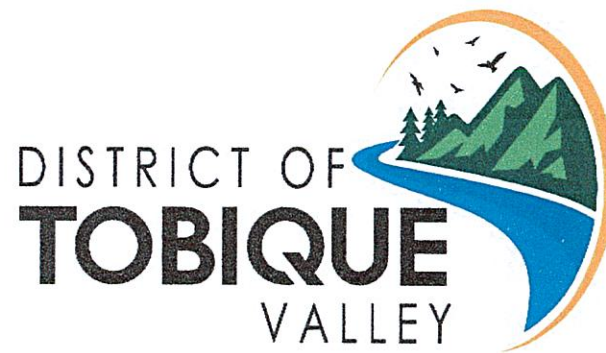


2024 ANNUAL REPORT

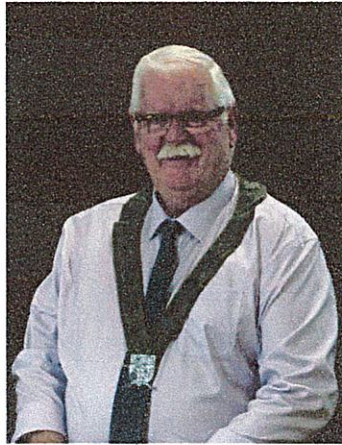


District of Tobique Valley
Year ending December 31, 2024

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MESSAGE FROM THE MAYOR



Welcome to the 2024 Annual Financial Report for the District of Tobique Valley. This report highlights the Municipality's ongoing commitment to the management responsible for your tax dollars. Inside, you'll find information on council meetings, council honorariums, the budget, and the various services funded through property taxation.

I am particularly pleased that the 2024 Budget allowed us to maintain essential service levels that our residents rely on, while also positioning the district for long-term success.

I would like to extend my sincere thanks to Council and staff for their dedication and effort in managing departmental budgets with care. I trust the transparency provided in this report will inspire continued commitment to responsible governance and fiscal accountability.

All the best,

Tom Eagles
Mayor

FOREWARD

This annual report is prepared pursuant to section 105 of the *Local Governance Act*, and Regulation 2018-54.

This report represents financial statements based on the operating year of 2024 belonging to the District of Tobique Valley. This report contains general information of the district such as its population; tax base; tax rate and user charges, as well as more detailed information regarding district council, the provision of grants, and the types and cost of the services provided. The 2024 Audited Financial Statements are appended as Appendix I.



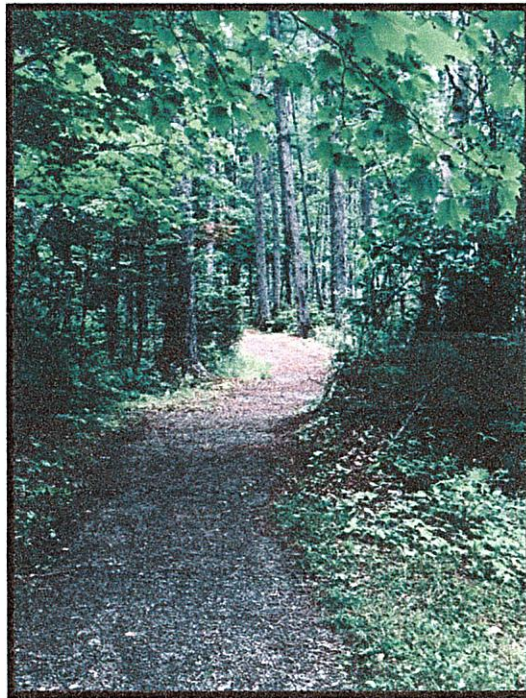
Community Profile

District of Tobique Valley is in the northwestern part of the province, 40 km from the Town of Grand Falls, with a population of 2740 as indicated in the 2021 Census. It is a lumber and trucking community that sits on the banks of the Tobique River.

The district offers numerous campgrounds and accommodations along the Tobique River. Several Playgrounds, public swimming pool, nature trail, river access to the Tobique River, outside venue where family gatherings and weddings are held. Within the park area you can enjoy paddling on Roulston Lake with paddle boats, kayaks, and paddle board rentals. Roulston Lake is the venue for the World Pond Hockey Championships that is held in February. This a worldwide event that attracts all ages of individuals who love the sport of hockey and come from all corners of the world. Ice surface, walking track, and fitness centre are all located in the Phil Sharkey Memorial Centre.

The Municipality is a diversified municipal unit that provides a wide range of services to its residents that consist of General Government Services, Protective Services, Transportation Services, Environmental Health Services, Environmental Development Services, Recreation and Cultural Services and Water/Wastewater Services.

Districts municipal office is your source for municipal information including details on your Council, staff contacts, council meetings, minutes, and much more can be seen by visiting the District of Tobique Valley - website: www.tobiquevalley.ca.



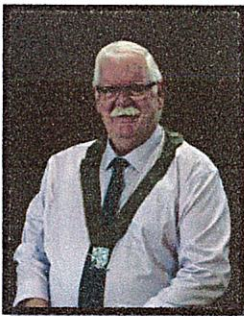
District Council

The District of Tobique Valley consists of three wards with municipal council representation. District council is composed of a mayor and six councillors who were elected in November 2022. The current term of office for elected members runs from January 2023 to May 2026. Municipal elections across the province are scheduled to take place on May 11, 2026.

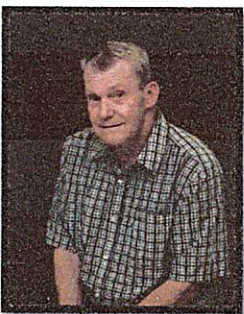
Council Meetings

All council meetings are held in Council Chambers at the Phil Sharkey Memorial Center located at 159 Main Street. All regular and special council meetings are open to the public. The regular meetings are held on the third Monday of each month. Unless the third Monday falls on a Holiday then the meeting is scheduled for Tuesday. A special meeting is held when there are matters that Council determines cannot wait until a regular meeting.

Council Members & their responsibilities



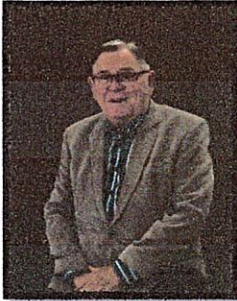
Mayor: Tom Eagles
UMNB, Regional Service Commission includes Public Safety Committee,
Council liaison with administration



Councillor Ward 2 - Deputy Mayor Gary Harding
Public Works, Cemetery Committee, Tobique Forestry Advisory Committee



Councillor Ward 2 - Tony Wright
Parks & Facility Maintenance, Pond Hockey



Councillor Ward 3 - Bill Eagles
Fire Department, Regional Service Commission - Public Transportation,
Cemetery, Long Term/Palliative Care



Councillor Ward 2 - Sharon DeWitt
Finances, Library, Education, EMO Liaison



Councillor Ward 1 - Laurie Barry Kinney
Economic Development-Tourism, Policy & By-Laws, Pond Hockey



Councillor Ward 1 - Joanne Michaud
Health, Policy & By Laws, Christmas Committee

Remuneration of Council

The Mayor and Councillors each receive a monthly honorarium and expenses for travelling on municipal business outside of the district. Honorariums and Expenses are covered under,



By-Law 2023-03. In 2024, payments totalled \$52,347.53 and are detailed in Table 1 below.

