



Grant Thornton

Consolidated financial statements

The Village of Bible Hill

March 31, 2009

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Grant Thornton

Auditors' report

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To the Commissioners of

The Village of Bible Hill

We have audited the consolidated statement of financial position of The Village of Bible Hill as at March 31, 2009 and the consolidated statements of financial activities and changes in financial position for the year then ended. These consolidated financial statements are the responsibility of the Village's management. Our responsibility is to express an opinion on these consolidated financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the consolidated financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall consolidated financial statement presentation.

In our opinion, these consolidated financial statements present fairly, in all material respects, the financial position of The Village of Bible Hill as at March 31, 2009 and the results of its operations and changes in financial position for the year then ended in accordance with Canadian generally accepted accounting principles.

Grant Thornton LLP

Truro, Nova Scotia

May 6, 2009

Chartered Accountants

The Village of Bible Hill

Consolidated statement of financial activities

Year ended March 31	2009 Budget	2009 Actual	2008 Actual
Revenues			
Taxes – real property	\$ 1,422,991	\$ 1,432,592	\$ 1,346,481
Grants in lieu of taxes (Page 10)	256,600	266,283	259,367
Donations	-	12,835	820
Interest	39,000	50,807	39,270
Rentals	15,200	15,375	14,647
Revenue from own/other sources	235,980	12,287	17,780
Conditional transfers from other governments	448,000	259,871	187,372
HST offset	12,000	11,489	9,050
Total revenues	<u>2,429,771</u>	<u>2,061,539</u>	<u>1,874,787</u>
Expenditures			
General government services (Page 10)	358,870	342,976	316,546
Protective services (Page 10)	165,000	180,826	183,095
Transportation services (Page 10)	262,800	231,554	230,196
Environmental health services (Page 11)	671,700	196,210	166,891
Recreation and cultural services (Page 11)	248,900	249,438	199,251
Capital expenditures (Page 11)	675,301	594,552	377,325
Interest on long term debt	11,200	9,511	11,223
Total expenditures	<u>2,393,771</u>	<u>1,805,067</u>	<u>1,484,527</u>
Net revenues	<u>36,000</u>	<u>256,472</u>	<u>390,260</u>
Repayment of long term debt	(36,000)	(36,000)	(36,000)
Prepaid expenditures	-	41	(28,216)
Change in fund balances	\$ -	\$ 220,513	\$ 326,044

See accompanying notes to the consolidated financial statements

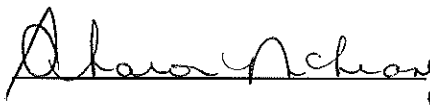
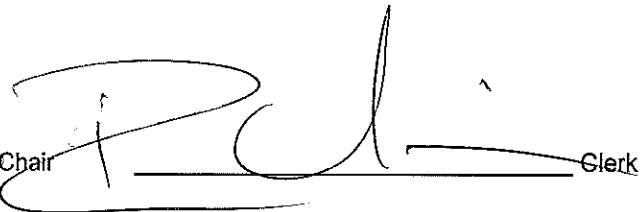
The Village of Bible Hill

Consolidated statement of financial position

March 31 2009 2008

Financial assets		
Cash and cash equivalents	\$ 422,456	\$ 461,955
Restricted cash	825,448	651,502
Receivables	<u>59,495</u>	<u>170,803</u>
	<u>1,307,399</u>	<u>1,284,260</u>
Liabilities		
Payables and accruals	165,778	108,379
Deferred revenue	33,754	288,486
Long term debt (Note 3)	<u>180,000</u>	<u>216,000</u>
	<u>379,532</u>	<u>612,865</u>
Net financial assets	<u>927,867</u>	<u>671,395</u>
Non-financial assets		
Property and equipment (Note 4)	6,304,479	5,734,105
Prepays	<u>991</u>	<u>950</u>
	<u>6,305,470</u>	<u>5,735,055</u>
Net assets	<u>\$ 7,233,337</u>	<u>\$ 6,406,450</u>
<hr/>		
Fund balances		
General operating fund (Page 12)	\$ 300,288	\$ 474,043
General capital fund (Page 13)	(16,878)	(237,200)
Reserve funds (Page 14)	<u>825,448</u>	<u>651,502</u>
	<u>1,108,858</u>	<u>888,345</u>
Investment in capital assets (Note 5)	<u>6,124,479</u>	<u>5,518,105</u>
	<u>\$ 7,233,337</u>	<u>\$ 6,406,450</u>

