



**Financial Statements**

March 31, 2022



## Table of Contents

	Page
<b>Consolidated Financial Statements</b>	
Management's Responsibility For Financial Reporting	1
Independent Auditor's Report	2-3
Consolidated Statement of Operations	4
Consolidated Statement of Financial Position	5
Consolidated Statement of Cash Flows	6
Consolidated Statement of Change in Net Debt	7
Notes to the Consolidated Financial Statements	8-24
Schedule of Segmented Disclosure	25-26



## Management's Responsibility For Financial Reporting

March 31, 2022

---

The consolidated financial statements have been prepared by management in accordance with Canadian public sector accounting standards, and the integrity and objectivity of these statements are management's responsibility. Management is also responsible for all of the notes to the consolidated financial statements and schedules, and for ensuring that this information is consistent, where appropriate, with the information contained in the consolidated financial statements. A summary of the significant accounting policies are described in Note 1 to the consolidated financial statements. The preparation of financial statements necessarily involves the use of estimates based on management's judgment, particularly when transactions affecting the current period cannot be finalized with certainty until future periods.

Management is also responsible for implementing and maintaining a system of internal controls to provide reasonable assurance that reliable financial information is produced. The internal controls are designed to provide reasonable assurance that assets are safeguarded, transactions are properly authorized and recorded in compliance with legislative and regulatory requirements, and reliable financial information is available on a timely basis for preparation of the consolidated financial statements.

The Council is responsible for ensuring that management fulfils its responsibilities for financial reporting and internal control, and exercises these responsibilities through the Council. The Council reviews internal financial statements on a monthly basis and external audited consolidated financial statements yearly. The Council also discusses any significant financial reporting or internal control matters prior to their approval of the consolidated financial statements.

The external auditors, Grant Thornton LLP, conduct an independent examination, in accordance with Canadian auditing standards, and express their opinion on the consolidated financial statements. The external auditors have full and free access to financial management of the City of Summerside and meet when required. The accompanying Auditor's Report outlines their responsibilities, the scope of their examination and their opinion on the consolidated financial statements.

On behalf of the City of Summerside

CAO

A handwritten signature in black ink, appearing to be "M. [unclear]", written over a horizontal line.

Mayor

A handwritten signature in black ink, appearing to be "Basil [unclear]", written over a horizontal line.

## Independent auditor's report

---

Grant Thornton LLP  
2nd Floor, Royal Bank Building  
220 Water Street, PO Box 1660  
Summerside, PE  
C1N 2V5

T +1 902 436 9155  
F +1 902 436 6913

To His Worship the Mayor and  
Members of the City Council

### Opinion

We have audited the consolidated financial statements of the City of Summerside ("the City"), which comprise the consolidated statement of financial position as at March 31, 2022, and the consolidated statements of operations, change in net debt and cash flow for the year then ended, and notes 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 financial position of the City as at March 31, 2022, and its results of operations, its changes in its net debt, and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

### Basis for Opinion

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

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

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

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

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

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

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these 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 City'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 City'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 Entity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the City and the organizations it controls to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

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

*Grant Thornton LLP*

Summerside, Canada  
June 28, 2022

Chartered Professional Accountants



**Consolidated Statement of Operations**  
**Year Ended March 31, 2022**

	2022 Budget (Note 9)	2022	2021
<b>Revenue</b>			
Property taxes (Note 5)	\$ 9,045,495	\$ 9,328,723	\$ 9,071,233
Government transfers			
Equalization	3,505,956	<b>3,505,956</b>	3,346,975
Municipal support	5,115,268	<b>5,524,937</b>	4,995,082
Infrastructure	32,015,069	<b>32,831,940</b>	4,899,928
Other	-	<b>84,750</b>	30,000
Sale of electricity	22,029,844	<b>22,531,180</b>	20,597,545
Sale of water & sewer services	5,828,859	<b>5,754,071</b>	5,392,789
Fines and costs	170,000	<b>186,595</b>	112,089
Gain on disposal of capital assets	-	-	14,904
Third party revenue	997,239	<b>3,609,571</b>	1,743,996
	<u>78,707,730</u>	<u><b>83,357,723</b></u>	<u>50,204,541</u>
<b>Expenses</b>			
General government	3,070,589	<b>4,751,732</b>	2,714,967
Recreation programs	8,653,348	<b>9,605,616</b>	7,708,554
Protective services	5,473,104	<b>6,528,021</b>	5,981,653
Transportation services	4,714,477	<b>5,329,363</b>	5,906,830
Electric utility	20,191,601	<b>18,205,851</b>	17,305,942
Water & sewer utility	5,782,391	<b>5,969,667</b>	5,440,191
Loss on disposal of capital assets	-	<b>1,614,986</b>	-
	<u>47,885,510</u>	<u><b>52,005,236</b></u>	<u>45,058,137</u>
Annual surplus before undernoted	\$ <u>30,822,220</u>	<b>31,352,487</b>	5,146,404
Pension obligation valuation adjustment (Note 6)		<u>(259,000)</u>	(358,000)
Annual surplus		<u><b>\$ 31,093,487</b></u>	<u>\$ 4,788,404</u>
<hr/>			
Accumulated surplus, beginning of year		<b>\$156,190,174</b>	\$ 151,401,770
Annual surplus		<u><b>31,093,487</b></u>	<u>4,788,404</u>
Accumulated surplus, end of year		<u><b>\$187,283,661</b></u>	<u>\$ 156,190,174</u>



