

CITY OF DIEPPE

CONSOLIDATED FINANCIAL STATEMENTS

Year ended December 31, 2023



CITY OF DIEPPE

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Year ended December 31, 2023

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CITY OF DIEPPE

COUNCIL, OFFICERS AND GENERAL STATISTICS (UNAUDITED)

Year ended December 31, 2023

MAYOR

Yvon Lapierre

DEPUTY MAYOR

Melyssa Janin

COUNCILLORS

Corinne Godbout
Jean-Marc Brideau
Marc Lanteigne
Ernest Thibodeau

Josée Turgeon-Roy
Paul Gaudet
Lise LeBouthillier

OFFICERS

Chief Administrative Officer / Clerk

Marc Melanson

Deputy Chief Administrative Officer - Organizational Services

Marie-Claude Landry

Deputy Chief Administrative Officer - Operations and Community Living
Division

Luc Richard

Deputy Chief Administrative Officer - Sustainable Development and
Urban Safety

Angèle Spencer

Assistant Clerk

Stéphane Simard

Treasurer

Stéphane Thériault

Director - Communication

Annie Duguay

Director - Technology services

Shaun Daigle

Director - Human resources

Ginette Barrieau

Director - Operations

Raymond Bourque

Director - Communal development

Denis LeBlanc

Director - Urban mobility

Jérémie Aubé

Director - Immigration services

Emilie Haché

Director - Engineering

Marc-André Cormier

Fire chief

Marc Cormier

Director - Planning and development

Alexandre Girard

Director - Environment

Alexandre Truchon-Savard

Main solicitors

McIntyre Finn

Auditor

Ernst & Young LLP
Chartered Professional Accountants

CITY OF DIEPPE

COUNCIL, OFFICERS AND GENERAL STATISTICS (UNAUDITED) (continued)
Year ended December 31, 2023

GENERAL STATISTICS

Population: 28,114 (2021 census)

TAX BASE AND TAX RATE

	Tax base	Tax rate
2023 - Dieppe	\$ 4,286,266,800	\$ 1.4600
2023 - Old local district, Greater Lakeburn	\$ 115,672,100	\$ 0.5445
2023 - Old local district, Scoudou	\$ 6,667,450	\$ 0.4677
2024 - Dieppe	\$ 4,830,697,050	\$ 1.4300
2024 - Old local district, Greater Lakeburn	\$ 137,556,100	\$ 0.5945
2024 - Old local district, Scoudou	\$ 7,360,600	\$ 0.5177

INDEPENDENT AUDITOR'S REPORT

To His Worship the Mayor and Members of Council

Opinion

We have audited the consolidated financial statements of the CITY OF DIEPPE and its controlled entities (the City), which comprise the consolidated statement of financial position as at December 31, 2023, and the consolidated statement of operations and accumulated surplus, consolidated statement of changes in net debt and consolidated statement of cash flows for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

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

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

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

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

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

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

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



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

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the City's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the City to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

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

Ernst + Young LLP

Dieppe, Canada
April 22, 2024

Chartered Professional Accountants



CITY OF DIEPPE

CONSOLIDATED STATEMENT OF OPERATIONS AND ACCUMULATED SURPLUS

Year ended December 31,

	2023 Budget	2023 Actual	2022 Actual
REVENUES (note 17)			
Warrant of assessment	\$ 65,095,173	\$ 65,095,174	\$ 57,494,896
Services to other governments			
Other municipalities (note 22)	-	4,900	211,278
Province of New Brunswick (note 22)	151,000	166,680	150,876
Sale of services (note 22)	13,868,909	15,211,424	14,067,537
Other revenues from own sources (note 22)	829,680	2,141,024	1,638,991
Community funding and equalization grant	902,710	902,714	1,119,513
Adjustment in lieu of taxes	5	-	33,355
Interest earned	69,000	1,997,095	766,920
Contributions from other governments			
towards capital assets	-	4,098,330	5,201,575
Capital assets contributed by developers (note 16)	-	4,911,616	3,897,801
Other contributions	-	644,386	765,830
Gain on sale of land (note 4)	-	456,388	270,072
	\$ 80,916,477	\$ 95,629,731	\$ 85,618,644
EXPENSES (note 17)			
General government services (note 22)	\$ 9,513,141	\$ 9,519,500	\$ 8,312,432
Protective services (note 22)	16,667,312	17,177,841	15,548,446
Transportation services (note 22)	8,869,407	16,392,820	16,257,437
Environmental health services (note 22)	1,452,870	1,477,568	1,416,034
Economic development services (note 22)	2,559,361	2,353,647	2,348,484
Recreation and cultural services (note 22)	10,813,991	13,691,577	12,029,618
Water supply (note 22)	4,923,840	6,142,908	5,256,594
Sewerage collection and disposal (note 22)	4,257,584	5,231,730	4,780,477
Fiscal services - general (note 22)	1,397,188	1,358,932	1,502,891
Fiscal services - water (note 22)	387,000	378,058	392,304
Fiscal services - sewerage (note 22)	215,000	205,438	226,950
	61,056,694	73,930,019	68,071,667
ANNUAL SURPLUS (notes 18 and 21)	\$ 19,859,783	\$ 21,699,712	\$ 17,546,977
ACCUMULATED SURPLUS, BEGINNING OF YEAR		317,881,990	300,335,013
ACCUMULATED SURPLUS, END OF YEAR		\$ 339,581,702	\$ 317,881,990

The accompanying notes are an integral part of these consolidated financial statements

CITY OF DIEPPE

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

December 31,

2023

2022

FINANCIAL ASSETS

Cash	\$ 26,070,199	\$ 19,389,243
Term deposits (note 5)	11,565,124	11,188,715
Accounts receivable		
General	2,884,346	2,993,265
Sales tax receivable	789,252	839,856
Governments	3,982,982	4,515,462
	<u>45,291,903</u>	<u>38,926,541</u>

LIABILITIES

Accounts payable and accrued liabilities	4,038,639	5,595,049
Withholding taxes payable	39,224	70,584
Due to other governments	255,573	291,249
Accrued sick leave (note 8)	1,840,777	1,791,848
Deferred revenues	568,606	571,119
Security deposits	1,109,742	822,423
Long-term debt and capital lease obligations (note 6)	52,391,100	62,109,392
	<u>60,243,661</u>	<u>71,251,664</u>

