and 25 years of service are entitled to receive a pay out of their accumulated sick days based on their prorated rate of pay at the time of their retirement.
- No other benenfits in respect to accumulated sick leave are payable upon retirement, terminations or death.

7 Pensions

Nova Scotia Public Superannuation Plan ("PSSP")
Effective January 1, 2020, assets and liabilities from the Pension Plan for Employees of the Town of Truro ("original plan") were transferred to the Nova Scotia Public Superannuation Plan ("PSSP"), which is a multi-employer pension plan. Members of the original plan became members of the PSSP effective on that date. The Town's only obligation with respect to the PSSP is to remit employer contributions when due. As such, in accordance with PSAS 3250, the Town no longer is required to separately report a pension expense and accrued benefit liability relating to a defined benefit plan. The Town accounts for the PSSP as a defined contribution plan. The Town recognized pension expense of $747,536 for the PSSP for the year ending March 31, 2022 (2021 - $831,361).

Police Association of Nova Scotia Pension Plan
The Town also contributes to a defined benefit plan administered by the Police Association of Nova Scotia which covers Police Locals 201 and 211 who are employees of the Town. These plan assets are administered by the APA and the Town is responsible for contributing its portion of any going concern deficiency. The most recent actuarial valuation for this plan was completed for December 31, 2019 and indicated this plan is fully funded on a going concern basis with assets exceeding the actuarial liabilities by $12,938,000.

Under changes to the Regulations of the Nova Scotia Pension Benefits Act in 2012, effective January 1, 2013 the Town is exempted from funding on a solvency basis.

8 Contributions to Boards and Commissions

The Town is required to finance the operations of various boards and commissions along with other municipal units in Colchester County to the extent of its participation based on assessment or population.

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

Contribution to Regional Library Board
During the year, the Town paid $90,200 (2021– $81,713) to the Regional Library Board for costs of operations of the Truro branch of the Regional Library.

Contribution to Truro Housing Authority
During the year, the Town paid $177,329 (2021 - $124,669) to the Truro Housing Authority to fund its share of the prior year's deficit.

9 Commitments

The Town cost shares equally with the Municipality of the County of Colchester on any operational losses of the Rath Eastlink Community Centre. The Town's share of revenues and expenditures are disclosed as separate line items in the consolidated financial statements.

The Town of Truro has agreed to share in the cost of various projects with the County of Colchester and the Town of Stewiacke.

Project	Town share	Town's share of capital cost	Town's commitment as at March 31, 2022
a) Wastewater Treatment (Upgrades 2014)	100%	$ 3,232,588	$ 2,101,185
b) Wastewater Treatment (Upgrades 2016)	50%	953,568	715,176
		$ 4,186,156	$ 2,816,361

Payments made during the year toward these commitments are disclosed as separate line items in the consolidated financial statements under Environmental Health Services. The balance of payments for committed amounts above are:

For the years ending March 31:	2023	209,307
	2024	209,307
	2025	209,307
	2026	209,307
	2027	209,307
	2028-2032	1,769,828

10 Financial Instruments

The Town's financial instruments consist of cash, receivables, payables and accruals deferred revenue, long-term debt and other liabilities.

It is management's opinion that the Town is not exposed to significant interest or currency risks arising from these consolidated financial statements.

The Town is subject to credit risk with respect to its various receivables. Credit risk arises from the possibility that taxpayers and entities to which the Town provides services may experience financial difficulty and be unable to fulfill their obligations. The large number and diversity of taxpayers and customers minimizes the credit risk.

Liquidity risk is the risk that the Town will encounter problems in raising funds to meet its commitments at maturity. The Town is exposed to liquidity risk through its payables and accruala, other liabilities, post-employment benefits and long-term debt. Management believes the Town has ample working capital to meet its short-term obligations and therefore the exposure to liquidity risk is low.