**Consolidated Statement of Financial Position**  
**March 31**

	2022	2021
<b>Financial Assets</b>		
Receivables	\$ 19,527,884	\$ 6,835,415
Restricted short term Investments	335,180	358,187
Sinking fund investments, at market value (Note 4)	<u>2,922,304</u>	<u>2,735,215</u>
	<u>22,785,368</u>	<u>9,928,817</u>
<b>Liabilities</b>		
Bank indebtedness (Note 2)	1,110,411	601,919
Trade and customer deposits	6,701,611	5,967,672
Contaminated and remediation liability (Note 13)	1,340,612	-
Holdbacks	3,007,081	617,289
Deferred revenue	682,260	94,291
Capital line of credit (Note 2)	20,000,000	-
Long term debt (Note 3)	72,501,720	69,736,844
Sick leave (Note 4)	2,223,000	2,065,000
Pension benefit obligation (Note 6)	<u>2,161,574</u>	<u>1,839,924</u>
	<u>109,728,269</u>	<u>80,922,939</u>
<b>NET FINANCIAL DEBT</b>	<u>(86,942,901)</u>	<u>(70,994,122)</u>
<b>Non-Financial Assets</b>		
Tangible capital assets, net of amortization (Note 7)	271,645,719	224,825,319
Prepaid expenses	185,341	150,682
Inventory of materials and supplies, at cost	<u>2,395,502</u>	<u>2,208,295</u>
	<u>274,226,562</u>	<u>227,184,296</u>
<b>Accumulated surplus (Note 8)</b>	<u>\$ 187,283,661</u>	<u>\$ 156,190,174</u>

Commitments and contingencies (Note 10)

On Behalf of the Council

On Behalf of Management



**Consolidated Statement of Cash Flows**  
**Year Ended March 31**

	2022	2021
Increase (decrease) in cash and cash equivalents		
<b>Operating</b>		
Annual surplus	\$ 31,093,487	\$ 4,788,404
Loss (gain) on disposal of capital assets	1,614,986	(14,904)
Amortization	9,007,247	9,539,805
Change in non-cash operating working capital	(7,861,993)	(1,526,447)
Change in sick leave	158,000	6,000
Change in short term investments	23,008	(38,284)
Change in sinking funds	(187,089)	(517,113)
Change in pension benefit obligation	321,634	355,924
	<u>34,169,281</u>	<u>12,593,385</u>
<b>Financing</b>		
Repayment of long term debt	(7,034,197)	(6,403,889)
Issuance of long term debt	9,799,072	3,625,300
Increase in bank indebtedness	508,492	601,919
Increase in capital line of credit	20,000,000	
	<u>23,273,368</u>	<u>(2,176,670)</u>
<b>Capital</b>		
Purchase of capital assets	(58,698,971)	(17,219,450)
Proceeds on disposal of capital assets	1,256,322	30,000
	<u>(57,442,649)</u>	<u>(17,189,450)</u>
Net (decrease) increase in cash and cash equivalents	-	(6,772,735)
Cash and cash equivalents, beginning of year	-	6,772,735
Cash and cash equivalents, end of year	\$ -	\$ -





**Consolidated Statement of Change in Net Debt**  
**Year Ended March 31**

	2022 Budget	2022	2021
Annual surplus	\$ 30,822,220	\$ 31,093,487	\$ 4,788,404
Change in prepaid expenses	-	(34,646)	(11,650)
Change in inventory	(187,207)	(187,207)	(178,235)
Loss on sale of capital assets	-	1,614,988	(14,904)
Proceeds on sale of capital assets	-	1,256,322	30,000
Acquisition of tangible capital assets, net	(61,567,009)	(58,698,970)	(17,219,450)
Amortization of tangible capital assets	<u>9,007,247</u>	<u>9,007,247</u>	<u>9,539,805</u>
Decrease (increase) in net debt	(21,924,749)	(15,948,779)	(3,066,030)
Net debt, beginning of year	<u>(70,994,122)</u>	<u>(70,994,122)</u>	<u>(67,928,092)</u>
Net debt, end of year	\$ <u>(92,918,871)</u>	\$ <u>(86,942,901)</u>	\$ <u>(70,994,122)</u>

See accompanying notes and schedules to the consolidated financial statements.



## **Notes to the Consolidated Financial Statements**

### **March 31, 2022**

---

#### **1. Summary of significant accounting policies**

The consolidated financial statements of the City of Summerside are prepared by management in accordance with Canadian Public Sector Accounting Standards of the Canadian Institute of Chartered Accountants. Significant aspects of the accounting policies adopted by the City are as follows:

##### **a) Reporting entity**

The consolidated financial statements reflect the assets, liabilities, revenues, expenses, and surplus of the reporting entity. The reporting entity is comprised of all organizations and committees that are accountable to the City for administration of their financial affairs and resources, and which are owned or controlled by the City.

##### **b) Consolidated entities**

In addition to the General Fund, the organizations included in the consolidated financial statements are as follows:

City of Summerside Electric Utility	City of Summerside Sewer Utility
City of Summerside Water Utility	Electro Thermal Storage Program

##### **c) Basis of accounting**

The accrual basis of accounting is used for all funds. The accrual basis of accounting recognizes revenues as they are earned and measurable; expenses are recognized as they are incurred and measurable as a result of legal obligation to pay.

##### **d) Cash and cash equivalents**

Cash and cash equivalents include cash on hand and balances with financial institutions. Bank borrowings are considered to be financing activities.

Restricted cash is comprised of cash held in a separate bank account and relates to Gas Tax Funds, which are externally restricted. See Note 2 for further details.

##### **e) Revenues and expenditures**

Major revenue and expenditure items are recorded on an accrual basis. Certain sources of revenue are recorded on a cash basis.

##### **f) Investments**

Restricted short term investments consist of Guaranteed Investment Certificates and are recorded at quoted market value. Sinking fund investments consist of equity and fixed income investments and are recorded at quoted market value.



## Notes to the Consolidated Financial Statements March 31, 2022

---

### 1. Summary of significant accounting policies (cont'd)

#### g) 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 revenue over expenses, provides the consolidated change in net financial assets (net debt) for the year.

#### h) Tangible capital assets

Tangible capital assets and projects in progress are recorded at cost.

In compliance with Section 3150 the City records amortization of its assets over their estimated useful lives. The straight-line method of amortization is used. Amortization begins in the year following acquisition, except for major projects with revenue streams, for which amortization begins upon substantial completion.

