

TOWN OF SOURIS
Consolidated Financial Statements
March 31, 2022

TOWN OF SOURIS
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March 31, 2022

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MANAGEMENT'S RESPONSIBILITY FOR THE CONSOLIDATED FINANCIAL STATEMENTS

The accompanying consolidated financial statements of the Town of Souris are the responsibility of management and have been prepared in accordance with Canadian Accounting Standards for the Public Sector. A summary of the significant accounting policies are described in the consolidated financial statements. The preparation of consolidated financial statements necessarily involves the use of estimates based on management's judgment, particularly when transactions affecting the current period cannot be finalized with a certainty until future periods.

To meet its responsibility, 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 council met 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 MRSB Chartered Professional Accountants Inc., independent external auditors appointed by the Town. The accompanying Independent Auditor's Report outlines their responsibilities, the scope of their examination and their opinion on the consolidated financial statements.

On behalf of the Town of Souris:

Chief Administrative Officer

INDEPENDENT AUDITOR'S REPORT

To the Mayor and Council of the Town of Souris

Opinion

We have audited the consolidated financial statements of the Town of Souris (the Town), which comprise the consolidated statement of financial position as at March 31, 2022, and the consolidated statements of operations, changes in net financial assets and cash flows for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the financial position of the Town as at March 31, 2022, and the results of its operations and its cash flows for the year then ended in accordance with Canadian Public Sector Accounting Standards.

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Town in accordance with the ethical requirements that are relevant to our audit of the consolidated financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with those requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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

Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with Canadian Public Sector Accounting Standards, and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is responsible for assessing the Town's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless management either intends to liquidate the Town or to cease operations, or has no realistic alternative but to do so.

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

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Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements. As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Town's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Town's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Town to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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.

MRSB Chartered Professional Accountants Inc.

MRSB CHARTERED PROFESSIONAL ACCOUNTANTS INC.

Charlottetown, PE

September 12, 2022

TOWN OF SOURIS
Consolidated Statement of Financial Position
March 31, 2022

	2022	2021
Financial assets		
Cash and cash equivalents		
Unrestricted cash	\$ 555,200	\$ 1,403,128
Restricted cash	736,654	826,670
Accounts receivable (Note 3)	858,114	279,193
	2,149,968	2,508,991
Liabilities		
Accounts payable and accrued liabilities	53,146	255,949
Retiring allowances payable	69,676	54,318
Deferred revenue (Note 4)	340,612	830,231
Long term debt (Note 5)	1,353,666	387,028
	1,817,100	1,527,526
Net financial assets (Statement 6)	332,868	981,465
Non-financial assets		
Prepaid expense	9,085	3,377
Tangible capital assets (Schedules 1 and 2)	13,665,826	9,703,828
	13,674,911	9,707,205
Accumulated surplus (Statement 5)	\$ 14,007,780	\$ 10,688,670
Contingent liability (Note 6)		

ON BEHALF OF COUNCIL

_____ *Mayor*

_____ *Councillor*

Notes 1 - 15 are an integral part of these consolidated financial statements

TOWN OF SOURIS
Consolidated Statement of Operations
Year Ended March 31, 2022

	Budget 2022	Actual 2022	Actual 2021
Revenues			
Town (Schedule 3)	\$ 1,374,747	\$ 1,379,743	\$ 1,457,436
Sewer (Schedule 5)	216,650	215,475	193,160
Water (Schedule 6)	224,300	257,325	225,500
	<u>1,815,697</u>	<u>1,852,543</u>	<u>1,876,096</u>
Expenditures			
Town (Schedule 3)	1,151,575	1,451,725	1,328,816
Sewer (Schedule 5)	194,725	330,722	248,952
Water (Schedule 6)	212,650	352,327	247,453
	<u>1,558,950</u>	<u>2,134,774</u>	<u>1,825,221</u>
Operating surplus (deficit)	<u>256,747</u>	<u>(282,231)</u>	<u>50,875</u>
Other revenues			
Town (Schedule 3)	46,000	904,591	110,291
Sewer (Schedule 5)	-	2,696,272	154,662
Water (Schedule 6)	-	478	988
	<u>46,000</u>	<u>3,601,341</u>	<u>265,941</u>
Annual surplus	<u>302,747</u>	<u>3,319,110</u>	<u>316,816</u>
Accumulated surplus - beginning of year	<u>10,688,670</u>	<u>10,688,670</u>	<u>10,371,854</u>
Accumulated surplus - end of year (Note 8)	<u>\$ 10,991,417</u>	<u>\$ 14,007,780</u>	<u>\$ 10,688,670</u>

Notes 1 - 15 are an integral part of these consolidated financial statements

TOWN OF SOURIS
Consolidated Statement of Changes in Net Financial Assets
Year Ended March 31, 2022

	Budget 2022	Actual 2022	Actual 2021
Annual surplus	\$ 302,747	\$ 3,319,110	\$ 316,816
Purchase of tangible capital assets	(312,000)	(4,422,108)	(416,374)
Proceeds on disposal of tangible capital assets	-	55,799	22,025
Decrease (increase) in prepaid expense	-	(5,708)	4,092
Amortization of tangible capital assets	-	452,699	394,391
Gain on disposal of tangible capital assets	-	(48,389)	(14,125)
	<u>(312,000)</u>	<u>(3,967,707)</u>	<u>(9,991)</u>
Increase (decrease) in net financial assets	(9,253)	(648,597)	306,825
Net financial assets - beginning of year	981,465	981,465	674,640
Net financial assets - end of year	\$ 972,212	\$ 332,868	\$ 981,465

