



Non-Consolidated Financial Statements
(Unaudited – See Notice to Reader)

Municipality of the District of Argyle

March 31, 2016

Contents

	Page
Notice to Reader	1
General Section	
Non-Consolidated Operating Fund Statement of Operations	2
Non-Consolidated Operating Fund Balance Sheet	3-4
Non-Consolidated Tangible Capital Assets Fund Balance Sheet	5
Non-Consolidated Statement of Tangible Capital Assets	6
Non-Consolidated Statement of Investment in Tangible Capital Assets	6
Non-Consolidated Schedules to Statement of Operations	7-11
Reserve Funds	
Non-Consolidated Capital Reserve Fund Balance Sheet	12
Non-Consolidated Statement of Capital Reserve Fund	13
Non-Consolidated Operating Reserve Fund Balance Sheet	14
Non-Consolidated Statement of Operating Reserve Fund	14
Notes to Non-Consolidated Financial Statements	15-17
Other	
Tusket Sewer, Non-Consolidated Statement of Operations	18
West Pubnico Sewer, Non-Consolidated Statement of Operations	19

Notice to Reader

Grant Thornton LLP
328 Main Street, PO Box 297
Yarmouth, NS
B5A 4B2
T (902) 742-7842
F (902) 742-0224
www.GrantThornton.ca

His Worship the Warden and Members of the Council
Municipality of the District of Argyle

On the basis of information provided by management, we have compiled the non-consolidated Operating Fund and Tangible Capital Assets Fund balance sheets of the General Fund and Reserve Funds of the Municipality of the District Argyle as at March 31, 2016 and the non-consolidated statements of operations for the year then ended from information provided by management.

We have not audited, reviewed, or otherwise attempted to verify the accuracy of completeness of such information.

Readers are cautioned that these statements may not be appropriate for their purposes.

Yarmouth, Canada
September 13, 2016

Grant Thornton LLP

Chartered Accountants

Municipality of the District of Argyle
General Section
Non-Consolidated Operating Fund Statement of Operations

(Unaudited – See Notice to Reader)
Year Ended March 31

2016

2015

	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
Revenues			
Taxes, net of mandatory expenditures	\$ 4,624,675	\$ 4,670,821	\$ 4,508,367
Grants in lieu of taxes	182,991	183,263	180,540
Other revenue from own sources	317,406	300,133	324,231
Unconditional transfers from other governments	161,702	161,702	161,259
Conditional transfers from Federal or Provincial government or agencies	103,089	90,336	156,846
Services provided	<u>24,200</u>	<u>24,200</u>	<u>13,509</u>
	<u>5,414,063</u>	<u>5,430,455</u>	<u>5,344,752</u>
Expenses			
General government services	1,425,168	1,404,477	1,316,289
Protective services	1,453,519	1,433,611	1,374,705
Transportation services	332,612	294,225	321,409
Environmental health services	937,307	893,670	869,582
Public health services	195,200	77,800	154,058
Environmental development services	775,075	491,149	591,220
Recreation and cultural services	<u>597,132</u>	<u>543,692</u>	<u>544,517</u>
	<u>5,716,013</u>	<u>5,138,624</u>	<u>5,171,780</u>
Annual (deficit) surplus before interfund transfers	(301,950)	291,831	172,972
Less transfers from (to) own reserves	<u>301,950</u>	<u>(181,460)</u>	<u>(262,600)</u>
Annual surplus (deficit) before transfer of accumulated surplus	-	110,371	(89,628)
Transfer of accumulated surplus to Operating Reserve	<u>-</u>	<u>(1,564,277)</u>	<u>-</u>
Annual deficit	<u>\$ -</u>	<u>\$ (1,453,906)</u>	<u>\$ (89,628)</u>

See accompanying notes to the non-consolidated financial statements.

