

MUNICIPALITY OF THE TOWN OF RIVERVIEW, NEW BRUNSWICK
CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2020

INDEX

	<u>Page</u>
INDEPENDENT AUDITORS' REPORT	1 - 2
CONSOLIDATED FINANCIAL STATEMENTS	
Consolidated Statement of Financial Position	3
Consolidated Statement of Operations and Accumulated Surplus	4
Consolidated Statement of Changes in Net Debt	5
Consolidated Statement of Cash Flows	6
Notes to the Consolidated Financial Statements	7 - 16
Schedule 1 - Schedule of Segment Disclosures	17
Schedule 2 - Consolidated Schedule of Revenues	18
Schedule 3 - Consolidated Schedule of Expenses	19 - 22
Schedules of Regulatory Reporting Requirements	23 - 26



INDEPENDENT AUDITORS' REPORT

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

Report on the Consolidated Financial Statements

We have audited the accompanying consolidated financial statements of the Municipality of the Town of Riverview, New Brunswick, which comprise the consolidated statement of financial position as at December 31, 2020 and the consolidated statements of operations and accumulated surplus, changes in net debt and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

In our opinion, the consolidated financial statements present fairly, in all material respects, the financial position of Municipality of the Town of Riverview, New Brunswick as at December 31, 2020, and the results of its operations and cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis of Opinion

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

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

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

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

INDEPENDENT AUDITORS' REPORT (CONTINUED)

Auditors' Responsibilities for the Audit of the Financial Statements

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

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

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

Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Municipality's internal control.

Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the municipality's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Municipality to cease to continue as a going concern.

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

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

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

Riverview, NB
April 12, 2021

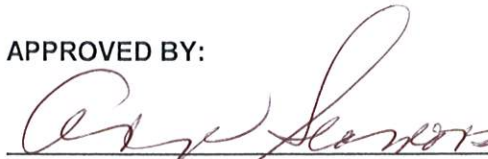


Chartered Professional Accountants

MUNICIPALITY OF THE TOWN OF RIVERVIEW, NEW BRUNSWICK
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2020

	2020	2019
FINANCIAL ASSETS		
Cash in bank (Note 3)	\$ 6,718,099	\$ 9,650,544
Receivables (Note 4)	5,187,104	4,463,393
Pension assets (Note 9)	1,728,300	1,308,100
Investments (Note 5)	<u>10,077,652</u>	<u>5,912,265</u>
	<u>23,711,155</u>	<u>21,334,302</u>
LIABILITIES		
Accounts payable and accrued liabilities (Note 6)	\$ 6,194,488	\$ 6,027,407
Deferred government transfers (Note 7)	1,872,325	3,070,006
Long-term debt (Note 8)	28,713,000	25,471,000
Accrued retirement allowances (Note 10)	<u>1,160,334</u>	<u>1,122,436</u>
	<u>37,940,147</u>	<u>35,690,849</u>
Net debt	<u>(14,228,992)</u>	<u>(14,356,547)</u>
NON-FINANCIAL ASSETS		
Tangible capital assets (Note 11)	163,480,000	153,924,988
Inventories of materials and supplies	627,463	591,252
Prepaid expenses and deposits	<u>62,177</u>	<u>58,872</u>
	<u>164,169,640</u>	<u>154,575,112</u>
Accumulated surplus	<u>\$149,940,648</u>	<u>\$140,218,565</u>

APPROVED BY:


 _____ Mayor


 _____ Treasurer

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

**MUNICIPALITY OF THE TOWN OF RIVERVIEW, NEW BRUNSWICK
CONSOLIDATED STATEMENT OF OPERATIONS AND ACCUMULATED SURPLUS
FOR THE YEAR ENDED DECEMBER 31, 2020**

	2020 Budget (Unaudited)	2020 Actual	2019 Actual
Revenue (Schedule 2)			
Property tax warrant	\$ 24,875,683	\$ 24,875,683	\$ 24,184,983
Unconditional transfers from the Provincial Government	2,683,203	2,749,598	2,752,063
Other contributions and government transfers	5,897,957	5,869,409	2,168,247
Sales of services	1,309,531	774,166	1,353,217
Other revenue from own sources	840,571	975,942	876,731
Water and sewer revenue	<u>7,423,112</u>	<u>7,470,346</u>	<u>7,365,505</u>
Total revenue	<u>43,030,057</u>	<u>42,715,144</u>	<u>38,700,746</u>
Expenses (Schedule 3)			
General government services	2,597,845	2,467,629	2,442,599
Protective services	7,072,463	7,036,809	6,862,354
Transportation services	3,962,992	3,439,372	3,956,998
Environmental health and development services	2,160,955	2,089,855	2,015,177
Recreation and cultural services	5,130,696	4,499,201	5,251,462
Water supply	3,172,234	3,235,131	3,164,784
Sewerage collection and disposal	2,727,792	2,659,574	2,698,172
Amortization of tangible capital assets (Note 11)	6,704,872	6,704,872	5,335,570
Interest expense and miscellaneous	<u>926,337</u>	<u>860,618</u>	<u>875,286</u>
Total expenses	<u>34,456,186</u>	<u>32,993,061</u>	<u>32,602,402</u>
Annual surplus	<u>\$ 8,573,871</u>	<u>9,722,083</u>	<u>6,098,344</u>
Accumulated surplus at beginning of year		<u>140,218,565</u>	<u>134,120,221</u>
Accumulated surplus at end of year		<u>\$149,940,648</u>	<u>\$140,218,565</u>

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

MUNICIPALITY OF THE TOWN OF RIVERVIEW, NEW BRUNSWICK
CONSOLIDATED STATEMENT OF CHANGES IN NET DEBT
FOR THE YEAR ENDED DECEMBER 31, 2020

