



Hanwell Rural Community 2023 Annual Report



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Table of Contents

Introduction	1
About Hanwell Rural Community.....	1
Mayor’s Message.....	2
2023 Council Composition of Hanwell Rural Community.....	3
Council Remuneration.....	4
Regular Council Meetings	4
Special Council Meetings	5
Closed Sessions	6
Council Committees	6
Hanwell Rural Community Staff.....	7
2023 Budget	7
Donations, Grants, Financial Contributions	10
2023 Capital Projects	10
Capital Expenditures	11
Consolidated Financial Statements – December 31, 2023	11

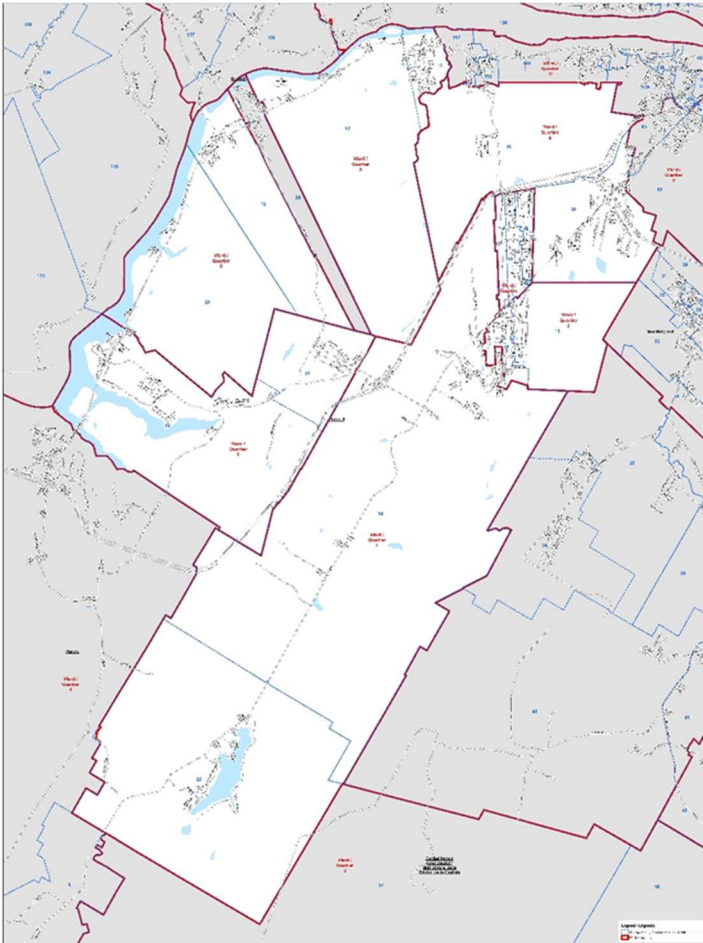
Introduction

Per Section 105 of the Local Governance Act, S.N.B. 2017, c.18, a local government is required to prepare an annual report containing information prescribed by Section 4 of the New Brunswick Regulation 2018-54, under the Act. The information required in the annual report includes, but is not limited to, governance and financial information, information respecting the delivery of local government services, and information respecting grants and economic development activities for the preceding fiscal year.

In accordance with Section 105(3) of the Act, Section 6 of the New Brunswick Regulation 2018-54 further requires that the annual report be posted to the local government's website and be available for public examination in the clerk's office during regular business hours.

Hanwell Rural Community's report contains herein general information about the municipality as well as detailed information regarding the municipal council, council meetings, and the types of services provided by the municipality with their budgeted and actual cost.

Consolidated Financial Statements for 2023 were prepared by Daye Kelly & Associates and have been included at the end of this report.



About Hanwell Rural Community

The municipality of Hanwell Rural Community was formed on May 23, 2014. On January 1, 2023, a portion of the Local Service Districts of Upper Kingsclear and Island View amalgamated with Hanwell to form a new community. The new municipality consists of six (6) wards and two (2) councillors at large. Its council is comprised of one (1) mayor and eight (8) councillors.

The municipality's borders extend westward, along NB Route 102, from the Fredericton City limits to Longs Creek bridge, and southwest, along NB Route 640, to the Harvey boundary, encompassing Yoho Lake.

Hanwell Rural Community currently has a population of approximately 7,100, and includes an industrial/business park, businesses, residential subdivisions, rural properties, three (3) fire stations, three (3) parks/playgrounds, sports fields, a trail system, and a bicycle skills park.

Mayor's Message

On behalf of the Hanwell Rural Community, I am pleased to present the 2023 Annual Report.

The year 2023 was a challenging and exciting year as we worked together through the Municipal Reform mandates, establishing our newly amalgamated areas of Upper Kingsclear and Island View.

We continued to concentrate on providing essential services while prioritizing the safety and health of our staff, council, and residents.

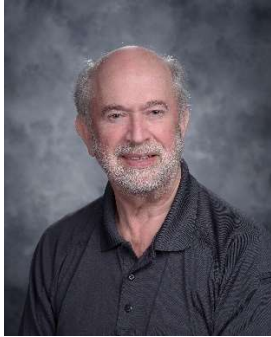
As a vibrant rural community, we provide a unified voice for our residents and businesses by listening, asking questions, being aware of need, and responding with best practices.

I would like to take this opportunity to thank the commitment of our municipal staff, members of council, past and present, the support of our residents, and it is imperative that we say a huge thank you to our volunteer fire department. This year marked 60 years of volunteer fire services for the Upper Kingsclear Fire Department, and we are so grateful for your service and the time that is taken away from your own families, THANK YOU!

We will continue to work together to ensure that all of us are proud to say we are from "Hanwell".

Mayor Dave Morrison

2023 Council Composition of Hanwell Rural Community



Mayor
Dave Morrison



Deputy Mayor
Susan Jonah
Ward 1



Councillor
Holly Hyslop
Ward 2



Councillor
Tim Fox
Ward 3



Councillor
David Holt
Ward 4
(Elected Nov. 2023)



Councillor
Debby Peck
Ward 5
(Resigned Sept. 2023)



Councillor
Chris Bringloe
Ward 5
(Elected Oct. 2023)



Councillor
Lee Crouse
Ward 6



Councillor
Darren MacKenzie
Councillor at Large



Councillor
Pat Septon
Councillor at Large
(Resigned Sept. 2023)



Councillor
Candice Dekleva
Councillor at Large
(Elected Nov. 2023)

Council Remuneration

Position	2023 Remuneration
Mayor	\$ 21,000.00
Deputy Mayor	\$ 15,575.00
Councillor (per)	\$ 14,070.00

For 2023, a total budget of \$4,000 for professional development expenses was allotted to council as a whole. A total budget of \$370 was allotted to the mayor for other expenses and a total budget of \$1,480 for other expenses for the rest of council.

Annual salaries for members of council include any committee-related attendance or work; however, should any member of council miss pay or salary from their regular employment for council-related functions or work, a per diem of \$300.00 will be paid to that council member upon authorization by council.

Regular Council Meetings

Council meets for regular council meetings on the third Wednesday of each month in Council Chambers, located at the municipal office. All council meetings are open to the public. The following table represents Council's attendance record for all regular council meetings held in 2023.

✓ = present ✗ = absent ● = virtual attendance	January 17	February 16	March 15	April 19	May 17	June 15	July 19	August 16	September 20	October 18	November 15	December 13
Mayor Morrison	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓
Deputy Mayor Jonah	✓	✓	✓	✓	✓	✓	✓	✓	✗	✓	✓	✓
Councillor Bringloe										✓	✓	✓
Councillor Crouse	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓
Councillor Dekleva											✓	✓
Councillor Fox	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓
Councillor Holt											✓	✓
Councillor Hyslop	✓	✓	✓	✓	✓	✓	✓	●	✓	✓	✓	✓
Councillor MacKenzie	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓
Councillor Peck	✓	✓	✓	✓	✓	✓	✓	✓				
Councillor Septon	✓	✓	✗	✓	✓	✓	✓	✗				

Special Council Meetings

There were eleven (11) special council meetings held in 2023. The following tables represent the agenda items and council attendance for the special council meetings.

