

Consolidated Financial Statements of

HARVEY RURAL COMMUNITY

And Independent Auditor's Report thereon

Year ended December 31, 2024



KPMG LLP
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INDEPENDENT AUDITOR'S REPORT

To the Mayor and the Members of the Council of Harvey Rural Community

Opinion

We have audited the consolidated financial statements of Harvey Rural Community (the Entity), which comprise:

- the consolidated statement of financial position as at December 31, 2024
- the consolidated statement of operations and changes in accumulated surplus for the year then ended
- the consolidated statement of changes in net assets for the year then ended
- the consolidated statement of cash flows for the year then ended
- and notes to the consolidated financial statements, including a summary of significant accounting policies

(Hereinafter referred to as the "financial statements").

In our opinion, the accompanying financial statements present fairly, in all material respects, the consolidated financial position of the Entity as at December 31, 2024 and its consolidated results of operations, its consolidated changes in net assets and its consolidated 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 auditor's report.

We are independent of the Entity 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.

Other Matter - Comparative Information

The financial statements for the year ended end of December 31, 2023 were audited by another auditor who expressed an unmodified opinion on those financial statements on April 4, 2024.



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

Management is responsible for the preparation and fair presentation of the 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 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 Entity'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 Entity or to cease operations, or has no realistic alternative but to do so.

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

Auditor's 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 the 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 Entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.



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- 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 Entity'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 financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Entity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- 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.
- Plan and perform the group audit to obtain sufficient appropriate audit evidence regarding the financial information of the entities or business units within the group as a basis for forming an opinion on the group financial statements. We are responsible for the direction, supervision and review of the audit work performed for the purposes of the group audit. We remain solely responsible for our audit opinion.

KPMG LLP

Chartered Professional Accountants

Fredericton, Canada

June 10, 2025

HARVEY RURAL COMMUNITY

Consolidated Statement of Financial Position

December 31, 2024, with comparative information for 2023

	2024	2023
Financial assets:		
Cash (note 2)	\$ 634,114	\$ 435,990
Accounts receivable	84,257	45,057
Federal government and its agencies (note 3)	78,873	10,212
	<u>797,244</u>	<u>491,259</u>
Financial liabilities:		
Accounts payable and accrued liabilities	7,184	52,625
Deferred revenue (note 5)	296,214	72,126
Long-term debt (note 6)	58,000	70,000
	<u>361,398</u>	<u>194,751</u>
Net assets	435,846	296,508
Non financial assets:		
Tangible capital assets (note 4)	5,442,669	3,452,719
Accumulated surplus	<u>\$ 5,878,515</u>	<u>\$ 3,749,227</u>

See accompanying notes to consolidated financial statements.

On behalf of Council:

Signed by:

Richard Corey

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Mayor

Signed by:

Shawn Hawley

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HARVEY RURAL COMMUNITY

Consolidated Statement of Operations and Changes in Accumulated Surplus

Year ended December 31, 2024, with comparative information for 2023

	2024 Budget	2024 Actual	2023 Actual
Revenue:			
Property tax warrant	\$ 2,911,274	\$ 2,911,274	\$ 1,121,166
Other government transfers (note 13)	87,309	2,269,620	113,878
Water and wastewater services	85,700	75,791	83,346
Community funding and equalization	73,158	73,158	56,075
Revenue from own sources (note 14)	55,469	66,532	52,820
Services to other governments (note 14)	48,349	82,992	45,456
Interest	-	25,266	18,271
Gas tax contributions	-	134,557	38,521
	3,261,259	5,639,190	1,529,533
Expenses:			
General government services	431,683	617,498	244,755
Protective services	1,617,546	1,692,457	214,784
Transportation services	96,323	143,908	131,572
Environmental health services	479,716	434,911	445,966
Environmental development services	196,908	309,218	129,898
Recreation and cultural services	162,817	140,398	99,061
Water and wastewater services	94,720	171,512	182,220
	3,079,713	3,509,902	1,448,256
Annual surplus	181,546	2,129,288	81,277
Accumulated surplus, beginning of year	3,749,227	3,749,227	3,667,950
Accumulated surplus, end of year	\$ 3,930,773	\$ 5,878,515	\$ 3,749,227

See accompanying notes to consolidated financial statements.