	2020 Budget	2020	2019
Annual surplus	\$ <u>8,573,871</u>	\$ <u>9,722,083</u>	\$ <u>6,098,344</u>
Acquisition of tangible capital assets	(17,521,800)	(17,811,610)	(9,944,001)
Amortization of tangible capital assets	6,704,872	6,704,872	5,335,570
Loss on disposal of tangible capital assets	-	230,861	60,729
Proceeds on sale of tangible capital assets	80,000	173,054	83,555
Transfer of assets under construction	<u>1,147,811</u>	<u>1,147,811</u>	<u>61,421</u>
	<u>(9,589,117)</u>	<u>(9,555,012)</u>	<u>(4,402,726)</u>
Change in inventories of materials and supplies	-	(36,211)	17,357
Change in prepaid expenses and deposits	<u>-</u>	<u>(3,305)</u>	<u>(12,767)</u>
	<u>-</u>	<u>(39,516)</u>	<u>4,590</u>
Reduction (increase) in net debt	(1,015,246)	127,555	1,700,208
Net debt at beginning of year	<u>(14,356,547)</u>	<u>(14,356,547)</u>	<u>(16,056,755)</u>
Net debt at end of year	\$ <u>(15,371,793)</u>	\$ <u>(14,228,992)</u>	\$ <u>(14,356,547)</u>

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

MUNICIPALITY OF THE TOWN OF RIVERVIEW, NEW BRUNSWICK
CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2020

	2020	2019
Operating transactions		
Annual surplus	\$ 9,722,083	\$ 6,098,344
Amortization of tangible capital assets	6,704,872	5,335,570
Loss on disposal of tangible capital assets	230,861	60,729
Change in accrued pension liability	(420,200)	(123,600)
Change in accrued retirement allowances	37,898	66,904
Change in receivables	(723,711)	1,115,974
Change in accounts payable and accrued liabilities	167,081	1,181,452
Change in inventories of materials and supplies	(36,211)	17,357
Change in prepaid expenses and deposits	<u>(3,305)</u>	<u>(12,767)</u>
Cash provided by operating transactions	<u>15,679,368</u>	<u>13,739,963</u>
Capital transactions		
Acquisition of tangible capital assets	(17,811,610)	(9,944,001)
Change in assets under construction	1,147,811	61,421
Change in deferred government transfers	(1,197,681)	2,149,527
Proceeds on sale of tangible capital assets	<u>173,054</u>	<u>83,555</u>
Cash applied to capital transactions	<u>(17,688,426)</u>	<u>(7,649,498)</u>
Investing transactions		
Purchase of investments	<u>(4,165,387)</u>	<u>(5,912,265)</u>
Financing transactions		
Proceeds from long-term debt issue	6,340,000	5,807,000
Long-term debt repayment	<u>(3,098,000)</u>	<u>(4,002,000)</u>
Cash provided by financing transactions	<u>3,242,000</u>	<u>1,805,000</u>
Change in cash and cash equivalents	(2,932,445)	1,983,200
Cash and cash equivalents at beginning of year	<u>9,650,544</u>	<u>7,667,344</u>
Cash and cash equivalents at end of year	<u>\$ 6,718,099</u>	<u>\$ 9,650,544</u>

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

MUNICIPALITY OF THE TOWN OF RIVERVIEW, NEW BRUNSWICK
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2020

Purpose of organization

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

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

1. Adoption of new and revised standards and interpretations

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

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

PS 3280 Asset Retirement Obligations establishes standards on how to account for and report a liability for asset retirement obligations. This section assists in determining what qualifies as, and how to account for, an Asset Retirement Obligation. PS 3280 is effective for reporting periods beginning on or after April 1, 2022.

PS 3450 Financial Instruments establishes standards on how to account for and report all types of financial instruments including derivatives. Financial instruments include primary instruments (such as receivables, payables and equity instruments) and derivative financial instruments (such as financial options, futures and forwards, interest rate swaps and currency swaps). PS 3450 is effective for reporting periods beginning on or after April 1, 2022.

The municipality is currently assessing the potential impact on its financial statements of the above standards. The municipality expects the adoption of PS 3400 and 3450 may have an impact on its financial statements, but it is not expected to be material. The municipality expects there to be no material impact on the financial statement for the other standards to be adopted.

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

2. Summary of significant accounting policies

The consolidated financial statements of the Municipality of the Town of Riverview, New Brunswick are the representations of management prepared in accordance with Canadian generally accepted accounting principles for local governments, as recommended by the Public Sector Accounting Board (PSAB) of the Chartered Professional Accountants of Canada.

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

MUNICIPALITY OF THE TOWN OF RIVERVIEW, NEW BRUNSWICK
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2020

2. Summary of significant accounting policies (continued)

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

(a) Reporting entity

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

Interdepartmental and organizational transactions and balances are eliminated.

(b) Budget

The budget figures contained in these consolidated financial statements were approved by council on December 9, 2019 and the Minister of Local Government approved the Operating budgets on December 13, 2019.

(c) Use of estimates

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

(d) Financial instruments

The Town's financial instruments consist of cash, accounts receivable, pension asset (net), investments, accounts payable and accrued liabilities, long-term debt, accrued pension liability and accrued retirement allowances. Unless otherwise noted, it is management's opinion that the Town is not exposed to significant interest, currency or credit risk arising from these financial instruments.

The Town is subject to credit risk through accounts receivable. The Town maintains a provision for credit losses, and minimizes credit risk through on-going credit management.

(e) Cash and cash equivalents

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

(f) Deferred revenue

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

MUNICIPALITY OF THE TOWN OF RIVERVIEW, NEW BRUNSWICK
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2020

2. Summary of significant accounting policies (continued)

(g) Employee future benefits

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

In addition to the Employees' Pension Plan, a retirement allowance is provided for the Town's employees (Note 10).

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

(h) Non-financial assets

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

Tangible capital assets

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

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

Assets under construction

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

Contribution of tangible capital assets

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

Inventories of materials and supplies

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

MUNICIPALITY OF THE TOWN OF RIVERVIEW, NEW BRUNSWICK
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2020

2. Summary of significant accounting policies (continued)

(i) Reserve funds

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

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

(j) Segmented information

The Town of Riverview is a diversified municipal unit that provides a wide range of services to its residents. For management reporting purposes, the Town's operations and activities are organized and reported by function. This presentation was created for the purpose of recording specific activities to attain certain objectives in accordance with special regulations, restrictions or limitations. Municipal services are provided by departments as follows:

General government services

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

Protective services

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

Transportation services

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

Environmental health services and development services

This department is responsible for the provision of waste collection and disposal, planning and zoning, community development, tourism and other municipal development and promotion services.