Municipality of the District of Argyle
General Section
Non-Consolidated Operating Fund Balance Sheet

(Unaudited – See Notice to Reader)

March 31

2016

2015

Assets

Cash and cash equivalents

Unrestricted

\$ 2,085,119

\$ 1,703,621

Restricted

293,902

276,012

2,379,021

1,979,633

Receivables

Taxes and sewer (Note 1 and 5)

378,491

381,377

Long term taxes receivable (Note 1)

668,532

175,090

Due from Provincial government and its agencies (Note 2)

11,901

12,554

Due from Federal government and its agencies (Note 3)

52,864

101,456

Due from own agencies

27,019

37,192

Loans receivable and advances

856

2,131

Other receivables

119,745

226,355

1,259,408

936,155

Other assets

Land held for resale

85,000

117,800

Properties acquired at tax sale

3,279

3,276

Prepaid expenses

31,876

90,631

120,155

211,707

\$ 3,758,584

\$ 3,127,495

On Behalf of the Municipality of the District of Argyle

_____ Warden

_____ CAO

See accompanying notes to the non-consolidated financial statements.

Municipality of the District of Argyle
General Section
Non-Consolidated Operating Fund Balance Sheet

(Unaudited – See Notice to Reader)

March 31

2016

2015

Liabilities

Payables and accruals

Trade accounts	\$ 465,941	\$ 642,559
Due to own funds (Note 4)	<u>2,613,183</u>	<u>369,268</u>
	<u>3,079,124</u>	<u>1,011,827</u>

Other liabilities

Municipal tax prepayments	107,188	92,614
Deferred revenue	273,800	260,450
Tax sale surplus	<u>298,472</u>	<u>308,698</u>
	<u>679,460</u>	<u>661,762</u>

Equity

Accumulated surplus (Note 6)	<u>-</u>	<u>1,453,906</u>
	<u>\$ 3,758,584</u>	<u>\$ 3,127,495</u>

On Behalf of the Municipality of the District of Argyle

_____ Warden

_____ CAO

See accompanying notes to the non-consolidated financial statements.

Municipality of the District of Argyle
General Section
Non-Consolidated Tangible Capital Assets Fund Balance
Sheet

(Unaudited – See Notice to Reader)
 March 31

	2016	2015
Assets		
Tangible capital assets, at cost (Page 6)	\$ 14,119,067	\$ 13,652,508
Less: Accumulated amortization (Page 6)	<u>(4,560,545)</u>	<u>(4,197,523)</u>
	<u>\$ 9,558,522</u>	<u>\$ 9,454,985</u>

Liabilities

Federation of Canadian Municipalities – Green Municipal Fund loan bearing interest of 1.75% payable in bi-annual interest payments and annual principal installments of \$127,300, maturing in 2021	\$ 758,546	\$ 885,819
---	------------	------------

Equity

	Investment in tangible capital	
assets (Page 6)	<u>8,799,976</u>	<u>8,569,166</u>
	<u>\$ 9,558,522</u>	<u>\$ 9,454,985</u>

On Behalf of the Municipality of the District of Argyle

_____ Warden _____ CAO

See accompanying notes to the non-consolidated financial statements.

Municipality of the District of Argyle Non-Consolidated Statement of Tangible Capital Assets

(Unaudited – See Notice to Reader)

March 31			2016	2015
	Cost	Accumulated Amortization	Total	Total
Land	\$ 311,229	\$ -	\$ 311,229	\$ 311,229
Administrative buildings	166,249	53,303	112,946	119,863
West Pubnico Sewer	8,190,743	2,747,664	5,443,079	5,646,032
Tusket Sewer	2,794,405	755,900	2,038,505	2,093,285
Tusket Business Park Sewer	694,157	131,486	562,671	580,025
Wedgeport Sewer	65,650	22,976	42,674	44,315
Municipal roads	458,860	266,376	192,484	210,838
Sidewalks	86,333	82,877	3,456	6,909
Track and field	420,750	67,120	353,630	370,460
Tennis court	185,930	12,395	173,535	36,323
Organic compost bins	237,970	237,970	-	-
Wind turbines under construction	237,086	-	237,086	-
Equipment and machinery	154,651	135,872	18,779	15,947
Vehicles	115,054	46,606	68,448	19,759
	<u>\$ 14,119,067</u>	<u>\$ 4,560,545</u>	<u>\$ 9,558,522</u>	<u>\$ 9,454,985</u>

Non-Consolidated Statement of Investment in Tangible Capital Assets

(Unaudited – See Notice to Reader)

Year Ended March 31	2016	2015
Balance, beginning of year	\$ 8,569,166	\$ 8,352,378
Transfer to Operating Fund	-	(40,600)
Transfer from Capital Reserve Fund	593,831	613,120
Amortization of tangible capital assets	<u>(363,021)</u>	<u>(355,732)</u>
Balance, end of year	<u>\$ 8,799,976</u>	<u>\$ 8,569,166</u>

See accompanying notes to the non-consolidated financial statements.