#### Asset useful lives (in years)

Plants, Buildings, Structures	20-40
Equipment and Vehicles	
Engines – Generation	50
Internet/IT	5
Other Equipment and Vehicles	10-20
Electro Thermal Storage Equipment	10
Distribution and Collection Systems	
Electric	40
Water	83
Sewer	83
Summerside Community Network	7
Streets	
Local	25
Collector	10
Sidewalks	40
Storm lines	83
Wind Farm	25
Solar Panels	25

#### i) Revenue recognition

- a) Tax revenue is property tax billings which are received directly from the Province of Prince Edward Island. Taxes are billed based on the assessment rolls provided by the Province of Prince Edward Island at rates set by the City. Taxation revenue is recorded as it is received in monthly instalments from the Province of Prince Edward Island. Assessments and the related property taxes are subject to appeal to the Province of Prince Edward by residents. The City's revenue is adjusted for any of these appeals using a yearly statement.



## **Notes to the Consolidated Financial Statements**

### **March 31, 2022**

---

#### **1. Summary of Significant Accounting Policies (cont'd)**

##### **Revenue recognition (cont'd)**

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

Government transfers made to a recipient by the City are recorded as an expense when they are authorized and the recipient meets all eligibility criteria.

- c) Utility revenues are recorded when billed and receivable and collectability is reasonably assured.
- d) Other revenue is recorded when it is earned and collectability is reasonably assured.

##### **j) Use of estimates and measurement uncertainty**

The presentation of consolidated financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reported period. Significant estimates include pensions amounts, severance amounts and the useful lives of tangible capital assets.

Measurement uncertainty arises as a result of changes in assumptions and economic conditions used in valuating the sick-leave and pension obligations. These estimates and assumptions are based on the City's best information and judgement and may differ significantly from actual results.

##### **k) Employee future benefits**

The City accrues its obligations under employee future benefit plans and the related costs, net of plan assets. The costs of pensions earned by employees are actuarially determined using the accrued benefit method. For the purpose of calculating the expected return on plan assets, those assets are valued at fair value.

Past service costs from plan amendments and current service costs are expensed during the year.

The excess of unamortized actuarial gains/losses are amortized over the average remaining service period of active employees.



## Notes to the Consolidated Financial Statements March 31, 2022

---

### 1. Summary of Significant Accounting Policies (cont'd)

#### l) Interest rate swap arrangements

The City has entered into several interest rate swap arrangements with chartered banks to reduce interest rate exposure associated with certain long term debt obligations. The agreements have the effect of converting the floating rate of interest on certain debt to a fixed rate. It is the City's policy not to use derivative financial instruments for trading or speculative purposes.

#### m) 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 Municipality is directly responsible or accepts responsibility; and iv. a reasonable estimate of the amount can be made.

---

### 2. Cash and cash equivalents and bank indebtedness

Cash and cash equivalents consist of the following:

	March 31, 2022	March 31, 2021
Gas tax	116,432	1,372,022
Cash (bank indebtedness)	(1,226,843)	(1,973,941)
Capital line of credit	(20,000,000)	-

\*Unrestricted cash includes both operating and capital lines of credit.

The City has an authorized operating line of credit of \$6,000,000, with an interest rate of prime minus .50%, of which, \$4,369,676 was unused at March 31, 2022. Also, the City has a capital line of credit of \$20,000,000, which \$0 was unused at March 31, 2022. The interest rate on the capital line of credit is prime rate minus 1.0% plus a bankers' acceptance fee of 0.50% per annum. At March 31, 2022 prime was 2.70%.



## Notes to the Consolidated Financial Statements

### March 31, 2022

---

3. Long term debt	2022	2021
Prime -.65% Royal Bank demand loan, interest payable monthly.	<b>5,250,000</b>	5,250,000
Repaid during the year.	-	96,16
Repaid during the year.	-	579,636
Repaid during the year.	-	636,551
3.08% TD Canada Trust loan, payable in equal monthly instalments of \$9,886.79 including principal and interest, maturing in December 2022, amortized to December 2032.	<b>1,084,587</b>	1,168,409
3.08% TD Canada Trust loan, payable in equal monthly instalments of \$4,796.47 including principal and interest, maturing in December 2022, amortized to December 2032.	<b>526,176</b>	566,842
2.74% TD Canada Trust loan, payable in equal monthly instalments of \$438.70 including principal and interest, maturing in December 2022, amortized to December 2022.	<b>3,904</b>	8,985
2.74% TD Canada Trust loan, payable in equal monthly instalments of \$10,183.55 including principal and interest, maturing in December 2022, amortized to December 2022.	<b>90,614</b>	208,568
2.74% TD Canada Trust loan, payable in equal monthly instalments of \$17,471.68, including principal and interest, maturing in December 2022, amortized to December 2022.	<b>155,465</b>	357,836
2.63% TD Canada Trust loan, payable in equal monthly instalments of \$11,038.64 including principal and interest, maturing in December 2023, amortized to December 2023.	<b>226,326</b>	351,045
2.63% TD Canada Trust loan, payable in equal monthly instalments of \$998.95 including principal and interest, maturing in December 2023, amortized to December 2023.	<b>20,480</b>	31,767