On Behalf of The Village of Bible Hill

Chair

Clerk

See accompanying notes to the consolidated financial statements

The Village of Bible Hill

Consolidated statement of changes in financial position

Year ended March 31

2009

2008

Operating activities

Net revenues	\$	256,472	\$	390,260
Prepaid expenses		<u>(41)</u>		<u>28,216</u>
		256,431		418,476

Changes in non-cash working capital

Receivables		111,308		(100,327)
Payables and accruals		57,399		13,540
Deferred revenue		(254,732)		273,486
Prepays		<u>41</u>		<u>(28,216)</u>
		<u>170,447</u>		<u>576,959</u>

Financing activities

Repayment of long term debt		<u>(36,000)</u>		<u>(36,000)</u>
Change in net cash		134,447		540,959
Opening, net cash		<u>1,113,457</u>		<u>572,498</u>
Closing, net cash	\$	<u>1,247,904</u>	\$	<u>1,113,457</u>

See accompanying notes to the consolidated financial statements

The Village of Bible Hill

Notes to the consolidated financial statements

March 31, 2009

1. Summary of significant accounting policies

Principles and basis of consolidation

The consolidated financial statements of The Village of Bible Hill are the representations of management prepared in accordance with generally accepted accounting principles for local governments as established by the Public Sector Accounting Board (PSAB) of the Canadian Institute of Chartered Accountants.

The focus of PSAB financial statements is on the financial position of the Village and the changes thereto. The consolidated statement of financial position includes all of the assets and liabilities of the Village.

Basis of accounting

The accrual basis of accounting recognizes revenues as they become available and measurable. Expenditures are recognized as they are incurred and measurable as a result of receipt of goods or services and the creation of a legal obligation to pay.

Use of estimates

The preparation of the consolidated financial statements in conformity with Canadian generally accepted accounting principles requires the Village's management to make estimates and assumptions that affect the amounts of assets and liabilities and disclosure of contingent liabilities at the date of the consolidated financial statements and reported amounts of revenue and expenditures during the year. Actual results could differ from those reported.

Revenue recognition

The Village follows the deferral method of accounting for revenues. Revenues are recognized in the year in which the related expenses are incurred.

Property and equipment

Capital assets are recorded as an expenditure on the consolidated statement of financial activities in the year of acquisition. Historical cost information for capital assets is reported on the statement of financial position.

The carrying value of the Village's capital assets are written off at the end of their estimated useful life.

Future pronouncements – tangible capital assets

Effective April 1, 2009 Municipalities are required to set up and amortize capital assets over their estimated useful life in accordance with CICA Section 3150 – "Tangible Capital Assets" of the Public Sector Accounting Handbook.

During the current fiscal year, the Village started preliminary work towards compliance with the new recommendations for accounting for tangible capital assets.

The Village of Bible Hill

Notes to the consolidated financial statements

March 31, 2009

1. Summary of significant accounting policies (continued)

Segmented information

The Village of Bible Hill is a diversified municipal unit that provides a wide range of services to its residents. For management reporting purposes, the Village's operations and activities are organized and reported by fund. This presentation is in accordance with the Provincial Financial Reporting and Accounting Manual, and 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 and their activity is reported in these funds. The services provided by these departments are as follows:

General government services

This department is responsible for the overall financial and local government administration. Its tasks include tax administration, trade payables and receivables, budgets, financial statements and adherence to the *Municipal Government Act*.

Protective services

The Village is primarily responsible for fire protection for its residents. The Village engages the services of various not for profit, volunteer fire departments in order to fulfil its fire protection role. The Village pays the operating and capital expenditures for the fire department. Other protective services include wages paid to the crossing guards and support to the Bible Hill Safety Advisory Committee.

Transportation services

The Village is responsible for the maintenance and construction of sidewalks including snow removal as well as overhead cross walk signage within its jurisdiction. They are also responsible for the street lighting within the Village.

Environmental health services

This department is responsible for the maintenance and operations of waste and sewer services provided to residents and other customers. In cooperation with the Town of Truro and the Municipality of the County of Colchester, the Village is actively expanding the water utility within its boundaries.

