

MUNICIPALITY OF THE TOWN OF RIVERVIEW, NEW BRUNSWICK
FINANCIAL STATEMENTS
DECEMBER 31, 2023

DRAFT

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MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The accompanying financial statements of Municipality of the Town of Riverview, New Brunswick (the "Town") are the responsibility of the Town's management and have been prepared in compliance with legislation, and in accordance with generally accepted accounting principles for local governments established by the Public Sector Accounting Board of the Chartered Professional Accountants of Canada. A summary of the significant accounting policies are described in the notes to the financial statements. The preparation of financial statements necessarily involves the use of estimates based on management's judgment, particularly when transactions affecting the current period cannot be finalized with certainty until future periods.

The Town's management maintains a system of internal controls designed to provide reasonable assurance that assets are safeguarded, transactions are properly authorized and recorded in compliance with legislative and regulatory requirements, and reliable financial information is available on a timely basis for preparation of the financial statements. These systems are monitored and evaluated by management.

Council meets with management and the external auditors to review the financial statements and discuss any significant financial reporting or internal control matters prior to their approval of the financial statements.

The financial statements have been audited by Baker Tilly GMA LLP, independent external auditors appointed by the Town. The accompanying Independent Auditor's Report outlines their responsibilities, the scope of their examination and their opinion of the Town's financial statements.

Chief Administrative Officer
Colin Smith

Director of Finance
Shannon Parlee

INDEPENDENT AUDITORS' REPORT

To His Worship the Mayor and Members of Town Council of the Municipality of the Town of Riverview, New Brunswick:

Report on the Financial Statements

We have audited the accompanying financial statements of the Municipality of the Town of Riverview, New Brunswick, which comprise the statement of financial position as at December 31, 2023 and the statements of operations and accumulated surplus, 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 financial statements present fairly, in all material respects, the financial position of Municipality of the Town of Riverview, New Brunswick as at December 31, 2023, and the results of its operations and cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis of 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 Financial Statements section of our report. We are independent of the Municipality in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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

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

In preparing the 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 Municipality 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.

INDEPENDENT AUDITORS' REPORT (CONTINUED)

Auditors' Responsibilities for the Audit of the Financial Statements

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

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

Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Municipality'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 Municipality's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Municipality to cease to continue as a going concern.

Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Municipality to express an opinion on the financial statements. We are responsible for the direction, supervision and performance of the 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.

Riverview, NB
Date to be determined

Chartered Professional Accountants

MUNICIPALITY OF THE TOWN OF RIVERVIEW, NEW BRUNSWICK
STATEMENT OF OPERATIONS AND ACCUMULATED SURPLUS
FOR THE YEAR ENDED DECEMBER 31, 2023

	2023 PSA Budget	2023 Actual	2022 Actual
Revenue (Schedule 2)			
Property tax warrant	\$ 30,842,510	\$ 30,842,510	\$ 27,863,650
Unconditional transfers from the Provincial			
Government	1,302,500	1,302,500	1,498,203
Other contributions and government transfers	7,624,246	7,638,676	2,433,090
Sales of services	1,075,096	1,175,628	964,255
Other revenue from own sources	1,503,641	2,102,431	646,646
Water and sewer revenue	<u>7,835,672</u>	<u>8,432,336</u>	<u>8,065,444</u>
Total revenue	<u>50,183,665</u>	<u>51,494,081</u>	<u>41,471,288</u>
Expenses (Schedule 3)			
General government services	3,248,842	3,326,718	2,835,503
Protective services	9,050,081	9,160,314	8,189,830
Transportation services	4,587,459	4,657,463	4,044,448
Environmental health and development services	2,223,174	2,039,711	2,034,691
Recreation and cultural services	5,686,540	5,889,448	4,921,658
Water supply	3,448,389	3,688,908	3,293,810
Sewerage collection and disposal	3,068,045	3,072,567	2,966,860
Amortization of tangible capital assets (Note 12)	6,244,979	6,244,979	6,071,758
Interest expense and miscellaneous	<u>1,079,564</u>	<u>906,431</u>	<u>828,710</u>
Total expenses	<u>38,637,073</u>	<u>38,986,539</u>	<u>35,187,268</u>
Annual surplus	11,546,592	12,507,542	6,284,020
Accumulated surplus at beginning of year	<u>165,593,673</u>	<u>165,593,673</u>	<u>159,309,653</u>
Accumulated surplus at end of year	\$ <u>177,140,265</u>	\$ <u>178,101,215</u>	\$ <u>165,593,673</u>

The accompanying notes to the financial statements are an integral part of these financial statements.

MUNICIPALITY OF THE TOWN OF RIVERVIEW, NEW BRUNSWICK
STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2023

	2023	2022
FINANCIAL ASSETS		
Cash in bank (Note 3)	\$ 11,019,693	\$ 13,005,332
Receivables (Note 4)	5,698,306	5,160,654
Pension assets (Note 10)	2,998,100	2,985,600
Investments (Note 5)	<u>18,824,033</u>	<u>13,404,066</u>
	<u>38,540,132</u>	<u>34,555,652</u>
LIABILITIES		
Accounts payable and accrued liabilities (Note 6)	\$ 4,530,809	\$ 4,810,757
Deferred revenue (Note 7)	776,340	980,371
Deferred government transfers (Note 8)	6,327,117	4,754,435
Long-term debt (Note 9)	29,674,000	30,298,000
Accrued retirement allowances (Note 11)	<u>1,369,918</u>	<u>1,295,460</u>
	<u>42,678,184</u>	<u>42,139,023</u>
Net debt	<u>(4,138,052)</u>	<u>(7,583,371)</u>
NON-FINANCIAL ASSETS		
Tangible capital assets (Note 12)	269,191,077	255,214,395
Accumulated amortization (Note 12)	<u>(87,956,017)</u>	<u>(82,755,366)</u>
	181,235,060	172,459,029
Inventories of materials and supplies	939,196	643,922
Prepaid expenses and deposits	<u>65,011</u>	<u>74,093</u>
	<u>182,239,267</u>	<u>173,177,044</u>
Accumulated surplus	<u>\$178,101,215</u>	<u>\$165,593,673</u>
Commitments (Note 15) and Contingencies (Note 16)		

APPROVED BY:

Treasurer

Mayor

The accompanying notes to the financial statements are an integral part of these financial statements.

MUNICIPALITY OF THE TOWN OF RIVERVIEW, NEW BRUNSWICK
STATEMENT OF CHANGES IN NET DEBT
FOR THE YEAR ENDED DECEMBER 31, 2023

	2023 PSA Budget	2023	2022
Annual surplus	\$ <u>11,546,592</u>	\$ <u>12,507,542</u>	\$ <u>6,284,020</u>
Acquisition of tangible capital assets	(18,336,977)	(15,272,572)	(13,762,858)
Amortization of tangible capital assets	6,244,979	6,244,979	6,071,758
Loss on disposal of tangible capital assets	-	(52,731)	526,485
Proceeds on sale of tangible capital assets	47,000	174,111	25,645
Transfer of assets under construction	<u>130,183</u>	<u>130,183</u>	<u>56,225</u>
	<u>(11,914,815)</u>	<u>(8,776,030)</u>	<u>(7,082,745)</u>
Change in inventories of materials and supplies	-	(295,275)	(145,825)
Change in prepaid expenses and deposits	<u>-</u>	<u>9,082</u>	<u>(20,824)</u>
	<u>-</u>	<u>(286,193)</u>	<u>(166,649)</u>
Reduction in net debt	(368,223)	3,445,319	(965,374)
Net debt at beginning of year	<u>(7,583,371)</u>	<u>(7,583,371)</u>	<u>(6,617,997)</u>
Net debt at end of year	\$ <u>(7,951,594)</u>	\$ <u>(4,138,052)</u>	\$ <u>(7,583,371)</u>

The accompanying notes to the financial statements are an integral part of these financial statements.