Council Honorariums – Table 1

	Honorarium	Travel Expenses
Mayor Eagles	\$12,000	\$969.31
Deputy Mayor Harding	\$7,500	Nil
Councillor Barry-Kinney	\$6,000	\$511.20
Councillor Wright	\$6,000	\$303.05
Councillor Michaud	\$6,000	\$420.00
Councillor DeWitt	\$6,000	\$340.92
Councillor Eagles	\$6,000	\$303.05

2024 COUNCIL MEETING DATES & ATTENDANCE

DATES	MEETINGS	Tom	Gary	Sharon	Tony	Bill	Laurie	JoAnne
15-Jan	REGULAR							
1-Feb	SPECIAL							
12-Feb	REGULAR							
18-Mar	Regular							
9-Apr	SPECIAL							
15-Apr	REGULAR							
29-Apr	SPECIAL							
21-May	REGULAR							
17-Jun	REGULAR							
26-Jun	SPECIAL							
15-Jul	REGULAR							
12-Aug	SPECIAL							
19-Aug	REGULAR							
16-Sep	REGULAR							
9-Oct	SPECIAL							
21-Oct	REGULAR							
18-Nov	REGULAR							
20-Nov	SPECIAL							
9-Dec	SPECIAL							
16-Dec	REGULAR							

 PRESENT
 ABSENT

Property Tax Rate

District of Tobique Valley – 2024 Taxing Authority Breakdown

Ward 1 & Ward 3

- **Residential Assessment:** \$143,093,200
- **Non-Residential Assessment:** \$4,524,700
- **Total Tax Base:** \$150,332,720
- **Warrant:** \$1,052,329
- **Tax Rates:**
 - Residential: \$0.7000
 - Non-Residential: \$1.1200
 - Heavy Industrial: \$1.1200
- **Example:**
 - A homeowner with a property assessed at **\$80,000** would pay **\$560.00** in municipal property taxes.

Ward 2

- **Residential Assessment:** \$54,037,100
- **Non-Residential Assessment:** \$4,488,200
- **Heavy Industrial Assessment:** \$5,970,800
- **Total Tax Base:** \$70,771,500
- **Warrant:** \$1,238,501
- **Tax Rates:**
 - Residential: \$1.7500
 - Non-Residential: \$2.8000
 - Heavy Industrial: \$2.8000
- **Example:**
 - A homeowner with a property assessed at **\$80,000** would pay **\$1,400.00** in municipal property taxes.

Taxation Revenue represents an annual levy administered and collected by the Province of New Brunswick on behalf of all New Brunswick Municipalities for municipal services. Taxation revenue is recorded under warrant of assessment. These funds are disbursed monthly to the municipality by the Province of NB.

General Operating Budget

Local government budgets and services are developed using a standardized classification system. For 2024, the Council approved a general operating budget totaling \$2,908,031.

Surplus breakdown:

- **Ward 1 & 3:** \$23,489
- **Ward 2:** \$59,681

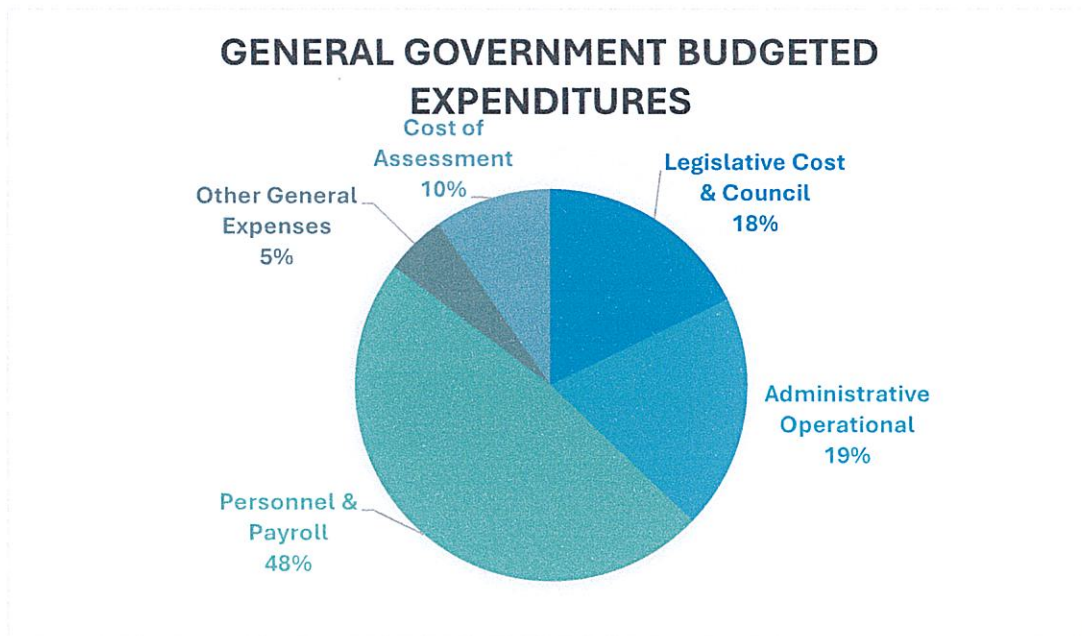
The 2024 fiscal year surplus is attributed to funds carried forward from the 2022 fiscal year.

Total Budgeted Expenditures: \$2,908,031

General Government Services

Budgeted Expenditures: \$438,621

This category includes expenditures relating to administering of the district as follows: Legislative Cost & Council \$78,152, Admin Operational \$84,691, Personnel & Payroll Expenses \$211,324, Other General Expense \$21,850, Cost of Assessment \$42,604.



Protective Services

Budgeted Expenditures: \$805,572

Protective services breakdown: Contractual Fire Agreement & RSC Public Safety \$10,025, EMO & Animal Control \$15,401, Firefighters & Exp. \$39,940, Police Protection \$630,607, Station & Building Exp \$101,799, Fire Budget \$7800.

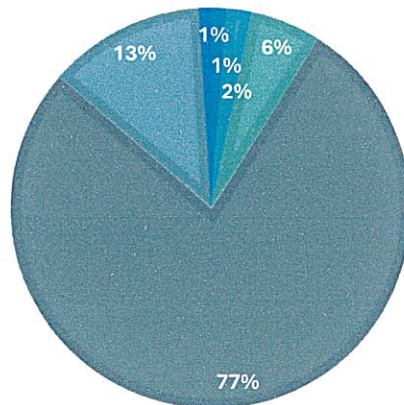
Policing services are provided by the RCMP through and agreement with the Province of New Brunswick. RCMP services are cost shared regionally based on population and tax base.

The Plaster Rock & District Fire Department provides fire protection services to the district. The fire department consists of the fire chief and twenty volunteer firefighters from the service area.

Among other equipment, the department has two fire trucks, van, half-ton truck and off-road vehicle. Other than the newest fire truck, all capital assets, including the fire hall, are fully paid for and ongoing maintenance costs are included in the annual budget.

PROTECTIVE SERVICES BUDGETED EXPENDITURES

- Contractual Agreement & RSC Public Safety 1%
- EMO & Animal Control 2%
- Firefighters & Expenses 6%
- Police Protection 77%
- Station & Building Expenses 13%
- Fire Budget 1%



Transportation Services

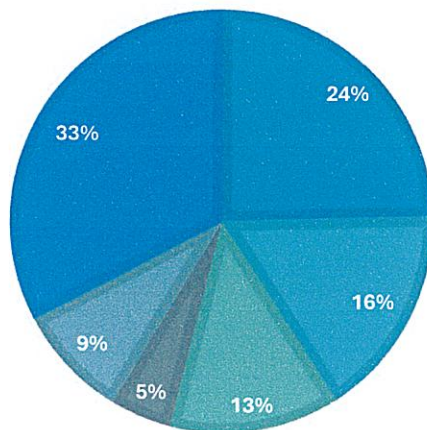
Budgeted expenditures: \$418,620

Transportation services breakdown: Winter Operation \$122,290, Workshop Equip \$65,600, Street Patching \$43,000, Culverts, Sidewalks & Sign \$23,813, Other Transportation (RSC/Street) \$30,700, Personnel & Payroll Expenses \$131,452

Roads in the municipality include provincial, regional, and municipal roads totalling 32.47 km. The district is responsible to cover the capital and operating costs of the 20.77 km of local roads with a percentage of the winter and summer maintenance costs of 2.79 km of regional roads, provincial within Ward 2.