HARVEY RURAL COMMUNITY

Consolidated Statement of Changes in Net Assets

Year ended December 31, 2024, with comparative information for 2023

	2025	2024
Annual surplus	\$ 2,129,288	\$ 81,277
Acquisition of tangible capital assets	(238,322)	(70,328)
Amortization of tangible capital assets	195,262	124,480
Amalgamation of local governments	(1,946,890)	-
Change in net financial assets	139,338	135,429
Net assets, beginning of year	296,508	161,079
Net assets, end of year	\$ 435,846	\$ 296,508

See accompanying notes to consolidated financial statements.

HARVEY RURAL COMMUNITY

Consolidated Statement of Cash Flows

Year ended December 31, 2024, with comparative information for 2023

	2024	2023
Cash provided by (used in):		
Operating activities:		
Annual surplus	\$ 2,129,288	\$ 81,277
Items not involving cash:		
Amortization of tangible capital assets	195,262	124,480
Amalgamation of local governments	(1,946,890)	10,184
Changes in non-cash operating working capital:		
Accounts receivable	(39,200)	(32,260)
Federal government and its agencies	(68,660)	5,612
Accounts payable and accrued liabilities	(45,442)	40,678
Deferred revenue	224,088	(10,865)
	448,446	219,106
Financing activities:		
Long-term debt	(12,000)	(12,000)
Capital activities:		
Acquisition of tangible capital assets	(238,322)	(76,585)
Increase in cash	198,124	130,521
Cash, beginning of year	435,990	305,469
Cash, end of year	\$ 634,114	\$ 435,990

See accompanying notes to consolidated financial statements.

HARVEY RURAL COMMUNITY

Notes to Consolidated Financial Statements

Year ended December 31, 2024

The Municipality was officially established on January 1, 2023 by the Province of New Brunswick as a part of a comprehensive local governance restructuring.

The legacy communities included the Village of Harvey and parts of the local service districts of: Manners Sutton, Dumfries, Prince William, and Kingsclear.

As a Municipality, it is exempt from income tax under section 146(1)(c) of the Canadian Income Tax Act.

1. Significant accounting policies:

The consolidated financial statements of the Municipality 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 Municipality and the changes thereto. The Consolidated Statement of Financial Position includes all of the assets and liabilities of the Municipality.

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

(a) 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 Municipality and which are owned or controlled by the Municipality.

Interdepartmental and organizational transactions and balances are eliminated on consolidation, but Schedule 1 and 2 show the operations prior to consolidation.

(b) Budget:

The budget figures contained in these consolidated financial statements were approved by Council on December 13, 2023 and the Minister of Environment and Local Government on December 13, 2023.

(c) Revenue recognition:

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. Other revenue is recorded when it is earned.

HARVEY RURAL COMMUNITY

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2024

1. Significant accounting policies (continued):

(d) Financial instruments:

The Municipality'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 Municipality 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.

The Municipality is subject to credit risk through its accounts receivable. The Municipality minimizes credit risk through ongoing credit management policies.

(e) 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.

(f) Tangible capital assets:

The Municipality 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	Rate
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 and fixtures	3-5 years
Pavement and parking lots	5-15 years
Signs	10-15 years
Roads and street	20-80 years
Engineering structures	10-80 years

HARVEY RURAL COMMUNITY

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2024

1. Significant accounting policies (continued):

(g) Segmented information:

The Municipality is a diversified entity that provides a wide range of services to its residents. For management reporting purposes, the Municipality'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 Municipality. 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.

Water and wastewater systems

This department is responsible for the Municipality's provision of water and sewer services including the maintenance and operation of the underground networks, reservoirs, and lagoons.

(h) Deferred revenue:

Funding is recorded as deferred revenue if it has been restricted for a stated purpose, such as a specific program or the purchase of tangible capital assets. Deferred revenue is recognized as revenue as the program expenses or purchases are incurred.

HARVEY RURAL COMMUNITY

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2024

1. Significant accounting policies (continued):

(i) Use of estimates:

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.

(j) Post employment benefits:

The Municipality does not provide post-employment benefits to its staff.