Notes 1 - 15 are an integral part of these consolidated financial statements

TOWN OF SOURIS
Consolidated Statement of Cash Flows
Year Ended March 31, 2022

	2022	2021
Cash flows from operating activities		
Annual surplus	\$ 3,319,110	\$ 316,816
Items not affecting cash:		
Amortization of tangible capital assets	452,699	394,391
Gain on disposal of tangible capital assets	(48,389)	(14,125)
	<u>3,723,420</u>	<u>697,082</u>
Changes in non-cash working capital:		
Accounts receivable	(578,921)	(83,613)
Prepaid expense	(5,708)	4,085
Accounts payable and accrued liabilities	(202,801)	196,227
Retiring allowance payable	15,358	3,359
Deferred revenue	(489,619)	49,874
	<u>(1,261,691)</u>	<u>169,932</u>
	<u>2,461,729</u>	<u>867,014</u>
Cash flows from capital activities		
Purchase of property and equipment	(4,422,108)	(416,374)
Proceeds on disposal of property and equipment	55,799	22,025
	<u>(4,366,309)</u>	<u>(394,349)</u>
Cash flows from financing activities		
Proceeds from long term debt	1,023,566	-
Repayment of long term debt	(56,930)	(67,390)
	<u>966,636</u>	<u>(67,390)</u>
Increase (decrease) in cash	<u>(937,944)</u>	405,275
Cash - beginning of year	<u>2,229,798</u>	1,824,523
Cash - end of year	<u>\$ 1,291,854</u>	<u>\$ 2,229,798</u>
Cash consists of:		
Unrestricted cash	\$ 555,200	\$ 1,403,128
Restricted cash	736,654	826,670
	<u>\$ 1,291,854</u>	<u>\$ 2,229,798</u>

Notes 1 - 15 are an integral part of these consolidated financial statements

TOWN OF SOURIS
Notes to the Consolidated Financial Statements
Year Ended March 31, 2022

1. DESCRIPTION OF BUSINESS

The Town of Souris (the "Town") was incorporated under the Municipalities Act of Prince Edward Island. The Town is a non-profit organization under the Income Tax Act and accordingly is exempt from income taxes provided certain requirements of the Income Tax Act are met. Its principal activities include the provision of legal government services to residents of the incorporated area.

2. SIGNIFICANT ACCOUNTING POLICIES

Basis of presentation

These consolidated financial statements for the Town of Souris have been prepared by management in accordance with Canadian Accounting Standards for the Public Sector.

These consolidated financial statements are prepared using the accrual basis of accounting. The accrual basis of accounting records revenue as it is earned and measurable. Expenditures are recognized as they are incurred and measurable based upon receipt of goods or services and/or the legal obligation to pay.

Funds from external parties and earnings thereon restricted by agreement or legislation are accounted for as deferred revenue until used for the purpose specified.

Government transfers, contributions and other amounts are received from third parties pursuant to legislation, regulation or agreement and may only be used for certain programs and in the completion of specific work. In addition, certain user charges and fees are collected for which the related services have yet to be performed. Revenue is recognized in the year when the related expenditures are incurred, services are performed or the tangible capital assets are acquired.

Basis of consolidation

These consolidated financial statements for the Town of Souris reflect the assets, liabilities, revenues, expenditures, and annual surplus of all funds of the Town. The Town is comprised of all organizations and committees that are accountable to the Town for the administration of their financial affairs and resources, and which are owned or controlled by the Town. This includes the Town of Souris Sewer and Water Utility Corporation.

The financial activities of certain entities associated with the Town of Souris are considered to be separate government business enterprises and are not consolidated. These entities include:

Eastern Kings Sportsplex Ltd.

Cash

Cash is comprised of cash on hand and unrestricted and restricted balances on deposit with banks.

Accounts receivable

Accounts receivable arise from sewer dues, rents, government funding, miscellaneous and Harmonized Sales Tax receivable. An allowance for bad debts has been calculated through discussions with management, assessment of the other circumstances influencing the collectibility of amounts, and using historical loss experience. Amounts deemed uncollectible are written off and deducted from the carrying value of the receivable. Amounts subsequently recovered from accounts previously written off are credited to the allowance account in the period of recovery.

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TOWN OF SOURIS
Notes to the Consolidated Financial Statements
Year Ended March 31, 2022

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

Tangible capital assets

Tangible capital assets are stated at cost less accumulated amortization and are amortized over their estimated useful lives on a straight-line basis:

Town:

Storm drains	50 years
Buildings	40 years
Beach development	25 years
Waterfront development	25 years
Sidewalks	25 years
Street improvements	25 years
Sportsfield	20 years
Multi-court development	20 years
Paving	20 years
Fire trucks	20 years
Heavy equipment	20 years
Boardwalk	15 years
Park improvements	15 years
Fencing	15 years
Backhoe	15 years
Equipment	15 years
Motor vehicles	10 years
Zodiac boat	10 years
Lawnmower	10 years
Computer equipment	5 years
Computer software	5 years
Signage	5 years
Costume	5 years

Utility:

Water	1.2%, 5%, and 10%
Sewer	1.2%, 5%, and 10%
Buildings	10%
Equipment	10%
Office equipment	10%

Tangible capital assets of the Sewer and Water Utility are stated at cost and amortized using the straight-line method at the following rates as directed by the Island Regulatory and Appeals Commission.

One half of the annual rate is recorded in the year of acquisition for Town tangible capital assets. no amortization is recorded in the year of disposal.

Tangible capital assets acquired during the year but not placed into use are not amortized until they are placed into use. At year end, the following assets were not available for use and were therefore not being amortized: 2022 Freightliner \$132,275, Boardwalk Extension \$131,415 and Road Infrastructure \$244,500.

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TOWN OF SOURIS
Notes to the Consolidated Financial Statements
Year Ended March 31, 2022

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

Interest capitalization

Interest costs relating to major capital projects in progress are capitalized as part of tangible capital assets. Capitalization of interest ceases when the asset is substantially complete and ready for its intended productive use. During the year, \$10,789 of interest was capitalized to the Sewer Treatment Plant.

Impairment of long lived assets

The Town tests for impairment whenever events or changes in circumstances indicate that the carrying amount of the assets may not be recoverable. Recoverability is assessed by comparing the carrying amount to the projected future net cash flows the long-lived assets are expected to generate through their direct use and eventual disposition. When a test for impairment indicates that the carrying amount of an asset is not recoverable, an impairment loss is recognized to the extent the carrying value exceeds its fair value.

Reserves

The reserve funds are credited by specific charges as a direct transfer from or to the funds.

Non-Financial Assets

Non-financial assets are not available to discharge existing liabilities and are held for the use in the provision of services. They have useful lives extending beyond the current year and are not intended for sale in the normal course of operations. The change in non-financial assets during the year, together with the annual surplus, provides the consolidated change in net financial assets for the year.

Employee future benefits

Provision is made for benefits accruing to employees in respect of wages and salaries, retiring allowances, and defined contributions to employee benefit plans when it is probable that settlement will be required and they are capable of being measured reliably.

