

BEURIVAGE

Consolidated Financial Statements

December 31, 2023

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INDEPENDENT AUDITOR'S REPORT

To His Worship the Mayor and Members of Council

Opinion

We have audited the accompanying consolidated financial statements of Beaurivage, which comprise the consolidated statement of financial position as at December 31, 2023, and the consolidated statements of operations, changes in net debt and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of Beaurivage as at December 31, 2023, and the results of its consolidated operations and its consolidated cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Opinion

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

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

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

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

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



**Bourque
Richard
Boutot** P.C. INC.

CHARTERED PROFESSIONAL ACCOUNTANTS | COMPTABLES PROFESSIONNELS AGRÉÉS

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

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

A further description of our responsibilities for the audit of the consolidated financial statements is included in the appendix of this auditor's report. This description, which is located on page 3, forms part of our auditor's report.

The budget figures are presented for comparison purposes. They have been prepared and approved by the Municipal Council. These figures have not been audited or reviewed.

Bourque Richard Boutot

Chartered Professional Accountants

Dieppe, NB

October 15, 2024

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APPENDIX TO INDEPENDENT AUDITOR'S REPORT

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

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Village'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 Village's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Village to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Village to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

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.

BEAURIVAGEConsolidated Statement of Operations
Year ended December 31, 2023

	Budget (Unaudited) (Note 17)	Actual
REVENUES		
Property tax warrant	\$ 4,436,171	\$ 4,436,170
Unconditional grant	198,486	198,486
Services provided to other governments	204,026	159,780
Sale of services, fines and other fees	1,080,462	936,792
Other government transfers	42,670	1,247,161
Water and sewer user fees	954,934	886,911
Interest	8,401	5,333
Other	2,885	142,130
Gain on disposal of tangible capital assets	-	32,158
	<u>6,928,035</u>	<u>8,044,921</u>
EXPENDITURES		
General government services	970,674	1,329,916
Protective services	1,701,499	1,521,287
Transportation services	917,809	1,047,012
Environmental health services	629,557	626,942
Environmental development services	523,512	503,620
Recreational and cultural services	2,099,711	1,898,910
Water and sewer	1,168,787	1,041,255
	<u>8,011,549</u>	<u>7,968,942</u>
Annual surplus (deficit) (note 15)	<u>\$ (1,083,514)</u>	75,979
Accumulated surplus transferred at the beginning of year (note 12)		<u>21,521,511</u>
Accumulated surplus, end of year		<u>\$ 21,597,490</u>

BEAURIVAGEConsolidated Statement of Financial Position
December 31, 2023

FINANCIAL ASSETS

Cash (note 3)	\$	117,649
Receivables		
General		524,226
Federal government and its agencies (note 4)		147,457
Province of New Brunswick (note 5)		901,330
	\$	<u>1,690,662</u>


LIABILITIES

Bank loan	\$	205,776
Payables and accruals		409,510
Deferred revenue (note 6)		673,486
Long term debt (note 7)		3,534,271
Accrued sick leave (note 8)		105,620
Post employment benefits payable (note 9)		35,900
Due to related organizations		178,126
		<u>5,142,689</u>

NET DEBT(3,452,027)**NON-FINANCIAL ASSETS**

Tangible capital assets (note 13)	48,252,571
Accumulated amortization (note 13)	<u>23,207,653</u>
	25,044,918
Prepaid expenses	<u>4,599</u>
	<u>25,049,517</u>
ACCUMULATED SURPLUS	\$ 21,597,490

APPROVED BY


_____, Mayor
_____, Treasurer

BEAURIVAGE

Consolidated Statement of Change in Net Debt
Year ended December 31, 2023

Annual surplus	\$ 75,979
Acquisition of tangible capital assets	(1,641,908)
Proceeds on disposal of tangible capital assets	32,158
Amortization of tangible capital assets	1,277,261
Gain on sale of tangible capital assets	<u>(32,158)</u>
Increase in net debt	(288,668)
Net debt transferred at the beginning of the year (note 12)	<u>(3,163,359)</u>
Net debt, end of the year	<u>\$ (3,452,027)</u>

BEAURIVAGEConsolidated Statement of Cash Flows
Year ended December 31, 2023

Increase (decrease) in cash and cash equivalents

Operating transactions

Annual surplus	\$	75,979
Gain on disposal of tangible capital assets		(32,158)
Amortization of tangible capital assets		1,277,261
Receivable - General		122,897
Receivable - Federal Government and its agencies		(89,263)
Receivable - Province of New Brunswick		(852,088)
Payables and accruals		234,136
Deferred revenue		(72,580)
Accrued sick leave		(1,434)
Post employment benefits payable		(54,679)
Due to related organizations		25,833
		<u>633,904</u>

