

TOWN OF MIDDLETON

FINANCIAL STATEMENTS

MARCH 31, 2020



KENT & DUFFETT
Chartered Professional Accountants



Chartered Professional Accountants

TOWN OF MIDDLETON

CONSOLIDATED FINANCIAL STATEMENTS

MARCH 31, 2020

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TOWN OF MIDDLETON

CONSOLIDATED FINANCIAL STATEMENTS

YEAR ENDED MARCH 31, 2020

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

August 31, 2020



Jennifer Boyd

Chief Administrative Officer

August 31, 2020

Incorporated partners
Forse Investments Limited
Crosby Smith Holdings 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, 2020, 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.

Incorporated partners
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Crosby Smith Holdings Limited

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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
August 31, 2020


Chartered Professional Accountants
Registered Municipal Auditor

TOWN OF MIDDLETON

CONSOLIDATED STATEMENT OF OPERATIONS

YEAR ENDED MARCH 31, 2020

	<u>2020</u> <u>Budget</u> (unaudited)	<u>2020</u> <u>Actual</u>	<u>2019</u> <u>Actual</u>
REVENUES			
Assessable property taxes (net of school board appropriation)	\$ 2,673,464	\$ 2,610,301	\$ 2,501,574
Grants in lieu of taxes	147,730	148,900	150,245
Services provided to other governments	88,119	87,884	84,860
Sales of services	156,817	63,605	61,373
Other revenue from own sources	83,664	64,134	79,587
Unconditional transfers from other governments	352,245	399,080	702,284
Conditional transfers from federal or provincial governments or agencies	46,000	155,557	85,995
Gain on disposal of tangible capital assets	-	184	-
Net water fund revenue (expenditures)	-	208,228	90,581
	<u>3,548,039</u>	<u>3,737,873</u>	<u>3,756,499</u>
EXPENSES			
General government services	517,831	444,621	514,634
Protective services	1,026,697	827,043	825,695
Transportation services	786,178	665,759	688,846
Environmental health services	478,089	394,291	434,044
Public health services	40,000	151,468	50,478
Environmental development services	156,309	140,290	178,358
Recreation and cultural services	411,083	386,180	430,348
Write-off of capital assets	-	-	35,479
Amortization	-	625,931	613,173
	<u>3,416,187</u>	<u>3,635,583</u>	<u>3,771,055</u>
ANNUAL SURPLUS	131,852	102,290	(14,556)
ACCUMULATED SURPLUS AT BEGINNING OF YEAR		<u>11,336,950</u>	<u>11,351,506</u>
ACCUMULATED SURPLUS AT END OF YEAR		<u>\$ 11,439,240</u>	<u>\$ 11,336,950</u>

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

TOWN OF MIDDLETON


CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT MARCH 31, 2020

	<u>2020</u>	<u>2019</u>
FINANCIAL ASSETS		
Cash	\$ 1,907,396	\$ 1,477,725
Accounts receivable - taxes, net of valuation allowance (note 4)	124,804	69,817
Accounts receivable - other, net of valuation allowance	353,096	270,347
	<u>2,385,296</u>	<u>1,817,889</u>
LIABILITIES		
Bank indebtedness	142,981	4,950
Accounts payable and accrued liabilities	372,745	295,930
Deferred revenue (note 14)	524,227	225,531
Long-term debt (note 7)	1,613,309	1,840,753
Interest accrual	20,570	22,785
Vested interest - Annapolis County	12,168	12,168
	<u>2,686,000</u>	<u>2,402,117</u>
NET DEBT (page 6)	<u>(300,704)</u>	<u>(584,228)</u>
NON-FINANCIAL ASSETS		
Work in progress	238,323	116,700
Tangible capital assets (note 6)	11,478,677	11,782,578
Prepaid expenses	22,944	21,900
	<u>11,739,944</u>	<u>11,921,178</u>
ACCUMULATED SURPLUS	<u>\$ 11,439,240</u>	<u>\$ 11,336,950</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, 2020**

	<u>Budget</u>	<u>2020</u>	<u>2019</u>
ANNUAL SURPLUS (page 4)	\$ 542,935	\$ 102,290	\$ (14,556)
Change in work in progress	-	(121,623)	(25,484)
Acquisition of tangible capital assets and donated assets	(1,352,312)	(331,912)	(587,591)
Amortization of tangible capital assets	93,638	625,931	613,173
Sale of tangible capital assets	-	9,882	-
Write-off of tangible capital assets	-	-	35,479
	<u>(715,739)</u>	<u>284,568</u>	<u>21,021</u>
Change in prepaid expenses	<u>-</u>	<u>(1,044)</u>	<u>(1,678)</u>
Decrease in net debt	(715,739)	283,524	19,343
NET DEBT AT BEGINNING OF YEAR		<u>(584,228)</u>	<u>(603,571)</u>
NET DEBT AT END OF YEAR		<u>\$ (300,704)</u>	<u>\$ (584,228)</u>

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

TOWN OF MIDDLETON**CONSOLIDATED STATEMENT OF CASH FLOWS****AS AT MARCH 31, 2020**

	<u>2020</u>	<u>2019</u> <u>Restated</u>
OPERATING TRANSACTIONS		
Annual surplus	\$ 102,290	\$ (14,556)
Net change in non-cash working capital balances		
Amortization	625,931	613,173
Write down of capital assets	-	35,479
	<u>728,221</u>	<u>634,096</u>
Net change in working capital balances		
Decrease (increase) in accounts receivable - taxes	(54,987)	62,568
Decrease (increase) in accounts receivable - other	(82,749)	13,978
Increase (decrease) in accounts payable and accrued liabilities	76,815	(3,718)
Increase (decrease) in deferred revenue	298,696	(145,186)
Increase (decrease) in interest accrual	(2,215)	(570)
Decrease (increase) in prepaid expenses	(1,044)	(1,678)
Cash provided by operating transactions	<u>962,737</u>	<u>559,490</u>
CAPITAL TRANSACTIONS		
(Increase) decrease in work in progress	(121,623)	(25,484)
Purchase of tangible capital assets	(331,912)	(587,591)
Sale of tangible capital assets	9,882	-
Cash applied to capital transactions	<u>(443,653)</u>	<u>(613,075)</u>
FINANCING TRANSACTIONS		
Increase (decrease) in bank indebtedness	138,031	4,950
Proceeds from issuance of long-term debt	-	-
Repayment of long-term debt	(227,444)	(227,444)
Cash provided for financing transactions	<u>(89,413)</u>	<u>(222,494)</u>
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	429,671	(276,079)
Cash and cash equivalents at beginning of year	<u>1,477,725</u>	<u>1,753,804</u>
CASH AND CASH EQUIVALENTS AT END OF YEAR	<u>\$ 1,907,396</u>	<u>\$ 1,477,725</u>

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

TOWN OF MIDDLETON

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

AS AT MARCH 31, 2020

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, 2020

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, 2020

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, 2020

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, 2020

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, 2020 the Town contributed \$151,468 (2019 - \$50,478) to the Housing Authority to fund its share of the prior year losses.