NET DEBT

(14,951,758) **(32,325,123)**

NON-FINANCIAL ASSETS

Tangible capital assets (note 16)	530,452,174	513,193,410
Accumulated amortization (note 16)	<u>(178,602,076)</u>	<u>(165,787,097)</u>
	351,850,098	347,406,313
Inventory	40,580	31,985
Land inventory	2,486,970	2,610,582
Prepaid expenses	155,812	158,233
	<u>354,533,460</u>	<u>350,207,113</u>


ACCUMULATED SURPLUS


\$ 339,581,702 **\$ 317,881,990**

CONTINGENCIES (note 9) AND COMMITMENTS (note 10)

The accompanying notes are an integral part of these consolidated financial statements

APPROVED BY

....., Mayor 

....., Clerk or Treasurer 

CITY OF DIEPPE**CONSOLIDATED STATEMENT OF CHANGES IN NET DEBT**

Year ended December 31,

2023**2022**

Annual surplus	\$ 21,699,712	\$ 17,546,977
Acquisitions of tangible capital assets	(18,469,400)	(14,513,698)
Proceeds on disposal of tangible capital assets	486,290	368,659
Amortization of tangible capital assets	13,721,126	12,709,982
Gain on disposal of tangible capital assets	(181,801)	(141,775)
	17,255,927	15,970,145
Acquisition of inventory	(40,580)	(31,985)
Acquisition of prepaid expenses	(155,812)	(158,233)
Consumption of inventory	31,985	23,326
Use of prepaid expenses	158,233	199,496
Provision for decline in value of land inventory	7,117	12,358
Change in land inventory	116,495	(182,916)
	117,438	(137,954)
Decrease in net debt	17,373,365	15,832,191
Net debt, beginning of year	(32,325,123)	(48,157,314)
Net debt, end of year	\$ (14,951,758)	\$ (32,325,123)

The accompanying notes are an integral part of these consolidated financial statements

CITY OF DIEPPE**CONSOLIDATED STATEMENT OF CASH FLOWS**

Year ended December 31,

2023**2022****OPERATING ACTIVITIES**

Annual surplus	\$ 21,699,712	\$ 17,546,977
Items not affecting cash and cash equivalents:		
Gain on disposal of tangible capital assets	(181,801)	(141,775)
Provision for decline in value of land inventory	7,117	12,358
Amortization of tangible capital assets	13,721,126	12,709,982
Capital assets contributed by developers	(4,911,616)	(3,897,801)
	30,334,538	26,229,741
Net change in non-cash working capital items:		
Accounts receivable	692,004	(2,898,661)
Accounts payable and accrued payables, withholding taxes payable and due to other governments	(1,623,446)	(2,371,452)
Inventory, land inventory and prepaid expenses	110,321	(150,312)
Deferred revenues, security deposits and other items	333,735	(245)
	29,847,152	20,809,071

CAPITAL ACTIVITIES

Acquisitions of tangible capital assets net of contributions from developers	(13,557,784)	(10,615,897)
Proceeds on disposal of tangible capital assets	486,290	368,659
	(13,071,494)	(10,247,238)

INVESTING ACTIVITIES

Acquisitions of term deposits	(376,410)	(11,188,715)
	(376,410)	(11,188,715)

FINANCING ACTIVITIES

Additional financing received	-	625,000
Repayment of long-term debt and capital lease obligations	(9,718,292)	(7,486,754)
	(9,718,292)	(6,861,754)

NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS **6,680,956** **(7,488,636)****CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR** **19,389,243** **26,877,879****CASH AND CASH EQUIVALENTS, END OF YEAR** **\$ 26,070,199** **\$ 19,389,243**

The accompanying notes are an integral part of these consolidated financial statements

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

December 31, 2023

1. STATUTES OF INCORPORATION AND PURPOSE OF THE ENTITY

The City of Dieppe (the "City") was incorporated as a town by the *Municipalities Act* of the Province of New Brunswick on January 1, 1952 and was approved for status as a city effective January 1, 2003 by an amendment of New Brunswick Regulation 85-6 under the *Municipalities Act*. As a municipality, the City is exempt from income taxes under section 149(1)(c) of the *Income Tax Act* (Canada). The City has the following vision statement: "The City of Dieppe's strong Acadian pride is reflected in its hospitality. It is a great place in which to live and raise a family thanks to its careful development and concern for the environment."

2. SIGNIFICANT ACCOUNTING POLICIES

The consolidated financial statements of the City are based on management's representations made in accordance with Canadian generally accepted accounting principles for local governments, as recommended by the Public Sector Accounting Board of CPA Canada.

The focus of consolidated financial statements prepared in accordance with Canadian public sector accounting standards ("PSAS") is on the financial position of the City and the changes thereto. The consolidated statement of financial position includes all of the assets and liabilities of the City.

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

Government reporting entity

The consolidated financial statements reflect the assets, liabilities, revenues, expenses, changes in net debt and cash flows of the reporting entity. The reporting entity consists of all organizations and enterprises accountable for the administration of the affairs and resources of the City and which are owned or controlled by the City.

The following entities are included in the consolidated financial statements:

- City of Dieppe
- Expansion Dieppe Inc.
- Gestion 1604 Inc.

Interdepartmental and organizational transactions and balances are eliminated.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

December 31, 2023

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

Budget

The budget figures contained in these consolidated financial statements were approved by Council on November 28, 2022, and by the Minister of Local Government on December 13, 2022.

Revenue recognition

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

Other revenues are recorded when earned.

Capital contributions received from a third party, such as a contribution from another government to assist with the construction or purchase of a capital asset owned by the City, are recognized as revenue on purchase or during the construction of the related capital asset.

Use of estimates

The preparation of the consolidated financial statements in compliance with PSAS 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 amounts of revenues and expenses during the reporting period. These estimates are reviewed periodically and, as adjustments become necessary, they are recorded in income in the period in which they become known. Actual results may differ from those estimates. The City's significant estimates relates to the useful life of tangible capital assets and the accrued sick leave liability.

Financial instruments

The City's financial instruments are initially recorded at fair value and subsequently at amortized cost.