Date of Special Meeting	Agenda Item(s) for Special Meeting
January 5	<ul style="list-style-type: none"> Inauguration of Council – Swearing In Ceremony
February 28	<ul style="list-style-type: none"> 2021 Audited Financial Statements Storage Building Vacation Requests by Council
April 27	<ul style="list-style-type: none"> <i>Closed Session</i>
May 29	<ul style="list-style-type: none"> CRSC – Maple Ridge Ventures Inc. – Land for Public Purposes
June 20	<ul style="list-style-type: none"> CRSC – Little Munchkins Preschool Inc. – Similar Non-Conforming Use CRSC – Linda Chessie Subdivision – Land for Public Purposes CRSC – LRG Development Inc. – Land for Public Purposes CRSC – Springhill Farm Subdivision – Undersized Lot/Accessed by ROW – to Locate a Cellular Tower (Rogers) CRSC – Jason Currie and Jessica Richard – Terms and Conditions
September 6	<ul style="list-style-type: none"> Resignation of Councillor – Ward 5 Resignation of Councillor – Councillor at Large CRSC – 2024 Budget Proposal
September 13	<ul style="list-style-type: none"> Notice of Public Hearing <i>Closed Session</i>
October 30	<ul style="list-style-type: none"> Advertising – Fredericton Region Capital Tourism Visitor Guide <i>Closed Session</i>
November 7	<ul style="list-style-type: none"> Introduction of New Councillors John Casey – EMO Committee <i>Closed Session</i>
December 13	<ul style="list-style-type: none"> <i>Closed Session</i>
December 20	<ul style="list-style-type: none"> Rescind Motion #21-12-2023 (2024 General Operating Budget) 2024 General Operating Budget (New Motion) 2023 Year-End Transfers to Capital Reserve(s)

✓ = present ✗ = absent ● = virtual attendance	January 5	February 28	April 27	May 29	June 20	September 6	September 13	October 30	November 7	December 13	December 20
	Mayor Morrison	✓	✓	✓	✓	●	✓	✓	✓	✓	✓
Deputy Mayor Jonah	✓	✓	✓	●	●	✓	✓	✓	✓	✓	●
Councillor Bringloe								✓	✓	✓	✓
Councillor Crouse	✓	✓	✓	✗	✓	✓	✓	●	●	✓	✓
Councillor Dekleva									✓	✓	✓
Councillor Fox	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓
Councillor Holt									✓	✓	✓
Councillor Hyslop	✓	✓	✓	✗	✓	✗	✓	✓	✓	✓	✗
Councillor MacKenzie	✓	✓	✓	✓	✗	✓	✓	✓	✓	✓	✓
Councillor Peck	✓	✓	✓	✓	✓						
Councillor Septon	✓	✗	✓	✓	✗						

Closed Sessions

A council may move into closed session during a regular or special meeting of council for reasons provided for under Section 68(1) of the Local Governance Act. During 2023, the council of Hanwell Rural Community moved into closed session during meetings held on the following dates for the following reasons:

January 17	<ul style="list-style-type: none"> • Matter pursuant to s.68(1)(j) of the Local Governance Act • Matter pursuant to s.68(1)(f) of the Local Governance Act
March 15	<ul style="list-style-type: none"> • Matter pursuant to s.68(1)(j) of the Local Governance Act • Matter pursuant to s.68(1)(c) of the Local Governance Act
April 27	<ul style="list-style-type: none"> • Matter pursuant to s.68(1)(j) of the Local Governance Act
May 17	<ul style="list-style-type: none"> • Matter pursuant to s.68(1)(f) of the Local Governance Act • Matter pursuant to s.68(1)(c) of the Local Governance Act
June 15	<ul style="list-style-type: none"> • Matter pursuant to s.68(1)(b) of the Local Governance Act • Matter pursuant to s.68(1)(c) of the Local Governance Act • Matter pursuant to s.68(1)(f) of the Local Governance Act • Matter pursuant to s.68(1)(d) of the Local Governance Act
August 16	<ul style="list-style-type: none"> • Matter pursuant to s.68(1)(c) of the Local Governance Act • Matter pursuant to s.68(1)(d) of the Local Governance Act
September 13	<ul style="list-style-type: none"> • Matter pursuant to s.68(1)(j) of the Local Governance Act • Matter pursuant to s.68(1)(c) of the Local Governance Act • Matter pursuant to s.68(1)(f) of the Local Governance Act
September 20	<ul style="list-style-type: none"> • Matter pursuant to s.68(1)(c) of the Local Governance Act
October 18	<ul style="list-style-type: none"> • Matter pursuant to s.68(1)(d) of the Local Governance Act
October 30	<ul style="list-style-type: none"> • Matter pursuant to s.68(1)(c) of the Local Governance Act
November 7	<ul style="list-style-type: none"> • Matter pursuant to s.68(1)(c) of the Local Governance Act
December 13	<ul style="list-style-type: none"> • Matter pursuant to s.68(1)(d) of the Local Governance Act • Matter pursuant to s.68(1)(j) of the Local Governance Act • Matter pursuant to s.68(1)(c) of the Local Governance Act

Council Committees

Hanwell Rural Community has various mandated, standing, and special/ad-hoc committees. Some committees are committees of the whole while others appoint some members of council. At times, a councillor is appointed to an outside committee as a representative of Hanwell Rural Community. These committees serve to provide recommendations to council throughout the year.

Mayor Morrison - Infrastructure and Parks Management Committee, Finance Committee, Director of Capital Region Service Commission, Public Safety Committee (Chair), Capital Region Service Commission Governance Committee

Deputy Mayor Jonah - Rural Plan Review Committee, Infrastructure and Parks Management Committee, Finance Committee, Economic Expansion Committee, Planning Review and Adjustment Committee (Chair)

Councillor Bringloe - Rural Plan Review Committee, Infrastructure and Parks Management Committee, Emergency Measures Committee, Finance Committee

- Councillor Crouse** - Infrastructure and Parks Management Committee, Finance Committee, Parks and Recreation Committee, Public Safety Committee
- Councillor Dekleva** - Rural Plan Review Committee, Infrastructure and Parks Management Committee, Finance Committee
- Councillor Fox** - Rural Plan Review Committee, Infrastructure and Parks Management Committee, Finance Committee, Governance and Policies Committee, Community Development Committee
- Councillor Holt** - Infrastructure and Parks Management Committee, Finance Committee
- Councillor Hyslop** - Infrastructure and Parks Management Committee, Finance Committee, Parks and Recreation Committee
- Councillor MacKenzie** - Infrastructure and Parks Management Committee, Finance Committee, Governance and Policies Committee
- Councillor Peck** - Infrastructure and Parks Management Committee, Communication Committee, Finance Committee, Mactaquac Liaison Committee (as a representative of Hanwell Rural Community)
- Councillor Septon** - Infrastructure and Parks Management Committee, Finance Committee, Parks and Recreation Committee

Hanwell Rural Community Staff

In 2023, Hanwell Rural Community had five (5) permanent staff positions which included CAO/Treasurer, Clerk/Assistant Treasurer, Director of Recreation and Parks, Administrative and Communications Coordinator, and Building Maintenance Officer. The municipality also employed four (4) summer students.