Annapolis Valley School Board

For the year ended March 31, 2020 the Town contributed \$385,248 (2019 - \$369,300) as its share of operations of the Annapolis Valley School Board.

Regional Library – 1.68% Interest

For the year ended March 31, 2020 the Town paid \$11,528 (2019 - \$11,528) to the Regional Library Board as its share of the deficit.

Valley Waste Management Authority – 2.55% Interest

For the year ended March 31, 2020 the Town contributed \$165,358 (2019 - \$156,230) to the Authority as its share of the capital and operating expenditures.

3(a.) CASH, DEPRECIATION FUND WATER UTILITY

	<u>2020</u>	<u>2019</u>
Cash at beginning of year	\$ 92,146	\$ 125,405
Add:		
Depreciation from prior year	64,530	56,893
Interest earned	2,054	1,506
	<u>158,730</u>	<u>183,804</u>
Deduct:		
Transfer to water operating fund, capital expenditures	72,700	73,231
Capital asset disposal costs	-	18,427
CASH AT END OF YEAR	<u>\$ 86,030</u>	<u>\$ 92,146</u>

3(b.) DEPRECIATION FUND RESERVE BALANCE WATER UTILITY

	<u>2020</u>	<u>2019</u>
Cash balance at end of year (note 3(a))	\$ 86,030	\$ 92,146
Add:		
Depreciation for current year	61,871	64,530
	<u>147,901</u>	<u>156,676</u>
Deduct:		
Payable to water operating fund, capital expenditures	45,858	-
BALANCE AT END OF YEAR	<u>\$ 102,043</u>	<u>\$ 156,676</u>

TOWN OF MIDDLETON

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

AS AT MARCH 31, 2020

3(c.) ACCUMULATED ALLOWANCE FOR DEPRECIATION WATER UTILITY

	<u>2020</u>	<u>2019</u>
Balance at beginning of year	\$ 1,503,995	\$ 1,445,529
Add:		
Depreciation for current year	<u>61,871</u>	<u>64,530</u>
	1,565,866	1,510,059
Deduct:		
Accumulated depreciation on disposal	<u>-</u>	<u>6,064</u>
BALANCE AT END OF YEAR	<u><u>\$ 1,565,866</u></u>	<u><u>\$ 1,503,995</u></u>

4. ACCOUNTS RECEIVABLE

	Current Year	Prior Year	2020 Total	2019 Total
General operating				
Balance at beginning of year	\$ -	\$ 69,817	\$ 69,817	\$ 132,385
Add:				
Current year's tax levy (includes interest)	<u>2,887,276</u>	<u>-</u>	<u>2,887,276</u>	<u>2,797,416</u>
	2,887,276	69,817	2,957,093	2,929,801
Deduct:				
Current year's tax collection	<u>2,788,737</u>	<u>43,552</u>	<u>2,832,289</u>	<u>2,859,984</u>
Write offs and allowances	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Balance at end of year	<u><u>\$ 98,539</u></u>	<u><u>\$ 26,265</u></u>	<u><u>\$ 124,804</u></u>	<u><u>\$ 69,817</u></u>

5. VALUATION ALLOWANCES

	<u>2020</u>	<u>2019</u>
Valuation allowance, uncollectible taxes		
Balance, beginning of year	\$ -	\$ -
Add provision for the year	-	-
Deduct uncollectible taxes written off	-	-
Balance, end of year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

TOWN OF MIDDLETON

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

AS AT MARCH 31, 2020

6. TANGIBLE CAPITAL ASSETS

<u>Town Capital</u>	Cost 2019	Additions	Disposals	Cost 2020	Accumulated		Accumulated		Net Book
					Amortization	Adjustment	Amortization	Amortization	
					2019		Expense	2020	Value
Land	\$ 477,834	\$ -	\$ 9,882	\$ 467,952	\$ -	\$ -	\$ -	\$ -	\$ 467,952
Land Improvements	755,173	22,308	-	777,481	349,427	-	25,956	375,383	402,098
Buildings	1,480,194	20,628	-	1,500,822	754,264	-	33,561	787,825	712,997
Streets	2,157,805	-	-	2,157,805	1,712,171	-	38,580	1,750,751	407,054
Sewer Mains	4,049,656	94,653	-	4,144,309	1,752,123	-	82,159	1,834,282	2,310,027
Sidewalks	548,738	21,823	-	570,561	321,914	-	14,851	336,765	233,796
Sewer Plant	3,907,561	-	-	3,907,561	1,363,741	-	151,790	1,515,531	2,392,030
Lagoons	1,588,754	-	-	1,588,754	221,459	-	31,775	253,234	1,335,520
Lights	725,591	-	-	725,591	177,451	-	34,236	211,687	513,904
Equipment	573,920	38,600	-	612,520	497,479	-	41,454	538,933	73,587
Vehicles	1,681,518	46,702	-	1,728,220	1,398,674	-	109,698	1,508,372	219,848
	<u>\$ 17,946,744</u>	<u>\$ 244,714</u>	<u>\$ 9,882</u>	<u>\$ 18,181,576</u>	<u>\$ 8,548,703</u>	<u>\$ -</u>	<u>\$ 564,060</u>	<u>\$ 9,112,763</u>	<u>\$ 9,068,813</u>
<u>Water Utility</u>									
Working Capital	\$ 4,025	\$ -	\$ -	\$ 4,025	\$ -	\$ -	\$ -	\$ -	\$ 4,025
Land & Land Rights	256,505	-	-	256,505	15,918	-	1,446	17,364	239,141
Structures & Improvements	757,248	6,688	-	763,936	238,895	-	11,661	250,556	513,380
Equipment	634,769	-	-	634,769	314,143	-	12,472	326,615	308,154
Transmission Mains	319,141	-	-	319,141	155,143	-	4,149	159,292	159,849
Distribution Mains	1,334,518	72,700	-	1,407,218	438,409	-	18,293	456,702	950,516
Services	173,419	-	-	173,419	78,114	-	3,468	81,582	91,837
Meters	119,141	-	-	119,141	96,410	-	5,008	101,418	17,723
Hydrants	145,554	3,101	-	148,655	37,774	-	1,762	39,536	109,119
Tools & Work Equipment	62,134	-	-	62,134	62,134	-	-	62,134	-
Microcomputer	61,058	4,709	-	65,767	53,110	-	3,612	56,722	9,045
Other - Water rate study	21,020	-	-	21,020	13,945	-	-	13,945	7,075
	<u>\$ 3,888,532</u>	<u>\$ 87,198</u>	<u>\$ -</u>	<u>\$ 3,975,730</u>	<u>\$ 1,503,995</u>	<u>\$ -</u>	<u>\$ 61,871</u>	<u>\$ 1,565,866</u>	<u>\$ 2,409,864</u>
	<u>\$ 21,835,276</u>	<u>\$ 331,912</u>	<u>\$ 9,882</u>	<u>\$ 22,157,306</u>	<u>\$ 10,052,698</u>	<u>\$ -</u>	<u>\$ 625,931</u>	<u>\$ 10,678,629</u>	<u>\$ 11,478,677</u>