Capital transactions

Acquisition of tangible capital assets		(1,641,908)
Proceeds on sale of tangible capital assets		32,158
		<u>(1,609,750)</u>

Financing transactions

Bank loan		77,788
Long-term debt		(314,120)
		<u>(236,332)</u>

Net decrease in cash and cash equivalents (1,212,178)

Cash and cash equivalents

Transferred at the beginning of year (note 12)		<u>1,329,827</u>
End of year	\$	<u>117,649</u>

BEAURIVAGE

Notes to the Consolidated Financial Statements
December 31, 2023

1. Purpose of the organization

Beaurivage was incorporated as a town by the Province of New Brunswick *Municipalities Act* on January 1, 2023. As a Municipality, Beaurivage is exempt from income tax under section 149(1)(c) of the *Canadian Income Tax Act*.

2. Summary of significant accounting policies

The consolidated financial statements of Beaurivage are the representations of management prepared in accordance with Canadian generally accepted accounting principles for local governments, as recommended by the Public Sector Accounting Board (PSAB) of the Canadian Chartered Professional Accountants.

The focus of PSA financial statements is on the financial position of the Municipality and the changes thereto. The Consolidated Statement of Financial Position includes all of the assets and liabilities of the Municipality.

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

Reporting entity

These consolidated financial statements reflect the assets, liabilities, revenues, expenditures and changes in net debt and cash flows of the reporting entity. The reporting entity is comprised of all organizations and enterprises accountable for the administration of their affairs and resources to the Municipality and which are owned or controlled by the Municipality.

Interdepartmental and organizational transactions and balances are eliminated.

Budget

The budget figures contained in these financial statements were approved by the Transitional Facilitator on December 13, 2022 and the Minister of Local Government on December 15, 2022.

Revenue recognition

- (a) Unrestricted revenue is recorded on an accrual basis and is recognized when collection is reasonably assured. Restricted contributions are recognized as revenue in the year in which the related expenses are incurred.
- (b) Other revenue is recorded when it is earned.

Use of estimates

The preparation of the consolidated financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the consolidated financial statements and the reported amount of revenues and expenses during the reporting period. These estimates are reviewed periodically, and as adjustments become necessary, they are reported in earnings in the period in which they become known. Actual results may differ from those estimates.

BEAURIVAGE

Notes to the Consolidated Financial Statements
December 31, 2023

2. Summary of significant accounting policies (continued)**Financial instruments**

The Municipality's financial instruments consist of cash, accounts receivable, due from the Province of New Brunswick, due from the Federal Government, due from own funds, bank loan, payables and accruals and long-term debt. Unless otherwise noted, it is management's opinion that the Municipality is not exposed to significant interest, currency or credit risk arising from these financial instruments. The fair value of these financial instruments approximates their carrying values, unless otherwise noted.

The Municipality is subject to credit risk through accounts receivable. The Municipality minimizes credit risk through ongoing credit management.

Cash and cash equivalents

Cash and cash equivalents include cash on hand, balances with banks and short term deposits with original maturities of three months or less.

Tangible capital assets

Tangible capital assets are recorded at cost which includes all amounts that are directly attributable to acquisition, construction, development or betterment of the asset. The cost of the tangible capital asset is amortized on a straight line basis over the estimated useful life as follows:

Asset type	Years
Land improvements	5-25 years
Buildings	40 years
Vehicles	3-5 years
Machinery and equipment	5-15 years
Heavy equipment	10-15 years
Computer hardware & software & communication equipment	3-5 years
Furniture & fixtures	3-5 years
Road surface	5-15 years
Road grade	10-30 years
Bridges	30-50 years
Marine structures	25-30 years
Lighting / traffic lights	10-15 years
Water and wastewater networks	15-100 years
Dams and water structures	25-50 years
Leasehold improvements	Over the term of the lease

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

Segmented information

Beaurivage is a diversified municipal unit that provides a wide range of services to its residents. For management reporting purposes, the Municipality's operations and activities are organized and reported by function. This presentation was 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 as follows:

BEAURIVAGE

Notes to the Consolidated Financial Statements

December 31, 2023

2. Summary of significant accounting policies (continued)General government services

This department is responsible for the overall governance and financial administration of the Municipality. This includes council functions, general and financial management, legal matters and compliance with legislation as well as civic relations.

Protective services

This department is responsible for the provision of policing services, fire protection, emergency measures, animal control and other protective measures.