2023 Budget

For 2023, Hanwell Rural Community had a total tax base of \$973,816,400 and a total general operating budget of \$3,838,420. Community services provided for by the municipality's general operating budget fall under the following departmental areas:

General Government Services

Responsible for the overall governance and financial administration of Hanwell Rural Community, general government services includes council functions, general and financial management, legal matters, civic relations, and compliance with legislation.

Total Budget	\$ 903,104
Total Expenditures	\$ 866,051

Protective Services

Protective services is responsible for the provision of fire protection, emergency measures, and other protective measures such as animal and pest control. Hanwell Rural Community has three (3) volunteer fire departments with stations located in Hanwell, Upper Kingsclear, and Island View.

Total Budget	\$ 603,290
Total Expenditures	\$ 525,168

Transportation Services

Transportation services is responsible for street lighting, signage, and other transportation-related expenditures such as those costs for services provided by the RSC. DTI continues to provide road and street service as they did prior to the reform.

Total Budget	\$ 216,249
Total Expenditures	\$ 62,436

Environmental Health Services

Environmental health services is responsible for the provision of solid waste collection, solid waste disposal, and recycling services.

Total Budget	\$ 698,299
Total Expenditures	\$ 661,582

Environmental Development Services

Services in this category are provided by the Capital Region Service Commission and include planning and zoning, economic development, and research and planning studies. Environmental development services also includes tourism initiatives provided by Fredericton Tourism and mandated through the Capital Region Service Commission.

Total Budget	\$ 473,055
Total Expenditures	\$ 480,398

Recreation and Cultural Services

Hanwell Rural Community has three (3) parks, a ballfield, a soccerfield, a trail system, a multipurpose hard surface, an outdoor gym, a bicycle skills park, and organizes several special events and recreational programming throughout the year.

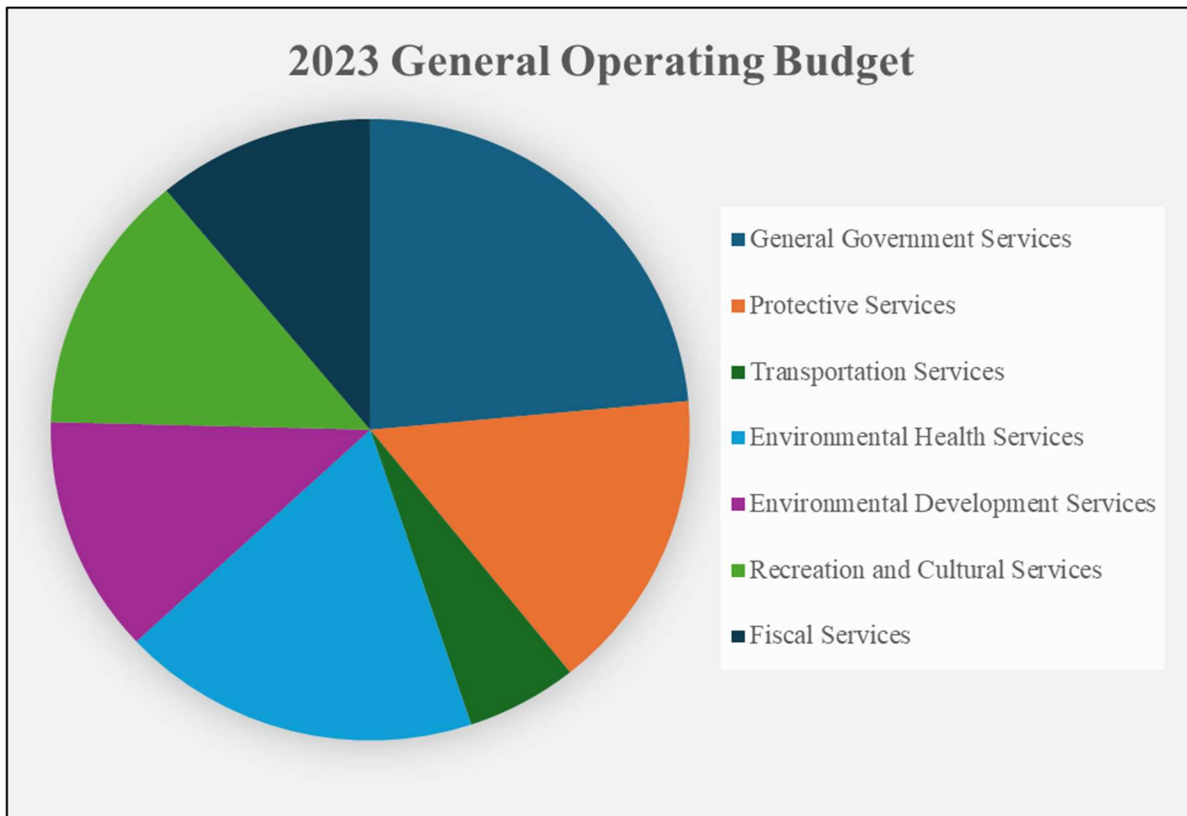
Recreation and cultural services is responsible for the maintenance, operation, and personnel of Hanwell Rural Community’s recreational and cultural facilities, including parks, playgrounds, and the Hanwell Place community centre.

Total Budget	\$ 521,669
Total Expenditures	\$ 471,816

Fiscal Services

Fiscal services includes capital purchases, projects, debenture repayments, and transfers to capital reserves fund (for future expenditures/projects). Monetary contributions made by the Federal or Provincial governments to capital projects are recorded under revenue, while the project expenses are recorded under fiscal services.

Total Budget	\$ 422,754
Total Expenditures	\$ 935,969



Donations, Grants, Financial Contributions

The following donations, grants, and/or financial contributions of \$500.00 or more were made by council in 2023:

Amount	Recipient	Cause
\$ 521.25	Blue Sea Foundation	Coldest Night of the Year
\$ 2,500.00	Capital Region Association of Geocachers	Sponsorship – Maritime Mega V – Let’s Connect
\$ 500.00	Fredericton High School	FHS Safe Grad
\$ 750.00	Kingsclear Community School	Bussing Expenses for Field Trips
\$ 500.00	Movember	Movember
\$ 500.00	The Royal Canadian Legion	Poppy Campaign
\$ 500.00	Coldest Night of the Year	Annual sponsorship of Coldest Night of the Year
\$ 500.00	Fredericton Homeless Shelters	Continuum of Care Model
\$ 500.00	Fredericton Community Kitchens	Donation to feed the hungry

2023 Capital Projects

Hanwell Rural Community moved forward with various capital projects during 2023. The following is a list of completed projects and their respective costs:

1. Multi-Purpose Hard Surface

The multi-purpose hard surface, located at Hanwell Place, provides a court area for basketball, pickle ball, and other recreational purposes. The surface itself was a project completed in 2022; however, during 2023, the landscaping, fencing, and line painting were undertaken.

\$ 63,112.00 (landscaping)

\$ 31,139.70 (fencing)

\$ 1,934.88 (line painting)

Cost: \$ 96,186.58

2. Bicycle Skills Park

While continuing into 2024 before project completion, the groundwork for the new bicycle skills park was completed in 2023.

Cost: \$ 5,750.00

3. Recreation Building Repairs

The recreation building, a small church located at Hanwell Place, received painting and repairs for general upkeep.

Cost: \$ 28,750.00

4. Upper Kingsclear Community Centre Kitchen

A kitchen upgrade was completed at the Upper Kingsclear Community Centre.

Cost: \$ 85,681.42

5. Ralph Gorman Park

Fencing was installed at Ralph Gorman Park.

Cost: \$ 15,841.25

6. Parking Lot Expansion

A parking lot expansion was completed at Station 1 of the Upper Kingsclear Hanwell Fire Department.