TOWN OF MIDDLETON

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

AS AT MARCH 31, 2020

6. TANGIBLE CAPITAL ASSETS (continued)

Town Capital	Cost 2018	Additions	Disposals	Cost 2019	Accumulated Amortization		Accumulated Amortization		Net Book Value
					2018	Adjustment	Expense	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 Structures & Improvements	256,505	-	-	256,505	14,473	-	1,445	15,918	240,587
Equipment	757,248	-	-	757,248	227,367	-	11,528	238,895	518,353
Transmission Mains	618,088	22,745	6,064	634,769	307,735	6,064	12,472	314,143	320,626
Distribution Mains	319,141	-	-	319,141	150,994	-	4,149	155,143	163,998
Services	1,334,518	-	-	1,334,518	421,060	-	17,349	438,409	896,109
Meters	173,419	-	-	173,419	74,646	-	3,468	78,114	95,305
Hydrants	119,141	-	-	119,141	91,401	-	5,009	96,410	22,731
Tools & Work Equipment	141,082	4,472	-	145,554	36,012	-	1,762	37,774	107,780
Microcomputer	62,134	-	-	62,134	62,134	-	-	62,134	-
Other - Water rate study	56,365	4,693	-	61,058	49,299	-	3,811	53,110	7,948
	<u>10,408</u>	<u>10,612</u>	<u>-</u>	<u>21,020</u>	<u>10,408</u>	<u>-</u>	<u>3,537</u>	<u>13,945</u>	<u>7,075</u>
	<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, 2020

7. LONG-TERM DEBT

PURPOSES	<u>YEAR OF ISSUE</u>	<u>YEAR OF MATURITY</u>	<u>RATE %</u>	<u>TYPE</u>	<u>BALANCE MAR 31/19</u>	<u>ISSUED</u>	<u>REDEEMED</u>	<u>BALANCE MAR 31/20</u>	<u>INTEREST</u>
GENERAL SECTION									
SEWERS	2008	2023	3.750-5.088	SERIAL	\$ 46,500	\$ -	\$ 4,650	\$ 41,850	\$ 2,185
EQUIPMENT	2009	2019	1.000-4.889	SERIAL	7,500	-	7,500	-	62
SEWERS	2011	2021	1.219-3.645	SERIAL	73,500	-	24,500	49,000	2,235
STREETS/SIDEWALKS	2011	2021	1.219-3.645	SERIAL	33,000	-	11,000	22,000	1,004
FIRE TRUCK	2012	2022	1.636-3.480	SERIAL	165,200	-	41,300	123,900	4,296
LOADER	2012	2022	1.510-3.160	SERIAL	78,000	-	19,500	58,500	2,074
TRAFFIC LIGHTS	2013	2023	1.330-3.489	SERIAL	70,000	-	14,000	56,000	1,569
SEWERS	2013	2023	1.330-3.489	SERIAL	1,200,000	-	80,000	1,120,000	36,129
BACKHOE	2015	2025	1.011-2.786	SERIAL	79,753	-	11,394	68,359	1,652
TRACKLESS	2016	2026	1.150-2.925	SERIAL	74,400	-	9,300	65,100	1,590
					<u>1,827,853</u>	<u>-</u>	<u>223,144</u>	<u>1,604,709</u>	<u>52,796</u>
MAINS	2011	2021	1.219-3.645	SERIAL	12,900	-	4,300	8,600	392
					<u>1,840,753</u>	<u>-</u>	<u>227,444</u>	<u>1,613,309</u>	<u>53,188</u>
INTERFUND									
RESHINGLE FIRE HALL	2016	2021	1.76	IND PK SRF	32,276	-	16,140	16,136	535
PW 2017 3/4 TON FORD	2017	2022	1.68	ELM SCL PROC	21,324	-	7,107	14,217	346
FIRE AIR PACKS	2017	2022	1.68	IND PK SRF	8,503	-	2,835	5,668	138
2017 JOHN DEERE	2018	2021	2.29	ELM SCL PROC	4,549	-	2,275	2,274	93
FIRE COMPRESSOR	2018	2023	2.44	ELM SCL PROC	34,745	-	8,685	26,060	804
LIGHTS COMMERCIAL ST. CROSSWALK LIGHT, COMMERCIAL ST.	2018	2023	2.44	IND PK SRF	56,000	-	11,200	44,800	1,132
2019 JOHN DEERE	2020	2025	2.38	EQUIP. RES	-	23,714	-	23,714	108
FIRE WASHING MACHINE	2020	2023	2.37	IND PK SRF	-	14,887	-	14,887	68
SIDEWALK CHURCH ST.	2020	2025	2.38	OPER. RES	-	18,058	-	18,058	82
TH FIRE ESCAPE	2020	2025	2.38	IND PK SRF	-	20,628	-	20,628	-
					<u>196,202</u>	<u>77,287</u>	<u>56,002</u>	<u>217,487</u>	<u>4,343</u>
					<u>\$ 2,036,955</u>	<u>\$ 77,287</u>	<u>\$ 283,446</u>	<u>\$ 1,830,796</u>	<u>\$ 57,531</u>

TOWN OF MIDDLETON

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

AS AT MARCH 31, 2020

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									
SEWERS	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
SEWERS	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, 2020

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
2021	\$ 215,644	\$ 69,312	\$ 284,956	\$ 4,300	\$ 289,256
2022	215,644	55,028	270,672	4,300	274,972
2023	180,144	45,097	225,241	-	225,241
2024	142,594	31,445	174,039	-	174,039
2025	100,694	12,477	113,171	-	113,171
	\$ 854,720	\$ 213,359	\$ 1,068,079	\$ 8,600	\$ 1,076,679

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:

Fund balances	2020	2019
General operating fund	\$ 49,915	\$ 97,280
General capital fund	(3,553,162)	(3,441,607)
Water operating fund	374,861	163,588
Water capital fund	112,084	166,601
Tourist Bureau	531	1,701
	<u>(3,015,771)</u>	<u>(3,012,437)</u>
Reserve funds		
Operating	312,369	334,801
Capital		
Equipment reserve	43,063	42,372
Debtenture	4,640	4,562
Land sale surplus	193,634	215,150
Recreation	1,400	1,377
Sewer operating reserve	496,825	433,862
Land sale - elementary school	122,464	119,579
Capital fund	103,450	75,566
	<u>1,277,845</u>	<u>1,227,269</u>
Investment in capital assets		
General capital fund	10,678,885	10,689,533
Water capital fund	2,498,281	2,432,585
	<u>13,177,166</u>	<u>13,122,118</u>
Total Municipal Position	<u>\$ 11,439,240</u>	<u>\$ 11,336,950</u>