Recreation and cultural services

The department is responsible for the maintenance and operation of recreational and cultural facilities, including swimming pools, arena, parks and playgrounds and other recreational and cultural facilities.

Water and wastewater system

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

MUNICIPALITY OF THE TOWN OF RIVERVIEW, NEW BRUNSWICK
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2020

2. Summary of significant accounting policies (continued)

(k) Revenue recognition

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

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

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

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

(l) Government transfers

Government transfers are recognized in the consolidated financial statements as revenues in the period in which events giving rise to the transfer occur, provided the transfers are authorized, all eligibility criteria have been met and reasonable estimates of the amounts can be made. Transfers received for which expenses are not yet incurred are included in deferred government transfers.

(m) Expense recognition

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

3. Cash in bank

	2020	2019
Cash - restricted	\$ 5,385,920	\$ 7,355,908
Cash - unrestricted	<u>1,332,179</u>	<u>2,294,636</u>
	<u>\$ 6,718,099</u>	<u>\$ 9,650,544</u>

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

Restricted cash balances consists of:

Riverview P.R.O. Kids	\$ 45,936	\$ 40,524
Recreation complex donations	265,611	1,000
Gas Tax Fund	1,872,325	3,070,006
General Operating Reserve	186,906	1,095,894
General Capital Reserve	2,507,224	2,614,674
General Parkland Reserve	177,952	176,420
Utility Operating Reserve	108,731	107,795
Utility Capital Reserve	<u>221,235</u>	<u>249,595</u>
	<u>\$ 5,385,920</u>	<u>\$ 7,355,908</u>

MUNICIPALITY OF THE TOWN OF RIVERVIEW, NEW BRUNSWICK
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2020

4. Receivables

	2020	2019
Trade receivables - General operating	\$ 160,402	\$ 194,734
Water and sewer receivables - Utility operating	1,321,236	1,225,785
Deferred local improvement receivables (see below)	2,349,618	2,264,227
Federal/Provincial government - capital and operating contributions	82,255	281,691
Canada Revenue Agency (HST refundable)	573,593	496,956
Contractor receivable (see below)	<u>700,000</u>	<u>-</u>
	<u>\$ 5,187,104</u>	<u>\$ 4,463,393</u>

Deferred local improvement receivables

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

Contractor receivable

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

5. Investments

	2020	2019
Guaranteed investment certificates with maturity date of March 3, 2021 and an interest rate of 2.05% (2019 - February 22, 2020 at an interest rate of 2.35%).	<u>\$10,077,652</u>	<u>\$ 5,912,265</u>

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

6. Accounts payable and accrued liabilities

	2020	2019
Accounts payable	\$ 3,110,554	\$ 3,315,588
Contractors' holdbacks	482,757	400,335
Accrued interest on long-term debt	53,957	54,076
Local improvement deferred revenue (See Note 4)	2,206,961	2,116,973
Deferred revenue	<u>340,259</u>	<u>140,435</u>
	<u>\$ 6,194,488</u>	<u>\$ 6,027,407</u>

7. Deferred government transfers

Deferred government transfers represent amounts held at year end to be applied to approved projects. These deferred contributions consist of Gas Tax Funds of \$1,872,325 (2019 - \$3,070,006).

MUNICIPALITY OF THE TOWN OF RIVERVIEW, NEW BRUNSWICK
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2020

8. Long-term debt

New Brunswick Municipal Finance Corporation

Interest rate and due dates	Debenture #	2020	2019
1.50% to 3.85% due 2020	BD-22	\$ -	\$ 763,000
1.50% to 3.85% due 2020	BD-23	-	806,000
1.35% to 3.45% due 2021	BF-21	661,000	763,000
1.25% to 3.70% due 2023	BJ-23	99,000	130,000
2.10% to 5.55% due 2023	AZ-27	287,000	373,000
1.20% to 3.80% due 2036	BP-20	8,380,000	8,794,000
1.65% to 3.30% due 2037	BR-21	3,611,000	3,777,000
2.55% to 3.55% due 2033	BU-20	4,009,000	4,258,000
1.95% to 2.80% due 2034	BW-28	5,326,000	5,807,000
0.50% to 2.30% due 2035	BY-22	<u>6,340,000</u>	<u>-</u>
		\$ 28,713,000	\$ 25,471,000

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

2021	\$ 2,509,000
2022	1,884,000
2023	1,926,000
2024	1,828,000
2025	1,739,000

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

9. Accrued pension asset

Pension benefits are provided to employees of the Municipality of the Town of Riverview, New Brunswick under the Town of Riverview Employees' Pension Plan established in 1974. The plan is registered and meets the requirements of Canada Revenue Agency and the Superintendent of Pensions for New Brunswick. The plan is a defined benefit plan with employees contributing 6% of earnings. The Town is currently contributing 8.9% of employees' earnings (2019 - 8.3%).

The contribution by the Town in 2020 was \$657,393 (2019 - \$617,504). Total benefit payments to retirees during the year were \$1,620,786 (2019 - \$1,439,277). A separate pension fund is maintained. The Town is in a net funded position at December 31, 2020 as follows:

	2020	2019
Fair market value of plan assets	\$ 31,859,000	\$ 29,468,800
Accrued benefit obligation	<u>(27,840,100)</u>	<u>(26,172,300)</u>
Funded status	4,018,900	3,296,500
Unamortized actuarial gains	<u>(2,290,600)</u>	<u>(1,988,400)</u>
Accounting pension asset	\$ 1,728,300	\$ 1,308,100

MUNICIPALITY OF THE TOWN OF RIVERVIEW, NEW BRUNSWICK
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2020

9. Accrued pension asset (continued)

Actuarial valuations for accounting purposes are performed annually using the traditional unit credit method. The most recent valuation of the Pension Plan by the Town's actuaries, Eckler Ltd. was carried out effective December 31, 2019. The valuation results from 2019 were used to extrapolate forward using valuations assumptions, along with actual contributions and benefit payments made during the extrapolation period. The net unamortized actuarial gain of \$2,290,600 (2019 - \$1,988,400) is to be amortized on a straight-line basis over the expected average remaining service life (16 years) of the employee group.