Cash and cash equivalents

Cash and cash equivalents in the consolidated statement of cash flows include cash, bank balances and bank overdraft, if any.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

December 31, 2023

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

Tangible capital assets

Tangible capital assets are recorded at cost, which includes all amounts that are directly attributable to the acquisition, construction, development or betterment of the asset. Assets under capital lease are included with the tangible capital assets and are recorded at cost, which represents the present value of minimum lease payments under the contract at initial recognition, net of accumulated amortization. The cost of tangible capital assets is amortized on a straight-line basis over their estimated useful life as follows:

<u>Asset type</u>	<u>Years</u>
Land improvements	10 to 25
Machinery and equipment	3 to 30
Vehicles	5 to 25
Buildings	10 to 60
Transportation network ("transportation")	10 to 65
Water and wastewater networks ("water and sewerage")	10 to 100

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

Capital assets contributed by developers are recorded at fair value at the date of receipt and are recorded as revenue in the year they are transferred by the developers to the City.

Impairment

Tangible capital assets are reviewed for impairment whenever events or changes in circumstances indicate that the tangible capital asset no longer contributes to the City's ability to provide goods and services, or that the value of future economic benefits associated with the tangible capital asset is less than its net book value. Impairment is assessed by comparing the carrying amount to the estimate of the value of the asset's remaining service potential to the City. Any impairment results in a write-down of the asset and a charge to operations during the year. An impairment loss is not reversed if the value of the long-term asset subsequently increases.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

December 31, 2023

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

Segmented information

The City is a diversified municipal government that provides a wide range of services to its residents. For management reporting purposes, the City'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 the following departments:

General government services

This department is responsible for the overall governance and financial administration of the City. 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, building inspection and other protective measures.

Transportation services

This department is responsible for common services, road and street maintenance, traffic services and other transportation-related functions.

Environmental health services

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

Economic development services

This department is responsible for zoning, economic development, tourism and other municipal development and promotion services.

Recreation and cultural services

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

Water and sewerage systems

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

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

December 31, 2023

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

Inventory

Inventory is valued at the lower of cost and net replacement cost with cost being determined using the average cost method.

Land inventory

Land inventory is valued at the lower of cost and fair market value. Cost is determined using the specific cost method for the land that consists of a single lot and using the average cost method for the other properties. Any decrease in value is recorded as an expense in the economic development services department in the year incurred. When the circumstances which previously justified a decrease in value no longer exist or if there are clear indications of an increase in fair value, the provision is reversed up to the initial provision recorded.

Post-employment benefits

The City offers a sick leave benefit plan, as described in note 8. It recognizes a liability, determined by an actuarial valuation, and an expense for compensated absences in the period in which employees render services to the City in return for the benefits, which accumulate. The actuarial cost method used is the projected benefit method prorated on services.

The City also provides a defined contribution pension plan to its employees. Pension costs related to current services are charged to expenses in the period during which contributions are due by the employer.

3. CHANGES IN ACCOUNTING METHODS

The City of Dieppe has adopted the new accounting standards established by the Public Sector Accounting Council and entered into force on January 1, 2023, namely: PS 3450 (Financial Instruments), PS 1201 (Financial Statement Presentation) and PS 2601 (Foreign Currency Translation). PS 3450 covers recognition and derecognition, classification, measurement and reporting of financial instruments; PS 1201 covers general principles of reporting in financial statements; PS 2601 covers recognition and presentation of transactions denominated in foreign currencies. The adoption of these standards did not result in any notable change to the financial statements of the City of Dieppe.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

December 31, 2023

3. CHANGES IN ACCOUNTING METHODS (continued)

Obligations related to asset retirement

The following modifications to the implementation of standard PS 3280 have been published and are applicable by the City for the financial year beginning January 1, 2023:

An obligation related to the decommissioning of a fixed asset is recognized in the period in which a legal obligation related to the decommissioning of a tangible capital asset arises and when it is possible to make a reasonable estimate of this amount. The obligation related to the decommissioning of an asset is initially measured based on the best estimate of the amount necessary to decommission the tangible asset at the reporting date. A corresponding amount is added to the carrying amount of the related tangible capital asset, which is depreciated over its remaining life. Changes in liabilities attributable to the passage of time are recognized as interest expense in the statement of operations with a corresponding increase in liabilities.

The estimated future costs to be incurred to retire the asset are reviewed annually and adjusted to reflect the best estimate of the liability at that date. The adjustments could result from changes in the assumptions used to estimate the undiscounted cash flows required to settle the obligation, including changes in the estimated probabilities, settlement amounts and timing, as well as changes in legal terms of the obligation or in the discount rate. These changes are recognized as an increase or decrease in the carrying amount of the asset retirement obligation, with a corresponding adjustment to the carrying amount of the asset in question. If the tangible capital asset in question is no longer in productive use, any change in the estimate of the liability for asset retirement obligations is recognized as an expense in the period when it occurs.

A liability for an asset retirement obligation remains recognized until it is settled or otherwise extinguished.

The implementation of this standard had no impact on the City of Dieppe's financial statements for the year ended December 31, 2023.

4. GAIN ON SALE OF LAND

	2023		2022
Sale of land	\$ 690,020	\$	386,991
Cost of land sold	<u>(233,632)</u>		<u>(116,919)</u>
	\$ 456,388	\$	270,072

5. TERM DEPOSITS

The term deposits bear interest at 1.94% and 5.32%, maturing in February 2024 and June 2024, respectively.

CITY OF DIEPPE

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

December 31, 2023

6. LONG-TERM DEBT AND CAPITAL LEASE OBLIGATIONS

2023

2022

Capital lease obligations

Lease contract for a fire truck with a net book value of \$935,318, repayable in monthly instalments of \$12,149 including interest calculated at the rate of 3.19%, maturing in February 2027, with a purchase option of \$1 at maturity.

\$ 449,507 \$ 595,295

Lease contract for a fire truck with a net book value of \$361,596, repayable in monthly instalments of \$5,206 including interest calculated at the rate of 3.19%, maturing in July 2027, with a purchase option of \$1 at maturity.

218,653 281,125

Interest included in instalments

(33,960) (57,400)

634,200 819,020

Loans

Loan, guaranteed by the City Hall land and building having a net book value of \$4,536,438, repayable in monthly instalments of \$72,689 including interest calculated at the rate of 5.62%, maturing in October 2031.