TOWN OF MIDDLETON

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

AS AT MARCH 31, 2020

9. INVESTMENT IN CAPITAL ASSETS

	2020		
	General Capital Fund	Water Capital Fund	Total
Balance, beginning of year	\$ 10,689,533	\$ 2,432,585	\$ 13,122,118
Add:			
Tangible capital purchases (includes work in progress)	330,267	123,267	453,534
Debentures redeemed	223,144	4,300	227,444
Proceeds from sale of assets	10,066	-	10,066
	<u>563,477</u>	<u>127,567</u>	<u>691,044</u>
Deduct:			
Sale of assets	9,882	-	9,882
Gain on sale of assets	184	-	184
Depreciation of capital assets	564,059	61,871	625,930
	<u>574,125</u>	<u>61,871</u>	<u>635,996</u>
Balance, end of year	\$ 10,678,885	\$ 2,498,281	\$ 13,177,166

	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
Proceeds from sale of assets	-	-	-
	<u>789,591</u>	<u>50,929</u>	<u>840,520</u>
Deduct:			
Sale of 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	\$ 10,689,533	\$ 2,432,585	\$ 13,122,118

TOWN OF MIDDLETON

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

AS AT MARCH 31, 2020

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 \$44,855 in 2020 (2019 - \$45,564).

11. RATE OF RETURN ON RATE BASE

For the year ended March 31, 2020, the Water Utility has an annual rate of return on the rate base of 8.977% (1.807% in 2019).

12. REMUNERATION AND EXPENSES

The total remuneration and expenses of Town Council and Chief Administrative Officer for the 12 months ended March 31, 2020:

	<u>Remuneration</u>	<u>Expenses</u>	<u>Total</u>
Mayor Sylvester Atkinson	\$ 13,792	\$ 1,651	\$ 15,443
Deputy Mayor M. Fairn	9,149	727	9,876
Councilor J. Bartlett	7,182	1,386	8,568
Councilor M. denHaan	4,629	-	4,629
Councilor B. Knapp	626	-	626
Councilor C. MacMurtry	7,758	-	7,758
Councilor G. Marshall	8,348	-	8,348
Councilor G. Smith	7,758	602	8,360
Chief Administrative Officer - Boyd	91,167	3,578	94,745

13. OTHER MATTERS

The Town of Middleton, in order to comply with a Nova Scotia Department of Environment order, has completed the remediation of the contaminated site at 146 Commercial Street, Middleton, NS. The Town has approved \$4,000 in the 2020/21 Operating Budget for the completion of the final report.

14. DEFERRED REVENUE

	<u>2020</u>	<u>2019</u>
Property taxes paid in advance	\$ 43,385	\$ 33,856
Gas tax	480,842	191,675
	<u>\$ 524,227</u>	<u>\$ 225,531</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, 2020

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>
May 16, 2016	\$ 860,000	1.96%	\$ 12,518
November 9, 2017	1,348,265	2.00%	24,314
May 30, 2018	399,000	1.94%	8,994
May 30, 2018	187,335	2.00%	4,539
May 9, 2019	514,000	2.55%	1,880
			<u>\$ 52,245</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.

16. COMMITMENT

The Town of Middleton has approved a debenture borrowing of \$46,702 to fund the purchase of a 2017 John Deere Utility Tractor. Due to the Covid-19 pandemic, the borrowing was deferred until June 2020.

17. SUBSEQUENT EVENTS

Subsequent to year end the Province of Nova Scotia continues to be in a state of emergency in response to the COVID-19 Pandemic. The duration and impact to the operations of the Town is not known at this time.

Subsequent to year end, the Town received funding in the amount of \$1,000,000 for the Community Centre and Fire Hall project.

TOWN OF MIDDLETON

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

YEAR ENDED MARCH 31, 2020

18. CONSOLIDATED SCHEDULE OF OPERATIONS BY FUNCTION

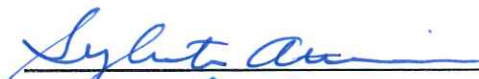
	General Gov't	Protective Services	Transportation Services	Env. Health Services	Public Health Services	Env. Development Services	Recreation and Cultural Services	Water Utility	2020	2019
REVENUE										
PROPERTY TAXES	\$ 1,985,455	\$ 174,302	\$ -	\$ 450,544	\$ -	\$ -	\$ -	\$ -	\$ 2,610,301	\$ 2,501,574
GRANTS IN LIEU OF TAXES	124,976	23,924	-	-	-	-	-	-	148,900	150,245
SERVICES PROVIDED TO OTHER LOCAL GOVERNMENTS	4,402	73,605	-	-	-	1,877	8,000	-	87,884	84,860
SALE OF SERVICES	-	-	19,860	-	-	-	43,745	-	63,605	61,373
OTHER REVENUE FROM OWN SOURCES	55,884	2,905	-	-	-	5,345	-	-	64,134	79,587
UNCONDITIONAL TRANSFERS FROM OTHER GOV'TS	357,129	41,951	-	-	-	-	-	-	399,080	702,284
CONDITIONAL TRANSFERS FROM FEDERAL OR PROVINCIAL GOV'T	6,091	1,000	-	94,860	-	-	53,606	-	155,557	85,995
WATER UTILITY - NET	-	-	-	-	-	-	-	208,228	208,228	90,581
TOTAL REVENUE	\$ 2,533,937	\$ 317,687	\$ 19,860	\$ 545,404	\$ -	\$ 7,222	\$ 105,351	\$ 208,228	\$ 3,737,689	\$ 3,756,499
EXPENDITURES										
SALARIES, WAGES AND BENEFITS	296,006	-	253,192	58,803	-	49,292	198,230	-	855,523	922,996
OPERATING COSTS	148,615	821,512	402,019	294,939	151,468	90,998	187,440	-	2,096,991	2,136,531
AMORTIZATION	19,435	75,649	161,906	265,283	-	-	41,787	61,871	625,931	613,123
INTEREST ON LONG TERM DEBT	-	5,531	10,548	40,549	-	-	510	-	57,138	62,916
TOTAL EXPENDITURES	464,056	902,692	827,665	659,574	151,468	140,290	427,967	61,871	3,635,583	3,735,566
NET GAIN ON SALE OF TCA	-	-	-	-	-	-	-	-	184	-
NET LOSS ON WRITE-DOWN OF TCA	-	-	-	-	-	-	-	-	-	(35,479)
SURPLUS (DEFICIT)	\$ 2,069,881	\$ (585,005)	\$ (807,805)	\$ (114,170)	\$ (151,468)	\$ (133,068)	\$ (322,616)	\$ 146,357	\$ 102,290	\$ (14,546)


Chartered Professional Accountants

TOWN OF MIDDLETON**NON-CONSOLIDATED STATEMENT OF FINANCIAL POSITION
OF THE GENERAL OPERATING FUND****AS AT MARCH 31, 2020**

