

TOWN OF MIDDLETON

FINANCIAL STATEMENTS

MARCH 31, 2019



TOWN OF MIDDLETON

CONSOLIDATED FINANCIAL STATEMENTS

MARCH 31, 2019

	<u>Page</u>
Management's Responsibility for the Consolidated Financial Statements	1
Independent Auditor's Report	2-3
Consolidated Statement of Operations	4
Consolidated Statement of Financial Position	5
Consolidated Statement of Change in Net Debt	6
Consolidated Statement of Cash Flows	7
Notes to Consolidated Financial Statements	8-22
General Operating Fund	
Non-Consolidated Statement of Financial Position	23
Non-Consolidated Statement of Operations	24
Non-Consolidated Schedule of General Operating Fund Revenues	25-26
Non-Consolidated Schedule of General Operating Fund Expenditures	27-30
Non-Consolidated Schedule of Financing and Transfers	31
General Capital Fund	
Non-Consolidated Statement of Financial Position	32
Non-Consolidated Statement of Financial Activities	33
Water Utility Operating Fund	
Non-Consolidated Statement of Financial Position	34
Non-Consolidated Statement of Financial Activities	35
Schedule to Non-Consolidated Statement of Financial Activities	36
Water Utility Capital Fund	
Non-Consolidated Statement of Financial Position	37
Non-Consolidated Statement of Financial Activities	38
Reserve Fund	
Non-Consolidated Statement of Financial Position	39
Non-Consolidated Statement of Financial Activities	40

TOWN OF MIDDLETON

CONSOLIDATED FINANCIAL STATEMENTS

YEAR ENDED MARCH 31, 2019


Management's Responsibility for the Consolidated Financial Statements

The accompanying consolidated financial statements of the Town of Middleton are the responsibility of the Town's management and have been prepared in compliance with legislation, and in accordance with Canadian public sector accounting standards established by the Public Sector Accounting Board of the Chartered Professional Accountants of Canada ("CPA"). A summary of the significant accounting policies are described in Note 1 to the consolidated financial statements. The preparation of 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.

The Town's management maintains a system of internal controls designed to provide reasonable assurance that assets are safeguarded, transactions are properly authorized and recorded in compliance with legislative and regulatory requirements, and reliable financial information is available on a timely basis for preparation of the consolidated financial statements. These systems are monitored and evaluated by management.

The audit committee meets with management and the external auditors to review the consolidated financial statements and discuss any significant financial reporting or internal control matters prior to their approval of the consolidated financial statements.

The consolidated financial statements have been audited by Kent & Duffett, independent external auditors appointed by the Town. The accompanying Auditor's Report outlines their responsibilities, the scope of their examination and their opinion on the Town's consolidated financial statements.



Sylvester Atkinson

Mayor

July 25, 2019



Jennifer Boyd

Chief Administrative Officer

July 25, 2019



Incorporated partners
H. B. Duffett Incorporated
Forse Investments Limited

(902) 678-1125 Fax (902) 678-1060
www.kentandduffett.ca

INDEPENDENT AUDITOR'S REPORT

**His Worship the Mayor and Members of Council of the
Town of Middleton**

Opinion

We have audited the consolidated financial statements of **The Town of Middleton** which comprise the consolidated statement of financial position as at March 31, 2019, consolidated statement of financial operations, consolidated change in net debt and consolidated cash flow for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements of the Town are prepared, in all material respects, 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 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 financial statements in Canada, and we have fulfilled our other 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

Our audit was conducted for the purpose of forming an opinion on the basic consolidated financial statements taken as a whole. The supplementary information included in the Schedules on pages 23 to 40 are presented for purposes of additional analysis and is not a required part of the basic consolidated financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic consolidated financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic consolidated financial statements taken as a whole.

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

Management is responsible for the preparation of the 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 financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Town's ability to continue as a going concern, disclosing, as applicable, matters related 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.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the 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.

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INDEPENDENT AUDITOR'S REPORT (continued)

Auditor's Responsibilities for the Audit of the Financial Statements (continued)


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 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 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 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.

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.

Kentville, Nova Scotia
July 25, 2019


Chartered Professional Accountants
Licensed Public Accountants
Registered Municipal Auditor

TOWN OF MIDDLETON

CONSOLIDATED STATEMENT OF OPERATIONS

YEAR ENDED MARCH 31, 2019

	<u>2019</u> <u>Budget</u> (unaudited)	<u>2019</u> <u>Actual</u>	<u>2018</u> <u>Actual</u>
REVENUES			
Assessable property taxes (net of school board appropriation)	\$ 2,543,076	\$ 2,501,574	\$ 2,534,189
Grants in lieu of taxes	151,814	150,245	152,982
Services provided to other governments	84,188	84,860	84,461
Sales of services	151,437	61,373	61,845
Other revenue from own sources	89,219	79,587	95,908
Unconditional transfers from other governments	338,757	702,284	424,162
Conditional transfers from federal or provincial governments or agencies	36,000	85,995	60,386
Gain on disposal of tangible capital assets	-	-	519
Net water fund revenue (expenditures)	-	90,581	127,892
	<u>3,394,491</u>	<u>3,756,499</u>	<u>3,542,344</u>
EXPENSES			
General government services	568,526	514,634	464,194
Protective services	982,588	825,695	826,137
Transportation services	787,627	688,846	676,322
Environmental health services	484,977	434,044	377,711
Public health services	40,000	50,478	35,788
Environmental development services	190,757	178,358	169,141
Recreation and cultural services	453,665	430,348	409,595
Write-off of capital assets	-	35,479	-
Amortization	-	613,173	629,153
	<u>3,508,140</u>	<u>3,771,055</u>	<u>3,588,041</u>
ANNUAL SURPLUS	(113,649)	(14,556)	(45,697)
ACCUMULATED SURPLUS AT BEGINNING OF YEAR		<u>11,351,506</u>	<u>11,397,203</u>
ACCUMULATED SURPLUS AT END OF YEAR		<u>\$ 11,336,950</u>	<u>\$ 11,351,506</u>

The accompanying notes are an integral part of these financial statements.

TOWN OF MIDDLETON


CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT MARCH 31, 2019

	<u>2019</u>	<u>2018</u>
FINANCIAL ASSETS		
Cash	\$ 1,477,725	\$ 1,753,804
Accounts receivable - taxes, net of valuation allowance (note 4)	69,817	132,385
Accounts receivable - other, net of valuation allowance	<u>270,347</u>	<u>284,325</u>
	<u>1,817,889</u>	<u>2,170,514</u>
LIABILITIES		
Bank indebtedness	4,950	-
Accounts payable and accrued liabilities	295,930	299,648
Deferred revenue	225,531	370,717
Long-term debt (note 7)	1,840,753	2,068,197
Interest accrual	22,785	23,355
Vested interest - Annapolis County	<u>12,168</u>	<u>12,168</u>
	<u>2,402,117</u>	<u>2,774,085</u>
NET DEBT (page 6)	<u>(584,228)</u>	<u>(603,571)</u>
NON-FINANCIAL ASSETS		
Work in progress	116,700	91,216
Tangible capital assets (note 6)	11,782,578	11,843,639
Prepaid expenses	<u>21,900</u>	<u>20,222</u>
	<u>11,921,178</u>	<u>11,955,077</u>
ACCUMULATED SURPLUS	<u>\$ 11,336,950</u>	<u>\$ 11,351,506</u>

On behalf of the Town

 _____ Mayor

 _____ Chief Administrative Officer

The accompanying notes are an integral part of these financial statements.

TOWN OF MIDDLETON

CONSOLIDATED STATEMENT OF CHANGE IN NET DEBT

AS AT MARCH 31, 2019

	<u>Budget</u>	<u>2019</u>	<u>2018</u>
ANNUAL SURPLUS (page 4)	\$ (113,649)	\$ (14,556)	\$ (45,697)
Change in work in progress	-	(25,484)	(59,155)
Acquisition of tangible capital assets and donated assets	(638,500)	(587,591)	(301,691)
Amortization of tangible capital assets	76,861	613,173	629,153
Sale of tangible capital assets	-	-	2,981
Write-off of tangible capital assets	-	35,479	-
	<u>(675,288)</u>	<u>21,021</u>	<u>225,591</u>
Change in prepaid expenses	-	(1,678)	3,223
Decrease in net debt	(675,288)	19,343	228,814
NET DEBT AT BEGINNING OF YEAR		<u>(603,571)</u>	<u>(832,385)</u>
NET DEBT AT END OF YEAR		<u>\$ (584,228)</u>	<u>\$ (603,571)</u>

The accompanying notes are an integral part of these financial statements.