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

Discount rate	5.25%	
Mortality	2014 Mortality Table projected with CPM Improvement Scale B	
Normal retirement age	Earlier of age 65 or Rule of 85	
	2020	2019
Current period benefit cost	\$ 1,084,386	\$ 1,025,313
Amortization of actuarial gain/losses	<u>(206,300)</u>	<u>(53,871)</u>
	878,086	971,442
Less: Employee contributions	<u>(458,737)</u>	<u>(433,420)</u>
Pension expense	419,349	538,022
Interest recovery on the average accrued benefit obligation	<u>(182,181)</u>	<u>(44,044)</u>
Total expenses related to pension	<u>\$ 237,168</u>	<u>\$ 493,978</u>

10. Accrued retirement allowances

The Town provides a retirement allowance to eligible employees reaching the minimum retirement age under the pension plan. This amount is payable to the employee upon retirement. For non-union employees, upon completion of a minimum of 10 or more years of service, employees are entitled to 5 days pay for each year of service to a maximum of 125 days. For union employees, upon completion of a minimum of 10 or more years of service, employees are entitled to 1 month regular salary for each 5 years of service to a maximum of 6 months. The total liability included in these consolidated financial statements for this accrued retirement allowance is \$1,160,334 (2019 - \$1,122,436).

MUNICIPALITY OF THE TOWN OF RIVERVIEW, NEW BRUNSWICK
SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND OTHER EXPLANATORY INFORMATION
DECEMBER 31, 2020

11. Schedule of Tangible Capital Assets

	<u>Land</u>	<u>Land Improvements</u>	<u>Buildings</u>	<u>Vehicles and Equipment</u>	<u>Computer Hardware and Software</u>	<u>Assets Under Construction</u>	<u>Roads Streets Sidewalks Culverts</u>	<u>Water and Sewer Buildings</u>	<u>Water and Sewer Pipes</u>	<u>Total</u>
Cost										
Balance, beginning of year	\$ 1,080,891	\$ 10,188,845	\$ 32,940,487	\$ 14,913,665	\$ 655,758	\$ 1,147,811	\$ 105,544,192	\$ 6,926,796	\$ 51,024,977	\$ 224,423,422
Add:										
Additions during the year	-	2,094,308	243,072	2,139,686	34,829	209,565	8,919,512	-	4,170,638	17,811,610
Less:										
Disposals during the year	-	(40,749)	(24,804)	(1,211,977)	(29,782)	(1,147,811)	(610,538)	-	(129,976)	(3,195,637)
Balance, end of year	<u>1,080,891</u>	<u>12,242,404</u>	<u>33,158,755</u>	<u>15,841,374</u>	<u>660,805</u>	<u>209,565</u>	<u>113,853,166</u>	<u>6,926,796</u>	<u>55,065,639</u>	<u>239,039,395</u>
Accumulated amortization										
Balance, beginning of year	-	4,008,341	7,833,211	9,230,751	511,373	-	33,602,938	2,352,338	12,959,482	70,498,434
Add:										
Amortization during the year	-	710,573	1,664,012	1,211,489	54,238	-	2,261,509	173,170	629,881	6,704,872
Less:										
Accumulated amortization on disposals	-	(40,749)	(14,882)	(1,115,247)	(29,783)	-	(332,534)	-	(110,716)	(1,643,911)
Balance, end of year	<u>-</u>	<u>4,678,165</u>	<u>9,482,341</u>	<u>9,326,993</u>	<u>535,828</u>	<u>-</u>	<u>35,531,913</u>	<u>2,525,508</u>	<u>13,478,647</u>	<u>75,559,395</u>
Net Book Value of Tangible Capital Assets December 31, 2020										
	<u>\$ 1,080,891</u>	<u>\$ 7,564,239</u>	<u>\$ 23,676,414</u>	<u>\$ 6,514,381</u>	<u>\$ 124,977</u>	<u>\$ 209,565</u>	<u>\$ 78,321,253</u>	<u>\$ 4,401,288</u>	<u>\$ 41,586,992</u>	<u>\$ 163,480,000</u>
Net Book Value of Tangible Capital Assets December 31, 2019										
	<u>\$ 1,080,891</u>	<u>\$ 6,180,504</u>	<u>\$ 25,107,276</u>	<u>\$ 5,682,914</u>	<u>\$ 144,385</u>	<u>\$ 1,147,811</u>	<u>\$ 71,941,254</u>	<u>\$ 4,574,458</u>	<u>\$ 38,065,495</u>	<u>\$ 153,924,988</u>

In the year the Town recorded an impairment on a building and related land improvements, which is included in amortization above. The total impairment was \$1,077,857, of which, \$231,532 was included in amortization of Land Improvements, and \$846,325 was included in amortization of Buildings.

MUNICIPALITY OF THE TOWN OF RIVERVIEW, NEW BRUNSWICK
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2020

12. Short-term borrowings compliance

Interim borrowing for capital

Bank overdrafts are amounts due to the bank with interest payable on a monthly basis at prime less .75% (at December 31, 2020 - 1.70%) These amounts are secured by resolutions signed by the Municipal Capital Borrowing Board, Province of New Brunswick. As of December 31, 2020 the Town had no Orders in Council outstanding for short-term borrowings.

As of December 31, 2020 the Town's temporary advances net of amounts receivable in the general and utility capital funds were within its limits in accordance with the Municipal Capital Borrowing Act of New Brunswick.