MUNICIPALITY OF THE TOWN OF RIVERVIEW, NEW BRUNSWICK
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2023

	2023	2022
Operating transactions		
Annual surplus	\$ 12,507,542	\$ 6,284,020
Amortization of tangible capital assets	6,244,979	6,071,758
Loss on disposal of tangible capital assets	(52,731)	526,485
Change in accrued pension asset	(12,500)	(727,144)
Change in accrued retirement allowances	74,459	50,095
Change in receivables	(537,653)	(331,402)
Change in accounts payable and accrued liabilities	(279,948)	1,523,564
Change in deferred revenue	(204,031)	244,594
Change in deferred government transfers	1,572,682	887,204
Change in inventories of materials and supplies	(295,275)	(145,825)
Change in prepaid expenses and deposits	<u>9,082</u>	<u>(20,824)</u>
Cash provided by operating transactions	<u>19,026,606</u>	<u>14,362,525</u>
Capital transactions		
Acquisition of tangible capital assets	(15,272,572)	(13,762,858)
Change in assets under construction	130,183	56,225
Proceeds on sale of tangible capital assets	<u>174,111</u>	<u>25,645</u>
Cash applied to capital transactions	<u>(14,968,278)</u>	<u>(13,680,988)</u>
Investing transactions		
Proceeds from investments	12,641,272	18,288,665
Purchase of investments	<u>(18,061,239)</u>	<u>(18,590,133)</u>
Cash applied to investing transactions	<u>(5,419,967)</u>	<u>(301,468)</u>
Financing transactions		
Proceeds from long-term debt issue	1,760,000	2,987,000
Long-term debt repayment	<u>(2,384,000)</u>	<u>(2,193,000)</u>
Cash (provided by) applied to financing transactions	<u>(624,000)</u>	<u>794,000</u>
Change in cash and cash equivalents	(1,985,639)	1,174,069
Cash and cash equivalents at beginning of year	<u>13,005,332</u>	<u>11,831,263</u>
Cash and cash equivalents at end of year	<u>\$ 11,019,693</u>	<u>\$ 13,005,332</u>

The accompanying notes to the financial statements are an integral part of these financial statements.

MUNICIPALITY OF THE TOWN OF RIVERVIEW, NEW BRUNSWICK
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2023

Purpose of organization

The Municipality of the Town of Riverview, New Brunswick (the "Town") is incorporated and operates under the provisions of the Province of New Brunswick Local Governance Act. As a municipality the Town is exempt from income tax under section 149(1)(c) of the Canadian Income Tax Act as a Public Service Body.

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

1. Adoption of new and revised standards and interpretations

At the date of authorization of these financial statements, the accounting standards board of Canada has issued the following new and revised standards, amendments and interpretations which are not yet effective during the period covered by these financial statements.

Public Sector (PS) 3400 Revenue is a new section that establishes standards on how to account for and report on revenue. Specifically, it differentiates between revenue arising from transactions that include performance obligations and transactions that do not have performance obligations. PS 3400 is effective for reporting periods beginning on or after April 1, 2023.

The Town is currently assessing the potential impact on its financial statements of the above standards. The Town expects the adoption of PS 3400 may have an impact on its financial statements, but it is not expected to be material. The Town expects there to be no material impact on the financial statement for the other standards to be adopted.

In the year, the Town adopted the following new and revised standards in these financial statements:

PS 3280 Asset Retirement Obligations establishes standards on how to account for and report a liability for asset retirement obligations. This section assists in determining what qualifies as, and how to account for, an Asset Retirement Obligation. No liabilities have been recorded regarding the adoption of this section.

PS 3450 Financial Instruments establishes standards on how to account for and report all types of financial instruments including derivatives. Financial instruments include primary instruments (such as receivables, payables and equity instruments) and derivative financial instruments (such as financial options, futures and forwards, interest rate swaps and currency swaps). Other than disclosure of required information noted in the financial statements, no amounts have been adjusted in the financial statements with regards to the adoption of this standard.

There are no other Public Sector standards that are not yet effective that would be expected to have a material impact on the Town's future financial statements.

2. Summary of significant accounting policies

The financial statements of the Municipality of the Town of Riverview, New Brunswick 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.

The focus of Public Sector Accounting financial statements is on the financial position of the Town and the changes thereto. The statement of financial position includes all of the assets and liabilities of the Town.

MUNICIPALITY OF THE TOWN OF RIVERVIEW, NEW BRUNSWICK
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2023

2. Summary of significant accounting policies (continued)

The significant aspects of the accounting policies adopted by the Town are as follows:

(a) Reporting entity

These 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 Town and which are owned or controlled by the Town.

Interdepartmental and organizational transactions and balances are eliminated.

(b) Budget

The budget figures contained in these financial statements were approved by council on November 14, 2022 and the Minister of Local Government approved the Operating budgets on December 13, 2022.

(c) Use of estimates

The preparation of the financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the 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 annual surplus in the period in which they become known. Actual results may differ from those estimates. Estimates are used when accounting for certain items such as allowance for doubtful accounts and the useful life of tangible capital assets.

(d) Financial instruments

Initial measurement

Financial instruments are measured at fair value when issued or acquired. For financial instruments subsequently measured at cost or amortized cost, fair value is adjusted by the amount of the related financing fees and transactions costs. Transactions costs and financing fees relating to financial instruments that are measured subsequently at fair value are recognized in operations in the year in which they are incurred. Financial instruments consists of cash in bank, receivables, pension assets/liabilities, investments, accounts payable and accrued liabilities, long-term debt and accrued retirement allowances.

Subsequent measurement

At each reporting date, the Town measures its financial assets and liabilities at cost or amortized cost (less impairment in the case of financial assets). The Town does not measure any assets or liabilities as fair value. The Town uses the effective interest rate method to amortize any premiums, discounts, transaction fees and financing fees to the statement of operations. The financial instruments measured at amortized costs are cash in bank, receivables, pension assets/liabilities, investments, accounts payable and accrued liabilities, long-term debt and accrued retirement allowances.

For financial assets measured at cost or amortized cost, the Town regularly assesses whether there are any indications of impairment. If there is impairment, and the Town determines there is a significant adverse change in the expected timing or amount of future cash flows from the financial asset, it recognizes an impairment loss in the statement of operations. Any reversals of previously recognized impairment losses are recognized in operations in the year the reversal occurs.

MUNICIPALITY OF THE TOWN OF RIVERVIEW, NEW BRUNSWICK
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2023

2. Summary of significant accounting policies (continued)

(d) Financial instruments (continued)

Unless otherwise noted, it is management's opinion that the Town is not exposed to significant interest, credit, liquidity or market risk arising from financial instruments.

(e) Cash and cash equivalents

Cash and cash equivalents are comprised of 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 change in value.