TOWN OF MIDDLETON

CONSOLIDATED STATEMENT OF CASH FLOWS

AS AT MARCH 31, 2019

	<u>2019</u>	<u>2018</u> Restated
OPERATING TRANSACTIONS		
Annual surplus	\$ (14,556)	\$ (45,697)
Net change in non-cash working capital balances		
Amortization	613,173	629,153
Write down of capital assets	35,479	-
	<u>634,096</u>	<u>583,456</u>
Net change in working capital balances		
Decrease (increase) in accounts receivable - taxes	62,568	107,848
Decrease (increase) in accounts receivable - other	13,978	(52,805)
Increase (decrease) in accounts payable and accrued liabilities	(3,718)	93,486
Increase (decrease) in deferred revenue	(145,186)	70,925
Increase (decrease) in interest accrual	(570)	(1,823)
Decrease (increase) in prepaid expenses	(1,678)	3,223
Cash provided by operating transactions	<u>559,490</u>	<u>804,310</u>
CAPITAL TRANSACTIONS		
(Increase) decrease in work in progress	(25,484)	(59,155)
Purchase of tangible capital assets	(587,591)	(301,691)
Sale of tangible capital assets	-	2,981
Cash applied to capital transactions	<u>(613,075)</u>	<u>(357,865)</u>
FINANCING TRANSACTIONS		
Increase (decrease) in bank indebtedness	4,950	(29,791)
Proceeds from issuance of long-term debt	-	-
Repayment of long-term debt	(227,444)	(235,344)
Cash provided for financing transactions	<u>(222,494)</u>	<u>(265,135)</u>
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(276,079)	181,310
Cash and cash equivalents at beginning of year	<u>1,753,804</u>	<u>1,572,494</u>
CASH AND CASH EQUIVALENTS AT END OF YEAR	<u>\$ 1,477,725</u>	<u>\$ 1,753,804</u>

The accompanying notes are an integral part of these financial statements.



Chartered Professional Accountants

TOWN OF MIDDLETON

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

AS AT MARCH 31, 2019

1. SIGNIFICANT ACCOUNTING POLICIES

The consolidated financial statements of the Town of Middleton are prepared by management in accordance with Canadian generally accepted accounting principles for local governments as recommended by the Public Sector Accounting Board of Chartered Professional Accountants Canada.

The Town is a diversified municipal government institution that provides a wide range of services to its citizens, including fire, police, public transit, roads, waste and recycling services, water supply and distribution, wastewater treatment, libraries, and recreation and cultural services. Segmented information has been prepared by major functional classification of activities provided, consistent with the Consolidated Statement of Operations and provincially legislated requirements. The major segments are as follows:

General government services: Activities that provide for the overall operation of the Town and that are common to, or affect all of, the services provided by the Town. This includes the activities of the Mayor and Council, and the following administrative activities: human resources, legal services, finance and information, communications and technology, and the office of the Chief Administrative Officer.

Protective services: Activities that provide for the public safety of the inhabitants of the Town. This includes police and fire protection and other protective services such as by-law enforcement and protective inspections.

Transportation services: Activities related to public transportation including road transport. This includes public transportation services offered throughout the Town using buses. Other transportation activities include the planning, development and maintenance of roads, traffic operations, parking, snow and ice control and street lighting.

Environmental services: Activities that provide environmentally regulated services. This includes the collection of garbage and other waste material and through the Middleton Water Commission, water supply and distribution and wastewater treatment.

Recreation and cultural services: Activities related to the Town's recreation facilities, including the swimming pool, arena, parks, playgrounds and sports fields. Activities that provide for cultural facilities such as the library and related programs.

Planning and development services: Activities that support and control the Town's physical and economic development. This includes activities related to land use planning, zoning and development, activities related to the development of the industrial park, promotion of tourism and activities that enhance local economic development.

Educational services: Activities that provide for the funding of both mandatory and supplementary contributions to the school board.

TOWN OF MIDDLETON

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

AS AT MARCH 31, 2019

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

For each reported segment, revenues and expenses represent both amounts that are directly attributable to the segment and amounts that are collected on a reasonable basis. The accounting policies used in these segments are consistent with those followed in the preparation of the consolidated financial statements as disclosed in Note 1.

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

(a) Reporting entity

The consolidated financial statements reflect the assets, liabilities, revenue, expenditures and changes in fund balances and in financial position of the reporting entity. The reporting entity is comprised of all organizations and enterprises accountable to the Town for the administration of their financial affairs and resources and which are owned or controlled by the Town, namely:

- General operating and capital
- Water utility and capital
- Tourist Bureau
- Reserve fund

Interdepartmental and organizational transactions and balances have been eliminated.

(b) Revenue and expenditure recognition

Revenues are recorded using the accrual basis of accounting as they are earned and measurable. Funds from external parties and earnings thereon restricted by agreement or legislation are accounted for as deferred revenue until used for the purpose specified. Expenditures are accounted for in the period the goods and services are acquired and liability is incurred or transfer is due.

Property tax revenue is based on assessments determined in accordance with Nova Scotia legislation. Tax rates are set annually. Taxation revenue is subject to appeal. Penalties and overdue taxes are recorded in the period levied.

Interest earned on investments in depreciation or any other fund is to be recorded as revenue within the respective funds, unless otherwise approved by the Nova Scotia Utility and Review Board.

(c) Fund accounting

Funds within the consolidated financial statements consist of current, capital and reserve funds. Council approves certain amounts to be set aside in reserves and reserve funds for future operating and capital purposes. Transfers between funds are recorded as adjustments to the appropriate fund balance.

(d) Cash and cash equivalents

Cash and cash equivalents is made up of cash on hand and balances with the bank.

TOWN OF MIDDLETON

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

AS AT MARCH 31, 2019

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

(e) Tangible capital assets

Beginning April 1, 2009 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, less residual value, of the tangible capital assets is amortized on a straight-line basis over their estimated useful lives as follows:

<u>Town Capital</u>	<u>Years</u>	<u>Water Utility</u>	<u>Years</u>
Land	25	Structures, Improvements & Wells	25/75
Buildings	40	Equipment	5/10
Roads & Streets	25	Transmission	75
Sidewalks	25	Distribution	75
Lights	25	Meters	25
Sewer	50	Hydrants	75
Lagoons	50	Services	50
Lift Stations	25		
Machinery & Equipment	4/5		
Vehicles	5/10		

(i) Work in progress

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

(ii) Contributions of tangible capital assets

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

(iii) Leases

Leases are classified as capital or operating leases. Leases which transfer substantially all of the benefits and risks incidental to ownership of property are accounted for as capital leases. All other leases are accounted for as operating leases and the related lease payments are charged to expenses as incurred.

(iv) Inventory

Inventory held for consumption is recorded at the lower of cost and replacement cost.

(f) Depreciation - water utility

In accordance with the Nova Scotia Utility and Review Board regulations, the depreciation charges in the Water Operating Fund are transferred to a special bank account in the Water Capital Fund which is used to help fund replacement of existing plant and equipment or, subject to approval by the Utility and Review Board, to repay the principal of capital debt. During the year approval was obtained from the Board to fund capital debt repayment additions in the amount of \$Nil (2017 - \$Nil) from depreciation funds.

TOWN OF MIDDLETON

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

AS AT MARCH 31, 2019

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

(g) Government transfers

Government transfers are the transfer of assets from the senior levels of government that are not the result of an exchange transaction, are not expected to be repaid in the future or are the result of a direct financial return.

Government transfers are recognized in the consolidated financial statements as revenue in the financial period in which events giving rise to the transfer occur, providing the transfers are authorized, any eligibility criteria have been met including performance and return requirements, and reasonable estimates of the amounts can be determined.

(h) Investment income

Investment income earned on surplus current funds, capital funds, and reserve funds are reported as revenue in the period earned.

(i) Allocation of municipal costs to water utility funds

Where identifiable, costs incurred by the Town on behalf of the Water Utility are charged to the Utility funds. Salary and wage related costs are allocated in proportion to time spent performing functions on behalf of the Water Utility. Administration and general expense incurred for the benefit of both the Town and Water Utility are allocated to the Water Utility. Interest is calculated and recorded on monthly balances due between Water Utility funds and other funds at the prevailing prime rate.

(j) Valuation allowance - uncollected taxes and rates

The Town provides a valuation allowance for estimated losses that will be incurred in collecting receivables outstanding.

(k) Use of estimates

The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amount of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenditures during the period. Such estimates include providing for provision for doubtful accounts. Actual results could differ from these estimates.

2. CONTRIBUTIONS TO BOARDS AND COMMISSIONS

Other Boards and Commissions - less than 100% interest

The Town of Middleton is required to finance the operations of various Boards and Commissions, along with the other municipal units in Annapolis County to the extent of its participation based on assessment or population formula.

TOWN OF MIDDLETON

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

AS AT MARCH 31, 2019

2. CONTRIBUTIONS TO BOARDS AND COMMISSIONS (continued)

In addition to any budgeted contributions, the municipal units share in the deficits or surpluses of these Boards based on their sharing percentage. 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.

Annapolis Valley Regional Housing Corporation

For the year ended March 31, 2019 the Town contributed \$50,478 (2018 - \$35,788) to the Housing Authority to fund its share of the prior year losses.

Annapolis Valley School Board

For the year ended March 31, 2019 the Town contributed \$369,300 (2018 - \$347,052) as its share of operations of the Annapolis Valley School Board.

Regional Library – 1.68% Interest

For the year ended March 31, 2019 the Town paid \$11,528 (2018 - \$11,528) to the Regional Library Board as its share of the deficit.

Valley Waste Management Authority – 2.00% Interest

For the year ended March 31, 2019 the Town contributed \$156,230 (2018 - \$135,307) to the Authority as its share of the capital and operating expenditures.

