TOWN OF LUNENBURG

Financial Statements

Year Ended March 31, 2023

Belliveau Veinotte Inc.
CHARTERED PROFESSIONAL ACCOUNTANTS
Member of The AC Group of Independent Accounting Firms

TOWN OF LUNENBURG

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TOWN OF LUNENBURG

Consolidated Financial Statements

Year Ended March 31, 2023

Section A

Belliveau Veinotte Inc.
CHARTERED PROFESSIONAL ACCOUNTANTS

TOWN OF LUNENBURG

SECTION A

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Management's Responsibility for the Consolidated Financial Statements

The accompanying consolidated financial statements of the Town of Lunenburg (the "Town") 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 Canada). 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 judgement, 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 Belliveau Veinotte Inc., 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.

Jamie Doyle
Chief Administrative Officer

Lisa Dagley, CPA, CGA
Finance Director

Belliveau Veinotte Inc.
CHARTERED PROFESSIONAL ACCOUNTANTS
Member of The AC Group of Independent Accounting Firms

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INDEPENDENT AUDITOR'S REPORT

October 30, 2023

His Worship the Mayor and
Members of the Council
Town of Lunenburg
Lunenburg, Nova Scotia

Opinion

We have audited the accompanying consolidated financial statements of the Town of Lunenburg (the "Town"), which comprise the consolidated statement of financial position as at March 31, 2023 and the consolidated statement of financial activities, changes in financial position and changes in net financial assets (liabilities) for the year then ended, and the related notes, which comprise a summary of significant accounting policies and other explanatory information.

In our opinion, these consolidated financial statements present fairly, in all material respects, the financial position of the Town of Lunenburg as at March 31, 2023, and the results of its operations and the changes in its financial position 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 ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other matters

Our audit was conducted for the purpose of forming an opinion on the consolidated financial statements taken as a whole. The supplementary information included in Section B is presented for purposes of additional information and is not a required part of the consolidated financial statements. Such supplementary information has been subjected to the auditing procedures applied, only to the extent necessary to express an opinion on the audit of consolidated financial statements taken as a whole.

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

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

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

Auditor's Responsibility for the Audit of the Consolidated 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. 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.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the 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.

Bridgewater, Nova Scotia
October 30, 2023

REGISTERED MUNICIPAL AUDITORS
CHARTERED PROFESSIONAL ACCOUNTANTS

TOWN OF LUNENBURG

Consolidated Statement of Financial Position

Year Ended March 31, 2023

	2023	2022
ASSETS		
Financial assets		
Cash and bank balances	**$ 7,183,439**	$ 8,520,506
Taxes receivable (less allowance for doubtful accounts) *(Note 15-A-21)*	**190,553**	182,629
Other receivables (less allowance for doubtful accounts- 2023 - $209,966 ; 2022 - $179,285) *(Note 15 – A-21 – A-23)*	**3,178,318**	1,917,141
Due from Hillcrest Cemetery Perpetual Care Fund	**-**	-
	$10,552,310	$10,620,276
LIABILITIES		
Financial liabilities		
Temporary borrowing *(Note 6 – A-12)*	**$ 603,917**	$ -
Due to Governments	**386,415**	262,691
Payables	**2,991,280**	2,609,329
Long-term debt *(Note 6 – A-12)*	**3,272,887**	3,817,239
Other liabilities (*Note 7 – A-12)*	**683,161**	677,391
	$ 7,937,660	$7,366,650
NET FINANCIAL ASSETS	**$ 2,614,650**	$3,253,626
NON FINANCIAL ASSETS		
Tangible capital assets *(Note 8 – A-13, A-14)*	**$40,673,516**	$38,605,725
Inventory not held for resale	**147,086**	146,878
Prepaid expenses	**305,725**	150,147
	41,126,327	38,902,750
NET ASSETS	**$43,740,977**	$42,156,376
MUNICIPAL POSITION		
Surplus	**$ 703,835**	$ 726,594
Reserve funds	**6,625,186**	7,008,355
Investment in capital assets	**36,411,956**	34,421,427
TOTAL MUNICIPAL POSITION	**$43,740,977**	$42,156,376

Commitments *(Note 9 – A-16, A-17)*
Contingencies *(Note 10 – A-17)*

See accompanying notes to the consolidated financial statements

On behalf of the Town of Lunenburg

Mayor

Chief Administrative Officer

TOWN OF LUNENBURG

Consolidated Statement of Financial Activities

Year Ended March 31, 2023

	2023 Budget	2023 Actual	2022 Actual
REVENUES			
Assessable property taxes (net of school board appropriations)	$ 6,412,100	$ 6,580,499	$ 5,723,134
Grants in lieu of taxes	284,500	287,261	269,278
Sales of services	8,748,100	8,775,094	8,804,039
Other revenue from own sources	8,005,970	1,211,914	691,861
Unconditional transfers from other governments	77,600	83,911	128,148
Conditional transfers from federal or provincial governments or agencies	7,947,480	770,285	471,703
Conditional transfers from other local governments	645,300	204,169	164,209
	32,121,050	17,913,133	16,252,372
EXPENDITURES			
General government services	1,156,091	760,353	585,855
Protective services	2,827,626	1,930,316	1,776,892
Transportation services	2,592,373	1,417,690	1,357,138
Environmental health services	13,135,995	1,932,761	1,707,684
Public health services	93,500	78,078	78,771
Environmental development services	813,441	950,695	787,093
Recreational and cultural services	1,086,824	1,044,340	945,547
Water utility services	2,450,200	1,520,552	1,425,762
Electric utility services	7,965,000	6,693,747	6,533,976
	32,121,050	16,328,532	15,198,718
NET REVENUES FOR THE YEAR	$ -	1,584,601	1,053,654
Municipal Position, beginning of year		42,156,376	41,102,722
MUNICIPAL POSITION, END OF YEAR		$43,740,977	$42,156,376

See accompanying notes to the consolidated financial statements

TOWN OF LUNENBURG

Consolidated Statement of Changes in Financial Position

Year Ended March 31, 2023

	2023	2022
OPERATING ACTIVITIES		
Net revenues for the year	**$1,584,601**	$1,053,654
Amortization of tangible capital assets	**1,678,965**	1,730,473
Loss on write down of tangible capital assets	**-**	21,110
Items not affecting cash:		
Taxes receivable	**(7,924)**	62,165
Other receivables	**(1,261,177)**	550,290
Hillcrest Cemetery Perpetual Care Fund	**-**	-
Inventory	**(208)**	3,484
Prepaid assets	**(155,582)**	(28,937)
Payables	**505,675**	181,590
Other liabilities	**5,770**	345,227
Changes in non-cash working capital	**(913,446)**	1,113,819
Cash flow from (used by) operating activities	**2,350,120**	3,919,056
FINANCING ACTIVITIES		
Short-term debt issued	**603,917**	-
Short-term debt redeemed	**-**	(668,650)
Long-term debt issued	**-**	715,572
Long-term debt redeemed	**(544,351)**	(526,389)
Cash flow from (used by) financing activities	**59,566**	(479,467)
CAPITAL ACTIVITIES		
Purchase of tangible capital assets	**(3,746,753)**	(1,438,883)
ARO Addition	**-**	(367,060)
Cash flow from (used by) capital activities	**(3,746,753)**	(1,805,943)
INCREASE IN CASH AND BANK BALANCES	**(1,337,067)**	1,633,646
Cash and cash equivalents - beginning of year	**$8,520,506**	6,886,860
CASH AND BANK BALANCES – END OF YEAR	**$7,183,439**	$8,520,506

See accompanying notes to the consolidated financial statements

TOWN OF LUNENBURG

Consolidated Statement of Changes in Net Financial Assets (Liabilities)

Year Ended March 31, 2023

	2023 Budget	2023 Actual	2022 Actual
Annual Surplus (Deficit)	$ -	$1,584,601	$1,053,654
Acquisition of tangible capital assets	(15,773,150)	(3,746,756)	(1,438,883)
Amortization of tangible capital assets	503,300	1,678,965	1,730,473
Asse Retirement Obligation		-	(367,060)
Loss on write down of tangible capital assets	-	-	21,110
Consumption (acquisition) of inventory	-	(208)	3,484
Consumption (acquisition) of prepaid expenses	-	(155,578)	(28,938)
INCREASE (DECREASE) IN NET FINANCIAL ASSETS	($15,269,850)	(638,976)	973,840
Net financial assets (liabilities), beginning of year	-	3,253,626	2,279,786
NET FINANCIAL ASSETS (LIABILITIES), END OF YEAR	-	$2,614,650	$3,253,626

See accompanying notes to the consolidated financial statements.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICING AND REPORTING PRACTICES

These consolidated financial statements of the Town of Lunenburg ("Town") are the representations of management and are prepared in accordance with generally accepted accounting principles for local governments established by the Public Sector Accounting Board ("PSAB") of the Canadian Institute of Chartered Accountants.

Reporting Entity

These consolidated statements reflect the assets, liabilities, revenues, 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 for the administration of their financial affairs and resources to Town Council and which are owned or controlled by the Town of Lunenburg.

(a) Consolidated Entities
In addition to the general Town of Lunenburg departments, the reporting entity includes the following where deemed material:
The Town of Lunenburg Electric Utility
The Town of Lunenburg Water Utility
Hillcrest Cemetery
Inter-departmental and organizational transactions have been eliminated.

(b) Non-Consolidated Entities
The following local boards, commissions and agencies are not consolidated:
South Shore Housing Authority
South Shore Regional Library Board

(c) Hillcrest Cemetery Perpetual Care Fund (Page B-25)
This fund and its related operations administered by the Town are not consolidated, but are reported separately on the trust funds' statement of continuity and statement of financial position. The total of these funds as of March 31, 2023 are $238,892; (2022; $234,930).

Fund Accounting

In accordance with practices common to Nova Scotia municipalities, the municipality follows the fund basis of accounting. The capital fund is used principally to account for assets acquired or obligations incurred which are to be financed from the future revenue of the Town and it is the annual interest cost of this financing that is paid from current (operating fund) operations. Reserve funds are generally created by appropriations from current (operating fund) operations. The uses of these funds are restricted to the purposes for which the reserve funds are created.

Taxes and Other Receivables

Taxes and other receivables are reported net of any allowance for doubtful accounts.

Inventories

Inventories held by the Town are not viewed as financial assets. The inventory on hand will be used for future operational or capital purposes, and accordingly have been reflected as non-financial assets in the consolidated statement of financial position.

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1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICING AND REPORTING PRACTICES *(cont'd)*

A) Tangible Capital Assets

Effective April 1, 2009, the Town adopted Section 3150 of the Public Sector Accounting Handbook of CPA Canada with respect to the disclosure of tangible capital assets of local governments. Prior to April 1, 2009, the Town previously recorded tangible capital assets at cost in the period they were acquired on the statement of financial position and as an expenditure within the capital fund. Assets were not amortized and they were written off at the end of their estimated useful life.

As of April 1, 2009, tangible capital assets are recorded at cost in the period they are acquired and recorded as expenditures within the capital fund. Donated tangible capital assets are capitalized and recorded at their fair value upon acquisition. If historical cost information was not available during adoption of PSAB 3150, tangible capital assets were recorded using historical appraisal values. The Town does not capitalize interest as part of the costs of its tangible capital assets.

Amortization recorded on tangible capital assets in the general capital fund is calculated on a straight line basis over the asset's estimated useful life. Amortization recorded on assets of the electric and water utilities are calculated based on the Nova Scotia Utility and Review Board approved rates.