TRANSPORTATION SERVICES BUDGETED EXPENDITURES

- Winter Operation 24%
- Workshop Equipment 16%
- Street Patching 13%
- Culverts, Sidewalks & Signs 5%
- Other Transportation (RSC/Street) 9%
- Personnel & Payroll Expenses 33%



Environmental Health Services

Budgeted expenditures: \$316,812

The district has a five-year contract with Northwest Sanitation for solid waste collection. The disposal is transported to the Northwest Regional Service Commission Transfer Facility located in Green River. The tipping fees (cost per tonne) for disposal of residential waste is \$78.00 that is paid to the Western Valley Regional Service Commission.

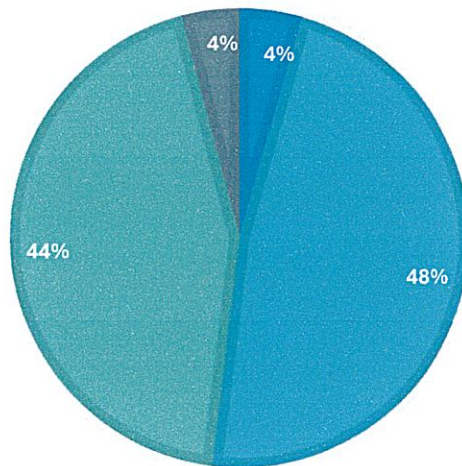
Environmental Development Services

Budgeted expenditures: \$180,129

Environmental development services breakdown; Celebration \$8000, RSC Services \$85,553, Tourist Park Personnel/Operating Cost \$79,284, Unsightly & Beautification \$7,292.

ENVIRONMENTAL DEVELOPMENT BUDGETED EXPENSES

- Celebrations 4%
- RSC Services 48%
- Tourist Park Personnel and Operations 44%
- Unsightly & Beautification 4%



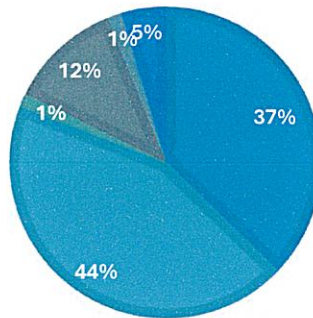
Recreation and Cultural Services

Budgeted expenditures: \$600,004

Recreation services breakdown: Personnel & Payroll Exp \$223,301, Phil Sharkey Operational Expenses \$262,055, Library \$8000.00, Pool Personnel & Operational Exp. \$70,421, Sport Field Supplies \$8,531, Fitness Centre Operational Expenses \$27,696.

RECREATION & CULTURAL SERVICES BUDGETED EXPENSES

- Personnel & Payroll 37%
- Phil Sharkey Operational Expenses 44%
- Library 1%
- Pool Personnel & Operations 12%
- Sports Field Supplies 1%
- Fitness Centre Personnel & Operations 5%



Program Funding

The district received approval through their funding application for three students under the Federal Summer Career Placement in the amount of \$8,563.00. One student was approved under the funding application through the Provincial SEED Program in the amount of \$2395.89.

Funding applications were applied through and approved under Local Reform for \$35,745, Heritage Canada \$1920.00, New Horizons Seniors Program \$5500, ParticipACTION Challenge \$1000, Earth Day \$500.

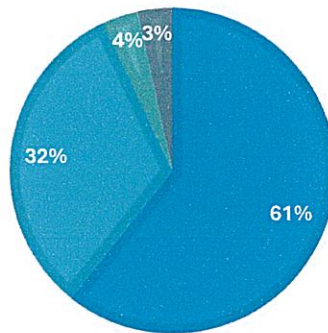
Fiscal Services

Budgeted expenditures: \$148,273

The interest and principal payments for long term debt breakdown; Principal Payments \$90,000, Interest Payments \$48,073, Bank Charges \$5,200, Reserve Fund \$5000.

FISCAL SERVICES BUDGETED EXPENSES

■ Principal Payments 61% ■ Interest Payments 32%
 ■ Bank Charges 4% ■ Reserve Fund 3%



The table below indicates purpose, year, amount, and maturity year of each debenture.

General Operating Debentures – Table 3

General Fund	Year	Amount	Maturity Year
Rec. Facility	2008	\$1,000,000	2037
Rec. Facility	2018	\$ 542,000	2038
Fire Truck	2018	\$ 340,000	2027

As prescribed in the Local Governance Act of New Brunswick, borrowing to finance General Fund operations is limited to 4% of the Municipality's Annual Budget.

Utility Operating Budget

The district utility operating budget consists of water and wastewater services. These services are provided on a user charge basis. The water and wastewater system has 867 users. The yearly residential user fee for 2024 was \$480.00. The user fees make up the revenue for the Utility Budget that totalled \$452,031.

The Utility Fund surplus of \$31,798 from two years prior (Year 2022).

The water is tested weekly to ensure it is operating in accordance with provincial standards. The sewer system includes 25km of piping, one lift station, and two lagoons one aerated and one facultative. The outflow from the lagoon is tested to ensure it is operating in accordance with applicable provincial and federal standards.

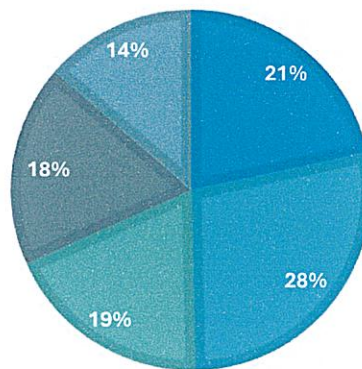
Utility Operating Expenditures

Budgeted expenditures \$356,360

The utility budget breakdown; Power & Pumping Operational Expenses \$77,000, Personnel & Payroll Exp. \$100,003, Wastewater Lift Station Operation \$66,378, Wastewater Personnel & Exp \$64,479, Transmission & Distribution Operation \$48,500