3(a.) CASH, DEPRECIATION FUND WATER UTILITY

	<u>2019</u>	<u>2018</u>
Cash at beginning of year	\$ 125,405	\$ 58,618
Add:		
Depreciation from prior year	56,893	66,445
Interest earned	1,506	342
	<u>183,804</u>	<u>125,405</u>
Deduct:		
Transfer to water operating fund, capital expenditures	73,231	-
Capital asset disposal costs	18,427	-
CASH AT END OF YEAR	<u>\$ 92,146</u>	<u>\$ 125,405</u>

3(b.) DEPRECIATION FUND RESERVE BALANCE WATER UTILITY

	<u>2019</u>	<u>2018</u>
Cash balance at end of year (note 3(a))	\$ 92,146	\$ 125,405
Add:		
Depreciation for current year	64,530	56,893
	<u>156,676</u>	<u>182,298</u>
Deduct:		
Payable to water operating fund, capital expenditures	-	31,295
BALANCE AT END OF YEAR	<u>\$ 156,676</u>	<u>\$ 151,003</u>

TOWN OF MIDDLETON

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

AS AT MARCH 31, 2019

3(c.) ACCUMULATED ALLOWANCE FOR DEPRECIATION WATER UTILITY

	<u>2019</u>	<u>2018</u>
Balance at beginning of year	\$ 1,445,529	\$ 1,397,933
Add:		
Depreciation for current year	<u>64,530</u>	<u>56,893</u>
	1,510,059	1,454,826
Deduct:		
Accumulated depreciation on disposal	<u>6,064</u>	<u>9,297</u>
BALANCE AT END OF YEAR	<u><u>\$ 1,503,995</u></u>	<u><u>\$ 1,445,529</u></u>

4. ACCOUNTS RECEIVABLE

	<u>Current Year</u>	<u>Prior Year</u>	<u>2019 Total</u>	<u>2018 Total</u>
General operating				
Balance at beginning of year	\$ -	\$ 132,385	\$ 132,385	\$ 240,233
Add:				
Current year's tax levy (includes interest)	<u>2,797,416</u>	<u>-</u>	<u>2,797,416</u>	<u>2,802,740</u>
	2,797,416	132,385	2,929,801	3,042,973
Deduct:				
Current year's tax collection	<u>2,743,814</u>	<u>116,170</u>	<u>2,859,984</u>	<u>2,910,588</u>
Write offs and allowances	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Balance at end of year	<u>\$ 53,602</u>	<u>\$ 16,215</u>	<u>\$ 69,817</u>	<u>\$ 132,385</u>

5. VALUATION ALLOWANCES

	<u>2019</u>	<u>2018</u>
Valuation allowance, uncollectible taxes		
Balance, beginning of year	\$ -	\$ 2
Add provision for the year	-	-
Deduct uncollectible taxes written off	<u>-</u>	<u>(2)</u>
Balance, end of year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

TOWN OF MIDDLETON

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

AS AT MARCH 31, 2019

6. TANGIBLE CAPITAL ASSETS

Town Capital	Cost 2018	Additions	Disposals	Cost 2019	Accumulated		Accumulated		Net Book Value
					Amortization 2018	Adjustment	Amortization Expense	Amortization 2019	
Land	\$ 334,915	\$ 142,919	\$ -	\$ 477,834	\$ -	\$ -	\$ -	\$ -	\$ 477,834
Land Improvements	745,266	9,907	-	755,173	321,781	-	27,646	349,427	405,746
Buildings	1,455,697	24,497	-	1,480,194	721,219	-	33,045	754,264	725,930
Streets	2,157,805	-	-	2,157,805	1,673,591	-	38,580	1,712,171	445,634
Sewer Mains	3,802,120	327,669	80,133	4,049,656	1,716,511	44,654	80,266	1,752,123	2,297,533
Sidewalks	548,738	-	-	548,738	307,936	-	13,978	321,914	226,824
Sewer Plant	3,907,561	-	-	3,907,561	1,211,476	-	152,265	1,363,741	2,543,820
Lagoons	1,588,754	-	-	1,588,754	189,684	-	31,775	221,459	1,367,295
Lights	685,514	40,077	-	725,591	143,215	-	34,236	177,451	548,140
Equipment	573,920	-	-	573,920	460,984	-	36,495	497,479	76,441
Vehicles	1,681,518	-	-	1,681,518	1,298,317	-	100,357	1,398,674	282,844
	<u>\$ 17,481,808</u>	<u>\$ 545,069</u>	<u>\$ 80,133</u>	<u>\$ 17,946,744</u>	<u>\$ 8,044,714</u>	<u>\$ 44,654</u>	<u>\$ 548,643</u>	<u>\$ 8,548,703</u>	<u>\$ 9,398,041</u>
Water Utility									
Working Capital	\$ 4,025	\$ -	\$ -	\$ 4,025	\$ -	\$ -	\$ -	\$ -	\$ 4,025
Land & Land Rights	256,505	-	-	256,505	14,473	-	1,445	15,918	240,587
Structures & Improvements	757,248	-	-	757,248	227,367	-	11,528	238,895	518,353
Equipment	618,088	22,745	6,064	634,769	307,735	6,064	12,472	314,143	320,626
Transmission Mains	319,141	-	-	319,141	150,994	-	4,149	155,143	163,998
Distribution Mains	1,334,518	-	-	1,334,518	421,060	-	17,349	438,409	896,109
Services	173,419	-	-	173,419	74,646	-	3,468	78,114	95,305
Meters	119,141	-	-	119,141	91,401	-	5,009	96,410	22,731
Hydrants	141,082	4,472	-	145,554	36,012	-	1,762	37,774	107,780
Tools & Work Equipment	62,134	-	-	62,134	62,134	-	-	62,134	-
Microcomputer	56,365	4,693	-	61,058	49,299	-	3,811	53,110	7,948
Other - Water rate study	10,408	10,612	-	21,020	10,408	-	3,537	13,945	7,075
	<u>\$ 3,852,074</u>	<u>\$ 42,522</u>	<u>\$ 6,064</u>	<u>\$ 3,888,532</u>	<u>\$ 1,445,529</u>	<u>\$ 6,064</u>	<u>\$ 64,530</u>	<u>\$ 1,503,995</u>	<u>\$ 2,384,537</u>
	<u>\$ 21,333,882</u>	<u>\$ 587,591</u>	<u>\$ 86,197</u>	<u>\$ 21,835,276</u>	<u>\$ 9,490,243</u>	<u>\$ 50,718</u>	<u>\$ 613,173</u>	<u>\$ 10,052,698</u>	<u>\$ 11,782,578</u>

TOWN OF MIDDLETON

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

AS AT MARCH 31, 2019

6. TANGIBLE CAPITAL ASSETS (continued)

Town Capital	Cost 2017	Additions	Disposals	Cost 2018	Accumulated			Accumulated		Net Book Value
					Amortization 2018	Adjustment	Expense	Amortization 2018	2018	
Land	\$ 294,726	\$ 43,170	\$ 2,981	\$ 334,915	\$ -	\$ -	\$ -	\$ -	\$ 334,915	
Land Improvements	738,795	6,471	-	745,266	294,532	-	27,249	321,781	423,485	
Buildings	1,455,697	-	-	1,455,697	687,480	-	33,739	721,219	734,478	
Streets	2,157,805	-	-	2,157,805	1,635,011	-	38,580	1,673,591	484,214	
Sewer Mains	3,802,120	-	-	3,802,120	1,640,659	-	75,852	1,716,511	2,085,609	
Sidewalks	464,195	84,543	-	548,738	293,958	-	13,978	307,936	240,802	
Sewer Plant	3,907,561	-	-	3,907,561	1,055,174	-	156,302	1,211,476	2,696,085	
Lagoons	1,580,523	8,231	-	1,588,754	157,909	-	31,775	189,684	1,399,070	
Lights	775,893	77,601	167,980	685,514	278,937	167,980	32,258	143,215	542,299	
Equipment	499,211	74,709	-	573,920	408,356	-	52,628	460,984	112,936	
Vehicles	1,681,518	-	-	1,681,518	1,188,418	-	109,899	1,298,317	383,201	
	<u>\$ 17,358,044</u>	<u>\$ 294,725</u>	<u>\$ 170,961</u>	<u>\$ 17,481,808</u>	<u>\$ 7,640,434</u>	<u>\$ 167,980</u>	<u>\$ 572,260</u>	<u>\$ 8,044,714</u>	<u>\$ 9,437,094</u>	
Water Utility										
Working Capital	\$ 4,025	\$ -	\$ -	\$ 4,025	\$ -	\$ -	\$ -	\$ -	\$ 4,025	
Land & Land Rights	256,505	-	-	256,505	13,027	-	1,446	14,473	242,032	
Structures & Improvements	757,248	-	-	757,248	215,839	-	11,528	227,367	529,881	
Equipment	618,088	-	-	618,088	299,812	-	7,923	307,735	310,353	
Transmission Mains	319,141	-	-	319,141	146,845	-	4,149	150,994	168,147	
Distribution Mains	1,334,518	-	-	1,334,518	403,711	-	17,349	421,060	913,458	
Services	173,419	-	-	173,419	71,178	-	3,468	74,646	98,773	
Meters	128,438	-	9,297	119,141	95,644	9,297	5,054	91,401	27,740	
Hydrants	137,766	3,316	-	141,082	34,250	-	1,762	36,012	105,070	
Tools & Work Equipment	62,134	-	-	62,134	62,134	-	-	62,134	-	
Microcomputer	52,715	3,650	-	56,365	45,085	-	4,214	49,299	7,066	
Other - Water rate study	10,408	-	-	10,408	10,408	-	-	10,408	-	
	<u>\$ 3,854,405</u>	<u>\$ 6,966</u>	<u>\$ 9,297</u>	<u>\$ 3,852,074</u>	<u>\$ 1,397,933</u>	<u>\$ 9,297</u>	<u>\$ 56,893</u>	<u>\$ 1,445,529</u>	<u>\$ 2,406,545</u>	
	<u>\$ 21,212,449</u>	<u>\$ 301,691</u>	<u>\$ 180,258</u>	<u>\$ 21,333,882</u>	<u>\$ 9,038,367</u>	<u>\$ 177,277</u>	<u>\$ 629,153</u>	<u>\$ 9,490,243</u>	<u>\$ 11,843,639</u>	