Cost: \$ 11,557.50

Capital Expenditures

In addition to capital projects, Hanwell Rural Community had several capital expenditures during the year. Listed below are the 2023 capital expenditures:

Product/Service	Cost
Zero-turn Lawn Mower	\$ 16,100.00
Trailer	\$ 4,650.00
Epoxy Floor (Upper Kingsclear Hanwell Fire Department)	\$ 37,932.18
Snowmobile	\$ 18,904.10

Consolidated Financial Statements – December 31, 2023

The following attachment contains the consolidated financial statements for Hanwell Rural Community as at December 31, 2023:

RURAL COMMUNITY OF HANWELL
Consolidated Financial Statements
December 31, 2023

RURAL COMMUNITY OF HANWELL
Consolidated Financial Statements
December 31, 2023

CONTENTS

Independent Auditors' Report	1 - 2
Consolidated Financial Statements	
Consolidated Statement of Financial Position	3
Consolidated Statement of Changes in Net Debt	4
Consolidated Statement of Operations	5
Consolidated Statement of Cash Flow	6
Notes to Consolidated Financial Statements	7 - 21
Supplementary Schedule A - General Operating Fund - Comparison of Revenue and Expenditures to Budget and Previous Year	22
Supplementary Schedule B - General Operating Fund - Revenue and Expenditures Support	23 - 25

INDEPENDENT AUDITORS' REPORT

**TO HIS WORSHIP THE MAYOR
AND MEMBERS OF THE COUNCIL**

Opinion

We have audited the accompanying consolidated financial statements of RURAL COMMUNITY OF HANWELL (the Rural Community), which comprise the consolidated statement of financial position as at December 31, 2023, and the consolidated statements of changes in net debt, operations and accumulated surplus, and cash flows for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, the consolidated financial statements present fairly, in all material respects, the financial position of the Rural Community as at December 31, 2023, and its results of operations 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 Financial Statements section of our report. We are independent of the Rural Community in accordance with the ethical requirements that are relevant to our audit of the consolidated financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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

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

In preparing the consolidated financial statements, management is responsible for assessing the Rural Community'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 intends to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Rural Community'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 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 Rural Community'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 Rural Community'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 Rural Community 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.

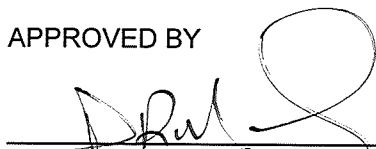

CHARTERED PROFESSIONAL ACCOUNTANTS

Fredericton, New Brunswick
May 23, 2024

RURAL COMMUNITY OF HANWELL
Consolidated Statement of Financial Position

December 31	2023	2022
FINANCIAL ASSETS		
Cash (Note 3)	\$2,762,757	\$1,915,391
Receivables		
General	8,490	614
Federal government and its agencies (Note 4)	37,985	100,797
Province of New Brunswick and its agencies (Note 5)	84,338	2,750
Pension asset (Note 6)	42,500	30,600
	<u>2,936,070</u>	<u>2,050,152</u>
LIABILITIES		
Payables and accruals	93,402	29,054
Deferred revenue (Note 7)	1,338,973	1,145,712
Accrued sick leave obligation (Note 8)	47,300	55,600
Long-term debt (Note 9)	1,943,000	2,026,000
	<u>3,422,675</u>	<u>3,256,366</u>
NET DEBT	<u>(486,605)</u>	<u>(1,206,214)</u>
NON-FINANCIAL ASSETS		
Tangible capital assets (Note 13)	13,170,945	6,900,306
Accumulated amortization	<u>(5,991,972)</u>	<u>(925,624)</u>
	7,178,973	5,974,682
Prepaid expenses	81,412	31,625
	<u>7,260,385</u>	<u>6,006,307</u>
ACCUMULATED SURPLUS	<u>\$6,773,780</u>	<u>\$4,800,093</u>

APPROVED BY


 _____ Mayor


 _____ CAO/Treasurer

RURAL COMMUNITY OF HANWELL**Consolidated Statement of Changes in Net Debt**

For the Year Ended December 31	2023	2022
Annual Surplus	\$1,973,687	\$ 691,855
Acquisition of tangible capital assets (Note 13)	(1,772,322)	(865,901)
Proceeds on disposal of tangible capital assets	2,400	-
Amortization of tangible capital assets (Note 13)	<u>565,809</u>	<u>262,746</u>
	769,574	88,700
Use (acquisition) of prepaid assets	<u>(49,965)</u>	<u>(913)</u>
Increase (decrease) in net assets	719,609	87,787
Net Debt - beginning of year	<u>(1,206,214)</u>	<u>(1,294,001)</u>
Net Debt - end of year	\$ (486,605)	\$ (1,206,214)

RURAL COMMUNITY OF HANWELL**Consolidated Statement of Operations**

For the Year Ended December 31	2023	2023	2022
	Budget (Note 17)	Actual	Actual
REVENUE			
Property tax warrant	\$3,347,503	\$3,347,503	\$2,332,994
Revenue from own sources	211,393	385,852	151,211
Services provided to other governments	130,266	130,266	76,402
Community funding and equalization	36,835	36,835	43,376
Gas tax contributions	-	208,933	401,505
Other government transfers	243	1,481,294	290,164
Tourism levy	70,000	98,780	-
	<u>3,796,240</u>	<u>5,689,463</u>	<u>3,295,652</u>
EXPENDITURES			
General government services	996,328	1,005,022	809,219
Protective services	603,290	829,320	688,545
Transportation services	216,249	62,436	46,813
Environmental health services	698,299	661,582	360,039
Environmental development services	473,055	480,398	171,803
Recreation and cultural services	521,669	677,018	527,378
	<u>3,508,890</u>	<u>3,715,776</u>	<u>2,603,797</u>
ANNUAL SURPLUS	<u>\$ 287,350</u>	1,973,687	691,855
ACCUMULATED SURPLUS - BEGINNING OF YEAR		4,800,093	<u>4,108,238</u>
ACCUMULATED SURPLUS - END OF YEAR		\$6,773,780	\$4,800,093

RURAL COMMUNITY OF HANWELL

Consolidated Statement of Cash Flow

For the Year Ended December 31	2023	2022
OPERATING TRANSACTIONS		
Operating annual surplus	\$1,973,687	\$ 691,855
Amortization of tangible capital assets	565,809	262,746
Changes in receivables - General	(7,876)	8,803
Changes in receivables - Federal Government and its agencies	62,812	(68,231)
Changes in receivables - Province of New Brunswick and its agencies	(81,588)	10,276
Changes in payables and accruals	64,348	(1,243)
Changes in deferred revenue	193,261	(50,009)
Accrued sick leave	(8,300)	17,300
Post employment benefits payable (receivable)	(11,900)	(2,700)
Change in prepaid expenses	(49,784)	(913)
	<u>2,700,469</u>	<u>867,884</u>
CAPITAL TRANSACTIONS		
Acquisition of tangible capital assets	(1,772,322)	(865,901)
Proceeds on disposal of tangible capital assets	2,219	-
	<u>(1,770,103)</u>	<u>(865,901)</u>
FINANCING TRANSACTIONS		
Payment of long-term debt	(83,000)	(80,000)
INCREASE (DECREASE) IN CASH	847,366	(78,017)
CASH - BEGINNING OF YEAR	<u>1,915,391</u>	<u>1,993,408</u>
CASH - END OF YEAR	<u>\$2,762,757</u>	<u>\$1,915,391</u>
REPRESENTED BY:		
General Operating Fund	\$ 42,271	\$ 63,100
Restricted:		
General Capital Fund	1,258,982	1,080,112
General Capital Reserve	1,339,549	655,514
General Operating Reserve	<u>121,955</u>	<u>116,665</u>
	<u>\$2,762,757</u>	<u>\$1,915,391</u>

Notes to Consolidated Financial Statements

December 31, 2023

1. PURPOSE OF THE ORGANIZATION

The Rural Community was incorporated as a rural community by the Province of New Brunswick Local Governance Act on May 23, 2014. As a Rural Community, it is exempt from income tax under section 146(1)(c) of the Canadian Income Tax Act.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The consolidated financial statements of the Rural Community 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 CPA Canada.