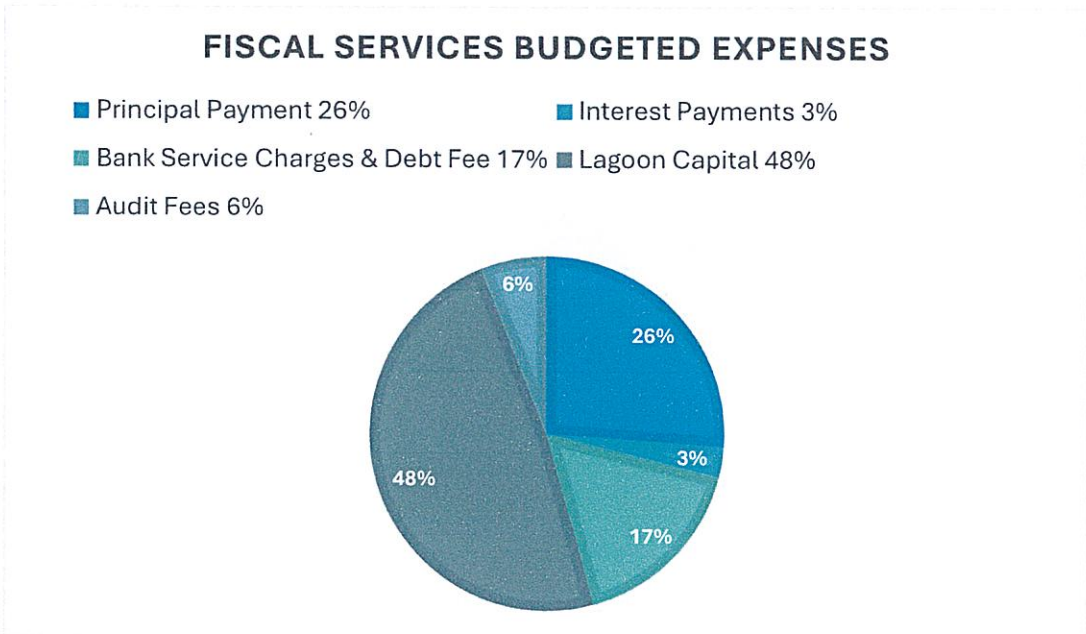
UTILITY OPERATING BUDGETED EXPENSES

- Power & Pumping Operational Expenses 21%
- Personnel & Payroll 28%
- Wastewater Lift Station Operations 19%
- Wastewater Personnel & Exp 18%
- Transmission & Distribution Operation 14%



Fiscal Services - \$95,671.00

Long Term debt Payments; Principal of \$25,000, Interest of \$2,693, Bank Service Charges & Debt Fee \$13,000, Lagoon Capital \$46,203, Audit Fees \$5775.



The table below indicates purpose, year, amount, and maturity year of each debenture.

Utility Operating Debentures – Table 4

Utility Fund	Year	Amount	Maturity Year
Backhoe	2019	\$160,000	2029
Service Truck	2021	\$ 44,000	2026

Borrowing to finance Utility Fund operations is limited to 50% of the operating budget for the year. Residents of the district are eligible for a 5% discount for water and sewer accounts paid in full at the first of the year.

APPENDIX I – 2024 Audited Financial Statements

DISTRICT OF TOBIQUE VALLEY

CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2024

DISTRICT OF TOBIQUE VALLEY
CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2024

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Independent Auditor's Report

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Consolidated Statement of Change in Net Debt	6
Consolidated Statement of Operations and Accumulated Surplus	7
Consolidated Statement of Cash Flows	8
Notes to Consolidated Financial Statements	9 - 30



DISTRICT OF TOBIQUE VALLEY

MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

DECEMBER 31, 2024

The accompanying consolidated financial statements of District of Tobique Valley are the responsibility of management and have been approved by Council.

The consolidated financial statements have been prepared by management in accordance with Canadian public sector accounting standards prescribed for governments as recommended by the Public Sector Accounting Board of the Chartered Professional Accountants of Canada and as such include amounts that are the best estimates and judgments of management.

Management is responsible for the integrity and objectivity of these statements and for implementing and maintaining a system of internal controls to provide reasonable assurance that reliable financial information is produced.

The Council is responsible for ensuring that management fulfills its responsibilities for financial reporting and internal control and is ultimately responsible for reviewing and approving the consolidated financial statements.

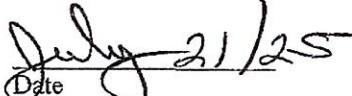
The Council meets periodically with management, as well as the external auditors annually, to discuss internal controls over the financial reporting process, auditing matters and financial reporting issues, to satisfy themselves that each party is properly discharging their responsibilities, and to review the consolidated financial statements and the external auditor's report.

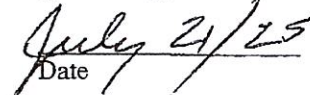
The external auditors, Lenehan McCain & Associates, CPA's, conduct an independent examination, in accordance with Canadian auditing standards, and express their opinion on the consolidated financial statements. The external auditors have full and free access to financial management of District of Tobique Valley and meet when required.

On behalf of District of Tobique Valley:


Mayor


Deputy Mayor


Date


Date



Independent Auditor's Report

To His Worship the Mayor and Members of Council, of
District of Tobique Valley

Opinion

We have audited the consolidated financial statements of District of Tobique Valley, which comprise the consolidated statement of financial position as at December 31, 2024, and the consolidated statements of operations and accumulated surplus, change in net debt and cash flows for the year then ended, and notes to the consolidated financial statements, including 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 the District as at December 31, 2024, and the results of its consolidated operations, its changes in its consolidated net debt, 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 District 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.

Other Matter

Our audit was conducted for the purposes of forming an opinion on the consolidated financial statements taken as a whole. Notes 14-18 on pages 22-30 are presented for purposes of additional information and are not a required part of the consolidated financial statements. Such information has been subjected to the auditing procedures applied, only to the extent necessary to express an opinion, in the audit of the 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 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 District'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 District or to cease operations, or has no realistic alternative but to do so.

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

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 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:

Independent Auditor's Report, continued

- ◊ 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 District'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 District'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 District to cease to continue as a going concern.
- ◊ Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Perth-Andover, New Brunswick
July 21, 2025

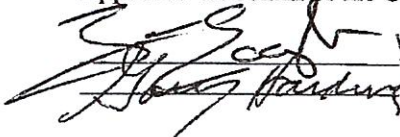
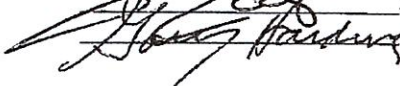
L. H. L. Mc Cain & Associates
Chartered Professional Accountants

DISTRICT OF TOBIQUE VALLEY
CONSOLIDATED STATEMENT OF FINANCIAL POSITION

DECEMBER 31, 2024

	<u>2024</u>	<u>2023</u>
Financial Assets		
Cash and cash equivalents (Note 3)	\$ 1,283,025	\$ 889,558
Accounts receivable (Note 4)	88,331	102,345
	<u>1,371,356</u>	<u>991,903</u>
Liabilities		
Accounts payable and accruals (Note 5)	402,320	434,991
Deferred revenue (Note 6)	268,124	86,878
Pension obligation (Note 8)	104,300	88,800
Long-term debt (Note 7)	1,214,000	1,329,000
	<u>1,988,744</u>	<u>1,939,669</u>
Net debt	<u>(617,388)</u>	<u>(947,766)</u>
Non-financial Assets		
Tangible capital assets (Note 13)	4,523,180	4,699,365
Prepaid expenses and supplies inventory	35,843	36,662
	<u>4,559,023</u>	<u>4,736,027</u>
Accumulated Surplus	<u>\$ 3,941,635</u>	<u>\$ 3,788,261</u>

Approved on behalf of the Council

 Mayor
 Deputy Mayor

The accompanying notes are an integral part of the financial statements

DISTRICT OF TOBIQUE VALLEY
CONSOLIDATED STATEMENT OF CHANGE IN NET DEBT
FOR THE YEAR ENDED DECEMBER 31, 2024

	2024 Budget (unaudited)	2024 Actual	2023 Actual
Surplus (deficit)	\$ (171,871)	\$ 153,374	\$ 312,170
Amortization of tangible capital assets	270,084	270,084	250,371
Acquisition of tangible capital assets	-	(93,899)	(276,750)
Net disposal of tangible capital assets	-	-	1,300
	270,084	176,185	(25,079)
Change in prepaid asset and supplies inventory	819	819	377
Increase in net financial assets	99,032	330,378	287,468
Net debt at beginning of year	-	(947,766)	(1,235,234)
Net debt at end of year	\$ -	\$ (617,388)	\$ (947,766)