Government transfers

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

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

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TOWN OF SOURIS
Notes to the Consolidated Financial Statements
Year Ended March 31, 2022

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

Revenue recognition

Property tax billings are based on the assessed value of real property in the Town and are payable in each calendar year. Municipal tax rates are reviewed, established, and approved annually by the Town Council. These revenues are recognized when amounts received monthly from the Province.

Sewer and water dues are charged based on rates approved by the Island Regulatory and Appeals Commission (IRAC). These charges are assessed quarterly and are recognized when billings come due.

The Town follows the deferral method of accounting for grants and contributions. Restricted contributions are recognized as revenue in the year in which the related expenditures are incurred, with recognition of excess amounts being deferred until the related expenditures is incurred. Unrestricted contributions are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Financial instruments

Financial instruments are recorded at fair value when acquired or issued. In subsequent periods, financial assets with actively traded markets are reported at fair value, with any unrealized gains and losses reported in surplus. All other financial instruments are reported at amortized cost, and tested for impairment at each reporting date. Transaction costs on the acquisition, sale, or issue of financial instruments that are subsequently measured at amortized cost are shown as an adjustment to the carrying value of the related financial instrument.

Management estimates

The presentation of the consolidated financial statements in conformity with Canadian Accounting Standards for the Public Sector requires management to make estimates and assumptions that affect the reported amount of assets and liabilities at the date of the consolidated financial statements and the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those reported. The following are areas in which management makes significant accounting estimates:

- The amounts recorded for amortization of tangible capital assets on the consolidated statement of operations is subject to management's assessment of the estimated useful life of the Town's tangible capital assets;
- The recognized amounts of potential claims and liabilities depend on management's assessment of future costs and the probability these events will occur.

3. ACCOUNTS RECEIVABLE

	2022	2021
Government funding receivable	\$ 656,934	\$ 190,409
Water and Sewer receivables	78,048	68,225
HST receivable	64,936	6,564
Insurance proceeds	52,107	-
Miscellaneous receivables	9,065	16,971
Allowance for doubtful accounts	(2,976)	(2,976)
	\$ 858,114	\$ 279,193

TOWN OF SOURIS
Notes to the Consolidated Financial Statements
Year Ended March 31, 2022

4. DEFERRED REVENUE

	2022	2021
Canada Community Building Fund	\$ 319,922	\$ 826,631
Deferred grant and rentals	20,690	3,600
	\$ 340,612	\$ 830,231

Under the Canada Community Building Fund, the Town was allocated \$484,582 for the year ending March 31, 2022. In addition, the Town also received Souris West's notional allocation funds for the same period totaling \$12,598 (2021 - \$30,636). These funds, along with interest earned, must be used for eligible infrastructure and capacity building projects. During the year, the Town earned interest of \$9,304 and incurred eligible expenditures of \$1,013,193.

5. LONG TERM DEBT

	2022	2021
<u>Town of Souris</u>		
Souris Credit Union Limited - prime, repayable in monthly blended installments of \$1,091. The loan matures on October 15, 2023. Secured by demand note and general security agreement which provides a first floating charge over all assets.	\$ 49,428	\$ 61,149
Souris Credit Union Limited - prime, demand loan with interest payable monthly. Secured by demand note and general security agreement which provides a first floating charge over all assets.	928,777	-
Souris Credit Union Limited - prime, repayable in monthly blended installments of \$1,680. The loan matures on August 26, 2026. Secured by demand note and general security agreement which provides a first floating charge over all assets.	84,334	-
Souris Credit Union Limited - prime, repaid during the year.	-	8,413
	1,062,539	69,562
<u>Sewer and Water Utility Corporation</u>		
CIBC - 3.516%, repayable in monthly blended installments of \$893. The loan matures on December 1, 2022.	129,455	135,522
Bank of Montreal - 4.06%, repayable in monthly blended installments of \$812. The loan matures on July 31, 2031.	75,807	83,922
Bank of Montreal - 3.54%, repayable in monthly blended installments of \$570. The loan matures on April 30, 2030.	48,506	54,710
Bank of Montreal - 2.98%, repayable in monthly blended installments of \$493. The loan matures on March 31, 2029.	37,359	43,312
	291,127	317,466
	\$ 1,353,666	\$ 387,028

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TOWN OF SOURIS
Notes to the Consolidated Financial Statements
Year Ended March 31, 2022

5. LONG TERM DEBT (continued)

Principal repayments of long term debt are expected to be repaid over the next five years as follows:

2023	\$ 1,104,839
2024	73,191
2025	37,013
2026	38,289
2027	29,389
Thereafter	70,945

6. CONTINGENT LIABILITY

A claim has been brought against the Town of Souris regarding a mechanic's lien on property owned by the Town of Souris located at PID 103713. The amount of liability, if any, is undeterminable as of the balance sheet date, and consequently, no amounts have been accrued to the financial statements.

7. GOVERNMENT TRANSFERS FOR CAPITAL

	<u>2022</u>	<u>2021</u>
<u>Town</u>		
Canada Community Building Fund	\$ 470,123	\$ 63,127
Active Transportation Fund	154,604	-
ACOA	93,915	10,000
Municipal Capital Expenditures Grant	93,810	13,784
Province of PEI Rural Growth Initiative	47,500	-
Province of PEI Community Revitalization Program	37,500	9,255
	<u>897,452</u>	<u>96,166</u>
<u>Sewer</u>		
Investing in Canada Infrastructure Program	1,820,619	109,990
Canada Community Building Fund	543,069	28,931
Municipal Capital Expenditures Grant	291,334	15,741
	<u>2,655,022</u>	<u>154,662</u>
<u>Water</u>		
Municipal Capital Expenditures Grant	<u>478</u>	<u>988</u>
	478	988
Total government transfers for capital	<u>\$ 3,552,952</u>	<u>\$ 251,816</u>

TOWN OF SOURIS
Notes to the Consolidated Financial Statements
Year Ended March 31, 2022

8. ACCUMULATED SURPLUS

	2022	2021
Unrestricted surplus	\$ 738,360	\$ 454,610
Reserve funds (Note 9)	957,260	917,260
Investment in tangible capital assets (Note 10)	12,312,160	9,316,800
	\$ 14,007,780	\$ 10,688,670

The prior year unrestricted surplus was increased by \$12,269 for a change in deferred revenue related to the Canada Community Building Fund.