Municipality of the District of Argyle
General Section
Non-Consolidated Schedules to Statement of Operations

(Unaudited – See Notice to Reader)
Year Ended March 31

2016

2015

	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
1. Taxes			
Assessable property			
Residential	\$ 4,340,176	\$ 4,341,298	\$ 4,246,970
Commercial property	<u>1,090,059</u>	<u>1,094,436</u>	<u>1,026,323</u>
	<u>5,430,235</u>	<u>5,435,734</u>	<u>5,273,293</u>
Resource			
Taxable assessments	351,025	352,563	351,095
Recreation property tax	9,700	10,189	9,704
Forest property tax (less than 50,000 acres)	10,434	10,434	10,459
Forest property tax (50,000 acres or more)	<u>1,372</u>	<u>1,372</u>	<u>1,381</u>
	<u>372,531</u>	<u>374,558</u>	<u>372,639</u>
Area rates			
Environmental services, sewer	<u>182,025</u>	<u>182,082</u>	<u>166,308</u>
User rates			
East Pubnico industrial water system (Note 7)	<u>37,000</u>	<u>34,614</u>	<u>37,213</u>
Business property			
Based on revenue (Aliant)	47,000	49,564	50,009
Power Corporation	13,210	13,210	9,472
Power Corporation (HST rebate)	<u>11,000</u>	<u>15,114</u>	<u>18,068</u>
	<u>71,210</u>	<u>77,888</u>	<u>77,549</u>
Other taxes			
Wind farm developer tax	168,400	168,196	150,345
Commercial revenues – Yarmouth International Airport Corporation	29,870	30,601	33,319
Deed transfer tax	<u>94,000</u>	<u>129,244</u>	<u>113,227</u>
	<u>292,270</u>	<u>328,041</u>	<u>296,891</u>
Expenses as a reduction of tax revenue			
Appropriation to regional school board	(1,499,807)	(1,499,807)	(1,476,216)
Transfer to correctional services	(107,334)	(107,334)	(108,836)
Deficit of Regional Housing Authority	(26,000)	(28,000)	(27,063)
Tax rebates or cancellations, by bylaw	<u>(127,455)</u>	<u>(126,955)</u>	<u>(103,411)</u>
	<u>(1,760,596)</u>	<u>(1,762,096)</u>	<u>(1,715,526)</u>
	<u>\$ 4,624,675</u>	<u>\$ 4,670,821</u>	<u>\$ 4,508,367</u>

See accompanying notes to the non-consolidated financial statements.

Municipality of the District of Argyle
General Section
Non-Consolidated Schedules to Statement of Operations

(Unaudited – See Notice to Reader)
Year Ended March 31

2016

2015

	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
2. Grants in lieu of taxes			
Federal government	\$ 10,663	\$ 10,740	\$ 5,176
Provincial government	<u>172,328</u>	<u>172,523</u>	<u>175,364</u>
	<u>\$ 182,991</u>	<u>\$ 183,263</u>	<u>\$ 180,540</u>
3. Other revenue from own sources			
Licenses and permits	\$ 7,800	\$ 13,118	\$ 10,567
Municipal fines	2,000	5,150	2,391
Rentals	5,000	5,000	5,000
Return on investments	101,790	100,633	112,887
Penalties and interest on taxes	80,200	71,576	88,419
Wage recovery and user fees	58,000	61,189	61,197
Miscellaneous	68,116	50,159	55,160
Loss on sale of land –			
Tusket Business Park	(5,500)	(6,652)	(11,355)
Fire area rates, tax	216,034	215,726	213,509
Appropriation to regional fire departments	<u>(216,034)</u>	<u>(215,766)</u>	<u>(213,544)</u>
	<u>\$ 317,406</u>	<u>\$ 300,133</u>	<u>\$ 324,231</u>
4. Unconditional transfers from other governments			
Provincial government			
Municipal Grants Act (Equalization)	\$ 154,923	\$ 154,923	\$ 154,923
Housing and Municipal Affairs	<u>6,779</u>	<u>6,779</u>	<u>6,336</u>
	<u>\$ 161,702</u>	<u>\$ 161,702</u>	<u>\$ 161,259</u>
5. Conditional transfers from Federal and Provincial governments or agencies			
Federal government			
Community and economic development	\$ 50,289	\$ 37,463	\$ 25,279
EMO 911 grant	2,800	2,879	2,885
Other grants	<u>50,000</u>	<u>49,994</u>	<u>128,682</u>
	<u>\$ 103,089</u>	<u>\$ 90,336</u>	<u>\$ 156,846</u>
6. Services provided			
Services provided to other local governments and agencies	<u>\$ 24,200</u>	<u>\$ 24,200</u>	<u>\$ 13,509</u>
Total revenues	<u>\$ 5,414,063</u>	<u>\$ 5,430,455</u>	<u>\$ 5,344,752</u>