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

The entities included in the consolidated financial statements are as follows: General Government Services, Protective Services, Transportation Services, Environmental Health Services, Environmental Development Services, Recreational and Cultural Services, and Fiscal Services.

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

Reporting entity

The consolidated financial statements reflect the assets, liabilities, revenues, expenditures and changes in net assets 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 Rural Community and which are owned or controlled by the Rural Community.

Interdepartmental and organizational transactions and balances are eliminated.

Budget

The budget figures contained in these consolidated financial statements were approved by Council on December 19, 2022 and the Minister of Environment and Local Government on December 19, 2022.

Revenue recognition

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

(b) Other revenue is recorded when it is earned.

December 31, 2023

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**Measurement Uncertainty**

The preparation of the consolidated financial statements in conformity with Canadian generally accepted accounting principles for local governments requires management to make estimates that affect the reported amount of assets and liabilities, disclosure of contingent assets and liabilities at the date of the consolidated financial statements and the reported amounts of revenues and expenses during the period. Such estimates are periodically reviewed and any adjustments necessary are reported in earnings in the period in which they become known. Actual results could differ from these estimates.

Financial Instruments

The Rural Community's financial instruments consist of cash, accounts receivable, accounts payable and accruals, deferred revenue, and long-term debt. Unless otherwise noted, it is management's opinion that the Rural Community is not exposed to significant interest, currency or credit risks arising from these financial instruments. The fair value of the instruments approximate their carrying value, unless otherwise noted.

Cash and cash equivalents

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

Tangible capital assets

The Rural Community has adopted the provisions of PSA section 3150 Tangible Capital Assets. Tangible capital assets are recorded at cost which includes all amounts that are directly attributable to acquisition, construction, development or betterment of the asset. The cost of the tangible capital asset is amortized on a straight line basis over the estimated useful life as follows:

Asset type	Years
Land improvements (parks and trails)	10-50 years
Buildings	10-60 years
Machinery and equipment	5-50 years
Vehicles	3-15 years
Computer equipment	3-5 years
Furniture & fixtures	3-5 years
Pavement and parking lots	5-15 years
Signs	10-15 years

Notes to Consolidated Financial Statements

December 31, 2023

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**Segmented information**

The Rural Community is a diversified entity that provides a wide range of services to its residents. For management reporting purposes, the Rural Community'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. Community services are provided by departments as follows:

General government services

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

Protective services

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

Transportation services

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

Environmental health services

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

Environmental development services

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

Recreation and cultural services

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

Post Employment Benefits

The Rural Community has a sick leave benefit as documented in Note 8 and a pension plan as documented in Note 6.

3. CASH

	<u>2023</u>	<u>2022</u>
Restricted cash	\$2,720,486	\$1,852,291
Unrestricted cash	<u>42,271</u>	<u>63,100</u>
	<u>\$2,762,757</u>	<u>\$1,915,391</u>

Restricted cash are bank accounts held for specific purposes and includes Gas Tax Funds, General Capital (Community Centre & Recreation Capital), General Capital Reserve Funds (Note 16), and General Operating Reserve Funds (Note 16).

RURAL COMMUNITY OF HANWELL**Notes to Consolidated Financial Statements**

December 31, 2023

4. DUE FROM FEDERAL GOVERNMENT AND ITS AGENCIES

	<u>2023</u>	<u>2022</u>
Canada Revenue Agency (HST refund)	\$ 37,985	\$ 100,797

5. DUE FROM PROVINCIAL GOVERNMENT AND ITS AGENCIES

	<u>2023</u>	<u>2022</u>
Regional Service Commission (Building permits)	\$ 20,486	\$ 2,750
Department of Environment and Local Government	10,743	-
Department of Justice and Public Safety	<u>53,109</u>	<u>-</u>
Regional Service Commission (Building permits)	\$ 84,338	\$ 2,750

6. PENSION ASSET

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

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

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

- the expected inflation rate of 2.10% per annum
- the discount rate used to determine the accrued benefit obligation is 6.15% per annum
- the expected rate of return on assets is 6.15% per annum
- retirement age varies by age and employment category
- estimated average remaining service life (EARSL) is 14.0 years

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

RURAL COMMUNITY OF HANWELL

Notes to Consolidated Financial Statements

December 31, 2023

6. PENSION ASSET (continued)

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

Employees make contributions using rates that vary by earnings level and employment category, with an overall average contribution rate of approximately 7.95%. Each participating body contributes an amount that equals their employees contribution amounts. Pension Fund Assets are invested in Short Term Securities, Bonds, Canadian Equities and Foreign Equities. Combined employees and participating bodies' contributions for 2023 are estimated to be approximately \$7,978,000 (actual 2022 \$7,988,500 in totality for the NB MEPP).

The following summarizes the NB MEPP data as it relates to the Hanwell Rural Community:

- The average age of the 4 active employees covered by the NB MEPP is 44.8 (as at December 31, 2021)
- Benefit Payments were \$0 in 2022 and were estimated to be \$0 in 2023
- Combined Contributions were \$33,400 in 2022 and were estimated to be \$33,400 in 2023

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

	<i>Estimated</i>	
	<u>2023</u>	<u>2022</u>
Accrued benefit liability / (asset)		
Accrued benefit liability / (asset) at beginning of period	\$ (30,600)	\$ (27,900)
Pension expense for the year	5,300	12,100
Less: Employer contributions	<u>(17,200)</u>	<u>(14,800)</u>
Accrued benefit liability / (asset) at end of period	<u>\$ (42,500)</u>	<u>\$ (30,600)</u>

7. DEFERRED REVENUE

	Gas Tax Fund	Other deposits received	<u>Total</u>
2022 - Balance beginning of year	\$1,145,587	\$ 125	\$1,145,712
Funds received during the year	401,852	9,200	411,052
Funds used during the year	<u>(208,933)</u>	<u>(8,858)</u>	<u>(217,791)</u>
2023 - Balance end of year	\$1,338,506	\$ 467	\$1,338,973

The balance at the end of the year represents the excess of funds received during the year over the expenses incurred during the year.

RURAL COMMUNITY OF HANWELL**Notes to Consolidated Financial Statements**

December 31, 2023

8. ACCRUED SICK LEAVE OBLIGATION

The Rural Community provides sick leave that accumulates at 1.5 days per month for full-time employees. This leave accumulates but does not vest.

	<u>2023</u>	<u>2022</u>
Accrued employee benefit obligation:		
Opening balance	\$ 55,600	\$ 38,300
Current period service cost	26,300	17,400
Benefit payments	<u>(34,600)</u>	<u>(100)</u>
	<u>\$ 47,300</u>	<u>\$ 55,600</u>

As in accordance with PSA 3255.15-20 accumulating non-vesting sick leave that is paid only upon illness-related absences is accounted for using accrual accounting and is a funded benefit and does not require an actuarial valuation.