2. Cash:

	2024	2023
General Capital Reserve (Village)	\$ 61,451	\$ 121,688
General Capital Reserve (HRC)	291,004	40,000
General Operating Reserve	66,337	24,834
General Capital (Gas Tax)	110,509	71,468
General Capital (Housing Accelerator)	193,896	-
Utility Capital Reserve	128,692	145,332
Total restricted	851,889	403,322
General Operating	(227,717)	15,633
Utility Operating	9,942	17,035
	\$ 634,114	\$ 435,990

Restricted cash are bank accounts held for specific purposes and includes Gas Tax Funds, General and Utility Capital Funds, General and Utility Capital Reserve Funds, and General and Utility Operating Reserve Funds.

HARVEY RURAL COMMUNITY

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2024

3. Federal government and its agencies:

	2024	2023
Canada Revenue Agency (HST refund)	\$ 78,873	\$ 10,212

4. Tangible capital assets:

With the amalgamation of local governments in 2023, there were assets transferred from the Local Service Districts of the Province of New Brunswick to the Rural Community. These have been reflected in the current year as an addition to tangible capital assets on the Statement of Financial Position and an increase in other government transfers on the Statement of Earnings for the year.

Cost	December 31, 2023	Additions	Contributions from PNB	December 31, 2024
Land	\$ 16,433	\$ -	\$ -	\$ 16,433
Land improvements	332,239	-	-	332,239
Buildings	172,518	-	1,830,072	2,002,590
Equipment and vehicles	121,103	146,067	116,818	383,988
Roads and streets	418,132	-	-	418,132
Water and sewer	3,876,791	20,460	-	3,897,251
Assets under construction	43,032	71,795	-	114,827
	\$ 4,980,248	\$ 238,322	\$ 1,946,890	\$ 7,165,460

Accumulated amortization	December 31, 2023	Amortization expense	December 31, 2024
Land improvements	\$ 13,461	\$ 2,242	\$ 15,703
Buildings	29,079	51,838	80,917
Equipment and vehicles	67,168	34,280	101,448
Roads and streets	320,464	15,080	335,544
Water and sewer	1,097,357	91,822	1,189,179
	\$ 1,527,529	\$ 195,262	\$ 1,722,791

HARVEY RURAL COMMUNITY

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2024

4. Tangible capital assets (continued):

Net book value	December 31, 2023	December 31, 2024
Land	\$ 16,433	\$ 16,433
Land improvements	318,778	316,536
Buildings	143,439	1,921,673
Equipment and vehicles	53,935	282,540
Roads and streets	97,668	82,588
Waste and wastewater	2,779,434	2,708,072
Assets under construction	43,032	114,827
	\$ 3,452,719	\$ 5,442,669

5. Deferred revenue:

	2024	2023
Water and wastewater deposits	\$ 1,075	\$ 690
Gas tax (Canada Community Building Fund)	101,243	69,955
Housing (Canada Mortgage and Housing Corporation)	193,896	-
Province of New Brunswick	-	1,481
	\$ 296,214	\$ 72,126

Deferred revenue comprises of several different components:

	Gas tax	Housing	PNB	Deposits	Total
Opening	\$ 69,955	\$ -	\$ 1,481	\$ 690	\$ 72,126
Contributions	163,886	210,000	-	384	374,270
Interest	1,960	4,910	-	-	6,870
Recognized	(134,557)	(21,014)	(1,481)	-	(157,052)
	\$ 101,244	\$ 193,896	\$ -	\$ 1,074	\$ 296,214

HARVEY RURAL COMMUNITY

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2024

6. Long-term debt:

	2024	2023
Debenture - Province of New Brunswick - 2.00% to 2.30% - due 2024 - OIC #BV 32-2019	\$ -	\$ 6,000
Debenture - Province of New Brunswick - 3.005% to 4.083% - due 2032 - OIC #CB 22-2022	58,000	64,000
	\$ 58,000	\$ 70,000

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

7. 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 Municipality is within this limit.

Interfund borrowing

Interfund accounts at December 31, 2024 represents current year transactions and are in compliance with the policy established by the Department of Local Government.