TOWN OF MIDDLETON

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

AS AT MARCH 31, 2019

7. LONG-TERM DEBT

	<u>YEAR OF ISSUE</u>	<u>YEAR OF MATURITY</u>	<u>RATE %</u>	<u>TYPE</u>	<u>BALANCE MAR 31/18</u>	<u>ISSUED</u>	<u>REDEEMED</u>	<u>BALANCE MAR 31/19</u>	<u>INTEREST</u>
PURPOSES									
GENERAL SECTION									
PW EQUIPMENT	2008	2023	3.750-5.088	SERIAL	\$ 51,150	\$ -	\$ 4,650	\$ 46,500	\$ 2,406
EQUIPMENT	2009	2019	1.000-4.889	SERIAL	15,000	-	7,500	7,500	427
PW EQUIPMENT	2011	2021	1.219-3.645	SERIAL	98,000	-	24,500	73,500	2,988
STREETS/SIDEWALKS	2011	2021	1.219-3.645	SERIAL	44,000	-	11,000	33,000	1,341
FIRE TRUCK	2012	2022	1.636-3.480	SERIAL	206,500	-	41,300	165,200	5,509
LOADER	2012	2022	1.510-3.160	SERIAL	97,500	-	19,500	78,000	2,562
TRAFFIC LIGHTS	2013	2023	1.330-3.489	SERIAL	84,000	-	14,000	70,000	1,878
SEWERS	2013	2023	1.330-3.489	SERIAL	1,280,000	-	80,000	1,200,000	37,822
BACKHOE	2015	2025	1.011-2.786	SERIAL	91,147	-	11,394	79,753	1,828
TRACKLESS	2016	2026	1.150-2.925	SERIAL	83,700	-	9,300	74,400	1,733
					2,050,997	-	223,144	1,827,853	58,494
MAINS	2011	2021	1.219-3.645	SERIAL	17,200	-	4,300	12,900	524
					2,068,197	-	227,444	1,840,753	59,018
INTERFUND									
PW 2014 1/2 TON FORD	2014	2019	2.23	ER FUND	5,416	-	5,416	-	103
JUMP JACK/JOB TRAILER	2016	2019	1.51	ER FUND	3,525	-	3,525	-	47
RESHINGLE FIRE HALL	2016	2021	1.76	IND PK SRF	48,416	-	16,140	32,276	819
FIVE TONNE PLOW	2016	2019	1.51	ER FUND	4,414	-	4,414	-	65
PW 2017 3/4 TON FORD	2017	2022	1.68	ELM SCL PROC	28,431	-	7,107	21,324	466
FIRE AIR PACKS	2017	2022	1.68	IND PK SRF	11,338	-	2,835	8,503	185
2017 JOHN DEERE	2018	2021	2.29	ELM SCL PROC	6,824	-	2,275	4,549	145
FIRE COMPRESSOR	2018	2023	2.44	ELM SCL PROC	43,430	-	8,685	34,745	1,016
LIGHTS COMMERCIAL ST.	2018	2023	2.44	IND PK SRF	56,000	-	-	56,000	1,172
CROSSWALK LIGHT, COMMERCIAL ST.	2019	2024	2.88	ELM SCL PROC	-	38,805	-	38,805	404
					207,794	38,805	50,397	196,202	4,422
					\$ 2,275,991	\$ 38,805	\$ 277,841	\$ 2,036,955	\$ 63,440

TOWN OF MIDDLETON

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

AS AT MARCH 31, 2019

7. LONG-TERM DEBT

	<u>YEAR OF ISSUE</u>	<u>YEAR OF MATURITY</u>	<u>RATE %</u>	<u>TYPE</u>	<u>BALANCE MAR 31/17</u>	<u>ISSUED</u>	<u>REDEEMED</u>	<u>BALANCE MAR 31/18</u>	<u>INTEREST</u>
PURPOSES									
GENERAL SECTION									
TENNIS COURTS	2007	2017	4.450-4.625	SERIAL	\$ 7,900	\$ -	\$ 7,900	\$ -	\$ 63
PW EQUIPMENT	2008	2023	3.750-5.088	SERIAL	55,800	-	4,650	51,150	2,633
EQUIPMENT	2009	2019	1.000-4.889	SERIAL	22,500	-	7,500	15,000	773
PW EQUIPMENT	2011	2021	1.219-3.645	SERIAL	122,500	-	24,500	98,000	3,677
STREETS/SIDEWALKS	2011	2021	1.219-3.645	SERIAL	55,000	-	11,000	44,000	1,650
FIRE TRUCK	2012	2022	1.636-3.480	SERIAL	247,800	-	41,300	206,500	6,650
LOADER	2012	2022	1.510-3.160	SERIAL	117,000	-	19,500	97,500	3,015
TRAFFIC LIGHTS	2013	2023	1.330-3.489	SERIAL	98,000	-	14,000	84,000	2,162
SEWERS	2013	2023	1.330-3.489	SERIAL	1,360,000	-	80,000	1,280,000	39,443
BACKHOE	2015	2025	1.011-2.786	SERIAL	102,541	-	11,394	91,147	1,977
TRACKLESS	2016	2026	1.150-2.925	SERIAL	93,000	-	9,300	83,700	1,863
					2,282,041	-	231,044	2,050,997	63,906
MAINS									
	2011	2021	1.219-3.645	SERIAL	21,500	-	4,300	17,200	645
					2,303,541	-	235,344	2,068,197	64,551
INTERFUND									
PAVING	2012	2018	2.22	ELM SCL PROC	9,756	-	9,756	-	168
PW 2014 1/2 TON FORD	2014	2019	2.23	ER FUND	10,841	-	5,425	5,416	223
JUMP JACK/JOB TRAILER	2016	2019	1.51	ER FUND	7,055	-	3,530	3,525	101
RESHINGLE FIRE HALL	2016	2021	1.76	IND PK SRF	64,556	-	16,140	48,416	1,102
FIVE TONNE PLOW	2016	2019	1.51	ER FUND	8,829	-	4,415	4,414	131
PW 2017 3/4 TON FORD	2017	2022	1.68	ELM SCL PROC	35,538	-	7,107	28,431	585
FIRE AIR PACKS	2017	2022	1.68	IND PK SRF	14,173	-	2,835	11,338	233
2017 JOHN DEERE	2018	2021	2.29	ELM SCL PROC	-	6,824	-	6,824	32
FIRE COMPRESSOR	2018	2023	2.44	ELM SCL PROC	-	43,430	-	43,430	218
LIGHTS COMMERCIAL ST.	2018	2023	2.44	IND PK SRF	-	56,000	-	56,000	-
					150,748	106,254	49,208	207,794	2,793
					\$ 2,454,289	\$ 106,254	\$ 284,552	\$ 2,275,991	\$ 67,344

TOWN OF MIDDLETON

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

AS AT MARCH 31, 2019

7. LONG-TERM DEBT (continued)

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

	Debtures General	Term Debt	Total General Capital	Water Capital	Total
2020	\$ 223,144	\$ 56,002	\$ 279,146	\$ 4,300	\$ 283,446
2021	215,644	55,997	271,641	4,300	275,941
2022	215,644	37,588	253,232	4,300	257,532
2023	180,144	27,650	207,794	-	207,794
2024	142,594	18,965	161,559	-	161,559
	<u>\$ 977,170</u>	<u>\$ 196,202</u>	<u>\$ 1,173,372</u>	<u>\$ 12,900</u>	<u>\$ 1,186,272</u>

All long-term debt outstanding at year end has been properly authorized by The Department of Municipal Affairs.