Recreation and cultural services

This department is responsible for promoting and offering recreation opportunities and activities to the Village's residents. This department is also responsible for the maintenance and operations of parks, trails and recreation fields for the benefit of all residents.

Cash and cash equivalents

Cash and cash equivalents include cash on hand and balances with banks.

Financial instruments

The Village's financial instruments comprising of cash and cash equivalents, receivables, payables and accruals, and long term debt are carried at cost which approximates their fair value.

The Village of Bible Hill

Notes to the consolidated financial statements

March 31, 2009

2. Operating line of credit

The Village has an operating line of credit of \$500,000, all of which is unused at March 31, 2009.

3. Long term debt

2009

2008

Variable interest rate Nova Scotia Municipal Finance Corporation, debenture, payable in annual instalments of \$36,000 plus interest. A guarantee has been provided for the debenture by the Municipality of the County of Colchester.

\$ 180,000 \$ 216,000

Principal repayments and interest rates in each of the next five years are as follows:

	<u>Principal Repayments</u>	<u>Interest Rate</u>
2010	\$ 36,000	5.00%
2011	\$ 36,000	5.12%
2012	\$ 36,000	5.37%
2013	\$ 36,000	5.37%
2014	\$ 36,000	5.37%

4. Property and equipment

				<u>2009</u>	<u>2008</u>
	<u>Land and Buildings</u>	<u>Motor Vehicles and Equipment</u>	<u>Other</u>	<u>Total</u>	<u>Total</u>
General government services	\$ 910,263	\$ 200,771	\$ 2,749	\$ 1,113,783	\$ 1,095,431
Protection services					
Fire	1,109,449	750,762	-	1,860,211	1,322,517
Environmental health services					
Sewage collection and disposal	-	-	2,192,510	2,192,510	2,192,510
Recreation and cultural	1,001,696	136,279	-	1,137,975	1,123,647
Totals	<u>\$ 3,021,408</u>	<u>\$ 1,087,812</u>	<u>\$ 2,195,259</u>	<u>\$ 6,304,479</u>	<u>\$ 5,734,105</u>

The Village of Bible Hill

Notes to the consolidated financial statements

March 31, 2009

5. Investment in capital assets	<u>2009</u>	<u>2008</u>
Balance, beginning of year	\$ <u>5,518,105</u>	\$ <u>5,181,296</u>
Capital asset purchases	594,552	377,325
Repayment of long term debt	<u>36,000</u>	<u>36,000</u>
	<u>630,552</u>	<u>413,325</u>
Write down of capital assets	<u>24,178</u>	<u>76,516</u>
Balance, end of year	\$ <u>6,124,479</u>	\$ <u>5,518,105</u>

6. Payments made to commissioners and senior staff

The following amounts were paid to the commissioners and senior staff in the form of remuneration or reimbursement of expenses:

		<u>Remuneration</u>	<u>Expenses</u>	<u>Total</u>
Chairwoman	Sharon McLean	\$ 6,467	\$ 52	\$ 6,519
Deputy Chairman:	Tom Burke	6,208	-	6,208
Commissioners:	Robert Mahar	5,044	50	5,094
	Donna Van Kroonenburg	6,208	-	6,208
Former Commissioners:				
	Christine Blair	5,536	481	6,017
	Earl McKenna	1,164	-	1,164
Clerk:	Robert Christianson	<u>66,737</u>	<u>156</u>	<u>66,893</u>
		<u>\$ 97,364</u>	<u>\$ 739</u>	<u>\$ 98,103</u>

7. Employee benefits

The Village operates a defined contribution savings plan for their employees. The assets of the plan are held separate from those of the Village in independently administered funds.

Contributions paid and expensed by the Village in the current year amounted to \$11,528 (2008 - \$11,829).

The Village of Bible Hill

Notes to the consolidated financial statements

March 31, 2009

8. Commitment

The Village has entered into contracts totalling \$37,000 to construct a section of the Cobequid Trail during the 2009/2010 fiscal year.

Subsequent to year end, the Village entered into an agreement for Phase 3 of the Water Expansion Project to be completed during the 2009/2010 fiscal year. The net cost to the Village is expected to be \$725,160.