Interim borrowing for capital

The Municipality does not have any interim borrowing for capital and did not have any new capital borrowings in the current or previous year.

HARVEY RURAL COMMUNITY

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2024

8. Water and Wastewater cumulative surplus:

The Municipalities Act requires water and sewer fund surplus/deficit amounts to be absorbed into one or more of the four operating budgets commencing with the second next ensuing year. The balance of surplus/deficit at the end of the year consists of the following:

	2024	2023
2024 surplus	\$ 16,411	\$ -
2023 surplus	6,077	6,077
2022 surplus	-	20,696
	<u>\$ 22,488</u>	<u>\$ 26,773</u>

9. 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 Municipality is in compliance with these requirements.

	General Capital Reserve	General Operating Reserve	Utility Capital Reserve	Utility Operating Reserve	Total
Cash	\$ 352,454	\$ 66,337	\$ 128,693	\$ -	\$ 547,484
Accumulated surplus, beginning	\$ 161,688	\$ 24,834	\$ 145,332	\$ -	\$ 331,854
Interest earned	3,056	603	3,821	-	7,480
Transfers in	250,000	40,900	-	-	290,900
Transfers out	(62,290)	-	(20,460)	-	(82,750)
Accumulated surplus	\$ 352,454	\$ 66,337	\$ 128,693	\$ -	\$ 547,484

HARVEY RURAL COMMUNITY

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2024

9. Reserve funds (continued):

Motioned by Deputy Mayor McLean, seconded by Councillor Chessie up to \$65,000 be transferred from the General Capital Reserve to the General Capital Fund for the purchase of a truck.
-Regular meeting of Council, January 10, 2024

Motioned by Councillor McLean, seconded by Councillor Little \$5,865 be transferred from the General Capital Reserve to the General Capital Fund for the purchase of a street sweeper
-Regular meeting of Council, May 8, 2024

Motioned by Councillor Chessie, seconded by Councillor Little \$20,460 be transferred from the Utility Capital Reserve to the Utility Capital Fund for the purchase of a generator
-Regular meeting of Council, July 8, 2024

Motioned by Councillor Chessie, seconded by Councillor Pepin \$250,000 be transferred from the General Operating Fund to the General Capital Reserve Fund
-Regular meeting of Council, December 16, 2024

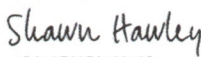
Motioned by Councillor Little, seconded by Councillor Pepin \$40,900 be transferred from the General Operating Fund to the General Operating Reserve Fund
-Regular meeting of Council, December 16, 2024

Cash balances are held in interest bearing bank accounts as follows:

General Capital Reserve treasury account, Interest 2.54%	\$	352,454
General Operating Reserve treasury account, Interest 2.54%		66,337
Utility Capital Reserve treasury account, Interest 2.54%		128,693
	\$	547,484

Certified by Clerk

Municipal Seal

Signed by:

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HARVEY RURAL COMMUNITY

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2024

10. Segmented disclosure:

	General government	Protective	Environmental health	Environmental development	Transportation	Recreation and culture	Waste and wastewater	2024 Total	2023 Total
Revenue:									
Property tax warrant	\$ 538,497	\$ 1,475,922	\$ 379,268	\$ 269,656	\$ 125,496	\$ 122,435	\$ -	\$ 2,911,274	\$ 1,121,166
Sale of service, fines and other fees	230	33,914	49,077	61,109	-	-	80,985	225,315	181,622
Community funding	13,531	37,089	9,531	6,776	3,154	3,077	-	73,158	56,075
Other government transfers	232,614	1,946,890	-	43,452	-	46,664	-	2,269,620	113,878
Gas tax fund	-	83,776	-	50,781	-	-	-	134,557	38,532
Interest	17,488	-	-	-	-	-	7,778	25,266	18,271
	802,360	3,577,591	437,876	431,774	128,650	172,176	88,763	5,639,190	1,529,544
Expenses:									
Salaries and benefits	189,351	-	-	-	-	28,484	-	217,835	200,803
Goods and services	425,882	1,551,988	434,911	308,333	107,822	103,832	75,729	3,008,497	1,104,769
Amortization	320	56,411	-	885	36,086	8,082	93,478	195,262	124,480
Interest/Leasing	1,945	84,058	-	-	-	-	2,305	88,308	18,215
	617,498	1,692,457	434,911	309,218	143,908	140,398	171,512	3,509,902	1,448,267
Surplus (deficit) for the year	\$ 184,862	\$ 1,885,134	\$ 2,965	\$ 122,556	\$ (15,258)	\$ 31,778	\$ (82,749)	\$ 2,129,288	\$ 81,277