8. ACCUMULATED SURPLUS

Accumulated surplus consists of individual fund surplus/(deficit) and reserves as follows:

	<u>2019</u>	<u>2018</u>
Fund balances		
General operating fund	\$ 97,280	\$ 245,192
General capital fund	(3,441,607)	(3,316,656)
Water operating fund	163,588	127,628
Water capital fund	166,601	158,954
Tourist Bureau	1,701	92
	<u>(3,012,437)</u>	<u>(2,784,790)</u>
Reserve funds		
Operating	334,801	389,657
Capital		
Equipment reserve	42,372	34,270
Debenture	4,562	4,513
Land sale surplus	215,150	224,632
Recreation	1,377	1,361
Sewer operating reserve	433,862	373,757
Land sale - elementary school	119,579	117,614
Capital fund	75,566	60,242
	<u>1,227,269</u>	<u>1,206,046</u>
Investment in capital assets		
General capital fund	10,689,533	10,484,064
Water capital fund	2,432,585	2,446,186
	<u>13,122,118</u>	<u>12,930,250</u>
Total Municipal Position	<u>\$ 11,336,950</u>	<u>\$ 11,351,506</u>

TOWN OF MIDDLETON

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

AS AT MARCH 31, 2019

9. INVESTMENT IN CAPITAL ASSETS

	2019		
	General Capital Fund	Water Capital Fund	Total
Balance, beginning of year	\$ 10,484,064	\$ 2,446,186	\$ 12,930,250
Add:			
Tangible capital purchases (includes work in progress)	566,447	46,629	613,076
Debentures redeemed	223,144	4,300	227,444
	<u>789,591</u>	<u>50,929</u>	<u>840,520</u>
Deduct:			
Write-off of capital assets	35,479	-	35,479
Gain on sale of assets	-	-	-
Depreciation of capital assets	548,643	64,530	613,173
	<u>584,122</u>	<u>64,530</u>	<u>648,652</u>
Balance, end of year	<u>\$ 10,689,533</u>	<u>\$ 2,432,585</u>	<u>\$ 13,122,118</u>

	2018		
	General Capital Fund	Water Capital Fund	Total
Balance, beginning of year	\$ 10,499,380	\$ 2,463,834	\$ 12,963,214
Add:			
Tangible capital purchases (includes work in progress)	325,901	34,945	360,846
Debentures redeemed	231,044	4,300	235,344
Proceeds from sale of assets	3,500	-	3,500
	<u>560,445</u>	<u>39,245</u>	<u>599,690</u>
Deduct:			
Sale of assets	2,981	-	2,981
Gain on sale of assets	519	-	519
Depreciation of capital assets	572,261	56,893	629,154
	<u>575,761</u>	<u>56,893</u>	<u>632,654</u>
Balance, end of year	<u>\$ 10,484,064</u>	<u>\$ 2,446,186</u>	<u>\$ 12,930,250</u>

TOWN OF MIDDLETON

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

AS AT MARCH 31, 2019

10. PENSION PLAN

The Town of Middleton operates a defined contribution pension plan for employees. The Town makes a contribution equal to 6% of the employee's gross salary. The Town recognized contributions of \$45,564 in 2019 (2018 - \$46,143).

11. RATE OF RETURN ON RATE BASE

For the year ended March 31, 2019, the Water Utility has an annual rate of return on the rate base of 1.807% (3.573% in 2018).

12. REMUNERATION AND EXPENSES

The total remuneration and expenses of Town Council and Chief Administrative Officer for the 12 months ended March 31, 2019:

	<u>Remuneration and Expenses</u>
Mayor Sylvester Atkinson	\$ 19,096
Deputy Mayor G. Marshall	10,180
Councilor M. denHaan	9,230
Councilor M. Fairn	9,675
Councilor C. MacMurtry	10,557
Councilor B. Reid	6,832
Councilor G. Smith	11,519
Chief Administrative Officer - Turner	6,579
Chief Administrative Officer - Boyd	51,453

13. OTHER MATTERS

The Town of Middleton, in order to comply with a Nova Scotia Department of Environment order to remediate the contaminated site at 146 Commercial Street, Middleton, NS has approved \$105,000 in the 2019/20 Operating Budget for the removal of the contaminated material from the site.

14. DEFERRED REVENUE

	<u>2019</u>	<u>2018</u>
Gas tax	<u>\$ 191,675</u>	<u>\$ 370,717</u>

Gas Tax represents funds received from the federal government that have not yet been used to fund eligible projects under the terms of the Gas Tax Agreement. These funds remain in deferred revenue until the stipulations for their use have been met.

TOWN OF MIDDLETON

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

AS AT MARCH 31, 2019

15. CONTINGENCIES

Middleton Town Council guaranteed its share of several loans taken by Valley Waste Resource Management Authority (VWRMA). They are as follows:

<u>Date</u>	<u>Principal Balance</u>	<u>Town of Middleton Share</u>	<u>Amount</u>
June 5, 2014	\$ 197,800	1.99%	\$ 796
May 16, 2016	860,000	1.96%	14,329
November 9, 2017	1,348,265	2.00%	27,637
May 30, 2018	399,000	1.94%	8,298
May 30, 2018	187,335	2.00%	4,322
			<u>\$ 55,382</u>

The Town of Middleton is required to make payments on these loans only if Valley Waste Resource Management Authority defaults. The Minister for the Nova Scotia Department of Municipal Affairs has authorized all loan guarantees.

TOWN OF MIDDLETON

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

YEAR ENDED MARCH 31, 2019

16. CONSOLIDATED SCHEDULE OF OPERATIONS BY FUNCTION

	General Gov't	Protective Services	Transportation Services	Env. Health Services	Public Health Services	Env. Development Services	Recreation and Cultural Services	Water Utility	2019	2018
REVENUE										
PROPERTY TAXES	\$ 2,070,203	\$ -	\$ -	\$ 431,371	\$ -	\$ -	\$ -	\$ -	\$ 2,501,574	\$ 2,534,189
GRANTS IN LIEU OF TAXES	126,322	23,923	-	-	-	-	-	-	150,245	152,982
SERVICES PROVIDED TO OTHER LOCAL GOVERNMENTS	4,091	72,769	-	-	-	-	8,000	-	84,860	84,461
SALE OF SERVICES	-	-	15,265	-	-	-	46,108	-	61,373	61,845
OTHER REVENUE FROM OWN SOURCES	67,671	2,061	-	-	-	9,855	-	-	79,587	95,908
UNCONDITIONAL TRANSFERS FROM OTHER GOVTS	680,095	14,588	7,601	-	-	-	-	-	702,284	424,162
CONDITIONAL TRANSFERS FROM FEDERAL OR PROVINCIAL GOVT	23,857	1,000	-	-	-	-	61,138	-	85,995	60,386
WATER UTILITY - NET	-	-	-	-	-	-	-	90,581	90,581	127,892
TOTAL REVENUE	\$ 2,972,239	\$ 114,341	\$ 22,866	\$ 431,371	\$ -	\$ 9,855	\$ 115,246	\$ 90,581	\$ 3,756,499	\$ 3,541,825
EXPENDITURES										
SALARIES, WAGES AND BENEFITS	273,958	-	303,525	54,212	-	71,154	220,147	-	922,996	907,548
OPERATING COSTS	240,676	818,507	373,296	336,615	50,478	107,205	209,754	-	2,136,531	1,984,639
AMORTIZATION	21,413	74,747	151,684	261,321	-	-	39,428	64,530	613,123	629,155
INTEREST ON LONG TERM DEBT	-	7,189	12,025	43,216	-	-	486	-	62,916	66,699
TOTAL EXPENDITURES	536,047	900,443	840,530	695,364	50,478	178,359	469,815	64,530	3,735,566	3,588,041
NET GAIN ON SALE OF TCA	-	-	-	-	-	-	-	-	-	519
NET LOSS ON WRITE-DOWN OF TCA	-	-	(35,479)	-	-	-	-	-	(35,479)	-
SURPLUS (DEFICIT)	\$ 2,436,192	\$ (786,102)	\$ (853,143)	\$ (263,993)	\$ (50,478)	\$ (168,504)	\$ (354,569)	\$ 26,051	\$ (14,546)	\$ (45,697)



TOWN OF MIDDLETON

NON-CONSOLIDATED STATEMENT OF FINANCIAL POSITION OF THE GENERAL OPERATING FUND

AS AT MARCH 31, 2019

	<u>2019</u>	<u>2018</u>
ASSETS		
FINANCIAL ASSETS		
Cash and cash equivalents	\$ -	\$ 78,211
Taxes receivable (net of valuation allowance)	69,817	132,385
Other receivables	10,956	24,717
Harmonized sales tax	85,731	78,219
Due from provincial government	7,875	20,316
Due from other local governments	8,996	14,702
Due from own funds	237,217	152,169
	<u>420,592</u>	<u>500,719</u>
LIABILITIES		
Bank indebtedness	4,950	-
Payables	205,400	180,012
Other liabilities (tax sale surplus)	16,992	16,992
Due to provincial government agencies	40,000	40,000
Due to local governments	11,488	6,633
Accrued debt interest	22,785	23,355
Deferred revenue	33,856	-
	<u>335,471</u>	<u>266,992</u>
NET ASSETS	<u>85,121</u>	<u>233,727</u>
NON-FINANCIAL ASSETS		
Prepaid expenses	12,159	11,465
SURPLUS	<u>\$ 97,280</u>	<u>\$ 245,192</u>
MUNICIPAL POSITION		
Amounts to be recovered from future revenues		
Accrued interest	\$ (22,785)	\$ (23,355)
Fund balance	120,065	268,547
	<u>\$ 97,280</u>	<u>\$ 245,192</u>