(f) Deferred revenue

Deferred revenue includes grants, contributions and other amounts received from third parties pursuant to legislation, regulation and agreement which may only be used in certain programs, in the completion of specific work, or the purchase of tangible capital assets. In addition, certain user charges and fees are collected for which the related services have yet to be performed. Revenue is recognized in the period when the related expenses are incurred, services performed or the tangible capital assets are acquired. In addition, all funds from external parties and earnings thereon restricted by agreement or legislation are accounted for as deferred revenues until used for the purpose specified.

(g) Employee future benefits

The Town and its employees contribute to the Town of Riverview Employees' Pension Plan, a jointly trustee defined benefit pension plan. The Plan provides for service pensions based on length of service and rate of pay.

In addition to the Employees' Pension Plan, a retirement allowance is provided for the Town's employees (Note 11).

Employees may carry forward unused sick leave throughout their employment. This sick leave does not vest to the employees, and as such the Town is not required to compensate employees for unused amounts upon leaving employment with the Town.

MUNICIPALITY OF THE TOWN OF RIVERVIEW, NEW BRUNSWICK
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2023

2. Summary of significant accounting policies (continued)

(h) Non-financial assets

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

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:

Land improvements	15 - 25 years
Buildings	25 - 50 years
Vehicles and equipment	5 - 15 years
Computer hardware and software	5 years
Roads, streets, sidewalks and culverts	20 - 50 years
Water and wastewater networks	30 - 100 years

Assets under construction

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

Contribution of tangible capital assets

Tangible capital assets received as contributions are recorded at their fair value and as revenue at the date of receipt. Fair value is determined by the Town's engineering staff using current expected construction costs of similar assets.

Inventories of materials and supplies

Inventories of materials and supplies consist mainly of parts and road maintenance materials and are valued at the lower of cost and net realizable value.

(i) Reserve funds

Under the Province of New Brunswick Local Governance Act, Council may establish discretionary reserves for each type of its operating and capital funds. In addition, the Community Planning Act requires that a statutory Land Reserve be established and maintained for the purpose of acquiring and developing land held for public purposes.

Certain amounts, as approved by Town Council, are set aside in reserve funds for future operating and capital purposes. Transfers to and from reserve funds are recorded as an adjustment to accumulated surplus of that fund. Note 2 in the Schedules of Regulatory Requirements indicates the reserve fund balances as supplementary information.

MUNICIPALITY OF THE TOWN OF RIVERVIEW, NEW BRUNSWICK
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2023

2. Summary of significant accounting policies (continued)

(j) Segmented information

The Town of Riverview is a diversified municipal unit that provides a wide range of services to its residents. For management reporting purposes, the Town'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 Town. 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 and development services

This department is responsible for the provision of waste collection and disposal, 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 swimming pools, arena, parks and playgrounds and other recreational and cultural facilities.

Water and wastewater system

This department is responsible for the provision of water and sewer services including the maintenance and operation of the underground networks.

MUNICIPALITY OF THE TOWN OF RIVERVIEW, NEW BRUNSWICK
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2023

2. Summary of significant accounting policies (continued)

(k) Revenue recognition

Warrant revenue represents annual property tax levy administered and collected by the Province of New Brunswick on behalf of all New Brunswick Municipalities for municipal services.

Sale of services and other charge revenue including sales of services, licences and permits, fines, other, and water and wastewater are recorded on an accrual basis and recognized as earned which is usually when services are provided or facilities are utilized.

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

(l) Government transfers

Government transfers are recognized in the financial statements as revenues in the period in which events giving rise to the transfer occur, provided the transfers are authorized, all eligibility criteria or stipulations have been met and reasonable estimates of the amounts can be made. Transfers received for which the above have not been met are included in deferred government transfers. Government transfers without eligibility criteria or stipulations are recognized as revenue when the transfer is authorized.

(m) Expense recognition

Expenses are recognized in the period that the goods and services were acquired and a liability was incurred. Expenses are recorded on an accrual basis.

(n) Liability for contaminated sites and asset retirement obligation

Liability for contaminated sites

Contaminated sites are a result of contamination being introduced into air, soil, water or sediment of a chemical, organic or radioactive material or live organism that exceeds an environmental standard. The liability is recorded net of any expected recoveries. A liability for remediation of contaminated sites is recognized when all of the following criteria are met:

- i. an environmental standard exists;
- ii. contamination exceeds the environmental standard;
- iii. the Town is directly responsible or accepts responsibility; and
- iv. a reasonable estimate of the amount can be made.

Management has reviewed potential sites where a material liability may exist and has concluded there is no known material liability at this time.

Asset retirement obligation

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

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

Management has reviewed potential sites where a material liability may exist and has concluded there is no known material liability at this time.

MUNICIPALITY OF THE TOWN OF RIVERVIEW, NEW BRUNSWICK
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2023

3. Cash in bank

	2023	2022
Cash - restricted	\$ 9,727,826	\$ 10,574,807
Cash - unrestricted	<u>1,291,867</u>	<u>2,430,525</u>
	<u>\$ 11,019,693</u>	<u>\$ 13,005,332</u>

The Town has restricted cash balances which consist of amounts included in Reserve funds, which can only be accessed through Council Resolution. It also includes amounts from the Canada Community-Building Fund (CCBF) which can only be used for approved projects, donations for the new recreation complex, and amounts held on behalf of Riverview P.R.O. Kids.

Restricted cash balances consist of:

Riverview P.R.O. Kids	\$ 141,691	\$ 64,895
Recreation complex donations	\$ 516,910	\$ 865,729
Canada Community-Building Fund	6,327,117	4,754,435
General Operating Reserve	88	321,211
General Capital Reserve	2,307,812	4,112,451
General Parkland Reserve	216,305	189,928
Utility Operating Reserve	117,570	111,801
Utility Capital Reserve	<u>100,333</u>	<u>154,357</u>
	<u>\$ 9,727,826</u>	<u>\$ 10,574,807</u>

4. Receivables

	2023	2022
<u>General</u>		
Trade receivables - General operating	\$ 218,410	\$ 107,014
Water and sewer receivables - Utility operating	1,378,165	1,573,722
Local improvement receivables (see below)	2,109,404	2,083,125
Contractor receivable (see below)	<u>175,000</u>	<u>525,000</u>
	<u>3,880,979</u>	<u>4,288,861</u>
<u>Federal Government</u>		
Atlantic Canada Opportunities Agency	95,993	18,917
Canada Community Building Fund	13,494	-
Canada Revenue Agency (HST refundable)	<u>562,892</u>	<u>832,876</u>
	<u>672,379</u>	<u>851,793</u>
<u>Province of New Brunswick</u>		
Province of New Brunswick Finance and Treasury Board	12,792	-
Community Investment Fund	-	20,000
Environmental trust fund	20,926	-
Regional Development Corporation	<u>1,111,230</u>	<u>-</u>
	<u>1,144,948</u>	<u>20,000</u>
	<u>\$ 5,698,306</u>	<u>\$ 5,160,654</u>

MUNICIPALITY OF THE TOWN OF RIVERVIEW, NEW BRUNSWICK
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2023

4. Receivables (continued)

Local improvement receivables

Part of construction and borrowing costs associated with local improvement projects are recovered through a local improvement levy enacted through By-law. These levies are collectable from property owners either in one lump sum payment, or ten equal annual payments plus interest at 6% per annum. These amounts are secured by a lien on the property of the owner.

Contractor receivable

A development agreement has been entered into with a contractor. This agreement allowed for a loan up to a maximum of \$700,000 relating to construction costs, and was repayable at 25% on or before December 31, 2022, 50% on or before December 31, 2023 and 25% on or before December 31, 2024. This loan is without interest and required repayments to date have been received.

