

RURAL MUNICIPALITY OF ABRAM-VILLAGE
Consolidated Financial Statements
March 31, 2024

RURAL MUNICIPALITY OF ABRAM-VILLAGE
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March 31, 2024

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MANAGEMENT'S RESPONSIBILITY FOR THE CONSOLIDATED FINANCIAL STATEMENTS

The accompanying consolidated financial statements of the Rural Municipality of Abram-Village are the responsibility of management and have been prepared in accordance with Canadian Accounting Standards for the Public Sector. A summary of the significant accounting policies are described in the consolidated financial statements. The preparation of consolidated financial statements necessarily involves the use of estimates based on management's judgment, particularly when transactions affecting the current period cannot be finalized with a certainty until future periods.

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

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

The consolidated financial statements have been audited by MRSB Chartered Professional Accountants Inc., independent external auditors appointed by the Rural Municipality of Abram-Village. The accompanying Independent Auditor's Report outlines their responsibilities, the scope of their examination and their opinion on the consolidated financial statements.

On behalf of the Rural Municipality of Abram-Village:

Mayor

INDEPENDENT AUDITOR'S REPORT

To the Mayor and Councillors of Rural Municipality of Abram-Village

Opinion

We have audited the consolidated financial statements of Rural Municipality of Abram-Village (the Municipality), which comprise the consolidated statement of financial position as at March 31, 2024, and the consolidated statements of operations, changes in net financial assets and cash flows for the year then ended, and notes and schedules to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Municipality as at March 31, 2024, and the consolidated results of its operations and consolidated cash flows for the year then ended in accordance with Canadian Accounting Standards for the Public Sector.

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

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

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

In preparing the consolidated financial statements, management is responsible for assessing the Municipality's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the 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.

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

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

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

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the 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 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 Municipality 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.

MRSB Chartered Professional Accountants Inc.

MRSB CHARTERED PROFESSIONAL ACCOUNTANTS INC.

Charlottetown, PE

October 3, 2024

RURAL MUNICIPALITY OF ABRAM-VILLAGE
Consolidated Statement of Financial Position
March 31, 2024

	2024	2023
Financial assets		
Unrestricted cash	\$ 123,316	\$ 95,052
Restricted cash	285,479	181,387
Accounts receivable (Note 3)	58,671	67,829
Land held for resale	19,000	37,000
	<u>486,466</u>	<u>381,268</u>
Liabilities		
Accounts payable and accrued liabilities	6,699	17,170
Damage deposit payable	300	300
Deferred revenue (Note 4)	302,687	226,776
Long term debt (Note 5)	37,550	69,165
	<u>347,236</u>	<u>313,411</u>
Net financial assets (Statement 6)	<u>139,230</u>	<u>67,857</u>
Non-financial assets		
Prepaid expense	4,884	4,711
Tangible capital assets (Schedules 1 and 2)	2,641,672	2,672,737
Intangible assets (Note 6)	27,588	31,899
	<u>2,674,144</u>	<u>2,709,347</u>
Accumulated surplus (Statement 5)	<u>\$ 2,813,374</u>	<u>\$ 2,777,204</u>

On behalf of Council

_____ Mayor

_____ Councillor

Notes 1 - 14 are an integral part of these consolidated financial statements

RURAL MUNICIPALITY OF ABRAM-VILLAGE

Consolidated Statement of Operations

Year Ended March 31, 2024

	Budget 2024	Actual 2024	Actual 2023
Revenues			
Municipality (Schedule 3)	\$ 124,100	\$ 166,144	\$ 119,724
Sewer (Schedule 4)	52,500	55,146	55,655
	<u>176,600</u>	<u>221,290</u>	<u>175,379</u>
Expenditures			
Municipality (Schedule 3)	119,100	136,999	131,030
Sewer (Schedule 4)	69,286	83,924	86,523
	<u>188,386</u>	<u>220,923</u>	<u>217,553</u>
Operating surplus (deficit)	<u>(11,786)</u>	<u>367</u>	<u>(42,174)</u>
Other revenues			
Government transfers for capital - Municipality (Note 7)	65,000	5,639	3,771
Government transfers for capital - Sewer (Note 7)	60,000	30,164	13,730
	<u>125,000</u>	<u>35,803</u>	<u>17,501</u>
Annual surplus (deficit)	<u>113,214</u>	<u>36,170</u>	<u>(24,673)</u>
Accumulated surplus - beginning of year	<u>2,777,204</u>	<u>2,777,204</u>	<u>2,801,877</u>
Accumulated surplus - end of year (Note 8)	<u>\$ 2,890,418</u>	<u>\$ 2,813,374</u>	<u>\$ 2,777,204</u>