9. LONG-TERM DEBT

	<u>2023</u>	<u>2022</u>
Certificate of indebtedness - Province of New Brunswick 2.10% to 3.70% - due 2038 - OIC #17-0053	\$ 889,000	\$ 934,000
Certificate of indebtedness - Province of New Brunswick 1.95% to 2.95% - due 2039 - OIC #18-0012	<u>1,054,000</u>	<u>1,092,000</u>
	<u>\$1,943,000</u>	<u>\$2,026,000</u>

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

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

2023	\$ 87,000
2024	88,000
2025	90,000
2026	93,000
2027	94,000
Later	<u>1,491,000</u>
	<u>\$ 1,943,000</u>

10. SHORT-TERM BORROWINGS COMPLIANCE**Operating borrowing**

The Local Governance Act prescribes a limit to bank indebtedness of 4% of the current year's budget for the General Operating Fund. The Rural Community is within this limit.

Notes to Consolidated Financial Statements

December 31, 2023

10. SHORT-TERM BORROWINGS COMPLIANCE (continued)

Interfund borrowing

All interfund accounts at December 31, 2023 represent current year transactions and are in compliance with the policy established by the Department of Local Government.

Interim borrowing for capital

The Rural Community does not have any interim borrowing for capital.

The Rural Community did not have any new capital borrowings in the current or previous year.

11. RESERVE FUNDS

All transfers of funds into and disbursed from Reserve Funds require a resolution of Council and the amount held in the Operating Reserve Funds shall not exceed 5% of the total expenditures that were budgeted for the previous fiscal year. The Rural Community is in compliance with these requirements.

12. COMPARATIVE FIGURES

Prior year figures have been reclassified where applicable to conform to current presentation.

RURAL COMMUNITY OF HANWELL

Notes to Consolidated Financial Statements

For the Year Ended December 31

2023 2022

13. TANGIBLE CAPITAL ASSETS

	Land	Buildings	Machinery and Equipment	Parks and Playgrounds	Motor Vehicles	Total
COST						
Balance - beginning of year	\$ 174,138	\$4,877,982	\$ 231,178	\$1,326,812	\$ 290,194	\$6,046,691
Add: Net additions during the year	-	3,328,241	1,139,350	115,643	1,691,405	6,274,639
Less: Disposals during the year	-	-	-	(4,000)	-	(12,286)
BALANCE - END OF YEAR	<u>174,138</u>	<u>8,206,223</u>	<u>1,370,528</u>	<u>1,438,455</u>	<u>1,981,599</u>	<u>13,170,945</u>
ACCUMULATED AMORTIZATION						
Balance - beginning of year	-	517,442	89,885	186,526	131,772	675,164
Add: Amortization during the year	-	170,715	135,094	70,588	189,412	262,746
Less: Adjustments	-	3,059,245	398,773	(1,600)	1,044,121	(12,286)
BALANCE - END OF YEAR	<u>-</u>	<u>3,747,402</u>	<u>623,752</u>	<u>255,514</u>	<u>1,365,305</u>	<u>925,624</u>
NET BOOK VALUE OF TANGIBLE CAPITAL ASSETS	<u>\$ 174,138</u>	<u>\$4,458,821</u>	<u>\$ 746,776</u>	<u>\$1,182,941</u>	<u>\$ 616,294</u>	<u>\$ 7,178,973</u>

During the year as a result of the amalgamation of local governments, the Province of NB contributed tangible capital assets to the Rural Community with a net book value of \$1,481,233.

RURAL COMMUNITY OF HANWELL

Notes to Consolidated Financial Statements

For the Year Ended December 31

2023 2022

14. SEGMENT DISCLOSURE

REVENUES

	General	Protective Services	Transportation Services	Environmental Health	Environmental Development	Recreation and Culture	Consolidated	Consolidated
Property tax warrant	\$ 950,504	\$ 575,542	\$ 206,303	\$ 666,182	\$ 451,297	\$ 497,675	\$3,347,503	\$2,332,994
Sale of service, fines, and other fees	227,949	-	-	-	-	157,903	385,852	151,211
Community funding and equalization	10,460	6,333	2,270	7,330	4,966	5,476	36,835	43,376
Tourism levy	-	-	-	-	98,780	-	98,780	-
Other government transfers	1,481,294	130,266	-	-	-	208,933	1,820,493	768,071
	<u>2,670,207</u>	<u>712,141</u>	<u>208,573</u>	<u>673,512</u>	<u>555,043</u>	<u>869,987</u>	<u>5,689,463</u>	<u>3,295,652</u>

EXPENSES

Salaries and benefits	323,835	-	-	-	-	108,641	432,476	277,530
Goods and services	561,959	525,168	62,436	661,582	480,398	363,175	2,654,718	1,998,803
Amortization	56,454	304,152	-	-	-	205,202	565,808	262,748
Interest	62,774	-	-	-	-	-	62,774	64,716
	<u>1,005,022</u>	<u>829,320</u>	<u>62,436</u>	<u>661,582</u>	<u>480,398</u>	<u>677,018</u>	<u>3,715,776</u>	<u>2,603,797</u>

SURPLUS (DEFICIT) FOR THE YEAR

	\$1,665,185	\$ (117,179)	\$ 146,137	\$ 11,930	\$ 74,645	\$ 192,969	\$1,973,687	\$ 691,855
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RURAL COMMUNITY OF HANWELL

Notes to Consolidated Financial Statements

For the Year Ended December 31

2023 2022

15. RECONCILIATION OF ANNUAL SURPLUS

	General Operating Fund	General Capital Fund	Gen. Operating Reserve Fund	Gen. Capital Reserve Fund	
Consolidated annual surplus (deficit)	\$ 813,373	\$ 1,124,889	\$ 5,290	\$ 30,135	\$ 1,973,687 \$ 691,855
Adjustments to annual surplus (deficit) for funding requirements:					
Second previous year's surplus	42,180	-	-	-	42,180 20,463
Transfer from General Operating Fund to General Capital Fund	(62,022)	62,022	-	-	-
Transfer from General Operating Fund to General Capital Reserve Fund	(670,000)	-	-	670,000	-
Transfer from General Capital Reserve Fund to General Capital Fund	-	16,100	-	(16,100)	-
Long-term debt principal payment	(83,000)	83,000	-	-	-
Amortization expense	-	565,808	-	-	565,808 262,746
Change in amount recorded under PSA for defined benefit liability	(11,900)	-	-	-	(11,900) (2,700)
Second previous year's deficit	(26,530)	-	-	-	-
Total adjustments to annual surplus (deficit)	<u>(811,272)</u>	<u>726,930</u>	<u>-</u>	<u>653,900</u>	<u>596,088</u> <u>280,509</u>
FUND SURPLUS (DEFICIT) FOR THE YEAR	\$ 2,101	\$ 1,851,819	\$ 5,290	\$ 684,035	\$ 2,569,775 \$ 972,364

RURAL COMMUNITY OF HANWELL

Notes to Consolidated Financial Statements

For the Year Ended December 31 **2023** **2022**

16. STATEMENT OF RESERVES

	General Operating Reserve	General Capital Reserve	Total	Total
ASSETS				
Cash	\$ 121,955	\$ 1,339,549	\$ 1,461,504	\$ 772,178
ACCUMULATED SURPLUS - BEGINNING OF YEAR	\$ 116,665	\$ 655,514	\$ 772,179	\$ 733,588
SURPLUS (DEFICIT) - FOR THE YEAR	<u>5,290</u>	<u>684,035</u>	<u>689,325</u>	<u>38,590</u>
ACCUMULATED SURPLUS - END OF YEAR	\$ 121,955	\$ 1,339,549	\$ 1,461,504	\$ 772,178
REVENUE				
Transfer from General Operating Funds	\$ -	\$ 670,000	\$ 670,000	\$ 50,000
Interest	<u>5,290</u>	<u>30,135</u>	<u>35,425</u>	<u>10,723</u>
	<u>5,290</u>	<u>700,135</u>	<u>705,425</u>	<u>60,723</u>
EXPENDITURES				
Transfer to General Capital Fund	<u>-</u>	<u>16,100</u>	<u>16,100</u>	<u>22,133</u>
SURPLUS (DEFICIT) - FOR THE YEAR	\$ 5,290	\$ 684,035	\$ 689,325	\$ 38,590

Name of Investment	Interest Rate	
Treasury Account 0123 1124-312	4.8%	121,955
Treasury Account 0123 1996-639	6.3%	1,339,549

Moved by Councillor Holly Hyslop, seconded by Councillor Darren MacKenzie that \$15,000 + HST be transferred from the General Capital Reserve Fund to the General Capital Fund toward the purchase of a zero-turn lawn mower.
#14-07-2023 - Regular meeting of Council, July 19, 2023.