5. Investments

	2023	2022
Guaranteed investment certificates with a maturity date of March 3, 2024 and an interest rate of 5.15% (2022 - March 3, 2023 at an interest rate of 1.55%).	<u>\$ 18,824,033</u>	<u>\$ 13,404,066</u>

Included in the above investments in guaranteed investment certificates is \$762,794 (2022 - \$170,836) in accrued interest.

The above investments are restricted and are included in the reserve funds detailed in Note 2 in the Schedules of Regulatory Requirements.

6. Accounts payable and accrued liabilities

	2023	2022
Accounts payable	\$ 3,895,487	\$ 4,315,958
Contractors' holdbacks	569,884	432,033
Accrued interest on long-term debt	<u>65,438</u>	<u>62,766</u>
	<u>\$ 4,530,809</u>	<u>\$ 4,810,757</u>

7. Deferred revenue

Deferred revenue consists of the following:

Recreation complex donations	\$ 516,910	\$ 865,729
Riverview P.R.O. Kids	141,691	64,895
Other	<u>117,739</u>	<u>49,747</u>
	<u>\$ 776,340</u>	<u>\$ 980,371</u>

8. Deferred government transfers

Deferred government transfers represent amounts held at year end to be applied to approved projects. These deferred contributions consist of Canada Community-Building Funds of \$6,327,117 (2022 - \$4,754,435).

MUNICIPALITY OF THE TOWN OF RIVERVIEW, NEW BRUNSWICK
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2023

9. Long-term debt

New Brunswick Municipal Finance Corporation

<u>Interest rate</u>	<u>due date</u>	<u>Debenture/OIC #</u>	2023	2022
1.25% to 3.70%	2023	BJ-23, OIC #10-0016	\$ -	\$ 34,000
2.10% to 5.55%	2023	AZ-27, OIC #07-0006; 08-0020	-	101,000
1.20% to 3.80%	2036	BP-20, OIC #15-0042	7,091,000	7,530,000
1.65% to 3.30%	2037	BR-21, OIC #15-0042	3,092,000	3,269,000
2.55% to 3.55%	2033	BU-20, OIC #18-0019	3,222,000	3,492,000
1.95% to 2.80%	2034	BW-28, OIC #09-0014; 09-0045; 19-0026	3,826,000	4,336,000
0.50% to 2.30%	2035	BY-22, OIC #20-007	5,163,000	5,558,000
0.86% to 2.38%	2031	CA-19, OIC #21-0025	2,680,000	2,991,000
3.953% to 4.709%	2037	CC-19, OIC #22-0037	2,840,000	2,987,000
4.511% to 5.245%	2038	CE-15, OIC #23-0034	1,760,000	-
			<u>\$ 29,674,000</u>	<u>\$ 30,298,000</u>

All of the long-term debt above have annual principal payments ranging from \$83,000 to \$521,000 per debenture in 2024 and semi-annual interest payments.

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

2024	\$ 2,380,000
2025	2,305,000
2026	2,362,000
2027	2,422,000
2028	2,488,000

Approval of the Municipal Capital Borrowing Board has been obtained for the debenture debt reported and all the long-term debt has been approved by Order-in-Council of the Provincial Legislature.

10. Accrued pension asset

Pension benefits are provided to employees of the Municipality of the Town of Riverview, New Brunswick under the Town of Riverview Employees' Pension Plan established in 1974. The plan is registered and meets the requirements of the Canada Revenue Agency and the Superintendent of Pensions for New Brunswick. The plan is a defined benefit plan with employees contributing 6% of earnings. The Town is currently contributing 9.3% of employees' earnings (2022 - 9.3%).

The contribution by the Town in 2023 was \$865,880 (2022 - \$912,658). Total benefit payments to retirees during the year were \$1,452,150 (2022 - \$1,996,136). A separate pension fund is maintained. The Town is in a net funded position at December 31, 2023 as follows:

	2023	2022
Fair market value of plan assets	\$ 34,901,200	\$ 30,363,900
Accrued benefit obligation	<u>(31,551,100)</u>	<u>(30,159,900)</u>
Funded status	3,350,100	204,000
Unamortized actuarial losses (gains)	<u>(352,000)</u>	<u>2,781,600</u>
Accounting pension asset	<u>\$ 2,998,100</u>	<u>\$ 2,985,600</u>

MUNICIPALITY OF THE TOWN OF RIVERVIEW, NEW BRUNSWICK
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2023

10. Accrued pension asset (continued)

Actuarial valuations for accounting purposes are performed annually using the traditional unit credit method. The most recent valuation of the Pension Plan by the Town's actuaries, Eckler Ltd. was carried out effective December 31, 2021. The valuation results from 2021 were used to extrapolate forward using valuations assumptions, along with actual contributions and benefit payments made during the extrapolation period. The net unamortized actuarial (loss)/gain of \$352,000 (2021 - \$(2,781,600)) is to be amortized on a straight-line basis over the expected average remaining service life (15 years) of the employee group.

The actuarial valuation was based on a number of assumptions about future events, such as interest rates, employee turnover and mortality. The assumptions used reflect the Town's best estimates:

Discount rate	5.00%	
Mortality	2014 Mortality Table projected generationally with CPM Improvement Scale B	
Normal retirement age	Earlier of age 65 or Rule of 85	
	2023	2022
Current period benefit cost	\$ 1,352,181	\$ 1,303,734
Amortization of actuarial gain/losses	<u>37,092</u>	<u>(334,726)</u>
	1,389,273	969,008
Less: Employee contributions	<u>(524,777)</u>	<u>(492,892)</u>
Pension expense	864,496	476,116
Interest recovery on the average accrued benefit obligation	<u>(11,162)</u>	<u>(290,580)</u>
Total expenses related to pension	<u>\$ 853,334</u>	<u>\$ 185,536</u>

11. Accrued retirement allowances

The Town provides a retirement allowance to eligible employees reaching the minimum retirement age under the pension plan. This amount is payable to the employee upon retirement. For non-union employees, upon completion of a minimum of 10 or more years of service, employees are entitled to 5 days pay for each year of service to a maximum of 125 days. For union employees, upon completion of a minimum of 10 or more years of service, employees are entitled to 1 month regular salary for each 5 years of service to a maximum of 6 months. The total liability included in these financial statements for this accrued retirement allowance is \$1,369,918 (2022 - \$1,295,460).