See accompanying notes to the non-consolidated financial statements.

Municipality of the District of Argyle
General Section
Non-Consolidated Schedules to Statement of Operations

(Unaudited – See Notice to Reader)
Year Ended March 31

2016

2015

	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
7. General government services			
Legislative			
Warden			
Remuneration	\$ 31,764	\$ 32,986	\$ 31,586
Expenses	5,600	4,626	5,242
Council			
Remuneration	158,452	164,546	158,452
Expenses	<u>31,800</u>	<u>31,469</u>	<u>10,155</u>
	<u>227,616</u>	<u>233,627</u>	<u>205,435</u>
General administrative			
Administrative	612,253	616,820	543,023
Bank service charges	5,000	5,780	3,005
Financial audit	<u>26,000</u>	<u>23,465</u>	<u>28,015</u>
	<u>643,253</u>	<u>646,065</u>	<u>574,043</u>
Taxation			
Taxation, administration	89,001	92,132	86,520
Transfers for assessment services	195,498	195,498	197,768
Common services	<u>29,825</u>	<u>19,279</u>	<u>30,554</u>
	<u>314,324</u>	<u>306,909</u>	<u>314,842</u>
Valuation allowance			
Uncollectible taxes	<u>11,950</u>	<u>6,653</u>	<u>21,943</u>
Other general government services			
Conventions and delegations	31,025	17,418	52,941
General accident and damage claims and public liability insurance	24,500	24,571	25,456
Grants to other organizations and individuals	<u>172,500</u>	<u>169,234</u>	<u>121,629</u>
	<u>228,025</u>	<u>211,223</u>	<u>200,026</u>
	<u>\$ 1,425,168</u>	<u>\$ 1,404,477</u>	<u>\$ 1,316,289</u>

See accompanying notes to the non-consolidated financial statements.

Municipality of the District of Argyle

General Section

Non-Consolidated Schedules to Statement of Operations

(Unaudited – See Notice to Reader)

Year Ended March 31

2016

2015

	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
8. Protective services			
Police protection	<u>\$ 819,100</u>	<u>\$ 816,942</u>	<u>\$ 797,616</u>
Fire protection			
Operating grant	254,949	254,950	245,070
Training and gear	51,850	44,303	35,057
Administrative and insurance costs	<u>28,700</u>	<u>27,337</u>	<u>27,337</u>
	<u>335,499</u>	<u>326,590</u>	<u>307,464</u>
Other protective services			
Protective and property inspection	243,678	242,321	217,866
Animal, pest and other control	33,742	29,393	33,943
Emergency measures and civic signage	<u>21,500</u>	<u>18,365</u>	<u>17,816</u>
	<u>298,920</u>	<u>290,079</u>	<u>269,625</u>
	<u>\$ 1,453,519</u>	<u>\$ 1,433,611</u>	<u>\$ 1,374,705</u>
9. Transportation services			
Roads and streets	\$ 44,612	\$ 44,612	\$ 44,475
Public transit study	30,000	3,129	-
Public transportation	2,000	-	-
Airport operations	<u>256,000</u>	<u>246,484</u>	<u>276,934</u>
	<u>\$ 332,612</u>	<u>\$ 294,225</u>	<u>\$ 321,409</u>
10. Environmental health services			
Sewage collection and disposal	\$ 228,215	\$ 217,535	\$ 227,060
East Pubnico industrial water system (Note 7)	33,450	19,068	20,304
Garbage and waste collection and disposal			
Municipal collection and disposal	647,642	638,367	599,412
Other	<u>28,000</u>	<u>18,700</u>	<u>22,806</u>
	<u>\$ 937,307</u>	<u>\$ 893,670</u>	<u>\$ 869,582</u>
11. Public health services			
Medical Centre deficit funding and physician incentives	<u>\$ 195,200</u>	<u>\$ 77,800</u>	<u>\$ 154,058</u>