Operating borrowing

As prescribed in the Province of New Brunswick Local Governance Act, the borrowing to finance its General Fund operations is limited to 4% of the Town's operating budget. Borrowing to finance Utility Fund operations is limited to 50% of the Town's operating budget. As of December 31, 2020 the Town had no net borrowing in the General Operating or Utility Operating funds. In 2020, the Town has complied with these restrictions.

Inter-fund borrowing

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

13. Contingency

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

14. Subsequent event

In the 2020 year, the Federal Government implemented the Safe Restart Agreement which is a federal investment of more than \$19 billion to help provinces and territories safely restart their economies affected by the COVID-19 global pandemic. The Province received \$41 million under the municipal stream agreement. In the 2020 year, the province approved funding of \$1,930,000 in Phase 1 for municipalities with public transit and \$11,162,849 in Phase 2 for municipalities that had incurred qualifying expenses as per provincial guidelines. On February 8, 2021, the Province announced Phase 3 of this funding, in the amount of \$28,038,150, which will be paid out to all municipalities on a per capita basis in the 2021 year. The Town will receive \$1,067,642 under Phase 3. As this funding was not authorized until the 2021 fiscal year, it was not recognized as revenue in these statements.

15. COVID-19 Impact

On March 11, 2020 the World Health Organization categorized COVID-19 as a pandemic. The potential economic impact within the Town's environment and in the global markets due the effects of the pandemic were unknown at that time. Since that date, the Town still faces uncertainty relating to the eventual effect on the Town's operations as a result of COVID-19. To date the Town has put in place all measures they believe are necessary to mitigate the risks associated with the pandemic. The Town has reviewed the possible financial impacts of COVID-19, and have found there is currently no effect to credit risk, or impaired assets.

As the pandemic is ongoing, it is currently uncertain as to what the future impact will be on the Town's financial results.

MUNICIPALITY OF THE TOWN OF RIVERVIEW, NEW BRUNSWICK
SCHEDULE OF SEGMENT DISCLOSURES
DECEMBER 31, 2020

Schedule 1

	<u>General Government</u>	<u>Protective</u>	<u>Transportation</u>	<u>Environmental Health & Development</u>	<u>Recreational and Cultural</u>	<u>Water & Sewer</u>	<u>Total 2020</u>	<u>Total 2019</u>
Revenue								
Property tax warrant	\$ 9,710,871	\$ 6,364,364	\$ 3,390,179	\$ 1,748,852	\$ 3,661,417	\$ -	\$ 24,875,683	\$ 24,184,983
Unconditional transfers from the Provincial Government	1,073,377	703,476	374,729	193,307	404,709	-	2,749,598	2,752,063
Other contributions and government transfers	-	433,249	1,805,693	-	-	3,630,467	5,869,409	2,168,247
Sales of services	65,273	-	52,440	-	656,453	-	774,166	1,353,217
Other revenue from own sources	695,733	8,150	-	288,848	-	214,073	1,206,804	937,460
Gain (loss) on disposal of tangible capital assets	-	7,000	(229,539)	-	(2,922)	(5,401)	(230,862)	(60,729)
Water and sewer revenue	-	-	-	-	-	7,470,346	7,470,346	7,365,505
Total revenue	<u>11,545,254</u>	<u>7,516,239</u>	<u>5,393,502</u>	<u>2,231,007</u>	<u>4,719,657</u>	<u>11,309,485</u>	<u>42,715,144</u>	<u>38,700,746</u>
Expenses								
Salaries and benefits	1,286,869	2,839,721	1,258,489	187,134	2,569,083	1,430,954	9,572,250	10,093,439
Goods and services	1,203,716	4,174,130	2,180,884	1,902,722	1,930,119	4,463,751	15,855,322	16,298,106
Amortization	1,358,312	312,857	3,494,359	-	710,622	828,721	6,704,871	5,335,570
Interest	29,562	1,540	629,129	-	51,991	148,396	860,618	875,287
	<u>3,878,459</u>	<u>7,328,248</u>	<u>7,562,861</u>	<u>2,089,856</u>	<u>5,261,815</u>	<u>6,871,822</u>	<u>32,993,061</u>	<u>32,602,402</u>
Surplus (deficit)	<u>\$ 7,666,795</u>	<u>\$ 187,991</u>	<u>\$ (2,169,359)</u>	<u>\$ 141,151</u>	<u>\$ (542,158)</u>	<u>\$ 4,437,663</u>	<u>\$ 9,722,083</u>	<u>\$ 6,098,344</u>

MUNICIPALITY OF THE TOWN OF RIVERVIEW, NEW BRUNSWICK
CONSOLIDATED SCHEDULE OF REVENUES
DECEMBER 31, 2020

Schedule 2

	2020 Budget (Unaudited)	2020 Actual	2019 Actual
Other contributions and government transfers			
Infrastructure program	\$ 676,758	\$ 616,758	\$ 315,955
Gas tax program	2,585,708	2,585,708	667,765
Contributed assets - developers	2,057,891	2,057,891	603,699
Fire-local service district	400,000	433,248	403,152
Roads and streets	161,800	159,953	161,825
Lane marking	15,800	15,851	15,851
	<u>\$ 5,897,957</u>	<u>\$ 5,869,409</u>	<u>\$ 2,168,247</u>
Sales of services			
Community centre	\$ 254,196	\$ 148,543	\$ 240,661
Swimming pools	351,835	219,012	378,720
Skating rinks and arenas	430,500	234,747	456,323
Other recreational programs	155,500	54,151	151,938
Fundy Station lease income	110,000	65,273	109,091
Other - culverts, curb cutting	7,500	52,440	16,484
	<u>\$ 1,309,531</u>	<u>\$ 774,166</u>	<u>\$ 1,353,217</u>
Other revenue from own sources			
Licences and permits			
Building	\$ 200,000	\$ 257,485	\$ 247,070
Animal	25,400	23,303	20,485
Planning commission	32,000	31,363	43,885
Fines			
Municipal By-Law	10,000	8,150	8,280
Other			
Local improvement levy	75,000	139,625	130,180
Development cost recovery	-	13,658	-
Sale of land	-	274,461	-
Miscellaneous	50,114	48,595	59,024
Loss on disposal of assets	-	(230,861)	(60,729)
Return on investments			
Interest on cash in bank	90,000	33,331	117,073
Interest on past due accounts	140,000	158,775	159,174
Interest on reserve funds	218,057	218,057	152,289
	<u>\$ 840,571</u>	<u>\$ 975,942</u>	<u>\$ 876,731</u>
Water and sewerage revenue			
Water user charges - residential	\$ 3,189,618	\$ 3,204,879	\$ 3,160,190
- other	776,500	790,303	768,725
Sewer user charges - residential	1,365,104	1,367,476	1,333,479
- other	285,000	283,544	281,555
Sewer treatment levy	1,756,230	1,755,885	1,746,611
Water and sewer other revenue	50,660	68,259	74,945
	<u>\$ 7,423,112</u>	<u>\$ 7,470,346</u>	<u>\$ 7,365,505</u>