9. RESERVE FUNDS

	2022	2021
Balance - beginning of year	\$ 917,260	\$ 837,260
Allocation from revenue	125,000	80,000
Reserve expenditures	(85,000)	-
Balance - end of year	957,260	917,260
<u>Comprised of:</u>		
Fire equipment	402,160	387,160
Fire hall	170,000	130,000
Sidewalks, streets and storm drains	138,000	138,000
Alternative energy	100,000	100,000
Street equipment	90,000	100,000
Economic development	24,000	24,000
Official plan and bylaw review	20,000	-
Town hall	10,000	10,000
Special events	3,100	3,100
Welcome sign	-	25,000
	957,260	917,260

10. INVESTMENT IN TANGIBLE CAPITAL ASSET

	2022	2021
Tangible capital assets (Schedules 1 and 2)	\$ 21,701,472	\$ 17,364,073
Accumulated amortization (Schedules 1 and 2)	(8,035,646)	(7,660,245)
Long term debt (Note 4)	(1,353,666)	(387,028)
	\$ 12,312,160	\$ 9,316,800

TOWN OF SOURIS
Notes to the Consolidated Financial Statements
Year Ended March 31, 2022

11. RATE REGULATION

The Town is subject to rate regulation on the sewer and water utilities provided to residents in Prince Edward Island under the Island Regulatory and Appeals Commissions Act. The purpose of this Act, which is administered by the Island Regulatory and Appeals Commission (IRAC), is to regulate the rate municipalities may charge for sewer and water utilities provided to residents within Prince Edward Island and to ensure at all times a just and reasonable price for sewer and water services.

Utility rates and charges are fixed and determined in accordance with the generally accepted public utility practices after taking into consideration local conditions and circumstances. Municipalities may apply for changes to sewer utility rates with IRAC. The commission will review these requests and adjust the price accordingly.

12. BUDGET FIGURES

A reconciliation of the 2022 fiscal operating budget prepared by Council to the budget figures disclosed in the consolidated financial statements is as follows:

	2022
Town of Souris budgeted annual surplus	\$ 26,272
Town of Souris Sewer and Water Utility Corporation budgeted annual deficit	(17,425)
Add: Capital expenditures	312,000
Add: Term debt principal repayments	51,900
Add: Reserve funds	(70,000)
	\$ 302,747

The budget figures provided on Statements 5 and 6 and Schedules 3 - 16 have not been audited or reviewed by the external auditor.

13. FINANCIAL INSTRUMENTS

The Town's financial instruments consist of cash, accounts receivable, accounts payable and accrued liabilities, retiring allowances payable and long term debt.

The Town is exposed to various risks through its financial instruments and has a comprehensive risk management framework to monitor, evaluate and manage these risks. The following analysis provides information about the Town's risk exposure and concentration as of March 31, 2022.

(a) Credit risk

Credit risk arises from the potential that a counter party will fail to perform its obligations. The Town is exposed to credit risk from customers. In order to reduce its credit risk, the Town reviews a new customer's credit history before extending credit and conducts regular reviews of its existing customers' credit performance. An allowance for doubtful accounts is established based upon factors surrounding the credit risk of specific accounts, historical trends and other information. The Town has a significant number of customers which minimizes concentration of credit risk.

(b) Liquidity risk

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

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TOWN OF SOURIS
Notes to the Consolidated Financial Statements
Year Ended March 31, 2022

13. FINANCIAL INSTRUMENTS (continued)

(c) Interest rate risk

Interest rate risk is the risk that the value of a financial instrument might be adversely affected by a change in the interest rates. In seeking to minimize the risks from interest rate fluctuations, the Town manages exposure through its normal operating and financing activities. The Town is exposed to interest rate risk primarily through its floating interest rate credit facilities.

14. SEGMENT DISCLOSURES

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

General Government

This segment is responsible for the overall financial and local government administration. Its tasks include, but are not limited to, daily accounting functions, preparation and coordination of annual consolidated audited financial statements, development of the annual budget, human resource functions for the entire Town, maintenance of bylaws and policies, oversight of public works, maintenance of Town facilities, and administration of Town services.

Fire Department

This segment is responsible for the maintenance and operations of the fire department services provided to residents and other customers.

Water Utility

This segment is responsible for the maintenance and operations of water services provided to residents and other customers.

Sewer Utility

This segment is responsible for the maintenance and operations of sewer services provided to residents and other customers.

15. SUBSEQUENT EVENTS

COVID-19

In March 2020, the World Health Organization declared a global pandemic due to the novel coronavirus (COVID-19). The situation is constantly evolving, and the measures put in place are having multiple impacts on local, provincial, national and global economies.

The overall effect of these events on the Town and its operations is too uncertain to be estimated at this time. The impacts will be accounted for when they are known and may be assessed.

Land Purchase

Subsequent to year end, the Town purchased a parcel of land, Property Number 103697, in Souris, Kings County, PE for a price of \$60,000 plus HST.

TOWN OF SOURIS
Schedules to Consolidated Financial Statements (Schedule 1)
Tangible Capital Assets
Year Ended March 31, 2022

	Cost beginning of year	Additions	Disposals and write downs	Cost end of year	Accum amort beginning of year	Amort in the year	Disposals and write downs	Accum amort end of year	Net book value
Town	\$	\$	\$	\$	\$	\$	\$	\$	\$
Land	247,738	-	-	247,738	-	-	-	-	247,738
Storm drains	781,099	-	-	781,099	277,424	15,623	-	293,047	488,052
Road infrastructure	-	244,500	-	244,500	-	-	-	-	244,500
Buildings	2,626,617	33,990	-	2,660,607	1,362,670	64,152	-	1,426,822	1,233,785
Beach development	1,212,317	3,850	-	1,216,167	269,509	48,570	-	318,079	898,088
Waterfront development	889,867	-	-	889,867	880,672	751	-	881,423	8,444
Sidewalks	550,340	380,228	-	930,568	409,462	22,834	-	432,296	498,272
Street improvements	336,169	-	-	336,169	317,338	2,016	-	319,354	16,815
Sportsfield	290,951	-	-	290,951	204,822	6,425	-	211,247	79,704
Multicourt development	61,808	-	-	61,808	46,298	838	-	47,136	14,672
Paving	178,450	-	-	178,450	77,400	8,692	-	86,092	92,358
Fire trucks	915,441	132,275	-	1,047,716	632,521	27,100	-	659,621	388,095
Heavy equipment	288,797	59,363	-	348,160	107,887	15,924	-	123,811	224,349
Boardwalk	448,147	131,414	-	579,561	91,047	26,925	-	117,972	461,589
Park improvements	55,539	-	-	55,539	24,556	3,702	-	28,258	27,281
Fencing	20,035	-	-	20,035	7,542	1,335	-	8,877	11,158
Backhoe	21,177	-	(21,177)	-	13,766	-	(13,766)	-	-
Equipment	983,711	113,893	-	1,097,604	697,411	42,043	-	739,454	358,150
Motor vehicle	60,974	-	-	60,974	24,670	6,098	-	30,768	30,206
Zodiac boat	23,181	-	-	23,181	8,693	2,318	-	11,011	12,170
Lawnmower	25,155	-	-	25,155	20,310	2,028	-	22,338	2,817
Computer equipment	38,248	1,370	-	39,618	34,770	1,639	-	36,409	3,209