See accompanying notes to the non-consolidated financial statements.

Municipality of the District of Argyle

General Section

Non-Consolidated Schedules to Statement of Operations

(Unaudited – See Notice to Reader)

Year Ended March 31

2016

2015

	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
12. Environmental development services			
Environmental planning and zoning			
Transfer to regional planning	\$ 76,800	\$ 75,639	\$ 76,958
Community development			
Regional Enterprise Network and Industrial Commission	404,168	164,270	285,701
Other environmental services			
Tourism	99,200	94,752	76,692
Community development office	62,500	52,382	46,013
Senior safety coordinator	52,750	53,674	48,820
Starlight destination designation	75,007	49,746	56,226
Other	4,650	686	810
	<u>\$ 775,075</u>	<u>\$ 491,149</u>	<u>\$ 591,220</u>
13. Recreation and cultural services			
Administration	\$ 298,619	\$ 274,609	\$ 247,515
Cultural buildings and facilities:			
Historic sites	180,500	162,765	152,453
Mariners Centre	32,000	28,388	62,333
Pubnico Library	32,000	23,917	28,203
Regional Library	54,013	54,013	54,013
	<u>\$ 597,132</u>	<u>\$ 543,692</u>	<u>\$ 544,517</u>
Total expenses before transfers	<u>\$ 5,716,013</u>	<u>\$ 5,138,624</u>	<u>\$ 5,171,780</u>
14. Transfers to (from) own reserves, funds and agencies			
Tangible Capital Assets Fund	\$ -	\$ -	\$ (40,600)
East Pubnico Water Utility Fund	2,050	-	-
Operating Reserve Fund	(424,000)	130,000	174,000
Capital Reserve Fund	120,000	120,000	129,200
Capital Reserve Fund – West Pubnico Sewer	-	(68,540)	-
	<u>\$ (301,950)</u>	<u>\$ 181,460</u>	<u>\$ 262,600</u>
Total expenses	<u>\$ 5,414,063</u>	<u>\$ 5,320,084</u>	<u>\$ 5,434,380</u>

See accompanying notes to the non-consolidated financial statements.

Municipality of the District of Argyle

Non-Consolidated Capital Reserve Fund Balance Sheet

(Unaudited – See Notice to Reader)
March 31

2016

2015

Assets

Cash and cash equivalents	\$ 3,911,362	\$ 3,938,086
Due from Operating Fund	918,906	195,268
HST rebate receivable	9,447	51,207
Due from Province of Nova Scotia	-	24,329
Receivable from West Pubnico residents – capital fee	-	589,493
	<u>\$ 4,839,715</u>	<u>\$ 4,798,383</u>

Liabilities

Trade payables	\$ 260,553	\$ 39,803
Deferred revenues	913,910	863,075
	<u>1,174,463</u>	<u>902,878</u>

Equity

Capital reserve	<u>3,665,252</u>	<u>3,895,505</u>
	<u>\$ 4,839,715</u>	<u>\$ 4,798,383</u>

Municipality of the District of Argyle

Non-Consolidated Statement of Capital Reserve Fund

(Unaudited – See Notice to Reader)