Transportation services

This department is responsible for common services, roads and streets maintenance, street lighting, traffic services, parking and other transportation related functions.

Environmental health services

This department is responsible for the provision of waste collection and disposal.

Environmental development services

This department is responsible for planning and zoning, community development, tourism and other municipal development and promotion services.

Recreation and cultural services

This department is responsible for the maintenance and operation of recreational and cultural facilities, including the swimming pool, arena, parks and playgrounds and other recreational and cultural facilities.

Water and wastewater systems

This department is responsible for the provision of water and sewer services including the maintenance and operation of the underground networks, treatment plants, reservoirs and lagoons.

Post employment benefits

The Municipality recognizes its obligations under post employment benefit plans and the related costs, net of plan assets. The Municipality has a sick leave benefit as documented in Note 8 and a long-term service award and pension plan as documented in Note 9.

3. Cash	2023
Cash - restricted (note 16)	\$ 286,700
Cash - unrestricted	(169,051)
	\$ 117,649

BEAURIVAGE

Notes to the Consolidated Financial Statements

December 31, 2023

4. Due from Federal government and its agencies	2023
Canada Revenue Agency (HST refund)	\$ 146,045
Clean Water and Wastewater Fund	1,412
	\$ 147,457

5. Due from Province of New Brunswick	2023
Canada Community-Building Fund (CCBF)	\$ 182,506
Regional Development Corporation	718,824
	\$ 901,330

6. Deferred revenue	2023
Canada Community-Building Fund (CCBF)	\$ 657,758
Water and sewer user fees	9,728
Rental and other	6,000
	\$ 673,486

7. Long-term debt	2023
<u>New Brunswick Municipal Financing Corporation</u>	

Debentures:

General

BW27-2019, 1.95% to 2.95%, due in 2039, OIC #17-0105	\$ 878,000
BL25-2014, 1.20% to 3.10%, due in 2024, OIC #13-0067	33,000
BI46-2013, 1.35%-4.00%, due en 2033, OIC # 11-0105&12-0004	404,000
BL41-2014, 1.20%-3.70%, due in 2034, OIC # 11-0105,12-0049&13-0017	56,000
CA36-2021, 0.855%-2.762%, due en 2036, OIC # 19-0017	233,000

Water and waste water

BQ16-2017, 1.20%-3.30%, due en 2032, OIC # 14-0053	59,000
BM15-2015, 0.95%-2.80%, due en 2025, OIC # 03-0007	63,000
BP19 -2016, 1.20%-3.80%, due in 2036, OIC # 09-0027	231,000
BU19-2018, 2.55%-3.55%, due en 2033, OIC # 17-0049	105,000
B045-2016, 1.45%-2.90%, due en 2026, OIC # 15-0074	104,000
BZ37-2021, 0.30%-2.95%, due en 2041, OIC # 17-0091	852,000

3,018,000

BEAURIVAGENotes to the Consolidated Financial Statements
December 31, 2023

7. Long-term debt (continued)**Other
General**

Loan, original amount \$1,200,000, repayable in annual instalments of \$84,433 including interest calculated at a rate of 3.50%, maturing 2030

516,271

\$ 3,534,271

Approval of the Municipal Capital Borrowing board has been obtained for the long-term debt.

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

2024 -	\$	321,364
2025 -	\$	295,687
2026 -	\$	270,091
2027 -	\$	243,579
2028 -	\$	249,154

8. Accrued sick leave

The Municipality provides sick leave that accumulates at 1.25 days per month for full-time employees. All employees can accumulate a maximum of 120 sick leave days. An employee can take a leave with pay for an amount of time equal to the accumulated sick leave. The sick leave is an unfunded benefit. As such, there are no applicable assets. Benefits are paid out of general revenue as they come due.

The unfunded liability was \$105,620 on December 31, 2023.

9. Post employment benefits payable

The Municipality and its employees participate in the New Brunswick Municipal Employees Pension Plan (NB MEPP). The NB MEPP is a multiple-employer defined benefit pension plan administered by a board elected by the members under the provisions of the Municipalities Act of New Brunswick. The NB MEPP provides pensions based on length of service and best average earnings.

Actuarial valuations for funding purposes are performed either annually or triennially depending on the financial position of the NB MEPP (currently annually). In turn, the actuarial valuations for accounting purposes are based on these figures (with adjustments). The most recent actuarial valuation was prepared as at December 31, 2021 and resulted in an overall NB MEPP accrued benefit obligation of \$140,299,800 based on the accounting basis.