(continues)



Notes 1 to 15 are an integral part of these consolidated financial statements

TOWN OF SOURIS
Schedules to Consolidated Financial Statements (continued) (Schedule 1)
Tangible Capital Assets
Year Ended March 31, 2022

	Cost beginning of year	Additions	Disposals and write downs	Cost end of year	Accum amort beginning of year	Amort in the year	Disposals and write downs	Accum amort end of year	Net book value
Computer software	13,149	-	-	13,149	11,636	1,210	-	12,846	303
Signage	51,696	24,860	-	76,556	48,108	3,749	-	51,857	24,699
Costume	3,745	-	-	3,745	3,499	197	-	3,696	49
	\$ 10,124,351	\$ 1,125,743	\$ (21,177)	\$ 11,228,917	\$ 5,572,011	\$ 304,169	\$ (13,766)	\$ 5,862,414	\$ 5,366,503
Sewer and Water									
Land	\$ 24,289	\$ -	\$ -	\$ 24,289	\$ -	\$ -	\$ -	\$ -	\$ 24,289
Water	2,959,154	5,253	-	2,964,407	850,389	36,168	-	886,557	2,077,850
Sewer	4,058,049	3,146,060	-	7,204,109	1,047,361	93,807	-	1,141,168	6,062,941
Buildings	112,611	-	-	112,611	104,865	4,050	-	108,915	3,696
Equipment	63,532	145,052	(63,532)	145,052	63,532	14,505	(63,532)	14,505	130,547
Office equipment	22,087	-	-	22,087	22,087	-	-	22,087	-
	\$ 7,239,722	\$ 3,296,365	\$ (63,532)	\$ 10,472,555	\$ 2,088,234	\$ 148,530	\$ (63,532)	\$ 2,173,232	\$ 8,299,323
Total	\$ 17,364,073	\$ 4,422,108	\$ (84,709)	\$ 21,701,472	\$ 7,660,245	\$ 452,699	\$ (77,298)	\$ 8,035,646	\$ 13,665,826

Notes 1 to 15 are an integral part of these consolidated financial statements

TOWN OF SOURIS
Schedules to Consolidated Financial Statements
Tangible Capital Assets
Year Ended March 31, 2021

(Schedule 2)

	Cost beginning of year	Additions	Disposals and write downs	Cost end of year	Accum amort beginning of year	Amort in the year	Disposals and write downs	Accum amort end of year	Net book value
Town	\$	\$	\$	\$	\$	\$	\$	\$	\$
Land	254,796	842	(7,900)	247,738	-	-	-	-	247,738
Storm drains	781,099	-	-	781,099	261,802	15,622	-	277,424	503,675
Buildings	2,531,820	94,797	-	2,626,617	1,300,129	62,541	-	1,362,670	1,263,947
Beach development	1,175,849	36,468	-	1,212,317	221,746	47,763	-	269,509	942,808
Waterfront development	889,867	-	-	889,867	879,921	751	-	880,672	9,195
Sidewalks	550,340	-	-	550,340	392,164	17,298	-	409,462	140,878
Street improvements	336,169	-	-	336,169	315,322	2,016	-	317,338	18,831
Sportsfield	290,951	-	-	290,951	198,398	6,424	-	204,822	86,129
Multi-court development	61,808	-	-	61,808	44,896	1,402	-	46,298	15,510
Paving	172,829	5,621	-	178,450	68,848	8,552	-	77,400	101,050
Fire trucks	959,142	-	(43,701)	915,441	649,121	27,101	(43,701)	632,521	282,920
Heavy equipment	288,797	-	-	288,797	93,447	14,440	-	107,887	180,910
Boardwalk	448,147	-	-	448,147	64,122	26,925	-	91,047	357,100
Park improvements	55,539	-	-	55,539	20,853	3,703	-	24,556	30,983
Fencing	20,035	-	-	20,035	6,206	1,336	-	7,542	12,493
Backhoe	21,177	-	-	21,177	12,354	1,412	-	13,766	7,411
Equipment	951,841	31,870	-	983,711	658,091	39,320	-	697,411	286,300
Motor vehicle	36,252	24,722	-	60,974	19,809	4,861	-	24,670	36,304
Zodiac boat	23,181	-	-	23,181	6,375	2,317	-	8,693	14,488
Lawnmower	25,155	-	-	25,155	18,281	2,029	-	20,310	4,845
Computer equipment	38,248	-	-	38,248	32,823	1,947	-	34,770	3,478
Computer software	13,149	-	-	13,149	10,426	1,210	-	11,636	1,513

(continues)



TOWN OF SOURIS

Schedules to Consolidated Financial Statements (continued) (Schedule 2)