5,516,900 6,062,372

To carry forward

\$ 6,151,100 \$ 6,881,392

CITY OF DIEPPE**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**

December 31, 2023

6. LONG-TERM DEBT AND CAPITAL LEASE OBLIGATIONS (continued)	2023	2022
Carried forward	\$ 6,151,100	\$ 6,881,392
Debentures		
1. Debenture, repaid during the period.	-	2,815,000
2. Debenture, 0.50% to 2.30%, portion due in 2035 and 2040.	5,881,000	6,692,000
3. Debenture, 3.95% to 4.85%, due in 2032.	573,000	625,000
4. Debenture, 0.86% to 2.38%, due in 2031.	2,214,000	2,472,000
5. Debenture, 1.35% to 3.80%, renewable in 2032, due in 2037.	5,219,000	5,654,000
6. Debenture, 1.25% to 4.40%, portion due in 2028 and 2033.	2,032,000	2,338,000
7. Debenture, 1.20% to 3.70%, due in 2024.	417,000	822,000
8. Debenture, 0.95% to 3.50%, portion due in 2030 and 2035.	4,401,000	4,894,000
9. Debenture, 1.05% to 3.90%, due in 2030.	2,256,000	2,828,000
10. Debenture, 1.20% to 3.80%, portion due in 2031 and 2036.	5,669,000	6,638,000
11. Debenture, 1.65% to 3.30%, portion due in 2027 and 2032.	7,822,000	8,796,000
12. Debenture, 2.10% to 3.70%, due in 2033.	431,000	466,000
13. Debenture, 1.95% to 2.95%, portion due in 2029, 2034 and 2039.	9,325,000	10,188,000
Total	\$ 52,391,100	\$ 62,109,392

Approval of the Municipal Capital Borrowing Board has been obtained for the City Hall loan, capital lease contracts and the debentures.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

December 31, 2023

6. LONG-TERM DEBT AND CAPITAL LEASE OBLIGATIONS (continued)

Long-term debt principal repayments and minimum capital lease payments for the next five years are estimated as follows, assuming the debt is renewed as planned:

Debt	Capital leases
2024 - \$ 6,785,930	\$ 208,259
2025 - \$ 6,360,202	\$ 208,259
2026 - \$ 5,602,392	\$ 208,259
2027 - \$ 5,071,612	\$ 43,384
2028 - \$ 4,724,979	\$ 0

7. SHORT-TERM BORROWINGS

Operating borrowing

The City has two authorized lines of credit in the amount of \$8,504,440 and \$1,500,000, bearing interest at the prime rate and renewable annually. The line of credit of \$8,504,440 is secured by the Province of New Brunswick; the line of credit of \$1,500,000 is secured by land inventory with a total book value of \$391,395.

As prescribed in the *Local Governance Act*, borrowings to finance the General Fund's operations are limited to 4% of the City's operating budget. Borrowings to finance the Water and Sewerage Fund's operations are limited to 50% of the operating budget for the year. In 2023, the City has complied with these restrictions.

Interfund borrowing

The Municipal Financial Reporting Manual requires that short-term interfund borrowings be repaid in the following year unless the borrowing is for a capital project. The amounts payable between the funds are in compliance with this requirement.

CITY OF DIEPPE

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

December 31, 2023

8. EMPLOYEE FUTURE BENEFITS

Accrued sick leave

The City provides sick leave that accumulates at the rate of eight hours per month for full-time non-administrative employees and seven hours per month for full-time administrative employees. All employees can take a leave with pay for a maximum of five consecutive days and a maximum of 12 days per year.

An actuarial valuation was performed in accordance with PSAS. The actuarial method used was the projected benefit method prorated on services. The valuation was based on a number of assumptions about future events, such as interest rates, employee salaries and turnover and retirement. The assumptions used reflect the City's best estimates. The most recent actuarial valuation was performed in 2023.

The following summarizes the major assumptions in the valuation:

- annual salary increase is 2.50% (2022 - 2.50%);
- discount rate used to determine the accrued benefit obligation is 4.5% (2022 - 5.05%);
- retirement age is 62 (2022 - 62); and
- estimated net utilization rate of sick leave is 60.00% (2022 - 60.00%).

The sick leave is an unfunded benefit. As such, there are no applicable assets. Benefits are paid out of general revenues as they come due.

The liability and obligation for accrued sick days are as follow:

	2023	2022
Balance at beginning of year	\$ 1,791,848	\$ 1,674,678
Benefit cost	138,721	132,814
Interest for period	66,052	56,126
Benefit payment	(100,726)	(27,723)
Changes in actuarial assumptions	(9,943)	(134,219)
Others	(45,175)	90,172
Balance at end of year	\$ 1,840,777	\$ 1,791,848

Pension plan

During the year, the City contributed \$1,534,722 (2022 - \$1,185,022) to the pension plan. The City's contributions range from 4.50% to 11.50% of the employees' earnings, depending on the category of the employee.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

December 31, 2023

9. CONTINGENCIES

In the normal course of operations, the City is involved in various claims or proceedings. Legal counsel is of the opinion that neither the possible outcome nor the amount of any possible settlement can be foreseen at this time. Therefore, no provision has been recorded in the consolidated financial statements, except for the lawsuit coming from Maritime Dover, for which the City has recorded a provision of \$198,000.

10. COMMITMENTS

The City has committed to buy its water from the City of Moncton until 2032. The City of Moncton bills monthly based on the quantity in cubic metres of water used by the City as per the water meters and based on the annual rate per cubic metre of water used calculated annually by the City of Moncton.

The City has also committed to purchase its water and treatment of wastewater services from the Greater Moncton Wastewater Commission. The Greater Moncton Wastewater Commission bills quarterly based on the number of residential units and unit equivalents at the meter and using a fixed rate per unit calculated annually.

The City has also committed to share 90% of the operating costs of the Codiac Regional Police Service with the City of Moncton and the Town of Riverview until 2032. Under this commitment, municipal police services are provided by the Royal Canadian Mounted Police ("RCMP").

11. FINANCIAL INSTRUMENTS

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The City is exposed to this risk on its long-term debt and its term deposits bearing interest at fixed rates.