On behalf of the Town

 Mayor

 Chief Administrative Officer

TOWN OF MIDDLETON

NON-CONSOLIDATED STATEMENT OF OPERATIONS OF THE GENERAL OPERATING FUND

YEAR ENDED MARCH 31, 2019

	2019		2018
	Budget (unaudited)	Actual	Actual
REVENUE			
Assessable property taxes (page 25)	\$ 2,543,076	\$ 2,540,684	\$ 2,573,299
Grants in lieu of taxes (page 25)	151,814	150,245	152,982
Services provided to other governments (page 26)	84,188	84,860	84,461
Sale of services (page 26)	151,437	168,896	155,498
Other revenue from own sources (page 26)	89,219	82,994	100,415
Unconditional transfers from other governments (page 26)	338,757	338,757	338,744
Conditional transfers from other governments (page 26)	36,000	55,019	52,360
	<u>3,394,491</u>	<u>3,421,455</u>	<u>3,457,759</u>
EXPENSES			
General government services (page 27)	568,526	515,568	465,294
Protective services (page 28)	982,588	963,064	963,348
Transportation services (page 28)	787,627	689,253	676,675
Environmental health services (page 29)	484,977	435,022	378,679
Public health services (page 29)	40,000	50,478	35,788
Environmental development services (page 30)	190,757	178,358	169,141
Recreation and cultural services (page 30)	437,282	427,884	404,274
	<u>3,491,757</u>	<u>3,259,627</u>	<u>3,093,199</u>
NET REVENUE	<u>(97,266)</u>	<u>161,828</u>	<u>364,560</u>
FINANCING AND TRANSFERS			
Debenture principal instalments (page 31)	(223,144)	(223,144)	(231,044)
Transfers to own reserves, funds and agencies (page 31)	75,220	(331,788)	(269,930)
Use of prior year surplus (page 31)	245,190	245,192	190,803
	<u>97,266</u>	<u>(309,740)</u>	<u>(310,171)</u>
CHANGE IN FUND BALANCE	-	(147,912)	54,389
SURPLUS AT BEGINNING OF YEAR		<u>245,192</u>	<u>190,803</u>
SURPLUS AT END OF YEAR		<u>\$ 97,280</u>	<u>\$ 245,192</u>

TOWN OF MIDDLETON

NON-CONSOLIDATED SCHEDULE OF GENERAL OPERATING FUND REVENUES

YEAR ENDED MARCH 31, 2019

	2019		2018
	Budget (unaudited)	Actual	Actual
REVENUE			
ASSESSABLE PROPERTY TAXES			
ASSESSABLE PROPERTY			
Residential	\$ 1,649,424	\$ 1,644,894	\$ 1,633,120
Commercial property	656,221	656,899	651,681
Based on special tax agreements or legislation	55,282	55,281	61,002
	<u>2,360,927</u>	<u>2,357,074</u>	<u>2,345,803</u>
RESOURCE			
Taxable assessments	3,967	3,938	3,960
Forest property tax	36	36	36
	<u>4,003</u>	<u>3,974</u>	<u>3,996</u>
SPECIAL ASSESSMENTS (SEWER)	<u>433,059</u>	<u>431,371</u>	<u>435,405</u>
BUSINESS PROPERTY			
Based on revenues - Aliant	9,641	11,057	9,641
Nova Scotia Power Inc. - Grant in lieu of taxes	496	496	488
Nova Scotia Power Inc. - HST rebate	13,367	12,998	13,367
	<u>23,504</u>	<u>24,551</u>	<u>23,496</u>
OTHER TAXES			
Deed transfer tax	<u>90,269</u>	<u>93,014</u>	<u>111,651</u>
LESS: EDUCATION EXPENDITURE AS A REDUCTION OF TAX REVENUE - APPROPRIATION TO REGIONAL SCHOOL BOARD	<u>(368,686)</u>	<u>(369,300)</u>	<u>(347,052)</u>
TOTAL TAXES	<u>\$ 2,543,076</u>	<u>\$ 2,540,684</u>	<u>\$ 2,573,299</u>
GRANTS IN LIEU OF TAXES			
Federal government	\$ 32,651	\$ 32,600	\$ 33,606
Provincial government			
Provincial property and property of supported institutions	95,240	93,722	95,453
Fire protection	23,923	23,923	23,923
TOTAL GRANTS IN LIEU OF TAXES	<u>\$ 151,814</u>	<u>\$ 150,245</u>	<u>\$ 152,982</u>



TOWN OF MIDDLETON

NON-CONSOLIDATED SCHEDULE OF GENERAL OPERATING FUND REVENUES (CONTINUED)

YEAR ENDED MARCH 31, 2019

	2019		2018
	Budget (unaudited)	Actual	Actual
SERVICES PROVIDED TO OTHER GOVERNMENTS			
Other local governments	\$ 84,188	\$ 84,860	\$ 84,461
TOTAL SERVICES PROVIDED TO OTHER GOVERNMENTS	<u>\$ 84,188</u>	<u>\$ 84,860</u>	<u>\$ 84,461</u>
SALES OF SERVICES			
General government services	\$ 39,021	\$ 45,344	\$ 35,910
Transportation services	72,416	77,444	80,182
Recreation and cultural services	40,000	46,108	39,406
TOTAL SALES OF SERVICES	<u>\$ 151,437</u>	<u>\$ 168,896</u>	<u>\$ 155,498</u>
OTHER REVENUE FROM OWN SOURCES			
Licenses and permits	\$ 2,375	\$ 9,856	\$ 2,368
Fines	4,000	2,062	5,916
Rentals	23,244	17,463	23,106
Return on investments	4,100	7,130	4,502
Penalties and interest on taxes	55,000	41,991	59,391
Miscellaneous	500	4,492	5,132
TOTAL OTHER REVENUE FROM OWN SOURCES	<u>\$ 89,219</u>	<u>\$ 82,994</u>	<u>\$ 100,415</u>
UNCONDITIONAL TRANSFER FROM OTHER GOVERNMENTS			
Provincial government			
Service Nova Scotia and Municipal Relations			
Municipal Grants Act - Equalization	\$ 338,073	\$ 338,073	\$ 338,073
Municipal Government Act - Farm property acreage	684	684	671
TOTAL UNCONDITIONAL TRANSFERS FROM OTHER GOVERNMENTS	<u>\$ 338,757</u>	<u>\$ 338,757</u>	<u>\$ 338,744</u>
CONDITIONAL TRANSFERS FROM FEDERAL OR PROVINCIAL GOVERNMENTS			
Federal government	\$ 5,000	\$ 6,821	\$ 6,621
Provincial government	31,000	48,198	45,739
TOTAL CONDITIONAL TRANSFERS	<u>\$ 36,000</u>	<u>\$ 55,019</u>	<u>\$ 52,360</u>
TOTAL REVENUE	<u>\$ 3,394,491</u>	<u>\$ 3,421,455</u>	<u>\$ 3,457,759</u>

TOWN OF MIDDLETON**NON-CONSOLIDATED SCHEDULE OF GENERAL
OPERATING FUND EXPENDITURES**

YEAR ENDED MARCH 31, 2019

	2019		2018
	Budget (unaudited)	Actual	Actual
EXPENDITURES			
GENERAL GOVERNMENT SERVICES			
LEGISLATIVE			
Mayor remuneration	\$ 11,200	\$ 11,200	\$ 11,200
Mayor expenses	2,286	1,924	3,360
Council remuneration	39,550	37,975	39,550
Council expenses	6,404	2,285	8,766
	<u>59,440</u>	<u>53,384</u>	<u>62,876</u>
GENERAL ADMINISTRATIVE			
Administrative	47,243	37,889	40,497
Financial management	274,903	314,311	282,981
Taxation			
Tax rebates	11,651	10,151	10,765
Other taxation	-	(162)	-
Common services	50,845	38,200	50,542
Other general administrative services	56,460	47,648	13,446
	<u>441,102</u>	<u>448,037</u>	<u>398,231</u>
DEBT CHARGES			
General operations interest	500	-	1
Debenture interest	60,507	-	-
Term loan interest	2,977	-	-
Other debt charges	4,000	4,414	4,186
	<u>67,984</u>	<u>4,414</u>	<u>4,187</u>
OTHER GENERAL GOVERNMENT SERVICES			
Elections and plebiscites	-	9,733	-
	<u>-</u>	<u>9,733</u>	<u>-</u>
TOTAL GENERAL GOVERNMENT SERVICES	<u>\$ 568,526</u>	<u>\$ 515,568</u>	<u>\$ 465,294</u>

TOWN OF MIDDLETON

NON-CONSOLIDATED SCHEDULE OF GENERAL OPERATING FUND EXPENDITURES (CONTINUED)

YEAR ENDED MARCH 31, 2019

	2019		2018
	Budget (unaudited)	Actual	Actual
EXPENDITURES			
PROTECTIVE SERVICES			
Police protection	\$ 607,692	\$ 606,719	\$ 599,893
Law enforcement - transfer to correctional services	24,001	24,001	24,418
Other	45,945	43,004	48,347
	<u>677,638</u>	<u>673,724</u>	<u>672,658</u>
Fire protection			
Water supply and hydrants	146,933	136,973	136,809
Other	145,017	138,311	136,880
	<u>291,950</u>	<u>275,284</u>	<u>273,689</u>
Emergency measures	<u>5,500</u>	<u>4,751</u>	<u>4,667</u>
Debt charges			
Debenture interest	-	5,509	6,651
Term loan interest	-	(62)	199
	<u>-</u>	<u>5,447</u>	<u>6,850</u>
Other protective services	<u>7,500</u>	<u>3,858</u>	<u>5,484</u>
TOTAL PROTECTIVE SERVICES	<u>\$ 982,588</u>	<u>\$ 963,064</u>	<u>\$ 963,348</u>
TRANSPORTATION SERVICES			
Common services	\$ 389,983	\$ 289,426	\$ 303,758
Road transport			
Roads and streets	314,520	308,532	292,943
Street lighting	28,074	28,639	25,055
Traffic services	34,050	30,350	22,567
	<u>766,627</u>	<u>656,947</u>	<u>644,323</u>
Public transit	<u>21,000</u>	<u>21,000</u>	<u>21,000</u>
Debt charges			
Debenture interest	-	9,769	11,441
Term loan interest	-	1,537	(89)
	<u>-</u>	<u>11,306</u>	<u>11,352</u>
TOTAL TRANSPORTATION SERVICES	<u>\$ 787,627</u>	<u>\$ 689,253</u>	<u>\$ 676,675</u>