MUNICIPALITY OF THE TOWN OF RIVERVIEW, NEW BRUNSWICK
CONSOLIDATED SCHEDULE OF EXPENSES
DECEMBER 31, 2020

Schedule 3

	2020 Budget (Unaudited)	2020 Actual	2019 Actual
General government services			
Legislative			
Mayor	\$ 43,867	\$ 39,759	\$ 37,461
Councillors	138,435	126,555	122,038
Other	<u>35,582</u>	<u>24,904</u>	<u>43,249</u>
	<u>217,884</u>	<u>191,218</u>	<u>202,748</u>
Administrative			
Manager	130,584	125,022	127,741
Corporate services	401,296	384,959	364,283
Office building	74,040	73,740	71,305
Solicitor	80,000	61,313	80,017
Other	<u>149,575</u>	<u>140,476</u>	<u>155,028</u>
	<u>835,495</u>	<u>785,510</u>	<u>798,374</u>
Financial and Human Resources			
Administrative	111,646	107,100	108,996
Accounting and human resources	<u>615,001</u>	<u>588,601</u>	<u>569,890</u>
	<u>726,647</u>	<u>695,701</u>	<u>678,886</u>
Other General Government Services			
Civic relations	92,000	66,595	65,906
Other general government services	15,500	32,364	13,489
Public liability insurance premiums	120,000	124,596	113,571
Grants to organizations	287,303	268,629	275,023
Assessment costs	<u>303,016</u>	<u>303,016</u>	<u>294,602</u>
	<u>817,819</u>	<u>795,200</u>	<u>762,591</u>
	<u>\$ 2,597,845</u>	<u>\$ 2,467,629</u>	<u>\$ 2,442,599</u>
Protective services			
Police			
RCMP contract	\$ 3,586,633	\$ 3,586,634	\$ 3,419,802
RCMP building consulting fees	<u>32,000</u>	<u>22,957</u>	<u>25,366</u>
	<u>3,618,633</u>	<u>3,609,591</u>	<u>3,445,168</u>
Fire			
Administration	2,670,939	2,660,145	2,589,601
Volunteers	78,500	66,174	86,578
Fire alarm system	23,500	20,886	19,385
Fire investigation and prevention	9,350	3,514	9,584
Training and development	62,550	52,918	59,909

MUNICIPALITY OF THE TOWN OF RIVERVIEW, NEW BRUNSWICK
CONSOLIDATED SCHEDULE OF EXPENSES (CONTINUED)
DECEMBER 31, 2020

Schedule 3

	2020 Budget (Unaudited)	2020 Actual	2019 Actual
Protective services (continued)			
Fire (continued)			
Station and building	128,550	127,544	138,167
Firefighting equipment	164,200	221,924	199,691
Other	<u>7,750</u>	<u>6,187</u>	<u>8,047</u>
	<u>3,145,339</u>	<u>3,159,292</u>	<u>3,110,962</u>
Other			
Bylaw enforcement	113,123	107,128	117,820
Animal and pest control	110,368	98,376	104,244
Crosswalk guards	<u>85,000</u>	<u>62,422</u>	<u>84,160</u>
	<u>308,491</u>	<u>267,926</u>	<u>306,224</u>
	<u>\$ 7,072,463</u>	<u>\$ 7,036,809</u>	<u>\$ 6,862,354</u>
Transportation services			
Common Services			
Administration	\$ 895,946	\$ 799,647	\$ 868,030
General equipment	189,271	152,531	202,065
Workshops, yard and other buildings	<u>139,727</u>	<u>136,854</u>	<u>139,476</u>
	<u>1,224,944</u>	<u>1,089,032</u>	<u>1,209,571</u>
Road transport			
Engineering planning, supervision	<u>57,480</u>	<u>20,499</u>	<u>116,841</u>
Roads and streets			
Summer maintenance	373,644	262,575	354,161
Culverts and drainage ditches	23,408	20,589	20,960
Storm sewers	39,900	28,085	15,159
Snow and ice removal	<u>809,244</u>	<u>777,912</u>	<u>983,369</u>
	<u>1,246,196</u>	<u>1,089,161</u>	<u>1,373,649</u>
Street lighting	<u>589,000</u>	<u>565,565</u>	<u>572,310</u>
Traffic services			
Street signs	38,240	33,145	42,791
Traffic lane marking	56,500	62,297	53,176
Traffic signals	8,000	634	4,755
Crosswalks	5,000	417	12,118
Public transit	<u>737,632</u>	<u>578,622</u>	<u>571,787</u>
	<u>845,372</u>	<u>675,115</u>	<u>684,627</u>
	<u>\$ 3,962,992</u>	<u>\$ 3,439,372</u>	<u>\$ 3,956,998</u>