Liquidity risk is the risk that the City will encounter difficulty in honouring commitments related to financial liabilities. The City is exposed to this risk mainly through its accounts payable and accrued liabilities, its amounts due to other governments and its long-term debt. The preparation of the annual budget is sufficient to mitigate this risk.

Credit risk is the risk that one party to a financial asset will cause a financial loss for the other party by failing to discharge an obligation. The City's credit risk is mainly related to its accounts receivable, cash and term deposits.

Management believes that the City is not exposed to any other significant risks arising from its financial instruments.

CITY OF DIEPPE

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

December 31, 2023

12. TRANSFERS TO RESERVE FUNDS

Transfers between reserve funds were authorized by Council through a resolution dated December 14, 2023, with the exception of the following: an amount transferred of \$382,000 was authorized on August 8, 2022 for tangible capital assets expenses that incurred in 2023, a transfer of \$87,000 that was authorized on February 13, 2023, a transfer of \$220,000 that was authorized on April 24, 2023, a transfer of \$230,000 that was authorized on May 8, 2023, transfers of \$516,000 and \$676,000 that were authorized on June 12, 2023, a transfer of \$78,000 that was authorized on July 10, 2023, and a transfer of \$174,000 that was authorized on September 11, 2023. The summary of transfers to the reserve funds can be found in note 19.

13. WATER DISTRIBUTION COSTS

Water distribution costs for fire protection charged by the City are within the maximum allowable by Regulation 81-195 under the *Local Governance Act* based on the applicable percentage of water system expenditures for the population.

14. WATER AND SEWERAGE OPERATING FUND SURPLUS / (DEFICIT)

The *Local Governance Act* requires Water and Sewerage Fund surplus/(deficit) amounts to be absorbed into either the second ensuing year or allocated among the four operating budgets commencing with the second ensuing year. The City chose to allocate the 2019 deficit over four operating budgets starting in 2021; the other year's surplus/(deficit) are included in the second ensuing year. The surplus/(deficit) at the end of the year is as follows:

	2023	2022
2023 surplus	\$ 293,935	\$ -
2022 surplus	599,926	599,926
2021 surplus	-	510,803
2019 deficit	(675,204)	(1,350,408)
	<u>\$ 218,657</u>	<u>\$ (239,679)</u>

CITY OF DIEPPE

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

December 31, 2023

15. COMPARATIVE FIGURES

Certain comparative figures have been reclassified to conform with the presentation used in the current year.

CITY OF DIEPPE

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

December 31, 2023

16. SCHEDULE OF TANGIBLE CAPITAL ASSETS

	Land	Land improvements	Machinery and equipment	Vehicles	Buildings	Transportation	Water and sewerage	Work in progress	Total 2023	Total 2022
COST										
Balance, beginning of year	\$ 28,873,568	\$ 23,837,787	\$ 6,107,519	\$ 13,754,761	\$ 97,848,174	\$ 205,164,636	\$ 135,091,264	\$ 2,515,711	\$ 513,193,410	\$ 500,071,398
Add:										
Acquisitions during the year	1,316,914	3,095,826	335,548	2,900,517	-	5,731,886	4,304,217	-	17,684,908	16,209,102
Disposals during the year	-	-	(38,168)	(638,198)	-	(485,862)	(48,408)	-	(1,210,636)	1,391,686
Net change in work in progress	-	-	-	-	-	-	-	784,492	784,492	(1,695,404)
Balance, end of year	30,190,472	26,933,613	6,404,899	16,017,080	97,848,174	210,410,660	139,347,073	3,300,203	530,452,174	513,193,410
ACCUMULATED AMORTIZATION										
Balance, beginning of year	-	8,459,702	3,685,894	7,345,602	36,263,291	73,908,113	36,124,495	-	165,787,097	154,241,917
Add:										
Amortization for the year	-	1,256,032	374,317	1,105,097	3,528,237	5,812,401	1,645,042	-	13,721,126	12,709,982
Accumulated amortization of disposals	-	-	(33,141)	(603,808)	-	(256,111)	(13,087)	-	(906,147)	(1,164,802)
Balance, end of year	-	9,715,734	4,027,070	7,846,891	39,791,528	79,464,403	37,756,450	-	178,602,076	165,787,097
NET BOOK VALUE OF TANGIBLE CAPITAL ASSETS	\$ 30,190,472	\$ 17,217,879	\$ 2,377,829	\$ 8,170,189	\$ 58,056,646	\$ 130,946,257	\$ 101,590,623	\$ 3,300,203	\$ 351,850,098	\$ 347,406,313

As at December 31, 2023, the City's leased tangible capital assets were composed of vehicles with a cost of \$1,799,641 (2022 - \$1,799,641) and accumulated amortization of \$502,727 (2022 - \$425,384). Fully amortized tangible capital assets with a total cost of \$20,770,702 (2022 - \$19,024,798) are included in land improvements, machinery and equipment, vehicles, buildings, transportation and water and sewerage, as they are still in service.

During the year, transportation assets of \$1,647,553 (2022 - \$1,355,327) and water and sewerage assets of \$3,264,063 (2022 - \$2,542,474) were received as contributions from developers.