**Notes to the Consolidated Financial Statements**  
**March 31, 2022**

3. Long term debt (cont'd)	2022	2021
2.97% TD Canada Trust loan, payable in equal monthly instalments of \$2,406.09 including principal and interest, maturing in December 2023, amortized to December 2033.	<b>286,096</b>	306,146
2.97% TD Canada Trust loan, payable in equal monthly instalments of \$3,764.56 including principal and interest, maturing in December 2023, amortized to December 2033.	<b>447,626</b>	478,996
2.63% TD Canada Trust loan, payable in equal monthly instalments of \$25,329.28 including principal and interest, maturing in December 2023, amortized to December 2023.	<b>519,330</b>	805,510
2.981% TD Canada Trust loan, payable in equal monthly instalments of \$10,282.84 including principal and interest, maturing in May 2024, amortized to May 2024.	<b>258,620</b>	372,484
2.981% TD Canada Trust loan, payable in equal monthly instalments of \$17,998.02 including principal and interest, maturing in May 2024, amortized to May 2024.	<b>452,662</b>	651,957
3.22% TD Canada Trust loan, payable in equal monthly instalments of \$3,046.78 including principal and interest, maturing in May 2024, amortized to May 2034.	<b>368,102</b>	392,496
3.22% TD Canada Trust loan, payable in equal monthly instalments of \$986.74 including principal and interest, maturing in May 2024, amortized to May 2034.	<b>119,215</b>	127,116
2.98% TD Canada Trust loan, payable in equal monthly instalments of \$348.50 including principal and interest, maturing in May 2024, amortized to May 2024.	<b>8,765</b>	12,624
3.01% TD Canada Trust loan, payable in equal monthly instalments of \$11,575.86 including principal and interest, maturing in May 2024, amortized to December 2028.	<b>847,590</b>	959,151
4.28% CMHC loan, payable in equal annual instalments of \$603,341.07 including principal and interest, maturing in February 2030, amortized to February 2030.	<b>4,015,584</b>	4,429,349
4.96% CIBC loan, total annual payment of \$2,399,120 with interest payable monthly and an annual principal payment, maturing in December 2027, amortized to December 2027.	<b>12,192,786</b>	13,902,349
3.28% CIBC loan, payable in equal monthly instalments of \$25,417.75 including principal and interest, maturing in December 2035, amortized to December 2035.	<b>3,372,040</b>	3,563,040



**Notes to the Consolidated Financial Statements**  
**March 31, 2022**

3. Long term debt (cont'd)	2022	2021
2.64% CIBC loan, payable in equal monthly instalments of \$16,056.04 including principal and interest, maturing in December 2025, amortized to December 2025.	687,190	859,250
2.64% CIBC loan, payable in equal monthly instalments of \$1,127.51 including principal and interest, maturing in December 2025, amortized to December 2025.	48,256	60,339
3.28% CIBC loan, payable in equal monthly instalments of \$2,896.20 including principal and interest, maturing in December 2035, amortized to December 2035.	384,224	405,987
3.28% CIBC loan, payable in equal monthly instalments of \$9,435.61 including principal and interest, maturing in December 2035, amortized to December 2035.	1,251,790	1,322,677
2.321% TD Canada Trust loan, payable in equal monthly Instalments of \$26,254 including principal and interest, maturing in December 2028, amortized to December 2028	1,693,472	1,965,563
2.633% TD Canada Trust loan, payable in equal monthly Instalments of \$18,735 including principal and interest, maturing in December 2028, amortized to December 2038.	2,887,600	3,033,863
Repaid during the year.	-	1,788,890
3.48% TD Canada Trust loan, payable in equal monthly Instalments of \$21,278 including principal and interest, maturing in October 2038, amortized to October 2038	3,284,754	3,434,473
3.48% TD Canada Trust loan, payable in equal monthly Instalments of \$13,038 including principal and interest, maturing in October 2038, amortized to October 2038	2,012,714	2,104,454
3.48% TD Canada Trust loan, payable in equal monthly Instalments of \$1,685 including principal and interest, maturing in October 2038, amortized to October 2038	260,164	272,022
2.40% Royal Bank loan, principal of \$47,000 payable monthly, interest paid monthly, maturing in January 2027, amortized to January 2027	4,680,000	5,321,000
3.09% Royal Bank loan, principal of \$55,000 payable quarterly, interest paid quarterly, maturing in April 2040, amortized to April 2040.	5,605,000	5,833,000
2.84% Royal Bank loan, principal of \$74,000 payable quarterly, interest paid quarterly, maturing in April 2030, amortized to April 2030.	2,840,000	3,146,000





**Notes to the Consolidated Financial Statements**  
**March 31, 2022**

3. Long Term debt (cont'd)	2022	2021
2.69% Royal Bank loan, principal of \$71,000 payable quarterly, interest paid quarterly, maturing in April 2025, amortized to April 2025.	1,011,000	1,307,000
1.505% TD Canada Trust loan, payable in equal monthly Instalments of \$4,187 including principal and interest, maturing in February 2031, amortized to February 2031	422,124	466,200
2.06% TD Canada Trust loan, payable in equal monthly Instalments of \$16,071 including principal and interest, maturing in February 2041, amortized to February 2041	3,030,109	3,159,100
1.98% TD Canada Trust loan, payable in equal monthly Instalments of \$21,460 including principal and interest, maturing in November 2026, amortized to November 2028	1,606,701	-
2.00% TD Canada Trust loan, payable in equal monthly Instalments of \$5,023 including principal and interest, maturing in November 2026, amortized to November 2031	529,251	-
2.14% TD Canada Trust loan, payable in equal monthly Instalments of \$42,644 including principal and interest, maturing in November 2026, amortized to November 2041	8,206,577	-
Prime minus .85% TD Canada Trust loan, payable in equal Monthly Instalments of \$6,140 including principal and interest, maturing in November 2026, amortized to November 2041	1,242,251	-
1.92% TD Canada Trust loan, payable in equal monthly Instalments of \$7,632 including principal and interest, maturing in November 2026, amortized to November 2028	572,575	-
Total long term debt	<u>\$ 72,501,720</u>	<u>\$ 69,736,844</u>

Prime rate at March 31, 2022 was 2.70% (March 31, 2021 – 2.45%).

Scheduled principal repayments in each of the next five years are due as follows:

2023	\$ 7,378,268
2024	7,286,989
2025	6,870,356
2026	6,678,295
2027	6,559,930
	<u>\$ 34,773,838</u>



## Notes to the Consolidated Financial Statements

### March 31, 2022

---

#### 4. Sick leave

Employees of the City earn annual sick days that can accumulate to a maximum of 150 days during their employment. Employees are eligible for a pay-out of earned sick leave at their retirement. A maximum amount equal to 125 sick days is payable at the regular retirement date while a maximum pay-out based on 75 days is payable at early retirement. Amounts paid are calculated using the employee salary amounts at the time of retirement.