Notes 1 - 14 are an integral part of these consolidated financial statements

RURAL MUNICIPALITY OF ABRAM-VILLAGE
Consolidated Statement of Changes in Net Financial Assets
Year Ended March 31, 2024

	Budget 2024	Actual 2024	Actual 2023
Annual surplus (deficit)	\$ 113,214	\$ 36,170	\$ (24,673)
Amortization of tangible assets	-	70,267	69,145
Purchase of tangible capital assets	(130,000)	(39,201)	(56,793)
Amortization of intangible assets	-	4,311	4,311
Increase in prepaid expense	-	(174)	(194)
	(130,000)	35,203	16,469
Increase (decrease) in net financial assets	(16,786)	71,373	(8,204)
Net financial assets - beginning of year	67,857	67,857	76,061
Net financial assets - end of year	\$ 51,071	\$ 139,230	\$ 67,857

Notes 1 - 14 are an integral part of these consolidated financial statements

RURAL MUNICIPALITY OF ABRAM-VILLAGE
Consolidated Statement of Cash Flows
Year Ended March 31, 2024

	2024	2023
Cash flows from operating activities		
Annual surplus (deficit)	\$ 36,170	\$ (24,673)
Items not affecting cash:		
Amortization of tangible capital assets	70,267	69,145
Amortization of intangible assets	4,311	4,311
	<u>110,748</u>	<u>48,783</u>
Changes in non-cash working capital:		
Accounts receivable	9,158	16,825
Land held for resale	18,000	-
Prepaid expense	(173)	(194)
Accounts payable and accrued liabilities	(10,472)	(9,840)
Deferred revenue	75,911	52,234
	<u>92,424</u>	<u>59,025</u>
	<u>203,172</u>	<u>107,808</u>
Cash flows from capital activities		
Purchase of tangible capital assets	<u>(39,201)</u>	<u>(56,793)</u>
Cash flows from financing activity		
Repayment of long term debt	<u>(31,615)</u>	<u>(11,332)</u>
Increase in cash	132,356	39,683
Cash - beginning of year	<u>276,439</u>	<u>236,756</u>
Cash - end of year	<u>\$ 408,795</u>	<u>\$ 276,439</u>
Cash consists of:		
Unrestricted cash	\$ 123,316	\$ 95,052
Restricted cash	<u>285,479</u>	<u>181,387</u>
	<u>\$ 408,795</u>	<u>\$ 276,439</u>

Notes 1 - 14 are an integral part of these consolidated financial statements

RURAL MUNICIPALITY OF ABRAM-VILLAGE
Notes to Consolidated Financial Statements
Year Ended March 31, 2024

1. DESCRIPTION OF BUSINESS

Rural Municipality of Abram-Village (the "Municipality") was incorporated under the Municipalities Act of Prince Edward Island. Its principal activities include the provision of local government services to residents of the incorporated area. The Municipality is a non-profit organization under the Income Tax Act and accordingly is exempt from income taxes, provided certain requirements of the Income Tax Act are met.

2. SIGNIFICANT ACCOUNTING POLICIES

Basis of presentation

The consolidated financial statements of the Rural Municipality of Abram-Village are the representations of management prepared in accordance with Canadian Accounting Standards for the Public Sector.

The consolidated financial statements are prepared using the accrual basis of accounting. The accrual basis of accounting recognizes revenue as it is earned and measurable. Expenditures are recognized as they are incurred and measurable based upon receipt of goods or services and/or the legal obligation to pay.