The accompanying notes are an integral part of the financial statements

DISTRICT OF TOBIQUE VALLEY

CONSOLIDATED STATEMENT OF OPERATIONS AND ACCUMULATED SURPLUS

FOR THE YEAR ENDED DECEMBER 31, 2024

	2024 Budget	2024 Actual	2023 Actual
Revenue			
Warrant of assessment	\$ 2,290,830	\$ 2,290,830	\$ 2,070,885
Unconditional grant	415,656	415,656	430,782
Services provided to other governments	36,040	37,397	41,139
Water and sewer user fees	410,533	409,451	384,347
Sales of service	69,524	85,098	60,183
Other government transfers	23,489	63,759	213,526
Other revenue from own source	46,000	153,495	292,920
Gain on disposal of tangible capital assets	-	-	(100)
	3,292,072	3,455,686	3,493,682
Expenditures			
General government services	443,821	438,170	394,775
Protective services	842,336	801,568	799,290
Transportation services	467,415	366,647	387,473
Environmental health services	316,812	330,585	298,993
Environmental development services	188,179	165,387	184,346
Recreational and cultural services	776,004	803,638	752,002
Water and sewer	429,376	396,317	364,633
	3,463,943	3,302,312	3,181,512
Surplus (deficit)	(171,871)	153,374	312,170
Accumulated surplus at beginning of year		3,788,261	3,476,091
Accumulated surplus at end of year	\$ -	\$ 3,941,635	\$ 3,788,261

The accompanying notes are an integral part of the financial statements

DISTRICT OF TOBIQUE VALLEY
CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2024

	2024	2023
Cash flows from		
Operating activities		
Surplus	\$ 153,374	\$ 312,170
Items not affecting cash		
Amortization of tangible capital assets	270,084	250,371
(Gain) loss on proceeds of tangible capital assets	-	100
	423,458	562,641
Change in non-cash operating working capital		
Accounts receivable	14,014	(41,294)
Accounts payable and accruals	(32,671)	149,550
Post employment benefits	15,500	(13,100)
Prepaid expenses and supplies inventory	819	377
Deferred revenue	181,246	(10,476)
	602,366	647,698
Capital activities		
Proceeds on disposal of tangible capital assets	-	1,200
Acquisition of tangible capital assets	(93,899)	(276,750)
	(93,899)	(275,550)
Financing activities		
Long-term debt repayment	(115,000)	(114,920)
Increase (decrease) in cash and cash equivalents	393,467	257,228
Cash and cash equivalents, beginning of year	889,558	632,330
Cash and cash equivalents, end of year	\$ 1,283,025	\$ 889,558

The accompanying notes are an integral part of the financial statements

DISTRICT OF TOBIQUE VALLEY

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2024

1. Description of entity

The District of Tobique Valley was incorporated and operates under the provisions of the Province of New Brunswick Local Government Act. As a municipality, the District is exempt from income tax under section 149(1)(c) of the Canadian Income Tax Act.

The District provides municipal services such as police, fire, public works, engineering, parks and recreation, community development and general government operations.

New Brunswick Regulation 2022-50 under the Local Governance Act filed on August 30, 2022, stated "For the purpose of the elections held under An Act Respecting Local Governance Reform, former "Village of Plaster Rock", is renamed "District of Tobique Valley" and will continue with certain unincorporated areas contiguous to the District of Tobique Valley and are annexed to the District of Tobique Valley". The effective date of the annexation was January 1, 2023.

2. Basis of Presentation and Significant Accounting Policies

The consolidated financial statements of the District of Tobique Valley 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 Chartered Professional Accountants of Canada.

Management maintains a system of internal controls to provide reasonable assurance that reliable financial information is produced. The internal controls are 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.

The focus of Public Sector Accounting (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:

(a) Cash

Cash and cash equivalents include cash on hand, demand deposits and short term investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

(b) Budget

The budget figures contained in these financial statements were approved by Council on December 7, 2023 and were approved by the Minister of Local Government on January 8, 2024. The budget figures are unaudited.

DISTRICT OF TOBIQUE VALLEY
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2024

2. Basis of Presentation and Significant Accounting Policies, continued

(c) Reporting entity

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

There are no other organizations or entities included in these consolidated financial statements.

Inter-departmental and organizational transactions and balances are eliminated.

(d) Use of estimates

The preparation of the consolidated financial statements in conformity with public sector accounting standards requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the consolidated financial statements and the reported amounts of revenue 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. Significant estimates reported in these financial statements include amortization of tangible capital assets, the pension asset/obligation, and the accrued sick leave obligation. Actual results may differ from those estimates.

(e) Revenue recognition

Taxation revenue represents annual levy administered and collected by the Province of New Brunswick on behalf of all New Brunswick Municipalities for municipal services. They are recorded as warrant of assessment as the funds are received by the District.

Government transfers are recognized as revenue in the period that the transfer is authorized, eligibility criteria, if any, have been met by the District, and a reasonable estimate of the amount to be received can be made.

Fee and charge revenue for building permits, water and sewer, and transportation are recorded on the accrual basis and recognized as earned which is usually when services are provided or facilities are utilized.

Other revenue is recorded when it is earned, and collection is reasonably assured.

(f) Supplies inventory

Inventory is valued at the lower of cost and net realizable value with the cost being determined on a first-in, first-out basis.

DISTRICT OF TOBIQUE VALLEY

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2024

2. Basis of Presentation and Significant Accounting Policies, continued

(g) Expenditure recognition

Expenditures are recorded on the accrual basis. Outstanding commitments for goods and services relating to the current year are accrued at the statement of financial position date.

(h) Financial instruments

Financial instruments are financial assets or liabilities of the District where the District has the right to receive cash or another financial asset from another party or has the obligation to pay cash or other financial assets to another party or equity instruments of another entity.

The District's financial instruments consist of cash, accounts receivable, and accounts payable. Unless otherwise noted, it is council's opinion that the District is not exposed to any significant interest or credit risk arising from these financial instruments. The fair value of these financial instruments approximates their carrying values, unless otherwise noted.

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

(i) Tangible capital assets

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

Land improvements	10-25 years
Buildings	40 years
Equipment	5-20 years
Infrastructure	10-60 years
Motor vehicles	10 years

Amortization is not recognized in the year assets are acquired.

Assets under construction are not amortized until the asset is available for productive use, at which time they are transferred to their respective tangible capital asset categories.

Tangible capital assets received as contributions are recorded at their fair value at the date of receipt and are also recorded as revenue.

(j) Reserve funds

Certain amounts, as approved by Council, are set aside in reserves and reserve funds for future operating and capital purposes. Transfers to and from reserves and reserve funds are recorded as an adjustment within accumulated surplus. "Statement of Reserve Funds Balances" to the consolidated financial statements is included to show the reserve fund balances as supplementary information.

DISTRICT OF TOBIQUE VALLEY

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2024

2. Basis of Presentation and Significant Accounting Policies, continued

(k) Segmented information

The Municipality 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:

- **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, and other protective measures.
- **Transportation services**
This department is responsible for common services, road and street maintenance, street lighting 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, parks and playgrounds, 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 swimming pool, arena, and other recreational and cultural facilities.
- **Water and sewer**
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.

Amounts that are directly attributable to a number of segments have been allocated on a reasonable basis. Taxation, unconditional grant, fees and user charges are allocated to those segments that are funded by these amounts based on percent of budgeted expense.

MUNICIPALITY OF TOWNSHIP VALLEY
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2024

2. Basis of Presentation and Significant Accounting Policies, continued

(l) Asset classification

Assets are classified as either financial or non-financial. Financial assets are assets that could be used to discharge existing liabilities or finance future operations. Non-financial assets are acquired, constructed or developed assets that do not provide resources to discharge existing liabilities but are employed to deliver government services, may be consumed in normal operations and are not for resale. Non-financial assets include tangible capital assets, and prepaid expenses and supplies inventory.