An actuarial valuation of the plan was prepared as of March 31, 2022. The principal long-term assumptions on which the valuation was based were:

	2022	2021
Discount rate	4.75%	5.50%
General pay increases	2.50%	2.50%
Terminations prior to eligibility	Based on Ontario Light Scale	
Accrued Liability	2,223,000	2,065,000
Sick leave sinking fund, market value	2,922,304	2,735,215

---

#### 5. Property taxes

	2022	2021
Commercial property tax	\$ 3,324,381	\$ 3,347,102
Non-commercial property tax	<u>6,004,342</u>	<u>5,724,131</u>
	<u>\$ 9,328,723</u>	<u>\$ 9,071,233</u>



**Notes to the Consolidated Financial Statements**  
**March 31, 2022**

**6. Pension benefit obligation**

Information regarding the City's defined benefit pension plan as at March 31, 2022 is as follows:

	<b>2022</b>	<b>2021</b>
<b>Accrued benefit pension obligation</b>		
Accrued benefit pension obligation, beginning of year	\$ 45,241,000	\$ 43,092,000
Current period benefit cost	1,663,000	1,575,000
Benefit payments	(2,540,000)	(1,831,000)
Interest cost	2,464,000	2,363,000
Actuarial (gain) loss on accrued benefit obligation	5,594,000	42,000
Accrued benefit pension obligation, end of year	<u>\$ 52,422,000</u>	<u>\$ 45,241,000</u>
<b>Reconciliation of plan assets</b>		
Market-related value of plan assets, beginning of year	\$ 41,142,000	\$ 38,686,000
Employee contributions	904,000	836,000
Employer contributions	904,000	836,000
Benefit payments	(2,540,000)	(1,831,000)
Expected net return on plan assets	2,243,000	2,123,000
Actuarial gain (loss) on plan assets	3,000	492,000
Actuarial market-related value of plan assets, end of year	<u>\$ 42,656,000</u>	<u>\$ 41,142,000</u>
<b>Unamortized actuarial (gain) loss on change in assumptions</b>		
Unamortized actuarial (gain) loss, beginning of year	\$ 2,340,000	\$ 3,005,000
(Gain) Loss on accrued benefit obligation in year	5,594,000	42,000
(Gain) Loss on plan assets in year	(3,000)	(492,000)
Amortization in the year	(183,000)	(215,000)
Unamortized actuarial (gain) loss, end of year	<u>\$ 7,748,000</u>	<u>\$ 2,340,000</u>
<b>Retirement pension benefit obligation</b>		
Accrued benefit obligation	\$ 52,422,000	\$ 45,241,000
Plan assets	(42,656,000)	(41,142,000)
Unamortized actuarial gain (loss)	(7,748,000)	(2,340,000)
Retirement pension benefit obligation	<u>\$ 2,018,000</u>	<u>\$ 1,759,000</u>



## Notes to the Consolidated Financial Statements

March 31, 2022

---

### 6. Pension plans (cont'd)

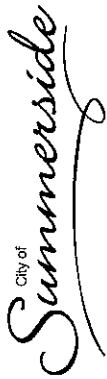
Actuarial valuations for accounting purposes are performed annually using the accrued benefits actuarial cost method. The most recent actuarial report was prepared at March 31, 2022. There is a net unamortized actuarial loss to be amortized on a straight-line basis over the expected average remaining service life of the related employee groups (15 years).

The actuarial valuation was based on a number of assumptions about future events, such as inflation rates, interest rates, wage and salary increases and employee turnover and mortality. The assumptions used reflect the City's best estimates. The expected inflation rate is 2.00 (2.00 percent in the 2021 actuarial valuation) percent. The discount rate used to determine the accrued benefit obligation is 4.75 (5.50 percent in the 2021 actuarial valuation) percent.

Pension fund assets are valued at actuarially determined market values. The actual rate of return on plan assets is 1.38 percent. The actual return on plan assets was 23.22 percent in 2021. Plan assets include Canadian, US and International Equities and Fixed Income estimated market value of \$43,591,000 (2021 \$43,628,000).

Expense for the defined benefit pension plan	2022	2021
Current period benefit cost	\$ 1,663,000	\$ 1,575,000
Amortization of gains and losses	183,000	215,000
Employee contributions	(904,000)	(836,000)
Interest cost on accrued benefit obligation	2,464,000	2,363,000
Expected net return on plan assets	<u>(2,243,000)</u>	<u>(2,123,000)</u>
Total pension plan expenses	<u>\$ 1,163,000</u>	<u>\$ 1,194,000</u>

The above pension plan expense is included in salaries and benefits by operating division. In addition to the above pension obligation, the City has an additional obligation related to the old town pension of \$143,574 which brings the total obligation to \$2,161,574.



# Notes to the Consolidated Financial Statements

## March 31, 2022

### 7. Tangible capital assets

2021-22

	Cost						Accumulated Amortization			Net Book Value
	Beginning of Year	Additions	Disposals	End of Year	Beginning of Year	Amortization Expenses	Adjustments	End of Year		
Land	\$ 6,878,073	\$ 415,455	\$ (301,838)	\$ 6,991,690	\$ -	\$ -	\$ -	\$ -	\$ 6,991,690	
Plants, Buildings and Structures	143,964,039	8,770,717	(3,737,261)	148,997,514	50,744,269	4,043,275	(1,581,205)	53,207,159	95,790,355	
Equipment and Vehicles	17,895,244	987,333	(519,573)	18,333,004	7,833,590	1,009,968	(102,149)	8,741,410	9,591,593	
Distribution and Collection Systems	62,364,568	4,144,557	(238,653)	66,232,488	16,938,089	1,187,323	(286,658)	17,838,752	48,393,714	
Streets	41,823,401	4,453,244	(73,224)	46,203,421	28,795,664	1,352,407	(1,118,941)	29,030,130	17,173,291	
Sidewalks	8,514,973	236,392	(18,469)	8,732,896	2,031,107	212,874	(18,469)	2,225,512	6,507,384	
Starlines	32,594,783	1,909,920	(240,051)	34,264,651	5,295,334	407,165	(240,051)	5,462,449	28,802,183	
Wind Farm	29,379,180	-	-	29,379,180	8,002,095	794,835	-	8,796,931	20,582,230	
Work in Progress	677,492	301,278	(311,757)	727,013	-	-	-	-	727,013	
Asset Under Construction	405,154	38,886,111	-	37,091,265	-	-	-	-	37,091,265	
Deferred Contributions	344,488,887	57,995,008	(5,488,833)	396,995,062	119,641,567	9,007,248	(3,351,470)	125,297,343	271,645,719	
	\$ 344,488,887	\$ 57,995,008	\$ (5,488,833)	\$ 396,995,062	\$ 119,641,567	\$ 9,007,248	\$ (3,351,470)	\$ 125,297,343	\$ 271,645,719	