Tangible Capital Assets
Year Ended March 31, 2021

	Cost beginning of year	Additions	Disposals and write downs	Cost end of year	Accum amort beginning of year	Amort in the year	Disposals and write downs	Accum amort end of year	Net book value
Signage	51,696	-	-	51,696	46,845	1,263	-	48,108	3,588
Costume	3,745	-	-	3,745	3,303	196	-	3,499	246
	\$ 9,981,632	\$ 194,320	\$ (51,601)	\$ 10,124,351	\$ 5,325,282	\$ 290,429	\$ (43,701)	\$ 5,572,011	\$ 4,552,340
Sewer and Water									
Land	\$ 24,289	\$ -	\$ -	\$ 24,289	\$ -	\$ -	\$ -	\$ -	\$ 24,289
Water	2,948,289	10,865	-	2,959,154	812,852	37,535	-	850,389	2,108,765
Sewer	3,846,860	211,189	-	4,058,049	991,203	56,158	-	1,047,361	3,010,688
Buildings	112,611	-	-	112,611	99,304	5,561	-	104,865	7,746
Equipment	63,532	-	-	63,532	58,824	4,708	-	63,532	-
Office equipment	22,087	-	-	22,087	22,087	-	-	22,087	-
	\$ 7,017,668	\$ 222,054	\$ -	\$ 7,239,722	\$ 1,984,270	\$ 103,962	\$ -	\$ 2,088,234	\$ 5,151,488
Total	\$ 16,999,300	\$ 416,374	\$ (51,601)	\$ 17,364,073	\$ 7,309,552	\$ 394,391	\$ (43,701)	\$ 7,660,245	\$ 9,703,828

Notes 1 to 15 are an integral part of these consolidated financial statements

TOWN OF SOURIS
Statement of Operations - Town
Year Ended March 31, 2022

(Schedule 3)

	Budget 2022	Actual 2022	Actual 2021
Revenues			
Municipal taxes	\$ 777,685	\$ 797,488	\$ 802,538
Municipal grant	230,962	230,962	281,871
Fire dues	202,300	202,429	201,188
Matthew MacLean building rent	40,000	41,914	39,514
Interest	15,000	32,176	18,724
Beachfront rentals	25,000	23,500	16,305
Miscellaneous	26,000	20,092	31,014
Sportsplex contribution	20,000	11,721	11,424
Fines	15,000	7,376	13,468
Rent	3,600	3,600	3,600
Souvenir sales	3,500	2,519	3,804
Newsletter	3,000	2,418	2,628
Music in the Park	2,500	2,400	7,400
License fees	1,500	1,015	1,485
History book sales	200	133	70
Government transfers for operation	-	-	22,403
Provincial recreation grant	8,500	-	-
	<u>1,374,747</u>	<u>1,379,743</u>	<u>1,457,436</u>
Expenditures			
Amortization of tangible capital assets	-	304,169	290,429
Economic Development (Schedule 4)	1,500	-	-
Emergency Measures Operations (Schedule 4)	1,800	619	812
Fire Department (Schedule 4)	113,600	102,927	94,990
Fire protection water supply	75,000	82,476	98,385
Gateway Park (Schedule 4)	34,650	35,967	23,471
General Administration (Schedule 4)	229,300	211,106	206,058
Improvement and Beautification (Schedule 4)	25,500	21,270	19,834
Information Technology (Schedule 4)	9,200	5,962	5,820
Matthew MacLean Building (Schedule 4)	35,250	37,725	35,476
Police Protection	148,000	98,287	141,508
Public Property (Schedule 4)	31,500	28,698	28,189
Publicity and Town Promotion (Schedule 4)	33,125	38,445	23,512
Recreation and Youth (Schedule 4)	30,500	18,818	11,341
Seniors grant	1,500	1,000	1,500
Streets and Sidewalks (Schedule 4)	379,000	463,931	339,430
Tourism (Schedule 4)	2,150	325	8,061
	<u>1,151,575</u>	<u>1,451,725</u>	<u>1,328,816</u>
Operating surplus (deficit)	223,172	(71,982)	128,620
Other revenues			
Government transfers for capital (Note 7)	46,000	897,452	96,166
Gain on disposal of tangible capital assets	-	7,139	14,125
	<u>46,000</u>	<u>904,591</u>	<u>110,291</u>
Annual surplus	<u>\$ 269,172</u>	<u>\$ 832,609</u>	<u>\$ 238,911</u>

Notes 1 - 15 are an integral part of these consolidated financial statements

TOWN OF SOURIS
Schedule of Expenditures - Town
Year Ended March 31, 2022

(Schedule 4)

	Budget 2022	Actual 2022	Actual 2021
Economic Development			
Economic development	\$ 500	\$ -	\$ -
Other economic development	1,000	-	-
	<u>1,500</u>	<u>-</u>	<u>-</u>
Emergency Measures Operations			
Policy updates and training	1,500	619	812
Presentation	300	-	-
	<u>1,800</u>	<u>619</u>	<u>812</u>
Fire Department			
Advertising	1,000	209	706
Electricity	7,500	5,981	5,925
Firehall - fuel	5,000	3,782	2,876
Firehall - maintenance	5,600	3,569	3,714
Firemen's life insurance	4,600	4,160	4,411
Firemen's recreation	3,500	4,827	3,659
Fire truck - fuel	2,500	2,654	1,526
Fire truck - maintenance	12,500	6,148	21,027
Licenses and fees	4,000	3,403	3,385
Monitor repairs and maintenance	2,000	466	226
Phone system	4,300	2,914	2,885
Supplies and maintenance	18,000	23,797	16,507
Telephone	2,600	2,934	2,529
Training	10,000	2,505	1,035
Wages	30,000	35,075	24,120
Water and sewer	500	503	459
	<u>113,600</u>	<u>102,927</u>	<u>94,990</u>
Gateway Park			
Electricity and internet	6,000	6,381	5,078
Garbage removal	2,750	2,035	1,513
Insurance	1,900	2,395	1,879
Maintenance and supplies	8,500	8,739	4,745
Maintenance wages	15,000	15,914	9,797
Water and sewer	500	503	459
	<u>34,650</u>	<u>35,967</u>	<u>23,471</u>

(continues)

Notes 1 - 15 are an integral part of these consolidated financial statements

TOWN OF SOURIS
Schedule of Expenditures - Town *(continued)*
Year Ended March 31, 2022

(Schedule 4)