(m) Government transfers

Government transfers are transfers of monetary or tangible capital assets from a government to an individual, an organization or another government that are not the result of an exchange transaction, expected to be repaid in the future or expected to produce a direct financial return. Government transfers received are recognized in the financial statements as revenue when the transfers are authorized and all eligibility criteria have been met except when there is a stipulation that gives rise to an obligation that meets the definition of a liability. In that case, the transfer is recorded as a liability and recognized as revenue as the stipulations are met.

(n) Deferred revenue

Funding is recorded as deferred revenue if it has been restricted by the government for a stated purpose, such as a specific program or the purchase of tangible capital assets. Deferred revenue is recognized in revenue over time as the recognition criteria are met.

(o) Net debt or net financial assets

The consolidated financial statements are presented so as to highlight net financial assets (debts) as the measurement of financial position. The net financial assets (debts) of the District is determined by its financial assets less its liabilities. Net financial assets (debts) is comprised of two components, non-financial assets and accumulated surplus.

(p) Employee future benefits

The Municipality and its employees contribute to the New Brunswick Municipal Employees Pension Plan, a jointly trusted pension plan which provides for service pensions based on length of service and best average earnings (a defined benefit plan). The accrued benefit obligations are determined using the most recent actuarial valuation report prepared for funding purposes.

The Municipality also provides continuation of unused sick days which do not vest to be used during the employees' period of employment.

DECEMBER 31, 2024

Contaminated sites are a result of contamination being introduced into air, soil, water or sediment and

- contamination exceeds the environmental standard;
- the Municipality is directly responsible, or accepts responsibility

The liability is recognized for operation, maintenance and monitoring that are an integral part of the remediation strategy for a contaminated site.

Externally restricted

Gas Tax	\$ 270,474	\$ 81,608
Reserve Fund GIC's (note 17)	83,162	84,248
Fire Dept	23,965	23,936
	\$ 1,283,025	\$ 889,558

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DISTRICT OF TOBIQUE VALLEY

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2024

7. Long-term debt

	2024	2023
NB Municipal Finance Corporation Debenture BR37, interest at 1.65% to 3.3% per annum, matures in 2037, authorized under OIC #06-0012, 16-0017, and 16-0030. Principal repayment required in 2025 is \$60,000.	\$ 493,000	\$ 552,000
NB Municipal Finance Corporation Debenture CE28, interest at 4.511% to 5.245% per annum, matures in 2038, authorized under OIC #07-0053. Principal repayment required in 2025 is \$32,000.	618,000	649,000
NB Municipal Finance Corporation Debenture BZ35, interest at 0.3% to 2.95% per annum, matures in 2026, authorized under OIC #20-0038. Principal repayment required in 2025 is \$9,000.	18,000	27,000
NB Municipal Finance Corporation Debenture BV37, interest at 2.0% to 3.35% per annum, matures in 2029, authorized under OIC #18-0069. Principal repayment required in 2025 is \$16,000.	85,000	101,000
	<u>\$ 1,214,000</u>	<u>\$ 1,329,000</u>

Principal portion of long-term debt due within the next five years:

2025	\$ 117,000
2026	121,000
2027	115,000
2028	81,000
2029 and thereafter	780,000
	<u>\$ 1,214,000</u>

DISTRICT OF TOBIQUE VALLEY

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2024

8. Pension obligation

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 employee and employer representatives under the provisions of the Local Governance 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 accounting valuation was prepared as at December 31, 2022 and resulted in an overall NB MEPP accrued benefit obligation of \$148,620,600 based on the accounting basis.

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, 2023:

- the expected inflation rate is 2.10% per annum
- the discount rate used to determine the accrued benefit obligation is 6.05% per annum
- the expected rate of return on assets is 6.05% per annum
- 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, 2022 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 plan deficit of \$12,228,600, a change of \$13,522,700 from the December 31, 2021 surplus of \$1,294,100. Based on the assumptions as at December 31, 2022, the actuary expects 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, 2022, the NB MEPP provides benefits for 315 retirees. Total benefit payments to retirees and terminating employees during 2024 are estimated to be approximately \$5,440,900 (actual 2023, \$7,516,800) 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 participating body contributes an amount that equals their employees contribution amounts. Pension Fund Assets are invested in Short Term Securities, Bonds, Canadian Equities, Real Estate, Infrastructure, and Foreign Equities. Combined employees and participating bodies' contributions for 2024 are estimated to be approximately \$9,335,000 (actual 2023 \$9,159,600 in totality for the NB MEPP).

DISTRICT OF TOBIQUE VALLEY

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2024

The following summarizes the NB MEPP data as it relates to the District of Tobique Valley:

- The average age of the 8 active employees covered by the NB MEPP is 53.4 (as at Dec. 31, 2022)
- Benefit payments were \$63,700 in 2023 and were estimated to be \$57,300 in 2024
- Combined contributions were \$50,800 in 2023 and were estimated to be \$52,400 in 2024

In addition to determining the position of the NB MEPP as it relates to the District of Tobique Valley as at December 31, 2022 and December 31, 2023, the NB MEPP's actuary performed an extrapolation of the December 31, 2023 accounting valuation to determine the estimated position as at December 31, 2024. The extrapolation assumes assumptions used as at December 31, 2024 remain unchanged from December 31, 2023. The extrapolation also assumes assets return 6.05% 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:

	1-Jan-2023 to 31-Dec-2023	Estimated 1-Jan-2024 to 31-Dec-2024
Accrued benefit liability (asset)		
Accrued benefit liability (asset) at beginning of period	\$ 88,800	\$ 104,300
Pension expense for the year	40,900	49,200
Less employer contributions	(25,400)	(26,200)
<u>Accrued benefit liability (asset) at end of period</u>	<u>\$ 104,300</u>	<u>\$ 127,300</u>

In summary, the Accrued Benefit Liability as it relates to the District of Tobique Valley is estimated to be \$127,300 as at December 31, 2024. This compares to \$88,800 as at January 1, 2023 and \$104,300 as at December 31, 2023. 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:

	31-Dec-2023	Estimated 31-Dec-2024
Reconciliation of Funded Status at End of Period		
Accrued benefit obligation	\$ 1,335,900	\$ 1,408,400
Plan assets	(1,080,000)	(1,140,300)
Unamortized experience (losses)/gains	(151,600)	(140,800)
<u>Accrued benefit liability/(asset) at end of period</u>	<u>\$ 104,300</u>	<u>\$ 127,300</u>

DISTRICT OF TOBIQUE VALLEY

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2024

The following illustrates the reconciliation of Accrued Benefit Obligation from the beginning of period to the end of period:

	1-Jan-2023 to 31-Dec-2023	Estimated 1-Jan-2024 to 31-Dec-2024
Reconciliation of Accrued Benefit Obligation		
Accrued benefit obligation at beginning of period	\$ 1,213,300	\$ 1,335,900
Current service cost	44,700	49,200
Benefit payments	(63,700)	(57,300)
Interest for period	74,000	80,600
Experience loss/(gain) during period	67,600	-
<u>Accrued benefit obligation at end of period</u>	<u>\$ 1,335,900</u>	<u>\$ 1,408,400</u>

The following illustrates the reconciliation of Plan Assets from the beginning of period to the end of period:

	1-Jan-2023 to 31-Dec-2023	Estimated 1-Jan-2024 to 31-Dec-2024
Reconciliation of Plan Assets		
Plan assets at beginning of period	\$ 1,001,300	\$ 1,080,000
Employer contributions	25,400	26,200
Employee contributions	25,400	26,200
Benefit payments	(63,700)	(57,300)
Return on Plan Assets during period	91,600	65,200
<u>Plan Assets at end of period</u>	<u>\$ 1,080,000</u>	<u>\$ 1,140,300</u>

Total expenses related to pension include the following components:

	1-Jan-2023 to 31-Dec-2023	Estimated 1-Jan-2024 to 31-Dec-2024
Pension Expense		
Employer current service cost	\$ 19,300	\$ 23,000
Interest on accrued benefit obligation	74,000	80,600
Expected return on assets	(61,200)	(65,200)
Experience loss/(gain)	8,800	10,800
<u>Pension Expense</u>	<u>\$ 40,900</u>	<u>\$ 49,200</u>

The Pension Expense is included in the statement of operations.