March 31

2016

2015

	Admin Building	Post Closure Liability	Gas Tax	West Pubnico Sewer	General	Total	Total
Balance, beginning of year	\$ 1,323,360	\$ 30,000	\$ -	\$ 311,754	\$ 2,230,391	\$ 3,895,505	\$ 3,922,769
Revenues							
Transfer from Operating Fund	-	-	-	-	120,000	120,000	129,200
Federal gas tax revenue	-	-	246,762	-	-	246,762	91,225
Federal and provincial capital fund	-	-	-	-	-	-	206,126
Dennis Point sewer extension capital fee	-	-	-	-	-	-	118,815
Tennis court retrofit funding	-	-	-	-	41,927	41,927	12,073
Interest on investments and savings	28,188	-	19,035	5,818	30,593	83,634	85,490
	<u>28,188</u>	<u>-</u>	<u>265,797</u>	<u>5,818</u>	<u>192,520</u>	<u>492,323</u>	<u>642,929</u>
Expenses							
Transfer to Tangible Capital Assets Fund	-	-	265,797	-	328,034	593,831	613,120
Transfer to Operating Fund	-	-	-	309,275	(240,735)	68,540	-
Administration building condition assessment	130	-	-	-	-	130	-
Ferry terminal project	-	-	-	-	28,393	28,393	-
Mariners Centre cooling tower	-	-	-	-	14,000	14,000	-
Quinan Fire Department Hall expansion	-	-	-	-	-	-	36,500
Wedgeport sewer study	-	-	-	-	-	-	1,162
West Pubnico sewer	-	-	-	8,297	-	8,297	4,283
Miscellaneous	-	-	-	-	9,385	9,385	15,128
	<u>130</u>	<u>-</u>	<u>265,797</u>	<u>317,572</u>	<u>139,077</u>	<u>722,576</u>	<u>670,193</u>
Balance, end of year	\$ 1,351,418	\$ 30,000	\$ -	\$ -	\$ 2,283,834	\$ 3,665,252	\$ 3,895,505

On Behalf of the Municipality of the District of Argyle

_____ Warden

_____ CAO

See accompanying notes to the non-consolidated financial statements.

Municipality of the District of Argyle

Non-Consolidated Operating Reserve Fund Balance Sheet

(Unaudited – See Notice to Reader)

March 31 2016 2015

Assets

Cash and cash equivalents	\$ 2,121,236	\$ 1,903,360
Due from Operating Fund	1,694,277	174,000
Due from Municipality of the District of Yarmouth	<u>28,069</u>	<u>28,069</u>
	<u>\$ 3,843,582</u>	<u>\$ 2,105,429</u>

Equity

Operating reserve	\$ <u>3,843,582</u>	\$ <u>2,105,429</u>
-------------------	---------------------	---------------------

Non-Consolidated Statement of Operating Reserve Fund

(Unaudited – See Notice to Reader)

March 31 2016 2015

Balance, beginning of year	\$ 2,105,429	\$ 1,913,744
Revenues		
Interest earned	43,876	44,990
Transfer of accumulated surplus from Operating Fund	1,564,277	-
Transfers from Operating Fund	<u>130,000</u>	<u>174,000</u>
	<u>1,738,153</u>	<u>218,990</u>
Expenses		
Write-down of amount due from Municipality of the District of Yarmouth	<u>-</u>	<u>27,305</u>
Balance, end of year	<u>\$ 3,843,582</u>	<u>\$ 2,105,429</u>

On Behalf of the Municipality of the District of Argyle

_____ Warden _____ CAO

See accompanying notes to the non-consolidated financial statements.

Municipality of the District of Argyle

Notes to Non-Consolidated Financial Statements

(Unaudited – See Notice to Reader)
March 31, 2016

1. Taxes receivable and long term taxes receivable			<u>2016</u>	<u>2015</u>
	<u>Current</u>	<u>Prior</u>	<u>Total</u>	<u>Total</u>
Taxes receivable, beginning of year	\$ -	\$ 381,377	\$ 381,377	\$ 411,673
Levy	<u>6,387,480</u>	<u>-</u>	<u>6,387,480</u>	<u>6,158,808</u>
	<u>6,387,480</u>	<u>381,377</u>	<u>6,768,857</u>	<u>6,570,481</u>
Collections	5,947,981	314,036	6,262,017	6,054,438
Write-offs	-	6,653	6,653	21,943
Reduced taxes	<u>126,955</u>	<u>-</u>	<u>126,955</u>	<u>103,411</u>
	<u>6,074,936</u>	<u>320,689</u>	<u>6,395,625</u>	<u>6,179,792</u>
	312,544	60,688	373,232	390,689
Interest on taxes	23,335	4,025	27,360	64,184
Less valuation allowance (Note 5)	<u>-</u>	<u>(22,101)</u>	<u>(22,101)</u>	<u>(73,496)</u>
Taxes receivable, end of year	\$ <u>335,879</u>	\$ <u>42,612</u>	\$ <u>378,491</u>	\$ <u>381,377</u>