2020-21

	Cost						Accumulated Amortization			Net Book Value
	Beginning of Year	Additions	Disposals	End of Year	Beginning of Year	Amortization Expenses	Adjustments	End of Year		
Land	\$ 5,510,887	\$ 1,384,458	\$ (517,310)	\$ 6,378,073	\$ -	\$ -	\$ -	\$ -	\$ 6,378,073	
Plants, Buildings and Structures	138,177,787	8,699,323	(913,032)	146,164,078	47,679,586	3,786,330	(721,207)	50,744,689	93,219,389	
Equipment and Vehicles	15,936,998	2,541,229	(613,381)	17,865,244	7,344,001	1,005,234	(515,705)	7,833,590	10,031,655	
Distribution and Collection Systems	60,849,306	2,873,232	(587,970)	63,134,568	16,569,657	1,132,277	(793,848)	16,938,089	45,429,480	
Streets	39,584,366	2,431,631	(192,585)	41,823,401	28,684,770	2,304,481	(182,597)	28,795,664	13,025,738	
Sidewalks	8,422,164	199,318	(108,509)	8,514,973	1,938,844	204,601	(112,388)	2,031,107	6,483,866	
Starlines	29,582,040	3,168,842	(153,919)	32,594,783	5,071,377	371,982	(148,025)	5,295,333	27,299,429	
Wind Farm	29,379,180	-	-	29,379,180	7,267,260	-	-	8,002,095	21,377,065	
Work in Progress	2,273,621	501,573	(2,097,702)	677,492	-	-	-	-	677,492	
Asset Under Construction	405,154	405,154	-	405,154	-	-	-	-	405,154	
	\$ 329,716,308	\$ 19,902,998	\$ (5,152,419)	\$ 344,488,887	\$ 112,555,936	\$ 9,636,810	\$ (2,453,777)	\$ 119,641,568	\$ 224,825,319	

During the year, the City has accumulated costs of \$37,091,265 in relation to the Solar & Storage Integration Project. The anticipated completion date of this project is scheduled for February 2023, at which time the assets will be available for use and will commence being depreciated.



**Notes to the Consolidated Financial Statements**  
**March 31, 2022**

---

**8. Accumulated surplus**

The city aggregates its accumulated surplus in the following categories:

	2022	2021
Reserve funds	\$ 8,140,889	\$ 11,239,880
Operating funds	<u>179,142,772</u>	<u>144,950,294</u>
	<u>\$ 187,283,661</u>	<u>\$ 156,190,174</u>
<b>Reserve funds</b>		
Balance, beginning of year	\$ 11,239,880	\$ 11,605,980
Allocations (from) to reserves (net)	<u>(3,098,991)</u>	<u>(366,100)</u>
	<u>8,140,889</u>	<u>11,239,880</u>
Comprised of		
City		
World Softball	\$ 54,599	\$ 54,603
Land Bank	16,503	16,503
Summerside Raceway	603,658	558,984
54/56 Central St (Central Suites)	139,788	134,307
Economic Development	205,000	205,000
Culture Summerside	-	340,000
Parkland Dedication	99,924	121,162
Parks and Greenspaces	933	933
Financial Reserve	1,126,686	1,148,886
Fire Services	6,041	-
Financial Reserve – Future Capital Expenditures	504,579	1,589,252
Future Spending – Public Works	240,000	240,000
Capital Campaign – Debt Reduction	207,237	207,237
Electric Utility		
Electric Generator	50,000	50,000
Electric Distribution	53,748	53,748
Future Spending	3,940,057	3,601,224
Water & Sewer Utility		
Future Spending	827,141	2,855,046
Debt Reduction	50,000	50,000
SCN Utility		
Debt reduction	<u>12,995</u>	<u>12,995</u>
	<u>\$ 8,140,889</u>	<u>\$ 11,239,880</u>

---



## Notes to the Consolidated Financial Statements March 31, 2022

### 9. Budget

Public Sector Accounting Standards require a comparison of the results for the period with those originally planned on the same basis as that used for actual results. The fiscal plan in the statement of operations and statement of changes in net debt has been adjusted to be presented on a consistent basis as actual results. Below is a reconciliation of the figures from the approved fiscal plan to the consolidated financial statements for fiscal 2021-2022:

	Approved Budget	Less: Principal Debt Repayments	Add: Amortization	Add: Allocation of Long Term Debt Interest	Add: Government Transfers (Tangible Capital Assets)	Less: Eliminations	Budget per Financial Statements
<b>Revenue</b>							
Property Taxes	9,045,495						9,045,495
Government Transfers							-
Equalization	3,505,956						3,505,956
Municipal Support Credit	5,115,268						5,115,268
Infrastructure	2,973,067				29,042,002		32,015,069
Other	-						-
Wind Energy Sales	3,096,529					3,096,529	-
Sale of Electricity	23,608,023					1,739,265	21,868,758
Sale of Water & Sewer Services	6,366,875					538,016	5,828,859
ETS Program Sales	162,500					1,415	161,085
Fines and costs	170,000						170,000
Third Party Revenue	1,104,034					106,795	997,239
<b>Total Revenue</b>	<b>55,147,747</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>29,042,002</b>	<b>5,482,020</b>	<b>78,707,730</b>
<b>Expenses</b>							
General Government	6,963,881	3,636,676	1,325,617	(878,629)	(878,629)	703,604	3,070,589
Recreation programs	6,148,186		2,353,773	710,840	710,840	539,452	8,653,347
Protective services	5,644,155		356,387	11,063	11,063	538,501	5,473,104
Transportation Services	2,746,016		2,167,280	156,726	156,726	355,545	4,714,477
Electric Utility	23,764,407	2,150,958	1,241,264			2,663,112	20,191,601
Water & Sewer Utility	6,366,875	1,485,602	1,562,925			661,807	5,782,391
<b>Total Expense</b>	<b>51,633,520</b>	<b>7,273,236</b>	<b>9,007,247</b>	<b>-</b>	<b>-</b>	<b>5,482,020</b>	<b>47,885,510</b>
Annual Surplus/(Deficit)	3,514,227						30,822,220
Capital Expenditures	(3,499,981)						
Approved Budget	14,246						