MUNICIPALITY OF THE TOWN OF RIVERVIEW, NEW BRUNSWICK
CONSOLIDATED SCHEDULE OF EXPENSES (CONTINUED)
DECEMBER 31, 2020

Schedule 3

	2020 Budget (Unaudited)	2020 Actual	2019 Actual
Environmental health and development services			
Environmental health services			
Garbage and waste collection	\$ 527,000	\$ 561,575	\$ 490,718
Landfill costs	<u>380,865</u>	<u>380,865</u>	<u>378,365</u>
	<u>907,865</u>	<u>942,440</u>	<u>869,083</u>
Environmental development services			
Community planning	374,680	374,680	366,685
Community development agency	78,074	78,074	78,074
Economic development and tourism	416,309	314,249	315,899
Beautification and land rehabilitation	<u>384,027</u>	<u>380,412</u>	<u>385,436</u>
	<u>1,253,090</u>	<u>1,147,415</u>	<u>1,146,094</u>
	<u>\$ 2,160,955</u>	<u>\$ 2,089,855</u>	<u>\$ 2,015,177</u>
Recreation and cultural services			
Administration	\$ 2,628,746	\$ 2,350,881	\$ 2,682,262
Community centres and halls	694,151	412,089	603,343
Swimming pools	401,032	298,382	385,468
Rinks and arenas	452,420	434,021	507,827
Parks and playgrounds	217,300	253,229	242,238
Other recreational facilities	462,247	338,114	570,553
Library	34,410	29,961	30,347
Fundy Chocolate River Station	164,920	305,228	158,982
Other	<u>75,470</u>	<u>77,296</u>	<u>70,442</u>
	<u>\$ 5,130,696</u>	<u>\$ 4,499,201</u>	<u>\$ 5,251,462</u>
Water supply			
Administration	\$ 90,017	\$ 87,742	\$ 85,561
Billing and collection	105,009	102,280	104,375
Water purchased	1,460,000	1,520,204	1,398,117
Other	<u>1,517,208</u>	<u>1,524,905</u>	<u>1,576,731</u>
	<u>\$ 3,172,234</u>	<u>\$ 3,235,131</u>	<u>\$ 3,164,784</u>
Sewerage collection and disposal			
Administration	\$ 90,018	\$ 87,981	\$ 85,910
Sewerage treatment and disposal	1,750,350	1,750,350	1,732,920
Other	<u>887,424</u>	<u>821,243</u>	<u>879,342</u>
	<u>\$ 2,727,792</u>	<u>\$ 2,659,574</u>	<u>\$ 2,698,172</u>

MUNICIPALITY OF THE TOWN OF RIVERVIEW, NEW BRUNSWICK
CONSOLIDATED SCHEDULE OF EXPENSES (CONTINUED)
DECEMBER 31, 2020

Schedule 3

	2020 Budget (Unaudited)	2020 Actual	2019 Actual
Interest and miscellaneous			
Interest on bank overdraft	\$ 126,000	\$ 92,400	\$ 89,137
Interest on long-term debt	<u>800,337</u>	<u>768,218</u>	<u>786,149</u>
	<u>\$ 926,337</u>	<u>\$ 860,618</u>	<u>\$ 875,286</u>

MUNICIPALITY OF THE TOWN OF RIVERVIEW, NEW BRUNSWICK
SCHEDULES OF REGULATORY REPORTING REQUIREMENTS
DECEMBER 31, 2020

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

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

	General Operating Fund	General Capital Fund	Water & Sewer Operating Fund	Water & Sewer Capital Fund	General Reserve Fund	Water & Sewer Reserve Fund	Total
2020 annual fund surplus (deficit) per consolidated financial statements	\$ 9,798,327	\$ (4,459,172)	\$ 1,554,125	\$ 2,610,746	\$ 177,167	\$ 40,890	\$ 9,722,083
<i>Adjustments to annual surplus for funding requirements</i>							
Second previous year surplus	71,495	-	31,265	-	-	-	102,760
Transfers between funds:							
Transfer from operating to capital	(6,033,672)	6,033,672	(1,627,769)	1,627,769	-	-	-
Transfer from reserve to capital	-	-	-	-	-	-	-
Transfer from operating to reserve	(2,685,000)	-	(220,000)	-	2,685,000	220,000	-
Recovery of accrued pension liability	(420,200)	-	-	-	-	-	(420,200)
Amortization expense	-	5,876,151	-	828,721	-	-	6,704,872
Contributed tangible capital assets	-	(1,013,132)	-	(1,044,759)	-	-	(2,057,891)
Water cost transfer	(300,000)	-	300,000	-	-	-	-
Total adjustments to 2019 annual surplus (deficit)	(9,367,377)	10,896,691	(1,516,504)	1,411,731	2,685,000	220,000	4,329,541
2020 annual surplus	<u>\$ 430,950</u>	<u>\$ 6,437,519</u>	<u>\$ 37,621</u>	<u>\$ 4,022,477</u>	<u>\$ 2,862,167</u>	<u>\$ 260,890</u>	<u>\$ 14,051,624</u>