DISTRICT OF TOBIOUE VALLEY
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2024

9. Accrued sick leave obligation

The Municipality provides every employee a sick leave entitlement that accumulates at a rate of 1 day for each calendar month. Full time employees can accumulate a maximum of 66 days, while part time employees can accumulate up to 33 days. An employee can take a leave with pay for an amount of time equal of time equal to the accumulated sick leave. The estimated obligation at the end of the year has been accrued. The sick leave is a non-vesting benefit and is unfunded.

10. Short-term borrowings compliance

Operating borrowing

As prescribed in the Local Government Act of New Brunswick, 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 2024, 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 the year unless the borrowing is for a capital project. The amounts payable between funds are in compliance with the requirements.

11. Water and Sewer Fund Surplus/Deficit

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

	2024	2023
2024 Surplus	\$ 101,288	\$ -
2023 Surplus	77,340	77,340
2022 Surplus	-	31,798
	\$ 178,628	\$ 109,138

12. Water cost transfer

The municipality's water cost transfer is within the maximum allowable by Regulation based on the applicable percentage of system expenditures for the population.

DISTRICT OF TOBIQUE VALLEY

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2024

13. Schedule of Tangible Capital Assets

	Land	Land Improvements	Buildings	Equipment	Infrastructure	Motor Vehicles	Assets under construction	2024 Total	2023 Total
COST									
Balance, beginning of year	\$ 41,729	\$ 303,881	\$ 5,195,158	\$ 1,724,927	\$ 1,531,015	\$ 78,168	\$ 142,952	\$ 9,017,830	\$ 8,742,380
Add:	-	-	-	50,749	-	-	43,150	93,899	315,341
Net additions during the year	-	-	-	-	-	-	-	-	-
Less:	-	-	-	-	-	-	-	-	(39,891)
Disposals during the year	-	-	-	-	-	-	-	-	-
BALANCE, END OF YEAR	41,729	303,881	5,195,158	1,775,676	1,531,015	78,168	186,102	9,111,729	9,017,830
ACCUMULATED AMORTIZATION									
Balance, beginning of year	-	150,166	2,202,862	1,231,970	667,475	65,992	-	\$ 4,318,465	4,068,094
Add:	-	14,058	129,859	68,240	56,427	1,500	-	270,084	250,371
Amortization during the year	-	-	-	-	-	-	-	-	-
Less:	-	-	-	-	-	-	-	-	-
Accumulated amortization on disposals	-	-	-	-	-	-	-	-	-
BALANCE, END OF YEAR	-	164,224	2,332,721	1,300,210	723,902	67,492	-	4,588,549	4,318,465
NET BOOK VALUE OF TANGIBLE CAPITAL	\$ 41,729	\$ 139,657	\$ 2,862,437	\$ 475,466	\$ 807,113	\$ 10,676	\$ 186,102	\$ 4,523,180	\$ 4,699,365
Consists of:									
General Fund Assets	\$ 41,729	\$ 139,657	\$ 2,808,660	\$ 311,171	\$ 739,658	\$ 10,676	\$ -	\$ 4,051,551	\$ 4,238,595
Water and Sewer Fund Assets	-	-	53,777	164,295	67,455	-	186,102	471,629	460,770
	\$ 41,729	\$ 139,657	\$ 2,862,437	\$ 475,466	\$ 807,113	\$ 10,676	\$ 186,102	\$ 4,523,180	\$ 4,699,365

DISTRICT OF TOBIQUE VALLEY

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2024

14. Schedule of Segment Disclosure

	General Government services	Protective services	Transportation services	Environmental health services	Environmental development services	Recreation and cultural services	Water and sewer	2024 Consolidated	2023 Consolidated
Revenues									
Warrant of assessment	\$ 350,226	\$ 635,690	\$ 330,340	\$ 250,002	\$ 142,143	\$ 582,429	-	\$ 2,290,830	\$ 2,070,885
Unconditional grant	63,546	115,342	59,938	45,361	25,791	105,678	-	415,656	430,782
Services provided to other governments	-	17,416	19,981	-	-	-	409,451	37,397	41,139
Water and sewer user fees	-	-	-	-	-	85,098	-	409,451	384,347
Sale of services	-	-	-	-	-	-	40,270	85,098	60,183
Other government transfers	23,489	-	-	-	-	-	-	63,759	213,526
Other revenue from own source	34,743	-	-	-	-	104,708	14,044	153,495	292,920
Gain (loss) on disposal of tangible capital as:	-	-	-	-	-	-	-	-	(100)
	\$ 472,004	\$ 768,448	\$ 410,259	\$ 295,363	\$ 167,934	\$ 877,913	\$ 463,765	\$ 3,455,686	\$ 3,493,682
Expenses									
Salaries and benefits	\$ 255,669	\$ 25,679	\$ 111,304	\$ -	\$ 15,785	\$ 268,128	\$ 168,033	\$ 844,598	\$ 820,422
Goods and services	182,501	739,125	206,548	330,585	141,552	359,510	177,043	2,136,864	2,051,858
Amortization	-	36,764	48,795	-	8,050	127,927	48,548	270,084	250,371
Interest	-	-	-	-	-	48,073	2,693	50,766	58,861
	\$ 438,170	\$ 801,568	\$ 366,647	\$ 330,585	\$ 165,387	\$ 803,638	\$ 396,317	\$ 3,302,312	\$ 3,181,512
Annual surplus (deficiency)	\$ 33,834	\$ (33,120)	\$ 43,612	\$ (35,222)	\$ 2,547	\$ 74,275	\$ 67,448	\$ 153,374	\$ 312,170

DISTRICT OF TOBIQUE VALLEY

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2024

15. Reconciliation of Operating Budget to PSAS Budget

	General Operating Budget	Water and Sewer Operating Budget	Amortization	Transfers	2024	2023
Revenue						
Warrant of assessment	\$ 2,290,830	\$ -	\$ -	\$ -	\$ 2,290,830	\$ 2,070,886
Unconditional grant	415,656	-	-	-	415,656	430,782
Services provided to other governments	36,040	-	-	(4,500)	36,040	31,251
Water and sewer user fees	-	415,033	-	-	410,533	386,645
Sales of services	69,524	-	-	-	69,524	46,940
Other government transfers	36,300	9,700	-	23,489	23,489	51,194
Other revenue from own sources	59,681	31,798	-	(91,479)	46,000	22,900
Surplus of second previous year	2,908,031	456,531	-	(72,490)	3,292,072	3,040,598
Expenditures						
General government services	438,621	-	-	5,200	443,821	402,372
Protective services	805,572	-	36,764	-	842,336	824,947
Transportation services	418,620	-	48,795	-	467,415	442,343
Environmental health services	316,812	-	-	-	316,812	303,589
Environmental development services	180,129	-	8,050	-	188,179	195,254
Recreation and cultural services	600,004	-	127,927	48,073	776,004	750,326
Water and sewer	-	362,135	48,548	18,693	429,376	410,988
Deficit of second previous year	148,273	94,396	-	(242,669)	-	-
Fiscal services	2,908,031	456,531	270,084	(170,703)	3,463,943	3,329,819
Surplus (deficit)	\$ -	\$ -	\$ (270,084)	\$ 98,213	\$ (171,871)	\$ (289,221)