HARVEY RURAL COMMUNITY

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2024

11. Reconciliation of annual surplus:

	General operating fund	General capital fund	Utility operating fund	Utility capital fund	General capital reserve fund	General operating reserve	Utility capital reserve fund	Total
Adjustments to annual surplus (deficit) for funding requirements								
Second previous year's surplus	\$ 61,810	\$ -	\$ 20,696	\$ -	\$ -	\$ -	\$ -	-
Transfer from reserves	-	62,290	-	20,460	(62,290)	-	(20,460)	-
Transfer to reserves	(290,900)	-	-	-	250,000	40,900	-	-
Long-term debt principal repayment	(6,000)	6,000	(6,000)	6,000	-	-	-	-
Amortization expense	101,784	(101,784)	93,478	(93,478)	-	-	-	-
Gas tax revenue	(134,557)	134,557	-	-	-	-	-	-
Housing accelerator revenue	(21,014)	21,014	-	-	-	-	-	-
Net asset contributions	(1,946,890)	1,946,890	-	-	-	-	-	-
Total adjustments to annual surplus (deficit)	(2,235,767)	2,068,967	108,174	(67,018)	187,710	40,900	(20,460)	-
Annual surplus	2,213,571	-	(91,763)	-	3,056	603	3,821	2,129,287
Annual fund surplus (deficit)	\$ (22,196)	\$ 2,068,967	\$ 16,411	\$ (67,018)	\$ 190,766	\$ 41,503	\$ (16,639)	\$ 2,129,287

HARVEY RURAL COMMUNITY

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2024

12. Operating budget to PSA Budget:

	Operating budget general	Transfers	Total
Revenue:			
Property tax warrant	\$ 2,911,274	\$ -	\$ 2,911,274
Revenue from own sources	55,469	-	55,469
Services provided to other governments	48,349	-	48,349
Community funding and equalization	73,158	-	73,158
Other government transfers	87,309	-	87,309
Surplus of second previous year	61,810	(61,810)	-
Water and wastewater services	106,396	(20,696)	85,700
	3,343,765	(82,506)	3,261,259
Expenditures:			
General government services	430,963	720	431,683
Protective services	1,617,546	-	1,617,546
Transportation services	96,323	-	96,323
Environmental health services	479,716	-	479,716
Environmental development services	196,908	-	196,908
Recreational and cultural services	162,817	-	162,817
Fiscal services - Long-term debt repayments	6,000	(6,000)	-
Fiscal services - Interest	720	(720)	-
Fiscal services - Interfund transfers	246,376	(246,376)	-
Water and wastewater services	106,396	(11,676)	94,720
	3,343,765	(264,052)	3,079,713
Surplus	\$ -	\$ 181,546	\$ 181,546

HARVEY RURAL COMMUNITY

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2024

13. Other government transfers:

The municipality received several government grants in the year.

	2024	2023
Local governance reform funding	\$ 141,000	\$ -
Regional Development Corporation	114,331	-
Other provincial operating funding	34,877	57,557
Housing accelerator projects	21,014	-
Student grants	11,472	5,772
Payment in lieu of taxes	36	66
Other provincial water and wastewater funding	-	50,483
Amalgamation of local government	1,946,890	-
	\$ 2,269,620	\$ 113,878