Estimated useful lives are as follows:

Buildings - municipal	40 years
Buildings - plants	20 - 25 years
Land improvements	20 - 25 years
Land	Not amortized
Machinery and equipment	10 - 15 years
Office equipment and furniture	5 years
Sewer lines	50 years
Sidewalks	20 - 25 years
Streets, roads and curbs	25 - 30 years
Vehicles	5 years
Electric utility, all assets	28.5 years
Water utility	
Structures and improvements	25 - 75 years
Equipment	5 - 20 years
Mains (Transmission and Distribution)	75 years
Meters	20 - 25 years
Comprehensive Community Plan	40 years

Capital assets that are classified as work in progress are not amortized until the asset is available for productive use.

Use of Estimates

The preparation of financial statements in conformity with the Canadian Public Sector Accounting Standards of CPA Canada requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenue and expenditure during the period. Where measurement uncertainty exists, the financial statements have been prepared within reasonable limits of materiality. Actual results could differ from those estimates.

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1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICING AND REPORTING PRACTICES *(cont'd)*

B) Asset Retirement Obligations

An asset retirement obligation is recognized when, as at the financial reporting date all of the following criteria are met:

- There is a legal obligation to incur retirement costs in relation to a tangible capital asset.
- The past transaction or event giving rise to the liability has occurred;
- It is expected that future economic benefits will be given up; and
- A reasonable estimate of the amount can be made.

A liability for the asset retirement obligation for Town Assets has also been recognized based on estimated future expenses of retirement of the assets.

2. CHANGE IN ACCOUNTING POLICIES

PS 3280-Asset Retirement Obligations:

On April 1, 2022, the Town adopted Public Accounting Standards PS 3280 – Asset Retirement Obligations. The new accounting standard addresses the reporting of legal obligations associated with the retirement of certain tangible capital assets, such as asbestos removal in retired buildings by public sector entities.

On April 1, 2022, the Town recognized an asset retirement obligation relating to several buildings owned by the Town that may contain asbestos and for potential PCB transformers in the electric utility.

In accordance with the provisions of this new standard, the Town reflected the following adjustments at April 1, 2022:

Asset Retirement Obligation:

Asbestos Retirement Obligation
•An asset retirement obligation in the amount of $309,960 representing the original cost estimates of the obligation discounted to the present value amount using Nova Scotia CPI.

•A decrease to Opening Accumulated Surplus of $295,702 as a result of the initial recognition of the liability and an accretion expense for 2023 in the amount of $14,258.

PCB Retirement Obligation
•An asset retirement obligation in the amount of $74,800 representing the original cost estimates of the obligation discounted to the present value amount using Nova Scotia CPI.

•A decrease to Opening Accumulated Surplus of $71,359 as a result of the initial recognition of the liability and an accretion expense for 2023 in the amount of $3,441.

3. FINANCIAL INSTRUMENTS

The Town's financial instruments consists of cash and temporary investments, accounts receivable, investments, bank indebtedness, accounts payable and accrued liabilities, deposit liabilities, short term borrowings and long-term debt. It is management's opinion that the Town is not exposed to significant interest or currency risks arising from these financial instruments.

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3. FINANCIAL INSTRUMENTS *(cont'd)*

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

Unless otherwise noted, the carrying value of the financial instrument approximates fair value.

4. CONTRIBUTIONS TO NON-CONSOLIDATED JOINT BOARDS, AGENCIES AND COMMISSIONS

The following contributions were made by the Town to non-consolidated board, agencies, and commissions:

	2023 Budget	**2023 Actual**	2022 Actual
South Shore Housing Authority (a)	$ 31,000	**$25,162**	$26,510
South Shore Regional Library Board (b)	18,600	**18,600**	18,600
	$ 49,600	**$43,762**	$45,110

(a) South Shore Housing Authority
The Town is required to finance its share of the operating deficit in the South Shore Housing Authority out of its current year's operations, based on a loss sharing ratio agreed upon by all participating units. The Town is responsible for approximately 10% of the annual deficit of the Housing Authorities projects in the Town's jurisdiction.

(b) South Shore Regional Library Board
The Town is responsible for its share of the South Shore Regional Library Board's Operations based on a per capita funding formula.

5. MUNICIPAL POSITION

The consolidated statement of financial position reflects the following fund balances:

	2023	2022
Surplus Funds		
General	**$ 2,382**	$ 2,893
Water	**254,297**	253,687
Electric	**447,156**	470,014
Reserve Funds		
Town Operating	**1,473,079**	1,181,833
Town Capital	**2,342,328**	2,199,969
Town Capital - Solid Waste Closure	**882**	3,421
Water Capital	**2,600,972**	2,773,087
Electric Capital	**207,928**	850,045

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5. MUNICIPAL POSITION *(cont'd)*

Investment in Capital Assets		
Town Capital	**22,042,780**	21,425,204
Cemetery Capital	**12,301**	12,301
Water Capital	**10,791,075**	10,394,586
Electric Capital	**3,565,797**	2,589,336
	$43,740,977	$42,156,376

6. LONG-TERM DEBT

The balance of the net long-term liabilities reported on the consolidated statement of financial position is made up of the following Town agencies. Further details are reported on Page B-30 and B-31.

	2023	2022
Town General (Including Temporary Borrowings)	**$3,110,054**	$2,909,739
Water Utility	**366,750**	407,500
Electric Utility	**400,000**	500,000
	$3,876,804	$3,817,239

Principal repayments required for the next five (5) years are as follows:

2024	$1,091.066
2025	$ 460,165
2026	$ 460,165
2027	$ 646,012
2028	$ 256,626

7. OTHER LIABILITIES

The balance of the other liabilities reported on the consolidated statement of financial position is made up of the following Liabilities.

	2023	2022
Town General		
Deposits	**$ 6,949**	$ 7,597
Asset Retirement Obligation	**309,960**	295,702
Deferred Revenue	**205,326**	168,379
	522,235	471,678
Electric Utility		
Deposits	**86,126**	134,354
Asset Retirement Obligation	**74,800**	71,359
Deferred Revenue	**-**	-
	160,926	205,713
	$683,161	$677,391

8. TANGIBLE CAPITAL ASSETS 2023

TOWN	Opening Cost	Additions	Disposals	Write-Downs	Ending Cost	Amortization	Accumulated Amortization	Net book Value
Land-Development	$ 295,701	-	-	-	295,701	-900	900	294,801
Land Improvements	141,338	15,293	-	-	156,631	5,492	115,991	40,630
Buildings	13,824,888	229,208	-	-	14,054,096	413,518	4,887,240	9,166,856
Engineered Structures	25,263,921	1,288,452	-	-	26,552,373	682,822	12,834,805	13,717,568
Furniture & Equipment	557,037	20,762	-	-	577,799	22,448	387,704	190,094
Heritage & Cultural Equipment	185,482	25,673	-	-	211,155	838	179,613	31,542
Machinery & Equipment	3,169,143	397,713	301,052	-	3,867,908	40,711	1,834,165	1,779,361
Parks & Playgrounds	840,549	12,919	-	-	853,468	39,611	611,528	241,940
Work in Progress	-	-	-	-	-	-	-	-
ELECTRIC								
Land	2,371	-	-	-	2,371	-	-	2,371
Transmission	2,740,692	-	-	-	2,740,692	91,285	1,618,143	1,122,549
Distribution	2,268,783	577,483	-	-	2,846,266	19,556	1,587,423	1,258,843
Highway Lighting	256,524	326,889	179,667	-	403,746	-1,461	54,599	349,147
Transformers	1,358,101	145,875	-	-	1,503,976	42,821	748,306	755,671
Services	367,080	57,555	-	-	424,634	9,989	179,776	244,858
Meters	314,107	-	-	-	314,107	8,762	146,088	168,019
Buildings	93,329	-	-	-	93,329	1,704	79,481	13,848
Equipment	273,978	-	-	-	273,978	8,572	148,687	125,291
Work in Progress	-	-	-	-	-	-	-	-
WATER								
Land & Land Rights	376,554	-	-	-	376,554	-	-	376,552
Structures & Imrovements	6,429,333	8,317	-	-	6,437,649	106,764	1,488,451	4,949,199
Equipment	2,481,052	52,156	14,742	-	2,518,467	119,071	1,524,923	993,544
Mains	5,162,913	582,833	-	-	5,745,746	61,126	1,148,258	4,597,488
Services	187,327	-	-	-	187,327	3,747	49,789	137,538
Meters	61,144	-	-	-	61,144	856	14,631	46,513
Hydrants	123,397	5,627	-	-	129,024	1,632	72,036	56,989
Work in Progress	-	-	-	-	-	-	-	-
CEMETERY								
Land	12,301	-	-	-	12,301	-	-	12,301
Equipment	-	-	-	-	-	-	-	-
	$ 66,787,045	$ 3,746,756	$ 495,461	$ -	$ 70,640,444	$ 1,678,965	$ 29,712,538	$ 40,673,514

Belliveau Veinotte Inc.
CHARTERED PROFESSIONAL ACCOUNTANTS

8. TANGIBLE CAPITAL ASSETS 2022

TOWN	Opening Cost	Additions	Disposals	Write-Downs	Ending Cost	Amortization	Accumulated Amortization	Net book Value
Land-Development	$ 295,702	$ -	$ -	$ -	$ 295,701	$ 1,801	$ 1,801	$ 293,900
Land Improvements	141,338	-	-	-	141,338	5,492	110,499	30,828
Buildings	13,786,389	38,489	-	-	13,824,888	398,050	4,473,721	9,351,167
Engineered Structures	24,735,347	528,574	-	-	25,263,921	546,835	12,151,983	13,111,938
Furniture & Equipment	499,937	114,149	11,411	45,639	557,037	24,169	365,256	191,780
Heritage & Cultural Equipment	185,482	-	-	-	185,482	1,677	178,774	6,708
Machinery & Equipment	3,105,341	75,276	9,699	1,775	3,169,143	205,235	1,793,454	1,375,688
Parks & Playgrounds	781,027	59,522	-	-	840,549	31,349	571,917	268,632
Work in Progress	-	-	-	-	-	-	-	-
ELECTRIC								
Land	2,371	-	-	-	2,371	-	-	2,371
Transmission	2,708,076	32,616	-	-	2,740,692	91,285	1,526,858	1,213,834
Distribution	1,949,921	318,862	-	-	2,268,783	53,334	1,567,867	700,916
Highway Lighting	250,771	5,753	-	-	256,524	4,626	189,055	67,469
Transformers	1,242,090	116,011	-	-	1,358,101	38,761	705,485	652,617
Services	325,881	41,199	-	-	367,080	8,547	169,787	197,291
Meters	314,107	-	-	-	314,107	8,762	137,326	176,782
Buildings	93,329	-	-	-	93,329	1,704	77,778	15,551
Equipment	273,978	-	-	-	273,978	7,504	140,115	133,863
Work in Progress	-	-	-	-	-	-	-	-
WATER								
Land & Land Rights	376,554	-	-	-	376,554	-	-	376,554
Structures & Imrovements	6,362,572	66,761	-	-	6,429,333	110,851	1,381,688	5,047,645
Equipment	2,442,751	38,301	-	-	2,481,053	123,136	1,420,593	1,060,460
Mains	5,162,913	-	-	-	5,162,913	61,126	1,087,133	4,075,781
Services	187,327	-	-	-	187,327	3,747	46,043	141,285
Meters	61,144	-	-	-	61,144	893	13,775	47,369
Hydrants	120,027	3,370	-	-	123,397	1,588	70,403	52,994
Work in Progress	-	-	-	-	-	-	-	-
CEMETERY								
Land	12,301	-	-	-	12,301	-	-	12,301
Equipment	-	-	-	-	-	-	-	-
	$ 65,416,677	$ 1,438,883	$ 21,110	$ 47,413	$ 66,787,046	$ 1,730,473	$ 28,181,312	$ 38,605,725

Belliveau Veinotte Inc.
CHARTERED PROFESSIONAL ACCOUNTANTS

8. Asset Retirement obligations

The Town's Asset retirement obligation consists of several obligations as follows:

Asbestos obligation

The Town owns several buildings that potentially have asbestos, which represent a health hazard upon demolition of the building and there is a legal obligation to remove it. Following the adoption of PS3280 – Asset retirement obligations, the Municipality recognized an obligation relating to the removal and post-removal care of the asbestos in these buildings as estimated at April 1, 2021.