	<u>2020</u>	<u>2019</u>
ASSETS		
FINANCIAL ASSETS		
Cash and cash equivalents	\$ -	\$ -
Taxes receivable (net of valuation allowance)	124,804	69,817
Other receivables	16,617	10,956
Harmonized sales tax	74,651	85,731
Due from provincial government	29,360	7,875
Due from other local governments	5,934	8,996
Due from own funds	332,806	237,217
	<u>584,172</u>	<u>420,592</u>
LIABILITIES		
Bank indebtedness	142,981	4,950
Payables	144,482	205,400
Other liabilities (tax sale surplus)	16,992	16,992
Due to provincial government agencies	146,000	40,000
Due to local governments	32,562	11,488
Accrued debt interest	20,570	22,785
Deferred revenue	43,385	33,856
	<u>546,972</u>	<u>335,471</u>
NET ASSETS	<u>37,200</u>	<u>85,121</u>
NON-FINANCIAL ASSETS		
Prepaid expenses	12,715	12,159
SURPLUS	<u>\$ 49,915</u>	<u>\$ 97,280</u>
MUNICIPAL POSITION		
Amounts to be recovered from future revenues		
Accrued interest	\$ (20,570)	\$ (22,785)
Fund balance	70,485	120,065
	<u>\$ 49,915</u>	<u>\$ 97,280</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, 2020**

	2020		2019
	Budget (unaudited)	Actual	Actual
REVENUE			
Assessable property taxes (page 25)	\$ 2,673,464	\$ 2,648,777	\$ 2,540,684
Grants in lieu of taxes (page 25)	147,730	148,900	150,245
Services provided to other governments (page 26)	88,119	87,884	84,860
Sale of services (page 26)	156,817	155,617	168,896
Other revenue from own sources (page 26)	83,664	68,125	82,994
Unconditional transfers from other governments (page 26)	352,245	354,541	338,757
Conditional transfers from other governments (page 26)	46,000	51,897	55,019
	<u>3,548,039</u>	<u>3,515,741</u>	<u>3,421,455</u>
EXPENSES			
General government services (page 27)	517,831	445,567	515,568
Protective services (page 28)	1,026,697	1,021,606	963,064
Transportation services (page 28)	786,178	666,221	689,253
Environmental health services (page 29)	478,089	395,447	435,022
Public health services (page 29)	40,000	151,468	50,478
Environmental development services (page 30)	156,309	140,290	178,358
Recreation and cultural services (page 30)	399,625	388,652	427,884
	<u>3,404,729</u>	<u>3,209,251</u>	<u>3,259,627</u>
NET REVENUE	<u>143,310</u>	<u>306,490</u>	<u>161,828</u>
FINANCING AND TRANSFERS			
Debenture principal instalments (page 31)	(223,144)	(223,144)	(223,144)
Transfers to own reserves, funds and agencies (page 31)	54,907	(155,638)	(331,788)
Use of prior year surplus (page 31)	24,927	24,927	245,192
	<u>(143,310)</u>	<u>(353,855)</u>	<u>(309,740)</u>
CHANGE IN FUND BALANCE	-	(47,365)	(147,912)
SURPLUS AT BEGINNING OF YEAR		<u>97,280</u>	<u>245,192</u>
SURPLUS AT END OF YEAR		<u>\$ 49,915</u>	<u>\$ 97,280</u>

TOWN OF MIDDLETON**NON-CONSOLIDATED SCHEDULE OF GENERAL
OPERATING FUND REVENUES****YEAR ENDED MARCH 31, 2020**

	2020		2019
	Budget (unaudited)	Actual	Actual
REVENUE			
ASSESSABLE PROPERTY TAXES			
ASSESSABLE PROPERTY			
Residential	\$ 1,607,923	\$ 1,597,482	\$ 1,644,894
Commercial property	636,331	627,130	656,899
Based on special tax agreements or legislation	54,734	53,676	55,281
	<u>2,298,988</u>	<u>2,278,288</u>	<u>2,357,074</u>
RESOURCE			
Taxable assessments	3,844	3,844	3,938
Forest property tax	25	19	36
Fire protection rate	194,124	174,302	-
	<u>197,993</u>	<u>178,165</u>	<u>3,974</u>
SPECIAL ASSESSMENTS (SEWER)	<u>442,313</u>	<u>450,544</u>	<u>431,371</u>
BUSINESS PROPERTY			
Based on revenues - Aliant	10,335	10,335	11,057
Nova Scotia Power Inc. - Grant in lieu of taxes	523	523	496
Nova Scotia Power Inc. - HST rebate	12,998	12,748	12,998
	<u>23,856</u>	<u>23,606</u>	<u>24,551</u>
OTHER TAXES			
Deed transfer tax	<u>95,000</u>	<u>103,422</u>	<u>93,014</u>
LESS: EDUCATION EXPENDITURE AS A REDUCTION OF TAX REVENUE - APPROPRIATION TO REGIONAL SCHOOL BOARD	<u>(384,686)</u>	<u>(385,248)</u>	<u>(369,300)</u>
TOTAL TAXES	<u>\$ 2,673,464</u>	<u>\$ 2,648,777</u>	<u>\$ 2,540,684</u>
GRANTS IN LIEU OF TAXES			
Federal government	\$ 30,575	\$ 31,066	\$ 32,600
Provincial government			
Provincial property and property of supported institutions	93,232	93,911	93,722
Fire protection	23,923	23,923	23,923
TOTAL GRANTS IN LIEU OF TAXES	<u>\$ 147,730</u>	<u>\$ 148,900</u>	<u>\$ 150,245</u>

TOWN OF MIDDLETON

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

YEAR ENDED MARCH 31, 2019

	2020		2019
	Budget (unaudited)	Actual	Actual
SERVICES PROVIDED TO OTHER GOVERNMENTS			
Other local governments	\$ 88,119	\$ 87,884	\$ 84,860
TOTAL SERVICES PROVIDED TO OTHER GOVERNMENTS	<u>\$ 88,119</u>	<u>\$ 87,884</u>	<u>\$ 84,860</u>
SALES OF SERVICES			
General government services	\$ 38,995	\$ 32,449	\$ 45,344
Transportation services	72,822	79,423	77,444
Recreation and cultural services	45,000	43,745	46,108
TOTAL SALES OF SERVICES	<u>\$ 156,817</u>	<u>\$ 155,617</u>	<u>\$ 168,896</u>
OTHER REVENUE FROM OWN SOURCES			
Licenses and permits	\$ 4,650	\$ 5,345	\$ 9,856
Fines	4,000	2,906	2,062
Rentals	21,414	20,460	17,463
Return on investments	5,100	2,696	7,130
Penalties and interest on taxes	45,000	35,334	41,991
Miscellaneous	3,500	1,384	4,492
TOTAL OTHER REVENUE FROM OWN SOURCES	<u>\$ 83,664</u>	<u>\$ 68,125</u>	<u>\$ 82,994</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	839	839	684
Other government	13,333	15,629	-
TOTAL UNCONDITIONAL TRANSFERS FROM OTHER GOVERNMENTS	<u>\$ 352,245</u>	<u>\$ 354,541</u>	<u>\$ 338,757</u>
CONDITIONAL TRANSFERS FROM FEDERAL OR PROVINCIAL GOVERNMENTS			
Federal government	\$ 5,000	\$ 6,091	\$ 6,821
Provincial government	41,000	45,806	48,198
TOTAL CONDITIONAL TRANSFERS	<u>\$ 46,000</u>	<u>\$ 51,897</u>	<u>\$ 55,019</u>
TOTAL REVENUE	<u>\$ 3,548,039</u>	<u>\$ 3,515,741</u>	<u>\$ 3,421,455</u>