HARVEY RURAL COMMUNITY

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2024

14. PSA revenue and expense support:

	2024 Budget	2024 Actual	2023 Actual
Revenue:			
Services to other governments:			
Fire protection	\$ 349	\$ 33,914	\$ -
Environmental health services	48,000	49,077	45,456
	48,349	82,991	45,456
Other own source:			
Building permits	53,369	61,109	49,240
Other	2,100	5,423	3,580
	\$ 55,469	\$ 66,532	\$ 52,820
General Government Services:			
Legislative:			
Mayor	\$ 10,611	\$ 9,763	\$ 7,309
Councillors	25,233	21,234	15,566
	35,844	30,997	22,875
Administrative:			
Salaries and wages	128,997	126,509	64,479
Office building	42,884	119,611	24,458
Legal services	10,000	16,768	3,900
Other expenses	35,000	94,108	10,443
	216,881	356,996	103,280
Financial management and common services:			
External audit	6,500	9,396	5,406
Accounting	13,508	31,846	-
Training and development	25,000	4,154	-
Cost of assessment	91,960	91,960	80,780
Regional & collaborative services	8,884	8,884	3,768
Conventions and delegations	2,000	10,312	6,648
Interest on long-term debt	-	-	204
Bank charges	720	1,945	893
	148,572	158,497	97,699

HARVEY RURAL COMMUNITY

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2024

14. PSA revenue and expense support (continued):

	2024 Budget	2024 Actual	2023 Actual
Other general government services:			
Public liability insurance	\$ 15,000	\$ 15,892	\$ 14,775
Grants to organizations	5,000	46,742	600
Municipal association memberships	10,386	8,054	5,206
Amortization	-	320	320
	30,386	71,008	20,901
	\$ 431,683	\$ 617,498	\$ 244,755
Protective Services:			
Police:			
Police protection	\$ 1,011,383	\$ 1,011,383	\$ 99,370
Fire:			
Administration	-	11,420	-
Force	-	53,616	-
Alarms	-	1,366	-
Station and building	-	83,761	-
Equipment	-	187,360	-
Training	-	17,303	-
Other fire services	518,752	172,069	40,701
	518,752	526,895	40,701
Other:			
Emergency measures	9,000	13,807	-
By-law enforcement	282	-	533
Building inspection	65,072	71,188	63,328
Animal and pest control	11,823	11,541	10,740
RSC Contributions - Public Safety	1,234	1,232	112
Amortization	-	56,411	-
	87,411	154,179	74,713
	\$ 1,617,546	\$ 1,692,457	\$ 214,784

HARVEY RURAL COMMUNITY

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2024

14. PSA revenue and expense support (continued):

	2024 Budget	2024 Actual	2023 Actual
Transportation Services:			
Roads and streets:			
Summer maintenance	\$ 24,922	\$ 2,055	\$ 6,500
Culverts, drainage, and ditches	6,063	2,532	1,169
Storm sewers	-	-	-
Street cleaning and flushing	4,391	3,945	5,121
Snow and ice removal	17,011	31,855	18,429
Sidewalks	6,203	9,981	11,838
Building and equipment	16,768	38,295	44,017
	75,358	88,663	87,074
Other:			
Bridges	\$ -	\$ -	\$ -
Street lights	16,800	15,670	13,387
Traffic signs	2,720	2,045	3,142
Contribution to RSC - Public transportation	1,445	1,444	3,560
Amortization	-	36,086	24,409
	20,965	55,245	44,498
	\$ 96,323	\$ 143,908	\$ 131,572
Environmental Health Services:			
Solid waste disposal	\$ 425,285	\$ 375,617	\$ 408,409
Recycling	23,600	36,149	24
Public health	30,831	23,145	37,533
	\$ 479,716	\$ 434,911	\$ 445,966