CITY OF DIEPPE

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

December 31, 2023

17. SCHEDULE OF SEGMENT INFORMATION

	General government	Protective	Transportation	Environmental health	Economic development	Recreation and cultural	Water and sewerage	2023 Consolidated	2022 Consolidated
Revenues									
Warrant of assessment	\$ 10,035,458	\$ 18,139,119	\$ 21,195,240	\$ 1,330,166	\$ 2,515,736	\$ 11,879,455	\$ -	\$ 65,095,174	\$ 57,494,896
Services to other governments	-	4,900	166,680	-	-	-	-	171,580	362,154
Sale of services	-	-	-	-	-	2,388,896	12,822,628	15,211,424	14,067,537
Community funding and equalization grant	139,168	251,546	293,927	18,446	34,887	164,740	-	902,714	1,119,513
Interest earned	291,683	527,216	616,043	38,661	73,120	345,278	105,094	1,997,095	766,920
Other	78,893	1,628,153	4,429,211	10,457	634,969	2,057,246	3,412,815	12,251,744	11,807,624
	10,545,202	20,550,934	26,701,101	1,397,730	3,258,712	16,835,615	16,340,437	95,629,731	85,618,644
Expenses									
Salaries and benefits	3,985,046	6,612,009	3,917,621	-	1,426,005	6,044,147	3,356,152	25,340,980	21,922,456
Goods and services	4,371,105	9,937,250	5,407,118	1,477,568	911,440	4,008,319	6,033,203	32,146,003	30,760,603
Amortization	641,143	628,582	6,941,035	-	9,085	3,680,865	1,820,416	13,721,126	12,709,982
Interest	323,820	124,354	659,822	-	-	250,936	583,496	1,942,428	2,122,145
Other	522,206	-	127,046	-	7,117	(41,754)	164,867	779,482	556,481
	9,843,320	17,302,195	17,052,642	1,477,568	2,353,647	13,942,513	11,958,134	73,930,019	68,071,667
Annual surplus (deficit)	\$ 701,882	\$ 3,248,739	\$ 9,648,459	\$ (79,838)	\$ 905,065	\$ 2,893,102	\$ 4,382,303	\$ 21,699,712	\$ 17,546,977

CITY OF DIEPPE

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

December 31, 2023

18. RECONCILIATION OF ANNUAL SURPLUS

	General Operating	General Capital	Water and Sewerage Operating	Water and Sewerage Capital	Reserve Funds	Total
2023 annual fund surplus	\$ 390,874	\$ 19,273,906	\$ 293,935	\$ 3,706,019	\$ 7,480,547	\$ 31,145,281
Adjustments to annual surplus (deficit)						
Previous years' surplus (deficit)	(589,568)	-	164,402	-	-	(425,166)
Elimination of interfund transfers	(156,000)	-	-	-	156,000	-
General operating fund reserve	8,197,000	(3,275,000)	-	-	(4,922,000)	-
General capital fund reserve	4,876,503	(4,876,503)	383,262	(383,262)	-	-
Interfund transfers	-	-	(40,000)	-	40,000	-
Water and sewerage operating fund reserve	-	-	1,245,000	(213,000)	(1,032,000)	-
Water and sewerage capital fund reserve	6,609,845	(6,609,845)	2,924,000	(2,924,000)	-	-
Long-term debt principal repayment	2,150,000	-	(2,150,000)	-	-	-
Internal revenue elimination	-	(11,891,625)	-	(1,820,416)	-	(13,712,041)
Amortization of tangible capital assets	-	1,647,553	-	3,264,063	-	4,911,616
Capital assets contributed by developers	184,819	-	-	-	-	184,819
Expenses reclassified as tangible capital assets	-	-	-	-	(145,830)	(145,830)
Fees in lieu of land for public purposes, recorded as deferred revenues	-	-	-	-	-	50,000
Sponsorship agreement for a capital project	-	50,000	-	-	-	(314,061)
Gain on disposal of tangible capital assets	-	(278,699)	-	(35,362)	-	5,094
Annual surplus (deficit) from other consolidated entities	78,005	(9,085)	(63,826)	-	-	-
Total adjustments to 2023 annual surplus (deficit)	21,350,604	(25,243,204)	2,462,838	(2,111,977)	(5,903,830)	(9,445,569)
2023 annual surplus (deficit) under PSAS	\$ 21,741,478	\$ (5,969,298)	\$ 2,756,773	\$ 1,594,042	\$ 1,576,717	\$ 21,699,712

CITY OF DIEPPE

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

December 31, 2023

19. STATEMENT OF RESERVES

	General Operating Reserve	General Capital Reserve	Water and Sewerage Operating Reserve	Water and Sewerage Capital Reserve	Land for public purposes	Total 2023	Total 2022
Assets and accumulated surplus	\$ 3,156,103	\$ 28,099,637	\$ 690,900	\$ 5,742,158	\$ 346,114	\$ 38,034,912	\$ 30,554,365
Revenues (note 12)							
Interest	163,013	1,129,614	35,948	231,729	16,413	1,576,717	581,245
Transfer from the general operating fund	469,000	8,197,000	-	-	-	8,666,000	7,235,000
Transfer from the water and sewerage operating fund	-	-	100,000	1,245,000	-	1,345,000	2,074,000
Transfer from general capital fund	-	354,000	-	-	-	354,000	1,145,000
Transfer from the water and sewerage capital fund	-	-	-	106,000	-	106,000	-
Fees in lieu of land for public purposes	-	-	-	-	145,830	145,830	22,593
	632,013	9,680,614	135,948	1,582,729	162,243	12,193,547	11,057,838
Expenses (note 12)							
Transfer to the general operating fund	625,000	-	-	-	-	625,000	208,500
Transfer to the general capital fund	-	3,629,000	-	-	-	3,629,000	2,336,000
Transfer to the water and sewerage operating fund	-	-	140,000	-	-	140,000	-
Transfer to the water and sewerage capital fund	-	-	-	319,000	-	319,000	180,000
	625,000	3,629,000	140,000	319,000	-	4,713,000	2,724,500
Annual surplus (deficit)	\$ 7,013	\$ 6,051,614	\$ (4,052)	\$ 1,263,729	\$ 162,243	\$ 7,480,547	\$ 8,333,338

CITY OF DIEPPE

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

December 31, 2023

20. INFORMATION ON CONTROLLED ENTITIES

	City of Dieppe	Expansion Dieppe Inc.	Gestion 1604 Inc.	2023 Total	2022 Total
Assets	\$ 391,040,992	\$ 3,211,199	\$ 5,573,172	\$ 399,825,363	\$ 389,133,654
Liabilities	53,979,091	721,833	5,542,737	60,243,661	71,251,664
Accumulated surplus	337,061,901	2,489,366	30,435	339,581,702	317,881,990
Revenues	93,585,333	1,716,151	328,247	95,629,731	85,618,644
Expenses	71,890,293	1,713,251	326,475	73,930,019	68,071,667
Annual surplus	\$ 21,695,040	\$ 2,900	\$ 1,772	\$ 21,699,712	\$ 17,546,977

The entities listed above are included in the consolidated financial statements.