	Budget 2022	Actual 2022	Actual 2021
General Administration			
Advertising	2,500	4,388	1,826
Bank charges	100	661	-
Bookkeeper salary	5,000	4,702	4,359
Bylaw enforcement officer	12,500	12,480	12,480
Council and administrative travel	3,000	1,811	1,024
Council honoraria	20,000	18,590	18,799
Donations	8,000	3,900	2,502
Employee benefits	6,700	9,050	6,815
Events coordinator	41,800	43,845	46,799
Federation fees	2,200	2,638	2,599
Federation meeting	500	297	99
Generator	1,400	757	1,684
Hospitality	2,000	2,169	545
Insurance	23,000	19,198	17,657
Mayor's expense	1,000	224	820
Office and supplies	7,000	6,839	7,370
Planning services	3,000	-	-
Professional fees	11,000	7,820	8,853
Retiring allowance	8,800	833	1,358
Scholarships	1,200	200	800
Seniors development	3,000	6,881	2,978
Staff training	1,000	855	-
Sundry	1,900	1,639	2,205
Telephone	4,100	4,193	4,457
Town administrator salary and benefits	55,200	56,412	56,651
Workers compensation	3,400	724	3,378
	229,300	211,106	206,058
Improvement and Beautification			
Flowers and trees	4,500	2,185	749
Flower bed planting and maintenance	21,000	19,085	19,085
	25,500	21,270	19,834
Information Technology			
Computer repairs and website maintenance	2,000	1,001	745
Miscellaneous	2,000	974	1,110
Sharepoint system	4,200	3,987	3,965
Software	1,000	-	-
	9,200	5,962	5,820

(continues)

Notes 1 - 15 are an integral part of these consolidated financial statements

TOWN OF SOURIS
Schedule of Expenditures - Town *(continued)*
Year Ended March 31, 2022

(Schedule 4)

	Budget 2022	Actual 2022	Actual 2021
Matthew MacLean Building			
Electricity	12,000	11,168	11,062
Elevator maintenance and inspection	1,000	628	1,061
Garbage removal	2,500	2,427	2,629
Insurance	4,850	5,908	4,834
Janitor	5,500	4,627	5,417
Maintenance and repairs	5,000	8,631	6,190
Property tax	3,900	3,833	3,824
Water and sewer	500	503	459
	35,250	37,725	35,476
Public Property			
Alarm monitoring	1,000	671	1,260
Electricity	5,500	6,910	5,168
Elevator maintenance contract	3,000	3,097	3,079
Fuel	6,000	8,336	6,361
Property tax	3,500	3,237	3,218
Repairs and maintenance	12,000	5,944	8,644
Water and sewer	500	503	459
	31,500	28,698	28,189
Publicity and Town Promotion			
Beach sign electricity	750	664	638
Canada Day	10,000	11,231	5,252
Christmas parade	4,500	4,984	4,400
Event advertisements	500	-	-
Float construction and decorations	2,500	765	679
Home lighting contest	575	700	575
Music in the Park	3,800	2,875	5,549
Newsletter	2,000	1,144	779
Seaglass festival	4,500	6,909	-
Souvenirs	4,000	9,173	5,640
	33,125	38,445	23,512
Recreation and Youth			
Eastern Kings Sportsplex grant	8,500	-	-
Eastern Kings Sportsplex water and sewer	2,000	1,052	949
Maintenance, repairs and electricity	2,500	4,062	2,478
Miscellaneous	500	794	1,018
Playground and sports equipment	2,000	3,071	376
Property tax	2,000	2,469	1,909
Recreation grants	3,000	1,500	850
Sundry events	10,000	5,870	3,761
	30,500	18,818	11,341

(continues)

Notes 1 - 15 are an integral part of these consolidated financial statements

TOWN OF SOURIS
Schedule of Expenditures - Town *(continued)*
Year Ended March 31, 2022

(Schedule 4)

	Budget 2022	Actual 2022	Actual 2021
Streets and Sidewalks			
Backhoe, holder and dump truck fuel	7,500	10,432	6,725
Backhoe maintenance	1,000	527	1,287
EDA and casual wages	12,000	2,259	8,387
Electricity	52,000	49,202	48,047
Garage maintenance and repairs	5,000	4,797	4,469
Garbage cans and disposal	4,000	2,789	2,893
Holder maintenance	40,000	40,569	4,195
Ice control	18,000	18,331	17,762
Interest on long term debt	1,500	1,339	705
Lawnmower supplies and maintenance	2,000	3,809	2,137
Maintenance and repairs	12,000	26,406	16,763
Paving and patching	60,000	106,603	69,424
Plowing and sanding streets	85,000	100,175	83,031
Salaries and benefits	55,000	65,498	51,238
Sidewalk replacement and repairs	4,000	53	238
Sidewalk salting and sanding	2,000	413	649
Staff overtime	10,000	18,970	11,360
Street decorations	2,000	3,561	2,758
Street signs and advertising	1,000	529	2,103
Tree removal	1,000	715	770
Truck maintenance	4,000	6,954	4,489
	379,000	463,931	339,430
Tourism			
Advertising	2,150	325	8,061
	2,150	325	8,061

Notes 1 - 15 are an integral part of these consolidated financial statements

TOWN OF SOURIS
Statement of Operations - Sewer
Year Ended March 31, 2022

(Schedule 5)

	Budget 2022	Actual 2022	Actual 2021
Revenues			
Sewer rates			
Domestic sewer	\$ 145,150	\$ 139,286	\$ 125,622
Metered sewer	71,000	75,264	66,833
Connection fees and interest	500	925	705
	216,650	215,475	193,160
Expenditures			
Administration			
Amortization of tangible capital assets	-	103,085	61,320
Council fees	4,300	5,005	5,061
Insurance	1,750	2,405	1,770
Island Regulatory and Appeals Commission	3,750	2,814	2,039
Office	1,725	3,870	3,646
Professional fees	3,250	2,226	5,502
Property tax	750	791	758
Rent	1,800	1,800	1,800
Telephone	400	463	297
Wages and wage levies	38,200	51,689	41,291
	55,925	174,148	123,484
Operating			
Backhoe	1,500	4,571	3,755
Electricity	36,000	38,082	34,397
Fuel	500	-	263
Garage			
Fuel	1,750	2,399	1,377
Insurance	600	975	725
Property tax	450	416	450
Repairs	250	181	239
Utilities	1,750	1,790	1,579
Water and sewer	250	189	172
Repairs and maintenance	18,000	20,787	9,518
Supplies	750	958	390
Wages, travel allowance and benefits	72,000	66,676	60,579
	133,800	137,024	113,444
Other			
Interest on advances from the Town of Souris	-	13,875	6,169
Interest on long term debt	5,000	5,675	5,855
	5,000	19,550	12,024
	194,725	330,722	248,952
Operating surplus (deficit)	21,925	(115,247)	(55,792)
Other revenues			
Government transfers for capital (Note 7)	-	2,655,022	154,662
Gain on disposal of tangible capital assets	-	41,250	-
	-	2,696,272	154,662
Annual surplus	\$ 21,925	\$ 2,581,025	\$ 98,870