#### Statement of Changes in net debt

	Approved Fiscal Plan	Adjustments	Adjusted Plan
Annual Surplus	14,246	30,807,974	30,822,220
Change in Intangible		-	-
Change in Inventory		(187,207)	(187,207)
Acquisition of Tangible Capital Assets	(61,567,009)		(61,567,009)
Amortization of Tangible Capital Assets		9,007,247	9,007,247
Debt Principal Repayment	7,273,236	(7,273,236)	-
Change in Net Financial Debt	(54,279,527)	32,354,778	(21,924,749)



## **Notes to the Consolidated Financial Statements**

### **March 31, 2022**

---

#### **10. Commitments and contingencies**

In January of 2020, the design and build of a solar renewable energy project was announced. This project is scheduled to be a collaboration between the City, Samsung Renewable Energy Corporation, and the Federal and Provincial governments and has an estimated cost of \$66 million. The project has commenced and will be financed 75% by non-repayable funding through the Federal and Provincial government. As of March 31, 2022, \$37,091,265 has been spent. The City has committed to a \$10 million loan with the Federation of Canadian Municipalities to help fund the project.

The City has been named as defendant in several legal actions and is subject to various risks and contingencies arising in the normal course of business. The City is defending itself against these legal actions. The likelihood of any liability is not determinable at this time.

Two agreements for the purchase of power have been signed. The first agreement, which terminates in October 2028, is with West Cape Wind Energy Inc. for the purchase of wind generation power. The second agreement, which is with NB Power will terminate August 31, 2024.

The City has a maintenance agreement with Vestas-Canadian Wind Technology, Inc. Under the terms of the agreement the City is committed to an annual fee of \$99,637 per turbine until December 2024. The annual fee shall be adjusted annually using the CPI index. In 2021/22 this fee will be \$115,178 per turbine plus HST.

The City has agreed to pay Slemon Park Corporation \$85,000 annually until 2029 in connection with the development and operation of the wind farm.

In 2017 the City entered into the PEI-NB Interconnection Facilities Debt Collection Agreement with the Province of Prince Edward Island, Prince Edward Island Energy Corporation and Maritime Electric. This agreement, with a term of March 1, 2017 to February 28, 2056 or until such time the debt has been paid in full, outlines the City's share of entitlement of available import capacity (10.1%) from NB to PEI over the Interconnection Facilities and the contributing payments towards the debt. From March 1, 2017 until the end of the first five years of this agreement the monthly payment will be \$30,123.41 plus HST. At the end of the first five year period and each subsequent five year period the debt collection rate will be adjusted based on the contribution ratio and interest rate available to the Energy Corporation.

Subsequent to the 2022 fiscal year end, a Council resolution was passed to compensate the property owner of PID 453878 for a portion of land that was expropriated for the Cental Street/Pope Road Intersection Improvements. An expert appraiser was engaged to value the land and has opined that the total compensation of \$79,300 will be payable.

---





## **Notes to the Consolidated Financial Statements**

### **March 31, 2022**

---

#### **11. Segmented Reporting**

The City is a diversified municipal unit that provides a wide range of services to its citizens. For management reporting purposes the City's operations and activities are organized and reported by fund. Funds were created for the purpose of recording specific activities to attain certain objectives in accordance with special regulations, restrictions or limitations. City services are provided by departments and their activity is reported in these funds. The services provided by these departments are as follows:

##### General Government

This segment includes departments that are responsible for the overall financial and local government administration. The tasks include, but are not limited to, daily accounting functions, preparation and coordination of the annual audited financial statements, coordination of the development of the annual budget, human resource functions for the entire municipal unit, economic development initiatives and maintenance of bylaws and policies. This would also include administrative and policy support for the Mayor and all members of City Council.

##### Recreation Programs

This segment is responsible for providing sports, recreation, cultural and leisure opportunities to the City's residents.

##### Protective Services

The City is responsible for providing police and fire protection for its residents. Other protective services provided include animal control.

##### Transportation Planning and Engineering

Services provided by our Public Works and Technical Services department are included in this segment. The following tasks are delivered by these departments: street maintenance, snow removal, planning and engineering services in the areas of land use and development and infrastructure.

##### Electric Utility

The City owns and operates its own electric utility, Summerside Electric. Operations include the purchase, sale, production, transmission and distribution of electricity to utility customers.

##### Water and Sewer Utilities

The City owns and operates its own water and sewer utilities. Operations of these two utilities include: provision of potable water to residents, maintenance and operation of the wastewater treatment plant, lagoons and sewer lift stations.

---



---

## **Notes to the Consolidated Financial Statements**

### **March 31, 2022**

---

#### **12. Future Accounting Standards**

Financial Instruments, PS 3450, Foreign Currency Translation, PS 2601, and Financial Statement Presentation, PS 1201 are effective for fiscal years beginning on or after April 1, 2022. While early adoption is permitted, all three of the standards must be adopted in the same year. PS 3450 provides guidance on the recognition and measurement, presentation and disclosure of financial instruments including derivative instruments. PS 2601, Foreign Currency Translation, includes guidance of deferral and amortization of unrealized gains and losses, hedge accounting and separation of realized and unrealized foreign change gains and losses. PS 1201, Financial Statement Presentation, includes the addition of a new statement outlining re-measurement gains and losses. The City has not yet adopted these standards or determined the effect on the consolidated financial statements.