Funds from external parties and earnings thereon restricted by agreement or legislation are accounted for as deferred revenue until used for the purpose specified.

Government transfers, contributions and other amounts are received from third parties pursuant to legislation, regulation or agreement and may only be used for certain programs and in the completion of specific work. In addition, certain user charges and fees are collected for which the related services have yet to be performed. Revenue is recognized in the year when the related expenditures are incurred, services are performed or the tangible capital assets are acquired.

Basis of consolidation

The consolidated financial statements for the Rural Municipality of Abram-Village reflect the assets, liabilities, revenues, expenditures, and annual surplus of all funds of the Municipality. The Municipality is comprised of all organizations and committees accountable to the Municipality for the administration of their financial affairs and resources. Included in the Municipality are the following:

Rural Municipality of Abram-Village
Abram-Village Sewer Utility

Cash

Cash is comprised of unrestricted and restricted balances on deposits with the credit union.

Accounts receivable

Accounts receivable arise from sewer dues, Harmonized Sales Tax receivable, miscellaneous receivable and government funding. An allowance for bad debts has been calculated through discussions with management, assessment of the other circumstances influencing the collectibility of amounts, and using historical loss experience. Amounts deemed uncollectible are written off and deducted from the carrying value of the receivable. Amounts subsequently recovered from accounts previously written off are credited to the allowance account in the period of recovery.

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RURAL MUNICIPALITY OF ABRAM-VILLAGE
Notes to Consolidated Financial Statements
Year Ended March 31, 2024

2. SIGNIFICANT ACCOUNTING POLICIES (*continued*)

Land Held for Resale

Land held for resale is recorded at the lower of cost or net realizable value. Costs include costs for land acquisition and improvements required to prepare land for servicing. Related development costs incurred to provide infrastructure are recorded as physical assets under the respective function.

Tangible capital assets

Tangible capital assets are stated at cost which includes all amounts that are directly attributable to acquisition, construction, development or betterment of the asset. The cost, less residual value, of the tangible capital assets is amortized over the estimated useful life using the following rates and methods:

Municipality		
Buildings	40 years	straight-line method
Parks and playground	10 years	straight-line method
Sidewalks	25 years	straight-line method
Computer	2 years	straight-line method
Lawn mower	3 years	straight-line method
Motorized equipment	5 years	straight-line method
Sewer Utility		
Sewer system	83.3 years	straight-line method
Equipment	5 years	straight-line method
Sewer pumping station	20 years	straight-line method
Fence	10 years	straight-line method

One-half of the annual rate is recorded in the year of acquisition; no amortization is recorded in the year of disposal.

Amortization rates for the Sewer Utility were established using the estimated useful life of the asset in accordance with the Island Regulatory and Appeals Commission guidelines.

Impairment of long lived assets

The Municipality tests for impairment whenever events or changes in circumstances indicate that the carrying amount of the assets may not be recoverable. Recoverability is assessed by comparing the carrying amount to the projected future net cash flows the long-lived assets are expected to generate through their direct use and eventual disposition. When a test for impairment indicates that the carrying amount of an asset is not recoverable, an impairment loss is recognized to the extent the carrying value exceeds its fair value.

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RURAL MUNICIPALITY OF ABRAM-VILLAGE
Notes to Consolidated Financial Statements
Year Ended March 31, 2024

2. SIGNIFICANT ACCOUNTING POLICIES (*continued*)

Asset Retirement Obligation

Liabilities are recognized for statutory, contractual or legal obligations associated with the retirement of tangible capital assets when those obligations result from the acquisition, construction, development or normal operation of the assets. The obligations are measured initially at fair value, determined using present value methodology, and the resulting costs capitalized into the carrying amount of the related tangible capital asset. In subsequent periods, the liability is adjusted for accretion and any changes in the amount or timing of the underlying future cash flows. The capitalized asset retirement cost is amortized on the same basis as the related asset and accretion expense is included in the Consolidated Statement of Operations. As at March 31, 2024, no asset retirement obligations have been identified by management.

Intangible assets

Official plan is stated at cost and amortized on a straight line basis over 10 years.