BEAURIVAGE

Notes to the Consolidated Financial Statements
December 31, 2023

9. Post employment benefits payable (continued)

The actuarial valuation for accounting purposes was based on a number of assumptions about future events, such as inflation rates, interest rates, wage and salary increases and employee turnover and mortality. The assumptions used reflect management's best estimates. The following summarizes the major assumptions in the valuation as at December 31, 2022:

- the expected inflation rate is 2.1%
- the discount rate used to determine the accrued benefit obligation is 6.15%
- the expected rate of return on assets is 6.15%
- retirement age varies by age and employment category
- estimated average remaining service life (EARSLS) is 14.0 years.

The actuarial valuation prepared as at December 31, 2021 indicated that the market value of net assets available for the accumulated plan benefits were greater than the present value of these benefits. The pension plan has been granted a solvency deficiency exemption by the Province of New Brunswick. On a going concern valuation basis, the actuarial valuation indicated a surplus of \$1,294,100, a change of \$2,127,600 from the December 31, 2020 deficit of \$833,500. Based on the assumptions as at December 31, 2021, the actuary expected the level of employer and employee contributions to be sufficient to fund the current service cost and going concern special payments, as required by the Pension Benefits Act.

As at December 31, 2021, the NB MEPP provides benefits for 310 retirees. Total benefit payments to retirees and terminating employees during 2023 are estimated to be approximately \$5,210,400 (actual 2022, \$6,836,300) in totality for the NB MEPP.

Employees make contributions using rates that vary by earnings level and employment category, with an overall average contribution rate of approximately 7.95%. Each municipality contributes an amount that equals their employees contribution amounts. Pension fund assets are invested in short term securities, bonds, Canadian equities and foreign equities. Combined employees and municipalities contributions for 2023 are estimated to be approximately \$7,978,000 (actual 2022, \$7,988,500 in totality for the NB MEPP).

The following summarizes the NB MEPP data as it relates to Beaurivage:

- The average age of the 9 active employees covered by the NB MEPP is 44.7 as at December 31, 2021
- Benefit Payments were \$102,600 in 2022 and were estimated to be \$84,100 in 2023
- Combined Contributions were \$69,200 in 2022 and were estimated to be \$71,200 in 2023

In addition to determining the position of the NB MEPP as it relates to the Beaurivage as at December 31, 2021 and December 31, 2022, NB MEPP's actuary performed an extrapolation of the December 31, 2022 accounting valuation to determine the estimated position as at December 31, 2023. The extrapolation assumes assumptions used as at December 31, 2023 remain unchanged from December 31, 2022. The extrapolation also assumes assets return 6.15% net of all fees and expenses. If experience is different than assumed, amounts will be adjusted to reflect actual experience. Results of the extrapolation are as follows:

BEAURIVAGENotes to the Consolidated Financial Statements
December 31, 2023

9. Post employment benefits payable (continued)

	2022	Estimated 2023
Accrued benefit liability		
Accrued benefit liability at beginning of period	\$ 73,200	\$ 36,000
Pension expense for the year	(2,600)	35,500
Less Employer contributions	(34,600)	(35,600)
	<u>36,000</u>	<u>35,900</u>
Accrued benefit liability/(assets) at end of period	\$ 36,000	\$ 35,900

In summary, the accrued benefit liability as it relates to Beaurivage is estimated to be \$35,900 as at December 31, 2023. This compares to \$73,200 as at January 1, 2022 and \$36,000 as at December 31, 2022. This amount is included in the post employment benefits payable on the consolidated statement of financial position.

The financial position as it relates to the accrued benefit liability is shown as follows and illustrates the unamortized amounts being recognized in pension expense over time:

	2022	Estimated 2023
Reconciliation of funded status at end of period		
Accrued benefit obligation	\$ 1,660,700	\$ 1,723,400
Plan assets	1,446,100	1,521,700
	<u>214,600</u>	<u>201,700</u>
Plan deficit / (surplus)	214,600	201,700
Unamortized experience losses / (gains)	178,600	165,800
	<u>36,000</u>	<u>35,900</u>
Accrued benefit liability / (asset) at end of period	\$ 36,000	\$ 35,900

The following illustrates the reconciliation of accrued benefit obligation from the beginning of period to the end of period:

	2022	Estimated 2023
Reconciliation of accrued benefit obligation		
Accrued benefit obligation at beginning of period	\$ 1,674,700	\$ 1,660,700
Current service cost	32,500	45,800
Benefit payments	(102,600)	(84,100)
Interest for period	93,500	101,000
Experience loss / (gain) during period	(37,400)	-
	<u>1,660,700</u>	<u>1,723,400</u>
Accrued benefit obligation at end of period	\$ 1,660,700	\$ 1,723,400