11 Remuneration

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

			Remuneration		Expenses
W.R. Mills	Mayor	$	53,815	$	1,462
J. Barnard	Councillor	$	28,872	$	2,160
J. Flemming	Councillor	$	30,794	$	1,288
A. Graham	Councillor	$	28,872	$	1,431
C. Hinton	Councillor	$	28,872	$	2,548
W. Talbot	Councillor/Deputy Mayor	$	31,029	$	3,354
B. Thomas	Councillor	$	28,872	$	1,368
M. Dolter	Chief Administrative Officer	$	167,918	$	2,353

12 Budget figures

The Town budgets for rate setting purposes. These budgeted amounts do not include amortization and include interfund transfers. The following adjustments to the annual surplus reconcile the operating budgets to the financial reporting presentation under Canadian Public Sector Accounting Standards ("PSAB").

		2022
Approved budgeted surplus (deficit) for the year		
General operations	$	355,000
Water utility operations		(134,367)
Approved budget surplus		220,633
Elimination of:		
Transfers to other funds		447,086
Principal debt repayments		1,857,743
Transfer to Industrial Development Society		70,000
RECC budget		90,038
Funding for capital expenditures		978,683
Amortization of tangible capital assets		(4,237,000)
REN budget		18,100
Net PSAB adjustments		(775,350)
PSAB adjusted budgeted deficit per consolidated financial statements	$	(554,717)

13 Contingencies

(i) As at March 31, 2022, there is currently a litigation claim against the Town of Truro and the Municipality of the County of Colchester by PCL Constructors Canada Inc. This is a claim arising out of the construction contract for the Rath Eastlink Community Centre. The claim was filed February 2, 2015. A counter claim was also filed by the Town of Truro and the Municipality of the County of Colchester. The stated value of the PCL claim is $2.5 million. At this stage in the proceedings, it is not possible to reasonably measure any potential liability or recovery that may exist in the PCL claim or counter claim.

(ii) As at March 31, 2022, there currently remains an outstanding dispute regarding payment for the purchase of wastewater treatment services from the Municipality of the County of Colchester. The Municipality of Colchester and the Town of Truro's agreement for wastewater has expired and a replacement agreement has not been renegotiated. The Municipality of Colchester has invoiced Truro based on recommended flow calculations for fiscal years ending 2020 to 2022. The fiscal year ending 2019 was invoiced on the previously existing agreement which had expired. The parties continue to negotiate a new agreement and an amount has been accrued in these consolidated financial statements, in all material respects, relating to the disputed invoices during the 2019 fiscal year. It is not expected that any material changes for the services will occur as a part of renegotiation of the wastewater agreement.

(iii) In addition, as of March 31, 2022 there are several disputed matters, which the Town is defending and have referred to their insurers and/or lawyer. It is unknown at this time the outcome of these matters but it is not considered likely that they will result in a material liability to the Town.

14 Government partnerships

Government partnerships entered into or continued by the Town during the current year of operations are recorded using the proportionate consolidation method. Government partnerships include:

Partnership with the Municipality of the County of Colchester to maintain and operate the Central Nova Civic Centre Society at 50%

Partnership with the Municipality of the County of Colchester for the construction and operation costs to maintain the building which hosts the Colchester – East Hants Public Library Truro Branch at 60%

Partnership with the Municipality of the County of Colchester, Town of Stewiacke, and the Truro & Colchester Chamber of Commerce to maintain and operate the Truro/Colchester Regional Enterprise Network at 31%

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,

		2022		2021
Total Assets	$	5,870,661	$	6,531,828
Total Liabilities		4,061,632		5,500,796
Net Assets	$	1,809,029	$	1,031,032
Total Revenues	$	1,273,739	$	745,554
Total Expenses		2,143,553		1,372,312
Annual Deficit	$	(869,814)	$	(626,758)

15 Comparative Figures

The financial statements have been reclassified, where applicable, to confirm to the presentation used in the current year. The changes do not affect prior year earnings.