The transition and recognition of asset retirement obligations involved the restatement of opening balances (see note 2).

Changes to the asset retirement obligation in the year are as follows:

Building with ARO's (asbestos)	**ESTIMATED ASSET RETIREMENT OBLIGATION**	
	March 31, 2022	March 31, 2023
Town Hall	$ 42,930	$ 45,000
Old Fire Hall	214,650	225,000
Community Centre	27,475	28,800
Lunenburg Academy	10,647	11,160
	295,702	309,960
Electric Utility	**ESTIMATED ASSET RETIREMENT OBLIGATION**	
	March 31, 2022	March 31, 2023
PCB Abatement	71,359	74,800
Total	$ 367,061	$ 384,760

Asset Retirement Obligation	**Asbestos Removal**
Opening Balance	$ -
Adjustment on adoption of the asset retirement obligation (Note 2)	-
Opening balance, as restated	295,702
Accretion Expense	14,258
Closing balance	309,960
Asset Retirement Obligation	**PCB Abatement**
Opening Balance	-
Adjustment on adoption of the asset retirement obligation (Note 2)	-
Opening balance, as restated	71,359
Accretion Expense	3,441
Closing balance	$ 74,800
Total Asset Retirement Obligation to March 31, 2023	$ 384,760

9. COMMITMENTS

(a) Payments
The Town is committed to a contract for garbage collection 2023/24 for $226,500.

(b) Garbage Disposal Site
Commencing April 1, 1991, the Town entered into an agreement with the Town of Bridgewater, Town of Mahone Bay and the Municipality of the District of Lunenburg to share in the capital cost of the site and withdrew from this agreement on March 31, 2012. Negotiations are unresolved to determine any future obligation for Site Closure Liability and the Town's share of the Solid Waste Site's assets.

The Town of Lunenburg can no longer control or derive any future economic benefit associated with its share of the capital assets at the garbage disposal site. According to PSAB 3150, these are no longer considered assets of the Town for financial statement reporting purposes. As such, the value of these assets were reduced to $Nil in the 2012/2013 consolidated financial statements.

The Town's share of these assets has not been reduced in the non-consolidated financial statements which are not subject to PSAB accounting rules. Capital assets recorded to date are estimates based on the last known value at March 31, 2013. They are recorded as expenditures in accordance with note 1 in regard to the cost of this site which were allocated as follows:

Apportionment of capital costs	
Town of Bridgewater	$ 3,455,616
Town of Lunenburg	1,062,115
Town of Mahone Bay	436,260
Municipality of the District of Lunenburg	8,122,619
	13,076,610
Other Municipal units' vested interest	(12,014,495)
Town of Lunenburg vested interest	$ 1,062,115

(continues)

9. COMMITMENTS *(cont'd)*

On October 10, 2004, the Town, together with the Town of Bridgewater, Town of Mahone Bay and the Municipality of the District of Lunenburg entered into a twenty year agreement with the Municipality of Chester, commencing January 2, 2006, and terminating on March 31, 2026, to ship all second generation waste resources ("solid waste") from the Lunenburg Regional Community Recycling Centre ("LRCRC") to the second generation solid waste disposal site at Kaizer Meadow Landfill, located in the Municipality of Chester.

The price per metric tonne is subject to an annual escalation clause effective April 1, 2006, which shall be the lesser of the amount of the increase in the consumer price index for all items for Nova Scotia for the previous calendar year, or the sum of 2.5% per annum. The agreement also guarantees a minimum tonnage delivered to the Municipality of Chester's disposal site of 10,000 tonnes.

As a result of this agreement, if at the end of any year, the amount paid by the LRCRC is less than the minimum amount based on the minimum tonnage clause, the LRCRC is obligated to pay the Municipality of Chester the difference to make up the minimum annual payment.

This agreement was not re-negotiated as Chester will continue to add the Town of Lunenburg's solid waste tonnage to that of the LRCRC. Tonnage shortages will be addressed only if the need arises.

10. CONTINGENCIES

(A) Liabilities

As previously noted, the Town, in partnership with the Municipality of the District of Lunenburg and the Towns of Bridgewater and Mahone Bay operated the waste disposal site at Whynott's Settlement. The Closure of the Site was substantially complete at March 31, 2014. The Town has a balance of $882 left in reserve funds after $141,509 of Site Closure and well monitoring costs were recorded, which Council has not yet agreed to pay. There is an estimated liability of $25,750 remaining for Site Closure.

The Lunenburg Home for Special Care Corporation's loan from the Municipal Finance Corporation, which the Town had guaranteed, has been paid in full.

11. LUNENBURG DISTRICT'S 1 AND 2 FIRE COMMISSION (THE "DISTRICT")

In 1996, the Town entered into an agreement with the District to provide fire protection services to their area. Under the agreement the District pays for 50% of the approved operating costs plus 6.5% administration fee. This contribution is shown as Town revenues as detailed on page B-7, #7 of these statements.

The District has also contributed towards or directly purchased fire protection assets.

Only the Town's equity in the new fire hall, fire fighting vehicle and equipment has been reported in these financial statements. The District's equity is noted below.

The summary of equity in all firefighting assets is as follows:

	2023	2022
Building, net of accumulated amortization	**$ 872,794**	$ 808,736
Equipment, net of accumulated amortization	**1,916,079**	1,449,165
Training area, net of accumulated amortization	**18,107**	20,450
Total Equity	**2,806,980**	2,278,351
Lunenburg District's 1 & 2 Fire Commission equity	**(1,093,810)**	(805,738)
Town of Lunenburg Equity	**$1,713,170**	$1,472,613

12. PENSION PLAN, POST-EMPLOYMENT AND RETIREMENT BENEFITS

The Town of Lunenburg has a defined contribution pension plan consisting of an employee chosen mix of pension and RRSP funds at matched employer contribution rate of 6%.

The Town provides retirement (minimum age is 55) benefits in the form of a cash award equal to 1 ¼ days of the employee's daily rate of pay at the time of retirement multiplied by the number of complete years of service that the employee has served with the Town. Additionally, existing employees will receive a payout of accumulated sick leave at a rate of 1 day's pay for every 2 days of unused sick leave. Sick leave is accumulated at a rate of 1 ½ days per month to a maximum accumulation of 140 days.

In 2015, the Town adopted accrual accounting for these retirement benefits. Prior to that date the Town recognized benefit expenses equal to its payments for the actual costs incurred by the retirees and no liability for retirement benefits was recorded in the statement of financial position. An annual accrual is now made for employees who are within 5 years of retirement. No actuarial valuation is made; the accrual is based on the qualifying employees' current rate of pay.

13. REMUNERATION, TRAINING, HOSPITALITY AND OTHER APPROVED EXPENSES

Remuneration of Council and the Chief Administrative Officer (CAO)/Clerk were as follows:

	2022/23 Total Honorarium	2022/23 Expenses	Total Remuneration
Mayor Matthew Risser	$ 31,051	$ 2,771	$33,822
Deputy Mayor Peter Mosher	24,839	102	24,941
Councillor Jennifer Birtles	15,409	102	15,511
Councillor Melissa Duggan	15,409	1,293	16,702
Councillor Stephen Ernst	15,409	102	15,511
Councillor Ed Halverson	15,409	161	15,570
Councillor Susan Sanford	15,409	1,304	16,713
Sub-total	132,935	5,835	138,770
Chief Administrative Officer Mr. Jamie Doyle (Salary $97,607; expenses $8,480)	97,607	8,480	106,087
Interim Chief Administrative Officer Mr. Kevin Malloy (Salary $26.928; Car Allowance $2,040; Expenses $72)	26,928	2,112	29,040
	$257,470	$16,427	$273,897

Hospitality expenses

Commencing January 1, 2019, the Province of Nova Scotia requires that Municipal Units report any hospitality expenses. For the period of April 1, 2022 to March 31, 2023 there were no hospitality expenses to report.

14. SEGMENT DISCLOSURE (SEE A-22 FOR BREAKDOWN)

The Town of Lunenburg is a diversified municipal government that provides a wide range of services to its citizens. For management reporting purposes, the Government's operations and activities are organized and reported by Fund. Funds were created for the purpose of recording specific activities to attain certain objectives in accordance with special regulations, restrictions or limitations.

Municipal services are provided by departments and their activities are reported in these funds. Functional activities of certain departments have been separately disclosed in the segmented information to identify key areas of accountability:

(continues)

14. SEGMENT DISCLOSURE (SEE A-22 FOR BREAKDOWN) (*cont'd*)

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 Council as well as the following administrative activities: human resources, legal services, facilities management, finance and administration, communications and technology.

Protective Services:
Activities that provide for the public safety of the citizens of the Town of Lunenburg. These services include police and fire protection as well as by-law enforcement, building inspection services and EMO.

Transportation Services:
The activities performed by Public Works include management, maintenance and development of a wide variety of municipal infrastructure. This Department's activities include but are not limited to road maintenance, sidewalk maintenance, snow removal and salting. Activities also include the operation of a sewer treatment facility and a water treatment facility.

Environmental Health Services:
The activities provide provincially regulated environmental services for the Town of Lunenburg. These services include the collection of solid waste materials, and the sanitary wastewater collection and treatment facility and infrastructure.

Environmental Development Services:
The activities include the support and management of the Municipality's physical and economic development. These activities include activities related to land use planning, zoning and development and other services to support the business community.

Recreation and Cultural Services:
Activities related to the Town of Lunenburg's recreation and cultural facilities, including the operation and maintenance of the Lunenburg War Memorial Community Centre and Arena facilities, parks, trails and various other facilities including a library. This also includes the expenditures for various recreational programming and special events as well as support of volunteer organizations.

Water Treatment and Distribution:
Activities related to the treatment and distribution of drinking water residents and businesses of the Town of Lunenburg following the Province of Nova Scotia regulations.

Electric Utility:
The Town of Lunenburg owns and operates its own electric utility providing residential and commercial services. The Lunenburg Electric Utility distributes electricity in its service district extending to Mason's Beach and Blue Rocks in the Municipality of the District of Lunenburg.