BEAURIVAGENotes to the Consolidated Financial Statements
December 31, 2023

9. Post employment benefits payable (continued)

The following illustrates the reconciliation of plan assets from the beginning of period to the end of period:

	2022	Estimated 2023
Reconciliation of plan assets		
Plan assets at beginning of period	\$ 1,630,100	\$ 1,446,100
Employer contributions	34,600	35,600
Employee contributions	34,600	35,600
Benefit payments	(102,600)	(84,100)
Return on plan assets during period	(150,600)	88,500
Plan assets at end of period	<u>\$ 1,446,100</u>	<u>\$ 1,521,700</u>

Total expenses related to pensions include the following components:

	2022	Estimated 2023
Pension expense		
Employer current service cost	\$ (2,100)	\$ 10,200
Interest on accrued benefit obligation	93,500	101,000
Expected return on assets	(92,000)	(88,500)
Amortization of unrecognized balances		
Experience loss / (gain)	(2,000)	12,800
Total amortization	<u>(2,000)</u>	<u>12,800</u>
Pension expense	<u>\$ (2,600)</u>	<u>\$ 35,500</u>

The pension expense is included in the statement of operations.

BEAURIVAGENotes to the Consolidated Financial Statements
December 31, 2023

10. Short-term borrowings compliance**Interim borrowing for capital**

The Municipality has ministerial authority for short-term borrowings as follows:

Water & Sewer Capital Fund, DC 20-0037	\$	3,227,000
Water & Sewer Capital Fund, DC 20-0062	\$	92,000

The Municipality holds outstanding ministerial orders as follows:

Water & Sewer Capital Fund, DC 20-0037	\$	243,000
Water & Sewer Capital Fund, DC 20-0062	\$	92,000

Operating borrowing

As prescribed in the *Municipalities Act*, borrowing to finance General Fund operations is limited to 4% of the Municipality's operating budget. Borrowing to finance Utility Fund operations is limited to 50% of the operating budget for the year. In 2023, the Municipality has complied with these restrictions.

Inter-fund borrowing

The Municipal Financial Reporting Manual requires that short-term inter-fund borrowings be repaid in next the year unless the borrowing is for a capital project. The amounts payable between funds are not in compliance with the requirements.

11. Water and Sewer Fund Surplus/Deficit

The Municipalities Act requires Water and Sewer Fund surplus/deficit amounts to be absorbed into one or more of four Operating Budgets commencing with the second next ensuing year. The balance of the surplus/deficit at the end of the year consists of:

	<u>2023</u>
2023 Surplus	\$ 66,453
2022 Surplus	<u>76,644</u>
	<u>\$ 143,097</u>

12. Combination

Following the local governance reform of the Province of New Brunswick, the Town of Richibucto and the Village of Saint-Louis de Kent were amalgamated. On January 1st, 2023, the new entity of Beaurivage was incorporated as a municipality under the Local Governance Act.

BEAURIVAGENotes to the Consolidated Financial Statements
December 31, 2023

13. Schedule of Tangible Capital Assets

	Land improvements	Land	Buildings and leasehold improvements	Vehicles	Machinery and equipment	Roads and street	Infrastructure Treatment facilities	Water and sewer	Assets under construction	2023 Total
COST										
Balance, beginning of year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred balance (note 12)	518,918	6,923,211	13,917,012	626,675	5,890,307	5,885,161	1,914,278	10,606,783	328,318	46,610,663
Add: Net additions during the year	-	160,434	-	238,225	95,060	77,797	-	-	1,070,392	1,641,908
Balance, end of year	518,918	7,083,645	13,917,012	864,900	5,985,367	5,962,958	1,914,278	10,606,783	1,398,710	48,252,571
ACCUMULATED AMORTIZATION										
Balance, beginning of year	-	-	-	-	-	-	-	-	-	-
Transferred balance (note 12)	-	3,209,588	3,231,587	448,478	3,827,028	4,322,107	936,382	5,955,224	-	21,930,394
Add : Amortization during the year	-	196,718	496,334	42,538	212,355	116,205	42,657	170,454	-	1,277,261
Less :Accumulated amortization on disposal	-	-	-	-	-	-	-	-	-	-
Balance, end of year	-	3,406,304	3,727,921	491,016	4,039,383	4,438,312	979,039	6,125,678	-	23,207,653
NET BOOK VALUE OF TANGIBLE CAPITAL	\$ 518,918	\$ 3,677,341	\$ 10,189,091	\$ 373,884	\$ 1,945,984	\$ 1,524,646	\$ 935,239	\$ 4,481,105	\$ 1,398,710	\$ 25,044,918
Consists of :										
General Fund Assets	\$ 352,513	\$ 1,389,687	\$ 10,189,091	\$ 373,884	\$ 1,587,606	\$ 1,524,646	\$ -	\$ 108,882	\$ 279,317	\$ 15,805,626
Water & Sewer Fund Assets	166,405	2,287,654	-	-	358,378	-	935,239	4,372,223	1,119,393	9,239,292
	\$ 518,918	\$ 3,677,341	\$ 10,189,091	\$ 373,884	\$ 1,945,984	\$ 1,524,646	\$ 935,239	\$ 4,481,105	\$ 1,398,710	\$ 25,044,918