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

YEAR ENDED MARCH 31, 2020

	2020		2019
	Budget (unaudited)	Actual	Actual
EXPENDITURES			
GENERAL GOVERNMENT SERVICES			
LEGISLATIVE			
Mayor remuneration	\$ 9,654	\$ 9,654	\$ 11,200
Mayor expenses	1,796	1,111	1,924
Council remuneration	34,092	31,815	37,975
Council expenses	3,114	2,222	2,285
	<u>48,656</u>	<u>44,802</u>	<u>53,384</u>
GENERAL ADMINISTRATIVE			
Administrative	32,445	31,192	37,889
Financial management	300,780	285,416	314,311
Taxation			
Tax rebates	18,264	17,362	10,151
Other taxation	-	784	(162)
Common services	46,841	44,754	38,200
Other general administrative services	6,991	6,640	47,648
	<u>405,321</u>	<u>386,148</u>	<u>448,037</u>
DEBT CHARGES			
General operations interest	500	59	-
Debenture interest	54,849	-	-
Term loan interest	4,505	-	-
Other debt charges	4,000	4,740	4,414
	<u>63,854</u>	<u>4,799</u>	<u>4,414</u>
OTHER GENERAL GOVERNMENT SERVICES			
Elections and plebiscites	-	9,818	9,733
	<u>-</u>	<u>9,818</u>	<u>9,733</u>
TOTAL GENERAL GOVERNMENT SERVICES	<u>\$ 517,831</u>	<u>\$ 445,567</u>	<u>\$ 515,568</u>

TOWN OF MIDDLETON

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

YEAR ENDED MARCH 31, 2020

	2020		2019
	Budget (unaudited)	Actual	Actual
EXPENDITURES			
PROTECTIVE SERVICES			
Police protection	\$ 613,769	\$ 612,746	\$ 606,719
Law enforcement - transfer to correctional services	23,721	23,721	24,001
Other	45,774	44,303	43,004
	<u>683,264</u>	<u>680,770</u>	<u>673,724</u>
Fire protection			
Water supply and hydrants	194,124	194,124	136,973
Other	138,309	129,819	138,311
	<u>332,433</u>	<u>323,943</u>	<u>275,284</u>
Emergency measures	<u>5,500</u>	<u>6,031</u>	<u>4,751</u>
Debt charges			
Debenture interest	-	4,296	5,509
Term loan interest	-	5	(62)
	<u>-</u>	<u>4,301</u>	<u>5,447</u>
Other protective services	<u>5,500</u>	<u>6,561</u>	<u>3,858</u>
TOTAL PROTECTIVE SERVICES	<u>\$ 1,026,697</u>	<u>\$ 1,021,606</u>	<u>\$ 963,064</u>
TRANSPORTATION SERVICES			
Common services	\$ 391,136	\$ 318,627	\$ 289,426
Road transport			
Roads and streets	320,382	271,508	308,532
Street lighting	26,910	26,736	28,639
Traffic services	26,250	20,144	30,350
	<u>764,678</u>	<u>637,015</u>	<u>656,947</u>
Public transit	<u>21,500</u>	<u>21,500</u>	<u>21,000</u>
Debt charges			
Debenture interest	-	7,951	9,769
Term loan interest	-	(245)	1,537
	<u>-</u>	<u>7,706</u>	<u>11,306</u>
TOTAL TRANSPORTATION SERVICES	<u>\$ 786,178</u>	<u>\$ 666,221</u>	<u>\$ 689,253</u>

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

YEAR ENDED MARCH 31, 2020

	2020		2019
	Budget (unaudited)	Actual	Actual
EXPENDITURES			
ENVIRONMENTAL HEALTH SERVICES			
Administration	\$ 7,200	\$ 8,396	\$ 9,385
Sewage collection systems	17,717	12,906	34,219
Sewage lift stations	33,429	27,906	30,118
Sewage treatment and disposal	240,539	130,352	150,726
	<u>298,885</u>	<u>179,560</u>	<u>224,448</u>
Garbage and waste collection	<u>179,204</u>	<u>175,338</u>	<u>167,358</u>
Debt charges			
Debenture interest	-	40,549	43,216
Term loan interest	-	-	-
	<u>-</u>	<u>40,549</u>	<u>43,216</u>
TOTAL ENVIRONMENTAL HEALTH SERVICES	<u>\$ 478,089</u>	<u>\$ 395,447</u>	<u>\$ 435,022</u>
PUBLIC HEALTH SERVICES			
Housing - deficit of Regional Housing Authority	<u>\$ 40,000</u>	<u>\$ 151,468</u>	<u>\$ 50,478</u>
TOTAL PUBLIC HEALTH SERVICES	<u>\$ 40,000</u>	<u>\$ 151,468</u>	<u>\$ 50,478</u>

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

YEAR ENDED MARCH 31, 2020

	2020		2019
	Budget (unaudited)	Actual	Actual
EXPENDITURES			
ENVIRONMENTAL DEVELOPMENT SERVICES			
Environmental planning and zoning			
Administration	\$ 80,821	\$ 72,923	\$ 82,140
Other	-	-	-
Other community development	59,015	51,668	77,248
Industrial parks	11,950	11,950	12,144
	<u>151,786</u>	<u>136,541</u>	<u>171,532</u>
Other environmental development services - tourism	2,300	1,500	4,100
Other environmental development services	2,223	2,249	2,726
	<u>4,523</u>	<u>3,749</u>	<u>6,826</u>
TOTAL ENVIRONMENTAL DEVELOPMENT SERVICES	<u>\$ 156,309</u>	<u>\$ 140,290</u>	<u>\$ 178,358</u>
RECREATION AND CULTURAL SERVICES			
Recreation facilities			
Administration	\$ 171,118	\$ 162,754	\$ 193,619
Swimming pools	12,661	12,661	12,629
Skating rinks and arenas	14,500	13,864	17,932
Parks, playgrounds and sports fields	133,868	135,025	140,751
	<u>332,147</u>	<u>324,304</u>	<u>364,931</u>
Cultural buildings and facilities			
Library - local branch	11,528	11,528	11,528
Library - other	13,850	14,510	13,643
Other - museum commission	4,500	4,500	2,500
	<u>29,878</u>	<u>30,538</u>	<u>27,671</u>
Debt charges			
Debenture interest	-	-	-
Term debt interest	-	78	(30)
	<u>-</u>	<u>78</u>	<u>(30)</u>
Other recreation and cultural services	37,600	33,732	35,312
TOTAL RECREATION AND CULTURAL SERVICES	<u>\$ 399,625</u>	<u>\$ 388,652</u>	<u>\$ 427,884</u>
TOTAL EXPENDITURES	<u>\$ 3,404,729</u>	<u>\$ 3,209,251</u>	<u>\$ 3,259,627</u>