Non-financial assets

Non-financial assets are not available to discharge existing liabilities and are held for the 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 annual surplus, provides the consolidated change in net financial assets for the year.

Government transfers

Government transfers are the transfer of assets from senior levels of government that are not the result of an exchange transaction, are not expected to be repaid in the future, or the result of a direct financial return.

Government transfers are recognized in the consolidated financial statements as revenue in the period in which events giving rise to the transfer occur, providing the transfers are authorized, any eligibility criteria have been met, and reasonable estimates on the amounts can be determined.

Revenue recognition

Property tax billings are based on the assessed value of real property in the Municipality and is payable in each calendar year. Tax rates are reviewed, established, and approved annually by the Municipality. These revenues are recognized when monthly billings come due.

Sewer dues are charged based on rates approved by the Island Regulatory and Appeals Commission (IRAC). These charges are assessed semi annually and are recognized when billings come due.

Revenue from transactions with performance obligations are recognized when (or as) the municipality satisfies a performance obligation. Revenue from transactions with no performance obligations are recognized when the municipality has the authority to claim or retain an inflow of economic resources and a past transaction has given rise to an asset."

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RURAL MUNICIPALITY OF ABRAM-VILLAGE
Notes to Consolidated Financial Statements
Year Ended March 31, 2024

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

Financial instruments

Financial instruments are recorded at fair value when acquired or issued. In subsequent periods, financial assets with actively traded markets are reported at fair value, with any unrealized gains and losses reported in surplus. All other financial instruments are reported at amortized cost, and tested for impairment at each reporting date. Transaction costs on the acquisition, sale, or issuance of financial instruments that are subsequently measured at amortized cost are shown as an adjustment to the carrying value of the related financial instrument.

Management estimates

The presentation of the consolidated financial statements in conformity with Canadian Accounting Standards for the Public Sector requires management to make estimates and assumptions that affect the reported amount of assets and liabilities at the date of the consolidated financial statements and the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from management's best estimates as additional information becomes available in the future. The following are areas in which management makes significant accounting estimates:

- The amounts recorded for amortization of tangible capital assets on the statement of operations is subject to management's assessment of the estimated useful life of the Municipality's tangible capital assets;
- The recognized amounts of potential claims and liabilities depend on management's assessment of future costs and the probability these events will occur.

3. ACCOUNTS RECEIVABLE

	<u>2024</u>		<u>2023</u>
Sewer accounts receivable	\$ 41,837	\$	49,258
Municipal Capital Expenditure Grant	9,268		5,298
Miscellaneous accounts receivable	5,190		2,300
HST receivable	2,376		10,973
	<u>\$ 58,671</u>	<u>\$</u>	<u>67,829</u>

RURAL MUNICIPALITY OF ABRAM-VILLAGE
Notes to Consolidated Financial Statements
Year Ended March 31, 2024

4. DEFERRED REVENUE

	<u>2024</u>	<u>2023</u>
Canada Community Building Fund	\$ 258,325	\$ 186,066
Unearned Sewer Revenues	41,400	40,710
Equalization grant	2,962	-
	<u>\$ 302,687</u>	<u>\$ 226,776</u>

Under the Canada Community Building Fund for Incorporated Communities, the Municipality was allocated \$100,000 per year for fiscal years 2021 to 2024. These funds, along with interest earned, must be used for eligible infrastructure and capacity building projects. Any funds received under this program, including interest earned but not yet spent, are recognized as deferred revenue at the end of the year.

During the year, the Municipality received Canada Community Building Fund funding of \$100,000, incurred eligible expenditures of \$31,832, and earned interest of \$4,091.

5. LONG TERM DEBT

	<u>2024</u>	<u>2023</u>
<u>Municipality</u>		
Provincial Credit Union Limited - 8.23%, repayable in quarterly blended installments of \$4,088. The loan matures on April 1, 2028.	\$ 37,550	\$ 69,165
	<u>\$ 37,550</u>	<u>\$ 69,165</u>

Principal repayments of long term debt are expected to be repaid over the next three years as follows:

2025	\$ 13,678
2026	13,687
2027	10,185

The Municipality has provided a general security agreement providing a fixed charge over serial numbered assets, a first floating charge over all other assets, and all deposit accounts at Provincial Credit Union Limited with carrying value of security of \$181,987.