DISTRICT OF TOBIQUE VALLEY

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2024

16. Reconciliation of Annual Surplus

2024 annual surplus (deficit) per PSAS

- Adjustments to annual surplus (deficit) for funding requirements
 - Amortization of tangible capital assets
 - Long-term debt principal repayment
 - Proceeds from long-term debt
 - Repayment of short-term financing
 - Second previous year's surplus (deficit)
 - Capital expenditures paid out of operating
 - Transfer to General Capital Reserve Fund
 - Net disposal of tangible capital assets
 - Pension adjustment

	General Operating Fund	Water and Sewer Operating Fund	General Capital Fund	Water Capital Fund	General Operating Reserve Fund	General Capital Reserve Fund	Total
\$	287,295	91,981	(221,536)	(8,278)	4,002	-	153,374
	(90,000)	(25,000)	221,536	48,548	-	-	270,084
	-	-	90,000	25,000	-	-	-
	-	-	-	-	-	-	-
	59,681	31,798	-	-	-	-	91,479
	(50,749)	(2,880)	50,749	2,880	-	-	-
	-	-	-	-	-	-	-
	10,111	5,389	-	-	-	-	15,500
	(70,957)	9,307	362,285	76,428	-	-	377,063
\$	216,248	101,288	140,749	68,150	4,002	-	530,437

Total adjustments to 2024 annual surplus (deficit)

2024 annual fund surplus (deficit)

DISTRICT OF TOBIQUE VALLEY

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2024

17. Statement of Reserve Funds Balances

	General Operating Reserve	General Capital Reserve	2024	2023
Accumulated surplus, beginning of year	\$79,648	\$4,600	\$84,248	\$83,773
Revenues/ Expenditures	4,002	-	4,002	475
Investment Income	(5,088)	-	(5,088)	-
Transfers to operating funds	(1,086)	-	(1,086)	475
Annual surplus			\$83,162	\$84,248
Accumulated surplus, end of year	\$78,562	\$4,600	\$83,162	\$84,248

Reserve funds are made up of guaranteed investment certificates with maturity dates in 2025 and interest rates of 4.75%-5.00%.

DISTRICT OF TOBIQUE VALLEY

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2024

18. Statement of Detailed Revenue and Expenditures

	2024 Budget (Unaudited)	2024	2023
Revenue			
Services to other governments			
Fire protection	\$ 17,416	\$ 17,416	\$ 14,121
Roads and streets	18,624	19,981	27,018
	36,040	37,397	41,139
Sales of service			
Recreational programs	69,524	85,098	60,183
Other government transfers			
Gas tax funding	-	-	162,332
RDC funding, lagoon project	-	40,270	-
2021 LSD surplus	-	-	51,194
2022 LSD surplus	23,489	23,489	-
	23,489	63,759	213,526
Other revenue from own source			
Licenses and permits			
Construction	15,000	40,450	26,170
Rentals			
Arena	-	7,217	4,923
Park	1,800	20,981	19,042
Other	19,500	36,598	29,765
Swimming pool	-	3,965	5,210
Other			
SEED and wage reimbursement	-	10,959	12,929
Water and sewer	9,700	14,044	27,748
Project funding	-	1,227	141,997
Program grants	-	18,054	25,136
	46,000	153,495	292,920

(continues)

DISTRICT OF TOBIQUE VALLEY

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2024

18. Statement of Detailed Revenue and Expenditures

	2024 Budget (Unaudited)	2024	2023
Expenses			
General government services			
Legislative			
Mayor's remuneration and expenses	12,000	12,000	12,000
Councilor's remuneration and expenses	47,838	37,785	37,922
Other legislative costs	12,374	16,681	18,752
Administrative			
Administrative	242,724	213,792	186,609
Office building	31,340	49,410	49,893
Solicitor	4,000	3,608	-
Bad debt	-	1,906	186
Bank charges	5,200	10,780	4,176
Administration fee	-	252	5,249
Financial management			
External audit	14,350	13,036	10,883
Other general government services			
Public liability insurance	25,141	31,124	27,383
Grants to organizations	2,000	950	850
Training and development	4,250	4,242	50
Assessment costs	42,604	42,604	40,822
	443,821	438,170	394,775
Protective services			
Police - R.C.M.P.			
	630,607	630,782	612,240
Fire			
Administration	7,800	8,671	4,837
Fire department - personnel	27,940	25,679	31,148
Training	12,000	5,315	9,109
Building maintenance	56,815	50,012	37,404
Equipment	41,484	25,562	52,302
Fire alarm system	3,500	2,619	2,594
RSC public safety	2,263	2,210	1,089
Contractual agreement	7,762	7,581	8,089
Emergency measures	8,972	-	76
Other			
Animal and pest control	6,429	6,373	6,333
Amortization	36,764	36,764	34,069
	842,336	801,568	799,290

(continues)

DISTRICT OF TOBIQUE VALLEY

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2024

18. Statement of Detailed Revenue and Expenditures

	2024 Budget (Unaudited)	2024	2023
<i>Expenses (continued)</i>			
Transportation services			
Common services			
Workshops and other building	131,296	99,807	102,873
RSC	400	391	896
Training	1,765	2,631	529
Roadway transport			
Culverts and drainage ditches	12,613	13,852	9,111
Roadways and sidewalks	105,696	78,960	82,736
Snow and ice removal	117,290	70,722	89,667
Street lighting	30,300	31,815	32,260
Traffic services			
Street signs	4,700	3,885	1,854
Crosswalks	14,560	15,789	14,197
Amortization	48,795	48,795	53,350
	467,415	366,647	387,473
Environmental health services			
Solid waste collection and disposal	316,812	330,585	298,993
Recycling	-	-	-
	316,812	330,585	298,993
Environmental development services			
RSC community planning and development	85,553	84,528	79,784
Industrial park	1,500	-	-
Tourism	85,784	67,009	82,547
Beautification and land rehabilitation	7,292	5,800	2,598
Garden project	-	-	11,367
Amortization	8,050	8,050	8,050
	188,179	165,387	184,346

(continues)

DISTRICT OF TOBIQUE VALLEY

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2024

18. Statement of Detailed Revenue and Expenditures

	2024 Budget (Unaudited)	2024	2023
<i>Expenses (continued)</i>			
Recreation and cultural services			
Administration	77,272	77,523	57,822
Swimming pools	70,421	52,949	47,686
Rinks and arenas	431,739	482,117	447,436
Parks and playgrounds	8,531	2,561	22,177
Training and development	2,000	1,150	112
Special events	-	1,345	-
Library	8,000	8,000	6,500
RSC	2,041	1,993	659
Interest on long-term debt	48,073	48,073	55,761
Amortization	127,927	127,927	113,849
	776,004	803,638	752,002
Water and sewer supply			
Administration	8,775	5,513	7,170
Transmission and distribution	48,500	59,112	32,631
Power and pumping	177,003	173,788	163,358
Sewer collection and disposal	130,857	106,663	117,321
Cost of issuing and selling new debentures	13,000	-	-
Interest on long term debt	2,693	2,693	3,100
Amortization	48,548	48,548	41,053
	\$ 429,376	\$ 396,317	\$ 364,633