Town of Truro
Consolidated Schedule of Tangible Capital Assets
March 31

	Land	Land Improvements	Buildings	Engineered structures	Machinery and equipment	Vehicles	Work in Progress	2022	2021
General capital									
Cost:									
Balance, beginning of year	$ 8,762,718	$ 3,888,534	$ 48,226,370	$ 67,482,574	$ 9,325,063	$ 2,246,672	$ 739,187	$ 140,671,118	$ 138,658,121
Acquisition of capital assets	18,704	15,643	102,591	1,677,302	485,881	269,506	1,807,869	4,377,496	2,783,245
Disposition of capital assets	(417,751)	-	(380,678)	(571,844)	(242,558)	(68,499)	(46,584)	(1,727,914)	(770,248)
Balance, end of year	8,363,671	3,904,177	47,948,283	68,588,032	9,568,386	2,447,679	2,500,472	143,320,700	140,671,118
Accumulated amortization:									
Balance, beginning of year	-	1,679,822	14,491,737	37,347,371	6,954,166	1,755,095	-	62,227,991	58,466,559
Accumulated amortization on disposals	-	-	(217,913)	(454,775)	(240,025)	(66,202)	-	(978,915)	(380,856)
Annual amortization	-	264,041	1,249,943	2,153,703	454,366	119,349	-	4,241,402	4,142,288
Balance, end of year	-	1,943,863	15,523,767	39,046,299	7,168,507	1,808,242	-	65,490,478	62,227,991
Net book value of general capital	$ 8,363,671	$ 1,960,514	$ 32,424,516	$ 29,541,733	$ 2,399,879	$ 639,437	$ 2,500,472	$ 77,830,222	$ 78,443,127
Water capital									
Cost:									
Balance, beginning of year	$ 1,937,667	$ -	$ 11,326,580	$ 9,849,034	$ 5,327,435	$ 848,681	$ 299,308	$ 29,588,705	$ 28,945,920
Acquisition of capital assets	-	-	20,730	45,086	115,826	-	-	181,642	642,785
Work in progress	-	-	-	-	-	-	528,003	528,003	-
Disposition of capital assets	(4,331)	-	-	(170,498)	(179,848)	(7,300)	-	(361,977)	-
Balance, end of year	1,933,336	-	11,347,310	9,723,622	5,263,413	841,381	827,311	29,936,373	29,588,705
Accumulated amortization:									
Balance, beginning of year	-	-	4,277,132	2,869,238	2,780,242	717,114	-	10,643,726	10,105,202
Accumulated amortization on disposals	-	-	-	(170,498)	(126,250)	(7,300)	-	(304,048)	-
Annual amortization	-	-	170,416	150,706	155,071	16,760	-	492,953	538,524
Balance, end of year	-	-	4,447,548	2,849,446	2,809,063	726,574	-	10,832,631	10,643,726
Net book value of water capital	$ 1,933,336	$ -	$ 6,899,762	$ 6,874,176	$ 2,454,350	$ 114,807	$ 827,311	$ 19,103,742	18,944,979
Total net book value	$ 10,297,007	$ 1,960,514	$ 39,324,278	$ 36,415,909	$ 4,854,229	$ 754,244	$ 3,327,783	$ 96,933,964	$ 97,388,106

Town of Truro

Schedule of Long Term Debt

(Unaudited - see advisory to readers)