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


YEAR ENDED MARCH 31, 2020


	2020		2019
	Budget (unaudited)	Actual	Actual
FINANCING AND TRANSFERS			
PRINCIPAL INSTALMENTS			
Debenture principal	\$ 223,144	\$ 223,144	\$ 223,144
TRANSFERS TO (FROM) OWN RESERVES, FUNDS AND AGENCIES			
Transfer to - general capital fund	56,002	75,629	50,397
Transfer to - tourist bureau	5,758	5,758	14,383
Transfer to - reserve fund interest	-	4,505	2,977
Transfer to - reserve fund	-	152,280	300,192
Transfer from - reserve fund	(116,667)	(82,534)	(36,161)
	<u>(54,907)</u>	<u>155,638</u>	<u>331,788</u>
CHANGE IN EQUITY			
Use of prior years' surplus	<u>(24,927)</u>	<u>(24,927)</u>	<u>(245,192)</u>
TOTAL FINANCING AND TRANSFERS	<u>\$ 143,310</u>	<u>\$ 353,855</u>	<u>\$ 309,740</u>

TOWN OF MIDDLETON**NON-CONSOLIDATED STATEMENT OF FINANCIAL
POSITION OF THE GENERAL CAPITAL FUND****AS AT MARCH 31, 2020**

	<u>2020</u>	<u>2019</u>
ASSETS		
Financial assets		
Cash and cash equivalents	\$ 33	\$ 33
Due from provincial government	63,860	-
Due from reserve fund	22,078	70,738
	<u>85,971</u>	<u>70,771</u>
LIABILITIES		
Due to general operating fund	332,806	237,217
Loans from reserve funds	217,485	196,201
Long-term debt (note 7)	1,604,709	1,827,853
Vested interest - Annapolis County	12,168	12,168
	<u>2,167,168</u>	<u>2,273,439</u>
NET DEBT	<u>(2,081,197)</u>	<u>(2,202,668)</u>
NON-FINANCIAL ASSETS		
Work in progress	138,107	52,553
Capital assets, at cost (note 6)	18,181,576	17,946,744
Accumulated allowance for amortization (note 6)	(9,112,763)	(8,548,703)
	<u>9,206,920</u>	<u>9,450,594</u>
	<u>\$ 7,125,723</u>	<u>\$ 7,247,926</u>
SURPLUS (DEFICIT)	<u>\$ (3,553,162)</u>	<u>\$ (3,441,607)</u>
INVESTMENT IN CAPITAL ASSETS (note 9)	<u>10,678,885</u>	<u>10,689,533</u>
TOTAL FUND BALANCE	<u>\$ 7,125,723</u>	<u>\$ 7,247,926</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, 2020**

	<u>2020</u>	<u>2019</u>
REVENUE		
Capital contributions	\$ 4,750	\$ 26,907
Provincial government grants	94,860	-
Federal government grants	-	-
Gain on sale of assets	184	-
Interest	-	33
	<u>99,794</u>	<u>26,940</u>
EXPENDITURES		
General government services	20,628	24,497
Protective services	26,028	1,271
Transportation services	85,879	38,805
Environmental health services	169,065	349,048
Recreation and cultural services	28,667	9,907
Land	-	142,919
	<u>330,267</u>	<u>566,447</u>
NET EXPENDITURES	<u>(230,473)</u>	<u>(539,507)</u>
FINANCING AND TRANSFERS		
Proceeds on issuance of debt	-	-
Transfers from own reserves, funds and agencies		
Transfer from operating, capital expenditures	19,627	-
Transfer from capital reserve	53,355	36,490
Transfer from operating, retire short term debt	56,002	50,397
Transfer from gas tax reserve	-	327,669
Transfer from reserve fund	(10,066)	-
Total net transfers	<u>118,918</u>	<u>414,556</u>
Total financing and transfers	<u>118,918</u>	<u>414,556</u>
CHANGE IN FUND BALANCE	(111,555)	(124,951)
SURPLUS (DEFICIT) AT BEGINNING OF YEAR	<u>(3,441,607)</u>	<u>(3,316,656)</u>
SURPLUS (DEFICIT) AT END OF YEAR	<u><u>\$ (3,553,162)</u></u>	<u><u>\$ (3,441,607)</u></u>

TOWN OF MIDDLETON**NON-CONSOLIDATED STATEMENT OF FINANCIAL POSITION
OF THE WATER UTILITY OPERATING FUND****AS AT MARCH 31, 2020**

	<u>2020</u>	<u>2019</u>
ASSETS		
Financial assets		
Cash	\$ 249,847	\$ 82,801
Rates receivable, net of asset valuation of \$445 (2019- \$723)	142,738	142,955
Other receivables	250	530
Prepaid expenses	10,229	9,740
Harmonized sales tax	19,590	13,212
Due from water capital fund	45,858	-
	<u>468,512</u>	<u>249,238</u>
LIABILITIES		
Payables	31,780	21,120
Due to water capital fund	61,871	64,530
	<u>93,651</u>	<u>85,650</u>
SURPLUS	<u>\$ 374,861</u>	<u>\$ 163,588</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, 2020**

	2020		2019
	Budget (unaudited)	Actual	Actual
OPERATING REVENUE			
Metered sales	\$ 526,194	\$ 580,820	\$ 506,913
Flat rate sales	900	982	960
Public fire protection	207,990	209,060	147,827
Sprinkler service	3,050	3,350	3,350
Other operational revenue	5,750	5,004	2,978
Total operating revenue	<u>743,884</u>	<u>799,216</u>	<u>662,028</u>
OPERATING EXPENDITURES			
Source of supply (page 36)	8,319	9,446	6,680
Power and pumping (page 36)	67,352	53,968	56,403
Water treatment (page 36)	33,282	52,827	39,951
Transmission and distribution (page 36)	171,066	127,657	168,845
Administration and general (page 36)	254,732	233,870	238,654
Depreciation	93,638	61,871	64,530
Taxes	49,983	43,243	43,877
Total operating expenditures	<u>678,372</u>	<u>582,882</u>	<u>618,940</u>
NET OPERATING REVENUE	<u>65,512</u>	<u>216,334</u>	<u>43,088</u>
Non-operating revenue			
Other	<u>930</u>	<u>4,340</u>	<u>2,389</u>
Non-operating expenditures			
Debt charges			
Principal	21,978	4,300	4,300
Interest	39,464	392	524
Capital expenditures out of revenue	5,000	4,709	4,693
	<u>66,442</u>	<u>9,401</u>	<u>9,517</u>
EXCESS OF REVENUE OVER EXPENDITURES	-	211,273	35,960
SURPLUS AT BEGINNING OF YEAR		<u>163,588</u>	<u>127,628</u>
SURPLUS AT END OF YEAR		<u>\$ 374,861</u>	<u>\$ 163,588</u>