Moved by Councillor Candice Dekleva, seconded by Councillor Darren MacKenzie that \$670,000 be transferred from the General Operating Fund to the General Capital Reserve Fund.
#29-12-2023 - Special meeting of Council, December 20, 2023.

I hereby certify that the above are true and exact copies of resolutions adopted by council.

Municipal Seal

Terri L. Parker
 Terri Parker, CAO/Treasurer

May 23, 2024
 Date

RURAL COMMUNITY OF HANWELL**Notes to Consolidated Financial Statements**

December 31, 2023

17. OPERATING BUDGET TO PSA BUDGET

	Operating Budget		
	General	Transfers	Total
REVENUE			
Property tax warrant	\$3,347,503	\$ -	\$3,347,503
Revenue from own sources	211,393	-	211,393
Services provided to other governments	130,266	-	130,266
Community funding and equalization	36,835	-	36,835
Other government transfers	243	-	243
Tourism levy	70,000	-	70,000
Surplus of second previous year	<u>42,180</u>	<u>(42,180)</u>	<u>-</u>
	<u>3,838,420</u>	<u>(42,180)</u>	<u>3,796,240</u>
EXPENDITURES			
General government services	903,104	93,224	996,328
Protective services	603,290	-	603,290
Transportation services	216,249	-	216,249
Environmental health services	698,299	-	698,299
Environmental development services	473,055	-	473,055
Recreational and cultural services	521,669	-	521,669
Fiscal services			
Long-term debt repayments	83,000	(83,000)	-
Interest and bank charges	62,881	(62,881)	-
Capital lease	30,343	(30,343)	-
Transfer from Gen. Operating Fund to Gen. Capital Fund	<u>90,000</u>	<u>(90,000)</u>	<u>-</u>
	<u>3,681,890</u>	<u>(173,000)</u>	<u>3,508,890</u>
SURPLUS	\$ 156,530	\$ 130,820	\$ 287,350

RURAL COMMUNITY OF HANWELL

Notes to Consolidated Financial Statements

For the Year Ended December 31	2023	2023	2022
	Budget	Actual	Actual
18. PSA REVENUE AND EXPENSE SUPPORT			
REVENUE			
Services to other governments			
Fire protection	\$ <u>130,266</u>	\$ <u>130,266</u>	\$ <u>76,402</u>
Other own source			
Rentals and registrations	91,000	130,403	41,846
Building permits	116,393	140,460	84,436
Grants	-	27,500	-
Interest	-	71,112	17,167
Other	-	16,377	7,762
	<u>\$ 207,393</u>	<u>\$ 385,852</u>	<u>\$ 151,211</u>
 General Government Services			
Legislative			
Mayor	\$ 23,365	\$ 23,088	\$ 19,811
Councillors	119,965	99,852	71,430
Professional development	4,000	4,433	5,077
Other legislative expenses	4,500	2,540	1,983
	<u>151,830</u>	<u>129,913</u>	<u>98,301</u>
Administrative			
Salaries and wages	153,422	163,881	129,087
Pension adjustment	-	(11,900)	(2,700)
Office building	111,800	91,282	71,115
Other	46,000	10,875	5,770
Solicitor	20,000	62,407	38,858
	<u>331,222</u>	<u>316,545</u>	<u>242,130</u>
Financial management and common services			
Salaries and wages	45,000	43,256	45,215
External audit	20,000	19,762	15,643
Civic relations	15,700	13,409	29,901
Regional and collaborative services	7,751	7,752	2,667
Cost of assessment	186,901	186,901	118,113
	<u>275,352</u>	<u>271,080</u>	<u>211,539</u>
Other general government services			
Interest and bank charges	62,881	62,774	64,717
Public liability insurance	47,000	31,688	33,418
Grants to organizations	8,000	7,271	4,589
Municipal association membership	8,700	8,657	6,180
Other expenses	111,343	120,640	91,378
Amortization	-	56,454	56,967
	<u>237,924</u>	<u>287,484</u>	<u>257,249</u>
	<u>\$ 996,328</u>	<u>\$ 1,005,022</u>	<u>\$ 809,219</u>

RURAL COMMUNITY OF HANWELL

Notes to Consolidated Financial Statements

For the Year Ended December 31	2023	2023	2022
	Budget	Actual	Actual
18. PSA REVENUE AND EXPENSE SUPPORT (continued)			
<i>Protective Services</i>			
Fire			
Protection	\$ -	\$ -	\$ 600,927
Administration	42,050	25,510	-
Other	69,300	64,833	19,150
Station and building	130,400	134,999	-
Equipment	175,000	127,221	-
Force	65,196	53,627	-
Alarms	4,500	2,648	-
Training	25,200	25,147	-
Amortization	-	304,152	64,924
	<u>511,646</u>	<u>738,137</u>	<u>685,001</u>
Emergency measures			
Disaster control	5,000	6,246	-
Dispatch	53,200	53,197	-
Sentinal emergency alert system	4,000	6,004	3,544
Training and development	3,000	-	-
	<u>65,200</u>	<u>65,447</u>	<u>3,544</u>
Other			
Animal and pest control	26,444	25,736	-
	<u>26,444</u>	<u>25,736</u>	<u>-</u>
	<u>\$ 603,290</u>	<u>\$ 829,320</u>	<u>\$ 688,545</u>
<i>Transportation Services</i>			
Street lighting	\$ 57,200	\$ 50,577	\$ 46,254
Signs	1,500	4,307	104
Transit	7,549	7,552	-
Other transportation	150,000	-	455
	<u>\$ 216,249</u>	<u>\$ 62,436</u>	<u>\$ 46,813</u>
<i>Environmental Health Services</i>			
Solid waste collection	\$ 332,252	\$ 327,148	\$ 164,009
Solid waste disposal	228,047	207,488	117,505
Recycling	138,000	126,946	78,525
	<u>\$ 698,299</u>	<u>\$ 661,582</u>	<u>\$ 360,039</u>
<i>Environmental Development Services</i>			
Planning (Other local government)	\$ 323,305	\$ 323,304	\$ 168,704
Research and planning studies	-	-	626
Economic development	55,153	55,152	-
Beautification and other	37,448	44,794	2,473
Tourism	57,149	57,148	-
	<u>\$ 473,055</u>	<u>\$ 480,398</u>	<u>\$ 171,803</u>

RURAL COMMUNITY OF HANWELL

Notes to Consolidated Financial Statements

For the Year Ended December 31	2023	2023	2022
	Budget	Actual	Actual
18. PSA REVENUE AND EXPENSE SUPPORT (continued)			
<i>Recreation and Cultural Services</i>			
Sports and recreation fees	\$ 217,549	\$ 217,549	\$ 177,998
Community Centre and personnel	82,800	91,138	79,543
Parks and playgrounds and personnel	106,800	79,671	56,912
Administration and personnel	62,500	46,881	-
Other recreation	52,020	36,577	17,286
Contribution to other government	-	-	54,782
Amortization	-	205,202	140,857
	<u>\$ 521,669</u>	<u>\$ 677,018</u>	<u>\$ 527,378</u>