Year ended March 31, 2022

	Maturity Date	MFC Series #	Balance March 31/21	Issued	Balloon	Redeemed	Balance March 31/22	Interest Rate
General Operating Fund								
Municipal Finance Corporation								
Hospital 2007	2022	37-A-1	220,000	-	-	110,000	110,000	2.297% - 2.466%
Hospital 2008	2023	38-A-1	270,000	-	-	90,000	180,000	2.830% - 3.048%
Hospital 2009	2024	39-B-1	400,000	-	-	100,000	300,000	2.048% - 2.265%
Hospital 2010 (Refinance)	2031	40-B-1	-	550,000	-	-	550,000	0.4000% - 2.376%
			890,000	550,000	-	300,000	1,140,000	
General Capital Fund								
Municipal Finance Corporation								
RECC 2011	2021	31-A-1	732,600	-	666,000	66,600	-	3.645% - 3.645%
RECC 2012	2022	32-A-1	2,100,000	-	-	175,000	1,925,000	3.340% - 3.480%
RECC 2012	2022	32-B-1	1,320,000	-	-	110,000	1,210,000	3.000% - 3.160%
RECC 2013	2028	33-A-1	650,000	-	-	50,000	600,000	2.644% - 3.489%
RECC 2013	2028	33-A-1	397,300	-	-	44,300	353,000	2.644% - 3.489%
RECC 2013	2023	33-B-1	1,040,000	-	-	80,000	960,000	3.251% - 3.614%
Fire Truck 2014	2024	34-A-1	200,000	-	-	50,000	150,000	2.769% - 3.347%
RECC 2014	2029	34-B-1	1,774,500	-	-	126,750	1,647,750	2.678% - 3.559%
Library 2015	2030	35-A-1	3,900,000	-	-	260,000	3,640,000	2.134% - 3.449%
Municipal building	2023	38-A-1	429,000	-	-	143,000	286,000	2.830% - 3.048%
PW Facility	2024	39-A-1	664,500	-	-	166,125	498,375	1.948% - 2.218%
Stadium/RECC	2024	39-B-1	400,000	-	-	100,000	300,000	2.048% - 2.265%
Municipal building	2023	40-A-1	306,250	-	-	61,250	245,000	0.678% - 1.241%
RECC 2011 (Refinance)	2031	41-A-1	-	666,000	-	-	666,000	0.000% - 2.259%
Finance Company								
Vehicle loan 2021	2028		206,981	-	-	30,765	176,216	3.31%
Vehicle loan 2021	2028		179,421	-	-	26,091	153,330	2.52%
Vehicle loan 2022	2029		-	155,790	-	10,104	145,686	2.92%
			14,300,552	821,790	666,000	1,499,985	12,956,357	
Water Capital Fund								
Municipal Finance Corporation								
PW Facility 2009	2024	39-A-1	221,500	-	-	55,375	166,125	1.948% - 2.218%
Water Utility Dam 2009	2024	39-B-1	520,000	-	-	130,000	390,000	2.048% - 2.265%
			741,500	-	-	185,375	556,125	
			$ 15,932,052	$ 1,371,790	$666,000	$ 1,985,360	$ 14,652,482	

Town of Truro
Consolidated Schedule of Segment Disclosure
Year ended March 31, 2022

	General Government	Protective	Transportation	Environmental Health	Public Health	Environmental Development	Recreation and Cultural	Rath Eastlink Community Centre	Regional Enterprise Network	Water Utility	Consolidated
Revenue											
Assessable property taxes	$ 3,487,065	$ 6,509,645	$ 5,408,408	$ 2,084,531	$ 19,960	$ 602,236	$ 3,250,369	$ -	$ -	$ -	$ 21,862,213
Grants in lieu of taxes	128,335	239,576	199,047	76,717	735	20,525	119,624	-	-	-	793,559
Services provided to other governments	18,845		256,652	30,508	-	11,225	44,748	-	-	-	361,978
Sale of services	183,547	306,040	67,071	-	-	24,770	345,388	-	-	-	926,816
Other revenue from own sources	295,719	74,987	-	-	-	9,516	85,119	-	-	-	465,341
Rath Eastlink Community Centre	-	-	-	-	-	-	-	1,048,024	-	-	1,048,024
Regional Enterprise Network	-	-	-	-	-	-	-	-	102,971	-	102,971
Unconditional transfers from government	2,728,031	-	-	-	-	-	-	-	-	-	2,728,031
Conditional transfers from government	599,113	581,630	2,000,304	-	-	4,087	293,785	-	-		3,478,919
Water revenues	-	-	-	-	-	-	-	-	-	3,656,638	3,656,638
	$ 5,236,794	$ 7,711,878	$ 7,931,481	$ 2,191,757	$ 20,695	$ 681,359	$ 4,139,033	$ 1,048,024	102,971	$ 3,656,638	$ 35,134,490
Expenditures											
Salaries, wages and benefits	$ 1,663,045	$ 6,972,199	$ 2,502,006	$ 414,383	$ -	$ 768,010	$ 1,707,373	$ 644,452	$ 82,432	$ 829,371	$ 15,583,271
Operating materials and supplies	1,486,291	1,032,324	2,379,729	278,967	-	252,988	862,585	973,897	69,731	1,404,063	8,770,565
Contracted services	152,129	40,000	-	1,378,619	-	-	254,984	-	-	-	1,825,732
Rents and financial expenses	117,709	6,627	10,971	309,710	25,685	-	390,670	-	-	14,063	875,635
Community grants and exemptions	376,751	22,220	-	-	-	-	-	-	-	-	398,971
Post employment	98,990	-	-	-	-	-	-	-	-	-	98,990
Amortization	592,289	303,333	2,066,909	300,735	-	11,330	966,808	-	-	492,953	4,734,357
	$ 4,487,204	$ 8,376,703	$ 6,959,615	$ 2,682,404	$ 25,685	$ 1,032,328	$ 4,182,620	$ 1,618,349	152,163	$ 2,740,450	$ 32,257,521