9. Comparative figures

The general operating and capital fund balances at March 31, 2008 have been restated to reflect the actual transfers between funds for the 2008 year. There is no change in the overall fund balances of the Village.

The Village of Bible Hill

Schedule of changes in general operating fund

Year ended March 31	2009 Budget	2009 Actual	2008 Actual
Revenues			
Taxes	\$ 1,422,991	\$ 1,432,592	\$ 1,346,481
Grants in lieu of taxes	256,600	266,283	259,367
Donations	-	-	820
Interest	20,000	13,915	25,865
Rentals	15,200	15,375	14,647
Revenue from own sources	9,000	12,287	17,780
Conditional transfers from other governments	-	11,464	8,575
HST offset	12,000	11,489	9,050
Total revenues	<u>1,735,791</u>	<u>1,763,405</u>	<u>1,682,585</u>
Expenditures			
General government services	358,870	342,976	316,546
Protection services	165,000	180,826	183,095
Transportation services	262,800	231,554	230,196
Environmental health services	671,700	196,208	166,891
Recreation and cultural services	248,900	249,438	199,251
Total expenditures	<u>1,707,270</u>	<u>1,201,002</u>	<u>1,095,979</u>
Net revenues	<u>28,521</u>	<u>562,403</u>	<u>586,606</u>
Prepaid expenditures	-	41	(28,216)
Transfers (Page 11)	(177,800)	(736,199)	(319,566)
	<u>(177,800)</u>	<u>(736,158)</u>	<u>(347,782)</u>
Change in fund balance	(149,279)	(173,755)	238,824
Opening fund balance	<u>474,043</u>	<u>474,043</u>	<u>235,219</u>
Closing fund balance	<u>\$ 324,764</u>	<u>\$ 300,288</u>	<u>\$ 474,043</u>

The Village of Bible Hill

Schedule of changes in general capital fund

Year ended March 31	2009 Budget	2009 Actual	2008 Actual
Revenues			
Conditional transfer from other governments	\$ 448,000	\$ 248,405	\$ 178,798
Donations	<u> -</u>	<u>12,835</u>	<u> -</u>
	<u>448,000</u>	<u>261,240</u>	<u>178,798</u>
Expenditures			
Debenture interest	11,200	9,511	11,223
Capital expenditures	<u>675,301</u>	<u>594,552</u>	<u>377,325</u>
Total expenditures	<u>686,501</u>	<u>604,063</u>	<u>388,548</u>
Net expenditures	<u>(238,501)</u>	<u>(342,823)</u>	<u>(209,750)</u>
Repayment of long term debt	(36,000)	(36,000)	(36,000)
Transfers (Page 11)	<u>404,780</u>	<u>599,145</u>	<u>12,766</u>
	<u>368,780</u>	<u>563,145</u>	<u>(23,234)</u>
Change in fund balance	130,279	220,322	(232,984)
Opening fund balance	<u>(237,200)</u>	<u>(237,200)</u>	<u>(4,216)</u>
Closing fund balance	\$ <u>(106,921)</u>	\$ <u>(16,878)</u>	\$ <u>(237,200)</u>

The Village of Bible Hill

Schedule of changes in reserve funds

Year ended March 31, 2009	General Capital	Maintenance	Fire	Operating	2009	2008
Revenues						
Grant revenue	\$ 21,246	\$ -	\$ -	\$ -	\$ 21,246	\$ 13,404
Interest	<u>7,672</u>	<u>664</u>	<u>2,945</u>	<u>4,365</u>	<u>15,646</u>	<u>13,404</u>
Net revenues	28,918	664	2,945	4,365	36,892	13,404
Transfers (Page 11)	<u>(286,246)</u>	-	<u>48,800</u>	<u>374,500</u>	<u>137,054</u>	<u>306,800</u>
Change in fund balance	(257,328)	664	51,745	378,865	173,946	320,204
Opening fund balance	<u>512,633</u>	<u>30,630</u>	<u>97,584</u>	<u>10,655</u>	<u>651,502</u>	<u>331,298</u>
Closing fund balance	\$ <u>255,305</u>	\$ <u>31,294</u>	\$ <u>149,329</u>	\$ <u>389,520</u>	\$ <u>825,448</u>	\$ <u>651,502</u>