CITY OF DIEPPE

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

December 31, 2023

21. OPERATING BUDGET RECONCILED TO THE BUDGET PRESENTED IN ACCORDANCE WITH PSAS

	General operating budget	Water and sewerage operating budget	Amortization of tangible capital assets	Internal revenue	Previous years' surplus/deficit	Transfers	Consolidated entities' transfers	Total
Revenues								
Warrant of assessment	\$ 65,095,173	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 65,095,173
Services to other governments	151,000	-	-	-	-	-	-	151,000
Sale of services	1,983,909	11,885,000	-	-	-	-	-	13,868,909
Other revenues from own sources	829,680	2,150,000	-	(2,150,000)	-	-	-	829,680
Community funding and equalization grant	902,710	-	-	-	-	-	-	902,710
Transfers from the reserves to the operating funds	1,154,000	75,000	-	-	-	(1,229,000)	-	-
Adjustment in lieu of taxes	5	-	-	-	-	-	-	5
Interest earned	50,000	19,000	-	-	-	-	-	69,000
Contribution from Expansion Dieppe Inc.	101,123	63,826	-	-	-	-	(164,949)	-
Previous years' surplus	605,900	510,802	-	-	(1,116,702)	-	-	-
	70,873,500	14,703,628	-	(2,150,000)	(1,116,702)	(1,229,000)	(164,949)	80,916,477
Expenses								
General government services	9,513,141	-	-	-	-	-	-	9,513,141
Protective services	18,817,312	-	-	(2,150,000)	-	-	-	16,667,312
Transportation services	8,869,407	-	-	-	-	-	-	8,869,407
Environmental health services	1,452,870	-	-	-	-	-	-	1,452,870
Economic development services	2,559,361	-	-	-	-	-	-	2,559,361
Recreational and cultural services	10,813,991	-	-	-	-	-	-	10,813,991
Water supply	-	4,923,840	-	-	-	-	-	4,923,840
Sewerage collection and disposal	-	4,257,584	-	-	-	-	-	4,257,584
Interest on long-term debt	1,397,188	602,000	-	-	-	-	-	2,000,000
Long-term debt payments	5,163,313	2,166,000	-	-	-	(7,329,313)	-	-
Transfers from the operating funds to the capital funds	11,506,917	1,462,000	-	-	-	(12,968,917)	-	-
Transfers from the operating funds to the reserves	780,000	617,000	-	-	-	(1,397,000)	-	-
Previous year's deficit	-	675,204	-	-	(675,204)	-	-	-
	70,873,500	14,703,628	-	(2,150,000)	(675,204)	(21,695,230)	-	61,056,694
Surplus (deficit)	\$ -	\$ -	\$ -	\$ -	(441,498)	\$ 20,466,230	(164,949)	\$ 19,859,783

CITY OF DIEPPE

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

December 31, 2023

22. REVENUES AND EXPENSES BREAKDOWN

	2023 Budget	2023 Actual	2022 Actual
Revenues			
<i>Services to other governments</i>			
Other municipalities			
Fire	\$ -	\$ 4,900	\$ 211,278
<hr/>			
<i>Province of New Brunswick</i>			
Roads and streets	\$ 140,000	\$ 140,001	\$ 140,013
Lane marking	11,000	26,679	10,863
	<hr/>	<hr/>	<hr/>
	\$ 151,000	\$ 166,680	\$ 150,876
<hr/>			
<i>Sale of services</i>			
Arenas	\$ 1,326,489	\$ 1,540,470	\$ 1,259,822
Aquatic and sports centre	517,000	678,931	459,743
Mobile stage - rental and sponsors	-	5,200	2,400
Programs	124,670	117,017	60,653
Rental of sports fields	15,750	47,278	7,008
Water	5,830,000	6,286,676	6,046,287
Sewerage system	5,781,000	6,232,106	5,964,499
Connections, services and other	204,000	219,123	203,900
Interest earned	70,000	84,623	63,225
	<hr/>	<hr/>	<hr/>
	\$ 13,868,909	\$ 15,211,424	\$ 14,067,537
<hr/>			
<i>Other revenues from own sources</i>			
Building and other permits	\$ 582,500	\$ 1,461,164	\$ 1,010,556
Fines			
Municipal by-laws	15,000	13,990	16,708
Other	-	10,400	-
Rental - equipment and buildings	158,000	276,064	229,840
Miscellaneous	74,180	379,406	381,887
	<hr/>	<hr/>	<hr/>
	\$ 829,680	\$ 2,141,024	\$ 1,638,991
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CITY OF DIEPPE

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

December 31, 2023

22. REVENUES AND EXPENSES BREAKDOWN (continued)	2023 Budget	2023 Actual	2022 Actual
Expenses			
<i>General government services</i>			
<i>Legislative</i>			
Mayor	\$ 65,200	\$ 57,365	\$ 52,464
Councillors	236,215	210,940	199,307
Other	47,100	53,904	38,261
	<u>348,515</u>	<u>322,209</u>	<u>290,032</u>
<i>Administrative</i>			
Clerk	416,307	300,633	274,011
Manager	3,082,859	2,910,232	1,932,212
Buildings	609,995	782,010	690,175
Solicitor	325,000	406,074	302,110
Other	2,278,109	1,789,950	1,947,640
	<u>6,712,270</u>	<u>6,188,899</u>	<u>5,146,148</u>
<i>Financial management</i>			
Administration	231,145	235,475	192,441
Accounting	279,845	306,636	273,226
External audit	55,000	61,725	60,921
	<u>565,990</u>	<u>603,836</u>	<u>526,588</u>
<i>Common services</i>			
Cost of assessment	855,570	855,270	724,522
<i>Other general government services</i>			
Conventions	13,000	16,585	14,927
Public liability insurance	325,000	369,352	321,802
Grant - Capitol Theatre	75,000	75,000	75,000
Grant - other	602,796	668,138	599,854
Other	15,000	13,028	10,386
Amortization of tangible capital assets	-	641,143	603,173
Gain on disposal of tangible capital assets	-	(233,960)	-
	<u>1,030,796</u>	<u>1,549,286</u>	<u>1,625,142</u>
	<u>\$ 9,513,141</u>	<u>\$ 9,519,500</u>	<u>\$ 8,312,432</u>