Town of Truro
Consolidated Schedule of Segment Disclosure
Year ended March 31, 2021

	General Government	Protective	Transportation	Environmental Health	Public Health	Environmental Development	Recreation and Cultural	Rath Eastlink Community Centre	Regional Enterprise Network	Water Utility	Consolidated
Revenue											
Assessable property taxes	$ 3,207,697	$ 6,567,320	$ 5,194,325	$ 1,885,066	$ 32,326	$ 783,242	$ 2,992,009	$ -	$ -	$ -	$ 20,662,504
Grants in lieu of taxes	127,371	260,774	206,256	74,853	1,284	31,100	118,826	-	-	-	820,464
Services provided to other governments	20,035		265,093	26,741	-	10,354	40,012	-	-	-	362,235
Sale of services	177,388	320,421	2,440	-	-	16,363	316,801	-	-	-	833,413
Other revenue from own sources	313,049	100,305	-	-	-	4,779	290,000	-	-	-	708,133
Rath Eastlink Community Centre	-	-	-	-	-	-	-	627,542	-	-	627,542
	-	-	-	-	-	-	-	-	149,731	-	149,731
Unconditional transfers from government	1,363,456	-	-	-	-	-	-	-	-	-	1,363,456
Conditional transfers from government	521,454	571,638	1,640,224	-	-	-	50,910	-	-		2,784,226
Water revenues	-	-	-	-	-	-	-	-	-	3,682,079	3,682,079
	$ 5,730,450	$ 7,820,458	$ 7,308,338	$ 1,986,660	$ 33,608	$ 845,838	$ 3,809,058	$ 627,542	$ 149,731	$ 3,682,079	$ 31,993,782
Expenditures											
Salaries, wages and benefits	$ 1,650,335	$ 6,884,064	$ 2,776,471	$ 288,073	$ -	$ 777,480	$ 1,520,561	$ 617,127	$ 57,800	$ 891,256	$ 15,363,167
Operating materials and supplies	1,004,676	956,142	1,660,539	215,457	-	192,449	611,885	506,110	128,951	1,143,161	6,419,370
Contracted services	154,173	40,000	-	1,222,061	-	-	226,197	-	-	-	1,642,431
Rents and financial expenses	110,805	9,476	14,167	314,890	40,251	-	417,479	-	-	20,356	927,424
Community grants and exemptions	393,706	14,369	-	-	-	-	-	-	-	-	408,075
Post employment	91,161	-	-	-	-	-	-	-	-	-	91,161
Amortization	589,401	273,642	2,016,849	306,847	-	5,372	950,180	-	-	538,523	4,680,814
	$ 3,994,257	$ 8,177,693	$ 6,468,026	$ 2,347,328	$ 40,251	$ 975,301	$ 3,726,302	$ 1,023,237	$ 186,751	$ 2,593,296	$ 29,532,442