15. DETAILED BREAKDOWN OF TAXES AND VALUATION ALLOWANCES

Property taxes

	Beginning	Tax Billings	Collected	2023 Ending	2022 Ending
Prior Year Billing	$182,630	$ -	$ 123,312	$ 59,318	$ 52,078
Current Year Billings	-	5,375,398	5,255,083	120,315	122,585
	$182,630	$5,375,398	$5,378,395	$179,633	$174,663
Interest				20,410	17,457
Total Outstanding				200,043	$192,120
Less: Allowance for Doubtful Accounts				(9,490)	(9,490)
Net Taxes Receivable				$190,553	$182,630
Prepayments				$(205,126)	$(167,681)

Sewer Charges

	Beginning	Sewer Billings	Collected	2023 Ending	2022 Ending
Prior Year Billings	$43,294	$ -	$ 33,774	$ 9,520	$ 6,089
Current Year Billing	-	1,529,016	1,484,933	44,083	35,182
	$43,294	$1,529,016	$1,518,707	53,603	$ 41,271
Interest				3,113	2,023
Total Outstanding				56,716	43,294
Add: Accrued Receivable for Sewer Revenue				249,920	182,572
Less: Allowance for Doubtful Accounts				-	-
Net Sewer Charges Receivable				$306,636	$ 225,866

Miscellaneous Other Town Receivables

	Beginning	Billings	Collected	2023 Ending	2022 Ending
Prior Year Billings	$155,216	$ -	$155,156	$ 60	$ 10,060
Current Year Billings	-	470,583	269,235	201,348	144,473
	$155,216	$ 470,583	$424,391	$ 201,408	$154,533
Interest				1,531	683
Total Outstanding				202,939	155,216
Less: Allowance for Doubtful Accounts				-	-
Net Miscellaneous Receivables				$202,939	$155,216

(continues)

15. DETAILED BREAKDOWN OF OTHER RECEIVABLES AND VALUATION ALLOWANCES *(continued)*

Arena and Community Centre Receivables

	Beginning	Billings	Collected	2023 Ending	2022 Ending
Prior Year Billings	$34,952	$ -	$ 33,289	$ 1,663	$ 1,896
Current Year Billings	-	278,106	254,290	23,816	32,283
	$34,952	$278,106	$287,579	$ 25,479	34,179
Interest				707	773
Total Outstanding				26,186	34,952
Less: Allowance for Doubtful Accounts				-	-
Net Arena and Community Centre Receivables				$26,186	$34,952

Cemetery Receivables

	Beginning	Billings	Collected	2023 Ending	2022 Ending
Prior Year Billings	$ 721	$ -	$ -	$ 721	$721
Current Year Billings	-	39,079	32,568	6,511	-
	$ 721	$39,079	$ 32,568	$7,232	$721
Interest				232	-
Total Outstanding				7,464	$721
Less: Allowance for Doubtful Accounts				(721)	(721)
Net Cemetery Receivables				$6,743	$ -

Water Billings

	Beginning	Billings	Collected	2023 Ending	2022 Ending
Prior Year Billings	$260,551	$ -	$ 255,621	$ 4,930	$ 4,576
Current Year Billings	-	1,569,787	1,219,514	350,273	248,083
	$260,551	$1,569,787$	$1,475,135	355,203	252,659
Interest				9,534	7,892
Total Outstanding				364,737	260,551
Less: Allowance for Doubtful Accounts				(21,863)	(23,024)
Net Water Billings Receivable				$342,874	$237,527

(continues)

15. DETAILED BREAKDOWN OF OTHER RECEIVABLES AND VALUATION ALLOWANCES *(continued)*

Electric Billings

	Beginning	Billings	Collected	2023 Ending	2022 Ending
Prior Year Billings	$919,354	$ -	$ 838,337	$ 81,017	$ 75,687
Current Year Billings	-	6,545,571	5,727,329	818,242	802,240
	$919,354	$6,545,571	$6,565,666	$899,259	$877,927
Interest				84,014	69,895
Total Outstanding				983,273	947,822
Add: Accrued Receivable for Electric Revenue				488,252	290,802
Less: Allowance for Doubtful Accounts				(175,021)	(152,895)
Net Electric Billings Receivable				$1,296,504	$1,085,729

Miscellaneous Electric Receivables

	Beginning	Billings	Collected	2023 Ending	2022 Ending
Prior Year Billings	$40,718	$ -	$ 38,725	$ 1,993	$ 1,924
Current Year Billings		125,371	108,963	16,408	37,998
	$40,718	$125,371	$ 147,688	18,401	39,922
Interest				1,084	796
Total Outstanding				19,485	40,718
Less: Allowance for Doubtful Accounts				(2,871)	(2,645)
Miscellaneous Electric Receivables				$ 16,614	$ 38,073

Total Other Receivables

Total Outstanding Other Receivables	$3,388,284 $2,096,426
Less:	
Total Allowance for Doubtful Accounts	(209,966) (179,285)
Total Net Other Receivable	$3,178,318 $1,917,141

16.CONSOLIDATED SCHEDULE OF SEGMENT DISCLOSURE

Town of Lunenburg
Consolidated Schedule of Segment Disclosure
For the Year Ended March 31, 2023

Revenues	General Government	Protective Services	Transportation Services	Environmental Health Services	Environmental Development Services	Recreation and Cultural Services	Water Utility	Electric Utility	2022-2023
Property Taxes	$5,051,480	$ -	$ -	$1,529,017	$ -	$ -	$ -	$ -	$6,580,497
Grants in Lieu of Taxes	237,182	5,019	1,664	43,396	-	-	-	-	287,261
Sales of Service	9,296	0	191,928	15,716	2,120	318,376	1,575,327	6,662,331	8,775,094
Other Revenue from Own Sources	160,551	42,282	68,230	15,917	381,402	40,967	159,662	342,903	1,211,914
Unconditional Tran other govts	73,365	-	-	-	-	-	10,546	-	83,911
Conditional Transfer from Fed & Prov	212,870	1,000	6,664	109,675	375,867	64,209	-	-	770,285
Cond Trans from other local Govt	-	204,169	-	-	-	-	-	-	204,169
	5,744,744	252,470	268,486	1,713,721	759,389	423,552	1,745,535	7,005,234	17,913,131
Expenditures									
Salaries, Benefits	324,808	144,353	585,295	266,615	288,875	382,002	527,485	446,880	2,966,312
Interest	-	11,277	19,683	20,041	11,163	7,789	15,547	4,879	90,379
Materials and Other Operating	288,008	-	679,797	905,149	397,418	399,609	596,089	6,009,278	9,275,348
Amortization	44,888	143,436	131,065	506,588	216,747	161,813	293,195	181,233	1,678,965
Utilities	9,702	17,987	1,850	234,368	25,629	91,802	88,236	1,364	470,938
Grants	19,356	-	-	-	-	-	-	-	19,356
Fire Department	-	213,785	-	-	-	-	-	-	213,785
Fire Protection Rate	-	330,336	-	-	-	-	-	-	330,336
Public Health Services	-	-	-	-	78,079	-	-	-	78,079
Policing & Corrections	-	994,177	-	-	-	-	-	-	994,177
Other Protective Services	-	74,965	-	-	-	-	-	-	74,965
Reduced Taxes	71,521	-	-	-	-	-	-	-	71,521
Accretion Expense	2,070	-	-	-	10,863	1,325	-	3,441	17,699
Assets Retired	-	-	-	-	-	-	-	46,672	46,672
	760,353	1,930,316	1,417,690	1,932,761	1,028,773	1,044,340	1,520,552	6,693,747	16,328,532
	$ 4,984,391	-$ 1,677,846	-$ 1,149,204	-$ 219,040	-$ 269,384	-$ 620,788	$ 224,983	$ 311,487	$ 1,584,599

17. COMPARATIVE FIGURES

Certain 2022 comparative figures have been reclassified to conform to financial statement presentation adopted for 2023.

Belliveau Veinotte Inc.
CHARTERED PROFESSIONAL ACCOUNTANTS

TOWN OF LUNENBURG

Supplementary Financial Information

Non-Consolidated Financial Statements

Year Ended March 31, 2023

Section B

Belliveau Veinotte Inc.
CHARTERED PROFESSIONAL ACCOUNTANTS

TOWN OF LUNENBURG

SECTION B

SUPPLEMENTARY FINANCIAL INFORMATION

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TOWN OF LUNENBURG
Supplementary Financial Information
General Section –Statement of Operations
Year Ended March 31, 2023

	Page	Budget	2023 Actual	2022 Actual
REVENUE				
Taxes	B-6	$ 7,298,400	**$7,489,808**	$ 6,609,000
Grants in lieu of taxes	B-6	284,500	**287,261**	269,278
Sales of services	B-6	454,900	**537,435**	462,627
Other revenue from own sources	B-7	392,400	**441,046**	398,897
Unconditional transfers from Federal and Provincial governments and agencies	B-7	70,100	**73,480**	120,067
Conditional transfers from Federal and Provincial governments and agencies	B-7	1,800	**2,290**	103,224
Conditional transfers from other local governments	B-7	195,400	**204,169**	164,209
Other transfers	B-7	76,200	**68,789**	135,987
		$8,773,700	**$9,104,278**	$ 8,263,289
EXPENDITURES				
General government services	B-8	$ 774,000	**$ 713,449**	$ 542,988
Protective services	B-9	1,847,300	**1,798,880**	1,600,229
Transportation services	B-9	1,168,300	**1,153,622**	1,079,907
Environmental health services	B-10	1,523,500	**1,437,673**	1,352,044
Public Health services	B-10	53,600	**27,636**	40,337
Environmental development services	B-10	612,700	**723,084**	566,738
Recreational and cultural services and education	B-11	854,600	**857,879**	807,085
Fiscal services	B-11	1,939,700	**2,389,666**	2,271,068
		$ 8,773,700	**$9,101,889**	$ 8,260,396
EXCESS OF REVENUE OVER EXPENDITURES		-	**$ 2,389**	**$ 2,893**
Accumulated Surplus, Beginning of Year			**2,893**	**1,091**
Transfer of Surplus to Operating Reserve			**(2,893)**	**(1,091)**
SURPLUS – END OF YEAR			**$ 2,389**	**$ 2,893**

Supplementary Financial Information
General Section – Operating Fund Statement of Financial Position
Year Ended March 31, 2023

	2023	2022
ASSETS		
Cash	$ 1,400	$ 1,400
Bank balance	608,548	1,255,929
Receivables		
Taxes and accrued interest (less allowance for doubtful accounts 2023, $9,490; 2022, $9,490)	190,553	181,901
Due from Federal Government and its agencies	67,616	78,260
Due from Provincial Government and its agencies, conditional transfers	88,439	22,473
Due from other Local Governments	13,785	12,827
Sewer receivables	306,636	225,866
Due from Cemetery Fund	12,117	2,792
Due from Perpetual Care	-	46,921
Due from Electric Utility	-	4,677
Due from Water Utility	343,812	-
Other	735,965	78,832
	2,368,871	1,911,878
Inventories of materials and supplies, at cost	47,655	57,468
Prepaid expenses	246,966	73,595
	$ 2,633,492	$ 2,042,941
LIABILITIES		
Payables		
Trade balances	$ 745,572	$ 864,620
Employee benefits – short term	283,457	221,652
Due to Electric Utility	218,261	-
Due to Water Utility	-	882
Due to Capital Reserve	769,706	308,227
Due to Operating Reserve	249,453	327,482
Other liabilities		
Funds received and held for special projects	6,949	7,597
Deferred revenue	205,326	167,651
Employee benefits – long term	182,379	141,938
	2,661,103	2,040,048
NET ASSETS		
Surplus	2,389	2,893
	$ 2,663,492	$ 2,042,941

On behalf of the Town of Lunenburg

Mayor

Chief Administrative Officer

TOWN OF LUNENBURG
Supplementary Financial Information
General Section – Capital Fund Statement of Financial Position
Year Ended March 31, 2023