MUNICIPALITY OF THE TOWN OF RIVERVIEW, NEW BRUNSWICK
SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND OTHER EXPLANATORY INFORMATION
DECEMBER 31, 2023

12. Schedule of Tangible Capital Assets

	General Fund						Water and Sewer Fund		Assets Under Construction	Total 2023	Total 2022
	Land	Land Improvements	Buildings	Vehicles and Equipment	Computer Hardware and Software	Roads Streets Sidewalks Culverts	Water and Sewer Buildings	Water and Sewer Pipes			
Cost											
Balance, beginning of year \$	1,070,580	\$ 12,884,472	\$ 33,306,590	\$ 16,995,617	\$ 628,762	\$ 122,896,137	\$ 6,776,363	\$ 59,992,958	\$ 624,003	\$ 255,175,482	\$ 243,262,600
Add:											
Additions and transfers	286,883	1,072,584	337,161	2,339,719	76,778	3,973,108	407,054	4,789,823	1,989,462	15,272,572	13,762,858
Less:											
Disposals and transfers	-	-	-	(778,145)	-	(142,434)	-	(206,215)	(130,183)	(1,256,977)	(1,811,063)
Balance, end of year	<u>1,357,463</u>	<u>13,957,056</u>	<u>33,643,751</u>	<u>18,557,191</u>	<u>705,540</u>	<u>126,726,811</u>	<u>7,183,417</u>	<u>64,576,566</u>	<u>2,483,282</u>	<u>269,191,077</u>	<u>255,214,395</u>
Accumulated amortization											
Balance, beginning of year	-	5,378,018	9,616,663	10,156,617	484,367	39,660,302	2,779,623	14,640,863	-	82,716,453	77,886,316
Add:											
Amortization	-	539,842	806,471	1,353,108	43,274	2,569,968	183,138	749,178	-	6,244,979	6,071,758
Less:											
Disposals and transfers	-	-	-	(679,410)	-	(132,975)	-	(193,030)	-	(1,005,415)	(1,202,708)
Balance, end of year	<u>-</u>	<u>5,917,860</u>	<u>10,423,134</u>	<u>10,830,315</u>	<u>527,641</u>	<u>42,097,295</u>	<u>2,962,761</u>	<u>15,197,011</u>	<u>-</u>	<u>87,956,017</u>	<u>82,755,366</u>
Asset net book value	\$ <u>1,357,463</u>	\$ <u>8,039,196</u>	\$ <u>23,220,617</u>	\$ <u>7,726,876</u>	\$ <u>177,899</u>	\$ <u>84,629,516</u>	\$ <u>4,220,656</u>	\$ <u>49,379,555</u>	\$ <u>2,483,282</u>	\$ <u>181,235,060</u>	\$ <u>172,459,029</u>

MUNICIPALITY OF THE TOWN OF RIVERVIEW, NEW BRUNSWICK
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2023

13. Short-term borrowings compliance

The credit facility with the Town's bank has a combined authorized borrowing limit of \$5,000,000 for operations and capital purposes. This credit facility has an interest rate of prime less 0.75% (at December 31, 2023 - 6.45%) and is payable on a monthly basis. As of December 31, 2023, there was no amount outstanding on this credit facility (2022 - no amount outstanding).

Interim borrowing for capital

As of December 31, 2023, the Town's temporary advances net of amounts receivable in the General and Utility Capital Funds were within its limits in accordance with the Municipal Capital Borrowing Act of New Brunswick.

Operating borrowing

As prescribed in the Province of New Brunswick Local Governance Act, the borrowing to finance its General Fund operations is limited to 4% of the Town's operating budget. Borrowing to finance Utility Fund operations is limited to 50% of the Town's operating budget. As of December 31, 2023, the Town had no net borrowing in the General Operating or Utility Operating funds. In 2023, the Town has complied with these restrictions.

Inter-fund borrowing

The Municipal Financial Reporting Manual requires that short-term inter-fund borrowings be repaid in the next year unless the borrowing is for a capital project. In the case of capital projects, the amount borrowed has to be repaid within one year of the completion of the project. The amounts payable between funds are in compliance with the requirements.

MUNICIPALITY OF THE TOWN OF RIVERVIEW, NEW BRUNSWICK
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2023

14. Financial Instrument Risk

Credit Risk

Credit risk arises from the potential that a counter party will fail to perform its obligations. The Town has exposure to credit risk in its receivables. The Town reduces exposure to this risk by conducting a thorough assessment of debtors prior to granting credit and actively monitors the financial health of its debtors on an ongoing basis. For deferred local improvement receivables and water and sewer receivables, the owner of the properties are required satisfy these receivables prior to transferring the property to another owner. As a result, exposure risk of these receivables is low. In management's opinion, credit risk exposure to the Town is low and has not changed significantly from the previous fiscal year. The municipalities maximum exposure to credit risk is \$5,698,306 (2022 - \$5,160,654).

Liquidity Risk

Liquidity risk arises from the potential the Town will not be able to meet all cash outflow obligations as they come due. The Town has exposure to liquidity risk in its accounts payable and current year long-term debt payments. The Town reduces exposure to this risk by monitoring cash activities and expected outflows and maintains a line of credit sufficient to assist in discharging its short-term financial obligations. In management's opinion, liquidity risk exposure to the company is low and has not changed significantly from the previous fiscal year.

The maturity analysis of long-term debt is noted in Note 9. Other financial instruments have no specific maturity date.

15. Commitments

The Town entered into a 5-year agreement with the Friends of the Moncton Hospital in 2020 for their Extraordinary Campaign which is aimed at enhancing care for the hospital's Maternity and Newborn, and Cardiac patients. The agreement is for a total of \$25,000, with \$5,000 pledged annually. The current year is the fourth year of the commitment.

The Town has entered into a number of multi-year contracts for delivery of services, the construction of assets and other expenditures. None of these multi-year contracts involve a high-degree of speculative risk, are abnormal in relation to the financial position or usual business operations, and govern the level of any type of expenditure for a considerable period into the future. These contract obligations will become liabilities in the future when the terms of the contract are met.

16. Contingencies

In the normal course of the Town's activities, the Town is subject to a number of claims and litigations. The Town intends to defend and negotiate such claims and litigations. The eventual outcome of these claims and litigations are not determinable at year end.

MUNICIPALITY OF THE TOWN OF RIVERVIEW, NEW BRUNSWICK
SCHEDULE OF SEGMENT DISCLOSURES
DECEMBER 31, 2023

Schedule 1

	<u>General Government</u>	<u>Protective</u>	<u>Transportation</u>	<u>Environmental Health & Development</u>	<u>Recreational and Cultural</u>	<u>Water & Sewer</u>	<u>Total 2023</u>
Revenue							
Property tax warrant	\$ 3,236,696	\$ 9,233,179	\$ 8,878,829	\$ 3,521,129	\$ 5,972,677	\$ -	\$ 30,842,510
Unconditional transfers from the Provincial Government	136,688	389,923	374,959	148,700	252,230	-	1,302,500
Other contributions and government transfers	-	527,051	3,187,360	-	500,000	3,424,265	7,638,676
Sales of services	-	-	36,169	-	1,139,459	-	1,175,628
Other revenue from own sources	1,388,953	11,420	-	273,192	16,000	360,135	2,049,700
Gain (loss) on disposal of tangible capital assets	-	16,000	(18,318)	-	68,234	(13,185)	52,731
Water and sewer revenue	-	-	-	-	-	8,432,336	8,432,336
Total revenue	<u>4,762,337</u>	<u>10,177,573</u>	<u>12,458,999</u>	<u>3,943,021</u>	<u>7,948,600</u>	<u>12,203,551</u>	<u>51,494,081</u>
Expenses							
Salaries and benefits	1,638,257	3,475,483	1,529,613	57,524	3,624,080	1,797,991	12,122,948
Goods and services	1,660,050	5,713,241	3,127,851	1,982,187	2,265,368	4,963,484	19,712,181
Amortization	207,645	292,502	3,903,414	-	867,296	974,122	6,244,979
Interest	20,552	423	733,948	-	44,058	107,450	906,431
	<u>3,526,504</u>	<u>9,481,649</u>	<u>9,294,826</u>	<u>2,039,711</u>	<u>6,800,802</u>	<u>7,843,047</u>	<u>38,986,539</u>
Surplus	<u>\$ 1,235,833</u>	<u>\$ 695,924</u>	<u>\$ 3,164,173</u>	<u>\$ 1,903,310</u>	<u>\$ 1,147,798</u>	<u>\$ 4,360,504</u>	<u>\$ 12,507,542</u>