6. INTANGIBLE ASSETS

	<u>2024</u>	<u>2023</u>
Official plan	\$ 43,110	\$ 43,110
Accumulated amortization	(15,522)	(11,211)
	<u>\$ 27,588</u>	<u>\$ 31,899</u>

RURAL MUNICIPALITY OF ABRAM-VILLAGE
Notes to Consolidated Financial Statements
Year Ended March 31, 2024

7. GOVERNMENT TRANSFERS

Government transfers for capital

	<u>2024</u>	<u>2023</u>
<u>Sewer Utility</u>		
Canada Community Building Fund	\$ 27,036	\$ 12,586
Municipal Capital Expenditure Grant	<u>3,128</u>	<u>1,144</u>
	<u>30,164</u>	<u>13,730</u>

Municipality

Canada Community Building Fund	4,796	36,969
Municipal Capital Expenditure Grant	<u>843</u>	<u>(33,198)</u>
	<u>5,639</u>	<u>3,771</u>

Government transfers for operations

	<u>2024</u>	<u>2023</u>
<u>Municipality</u>		
Jobs for Youth	4,826	4,559
Grant in lieu of property tax	<u>-</u>	<u>757</u>
	<u>4,826</u>	<u>5,316</u>
	<u>\$ 40,629</u>	<u>\$ 22,817</u>

8. ACCUMULATED SURPLUS

	<u>2024</u>	<u>2023</u>
Unrestricted surplus	\$ 181,661	\$ 141,731
Investment in tangible capital assets (Note 9)	2,604,125	2,603,574
Investment in intangible capital assets (Note 6)	<u>27,588</u>	<u>31,899</u>
	<u>\$ 2,813,374</u>	<u>\$ 2,777,204</u>

9. INVESTMENT IN TANGIBLE CAPITAL ASSETS

	<u>2024</u>	<u>2023</u>
Tangible capital assets (Schedules 1 and 2)	\$ 3,495,368	\$ 3,456,166
Accumulated amortization (Schedules 1 and 2)	(853,693)	(783,427)
Long term debt (Note 5)	<u>(37,550)</u>	<u>(69,165)</u>
	<u>\$ 2,604,125</u>	<u>\$ 2,603,574</u>

RURAL MUNICIPALITY OF ABRAM-VILLAGE
Notes to Consolidated Financial Statements
Year Ended March 31, 2024

10. LINE OF CREDIT AVAILABILITY

The Rural Municipality of Abram-Village and Sewer Utility have approved lines of credit with Provincial Credit Union Limited of \$5,000 each, which were not utilized at the end of the reporting period. The lines of credit are renewable September 30, 2024.

11. RATE REGULATION

Sewer Utility

The Municipality is subject to rate regulation on wastewater utility rates in Prince Edward Island in accordance with the Water and Sewerage Act. The purpose of this Act, which is administered by the Island Regulatory and Appeals Commission (IRAC), is to regulate the sewer utility rates within the Province of Prince Edward Island.

Utility rates and charges are fixed and determined in accordance with the generally accepted public utility practices after taking into consideration local conditions and circumstances. Municipalities may apply for changes to sewer utility rates with IRAC. The commission will review these requests and adjust the price accordingly.

12. BUDGET FIGURES

Budgeted annual surplus (deficit) - Sewer	\$ (28,336)
Budgeted annual surplus - Municipality	-
Add: Debt retirement	11,550
Add: Capital purchases	5,000
Add: Capital funding	<u>125,000</u>
	<u>\$ 113,214</u>

The budget figures provided on Statements 5 and 6 and Schedules 3 to 4 have not been audited or reviewed by the external auditor.

RURAL MUNICIPALITY OF ABRAM-VILLAGE
Notes to Consolidated Financial Statements
Year Ended March 31, 2024

13. FINANCIAL INSTRUMENTS

The Municipality's consolidated financial instruments consist of cash, accounts receivable, accounts payable and accrued liabilities and long term debt.