---

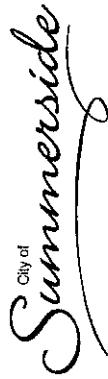
#### **13. Contaminated and remediation site liability**

The City approved a project to remediate the property located at 425 Granville Street, formerly known as the Holland College building. A provision for this remediation has been recorded as it was determined that a liability exists and a reasonable estimate for these costs could be determined. A total liability for the remediation of this property is estimated to be \$2,150,989 has been included in the City's consolidated financial position as of March 31, 2022. It is expected that this remediation will be completed in July 2022.

---

#### **14. Comparative Figures**

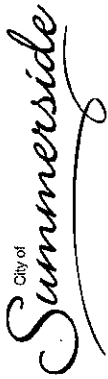
Certain comparative figures have been reclassified to conform to the current year's presentation.



## Schedule of Segmented Disclosure

March 31, 2022

	Transportation							Consolidated 2021-22
	General Government	Recreation Programs	Protective Services	Planning & Engineering	Electric Utility	Water & Sewer Utility	Elimination	
<b>Revenues</b>	\$ 9,328,723	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	9,328,723
Property taxes								
Government transfers								
Equalization	3,505,956	-	-	-	-	-	-	3,505,956
Municipal Support Grant	5,524,936	-	-	-	-	-	-	5,524,936
Infrastructure	4,982	3,964,954	454,238	3,128,411	25,279,354	-	-	32,831,940
Other	-	84,750	-	-	-	-	-	84,750
Wind Energy sales	3,055,284	-	-	-	-	-	(3,055,284)	-
Sale of Electricity	-	-	-	-	24,499,856	-	(2,053,118)	22,446,738
Sale of Water & Sewer Services	-	-	-	-	-	6,278,135	(524,064)	5,754,071
Electro Thermal Storage Program Sales	-	-	-	-	85,858	-	(1,415)	84,443
Fines and costs	-	-	186,595	-	-	-	-	186,595
Third party revenue	1,634,696	1,650,068	149,468	266,466	-	-	(91,128)	3,609,571
	<u>23,054,578</u>	<u>5,699,772</u>	<u>790,303</u>	<u>3,394,878</u>	<u>49,865,068</u>	<u>6,278,134</u>	<u>(5,725,009)</u>	<u>83,357,723</u>
<b>Expenditures</b>								
Salaries & Benefits	1,751,499	3,068,395	4,815,628	868,193	3,001,974	1,534,640	-	15,040,328
Goods & Services	3,450,562	3,225,687	1,341,100	2,082,724	16,515,997	2,242,049	(5,725,009)	23,133,110
Amortization	1,325,617	2,353,773	356,387	2,167,280	1,241,264	1,562,925	-	9,007,247
Interest	385,717	957,761	14,906	211,167	482,307	628,821	-	2,680,678
Loss (Gain) on Disposal of Assets	1,616,786	-	-	-	(1,800)	-	-	1,614,985
Other	508,062	-	-	-	19,595	1,232	-	528,889
	<u>9,038,243</u>	<u>9,605,616</u>	<u>6,528,020</u>	<u>5,329,363</u>	<u>21,259,337</u>	<u>5,969,667</u>	<u>(5,725,009)</u>	<u>52,005,236</u>
<b>Annual surplus (deficit)</b>	\$ <u>14,016,335</u>	\$ <u>(3,905,844)</u>	\$ <u>(5,737,717)</u>	\$ <u>(1,934,485)</u>	\$ <u>28,605,731</u>	\$ <u>308,467</u>	\$ -	\$ <u>31,352,487</u>



# Schedule of Segmented Disclosure

March 31, 2021

	General Government	Recreation Programs	Protective Services	Transportation Planning & Engineering	Electric Utility	Water & Sewer Utility	Elimination	Consolidated 2020-21
<b>Revenues</b>								
Property taxes	9,071,233	-	-	-	-	-	-	9,071,233
Government transfers								
Equalization	3,346,975	-	-	-	-	-	-	3,346,975
Municipal Support Grant	4,995,082	-	-	-	-	-	-	4,995,082
Infrastructure	965,682	1,033,479	265,699	2,295,164	317,859	22,045	-	4,899,928
Other	-	30,000	-	-	-	-	-	30,000
Wind Energy sales	3,513,843	-	-	-	-	-	(3,513,843)	-
Sale of Electricity	-	-	-	-	22,322,440	-	(1,879,033)	20,443,407
Sale of Water & Sewer Services	-	-	-	-	-	5,906,422	(513,633)	5,392,789
Electro Thermal Storage Program Sales	-	-	-	-	-	-	(1,655)	154,138
Fines and costs	-	-	112,089	-	155,793	-	-	112,089
Gain on Disposal of Assets	51,826	-	-	-	(49,591)	12,669	-	14,904
Third party revenue	658,327	713,122	123,590	351,999	-	-	(103,042)	1,743,996
	<u>22,602,968</u>	<u>1,776,601</u>	<u>501,378</u>	<u>2,647,163</u>	<u>22,746,501</u>	<u>5,941,136</u>	<u>(6,011,206)</u>	<u>50,204,541</u>
<b>Expenditures</b>								
Salaries & Benefits	1,419,136	2,597,663	4,379,537	748,563	2,788,439	1,312,806	-	13,246,144
Goods & Services	1,652,354	2,090,782	1,280,671	1,843,344	16,283,770	2,049,599	(6,011,206)	19,189,314
Amortization	1,314,737	2,186,526	308,472	3,131,135	1,099,046	1,499,889	-	9,539,805
Interest	335,707	833,583	12,973	183,788	620,350	575,821	-	2,562,222
Other	490,396	-	-	-	28,180	2,076	-	520,652
	<u>5,212,330</u>	<u>7,708,554</u>	<u>5,981,653</u>	<u>5,906,830</u>	<u>20,819,785</u>	<u>5,440,191</u>	<u>(6,011,206)</u>	<u>45,058,136</u>
<b>Annual surplus (deficit)</b>	<u>\$ 17,390,638</u>	<u>\$ (5,931,953)</u>	<u>\$ (5,480,275)</u>	<u>\$ (3,259,667)</u>	<u>\$ 1,926,716</u>	<u>\$ 500,945</u>	<u>\$ -</u>	<u>\$ 5,146,404</u>