MUNICIPALITY OF THE TOWN OF RIVERVIEW, NEW BRUNSWICK
SCHEDULE OF SEGMENT DISCLOSURES (CONTINUED)
DECEMBER 31, 2023

Schedule 1

	<u>General Government</u>	<u>Protective</u>	<u>Transportation</u>	<u>Environmental Health & Development</u>	<u>Recreational and Cultural</u>	<u>Water & Sewer</u>	<u>Total 2022</u>
Revenue							
Property tax warrant	\$ 3,046,138	\$ 8,845,915	\$ 8,432,790	\$ 1,976,850	\$ 5,561,957	\$ -	\$ 27,863,650
Unconditional transfers from the Provincial Government	199,580	462,879	441,262	103,442	291,040	-	1,498,203
Other contributions and government transfers	-	458,104	1,479,662	-	-	495,324	2,433,090
Sales of services	-	-	17,833	-	946,422	-	964,255
Other revenue from own sources	583,779	18,050	-	288,224	6,800	276,277	1,173,130
Gain (loss) on disposal of tangible capital assets	(713)	-	(386,846)	-	(54,276)	(84,649)	(526,484)
Water and sewer revenue	-	-	-	-	-	8,065,444	8,065,444
Total revenue	<u>3,828,784</u>	<u>9,784,948</u>	<u>9,984,701</u>	<u>2,368,516</u>	<u>6,751,943</u>	<u>8,752,396</u>	<u>41,471,288</u>
Expenses							
Salaries and benefits	1,464,254	3,140,457	1,393,295	78,023	3,039,543	1,653,803	10,769,375
Goods and services	1,399,249	5,021,372	2,651,153	1,956,668	1,882,116	4,606,867	17,517,425
Amortization	203,787	317,804	3,851,023	-	798,322	900,822	6,071,758
Interest	<u>23,712</u>	<u>821</u>	<u>644,961</u>	<u>-</u>	<u>46,884</u>	<u>112,332</u>	<u>828,710</u>
	<u>3,091,002</u>	<u>8,480,454</u>	<u>8,540,432</u>	<u>2,034,691</u>	<u>5,766,865</u>	<u>7,273,824</u>	<u>35,187,268</u>
Surplus	<u>\$ 737,782</u>	<u>\$ 1,304,494</u>	<u>\$ 1,444,269</u>	<u>\$ 333,825</u>	<u>\$ 985,078</u>	<u>\$ 1,478,572</u>	<u>\$ 6,284,020</u>

MUNICIPALITY OF THE TOWN OF RIVERVIEW, NEW BRUNSWICK
SCHEDULE OF REVENUES
DECEMBER 31, 2023

Schedule 2

	2023 PSA Budget	2023 Actual	2022 Actual
Other contributions and government transfers			
Infrastructure program	\$ 5,642,958	\$ 5,642,958	\$ 111,412
Recreation complex donations recognized	500,000	500,000	-
Canada Community-Building Fund	200,000	200,000	630,466
Contributed assets - developers	581,137	581,137	1,056,098
Fire-local service district	527,051	527,051	458,104
Roads and streets	158,000	161,376	161,866
Lane marking	15,100	26,154	15,144
	<u>\$ 7,624,246</u>	<u>\$ 7,638,676</u>	<u>\$ 2,433,090</u>
Sales of services			
Community centre	\$ 224,996	\$ 252,325	\$ 226,237
Swimming pools	374,100	367,694	364,001
Skating rinks and arenas	387,000	371,903	261,901
Other recreational programs	76,000	147,537	94,283
Other - culverts, curb cutting	13,000	36,169	17,833
	<u>\$ 1,075,096</u>	<u>\$ 1,175,628</u>	<u>\$ 964,255</u>
Other revenue from own sources			
Licences and permits			
Building	\$ 200,000	\$ 235,717	\$ 243,515
Animal	23,200	19,570	21,170
Planning commission	25,000	37,475	44,710
Fines			
Municipal By-Law	12,000	11,420	18,050
Other			
Local improvement levy	120,000	175,736	174,410
Development cost recovery	18,000	4,232	17,479
Sale of land	-	250,000	6,516
Miscellaneous	50,114	91,387	59,413
Money in lieu of parkland	16,000	16,000	6,800
Gain (loss) on disposal of assets	-	52,731	(526,484)
Return on investments			
Interest on cash in bank	30,000	188,373	127,443
Interest on past due accounts	153,000	163,463	179,103
Interest on reserve funds	856,327	856,327	274,521
	<u>\$ 1,503,641</u>	<u>\$ 2,102,431</u>	<u>\$ 646,646</u>
Water and sewerage revenue			
Water user charges - residential	\$ 3,314,740	\$ 3,321,007	\$ 3,248,074
- other	910,000	1,183,545	1,014,957
Sewer user charges - residential	1,395,680	1,394,365	1,386,216
- other	320,000	429,552	371,088
Sewer treatment levy	1,834,100	1,981,656	1,893,849
Water and sewer other revenue	61,152	122,211	151,260
	<u>\$ 7,835,672</u>	<u>\$ 8,432,336</u>	<u>\$ 8,065,444</u>

MUNICIPALITY OF THE TOWN OF RIVERVIEW, NEW BRUNSWICK
SCHEDULE OF EXPENSES
DECEMBER 31, 2023

Schedule 3

	2023 PSA Budget	2023 Actual	2022 Actual
General government services			
Legislative			
Mayor	\$ 50,348	\$ 47,993	\$ 44,785
Councilors	152,491	141,011	137,968
Other	<u>53,060</u>	<u>53,486</u>	<u>37,110</u>
	<u>255,899</u>	<u>242,490</u>	<u>219,863</u>
Administrative			
Manager	157,473	152,105	138,642
Corporate services	577,580	352,524	500,877
Office building	76,510	71,048	83,846
Solicitor	55,000	35,447	37,858
Other	<u>211,645</u>	<u>367,611</u>	<u>177,496</u>
	<u>1,078,208</u>	<u>978,735</u>	<u>938,719</u>
Financial and Human Resources			
Administrative	111,519	106,897	115,530
Accounting and human resources	<u>737,146</u>	<u>931,221</u>	<u>623,154</u>
	<u>848,665</u>	<u>1,038,118</u>	<u>738,684</u>
Other General Government Services			
Civic relations	143,050	150,303	109,125
Other general government services	12,800	14,580	20,774
Public liability insurance premiums	193,159	191,897	163,694
Grants to organizations	316,203	309,737	296,487
Assessment costs	<u>400,858</u>	<u>400,858</u>	<u>348,157</u>
	<u>1,066,070</u>	<u>1,067,375</u>	<u>938,237</u>
	<u>\$ 3,248,842</u>	<u>\$ 3,326,718</u>	<u>\$ 2,835,503</u>
Protective services			
Police			
RCMP contract	\$ 4,791,402	\$ 4,791,401	\$ 4,285,113
RCMP building consulting fees	<u>29,400</u>	<u>(28,412)</u>	<u>28,000</u>
	<u>4,820,802</u>	<u>4,762,989</u>	<u>4,313,113</u>
Fire			
Administration	3,167,819	3,237,710	2,928,055
Volunteers	108,345	107,214	100,909
Fire alarm system	113,428	121,103	101,215
Fire investigation and prevention	12,720	9,273	5,719
Training and development	69,080	73,279	45,092