Supplementary Schedules

Town of Truro
Supplementary Schedule
Water Utility Operating Fund
Statement of Financial Position

March 31		2022		2021
ASSETS				
Receivables				
Water rates (net of allowance - $25,000; 2021 - $25,000)	$	657,578	$	684,734
Other receivables		23,068		33,961
		680,646		718,695
Due from own funds, reserves, agencies				
General operating fund		458,884		889,663
	$	1,139,530	$	1,608,358
LIABILITIES				
Payables and accruals	$	78,405	$	57,644
SURPLUS		1,061,125		1,550,714
	$	1,139,530	$	1,608,358

Town of Truro
Supplementary Schedule
Water Utility Operating Fund
Statement of Operations
Year ended March 31

	2022 Budget	2022 Actual	2021 Actual
Operating revenue			
Metered sales	$ 3,300,000	$ 3,251,901	$ 3,343,451
Flat rate sales	23,000	22,245	22,394
Public fire protection	857,304	857,304	857,304
Private fire protection	36,000	39,970	39,801
Sprinkler service	40,000	41,531	40,984
Miscellaneous	57,500	105,620	60,788
	4,313,804	4,318,571	4,364,722
Operating expenditures			
Source of supply	20,000	2,027	
Power and pumping	156,150	114,789	127,396
Water treatment	1,321,500	1,283,357	1,210,061
Transmission and distribution	885,900	754,351	594,629
Administration and general	611,500	708,948	714,015
Depreciation	517,200	492,953	538,524
Taxes	726,000	724,294	724,213
	4,238,250	4,080,719	3,908,838
Operating income	75,554	237,852	455,884
Non-operating expenditures			
Debt charges			
Principal	192,875	185,375	295,375
Interest	17,316	14,063	20,356
Capital expenditures out of operations	-	528,003	195,200
	210,191	727,441	510,931
Excess (deficiency) of revenue over expenditures	$ (134,637)	(489,589)	(55,047)
Surplus, beginning of year		1,550,714	1,605,761
Surplus, end of year		$ 1,061,125	$ 1,550,714

Town of Truro
Supplementary Schedule
Water Utility Capital Fund
Statement of Financial Position

March 31		2022		2021
Assets				
Cash	$	2,426,069	$	2,297,037
Due from own funds, reserves, agencies				
Water operating fund		373,289		96,840
Utility plant and equipment (Page 30)		29,936,371		29,588,705
	$	32,735,729	$	31,982,582
Liabilities				
Accumulated allowance for depreciation	$	10,832,632	$	10,643,727
Long Term Debt		556,125		741,500
		11,388,757		11,385,227
Investment in capital assets (Page 30)		21,346,972		20,597,355
	$	32,735,729	$	31,982,582

Town of Truro

Supplementary Schedule

Water Utility Capital Fund

Statement of Utility Plant and Equipment

March 31		2022		2021
Tangible plant and equipment				
Land - Source of supply	$	1,933,336	$	1,937,667
Structures and improvements		11,347,309		11,326,580
Pumping equipment		1,006,683		1,020,012
Purification equipment		1,212,823		1,249,997
Distribution mains		8,165,682		8,122,391
Distribution equipment		299,956		299,956
Services		1,557,940		1,726,643
Meters		2,020,113		2,010,291
Hydrants		691,548		665,752
Office furniture and equipment		32,289		81,427
Work in Progress		827,311		299,308
Transportation equipment		841,381		848,681
	$	29,936,371	$	29,588,705

Water Utility Capital Fund

Statement of Investment in Capital Assets

Year ended March 31		2021		2021
Balance, beginning of year	$	20,597,355	$	20,091,251
Interest earned on depreciation funds		17,129		15,529
Term debt retired		185,375		295,375
Capital expenditures out of revenue		528,003		195,200
Disposal of capital assets		19,110		
		749,617		506,104
Balance, end of year	$	21,346,972	$	20,597,355