TOWN OF MIDDLETON**NON-CONSOLIDATED SCHEDULE OF GENERAL
OPERATING FUND EXPENDITURES (CONTINUED)****YEAR ENDED MARCH 31, 2019**

	2019		2018
	Budget (unaudited)	Actual	Actual
EXPENDITURES			
ENVIRONMENTAL HEALTH SERVICES			
Administration	\$ 12,200	\$ 9,385	\$ 7,222
Sewage collection systems	12,271	34,219	11,303
Sewage lift stations	32,375	30,118	27,070
Sewage treatment and disposal	235,099	150,726	146,367
	<u>291,945</u>	<u>224,448</u>	<u>191,962</u>
Garbage and waste collection	<u>193,032</u>	<u>167,358</u>	<u>140,966</u>
Debt charges			
Debenture interest	-	43,216	45,751
Term loan interest	-	-	-
	<u>-</u>	<u>43,216</u>	<u>45,751</u>
TOTAL ENVIRONMENTAL HEALTH SERVICES	<u>\$ 484,977</u>	<u>\$ 435,022</u>	<u>\$ 378,679</u>
PUBLIC HEALTH SERVICES			
Housing - deficit of Regional Housing Authority	<u>\$ 40,000</u>	<u>\$ 50,478</u>	<u>\$ 35,788</u>
TOTAL PUBLIC HEALTH SERVICES	<u>\$ 40,000</u>	<u>\$ 50,478</u>	<u>\$ 35,788</u>



TOWN OF MIDDLETON**NON-CONSOLIDATED SCHEDULE OF GENERAL
OPERATING FUND EXPENDITURES (CONTINUED)**

YEAR ENDED MARCH 31, 2019

	2019		2018
	Budget (unaudited)	Actual	Actual
EXPENDITURES			
ENVIRONMENTAL DEVELOPMENT SERVICES			
Environmental planning and zoning			
Administration	\$ 83,740	\$ 82,140	\$ 72,790
Other	-	-	-
Other community development	87,862	77,248	80,243
Industrial parks	12,144	12,144	12,144
	<u>183,746</u>	<u>171,532</u>	<u>165,177</u>
Other environmental development services - tourism	3,800	4,100	2,198
Other environmental development services	3,211	2,726	1,766
	<u>7,011</u>	<u>6,826</u>	<u>3,964</u>
TOTAL ENVIRONMENTAL DEVELOPMENT SERVICES	<u>\$ 190,757</u>	<u>\$ 178,358</u>	<u>\$ 169,141</u>
RECREATION AND CULTURAL SERVICES			
Recreation facilities			
Administration	\$ 197,312	\$ 193,619	\$ 182,235
Swimming pools	12,629	12,629	12,525
Skating rinks and arenas	18,000	17,932	18,104
Parks, playgrounds and sports fields	145,502	140,751	131,804
	<u>373,443</u>	<u>364,931</u>	<u>344,668</u>
Cultural buildings and facilities			
Library - local branch	11,528	11,528	11,528
Library - other	13,811	13,643	13,348
Other - museum commission	2,500	2,500	-
	<u>27,839</u>	<u>27,671</u>	<u>24,876</u>
Debt charges			
Debenture interest	-	-	63
Term debt interest	-	(30)	13
	<u>-</u>	<u>(30)</u>	<u>76</u>
Other recreation and cultural services	36,000	35,312	34,654
TOTAL RECREATION AND CULTURAL SERVICES	<u>\$ 437,282</u>	<u>\$ 427,884</u>	<u>\$ 404,274</u>
TOTAL EXPENDITURES	<u>\$ 3,491,757</u>	<u>\$ 3,259,627</u>	<u>\$ 3,093,199</u>

TOWN OF MIDDLETON

NON-CONSOLIDATED SCHEDULE OF FINANCING AND TRANSFERS OF THE GENERAL OPERATING FUND

YEAR ENDED MARCH 31, 2019

	2019		2018
	Budget (unaudited)	Actual	Actual
FINANCING AND TRANSFERS			
PRINCIPAL INSTALMENTS			
Debenture principal	\$ 223,144	\$ 223,144	\$ 231,044
TRANSFERS TO (FROM) OWN RESERVES, FUNDS AND AGENCIES			
Transfer to - general capital fund	50,397	50,397	75,361
Transfer to - tourist bureau	14,383	14,383	14,793
Transfer to - reserve fund interest	-	2,977	2,670
Transfer to - reserve fund	-	300,192	240,803
Transfer from - reserve fund	(140,000)	(36,161)	(63,697)
	<u>(75,220)</u>	<u>331,788</u>	<u>269,930</u>
CHANGE IN EQUITY			
Use of prior years' surplus	<u>(245,190)</u>	<u>(245,192)</u>	<u>(190,803)</u>
TOTAL FINANCING AND TRANSFERS	<u>\$ (97,266)</u>	<u>\$ 309,740</u>	<u>\$ 310,171</u>

TOWN OF MIDDLETON


NON-CONSOLIDATED STATEMENT OF FINANCIAL POSITION OF THE GENERAL CAPITAL FUND

AS AT MARCH 31, 2019

	<u>2019</u>	<u>2018</u>
ASSETS		
Financial assets		
Cash and cash equivalents	\$ 33	\$ 8,013
Due from general operating fund	-	-
Due from reserve fund	70,738	114,253
	<u>70,771</u>	<u>122,266</u>
LIABILITIES		
Due to general operating fund	237,217	152,169
Loans from reserve funds	196,201	207,793
Long-term debt (note 7)	1,827,853	2,050,997
Vested interest - Annapolis County	12,168	12,168
	<u>2,273,439</u>	<u>2,423,127</u>
NET DEBT	<u>(2,202,668)</u>	<u>(2,300,861)</u>
NON-FINANCIAL ASSETS		
Work in progress	52,553	31,175
Capital assets, at cost (note 6)	17,946,744	17,481,808
Accumulated allowance for amortization (note 6)	(8,548,703)	(8,044,714)
	<u>9,450,594</u>	<u>9,468,269</u>
	<u>\$ 7,247,926</u>	<u>\$ 7,167,408</u>
SURPLUS (DEFICIT)	<u>\$ (3,441,607)</u>	<u>\$ (3,316,656)</u>
INVESTMENT IN CAPITAL ASSETS (note 9)	<u>10,689,533</u>	<u>10,484,064</u>
TOTAL FUND BALANCE	<u>\$ 7,247,926</u>	<u>\$ 7,167,408</u>

On behalf of the Town

 Mayor

 Chief Administrative Officer

TOWN OF MIDDLETON**NON-CONSOLIDATED STATEMENT OF FINANCIAL
ACTIVITIES OF THE GENERAL CAPITAL FUND****YEAR ENDED MARCH 31, 2019**

	<u>2019</u>	<u>2018</u>
REVENUE		
Capital contributions	\$ 26,907	\$ 4,000
Provincial government grants	-	-
Federal government grants	-	-
Gain on sale of assets	-	519
Interest	33	22
	<u>26,940</u>	<u>4,541</u>
EXPENDITURES		
General government services	24,497	-
Protective services	1,271	73,334
Transportation services	38,805	187,870
Environmental health services	349,048	8,231
Recreation and cultural services	9,907	17,149
Land	142,919	39,317
	<u>566,447</u>	<u>325,901</u>
NET EXPENDITURES	<u>(539,507)</u>	<u>(321,360)</u>
FINANCING AND TRANSFERS		
Proceeds on issuance of debt	-	-
Transfers from own reserves, funds and agencies		
Transfer from operating, capital expenditures	-	26,155
Transfer from capital reserve	36,490	82,707
Transfer from operating, retire short term debt	50,397	49,208
Transfer from gas tax reserve	327,669	68,868
Transfer from reserve fund	-	(3,500)
Total net transfers	<u>414,556</u>	<u>223,438</u>
Total financing and transfers	<u>414,556</u>	<u>223,438</u>
CHANGE IN FUND BALANCE	<u>(124,951)</u>	<u>(97,922)</u>
SURPLUS (DEFICIT) AT BEGINNING OF YEAR	<u>(3,316,656)</u>	<u>(3,218,734)</u>
SURPLUS (DEFICIT) AT END OF YEAR	<u>\$ (3,441,607)</u>	<u>\$ (3,316,656)</u>

TOWN OF MIDDLETON

NON-CONSOLIDATED STATEMENT OF FINANCIAL POSITION OF THE WATER UTILITY OPERATING FUND

AS AT MARCH 31, 2019

	<u>2019</u>	<u>2018</u>
ASSETS		
Financial assets		
Cash	\$ 82,801	\$ 53,283
Rates receivable, net of asset valuation of \$723 (2018- \$863)	142,955	136,980
Other receivables	530	267
Prepaid expenses	9,740	8,756
Harmonized sales tax	13,212	9,014
Due from water capital fund	-	-
	<u>249,238</u>	<u>208,300</u>
LIABILITIES		
Short-term borrowings	-	-
Payables	21,120	55,074
Due to water capital fund	64,530	25,598
	<u>85,650</u>	<u>80,672</u>
SURPLUS	<u>\$ 163,588</u>	<u>\$ 127,628</u>