MUNICIPALITY OF THE TOWN OF RIVERVIEW, NEW BRUNSWICK
SCHEDULE OF EXPENSES (CONTINUED)
DECEMBER 31, 2023

Schedule 3

	2023 PSA Budget	2023 Actual	2022 Actual
Protective services (continued)			
Fire (continued)			
Station and building	125,400	136,941	137,903
Firefighting equipment	210,151	293,843	223,830
Other	<u>6,900</u>	<u>7,380</u>	<u>6,319</u>
	<u>3,813,843</u>	<u>3,986,743</u>	<u>3,549,042</u>
Other			
Bylaw enforcement	194,434	193,058	128,346
Animal and pest control	123,057	120,376	113,270
Crosswalk guards	<u>97,945</u>	<u>97,148</u>	<u>86,059</u>
	<u>415,436</u>	<u>410,582</u>	<u>327,675</u>
	<u>\$ 9,050,081</u>	<u>\$ 9,160,314</u>	<u>\$ 8,189,830</u>
Transportation services			
Common Services			
Administration	\$ 1,047,070	\$ 1,041,021	\$ 857,589
General equipment	224,800	221,741	236,485
Workshops, yard and other buildings	<u>151,700</u>	<u>168,947</u>	<u>154,473</u>
	<u>1,423,570</u>	<u>1,431,709</u>	<u>1,248,547</u>
Road transport			
Engineering planning, supervision	<u>35,350</u>	<u>63,570</u>	<u>34,497</u>
Roads and streets			
Summer maintenance	295,500	317,551	231,269
Culverts and drainage ditches	32,000	41,746	26,202
Storm sewers	60,000	52,949	48,694
Snow and ice removal	<u>1,104,194</u>	<u>1,136,559</u>	<u>1,122,021</u>
	<u>1,491,694</u>	<u>1,548,805</u>	<u>1,428,186</u>
Street lighting	<u>668,000</u>	<u>668,393</u>	<u>607,891</u>
Traffic services			
Street signs	15,000	10,613	9,656
Traffic lane marking	75,000	48,149	65,851
Traffic signals	10,000	6,786	16,495
Crosswalks	5,000	15,057	1,752
Public transit	<u>863,845</u>	<u>864,381</u>	<u>631,573</u>
	<u>968,845</u>	<u>944,986</u>	<u>725,327</u>
	<u>\$ 4,587,459</u>	<u>\$ 4,657,463</u>	<u>\$ 4,044,448</u>

MUNICIPALITY OF THE TOWN OF RIVERVIEW, NEW BRUNSWICK
SCHEDULE OF EXPENSES (CONTINUED)
DECEMBER 31, 2023

Schedule 3

	2023 PSA Budget	2023 Actual	2022 Actual
Environmental health and development services			
Environmental health services			
Garbage and waste collection	\$ 622,500	\$ 587,711	\$ 640,813
Landfill costs	<u>409,944</u>	<u>409,944</u>	<u>404,872</u>
	<u>1,032,444</u>	<u>997,655</u>	<u>1,045,685</u>
Environmental development services			
Community planning	484,060	484,060	372,339
Community development agency	56,068	-	56,068
Economic development and tourism	258,188	203,982	192,989
Beautification and land rehabilitation	<u>392,414</u>	<u>354,014</u>	<u>367,610</u>
	<u>1,190,730</u>	<u>1,042,056</u>	<u>989,006</u>
	<u>\$ 2,223,174</u>	<u>\$ 2,039,711</u>	<u>\$ 2,034,691</u>
Recreation and cultural services			
Administration	\$ 3,197,050	\$ 3,204,599	\$ 2,686,529
Community centres and halls	840,293	801,327	624,974
Swimming pools	463,350	518,219	396,753
Rinks and arenas	418,000	493,478	414,788
Parks and playgrounds	315,144	373,453	343,099
Other recreational facilities	337,950	347,112	331,444
Library	36,198	38,395	33,982
Fundy Chocolate River Station	3,900	15,836	6,139
Other	<u>74,655</u>	<u>97,029</u>	<u>83,950</u>
	<u>\$ 5,686,540</u>	<u>\$ 5,889,448</u>	<u>\$ 4,921,658</u>
Water supply			
Administration	\$ 113,841	\$ 103,024	\$ 106,388
Billing and collection	112,921	123,796	116,863
Water purchased	1,380,050	1,437,558	1,224,008
Other	<u>1,841,577</u>	<u>2,024,530</u>	<u>1,846,551</u>
	<u>\$ 3,448,389</u>	<u>\$ 3,688,908</u>	<u>\$ 3,293,810</u>
Sewerage collection and disposal			
Administration	\$ 113,841	\$ 103,023	\$ 106,186
Sewerage treatment and disposal	1,864,170	1,864,170	1,793,190
Other	<u>1,090,034</u>	<u>1,105,374</u>	<u>1,067,484</u>
	<u>\$ 3,068,045</u>	<u>\$ 3,072,567</u>	<u>\$ 2,966,860</u>

MUNICIPALITY OF THE TOWN OF RIVERVIEW, NEW BRUNSWICK
SCHEDULE OF EXPENSES (CONTINUED)
DECEMBER 31, 2023

Schedule 3

	2023 PSA Budget	2023 Actual	2022 Actual
Interest and miscellaneous			
Bank fees	\$ 121,000	\$ 49,219	\$ 54,507
Interest on long-term debt	<u>958,564</u>	<u>857,212</u>	<u>774,203</u>
	<u>\$ 1,079,564</u>	<u>\$ 906,431</u>	<u>\$ 828,710</u>

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MUNICIPALITY OF THE TOWN OF RIVERVIEW, NEW BRUNSWICK
SCHEDULES OF REGULATORY REPORTING REQUIREMENTS
DECEMBER 31, 2023

The Department of Local Government of New Brunswick has requested some disclosures in addition to Canadian Public Sector Accounting Standards for monitoring purposes. The Town has provided these disclosure requirements in the following pages

1. Reconciliation of Annual Surplus in Financial Statements to Provincial Municipal Reporting Standards

	General Operating Fund	General Capital Fund	Water & Sewer Operating Fund	Water & Sewer Capital Fund	General Reserve Fund	Water & Sewer Reserve Fund	Total
2023 annual fund surplus (deficit) per financial statements	\$ 9,265,259	\$ (1,703,621)	\$ 1,812,219	\$ 2,261,358	\$ 755,321	\$ 117,006	\$ 12,507,542
<i>Adjustments to annual surplus (deficit) for funding requirements</i>							
Second previous year surplus	305,835	-	28,554	-	-	-	334,389
Transfers between funds:							
Transfer from operating to capital	(6,812,069)	6,812,069	(2,030,236)	2,030,236	-	-	-
Transfer from operating to reserve	(2,300,000)	-	(100,000)	-	2,300,000	100,000	-
Addition to accrued pension asset	(12,500)	-	-	-	-	-	(12,500)
Amortization expense	-	5,270,857	-	974,122	-	-	6,244,979
Contributed tangible capital assets	-	(581,137)	-	-	-	-	(581,137)
Water cost transfer	(300,000)	-	300,000	-	-	-	-
Deferred local improvement	(33,398)	-	-	-	-	-	(33,398)
Total adjustments to 2022 annual surplus (deficit)	(9,152,132)	11,501,789	(1,801,682)	3,004,358	2,300,000	100,000	5,952,333
2023 annual surplus	\$ 113,127	\$ 9,798,168	\$ 10,537	\$ 5,265,716	\$ 3,055,321	\$ 217,006	\$ 18,459,875