Notes 1 - 15 are an integral part of these consolidated financial statements

TOWN OF SOURIS
Statement of Operations - Water
Year Ended March 31, 2022

(Schedule 6)

	Budget 2022	Actual 2022	Actual 2021
Revenues			
Fire protection and water supply	\$ 75,000	\$ 82,476	\$ 98,385
Water rates			
Domestic	62,000	63,208	61,089
Metered	86,800	58,969	65,661
Insurance proceeds	-	52,107	-
Interest	500	565	365
	<u>224,300</u>	<u>257,325</u>	<u>225,500</u>
Expenditures			
Administration			
Amortization of tangible capital assets	-	45,445	42,642
Council fees	4,300	5,005	5,061
Dues and fees	125	181	151
Insurance	1,750	2,405	1,770
Island Regulatory and Appeals Commission	3,750	2,814	2,039
Office	1,600	3,870	3,476
Professional fees	3,250	2,226	2,928
Property tax	750	791	758
Rent	1,800	1,800	1,800
Telephone	400	463	295
Wages and wage levies	38,200	40,706	41,291
	<u>55,925</u>	<u>105,706</u>	<u>102,211</u>
Operating			
Backhoe	1,500	4,571	3,755
Electricity	44,000	35,364	42,144
Garage			
Fuel	1,750	2,399	1,379
Insurance	600	975	725
Property tax	450	416	450
Repairs	250	181	239
Utilities	1,750	1,790	1,579
Water and sewer	250	189	172
Repairs and maintenance	28,425	114,507	21,806
Supplies	750	958	390
Wages, travel allowance and benefits	72,000	65,721	60,579
	<u>151,725</u>	<u>227,071</u>	<u>133,218</u>
Other			
Interest on advances from the Town of Souris	-	13,875	6,169
Interest on long term debt	5,000	5,675	5,855
	<u>5,000</u>	<u>19,550</u>	<u>12,024</u>
	<u>212,650</u>	<u>352,327</u>	<u>247,453</u>
Operating surplus (deficit)	<u>11,650</u>	<u>(95,002)</u>	<u>(21,953)</u>
Other revenues			
Government transfers for capital (Note 7)	-	478	988
	<u>\$ 11,650</u>	<u>\$ (94,524)</u>	<u>\$ (20,965)</u>

Notes 1 - 15 are an integral part of these consolidated financial statements

TOWN OF SOURIS
Schedules to Consolidated Financial Statements (Schedule 7)
Segment Disclosures
Year Ended March 31, 2022

	Town	Sewer	Water	Elimination	Consolidated 2022
Revenues					
Property taxes	\$ 797,488	\$ -	\$ -	\$ -	\$ 797,488
Equalization grant	230,962	-	-	-	230,962
Fire dues	202,429	-	-	-	202,429
Matthew MacLean building rent	41,914	-	-	-	41,914
Other	39,553	925	52,107	(3,600)	88,985
Interest	32,176	-	565	(27,750)	4,991
Beachfront rentals	23,500	-	-	-	23,500
Sportsplex contribution	11,721	-	-	-	11,721
Sewer	-	214,550	-	(2,025)	212,525
Water	-	-	122,177	(914)	121,263
Fire protection and water supply	-	-	82,476	(82,476)	-
	1,379,743	215,475	257,325	(116,765)	1,735,778
Expenditures					
Salaries and benefits	271,872	123,370	111,432	-	506,674
Goods and services	873,684	84,717	175,900	(89,015)	1,045,286
Amortization of tangible capital assets	304,169	103,085	45,445	-	452,699
Interest	2,000	19,550	19,550	(27,750)	13,350
	1,451,725	330,722	352,327	(116,765)	2,018,009
Operating surplus (deficit)	(71,982)	(115,247)	(95,002)	-	(282,231)
Other revenues	904,591	2,696,272	478	-	3,601,341
Annual surplus (deficit)	\$ 832,609	\$ 2,581,025	\$ (94,524)	\$ -	\$ 3,319,110

Notes 1 to 15 are an integral part of these consolidated financial statements

TOWN OF SOURIS
Schedules to Consolidated Financial Statements (Schedule 8)
Segment Disclosures
Year Ended March 31, 2021

	Town	Sewer	Water	Elimination	Consolidated 2021
Revenues					
Property taxes	\$ 802,538	\$ -	\$ -	\$ -	\$ 802,538
Equalization grant	281,871	-	-	-	281,871
Fire dues	201,188	-	-	-	201,188
Matthew MacLean building rent	39,514	-	-	-	39,514
Interest	18,724	-	365	(12,338)	6,386
Other	63,469	705	-	(3,600)	60,574
Government transfer for operations	22,403	-	-	-	60,574
Beachfront rentals	16,305	-	-	-	6,386
Sportsplex contribution	11,424	-	-	-	-
Sewer	-	192,455	-	(1,841)	190,614
Water	-	-	126,750	(831)	190,614
Fire protection and water supply	-	-	98,385	(98,385)	190,614
	<u>1,457,436</u>	<u>193,160</u>	<u>225,500</u>	<u>(116,995)</u>	<u>1,759,101</u>
Expenditures					
Salaries and benefits	243,061	106,931	106,931	-	456,923
Goods and services	794,621	68,677	85,856	(104,657)	844,497
Amortization of tangible capital assets	290,429	61,320	42,642	-	394,391
Interest	705	12,024	12,024	(12,338)	12,415
	<u>1,328,816</u>	<u>248,952</u>	<u>247,453</u>	<u>(116,995)</u>	<u>1,708,226</u>
Operating surplus (deficit)	128,620	(55,792)	(21,953)	-	50,875
Other revenues	110,291	154,662	988	-	265,941
Annual surplus (deficit)	<u>\$ 238,911</u>	<u>\$ 98,870</u>	<u>\$ (20,965)</u>	<u>\$ -</u>	<u>\$ 316,816</u>

Notes 1 to 15 are an integral part of these consolidated financial statements