	2023	2022
ASSET		
Due from Town	$ -	$ -
Property and equipment *(page B-5)*	**26,492,187**	25,660,038
	$26,492,187	$25,660,038
LIABILITIES		
Asset Retirement Obligation	$ **309,960**	$ 295,702
Temporary loan-Municipal Finance Corporation	**603,917**	-
	913,877	295,702
Long-term debt		
Due to Perpetual Care Fund	**153,209**	188,881
Due to Municipal Finance Corporation	**2,352,928**	2,720,858
	2,506,137	2,909,739
EQUITY		
Investment in capital assets *(page B-4)*	**23,072,173**	22,454,597
	$26,492,187	$25,660,038

On behalf of the Town of Lunenburg

Mayor

Chief Administrative Officer

TOWN OF LUNENBURG
Supplementary Financial Information
General Section – Statement of Investment in Capital Assets
Year Ended March 31, 2023

	2023	2022
BALANCE - BEGINNING OF YEAR	**$ 22,454,597**	$ 22,535,588
Contributions, other	**8,630**	29,590
Capital from revenue, fiscal services	**74,827**	5,728
Grants for capital purposes:		
Canada Community Building Fund (CCBF), formally Gas Tax	**519,157**	193,095
Nova Scotia Department of Communities, Culture and Heritage	**50,332**	17,500
Nova Scotia Emergency Services Providers Grant	**-**	-
Federal - ACOA	**-**	-
Parks Canada	**-**	-
Department of Housing & Municipal Affairs – Beautification Grant	**6,664**	-
Municipality of the District of Lunenburg	**-**	-
Canadian Heritage	**-**	-
Department of Housing & Municipal Affairs – PCAP	**109,675**	-
Temporary debt repayment	-	-
Long-term debt retired	**403,601**	385,639
Transfer from Capital Reserve Fund	**796,481**	523,175
Capital assets retired	**-**	(21,110)
Capital assets revalued	**-**	-
Accretion Expense	**(14,258)**	-
Amortization expense	**(1,337,533)**	(1,214,608)
INCREASE (DECREASE) IN INVESTMENT IN CAPITAL ASSETS	**617,576**	(80,991)
Balance, end of year	**$23,072,173**	$ 22,454,597

Supplementary Financial Information

General Section – Capital Assets

Year Ended March 31, 2023

	Buildings	Plant Equipment	Other	**2023 Total**	2022 Total
General government					
Services	$ 1,499,539	$ 124,891	$ 199,270	**$ 1,823,700**	$1,802,938
Protective services					
Fire	2,417,303	1,309,752	46,855	**3,773,910**	3,473,517
Transportation services					
Common services	132,979	1,352,868	-	**1,485,847**	1,180,565
Road transport					
streets and sidewalks	-	-	7,740,131	**7,740,131**	7,318,955
Parking lot	-	-	15,102	**15,102**	15,102
Heritage signage	-	-	133,051	**133,051**	107,378
Parking meters	-	-	135,912	**135,912**	135,912
Tanyard sea wall	-	-	130,150	**130,150**	130,150
Flying Fish Sculptures Project	-	-	22,356	**22,356**	22,356
UNESCO Plaza	-	-	24,940	**24,940**	24,940
Interpretive KIOSKS	-	-	30,807	**30,807**	30,807
Boat launch	-	-	350,540	**350,540**	350,540
Environmental health services					
Sewage collection					
and disposal	-	-	18,316,452	**18,316,452**	17,449,176
Pollution abatement system	-	-	692,624	**692,624**	692,624
Garbage site	1,085,728	350,398	490,476	**1,926,602**	1,926,602
Environmental development services					
Lunenburg Academy	7,591,970	-	-	**7,591,970**	7,591,970
New Town School (Annex)	12,500	-	-	**12,500**	12,500
Recreation and community services					
Community Centre/Arena	1,841,145	1,285,625	-	**3,126,770**	3,001,610
Library	-	135,476	-	**135,476**	135,476
Public washrooms	122,252	-	-	**122,252**	122,252
Parks, common lands, etc.	-	-	542,135	**542,135**	526,841
Victoria Road – Blue Barn	101,662	-	-	**101,662**	101,662
Playground	-	-	50,778	**50,778**	50,778
	14,805,078	4,559,010	28,921,579	**48,285,667**	46,204,651
Accumulated amortization	(5,324,253)	(2,735,030)	(13,734,197)	**(21,793,480)**	(20,544,613)
	$ 9,480,825	$ 1,823,980	$15,187,382	**$26,492,187**	$25,660,038

TOWN OF LUNENBURG
Supplementary Financial Information
General Section – Schedules to Statement of Operations
Year Ended March 31, 2023

	2023	2022
1. TAXES		
Assessable property		
Residential	**$3,771,485**	$3,377,983
Commercial	**1,596,001**	1,518,949
Resource	**7,912**	10,352
	5,375,398	4,907,284
Business property		
Based on Revenue (Aliant)	**16,863**	17,511
Other		
Sewer annual charge	**1,529,017**	1,118,454
Deed transfer tax	**568,530**	565,751
	2,097,547	1,684,205
	$7,489,808	$6,609,000
2. GRANTS IN LIEU OF TAXES		
Provincial Government		
Provincial building (DNR)	**$ 237,182**	$ 230,125
Property of supported institutions (TIR)	**1,664**	637
Provincial Property Sewer	**43,396**	33,497
Fire Protection (Museum)	**5,019**	5,019
	$ 287,261	$ 269,278
3. SALES OF SERVICES		
Parking meters	**$ 129,421**	$ 93,084
Transportation services	**62,507**	43,127
Miscellaneous	**27,401**	64,219
	219,329	200,430
Recreational services		
Admissions	**29,412**	23,531
Rentals and concessions	**215,677**	162,140
Rentals – School Board	**32,559**	31,556
Grants	**40,000**	40,000
Sundry	**458**	4,970
	318,106	262,197
	$ 537,435	$ 462,627

	2023	2022
4. OTHER REVENUE FROM OWN SOURCES		
Licenses and permits	$ 14,106	$ 20,393
Fines	7,457	2,780
Rentals	318,073	307,237
Interest on investments	48,578	14,917
Interest on taxes	47,559	51,408
Miscellaneous including donations	5,273	2,162
	$ 441,046	$ 398,897
5. UNCONDITIONAL TRANSFERS FROM FEDERAL AND PROVINCIAL GOVERNMENTS AND AGENCIES		
HST offset grant	$ 23,365	$ 19,957
Equalization grant	50,000	100,000
Farm acreage	115	110
	$ 73,480	$ 120,067
6. CONDITIONAL TRANSFERS FROM FEDERAL AND PROVINCIAL GOVERNMENTS AND AGENCIES		
Provincial government		
Emergency Measures Organization	$ 1,000	$ 1,000
Communities, Culture Tourism and Heritage	500	1,500
Federal Government		
Safe Restart Grant	-	85,974
Mentorship Program Funding	-	14,000
Canada Day Grant	790	750
	$ 2,290	$103,224
7. CONDITIONAL TRANSFERS FROM OTHER LOCAL GOVERNMENTS		
Municipal Fire District 1 and 2 Commission		
Fire protection reimbursements	$ 204,169	$164,209
8. OTHER TRANSFERS		
Prior Years Surplus	$ 2,893	$ 1,092
Transfer from Operating and Capital Reserves	65,896	134,895
	$ 68,789	$ 135,987

	2023	2022
9. GENERAL GOVERNMENT SERVICES		
Legislative		
Stipend		
Mayor	$ 9,623	$ 9,107
Councillors	31,019	29,666
Travel	534	-
Other legislative services	31,621	14,848
	72,797	53,621
General administrative		
Salaries and benefits	253,266	201,539
Office buildings	78,662	66,862
Legal and other professional service	103,572	54,219
Financial management	33,446	32,517
Interest on capital loan	-	378
Tax rebates or exemptions (low income)	34,500	3,000
Tax exemptions (Section 71 MGA)	37,021	34,643
Transfer to Assessment Services	47,243	47,826
Other general administrative services	17,194	14,642
	604,904	455,626
Other general government		
Election Costs	-	-
Insurance	8,999	8,071
Grants to organizations including in-kind services	19,356	19,750
Other general services	7,393	5,920
	35,748	33,741
	$ 713,449	$ 542,988
10. PROTECTIVE SERVICES		
Police Protection		
RCMP	$ 952,627	$ 858,212
By-Law Enforcement		
Contracted services	5,267	-
Legal	405	5,510
Supplies and expense	-	-
Transfer to Correction Service	41,550	41,554
	$ 47,222	$ 47,064

(continues)

	2023	2022
10. PROTECTIVE SERVICES *(cont'd)*		
Fire Protection		
Fire fighting force	**$ 126,566**	$ 116,564
Water supply and hydrants	**330,336**	330,815
Training	**10,425**	11,941
Fire stations and buildings	**94,777**	73,573
Firefighting equipment	**133,143**	100,278
Other	**34,492**	24,804
	729,739	657,975
Emergency Measures Organization	**10,315**	9,317
Building Inspector and other	**58,977**	27,661
	$1,798,880	$ 1,600,229
11. TRANSPORTATION SERVICES		
Common services		
Administrative	**$ 229,733**	$ 175,421
General equipment	**157,220**	143,836
Small tools and equipment	**8,543**	5,460
Workshop, yards and other buildings	**10,597**	13,763
Worker's Compensation	**15,196**	13,811
	421,289	352,291
Roads and streets		
Labour	**313,206**	267,125
Supplies	**39,051**	49,826
Street cleaning	**18,872**	19,685
Snow and ice control	**78,941**	154,060
Street and sidewalk maintenance	**110,188**	62,800
Interest on loans	**19,683**	22,354
Street lighting	**123,759**	120,442
Traffic services	**17,084**	10,756
Parking meters	**11,549**	20,568
	732,333	727,616
	$1,153,622	$ 1,079,907

	2023	2022
12. ENVIRONMENTAL HEALTH SERVICES		
Transfer to Capital Reserve for Solid Waste and Solid Waste Landfill costs	$ 157,447	$ 158,531
Sewage collection and disposal		
Labour, benefits and supplies	158,796	155,828
Sewer lift stations	178,104	137,054
Sewage treatment plant	690,346	655,945
Interest on sewer loans	20,041	22,492
	1,047,287	971,319
Garbage and waste collection and disposal		
Collection contract and other	232,939	222,194
	$1,437,673	$1,352,044
13. PUBLIC HEALTH SERVICES		
Public Health		
Cemetery	$ 2,474	$ 13,827
Housing		
Deficit of Regional Housing Authority	25,162	26,510
	$ 27,636	$ 40,337
14. ENVIRONMENTAL DEVELOPMENT SERVICES		
Environmental planning and zoning		
Salaries and benefits	$ 201,870	$ 121,806
Advertising and other	11,761	5,814
Legal	76,852	61,163
	290,483	188,783
Community development		
Old Fire Hall	23,689	29,335
CNR station	22,888	22,602
Lunenburg Academy	254,677	223,272
Annex – 17 Tannery Road	9,904	17,579
Tourism – general	95,013	60,933
Communications	11,329	10,571
Visitors service centre	15,101	13,663
	432,601	377,955
	$ 732,084	$ 566,738