Long term taxes receivable – Tusket sewer

Upon completion of the Tusket sewer capital project, residents in the Tusket Wastewater District were assessed a capital fee for a portion of the project cost. These residents were given the option to pay immediately or over a 20 year period. As at March 31, 2016, the principal balance owed from the Tusket residents is \$160,486 (2015 - \$175,090). Interest is recorded as revenue in the year that it is received, and not included in the Special assessment – Tusket sewer receivable. This receivable is recorded in the Operating Fund.

Long term taxes receivable – West Pubnico sewer

Upon completion of the West Pubnico sewer capital project, residents in the West Pubnico Wastewater District were assessed a capital fee for a portion of the project cost. These residents were given the option to pay immediately or over a 10 year period. As at March 31, 2016, the principal balance owed from the West Pubnico residents is \$508,046 (2015 - \$589,493). Interest is included as revenue in the year that it is received, and not included in the Special assessment receivable. This receivable was previously recorded in the Capital Reserve Fund but is now recorded in the Operating Fund as of March 31, 2016.

Total long term taxes receivable for both Tusket and West Pubnico is \$668,532 (2015 - \$764,583).

2. Due from Provincial government and its agencies			<u>2016</u>	<u>2015</u>
Aliant Telecom			\$ <u>11,901</u>	\$ <u>12,554</u>

Municipality of the District of Argyle

Notes to Non-Consolidated Financial Statements

(Unaudited – See Notice to Reader)
March 31, 2016

3. Due from Federal government and its agencies	<u>2016</u>	<u>2015</u>
HST receivable	\$ <u>52,864</u>	\$ <u>101,456</u>
<hr/>		
4. Due to own funds	<u>2016</u>	<u>2015</u>
Capital Reserve Fund	\$ <u>918,906</u>	\$ 195,268
Operating Reserve Fund	<u>1,694,277</u>	<u>174,000</u>
	<u>\$ 2,613,183</u>	<u>\$ 369,268</u>
<hr/>		
5. Valuation allowance - uncollectible taxes	<u>2016</u>	<u>2015</u>
Balance, beginning of year	\$ <u>73,496</u>	\$ 56,642
Add		
Provision for the year	<u>6,653</u>	<u>21,943</u>
	80,149	78,585
Deduct		
Taxes and interest written off	<u>58,048</u>	<u>5,089</u>
Balance, end of year – see Note 1	<u>\$ 22,101</u>	<u>\$ 73,496</u>
<hr/>		
6. Operating Fund accumulated surplus	<u>2016</u>	<u>2015</u>
Balance, beginning of year	\$ <u>1,453,906</u>	\$ 1,543,534
Annual deficit	<u>(1,453,906)</u>	<u>(89,628)</u>
Balance, end of year	<u>\$ -</u>	<u>\$ 1,453,906</u>
<hr/>		
7. East Pubnico industrial water system	<u>2016</u>	<u>2015</u>
Revenues	\$ <u>34,614</u>	\$ 37,213
Expenses	<u>19,068</u>	<u>20,304</u>
Annual surplus	15,546	16,909
Accumulated surplus, beginning of year	<u>57,760</u>	<u>40,851</u>
Accumulated surplus, end of year	<u>\$ 73,306</u>	<u>\$ 57,760</u>

Municipality of the District of Argyle

Notes to Non-Consolidated Financial Statements

(Unaudited – See Notice to Reader)
March 31, 2016

8. Transfer to Capital Reserve – West Pubnico Sewer

During fiscal 2014, the Municipality recorded a transfer of \$275,268 from the West Pubnico Sewer surplus to the Capital Reserve Fund. This represents the West Pubnico Sewer's portion of cost for the dewatering capital project.

In the current year, \$40,000 was paid to the Capital Reserve Fund with \$155,268 remaining as payable to the reserve. The Municipality of the District of Argyle and the West Pubnico Sewer Committee agreed to a 7 year repayment plan.