TOWN OF MIDDLETON**SCHEDULE TO NON-CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES
OF THE WATER UTILITY OPERATING FUND****YEAR ENDED MARCH 31, 2020**

	2020		2019
	Budget (unaudited)	Actual	Actual
SOURCE OF SUPPLY			
Supplies and expenses	\$ 7,313	\$ 9,228	\$ 6,362
Maintenance of plant	1,006	218	318
	<u>\$ 8,319</u>	<u>\$ 9,446</u>	<u>\$ 6,680</u>
POWER AND PUMPING			
Power	\$ 46,371	\$ 34,322	\$ 34,174
Maintenance	20,981	19,646	22,229
	<u>\$ 67,352</u>	<u>\$ 53,968</u>	<u>\$ 56,403</u>
WATER TREATMENT			
Labour	\$ 10,367	\$ 8,694	\$ 7,778
Supplies and expenses	21,400	43,946	31,084
Maintenance of structures and improvements	1,515	187	1,089
	<u>\$ 33,282</u>	<u>\$ 52,827</u>	<u>\$ 39,951</u>
TRANSMISSION AND DISTRIBUTION			
Maintenance and mains	\$ 97,368	\$ 48,428	\$ 89,988
Maintenance of other distribution plant	31,578	44,430	39,287
Transportation expenses	24,546	25,226	24,635
Shop expenses	17,574	9,573	14,935
	<u>\$ 171,066</u>	<u>\$ 127,657</u>	<u>\$ 168,845</u>
ADMINISTRATION AND GENERAL			
Supervision	\$ 179,083	\$ 157,589	\$ 165,405
Consumer billing and accounting	4,547	6,395	5,683
Uncollectible accounts	2,318	56	25
Employee benefits	7,614	6,052	5,851
General office expenses	45,993	46,212	45,582
Audit	5,333	5,058	4,954
Regulatory expenses	1,854	1,590	1,590
Maintenance of general property	7,990	10,683	9,564
Miscellaneous general expenses	-	235	-
	<u>\$ 254,732</u>	<u>\$ 233,870</u>	<u>\$ 238,654</u>

TOWN OF MIDDLETON**NON-CONSOLIDATED STATEMENT OF FINANCIAL
POSITION OF THE WATER UTILITY CAPITAL FUND****AS AT MARCH 31, 2020**

	<u>2020</u>	<u>2019</u>
ASSETS		
Financial assets		
Cash - depreciation (note 3a.)	\$ 86,030	\$ 92,146
Cash - other	6,842	6,726
Due from water operating fund	61,871	64,530
	<u>\$ 154,743</u>	<u>\$ 163,402</u>
LIABILITIES		
Long-term debt (note 7)	\$ 8,600	\$ 12,900
Due to water operating fund	45,858	-
	<u>54,458</u>	<u>12,900</u>
NET ASSETS	<u>100,285</u>	<u>150,502</u>
NON-FINANCIAL ASSETS		
Work in progress	100,216	64,147
Capital assets (note 6)	3,975,730	3,888,532
Accumulated allowance for depreciation (note 6)	(1,565,866)	(1,503,995)
	<u>2,510,080</u>	<u>2,448,684</u>
	<u>\$ 2,610,365</u>	<u>\$ 2,599,186</u>
SURPLUS	\$ 112,084	\$ 166,601
INVESTMENT IN CAPITAL ASSETS (note 9)	2,498,281	2,432,585
TOTAL FUND BALANCE	<u>\$ 2,610,365</u>	<u>\$ 2,599,186</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, 2020**

	<u>2020</u>	<u>2019</u>
REVENUE		
Interest	\$ 2,170	\$ 1,576
Proceeds from sale of assets	-	1,906
	<u>2,170</u>	<u>3,482</u>
EXPENSES		
Capital asset disposal costs	-	18,427
Capital purchases	<u>123,267</u>	<u>46,629</u>
	<u>123,267</u>	<u>65,056</u>
NET EXPENSES	<u>(121,097)</u>	<u>(61,574)</u>
FINANCING AND TRANSFERS		
Transfers from own reserves, funds and agencies		
Transfer from water operating, depreciation	61,871	64,530
Transfer from water operating, capital expenditures	<u>4,709</u>	<u>4,691</u>
Total financing and transfers	<u>66,580</u>	<u>69,221</u>
CHANGE IN FUND BALANCE	(54,517)	7,647
SURPLUS AT BEGINNING OF YEAR	<u>166,601</u>	<u>158,954</u>
SURPLUS AT END OF YEAR	<u>\$ 112,084</u>	<u>\$ 166,601</u>

TOWN OF MIDDLETON**NON-CONSOLIDATED STATEMENT OF FINANCIAL
POSITION OF THE RESERVE FUND****AS AT MARCH 31, 2020**

	<u>2020</u>	<u>2019</u>
ASSETS		
Financial assets		
Cash and cash equivalents	\$ 1,563,278	\$ 1,293,481
Loans to general capital fund	<u>217,485</u>	<u>196,201</u>
	<u>\$ 1,780,763</u>	<u>\$ 1,489,682</u>
LIABILITIES		
Due to general capital	\$ 22,078	\$ 70,738
Due to water capital	<u>-</u>	<u>-</u>
	<u>22,078</u>	<u>70,738</u>
SURPLUS	<u>1,758,685</u>	<u>1,418,944</u>
	<u>\$ 1,780,763</u>	<u>\$ 1,489,682</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, 2020**

			2020	2019
	General Operating	General Capital	Total	Total
REVENUE				
Federal government - gas tax rebate	\$ -	\$ 283,608	\$ 283,608	\$ 143,789
Interest	5,989	18,671	24,660	17,659
Public donations	-	26,324	26,324	14,588
Proceeds from asset sale	-	10,066	10,066	7,601
	5,989	338,669	344,658	183,637
EXPENSES	-	-	-	-
NET REVENUE	5,989	338,669	344,658	183,637
FINANCING AND TRANSFERS				
Transfer (to) from own reserves, funds and agencies				
General operating	(11,067)	55,000	43,933	19,725
General capital	(17,354)	(36,001)	(53,355)	(364,159)
General capital, debenture residual	-	-	-	-
Water capital	-	-	-	-
General operating, interest	-	4,505	4,505	2,977
Total net transfers	(28,421)	23,504	(4,917)	(341,457)
CHANGE IN FUND BALANCE	(22,432)	362,173	339,741	(157,820)
SURPLUS AT BEGINNING OF YEAR	334,801	1,084,143	1,418,944	1,576,764
SURPLUS AT END OF YEAR	\$ 312,369	\$ 1,446,316	\$ 1,758,685	\$ 1,418,944