	2023	2022
15. RECREATIONAL AND CULTURAL SERVICES AND EDUCATION		
Recreational facilities		
Salaries, wages and benefits	$ 337,737	$ 320,623
Administration	9,785	10,141
Maintenance, fields and grounds	5,727	3,736
Maintenance, community centre	44,992	33,655
Maintenance, arena	143,791	123,630
Small tools	-	-
Program costs	10,660	8,203
Parks and playgrounds	71,307	88,062
Interest on capital loans	7,789	8,994
	631,788	597,044
Cultural buildings and facilities		
Library, local branch	50,817	49,395
Transfer to Regional Library	18,600	18,600
Heritage projects	147,273	136,305
Capt. Angus J. Walters House Museum	-	123
Other services and public celebrations	9,401	5,618
	226,091	210,041
	$ 857,879	$ 807,085
16. FISCAL SERVICES		
Principal instalments		
Debenture principal	$ 403,601	$ 385,639
Transfer to own reserves, funds and agencies		
Reserve Fund, Operating Reserve	524,725	392,244
Reserve Fund, Operating Reserve Safe Restart	-	-
Reserve Fund, Capital Reserve	551,914	607,208
	1,076,639	999,452
Education		
Appropriation to South Shore Regional Centre for Education	909,426	885,976
	$2,389,666	$2,271,068

TOWN OF LUNENBURG
Supplementary Financial Information
Cemetery Fund – Statement of Operations
Year Ended March 31, 2023

	2023 Budget	2023 Actual	2022 Actual
REVENUE			
Sale of lots	$ 3,900	**$ 3,784**	$ 1,525
Burials	29,500	**35,295**	30,886
Bases for headstones, etc.	500	**-**	-
Interest on cemetery trust and care payments	6,000	**11,363**	6,023
Donations	-	**-**	-
Appropriations from town general funds	22,600	**2,474**	13,827
	62,500	**52,916**	52,261
EXPENDITURES			
Labour and benefits	26,700	**20,751**	29,670
Mowing Contract	12,000	**21,796**	12,514
Legal fees	-	**-**	-
Supplies and repairs to equipment	13,500	**6,994**	7,108
Lighting and water	1,400	**1,262**	1,244
Sundry, insurance and portable radio	1,000	**1,174**	891
Flowers and trees	1,000	**-**	-
Audit fees	900	**939**	834
Provision for doubtful accounts	-	**-**	-
Road maintenance	6,000	**-**	-
	62,500	**52,916**	52,261
EXCESS OF REVENUE OVER EXPENDITURES	$ -	**$ -**	$ -

TOWN OF LUNENBURG
Supplementary Financial Information
Cemetery Fund – Statement of Financial Position
Year Ended March 31, 2023

	2023	2022
ASSETS		
Cash	**$ 14,359**	$ 3,975
Accounts receivable (less allowance for doubtful accounts 2022 $721; 2021 $721)	**6,743**	-
Due from Town Departments	**-**	-
	21,102	3,975
Cemetery and improvements	**12,301**	12,301
	$ 33,403	$ 16,276
LIABILITIES		
Accounts payable – trade	**$ 2,286**	$ 1,000
Due to Perpetual Care Fund	**4,862**	-
Due to Water Utility	**1,722**	184
Due to Electric Utility	**115**	-
Due to Town General	**12,117**	2,791
	21,102	3,975
NET ASSETS		
Investment in capital assets	**12,301**	12,301
	$ 33,403	$ 16,276

On behalf of the Town of Lunenburg

Mayor

Chief Administrative Officer

TOWN OF LUNENBURG
Supplementary Financial Information
Water Utility – Statement of Operations
Year Ended March 31, 2023

	Page	Budget	2023 Actual	2022 Actual
OPERATING REVENUE				
Metered sales		$ 547,500	**$ 538,643**	$ 545,600
Flat rate sales		675,000	**687,528**	672,252
Public fire protection		331,000	**330,336**	330,815
Sprinkler service		7,000	**7,000**	6,978
Other		12,700	**11,820**	13,064
		1,573,200	**1,575,327**	1,568,709
OPERATING EXPENDITURES				
Source of supply	B-19	41,700	**75,416**	24,652
Pumping	B-19	63,000	**84,465**	55,907
Water treatment	B-19	346,600	**335,645**	295,581
Transmission and distribution	B-19	236,700	**231,206**	200,953
Administrative and general	B-19	486,000	**416,569**	437,294
Depreciation		296,300	**293,195**	301,340
Taxes		43,000	**43,479**	42,961
		1,513,300	**1,479,975**	1,358,688
NET OPERATING REVENUE		59,900	**95,352**	210,021
NON-OPERATING REVENUE				
Interest earned		2,500	**14,539**	3,562
Grants from Province of Nova Scotia		9,000	**10,546**	8,191
Miscellaneous		500	**-**	-
		12,000	**25,085**	11,753
NON-OPERATING EXPENDITURES				
Interest charges – short-term		-	**30**	22
Debt charges				
Principal		40,750	**40,750**	40,750
Interest and discount		16,150	**15,547**	17,052
Transfer to capital fund		-	**-**	83,445
Transfer to Reserve				
Reserve for land purchase		5,000	**38,500**	5,000
Reserve for membrane replacement		-	**-**	25,000
		61,900	**94,827**	171,269
NET NON-OPERATING REVENUE (EXPENDITURES)		(49,900)	**(69,742)**	(159,516)
EXCESS OF REVENUE OVER EXPENDITURES		10,000	**25,610**	50,505
Surplus, beginning of year			**253,687**	253,182
Dividend to Town Capital Reserve		(10,000)	**(25,000)**	(50,000)
SURPLUS, END OF YEAR			**$ 254,297**	$ 253,687

TOWN OF LUNENBURG

Supplementary Financial Information

Water Utility – Operating Fund Statement of Financial Position

Year Ended March 31, 2023

	2023	2022
ASSETS		
Bank balances	$ 66,726	$364,582
Receivables		
Consumer accounts (less allowance for doubtful accounts 2023 $21,863; 2022, $23,024)	342,874	237,527
Accounts Receivable – Town General	-	882
Accounts Receivable – Water Capital	260,906	-
Accounts Receivable – Electric Utility	-	13,379
Accounts Receivable – Cemetery	1,722	183
Other Governments	95	5,655
	672,323	622,208
Inventories of materials and supplies, at cost	59,431	49,410
Prepaid expenses	44,682	55,850
	$ 776,436	$ 727,468
LIABILITIES		
Trade Payables	$ 152,888	$ 172,428
Due to Town Operating	343,812	-
Due to Electric Light Utility	25,439	-
Due to Water Capital Reserve	-	301,353
	522,139	473,781
EQUITY		
Surplus	254,297	253,687
	$ 776,436	$ 727,468

On behalf of the Town of Lunenburg

Mayor

Chief Administrative Officer

TOWN OF LUNENBURG
Supplementary Financial Information
Water Utility – Capital Fund Statement of Financial Position
Year Ended March 31, 2023

	2023	2022
ASSETS		
Bank (Book Balances)	**$ 2,861,879**	$ 2,471,734
Due from Operating Fund	**-**	301,354
	2,861,879	2,773,088
Waterworks plant in service *(page B-17)*	**11,157,824**	10,802,085
	$14,019,703	$13,575,173
LIABILITIES		
Long-term debt, Municipal Finance Corporation	**$ 366,750**	$ 407,500
Due to Operating Fund	**260,906**	-
Reserve for capital purchases *(page B-18)*	**2,600,972**	2,773,087
	3,228,628	3,180,587
NET ASSETS		
Investment in capital assets *(page B-18)*	**10,791,075**	10,394,586
	$14,019,703	$13,575,173

On behalf of the Town of Lunenburg

Mayor

Chief Administrative Officer

TOWN OF LUNENBURG
Supplementary Financial Information
Water Utility - Plant and Equipment
Year Ended March 31, 2021

	2023	2022
Land and land rights	$ 376,554	$ 376,554
Structures and improvements	6,437,649	6,429,333
Equipment		
Electric pumping equipment	527,794	527,794
Other pumping equipment	71,144	71,144
Purification equipment	1,697,443	1,673,671
Office furniture and equipment	13,728	13,728
Transportation equipment	107,676	94,031
Shop equipment	23,680	23,680
Tools and work equipment	11,842	11,842
Other equipment	65,162	65,162
Mains		
Transmission mains	190,144	190,144
Distribution mains	5,555,601	4,972,768
Services	187,327	187,327
Meters	61,144	61,144
Hydrants	129,024	123,398
	$15,455,914	$14,821,720
Accumulated amortization	(4,298,088)	(4,019,635)
	$11,157,824	$ 10,802,085

TOWN OF LUNENBURG
Supplementary Financial Information
Water Utility – Statement of Investment in Capital Assets
Year Ended March 31, 2023

	2023	2022
BALANCE - BEGINNING OF YEAR	**$10,394,586**	$10,546,744
Term debt retired	**40,750**	40,750
Capital from operating funds/Future Capital	**(293,194)**	(301,340)
Contributions Other	**56,332**	-
Transfer from Capital Reserve Fund	**592,601**	108,432
Fixed assets written off	**-**	-
	396,489	(152,158)
BALANCE - END OF YEAR	**$10,791,075**	$10,394,586

Supplementary Financial Information
Water Utility – Statement of Capital Reserve
Year Ended March 31, 2023

	General and Equipment	Land	Depreciation Funds	2023 Total	2022 Total
BALANCE - BEGINNING OF YEAR	$ 762,334	$ 110,912	$ 1,899,841	**$ 2,773,087**	$ 2,450,117
Interest earned	24,409	3,551	60,831	**88,791**	16,616
Transfer from Operating Fund	-	38,500	293,195	**331,695**	414,785
Transfer to Capital Fund	-	-	(592,601)	**(592,601)**	(108,431)
	24,409	42,051	(238,575)	**(172,115)**	322,970
BALANCE- END OF YEAR	$ 786,743	$ 152,963	$ 1,661,266	**$ 2,600,972**	$ 2,773,087

Supplementary Financial Information

Water Utility – Schedules to Statement of Operations

Year Ended March 31, 2023

	2023	2022
Source of supply		
Supervision and engineering	$ 57,436	$ 17,546
Operation and labour	11,350	3,876
Maintenance of plant	6,630	3,230
	$ 75,416	$ 24,652
Pumping		
Supervision and engineering	$ 10,002	$ 16,600
Operation labour	2,539	8,642
Power	29,381	27,036
Maintenance	42,543	3,629
	$ 84,465	$ 55,907
Water treatment		
Supervision and engineering	$ 12,075	$ 18,443
Operation labour	115,215	83,699
Supplies and expenses	186,234	165,164
Maintenance of structures and improvements	22,121	28,275
	$ 335,645	$ 295,581
Transmission and distribution		
Supervision and engineering	$ 41,229	$ 62,417
Operation labour	13,529	8,459
Maintenance of reservoirs	10,411	20,135
Maintenance of mains	32,436	15,784
Maintenance of other distribution plant	33,992	28,974
Stores expenses	82,951	53,864
Transportation expenses	16,658	11,320
	$ 231,206	$ 200,953
Administration and general		
Supervision	$ 38,400	$ 37,300
Salaries and wages	221,557	229,750
Consumer billing and accounting	66,539	63,324
General office expenses	17,369	30,274
Insurance	32,080	28,358
Audit and legal	34,634	42,234
Regulatory expenses	1,690	1,754
Rent	4,300	4,300
	$ 416,569	$ 437,294

TOWN OF LUNENBURG
Supplementary Financial Information
Electric Utility – Statement of Operations
Year Ended March 31, 2023