MUNICIPALITY OF THE TOWN OF RIVERVIEW, NEW BRUNSWICK
SCHEDULES OF REGULATORY REPORTING REQUIREMENTS
DECEMBER 31, 2023

2. Statement of reserves

	<u>General Operating</u>	<u>General Capital</u>	<u>General Parkland</u>	<u>Water & Sewer Operating</u>	<u>Water & Sewer Capital</u>	<u>Total 2023</u>	<u>Total 2022</u>
<i>Assets</i>							
Cash	\$ 88	\$ 2,307,812	\$ 216,305	\$ 117,570	\$ 100,333	\$ 2,742,108	\$ 4,889,748
Investments (see below)	<u>1,396,593</u>	<u>14,900,118</u>	<u>-</u>	<u>-</u>	<u>2,527,322</u>	<u>18,824,033</u>	<u>13,404,066</u>
	<u>\$ 1,396,681</u>	<u>\$ 17,207,930</u>	<u>\$ 216,305</u>	<u>\$ 117,570</u>	<u>\$ 2,627,655</u>	<u>\$ 21,566,141</u>	<u>\$ 18,293,814</u>
<i>Surplus</i>							
Accumulated Surplus, beginning of year	\$ 1,334,120	\$ 14,241,547	\$ 189,928	\$ 111,801	\$ 2,416,418	\$ 18,293,814	\$ 18,858,493
Annual surplus	<u>62,561</u>	<u>2,966,383</u>	<u>26,377</u>	<u>5,769</u>	<u>211,237</u>	<u>3,272,327</u>	<u>(564,679)</u>
Accumulated Surplus, end of year	<u>\$ 1,396,681</u>	<u>\$ 17,207,930</u>	<u>\$ 216,305</u>	<u>\$ 117,570</u>	<u>\$ 2,627,655</u>	<u>\$ 21,566,141</u>	<u>\$ 18,293,814</u>
<i>Revenue</i>							
Interest	\$ 62,561	\$ 666,383	\$ 10,377	\$ 5,769	\$ 111,237	\$ 856,327	\$ 274,521
Transfer from capital funds	-	-	16,000	-	-	16,000	6,800
Transfers from operating funds	<u>-</u>	<u>2,300,000</u>	<u>-</u>	<u>-</u>	<u>100,000</u>	<u>2,400,000</u>	<u>154,000</u>
	62,561	2,966,383	26,377	5,769	211,237	3,272,327	435,321
<i>Expenses</i>							
Transfer to capital funds	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,000,000</u>
Annual surplus	<u>\$ 62,561</u>	<u>\$ 2,966,383</u>	<u>\$ 26,377</u>	<u>\$ 5,769</u>	<u>\$ 211,237</u>	<u>\$ 3,272,327</u>	<u>\$ (564,679)</u>
<u>Name of Investment</u>							
	<u>Principal Amount</u>	<u>Accrued interest</u>	<u>Total</u>	<u>Interest Rate</u>	<u>Date of Maturity</u>		
Non-redeemable GIC	\$ 1,339,153	\$ 57,440	\$ 1,396,593	5.15%	March 3, 2024		
Redeemable GIC	14,298,710	601,408	14,900,118	5.05%	March 3, 2024		
Non-redeemable GIC	<u>2,423,376</u>	<u>103,946</u>	<u>2,527,322</u>	5.15%	March 3, 2024		
	<u>\$ 18,061,239</u>	<u>\$ 762,794</u>	<u>\$ 18,824,033</u>				

MUNICIPALITY OF THE TOWN OF RIVERVIEW, NEW BRUNSWICK
SCHEDULES OF REGULATORY REPORTING REQUIREMENTS
DECEMBER 31, 2023

2. Statement of reserves (continued)

Council Resolutions regarding transfers to and from reserves:

Resolution #1

Moved by: Deputy Mayor S. Murphy
Seconded by: Councillor J. Thorne.

BE IT RESOLVED that the Town Council of the Town of Riverview authorize the transfer of \$2,300,000 from the General Operating Fund to the General Capital Reserve Fund.

Resolution #2

Moved by: Deputy Mayor S. Murphy
Seconded by: Councillor H. Johnson

BE IT RESOLVED that the Town Council of the Town of Riverview authorize the transfer of \$100,000 from the Utility Operating Fund to the Utility Capital Reserve Fund.

I hereby certify that the above are true and exact copies of resolutions adopted at a meeting of Council on December 11, 2023.

Annette Crummey
Town Clerk
Town of Riverview

Date

MUNICIPALITY OF THE TOWN OF RIVERVIEW, NEW BRUNSWICK
SCHEDULES OF REGULATORY REPORTING REQUIREMENTS
DECEMBER 31, 2023

3. Reconciliation of Operating Budget to Public Sector Accounting for year ended December 31, 2023

	<u>Operating</u>	<u>Amortization</u>	<u>Other</u>	<u>Transfers</u>	<u>Total</u>
Revenue					
Warrant of assessment	\$ 30,842,510	\$ -	\$ -	\$ -	\$ 30,842,510
Unconditional transfers from Provincial Government	1,302,500	-	-	-	1,302,500
Other contributions and government transfers	700,151	-	6,924,095	-	7,624,246
Sales of services	1,075,096	-	-	-	1,075,096
Other revenue from own sources	678,314	-	825,327	-	1,503,641
Water and sewer revenue	<u>8,135,672</u>	<u>-</u>	<u>(300,000)</u>	<u>-</u>	<u>7,835,672</u>
	<u>42,734,243</u>	<u>-</u>	<u>7,449,422</u>	<u>-</u>	<u>50,183,665</u>
Expenses					
General government services	3,250,362	-	(1,520)	-	3,248,842
Protective services	9,353,525	-	(303,444)	-	9,050,081
Transportation services	4,589,168	-	(1,709)	-	4,587,459
Environment health and development	2,223,242	-	(68)	-	2,223,174
Recreation and cultural services	5,690,219	-	(3,679)	-	5,686,540
Water supply	3,449,827	-	(1,438)	-	3,448,389
Sewerage collection and disposal	3,068,685	-	(640)	-	3,068,045
Amortization of tangible capital assets	-	6,244,979	-	-	6,244,979
Interest expense and miscellaneous	<u>1,079,564</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,079,564</u>
	<u>32,704,592</u>	<u>6,244,979</u>	<u>(312,498)</u>	<u>-</u>	<u>38,637,073</u>
Fiscal services					
Transfer from operating fund to capital fund	8,264,040	-	-	(8,264,040)	-
Transfer from operating fund to reserve fund	2,100,000	-	-	(2,100,000)	-
Second previous years' surplus	<u>(334,389)</u>	<u>-</u>	<u>-</u>	<u>334,389</u>	<u>-</u>
	<u>10,029,651</u>	<u>-</u>	<u>-</u>	<u>(10,029,651)</u>	<u>-</u>
	<u>42,734,243</u>	<u>6,244,979</u>	<u>(312,498)</u>	<u>(10,029,651)</u>	<u>38,637,073</u>
Annual surplus	\$ -	\$ (6,244,979)	\$ 7,761,920	\$ 10,029,651	\$ 11,546,592