BEAURIVAGENotes to the Consolidated Financial Statements
December 31, 2023

14. Schedule of Segment Disclosure

	General	Protective	Transportation	Environmental health	Environmental development	Recreation and cultural	Water and Sewer	2023 Consolidated
Revenues								
Property tax warrant	\$ 629,289	\$ 1,103,084	\$ 595,017	\$ 408,142	\$ 339,393	\$ 1,361,245	\$ -	\$ 4,436,170
Unconditional grant	28,156	49,355	26,623	18,261	15,185	60,906	-	198,486
Services provided to other governments	-	12,592	35,266	-	-	111,922	-	159,780
Sale of service, fines and other fees	32,341	-	-	-	288,619	615,832	-	936,792
Other government transfers	42,670	-	238,231	-	-	100,651	865,609	1,247,161
Water and sewer user fees	-	-	-	-	-	-	886,911	886,911
Interest	3,082	-	-	-	-	-	2,251	5,333
Other	173,227	-	-	-	1,061	-	-	174,288
	<u>908,765</u>	<u>1,165,031</u>	<u>895,137</u>	<u>426,403</u>	<u>644,258</u>	<u>2,250,556</u>	<u>1,754,771</u>	<u>8,044,921</u>
Expenses								
Salaries and benefits	546,483	59,472	58,212	-	161,700	613,777	75,601	1,515,245
Goods and services	576,244	1,298,373	847,426	626,303	288,170	683,219	569,360	4,889,095
Amortization	34,980	127,851	141,374	639	44,311	572,885	355,221	1,277,261
Interest	14,418	35,591	-	-	-	26,594	40,858	117,461
Other	157,791	-	-	-	9,439	2,435	215	169,880
	<u>1,329,916</u>	<u>1,521,287</u>	<u>1,047,012</u>	<u>626,942</u>	<u>503,620</u>	<u>1,898,910</u>	<u>1,041,255</u>	<u>7,968,942</u>
Surplus (deficit) for the year	\$ (421,151)	\$ (356,256)	\$ (151,875)	\$ (200,539)	\$ 140,638	\$ 351,646	\$ 713,516	\$ 75,979

BEAURIVAGENotes to the Consolidated Financial Statements
December 31, 2023

15. Reconciliation of Annual Surplus

	General Operating Fund	General Capital Fund	Water & Sewer Operating Fund	Water & Sewer Capital Fund	General Operating Reserve Fund	General Capital Reserve Fund	Water & Sewer Operating Fund	Water & Sewer Capital Reserve Fund	Total
2023 annual surplus (deficit)	\$ (135,916)	\$ (502,537)	\$ 202,933	\$ 510,389	\$ 458	\$ 457	\$ 10	\$ 185	\$ 75,979
Adjustments to annual surplus (deficit) for funding requirements									
Second previous year's surplus	74,919	-	32,631	-	-	-	-	-	107,550
Transfers between funds									
Transfer from general operating fund to general capital fund	(42,016)	42,016	-	-	-	-	-	-	-
Transfer from general capital reserve fund to general capital fund	-	93,326	-	-	-	(93,326)	-	-	-
Long-term debt principal repayment	(197,120)	197,120	-	-	-	-	-	-	-
Long-term debt principal repayment	-	-	(117,000)	117,000	-	-	-	-	-
Proceeds from disposal of tangible capital assets	32,158	(32,158)	-	-	-	-	-	-	-
Provision for sick leave accrual	7,926	-	(52,111)	-	-	-	-	-	(44,185)
Amortization expense	-	922,040	-	355,220	-	-	-	-	1,277,260
Change in amount recorded under PSA for defined benefit liability	(6,700)	-	-	-	-	-	-	-	(6,700)
Total adjustments to 2023 annual surplus (deficit)	(130,833)	1,222,344	(136,480)	472,220	-	(93,326)	-	-	1,333,925
2023 annual fund surplus	\$ (266,749)	\$ 719,807	\$ 66,453	\$ 982,609	\$ 458	\$ (92,869)	\$ 10	\$ 185	\$ 1,409,904