Supplementary Schedule A

RURAL COMMUNITY OF HANWELL

General Operating Fund

Comparison of Revenue and Expenditures to Budget and Previous Year

For the Year Ended December 31	2023	2023	2022
	Budget	Actual	Actual
REVENUE			
Property tax warrant	\$3,347,503	\$3,347,503	\$2,332,994
Revenue from own sources	211,393	349,713	140,487
Services provided to other governments	130,266	130,266	76,402
Community funding and equalization	36,835	36,835	43,376
Payment in lieu of taxes	243	243	-
Tourism levy	70,000	98,780	-
Surplus of second previous year	<u>42,180</u>	<u>42,180</u>	<u>20,463</u>
	<u>3,838,420</u>	<u>4,005,520</u>	<u>2,613,722</u>
EXPENDITURES			
General government services	903,104	866,051	690,235
Protective services	603,290	525,168	623,621
Transportation services	216,249	62,436	46,813
Environmental health services	698,299	661,582	360,039
Environmental development services	473,055	480,398	171,803
Recreation and cultural services	521,669	471,816	386,521
Fiscal services	<u>422,754</u>	<u>935,969</u>	<u>335,318</u>
	<u>3,838,420</u>	<u>4,003,420</u>	<u>2,614,350</u>
SURPLUS (DEFICIT) FOR THE YEAR	\$ -	\$ 2,100	\$ (628)

RURAL COMMUNITY OF HANWELL

General Operating Fund - Revenue and Expenditures Support

For the Year Ended December 31	2023	2023	2022
	Budget	Actual	Actual
REVENUE FROM OWN SOURCES			
Building permits	\$ 116,393	\$ 140,460	\$ 84,436
Interest	4,000	34,973	6,443
Community events and rentals	34,000	40,246	41,846
Other rentals	15,000	55,624	-
Recreation	42,000	34,533	-
Provincial grants	-	27,500	-
Other	-	16,377	7,762
	<u>\$ 211,393</u>	<u>\$ 349,713</u>	<u>\$ 140,487</u>
GENERAL GOVERNMENT SERVICES			
Legislative			
Mayor	\$ 23,365	\$ 23,088	\$ 19,811
Councillors	119,965	99,852	71,430
Professional development	4,000	4,433	5,077
Other legislative expenses	4,500	2,540	1,983
	<u>151,830</u>	<u>129,913</u>	<u>98,301</u>
Administrative			
Salaries and wages	153,422	163,881	129,087
Office building	111,800	91,282	71,115
Other	46,000	10,875	5,770
Solicitor	20,000	62,407	38,858
	<u>331,222</u>	<u>328,445</u>	<u>244,830</u>
Financial management and common services			
Salaries and wages	45,000	43,256	45,215
External audit	20,000	19,762	15,643
Civic relations	15,700	13,409	29,901
Regional and collaborative services	7,751	7,752	2,667
Cost of assessment	186,901	186,901	118,113
	<u>275,352</u>	<u>271,080</u>	<u>211,539</u>
Other general administrative services			
Public liability insurance	47,000	31,688	33,418
Grants to organizations	8,000	7,271	4,589
Municipal association membership	8,700	8,657	6,180
Other expenses	81,000	88,997	91,378
	<u>144,700</u>	<u>136,613</u>	<u>135,565</u>
	<u>\$ 903,104</u>	<u>\$ 866,051</u>	<u>\$ 690,235</u>

Supplementary Schedule B (continued)

RURAL COMMUNITY OF HANWELL

General Operating Fund - Revenue and Expenditures Support

For the Year Ended December 31	2023	2023	2022
	Budget	Actual	Actual
PROTECTIVE SERVICES			
Fire			
Protection	\$ -	\$ -	\$ 600,927
Administration	42,050	25,510	-
Other	69,300	64,833	19,150
Station and building	130,400	134,999	-
Equipment	175,000	127,221	-
Force	65,196	53,627	-
Alarms	4,500	2,648	-
Training	25,200	25,147	-
	<u>511,646</u>	<u>433,985</u>	<u>620,077</u>
Emergency measures			
Disaster control	5,000	6,246	-
Dispatch	53,200	53,197	-
Sentinal emergency alert system	4,000	6,004	3,544
Training and development	3,000	-	-
	<u>65,200</u>	<u>65,447</u>	<u>3,544</u>
Other			
Animal and pest control	26,444	25,736	-
	<u>26,444</u>	<u>25,736</u>	<u>-</u>
	<u>\$ 603,290</u>	<u>\$ 525,168</u>	<u>\$ 623,621</u>
TRANSPORTATION SERVICES			
Street lighting	\$ 57,200	\$ 50,577	\$ 46,254
Signs	1,500	4,307	104
Transit contribution to RSC	7,549	7,552	-
Other transportation	150,000	-	455
	<u>\$ 216,249</u>	<u>\$ 62,436</u>	<u>\$ 46,813</u>
ENVIRONMENTAL HEALTH SERVICES			
Solid waste collection	\$ 332,252	\$ 327,148	\$ 164,009
Solid waste disposal	228,047	207,488	117,505
Recycling	138,000	126,946	78,525
	<u>\$ 698,299</u>	<u>\$ 661,582</u>	<u>\$ 360,039</u>
ENVIRONMENTAL DEVELOPMENT SERVICES			
Planning (Other local government)	\$ 323,305	\$ 323,304	\$ 168,704
Research and planning studies	-	-	626
Economic development contribution to RSC	55,153	55,152	-
Beautification and other	37,448	44,794	2,473
Tourism contribution to RSC	57,149	57,148	-
	<u>\$ 473,055</u>	<u>\$ 480,398</u>	<u>\$ 171,803</u>

Supplementary Schedule B (continued)

RURAL COMMUNITY OF HANWELL

General Operating Fund - Revenue and Expenditures Support

For the Year Ended December 31	2023	2023	2022
	Budget	Actual	Actual
RECREATION AND CULTURAL SERVICES			
Sports and recreation fees	\$ 217,549	\$ 217,549	\$ 177,998
Community centre	33,300	42,067	31,635
Community centre personnel	49,500	49,071	47,908
Parks and playgrounds	83,300	59,482	42,550
Parks and playgrounds personnel	23,500	20,189	14,362
Contribution to other government	-	-	54,782
Contribution to RSC	746	744	-
Administration	7,500	7,500	-
Administration personnel	55,000	39,381	-
Training and development	2,500	140	-
Other	<u>48,774</u>	<u>35,693</u>	<u>17,286</u>
	\$ 521,669	\$ 471,816	\$ 386,521
FISCAL SERVICES			
Debt charges			
Interest on long-term debt	\$ 61,581	\$ 61,581	\$ 63,590
Principal	83,000	83,000	80,000
Capital lease	30,343	31,643	-
Bank service charges	<u>1,300</u>	<u>1,193</u>	<u>1,127</u>
	<u>176,224</u>	<u>177,417</u>	<u>144,717</u>
Deficit of 2nd previous year	<u>26,530</u>	<u>26,530</u>	<u>-</u>
Transfer to own funds			
Capital expenditures	90,000	62,022	140,601
General Capital Reserve Fund	<u>130,000</u>	<u>670,000</u>	<u>50,000</u>
	<u>220,000</u>	<u>732,022</u>	<u>190,601</u>
	\$ 422,754	\$ 935,969	\$ 335,318