On behalf of the Town

 Mayor

 Chief Administrative Officer

TOWN OF MIDDLETON

NON-CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES OF THE WATER UTILITY OPERATING FUND

YEAR ENDED MARCH 31, 2019

	2019		2018
	Budget (unaudited)	Actual	Actual
OPERATING REVENUE			
Metered sales	\$ 500,168	\$ 506,913	\$ 483,401
Flat rate sales	900	960	920
Public fire protection	146,933	147,827	147,651
Sprinkler service	3,050	3,350	3,350
Other operational revenue	5,750	2,978	3,796
Total operating revenue	<u>656,801</u>	<u>662,028</u>	<u>639,118</u>
OPERATING EXPENDITURES			
Source of supply (page 36)	8,076	6,680	6,578
Power and pumping (page 36)	65,391	56,403	43,064
Water treatment (page 36)	32,312	39,951	28,648
Transmission and distribution (page 36)	169,583	168,845	137,506
Administration and general (page 36)	247,314	238,654	236,660
Depreciation	76,654	64,530	56,893
Taxes	48,527	43,877	43,781
Total operating expenditures	<u>647,857</u>	<u>618,940</u>	<u>553,130</u>
NET OPERATING REVENUE	<u>8,944</u>	<u>43,088</u>	<u>85,988</u>
Non-operating revenue			
Other	<u>930</u>	<u>2,389</u>	<u>1,495</u>
Non-operating expenditures			
Debt charges			
Principal	4,300	4,300	4,300
Interest	574	524	706
Capital expenditures out of revenue	<u>5,000</u>	<u>4,693</u>	<u>3,650</u>
	<u>9,874</u>	<u>9,517</u>	<u>8,656</u>
EXCESS OF REVENUE OVER EXPENDITURES	-	35,960	78,827
SURPLUS AT BEGINNING OF YEAR		<u>127,628</u>	<u>48,801</u>
SURPLUS AT END OF YEAR		<u>\$ 163,588</u>	<u>\$ 127,628</u>

TOWN OF MIDDLETON

SCHEDULE TO NON-CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES OF THE WATER UTILITY OPERATING FUND

YEAR ENDED MARCH 31, 2019

	2019		2018
	Budget (unaudited)	Actual	Actual
SOURCE OF SUPPLY			
Supplies and expenses	\$ 7,100	\$ 6,362	\$ 5,185
Maintenance of plant	976	318	1,393
	<u>\$ 8,076</u>	<u>\$ 6,680</u>	<u>\$ 6,578</u>
POWER AND PUMPING			
Power	\$ 45,020	\$ 34,174	\$ 33,562
Maintenance	20,371	22,229	9,502
	<u>\$ 65,391</u>	<u>\$ 56,403</u>	<u>\$ 43,064</u>
WATER TREATMENT			
Labour	\$ 10,065	\$ 7,778	\$ 6,714
Supplies and expenses	20,775	31,084	21,748
Maintenance of structures and improvements	1,472	1,089	186
	<u>\$ 32,312</u>	<u>\$ 39,951</u>	<u>\$ 28,648</u>
TRANSMISSION AND DISTRIBUTION			
Maintenance and mains	\$ 94,530	\$ 89,988	\$ 63,515
Maintenance of other distribution plant	34,160	39,287	36,613
Transportation expenses	23,831	24,635	29,047
Shop expenses	17,062	14,935	8,331
	<u>\$ 169,583</u>	<u>\$ 168,845</u>	<u>\$ 137,506</u>
ADMINISTRATION AND GENERAL			
Supervision	\$ 173,867	\$ 165,405	\$ 161,947
Consumer billing and accounting	4,415	5,683	4,692
Uncollectible accounts	2,251	25	976
Employee benefits	7,392	5,851	5,530
General office expenses	44,655	45,582	46,975
Audit	5,178	4,954	4,849
Regulatory expenses	1,800	1,590	1,590
Maintenance of general property	7,756	9,564	8,601
Miscellaneous general expenses	-	-	1,500
	<u>\$ 247,314</u>	<u>\$ 238,654</u>	<u>\$ 236,660</u>

TOWN OF MIDDLETON

NON-CONSOLIDATED STATEMENT OF FINANCIAL POSITION OF THE WATER UTILITY CAPITAL FUND

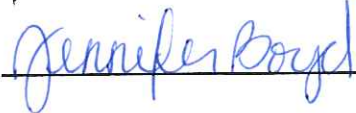
AS AT MARCH 31, 2019

	<u>2019</u>	<u>2018</u>
ASSETS		
Financial assets		
Cash - depreciation (note 3a.)	\$ 92,146	\$ 125,405
Cash - other	6,726	4,751
Due from water operating fund	64,530	25,598
Due from reserve fund	-	-
	<u>\$ 163,402</u>	<u>\$ 155,754</u>
LIABILITIES		
Long-term debt (note 7)	<u>\$ 12,900</u>	<u>\$ 17,200</u>
NET ASSETS	<u>150,502</u>	<u>138,554</u>
NON-FINANCIAL ASSETS		
Work in progress	64,147	60,041
Capital assets (note 6)	3,888,532	3,852,074
Accumulated allowance for depreciation (note 6)	<u>(1,503,995)</u>	<u>(1,445,529)</u>
	<u>2,448,684</u>	<u>2,466,586</u>
	<u>\$ 2,599,186</u>	<u>\$ 2,605,140</u>
SURPLUS	\$ 166,601	\$ 158,954
INVESTMENT IN CAPITAL ASSETS (note 9)	2,432,585	2,446,186
TOTAL FUND BALANCE	<u>\$ 2,599,186</u>	<u>\$ 2,605,140</u>

On behalf of the Town



Mayor



Chief Administrative Officer

TOWN OF MIDDLETON**NON-CONSOLIDATED STATEMENT OF FINANCIAL
ACTIVITIES OF THE WATER UTILITY CAPITAL FUND****YEAR ENDED MARCH 31, 2019**

	<u>2019</u>	<u>2018</u>
REVENUE		
Interest	\$ 1,576	\$ 356
Proceeds from sale of assets	<u>1,906</u>	<u>-</u>
	<u>3,482</u>	<u>356</u>
EXPENSES		
Capital asset disposal costs	18,427	-
Capital purchases	<u>46,629</u>	<u>34,945</u>
	<u>65,056</u>	<u>34,945</u>
NET EXPENSES	<u>(61,574)</u>	<u>(34,589)</u>
FINANCING AND TRANSFERS		
Transfers from own reserves, funds and agencies		
Transfer from water operating, depreciation	64,530	56,893
Transfer from water operating, capital expenditures	<u>4,691</u>	<u>3,650</u>
Total financing and transfers	<u>69,221</u>	<u>60,543</u>
CHANGE IN FUND BALANCE	7,647	25,954
SURPLUS AT BEGINNING OF YEAR	<u>158,954</u>	<u>133,000</u>
SURPLUS AT END OF YEAR	<u>\$ 166,601</u>	<u>\$ 158,954</u>

TOWN OF MIDDLETON


NON-CONSOLIDATED STATEMENT OF FINANCIAL POSITION OF THE RESERVE FUND

AS AT MARCH 31, 2019

	<u>2019</u>	<u>2018</u>
ASSETS		
Financial assets		
Cash and cash equivalents	\$ 1,293,481	\$ 1,483,223
Loans to general capital fund	<u>196,201</u>	<u>207,793</u>
	<u>\$ 1,489,682</u>	<u>\$ 1,691,016</u>
LIABILITIES		
Due to general capital	\$ 70,738	\$ 114,252
Due to water capital	<u>-</u>	<u>-</u>
	<u>70,738</u>	<u>114,252</u>
SURPLUS	<u>1,418,944</u>	<u>1,576,764</u>
	<u>\$ 1,489,682</u>	<u>\$ 1,691,016</u>

On behalf of the Town

 Mayor

 Chief Administrative Officer

TOWN OF MIDDLETON**NON-CONSOLIDATED STATEMENT OF FINANCIAL
ACTIVITIES OF THE RESERVE FUND**

YEAR ENDED MARCH 31, 2019

			2019	2018
	General Operating	General Capital	Total	Total
REVENUE				
Federal government - gas tax rebate	\$ -	\$ 143,789	\$ 143,789	\$ 138,249
Interest	4,916	12,743	17,659	6,575
Public donations	-	14,588	14,588	11,520
Proceeds from asset sale	-	7,601	7,601	-
	4,916	178,721	183,637	156,344
EXPENSES	-	-	-	-
NET REVENUE	4,916	178,721	183,637	156,344
FINANCING AND TRANSFERS				
Transfer (to) from own reserves, funds and agencies				
General operating	(35,275)	55,000	19,725	(13,697)
General capital	(24,497)	(339,662)	(364,159)	(148,076)
General capital, debenture residual	-	-	-	-
Water capital	-	-	-	-
General operating, interest	-	2,977	2,977	2,670
Total net transfers	(59,772)	(281,685)	(341,457)	(159,103)
CHANGE IN FUND BALANCE	(54,856)	(102,964)	(157,820)	(2,759)
SURPLUS AT BEGINNING OF YEAR	389,657	1,187,107	1,576,764	1,579,523
SURPLUS AT END OF YEAR	\$ 334,801	\$ 1,084,143	\$ 1,418,944	\$ 1,576,764