BEAURIVAGENotes to the Consolidated Financial Statements
December 31, 2023

16. Statement of Reserves

	General Operating Reserve	General Capital Reserve	Water & Sewer Operating Reserve	Water & Sewer Capital Reserve	2023 Total
Assets					
Cash	\$ 35,808	\$ 45,352	\$ 5,554	\$ -	\$ 86,714
Accounts receivable (payable)	98,546	-	-	101,440	199,986
Accumulated Surplus	\$ 134,354	\$ 45,352	\$ 5,554	\$ 101,440	\$ 286,700
Revenue					
Interest	458	457	10	185	1,110
Expenditures					
Transfer to General Capital Funds	-	93,326	-	-	93,326
Annual Surplus (deficit)	\$ 458	\$ (92,869)	\$ 10	\$ 185	\$ (92,216)

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Notes to the Consolidated Financial Statements
December 31, 2023

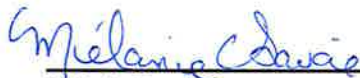
16. Statement of Reserves (continued)

It was moved by councillor Stella Richard that \$23,383 be transferred from the reserve fund to the general operating fund to purchase a truck for the protection services department. Seconded by councillor Paul Lirette.

It was moved by councillor Joanne Robichaud that the amount of \$32,869 be transferred from the reserve fund to the general operating fund to purchase a truck for the protection services department. Seconded by councillor Paul Lirette.

It was moved by councillor Paul Lirette that we take the funds from the reserve to purchase a SUV at a cost of \$37,074 for the protection services. This was seconded by councillor Howard Vautour.

I hereby certify that the above are true and exact copies of resolutions adopted at meetings of Council on January 17, 2023, February 21, 2023 and October 3, 2023.



Mélanie Savoie
Clerk
Beaurivage

2024-10-17

Date



BEAURIVAGENotes to the Consolidated Financial Statements
December 31, 2023

17. Operating Budget to PSA Budget

	Operating Budget General	Operating Budget Water & Sewer	Amortization TCA	Transfers	Total
Revenue					
Property tax warrant	\$ 4,436,171	\$ -	\$ -	\$ -	\$ 4,436,171
Unconditional grant	198,486	-	-	-	198,486
Services provided to other governments	204,026	-	-	-	204,026
Sales of services, fines and other fees	1,080,462	-	-	-	1,080,462
Other government transfers	-	-	-	42,670	42,670
Other transfers	122,985	-	-	(120,100)	2,885
Water and sewer user fees	-	954,934	-	-	954,934
Interest	400	8,001	-	-	8,401
Surplus of second previous year	117,589	84,719	-	(202,308)	-
	6,160,119	1,047,654	-	(279,738)	6,928,035
Expenditures					
General government services	921,591	-	34,980	14,103	970,674
Protective services	1,537,514	-	127,851	36,134	1,701,499
Transportation services	776,435	-	141,374	-	917,809
Environmental health services	628,918	-	639	-	629,557
Environmental development services	479,201	-	44,311	-	523,512
Recreational and cultural services	1,500,163	-	572,885	26,663	2,099,711
Fiscal services					
Long-term debt repayments	197,120	117,000	-	(314,120)	-
Interest	76,900	41,412	-	(118,312)	-
- Transfer from the General Operating Fund to the General Capital Fund	42,277	-	-	(42,277)	-
- Transfer from the Water and Wastewater Operating Fund to the Water and Wastewater Reserve Fund	-	65,000	-	(65,000)	-
Water and wastewater	-	772,154	355,221	41,412	1,168,787
Deficit of second previous year	-	52,088	-	(52,088)	-
	6,160,119	1,047,654	1,277,261	(473,485)	8,011,549
Surplus (deficit)	\$ -	\$ -	\$ (1,277,261)	\$ 193,747	\$ (1,083,514)

BEAURIVAGENotes to the Consolidated Financial Statements
December 31, 2023**18. Expense support**