The Municipality is exposed to various risks through its financial instruments and has a comprehensive risk management framework to monitor, evaluate and manage these risks. The following analysis provides information about the Municipality's risk exposure and concentration as of March 31, 2024.

(a) Credit risk

Credit risk arises from the potential that a counter party will fail to perform its obligations. The Municipality is exposed to credit risk from customers. An allowance for doubtful accounts is established based upon factors surrounding the credit risk of specific accounts, historical trends and other information. The Municipality has a significant number of residents which minimizes concentration of credit risk.

(b) Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities. The Municipality is exposed to this risk mainly in respect of its receipt of government funding, long term debt, and accounts payable and accrued liabilities.

14. SEGMENT DISCLOSURE

The Municipality is a diversified municipal unit that provides a wide range of services to its citizens. For management reporting purposes the Municipality's operations and activities are organized and reported by segment. The major segments are as follows:

Sewer Utility

This segment is responsible for the maintenance and operations of sewer services provided to residents and other customers.

General Government

This segment is responsible for the overall financial and local government administration. Its tasks include, but are not limited to, daily accounting functions, preparation and coordination of annual audited consolidated financial statements, development of the annual budget, human resource functions for the entire Municipality, maintenance of bylaws and policies, oversight of public works, maintenance of municipal facilities and administration of municipal services.

RURAL MUNICIPALITY OF ABRAM-VILLAGE

Schedules to Consolidated Financial Statements

Tangible Capital Assets

Year Ended March 31, 2024

(Schedule 1)

	Cost beginning of year	Additions	Disposals and write downs	Cost end of year	Accum amort beginning of year	Amort in the year	Disposals and write downs	Accum amort end of year	Net book value
Municipality									
Land	\$ 9,318	\$ -	\$ -	\$ 9,318	\$ -	\$ -	\$ -	\$ -	\$ 9,318
Buildings	208,958	-	-	208,958	34,520	5,224	-	39,744	169,214
Parks and playground	74,767	2,596	-	77,363	61,537	7,607	-	69,144	8,219
Sidewalks	547,016	2,200	-	549,216	84,337	21,925	-	106,262	442,954
Computer	1,160	-	-	1,160	1,160	-	-	1,160	-
Lawn mower	2,560	-	-	2,560	427	853	-	1,280	1,280
Motorized equipment	21,306	-	-	21,306	6,392	4,261	-	10,653	10,653
	\$ 865,085	\$ 4,796	\$ -	\$ 869,881	\$ 188,373	\$ 39,870	\$ -	\$ 228,243	\$ 641,638
Sewer Utility									
Land	\$ 17,281	\$ -	\$ -	\$ 17,281	\$ -	\$ -	\$ -	\$ -	\$ 17,281
Sewer system Equipment	2,515,892	34,408	-	2,550,300	537,147	30,397	-	567,544	1,982,756
Sewer pumping station	11,954	-	-	11,954	11,954	-	-	11,954	-
Fence	28,989	-	-	28,989	28,989	-	-	28,989	-
	16,963	-	-	16,963	16,963	-	-	16,963	-
	\$ 2,591,079	\$ 34,408	\$ -	\$ 2,625,487	\$ 595,053	\$ 30,397	\$ -	\$ 625,450	\$ 2,000,037
Total tangible capital assets	\$ 3,456,166	\$ 39,201	\$ -	\$ 3,495,368	\$ 783,427	\$ 70,267	\$ -	\$ 853,693	\$ 2,641,672

Notes 1 - 14 are an integral part of these consolidated financial statements

RURAL MUNICIPALITY OF ABRAM-VILLAGE
Schedules to Consolidated Financial Statements
Tangible Capital Assets
Year Ended March 31, 2023

(Schedule 2)