	2023 Budget	2023 Actual	2022 Actual
OPERATING REVENUE			
Residential, commercial and industrial electric energy sales	$6,707,000	**$6,457,686**	$6,574,578
Street lighting – town and others	137,400	**137,015**	133,531
Customers' late charges	30,000	**40,009**	36,974
Miscellaneous	27,600	**27,621**	27,620
	6,902,000	**6,662,331**	6,772,703
OPERATING EXPENDITURES			
Power purchased	5,326,500	**5,300,756**	5,289,354
Substations	71,600	**38,321**	44,652
Transmission and distribution	482,400	**388,675**	346,907
Administration and general	739,400	**729,776**	617,541
Depreciation	207,000	**181,228**	214,592
	6,826,900	**6,638,756**	6,513,046
NET OPERATING REVENUE	75,100	**23,575**	259,657
NON-OPERATING REVENUE			
Interest earned	5,000	**17,201**	4,992
Miscellaneous	25,000	**41,244**	24,345
Expired Deposits & Other Settlements	-	**-**	5,216
	30,000	**58,445**	34,553
NON-OPERATING EXPENDITURES			
Interest on debt	5,100	**4,878**	21,002
Principal repayments	100,000	**100,000**	100,000
Transfer to capital reserve	-	**-**	173,000
	105,100	**104,878**	294,002
NET NON-OPERATING REVENUE (EXPENDITURES)	(75,100)	**(46,433)**	(259,449)
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES	-	**(22,858)**	208
Surplus - beginning of year		**470,014**	469,806
SURPLUS - END OF YEAR	-	**$ 447,156**	$ 470,014

TOWN OF LUNENBURG
Supplementary Financial Information
Electric Utility – Operating Fund Statement of Financial Position
Year Ended March 31, 2023

	2023	2022
ASSETS		
Bank balance	$ 354,102	$ 743,910
Power billings (less allowance for doubtful accounts 2023, $175.021; 2022, $152,895)	1,296,504	1,057,260
Due from Provincial Government	36,543	34,037
Due from Federal Government	-	-
Due from Town General Fund	218,261	-
Due from Water Utility Operating	25,440	-
Due from Electric Capital Reserve	271,366	79,413
Due from Cemetery Account	115	-
Other (less allowance for doubtful Accounts 2023, $2,871, 2022 $2,645)	16,614	38,073
	2,218,945	1,952,693
Inventories of materials and supplies, at cost	40,000	40,000
Prepaid expenses	14,077	20,702
	$2,273,022	$2,013,395
LIABILITIES		
Trade payables	$1,739,708	$1,388,240
Due to Federal Government	32	2,730
Due to Electric Capital Reserve	-	-
Due to Water Operating Fund	-	13,380
Due to Town	-	4,677
	1,739,740	1,409,027
Consumers' deposits and accrued interest	86,126	134,354
	1,825,866	1,543,381
NET ASSETS		
Surplus	447,156	470,014
	$2,273,022	$2,013,395

On behalf of the Town of Lunenburg

_____ Mayor _____ Chief Administrative Officer

TOWN OF LUNENBURG **B-22**

Supplementary Financial Information

Electric Utility – Capital Fund Statement of Financial Position

Year Ended March 31, 2023

	2023	2022
ASSETS		
Bank (book balances)	**$ 479,294**	$ 929,459
Due from Operating fund	**-**	-
	479,294	929,459
Utility plant and equipment in service *(page B-23)*	**4,040,597**	3,160,694
	$4,519,891	$ 4,090,153
LIABILITIES		
Due to Operating Fund	**$ 271,366**	$ 79,413
Long-term debt, Municipal Finance Corporation	**400,000**	500,000
Asset Retirement Obligations	**74,800**	71,359
Reserve for capital expenditures *(page B-24)*	**207,928**	850,045
	954,094	1,500,817
EQUITY		
Investment in capital assets *(page B-24)*	**3,565,797**	2,589,336
	$4,519,891	$ 4,090,153

On behalf of the Town of Lunenburg

Mayor

Chief Administrative Officer

TOWN OF LUNENBURG
Supplementary Financial Information
Electric Utility – Plant and Equipment
Year Ended March 31, 2023

	2023	2022
Tangible plant		
Sub-station equipment	**$2,706,554**	$ 2,706,554
Right-of-way land	**2,371**	2,371
Transmission		
Overhead conductors	**10,057**	10,057
Poles, towers and fixtures	**24,081**	24,081
Distribution		
Overhead conductors	**1,679,476**	1,207,896
Poles and fixtures	**1,166,789**	1,060,887
Street and highway lighting system	**403,745**	256,523
Transformers and installations	**1,503,979**	1,358,102
Services	**424,635**	367,080
Meters and installations	**314,107**	314,107
Buildings	**93,329**	93,329
Shop equipment	**37,432**	37,432
Mobile equipment – trucks	**45,823**	45,823
Communications equipment	**21,674**	21,674
Computer and office equipment	**100,528**	100,528
Computer programs	**28,305**	28,305
Miscellaneous equipment	**40,215**	40,215
	8,603,100	7,674,964
Accumulated amortization	**(4,562,503)**	(4,514,270)
	$4,040,597	$ 3,160,694

TOWN OF LUNENBURG
Supplementary Financial Information
Electric Utility – Statement of Investment in Capital Assets
Year Ended March 31, 2023

	2023	2022
BALANCE – BEGINNING OF YEAR	**$ 2,589,336**	$ 2,189,414
Term debt retired	**100,000**	100,000
Other transfers	**255,208**	47,437
Transfer to Capital Reserve	**671,366**	252,485
Accretion Expense	**(3,441)**	-
Fixed assets written off	**(46,672)**	-
	976,461	399,922
BALANCE - END OF YEAR	**$3,565,797**	$ 2,589,336

Supplementary Financial Information
Electric Utility – Statement of Capital Reserve
Year Ended March 31, 2023

	Depreciation Funds	Equipment	Substation	**2023 Total**	2022 Total
BALANCE – BEGINNING OF YEAR	$ 469,810	$ 138,259	$ 241,976	**$ 850,045**	$ 922,763
Interest earned	16,165	4,697	8,387	**29,249**	6,695
Contributions, other	-	-	-	**-**	-
Transfer from (to) Capital Fund	(459,275)	(142,956)	(250,363)	**(852,594)**	(467,005)
Transfer from Operating Fund	181,228	-	-	**181,228**	387,592
	(261,882)	(138,259)	(241,976)	**(642,117)**	(72,718)
BALANCE - END OF YEAR	$ 207,928	$ -	$ -	**$ 207,928**	$ 850,045

TOWN OF LUNENBURG

Supplementary Financial Information
Perpetual Care Funds Statement of Financial Position
Cemetery Care Deposits
Year Ended March 31, 2023

	2023	2022
ASSETS		
Bank (book balances)	**$ 81,821**	$ 92,970
Due from Cemetery Fund	**4,862**	-
Due from Operating	**-**	-
Loans		
Town Capital Fund – 3.07% 2024	**11,900**	23,800
Town Capital Fund – 3.70% 2028	**40,000**	48,000
Town Capital Fund – 2.35% 2023	**3,080**	6,160
Town Capital Fund – 2.35% 2029	**56,000**	64,000
Town Capital Fund – 3.07% 2031	**42,229**	46,921
	158,071	188,881
	$ 239,892	$ 281,851
LIABILITIES		
Due to Town Capital Fund	**$ -**	$ 46,921
NET ASSETS		
Perpetual Care Funds Reserve	**238,892**	234,930
	$ 238,892	$ 281,851

On behalf of the Town of Lunenburg

Mayor

Chief Administrative Officer

Supplementary Financial Information
Perpetual Care Fund – Statement of Reserve
Year Ended March 31, 2023

	2023	2022
BALANCE – BEGINNING OF YEAR	**$234,930**	$ 232,580
Perpetual care receipts and donations	**4,962**	2,350
BALANCE – END OF YEAR	**$239,892**	$ 234,930

TOWN OF LUNENBURG
Supplementary Financial Information
Operating Reserve Funds Statement of Financial Position
Year Ended March 31, 2023

	Streets Sewers & Others	Recreation	Safe Restart	LAFF	Pro Kid	Operating Surplus Reserve	Region 6 Diversion Spec Projects	**2023 Total**	2022 Total
ASSETS									
Bank balances	$ 909,620	$ 43,540	$ 35,650	$28,763	$ 22,355	$181,226	$ 2,473	**$1,223,627**	$ 854,352
Due from Town General	546,702	10,425	-	-	6,291	2,893	-	**$ 566,311**	450,684
	$1,456,322	$ 53,965	$ 35,650	$28,763	$ 28,646	$184,119	$ 2,473	**$1,789,938**	$1,305,036
LIABILITIES									
Due to Town General	$ 291,077	$ -	$ -	$24,894	$ 888	$ -	$ -	**$ 316,859**	$123,203
NET ASSETS									
Operating Reserve	1,165,245	53,965	35,650	3,869	27,758	184,119	2,473	**$1,473,079**	$1,181,833
	$1,456,322	$ 53,965	$ 35,650	$28,763	$28,646	$184,119	$ 2,473	**$1,789,938**	$1,305,036

On behalf of the Town of Lunenburg

Mayor

Chief Administrative Officer

Belliveau Veinotte Inc.
CHARTERED PROFESSIONAL ACCOUNTANTS

TOWN OF LUNENBURG
Supplementary Financial Information
Statement of Operating Reserve Funds
Year Ended March 31, 2023

	Streets Sewers & Others	Recreation	Safe Restart	LAFF	Pro Kids	Operating Surplus Reserves	Region 6 Diversion Spec.Projects	**2023 Total**	2022 Total
BALANCE – BEGINNING OF YEAR	$884,488	$41,512	$34,665	$ 20,190	$22,355	$176,219	$ 2,405	**$1,181,834**	$ 938,536
Donations	-	-	-	8,155	5,148	-	-	**13,303**	8,552
Interest earned	25,132	1,454	985	417	-	5,007	68	**33,063**	5,679
Contributions, other	-	11,000	-	-	-	-	-	**11,000**	21,500
Transfer, from Town General	546,702	-	-	-	1,000	2,893	-	**550,595**	416,743
Transfer (to) Town General	(291,077)	-	-	(24,894)	(745)	-	-	**(316,716)**	(209,177)
	280,757	12,454	985	(16,322)	5,403	7,900	68	**291,245**	243,297
BALANCE- END OF YEAR	$1,165,245	$53,966	$35,650	$ 3,868	$ 27,758	$184,119	$ 2,473	**$1,473,079**	$1,181,833

Belliveau Veinotte Inc.
CHARTERED PROFESSIONAL ACCOUNTANTS

TOWN OF LUNENBURG
Supplementary Financial Information
Capital Reserve Fund Statement of Financial Position
Year Ended March 31, 2023

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	Solid Waste Site Closure	Other Equipment	Fire Equipment	CCBF	Provincial Capital Funds	Deed Transfer Tax	**2023 Total**	2022 Total
ASSETS								
Bank balances	$ 3,514	$ 624,591	$ 177,545	$ 16,753	$ 56,445	$ 694,656	**$1,573,504**	$1,895,165
LIABILITIES								
Due to (from)								
General Operating	2,632	107,949	99,500	(162,804)	(388,453)	(428,530)	**(769,706)**	(308,225)
	2,632	107,949	99,500	(162,804)	(388,453)	(428,530)	**(769,706)**	(308,225)
EQUITY								
Capital Reserve	882	516,642	78,045	179,557	444,898	1,123,186	**2,343,210**	2,203,390
	$ 3,514	**$ 624,591**	**$ 177,545**	**$ 16,753**	**$ 56,445**	**$ 694,656**	**$1,573,504**	$1,895,165

On behalf of the Town of Lunenburg

Mayor

Chief Administrative Officer

Belliveau Veinotte Inc.
CHARTERED PROFESSIONAL ACCOUNTANTS

TOWN OF LUNENBURG
Supplementary Financial Information
Statement of Capital Reserve Fund
Year Ended March 31, 2023