HARVEY RURAL COMMUNITY

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2024

14. PSA revenue and expense support (continued):

	2024 Budget	2024 Actual	2023 Actual
Environmental Development Services:			
Contribution to RSC - Local planning	\$ 86,115	\$ 181,148	\$ 74,696
Contribution to RSC - Economic development	18,036	18,036	23,544
Contribution to RSC - Community development	4,334	4,332	1,604
Contribution to RSC - Tourism	25,008	25,008	24,396
Other community development	17,115	25,730	-
Other economic development	30,000	-	-
Tourism	10,000	12,229	829
Beautification	6,300	41,850	3,944
Amortization	-	885	885
	\$ 196,908	\$ 309,218	\$ 129,898
Recreational and Culture Services:			
Community centres and halls	\$ 94,805	\$ 40,000	\$ 56,476
Administration	12,240	44,322	10,179
Pools and beaches	1,378	2,936	2,400
Parks and playgrounds	11,426	26,049	13,041
Exhibitions	500	600	-
Libraries	6,750	6,800	6,800
Other recreation facilities	5,547	9,557	2,718
Other recreation and culture	28,201	80	70
Contribution to RSC - Recreation	1,970	1,972	364
Amortization	-	8,082	7,013
	\$ 162,817	\$ 140,398	\$ 99,061
Water and Wastewater Services:			
Administration	\$ 61,838	\$ 39,614	\$ 50,046
Sewage collection system	30,577	31,608	34,034
Other expenses	-	-	-
Amortization	-	93,478	91,853
Interest on long term debt	2,305	2,305	2,493
Bank charges	-	567	883
External audit	-	3,940	2,911
	\$ 94,720	\$ 171,512	\$ 182,220

HARVEY RURAL COMMUNITY

Schedule 1 - Consolidated Comparison of Revenue and Expenditures to Budget and Previous Year

Year ended December 31, 2024, with comparative information for 2023

	2024 Budget	2024 Actual	2023 Actual
General Services:			
Revenue:			
Property tax warrant	\$ 2,911,274	\$ 2,911,274	\$ 1,121,166
Funding and equalization	73,158	73,158	56,075
Fire protection services	349	33,914	-
Environmental health services	48,000	49,077	45,456
Surplus of 2nd previous year	61,810	61,810	76,932
Miscellaneous income	2,100	5,423	3,580
Licenses and permits	53,369	61,109	49,240
Provincial grants	87,273	301,680	63,328
Interest	-	13,829	6,902
Payment in lieu of taxes	36	36	66
	3,237,369	3,511,310	1,422,745
Expenditures:			
General government services	430,963	615,233	243,338
Protective services	1,617,546	1,636,046	214,784
Transportation services	96,323	107,822	107,163
Environmental health services	479,716	434,911	445,966
Environmental development services	196,908	308,333	129,013
Recreation and cultural services	162,817	132,316	92,048
Fiscal services	253,096	298,845	124,440
	3,237,369	3,533,506	1,356,752
Surplus (deficit) for the year	\$ -	\$ (22,196)	\$ 65,993
Water and Wastewater Services:			
Revenue:			
Sales of services	\$ 85,700	\$ 79,749	\$ 89,001
Water & wastewater grants received	-	-	50,484
Surplus from prior years	20,696	20,696	5,088
	106,396	100,445	144,573
Expenditures:			
Sewerage collection and disposal:			
Administration	61,838	39,614	50,046
Sewage collection system	30,577	31,608	34,034
Fiscal services:			
Interest on long term debt	2,305	2,305	2,493
Principal	6,000	6,000	6,000
Transfer to reserves	5,676	-	42,129
Bank charges	-	567	883
External audit	-	3,940	2,911
	106,396	84,034	138,496
Surplus for the year	\$ -	\$ 16,411	\$ 6,077

HARVEY RURAL COMMUNITY

Schedule 2 - Consolidated General Operating Fund - Revenue and Expenditures Support

Year ended December 31, 2024, with comparative information for 2023

	2024 Budget	2024 Actual	2023 Actual
General Government Services:			
Legislative:			
Mayor	\$ 10,611	\$ 9,763	\$ 7,309
Councillors	25,233	21,234	15,566
	35,844	30,997	22,875
Administrative:			
Salaries - admin	128,997	126,509	64,479
Legal services	10,000	16,768	3,900
Office building	42,884	119,611	24,458
Other expenses	35,000	94,108	10,443
	216,881	356,996	103,280
Financial management and common services:			
External audit	6,500	9,396	5,406
Accounting	13,508	31,846	-
Training and development	25,000	4,154	-
Cost of assessment	91,960	91,960	80,780
Regional and collaborative services	8,884	8,884	3,768
	145,852	146,240	89,954
Other general administrative services:			
Public liability insurance	15,000	15,892	14,775
Municipal association membership	10,386	8,054	5,206
Grants to organizations	5,000	46,742	600
Conventions and delegations	2,000	10,312	6,648
	32,386	81,000	27,229
	\$ 430,963	\$ 615,233	\$ 243,338