	Cost beginning of year	Additions	Disposals and write downs	Cost end of year	Accum amort beginning of year	Amort in the year	Disposals and write downs	Accum amort end of year	Net book value
Municipality									
Land	\$ 9,318	\$ -	\$ -	\$ 9,318	\$ -	\$ -	\$ -	\$ -	\$ 9,318
Buildings	168,479	40,479	-	208,958	29,802	4,718	-	34,520	174,438
Parks and playground	74,767	-	-	74,767	54,061	7,476	-	61,537	13,230
Sidewalks	545,845	1,171	-	547,016	62,480	21,857	-	84,337	462,679
Computer	1,160	-	-	1,160	870	290	-	1,160	-
Lawn mower	-	2,560	-	2,560	-	427	-	427	2,133
Motorized equipment	21,306	-	-	21,306	2,131	4,261	-	6,392	14,914
	<u>\$ 820,875</u>	<u>44,210</u>	<u>\$ -</u>	<u>\$ 865,085</u>	<u>149,344</u>	<u>\$ 39,029</u>	<u>\$ -</u>	<u>\$ 188,373</u>	<u>\$ 676,712</u>
Sewer Utility									
Land	\$ 17,281	\$ -	\$ -	\$ 17,281	\$ -	\$ -	\$ -	\$ -	\$ 17,281
Sewer system	2,503,307	12,585	-	2,515,892	507,032	30,115	-	537,147	1,978,745
Equipment	11,954	-	-	11,954	11,954	-	-	11,954	-
Lagoon	-	-	-	-	-	-	-	-	-
Sewer pumping station	28,989	-	-	28,989	28,989	-	-	28,989	-
Fence	16,963	-	-	16,963	16,963	-	-	16,963	-
	<u>\$ 2,578,494</u>	<u>12,585</u>	<u>\$ -</u>	<u>\$ 2,591,079</u>	<u>564,938</u>	<u>\$ 30,115</u>	<u>\$ -</u>	<u>\$ 595,053</u>	<u>\$ 1,996,026</u>
Total tangible capital assets	<u>\$ 3,399,369</u>	<u>\$ 56,793</u>	<u>\$ -</u>	<u>\$ 3,456,166</u>	<u>\$ 714,282</u>	<u>\$ 69,145</u>	<u>\$ -</u>	<u>\$ 783,427</u>	<u>\$ 2,672,737</u>

Notes 1 - 14 are an integral part of these consolidated financial statements

RURAL MUNICIPALITY OF ABRAM-VILLAGE
Schedules to Consolidated Financial Statements
Statement of Operations - Municipality
Year Ended March 31, 2024

(Schedule 3)

	Budget 2024	Actual 2024	Actual 2023
Revenues			
Property tax	\$ 54,000	\$ 65,460	\$ 62,772
Lot sales	18,000	42,000	-
Equalization grant	32,500	32,652	30,117
Sewer administration fees	10,800	10,800	10,800
Club 50 rentals	4,000	9,347	10,280
Government transfers for operations (Note 7)	4,500	4,826	5,316
Interest	200	909	414
Development permits	100	150	25
	<u>124,100</u>	<u>166,144</u>	<u>119,724</u>
Expenditures			
Administrator salary	21,500	9,990	10,131
Advertising and promotion	4,600	2,416	1,897
Amortization of intangible assets	-	4,311	4,311
Amortization of tangible capital assets	-	39,870	39,030
Community center	15,000	14,389	20,661
Dues and fees	1,500	697	557
Fire dues	18,200	18,568	18,203
Honorariums and council	5,500	4,118	4,633
Insurance	4,000	3,165	3,148
Interest and bank charges	300	28	56
Lot sales and legal	3,500	1,125	-
Office	2,000	814	1,530
Park	6,500	614	654
Professional fees	9,000	7,145	8,359
Property tax	1,000	741	693
Sidewalk maintenance	7,000	12,652	1,756
Street lights	12,000	9,175	8,900
Telecommunications	2,000	1,765	1,779
Wages and wage levies - student	5,500	5,416	4,732
	<u>119,100</u>	<u>136,999</u>	<u>131,030</u>
Operating surplus (deficit)	<u>\$ 5,000</u>	<u>\$ 29,145</u>	<u>\$ (11,306)</u>

Notes 1 - 14 are an integral part of these consolidated financial statements

RURAL MUNICIPALITY OF ABRAM-VILLAGE
Schedules to Consolidated Financial Statements
Statement of Operations - Sewer
Year Ended March 31, 2024