MUNICIPALITY OF THE TOWN OF RIVERVIEW, NEW BRUNSWICK
SCHEDULES OF REGULATORY REPORTING REQUIREMENTS
DECEMBER 31, 2020

2. Statement of reserves

	<u>General Operating</u>	<u>General Capital</u>	<u>General Parkland</u>	<u>Water & Sewer Operating</u>	<u>Water & Sewer Capital</u>	<u>Total 2020</u>	<u>Total 2019</u>
<i>Assets</i>							
Cash	\$ 186,906	\$ 2,507,224	\$ 177,952	\$ 108,731	\$ 221,235	\$ 3,202,048	\$ 4,244,378
Investments (see below)	<u>1,116,546</u>	<u>7,132,853</u>	<u>-</u>	<u>-</u>	<u>1,828,253</u>	<u>10,077,652</u>	<u>5,912,265</u>
	<u>\$ 1,303,452</u>	<u>\$ 9,640,077</u>	<u>\$ 177,952</u>	<u>\$ 108,731</u>	<u>\$ 2,049,488</u>	<u>\$ 13,279,700</u>	<u>\$ 10,156,643</u>
<i>Surplus</i>							
Accumulated Surplus, beginning of year	\$ 1,095,894	\$ 6,987,000	\$ 176,420	\$ 107,795	\$ 1,789,534	\$ 10,156,643	\$ 6,559,354
Annual surplus	<u>207,558</u>	<u>2,653,077</u>	<u>1,532</u>	<u>936</u>	<u>259,954</u>	<u>3,123,057</u>	<u>3,597,289</u>
Accumulated Surplus, end of year	<u>\$ 1,303,452</u>	<u>\$ 9,640,077</u>	<u>\$ 177,952</u>	<u>\$ 108,731</u>	<u>\$ 2,049,488</u>	<u>\$ 13,279,700</u>	<u>\$ 10,156,643</u>
<i>Revenue</i>							
Interest	\$ 22,558	\$ 153,077	\$ 1,532	\$ 936	\$ 39,954	\$ 218,057	\$ 152,289
Transfers from operating funds	<u>185,000</u>	<u>2,500,000</u>	<u>-</u>	<u>-</u>	<u>220,000</u>	<u>2,905,000</u>	<u>3,445,000</u>
Annual surplus (deficit)	<u>\$ 207,558</u>	<u>\$ 2,653,077</u>	<u>\$ 1,532</u>	<u>\$ 936</u>	<u>\$ 259,954</u>	<u>\$ 3,123,057</u>	<u>\$ 3,597,289</u>

<u>Name of Investment</u>	<u>Principal Amount</u>	<u>Accrued interest</u>	<u>Total</u>	<u>Interest Rate</u>	<u>Date of Maturity</u>
Redeemable GIC	1,097,802	18,744	1,116,546	2.05%	March 3, 2021
Redeemable GIC	\$ 7,013,112	\$ 119,741	\$ 7,132,853	2.05%	March 3, 2021
Redeemable GIC	<u>1,797,561</u>	<u>30,692</u>	<u>1,828,253</u>	2.05%	March 3, 2021
	<u>\$ 9,908,475</u>	<u>\$ 169,177</u>	<u>\$ 10,077,652</u>		

**MUNICIPALITY OF THE TOWN OF RIVERVIEW, NEW BRUNSWICK
SCHEDULES OF REGULATORY REPORTING REQUIREMENTS
DECEMBER 31, 2020**

2. Statement of reserves (continued)

Council Resolutions regarding transfers to and from reserves:

Resolution #1

Moved by: Councillor C. Cassista
Seconded by: Councillor T. Rampersaud.

BE IT RESOLVED that the Town Council of the Town of Riverview authorize the transfer of \$185,000 from the 2020 General Operating Fund to the General Operating Reserve Fund.

Resolution #2

Moved by: Councillor J. Thorne
Seconded by: Councillor J. Coughlan

BE IT RESOLVED that the Town Council of the Town of Riverview authorize the transfer of \$2,500,000 from the 2020 General Operating Fund to the General Capital Reserve Fund.

Resolution #3

Moved by: Councillor T. Rampersaud
Seconded by: Councillor C. Cassista.

BE IT RESOLVED that the Town Council of the Town of Riverview authorize the transfer of \$220,000 from the 2020 Utility Operating Fund to the Utility Capital Reserve Fund.

I hereby certify that the above are true and exact copies of resolutions adopted at a meeting of Council on December 14, 2020.



Annette Crummey
Town Clerk
Town of Riverview

Apr 12, 2021
Date



MUNICIPALITY OF THE TOWN OF RIVERVIEW, NEW BRUNSWICK
SCHEDULES OF REGULATORY REPORTING REQUIREMENTS
DECEMBER 31, 2020

3. Reconciliation of Operating Budget to Public Sector Accounting for year ended December 31, 2020

	<u>Operating</u>	<u>Amortization</u>	<u>Other</u>	<u>Transfers</u>	<u>Total</u>
Revenue					
Warrant of assessment	\$ 24,875,683	\$ -	\$ -	\$ -	\$ 24,875,683
Unconditional transfers from Provincial Government	2,683,203	-	-	-	2,683,203
Other contributions and government transfers	577,600	-	5,320,357	-	5,897,957
Sales of services	1,309,531	-	-	-	1,309,531
Other revenue from own sources	702,514	-	138,057	-	840,571
Water and sewer revenue	<u>7,723,112</u>	<u>-</u>	<u>(300,000)</u>	<u>-</u>	<u>7,423,112</u>
	<u>37,871,643</u>	<u>-</u>	<u>5,158,414</u>	<u>-</u>	<u>43,030,057</u>
Expenses					
General government services	2,647,159	-	(49,314)	-	2,597,845
Protective services	7,492,853	-	(420,390)	-	7,072,463
Transportation services	4,020,959	-	(57,967)	-	3,962,992
Environment health and development	2,169,491	-	(8,536)	-	2,160,955
Recreation and cultural services	5,248,385	-	(117,689)	-	5,130,696
Water supply	3,217,719	-	(45,485)	-	3,172,234
Sewerage collection and disposal	2,748,609	-	(20,817)	-	2,727,792
Amortization of tangible capital assets	-	6,704,872	-	-	6,704,872
Interest expense and miscellaneous	<u>926,337</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>926,337</u>
	<u>28,471,512</u>	<u>6,704,872</u>	<u>(720,198)</u>	<u>-</u>	<u>34,456,186</u>
Fiscal services					
Transfer from operating fund to capital fund	9,097,891	-	-	(9,097,891)	-
Transfer from operating fund to reserve fund	405,000	-	-	(405,000)	-
Second previous years' surplus	<u>(102,760)</u>	<u>-</u>	<u>-</u>	<u>102,760</u>	<u>-</u>
	<u>9,400,131</u>	<u>-</u>	<u>-</u>	<u>(9,400,131)</u>	<u>-</u>
	<u>37,871,643</u>	<u>6,704,872</u>	<u>(720,198)</u>	<u>(9,400,131)</u>	<u>34,456,186</u>
Annual surplus	<u>\$ -</u>	<u>\$ (6,704,872)</u>	<u>\$ 5,878,612</u>	<u>\$ 9,400,131</u>	<u>\$ 8,573,871</u>