HARVEY RURAL COMMUNITY

Schedule 2 - Consolidated General Operating Fund - Revenue and Expenditures Support (continued)

Year ended December 31, 2024, with comparative information for 2023

	2024 Budget	2024 Actual	2023 Actual
Protective Services:			
Police:			
Police protection	\$ 1,011,383	\$ 1,011,383	\$ 99,370
Fire:			
Fire administration	-	11,420	-
Fire force	-	53,616	-
Fire alarms	-	1,366	-
Station and building	-	83,761	-
Fire investigation	-	-	-
Fire training	-	17,303	-
Fire equipment	-	187,360	-
Other fire services	518,752	172,069	40,701
	518,752	526,895	40,701
Other:			
Emergency measures	9,000	13,807	-
Bylaw enforcement	282	-	533
Building inspection	65,072	71,188	63,328
Animal and pest control	11,823	11,541	10,740
RSC Contributions - Public Safety	1,234	1,232	112
	87,411	97,768	74,713
	\$ 1,617,546	\$ 1,636,046	\$ 214,784
Transportation Services:			
Roads and streets:			
Summer maintenance	\$ 24,922	\$ 2,055	\$ 6,500
Culverts, drainage, and ditches	6,063	2,532	1,169
Sidewalks	6,203	9,981	11,838
Street cleaning and flushing	4,391	3,945	5,121
Snow and ice removal	17,011	31,855	18,429
Building and equipment	16,768	38,295	44,017
	75,358	88,663	87,074
Other:			
Street lights	16,800	15,670	13,387
Traffic signs	2,720	2,045	3,142
Contribution to RSC - Public transit	1,445	1,444	3,560
	20,965	19,159	20,089
	\$ 96,323	\$ 107,822	\$ 107,163

HARVEY RURAL COMMUNITY

Schedule 2 - Consolidated General Operating Fund - Revenue and Expenditures Support (continued)

Year ended December 31, 2024, with comparative information for 2023

	2024 Budget	2024 Actual	2023 Actual
Environmental Health Services:			
Solid waste disposal	\$ 425,285	\$ 375,617	\$ 408,409
Recycling	23,600	36,149	24
Public health	30,831	23,145	37,533
	\$ 479,716	\$ 434,911	\$ 445,966
Environmental Development Services:			
RSC Contributions - Local planning	\$ 86,115	\$ 181,148	\$ 74,696
Beautification	6,300	41,850	3,944
Tourism	10,000	12,229	829
Other community development	17,115	25,730	-
Other economical development	30,000	-	-
Contribution to RSC- Community development	4,334	4,332	1,604
Contribution to RSC- Economic development	18,036	18,036	23,544
Contribution to RSC - Tourism	25,008	25,008	24,396
	\$ 196,908	\$ 308,333	\$ 129,013
Recreation and Culture Services:			
Community centres and halls	\$ 94,805	\$ 40,000	\$ 56,476
Administration	12,240	44,322	10,179
Pools and beaches	1,378	2,936	2,400
Parks and playgrounds	11,426	26,049	13,041
Exhibitions	500	600	-
Other recreation facilities	5,547	9,557	2,718
Libraries	6,750	6,800	6,800
Contribution to RSC - Recreation	1,970	1,972	364
Other recreation and culture	28,201	80	70
	\$ 162,817	\$ 132,316	\$ 92,048

HARVEY RURAL COMMUNITY

Schedule 2 - Consolidated General Operating Fund - Revenue and Expenditures Support
(continued)

Year ended December 31, 2024, with comparative information for 2023

	2024 Budget	2024 Actual	2023 Actual
Fiscal Services:			
Debt charges:			
Principal	\$ 6,000	\$ 6,000	\$ 6,000
Interest on long-term debt	-	-	204
Bank charges	720	1,945	892
Deficit of 2nd prior year	-	-	27,212
Capital expenditures	130,000	-	10,428
	136,720	7,945	44,736
Transfer to operating reserve	66,376	40,900	24,834
Transfer to capital reserve	50,000	250,000	54,870
	116,376	290,900	79,704
	\$ 253,096	\$ 298,845	\$ 124,440