	Solid Waste Site Closure	Academy/ Other Equipment	Fire Equipment	CCBF	Provincial Capital Funds	Deed Transfer Tax	**2023 Total**	2022 Total
BALANCE, BEGINNING OF YEAR	**$ 3,422**	**$606,966**	**$172,263**	**$471,864**	**$55,710**	**$ 893,165**	**$2,203,390**	$1,812,572
Donations	-	10,000	-	-	-	-	**10,000**	47,583
Interest earned	92	17,627	5,281	13,979	735	30,199	**67,913**	11,960
Sale of Lands and Equipment	-	22,952	72,000	-	-	-	**94,952**	700
Deed transfer tax	-	-	-	-	-	428,530	**428,530**	485,751
Conditional transfers from, Provincial government	-	-	-	212,870	388,454	-	**601,324**	454,453
Transfer from Town General Fund	-	31,057	25,000	-	-	-	**56,057**	121,456
Transfer to Town Capital Fund	-	(171,959)	(143,000)	(519,156)	-	(228,709)	**(1,062,824)**	(729,570)
Transfer, other	(2,632)	-	(53,500)	-	-	-	**(56,132)**	(1,514)
	(2,540)	(90,323)	(94,219)	(292,307)	389,189	230,020	**139,820**	390,819
BALANCE – END OF YEAR	$ 882	$516,643	$ 78,044	$179,557	$444,899	$1,123,185	**$2,343,210**	$2,203,390

Belliveau Veinotte Inc.
CHARTERED PROFESSIONAL ACCOUNTANTS

TOWN OF LUNENBURG
Supplementary Financial Information
Schedule of Debt Charges and Long-term Debt
Year Ended March 31, 2023

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	Due	Opening Balance	Issued	Redeemed	**Closing Balance**	Interest	Interest Rate
General Capital							
Temporary Borrowing		-	603,917	-	**603,917**	-	-
Paving							
Debenture - Municipal Finance Corporation	2023	7,800	-	7,800	**-**	150	3.16%
Debenture - Municipal Finance Corporation	2027	35,400	-	5,900	**29,500**	711	1.860%-2.653%
Town of Lunenburg - Hillcrest Cemetery	2024	23,800	-	11,900	**11,900**	548	3.07%
Debenture - Municipal Finance Corporation	2025	42,000	-	10,500	**31,500**	1,022	2.373% - 2.894%
Debenture - Municipal Finance Corporation	2027	116,400	-	19,400	**97,000**	3,070	2.466%-3.073%
Debenture - Municipal Finance Corporation	2034	182,000	-	14,000	**168,000**	4,451	2.129%-2.829%
Debenture - Municipal Finance Corporation	2036	72,500	-	7,250	**65,250**	1,020	0.4%-2.8090%
Parking Meters							
Town of Lunenburg - Hillcrest Cemetery	2023	3,200	-	1,600	**1,600**	56	2.35%
Community Centre							
Town of Lunenburg - Hillcrest Cemetery	2029	64,000	-	8,000	**56,000**	1,410	2.35%
Arena Building							
Debenture - Municipal Finance Corporation	2027	21,600	-	3,600	**18,000**	570	2.466%-3.073%
Town of Lunenburg - Hillcrest Cemetery	2023	2,960	-	1,480	**1,480**	52	2.35%
Public Works Building							
Debenture - Municipal Finance Corporation	2023	3,900	-	3,900	**-**	75	3.16%
Recreation-Boat Launch							
Debenture - Municipal Finance Corporation	2027	190,008	-	27,144	**162,864**	5,757	2.963% - 3.389%
Public Works Equipment							
Debenture - Municipal Finance Corporation	2027	75,000	-	12,500	**62,500**	1,978	2.466%-3.073%
Town of Lunenburg - Hillcrest Cemetery	2027	48,000	-	8,000	**40,000**	1,267	2.88%
Debenture - Municipal Finance Corporation	2036	227,100	-	16,473	**210,627**	3,967	.4%-2.809%
Town of Lunenburg - Hillcrest Cemetery	2029	46,921	-	4,692	**42,229**	1,368	3.07%
Fire Equipment							
Debenture - Municipal Finance Corporation	2023	17,500	-	17,500	**-**	336	3.16%
Debenture - Municipal Finance Corporation	2026	224,442	-	44,889	**179,553**	4,981	2.218% - 2.925%
Debenture - Municipal Finance Corporation	2036	327,550	-	21,837	**305,713**	5,960	.4%-2.809%
Sewers						-	
Debenture - Municipal Finance Corporation	2023	28,000	-	28,000	**-**	538	3.16%
Debenture - Municipal Finance Corporation	2033	462,973	-	38,581	**424,392**	14,926	2.963% - 3.551%
Debenture - Municipal Finance Corporation	2023	163,327	-	12,564	**150,763**	3,994	2.129%-2.829%
Debenture - Municipal Finance Corporation	2031	41,500	-	4,150	**37,350**	584	.4%-2.809%
Old Fire Hall Building							
Debenture - Municipal Finance Corporation	2023	24,009	-	12,005	**12,004**	582	2.963% - 3.048%

Belliveau Veinotte Inc.
CHARTERED PROFESSIONAL ACCOUNTANTS

Lunenburg Academy							
Debenture - Municipal Finance Corporation	2025	29,600	-	7,400	**22,200**	720	2.373% - 2.894%
Debenture - Municipal Finance Corporation	2027	54,120	-	9,020	**45,100**	1,427	2.466%-3.073%
Debenture - Municipal Finance Corporation	2027	164,220	-	27,370	**136,850**	3,300	1.860%-2.653%
Debenture - Municipal Finance Corporation	2034	209,908	-	16,146	**193,762**	5,133	2.129%-2.829%
		$ 2,909,738	$ 603,917	$ 403,601	**$ 3,110,054**	$ 69,953	
Water Capital							
Water Treatment Plant							
Debenture - Municipal Finance Corporation	2026	407,500	-	40,750	**366,750**	15,547	3.645% - 4.026%
		$ 407,500	$ -	$ 40,750	**$ 366,750**	$ 15,547	
Electric Capital							
Substation upgrades							
Debenture - Municipal Finance Corporation	2026	500,000	-	100,000	**400,000**	4,878	4.53% - 4.59%
		$ 500,000	$ -	$ 100,000	**$ 400,000**	$ 4,878	
		$ 3,817,238	$ 603,917	$ 544,351	**$ 3,876,804**	$ 90,378	

Belliveau Veinotte Inc.
CHARTERED PROFESSIONAL ACCOUNTANTS

TOWN OF LUNENBURG
Supplementary Financial Information
Statement of Capital Financing
Year Ended March 31, 2023

	2023	2022
SOURCE		
Federal and Provincial grants	**$ 685,827**	$ 210,595
Capital expenditures from revenue	**74,827**	5,728
Contributions, other organizations	**690,853**	77,026
Temporary borrowings	**603,917**	46,921
Withdrawal from Capital and Operating Reserve Funds	**2,231,644**	1,098,612
	$4,287,068	$ 1,438,882
APPLICATION		
Capital asset acquisitions	**$4,287,068**	$ 1,438,882
	$4,287,068	$ 1,438,882

Supplementary Financial Information
Schedule of Capital Project Funding

Capital	Total Cost	Federal & Provincial Grants	Borrowings	Transfer From Reserves	Contributions - Other Organizations	Expenditure From Revenue
General Capital						
Tree Planting Resilient Roots	$ 15,293	$ 6,664	$ -	$ -	$ 8,629	$ -
Highway 103 Community Identity Signs	25,673	-	-	25,673	-	-
Council Chamber Audio Visual Equipment	20,762	-	-	20,762	-	-
Freightliner Rescue Vehicle	637,062	-	175,531	143,000	318,531	-
Fire Hall Vehicle Exhaust Extraction System	116,967	-	-	58,483	58,484	-
Arena Bathroom Renovations	66,940	22,448	-	-	-	44,492
Arena-Ice Resurfacer Room Renovations	45,300	14,965	-	-	-	30,335
Cricket modifications to Baseball Field	12,919	12,919	-	-	-	-
Green Street Sidewalk Renewal-Study Costs	24,533	-	-	24,533	-	-
Paving-Duke Street (Lincoln to Townsend Street)	198,321	150,000	-	48,321	-	-
Paving-Prince Street (Cumberland to Fox Street)	198,321	150,000	-	48,321	-	-
Waste Water Treatment Plant-Improvements to Treatment Process	63,199	-	-	63,199	-	-
Storm Diversion -Green Street, Knickle Rd, Tannery Rd.	99,385	99,385	-	-	-	-
Upgrade Communications Systems at Pumping Stations	101,780	101,780	-	-	-	-
Waste Water Treatment Plant-Flood Protection (Berm)	334,878	-	200,000	134,878	-	-
2 Chemical Feed Pumps	17,991	17,991	-	-	-	-
2016 Ford F150 Truck	35,224	-	-	35,224	-	-
2015 Chevrolet Silverado Truck	30,332	-	-	30,332	-	-
Loader	228,386	-	228,386	-	-	-
Snow Plow Blade – Backhoe	23,386	-	-	23,386	-	-
Bluenose Drive Upgrades to address Salt Water Intrusion	233,675	109,675	-	124,000	-	-
Manhole Cover Upgrades	16,367	-	-	16,367	-	-
	$2,546,694	$ 685,827	$ 603,917	$ 796,479	$ 385,644	$ 74,827
Water Utility						
GIS/Water System Survey	76,884	-	-	26,884	50,000	-
Upgrade to Distribution-Falkland Street to Green to Tannery Road	505,949	-	-	505,949	-	-
New Furnace-Armouries	8,317	-	-	8,317	-	-
Hot Water Take	6,118	-	-	6,118	-	-
Sigma Pump for Soda Ash System	6,902	-	-	6,902	-	-
Chlorinator	10,749	-	-	10,749	-	-
Hydrants	6,902	-	-	6,902	-	-
2017 GMC Sierra Truck	10,749	-	-	10,749	-	-
	632 570	-	-	582,570	50,000	-

Belliveau Veinotte Inc.
CHARTERED PROFESSIONAL ACCOUNTANTS

TOWN OF LUNENBURG
Supplementary Financial Information
Schedule of Capital Project Funding

Capital	Total Cost	Federal & Provincial Grants	Borrowings	Transfer From Reserves	Contributions - Other Organizations	Expenditure From Revenue
Electric Utility						
Overhead Conductors	**129,466**	-	-	45,315	84,151	-
Poles and Fixtures	**105,903**	-	-	105,903	-	-
Street Lighting	**299,772**	-	-	299,772	-	-
LED Street Light Assessment	**27,118**	-	-	27,118	-	-
Green Street/Tannery Road 3 Phase Extension	**342,115**	-	-	171,057	171,058	-
Transformer Line	**145,875**	-	-	145,875	-	-
New Services	**57,555**	-	-	57,555	-	-
	1,107,804	-	-	852,595	255,209	-
	$4,287,068	$ 685,827	$ 603,917	$2,231,644	$ 690,853	$ 74,827

Federal/Provincial Grants:

Town: (1) Province of Nova Scotia – Communities,Culture & Heritage - $50,332, PCAP-$109,675; Beautification $6,664
(2) Government of Canada – Canada Community Building Fund (CCBF) $519,156

Belliveau Veinotte Inc.
CHARTERED PROFESSIONAL ACCOUNTANTS