	Budget 2023	Actual 2023
General government services		
Legislative		
Mayor	\$ 49,050	\$ 53,158
Councillors	149,234	143,661
Other	12,000	14,748
	<u>210,284</u>	<u>211,567</u>
General administrative		
Administrative		
Administration	386,606	317,648
Office building	54,950	136,989
Legal services	9,000	22,736
Financial management		
Administration	59,496	61,507
External audit	18,000	10,410
Common services		
Civic relations	4,500	10,276
Training and development	3,000	8,021
Other general administrative services		
Cost of assessment	80,414	80,414
Liability insurance	44,466	44,466
Consultation fees	-	147,449
Grants for social or environmental purposes	21,500	24,156
Provision for loss on accounts receivable	-	136,886
Amortization	34,980	34,980
Interest	14,103	14,418
Other	29,375	67,993
	<u>760,390</u>	<u>1,118,349</u>
	<u>\$ 970,674</u>	<u>\$ 1,329,916</u>
Protective services		
Police protection		
Contractual agreement - RCMP	\$ 1,081,453	\$ 1,081,453
Fire protection		
Administration	43,000	50,031
Firefighting force	18,000	20,244
Station and building	55,496	48,986
Fighting equipment	255,946	95,289
Training and development	12,700	3,197
Other		
Emergency measures	4,103	-
By-law enforcement	9,709	9,709
Animal and pest control	11,201	11,037
Regional collaboration	10,906	10,908
Other protective services	35,000	26,991
Amortization	127,851	127,851
Interest	36,134	35,591
	<u>\$ 1,701,499</u>	<u>\$ 1,521,287</u>

BEAURIVAGENotes to the Consolidated Financial Statements
December 31, 2023**18. Expense support**

	Budget 2023	Actual 2023
Transportation services		
Common services		
Administration		
Roads and street	\$ 71,981	\$ 58,212
Summer maintenance		
Sidewalks	114,672	177,858
Culverts and draining ditches	10,000	20,627
Storm sewers	2,800	-
Street cleaning and flushing	9,000	22,121
Snow and ice removal	10,000	14,246
Street lights	241,151	261,875
Traffic services	261,621	269,097
Street signs		
Traffic lane marking	8,381	1,791
Other	8,000	10,175
Regional transport - Contribution to KRSC		
Other transportation	11,498	11,486
Amortization	27,331	58,150
	141,374	141,374
	<u>\$ 917,809</u>	<u>\$ 1,047,012</u>
Environmental health services		
Solid waste collection - KRSC		
Solid waste collection - KRSC	\$ 446,445	\$ 446,445
Solid waste collection - Other	179,795	179,858
Amortization	2,678	-
	639	639
	<u>\$ 629,557</u>	<u>\$ 626,942</u>
Environmental development services		
Planning and zoning		
Contribution to KRSC		
Other	\$ 151,461	\$ 151,460
Land development	876	685
Beautification and rehabilitation		
Community and social development - Contribution to KRSC	7,000	-
Economic development - Contribution to KRSC	3,910	3,910
Other development services	8,041	8,041
Tourism bureau		
Jardine Park	9,600	567
Tourism - Contribution to KRSC	287,877	261,488
Other - Trailer park	8,436	8,496
Amortization	2,000	1,371
Other	44,311	44,311
	-	23,291
	<u>\$ 523,512</u>	<u>\$ 503,620</u>

BEAURIVAGENotes to the Consolidated Financial Statements
December 31, 2023

18. Expense support

	Budget 2023	Actual 2023
Recreational and cultural services		
Recreation services		
Community centres and halls	\$ 56,058	\$ 62,545
Swimming pool - Aqua Kent	258,679	152,177
Arena - Kent North Center	815,077	733,749
Contribution to KRSC (curling club)	4,321	4,321
Parks and playgrounds	298,662	280,103
Other recreation services		
Gazibo	20,598	14,062
Summer camps, special events and other	10,282	20,795
Amortization	572,885	572,885
Interest	26,663	26,594
	<u>2,063,225</u>	<u>1,867,231</u>
Cultural services		
Library	29,804	24,997
Other recreation and cultural services - Contribution to KRSC		
	<u>6,682</u>	<u>6,682</u>
	<u>\$ 2,099,711</u>	<u>\$ 1,898,910</u>
Water and wastewater		
Water supply		
Administration and general	\$ 110,311	\$ 86,498
Transmission and distribution	129,161	163,941
Power and pumping	34,302	37,318
Amortization	230,203	230,203
Other	14,397	4,297
Wastewater disposal		
Administration and general	121,711	84,819
Wastewater collection system	227,590	151,631
Wastewater lift stations	133,682	116,457
Amortization	125,018	125,018
Other	1,000	-
Provision for loss on accounts receivable	-	215
Interest	41,412	40,858
	<u>\$ 1,168,787</u>	<u>\$ 1,041,255</u>