9. Comparative figures

Certain comparative figures have been reclassified from those previously presented to better conform with the presentation required by Service Nova Scotia and Municipal Relations' Financial Information Return. Opening accumulated surplus has not been affected by the reclassifications.

Municipality of the District of Argyle

Tusket Sewer

Non-Consolidated Statement of Operations

(Unaudited – See Notice to Reader)
Year Ended March 31

2016

2015

	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
Revenues			
Levy	\$ 30,290	\$ 30,347	\$ 27,891
Hookup fee	2,000	2,000	-
Interest revenue	<u>1,000</u>	<u>1,421</u>	<u>1,369</u>
	<u>33,290</u>	<u>33,768</u>	<u>29,260</u>
Expenses			
Administration			
Administration, contract	2,000	2,000	2,000
Professional fees	<u>200</u>	<u>200</u>	<u>200</u>
	<u>2,200</u>	<u>2,200</u>	<u>2,200</u>
Operating			
Chlorine/Lab testing	1,800	1,946	1,727
General repairs - sewer	3,000	3,839	3,216
Liability insurance	900	876	847
Other	400	117	45
Power	10,500	11,127	9,547
Repairs and maintenance - grounds	800	360	640
Repairs and maintenance - plant	7,500	6,490	3,068
Septic tank services	<u>5,000</u>	<u>5,454</u>	<u>3,160</u>
	<u>29,900</u>	<u>30,209</u>	<u>22,250</u>
Total expenses	<u>32,100</u>	<u>32,409</u>	<u>24,450</u>
Annual surplus before transfer	1,190	1,359	4,810
Transfer to Capital Reserve Fund	<u>(1,390)</u>	<u>-</u>	<u>-</u>
Annual (deficit) surplus	<u>\$ (200)</u>	1,359	4,810
Accumulated surplus, at beginning of year		<u>26,038</u>	<u>21,228</u>
Accumulated surplus, at end of year		<u>\$ 27,397</u>	<u>\$ 26,038</u>

Note

The above information is included in the general operating fund as it relates to the operation of the sewer system and is provided here for additional information.

Municipality of the District of Argyle
West Pubnico Sewer
Non-Consolidated Statement of Operations

(Unaudited – See Notice to Reader)
Year Ended March 31

2016

2015

	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
Revenues			
Levy	\$ 151,735	\$ 151,735	\$ 138,417
Hook-up charges	1,000	2,000	-
Sale of services	10,000	10,000	8,000
Interest on collections	2,200	2,782	2,656
Interest on capital levy	29,790	30,211	33,630
Interest on investments	-	1,645	-
	<u>194,725</u>	<u>198,373</u>	<u>182,703</u>
Expenses			
Administration			
Professional fees	<u>2,000</u>	<u>2,000</u>	<u>2,000</u>
Operating			
Capital repairs and loan	25,000	39,126	25,477
Geotube solution	5,000	4,607	18,471
General maintenance and repairs	13,200	14,121	8,804
Interest	15,600	14,787	16,989
Lab testing	2,700	1,823	2,045
Liability insurance	4,000	3,407	3,265
Office supplies	1,000	118	824
Other	810	708	688
Power	40,000	39,796	38,123
Professional development	4,000	3,151	717
Salaries and benefits	42,668	40,169	43,640
Scada system	4,000	3,716	2,806
Septic tank services	3,000	1,763	733
Sludge removal	23,500	13,666	35,361
Travel	<u>3,000</u>	<u>2,168</u>	<u>2,667</u>
	<u>187,478</u>	<u>183,126</u>	<u>200,610</u>
Total expenses	<u>189,478</u>	<u>185,126</u>	<u>202,610</u>
Annual surplus (deficit) before transfer	5,247	13,247	(19,907)
Transfer (to) from Capital Reserve Fund	<u>(5,247)</u>	<u>68,540</u>	-
Annual surplus (deficit)	<u>\$ -</u>	81,787	(19,907)
Accumulated surplus, at beginning of year		<u>6,415</u>	<u>26,322</u>
Accumulated surplus, at end of year		<u>\$ 88,202</u>	<u>\$ 6,415</u>

Note

The above information is included in the general operating fund as it relates to the operation of the sewer system and is provided here for additional information.