(Schedule 4)

	Budget 2024	Actual 2024	Actual 2023
Revenues			
Sewer charges	\$ 52,000	\$ 54,610	\$ 54,818
Interest	500	536	837
	<u>52,500</u>	<u>55,146</u>	<u>55,655</u>
Expenditures			
Administration fees	10,800	10,800	10,800
Amortization of tangible capital assets	-	30,397	30,115
Dues and fees	1,100	700	663
Electricity	4,200	4,414	5,025
Interest and bank charges	100	515	45
Interest on long term debt	3,250	4,240	3,901
Operator	16,836	22,457	19,492
Repairs and maintenance	33,000	10,401	16,482
	<u>69,286</u>	<u>83,924</u>	<u>86,523</u>
Operating deficit	<u>\$ (16,786)</u>	<u>\$ (28,778)</u>	<u>\$ (30,868)</u>

Notes 1 - 14 are an integral part of these consolidated financial statements

RURAL MUNICIPALITY OF ABRAM-VILLAGE
Schedules to Consolidated Financial Statements
Segment Disclosures
Year Ended March 31, 2024

(Schedule 5)

	Municipality	Sewer	Elimination	Consolidated 2024
Revenues				
Property taxes	\$ 65,460	\$ -	\$ -	\$ 65,460
Equalization grant	32,652	-	-	32,652
Club 50 rentals	9,347	-	-	9,347
Government transfers for operations	4,826	-	-	4,826
Interest	909	536	-	1,445
Sewer charges	-	54,610	-	54,610
Sewer administration fees	10,800	-	(10,800)	-
Lot sales	42,000	-	-	42,000
Development permits	150	-	-	150
	<u>166,144</u>	<u>55,146</u>	<u>(10,800)</u>	<u>210,490</u>
Expenditures				
Salaries and benefits	19,524	22,457	-	41,981
Goods and services	73,266	26,315	(10,800)	88,781
Amortization of tangible capital assets	39,870	30,397	-	70,267
Amortization of intangible assets	4,311	-	-	4,311
Interest	28	4,755	-	4,783
	<u>136,999</u>	<u>83,924</u>	<u>(10,800)</u>	<u>210,123</u>
Operating surplus (deficit)	29,145	(28,778)	-	367
Government transfers for capital	5,639	30,164	-	35,803
Annual surplus	<u>\$ 34,784</u>	<u>\$ 1,386</u>	<u>\$ -</u>	<u>\$ 36,170</u>

Notes 1 - 14 are an integral part of these consolidated financial statements

RURAL MUNICIPALITY OF ABRAM-VILLAGE
Schedules to Consolidated Financial Statements
Segment Disclosures
Year Ended March 31, 2023

(Schedule 6)

	Municipality	Sewer	Elimination	Consolidated 2023
Revenues				
Property taxes	\$ 62,772	\$ -	\$ -	\$ 62,772
Equalization grant	30,117	-	-	30,117
Club 50 rentals	10,280	-	-	10,280
Government transfers for operations	5,316	-	-	5,316
Interest	414	837	-	1,251
Sewer charges	-	54,818	-	54,818
Sewer administration fees	10,800	-	(10,800)	-
Development permits	25	-	-	25
	<u>119,724</u>	<u>55,655</u>	<u>(10,800)</u>	<u>164,579</u>
Expenditures				
Salaries and benefits	19,496	19,492	-	38,988
Goods and services	68,137	32,970	(10,800)	90,307
Amortization of tangible capital assets	39,030	30,115	-	69,145
Amortization of intangible assets	4,311	-	-	4,311
Interest	56	3,946	-	4,002
	<u>131,030</u>	<u>86,523</u>	<u>(10,800)</u>	<u>206,753</u>
Operating deficit	(11,306)	(30,868)	-	(42,174)
Government transfers for capital	3,771	13,730	-	17,501
Annual deficit	<u>\$ (7,535)</u>	<u>\$ (17,138)</u>	<u>\$ -</u>	<u>\$ (24,673)</u>

Notes 1 to 14 are an integral part of these consolidated financial statements