CITY OF DIEPPE

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

December 31, 2023

22. REVENUES AND EXPENSES BREAKDOWN (continued)	2023 Budget	2023 Actual	2022 Actual
<i>Protective services</i>			
Police			
RCMP contract and municipal costs	\$ 8,473,374	\$ 8,473,394	\$ 7,187,553
Fire			
Administration	855,478	722,206	557,222
Firefighting force	5,313,209	5,244,582	5,255,777
Fire investigation and prevention	10,000	6,279	8,478
Station and building	440,224	395,003	397,060
Firefighting equipment	567,044	622,147	576,460
Training	73,770	73,611	43,960
	<u>7,259,725</u>	<u>7,063,828</u>	<u>6,838,957</u>
Emergency measures			
Administration	-	3	10,176
Supplies	16,000	1,688	46,204
	<u>16,000</u>	<u>1,691</u>	<u>56,380</u>
Other			
Building inspection	378,061	406,343	378,499
Application of by-laws	375,046	436,253	311,151
Animal protection	46,282	48,926	44,483
Insect control	118,824	118,824	111,330
Amortization of tangible capital assets	-	628,582	620,093
	<u>918,213</u>	<u>1,638,928</u>	<u>1,465,556</u>
	<u>\$ 16,667,312</u>	<u>\$ 17,177,841</u>	<u>\$ 15,548,446</u>

CITY OF DIEPPE

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

December 31, 2023

22. REVENUES AND EXPENSES BREAKDOWN (continued)	2023 Budget	2023 Actual	2022 Actual
<i>Transportation services</i>			
<i>Common services</i>			
Administration	\$ 551,251	\$ 528,521	\$ 468,608
Training and development	17,700	30,689	20,801
Civil engineering, planning and monitoring	795,720	761,492	832,618
General equipment	135,996	181,759	153,309
Workshops and other buildings	1,530,182	1,368,630	1,136,002
	<u>3,030,849</u>	<u>2,871,091</u>	<u>2,611,338</u>
<i>Roads and streets</i>			
Summer maintenance	1,596,292	2,370,391	3,414,107
Sidewalks	68,000	56,810	13,875
Storm sewers and culverts	132,300	119,961	84,545
Snow and ice removal	1,744,084	1,676,509	1,902,360
	<u>3,540,676</u>	<u>4,223,671</u>	<u>5,414,887</u>
Street lighting	556,000	609,557	561,580
<i>Traffic services</i>			
Street signs	27,000	90,774	86,625
Traffic lane marking	64,000	83,114	59,385
Traffic signals	79,500	79,059	84,728
	<u>170,500</u>	<u>252,947</u>	<u>230,738</u>
Public transit	1,571,382	1,367,473	1,286,684
Amortization of tangible capital assets	-	6,941,035	6,212,465
Loss (gain) on disposal of tangible capital assets	-	127,046	(60,255)
	<u>-</u>	<u>7,068,081</u>	<u>6,152,210</u>
	<u>\$ 8,869,407</u>	<u>\$ 16,392,820</u>	<u>\$ 16,257,437</u>

CITY OF DIEPPE

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

December 31, 2023

22. REVENUES AND EXPENSES BREAKDOWN (continued)	2023 Budget	2023 Actual	2022 Actual
<i>Environmental health services</i>			
Dumps and garbage collection	\$ 1,452,870	\$ 1,477,568	\$ 1,416,034
<i>Economic development services</i>			
Urban planning	\$ 38,056	\$ 38,056	\$ 32,765
Planning and development	749,100	624,668	542,036
General land assembly	170,000	159,594	161,643
Expansion Dieppe Inc.	1,115,184	1,371,192	1,370,931
Economic development commission	-	-	117,805
Sustainable development plan	150,000	57,254	26,071
Beautification and land rehabilitation	118,000	86,681	77,500
Tourism	219,021	-	-
Provision for decline in value of land inventory	-	7,117	12,358
Amortization of tangible capital assets	-	9,085	7,375
	\$ 2,559,361	\$ 2,353,647	\$ 2,348,484
<i>Recreation and cultural services</i>			
Administration	\$ 677,151	\$ 661,648	\$ 416,791
Community centres	622,600	371,460	357,298
Aquatic and sports centre	2,169,226	1,884,258	1,585,643
Arenas	2,831,145	2,847,664	2,633,562
Parks and playgrounds	3,830,821	3,606,198	3,158,803
Other recreation facilities	673,848	674,765	424,538
Training and development	8,600	6,041	4,756
Library	600	432	658
Amortization of tangible capital assets	-	3,680,865	3,496,654
Gain on disposal of tangible capital assets	-	(41,754)	(49,085)
	\$ 10,813,991	\$ 13,691,577	\$ 12,029,618

CITY OF DIEPPE

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

December 31, 2023

22. REVENUES AND EXPENSES BREAKDOWN (continued)	2023 Budget	2023 Actual	2022 Actual
<i>Water supply</i>			
Administration	\$ 743,919	\$ 760,222	\$ 596,354
Legal settlement (note 9)	-	99,000	-
Transmission and distribution	2,183,276	2,201,389	2,004,931
Power and pumping	274,645	370,321	240,507
Water purchase	1,600,000	1,643,583	1,397,522
Test water source	-	30,324	16,516
Billing and collections	122,000	127,861	115,653
Amortization of tangible capital assets	-	910,208	885,111
	<u>\$ 4,923,840</u>	<u>\$ 6,142,908</u>	<u>\$ 5,256,594</u>
<i>Sewerage collection and disposal</i>			
Administration	\$ 347,954	\$ 386,333	\$ 296,499
Legal settlement (note 9)	-	99,000	-
Sewerage collection system	1,180,750	1,137,578	1,000,619
Sewerage lift stations	38,800	35,842	22,126
Sewerage treatment and disposal	2,572,080	2,572,080	2,496,480
Billing and collections	118,000	123,822	112,077
Amortization of tangible capital assets	-	910,208	885,111
Gain on disposal of tangible capital assets	-	(33,133)	(32,435)
	<u>\$ 4,257,584</u>	<u>\$ 5,231,730</u>	<u>\$ 4,780,477</u>
<i>Fiscal services - general</i>			
<i>Debt service</i>			
Interest on long-term debt	\$ 1,045,500	\$ 1,035,112	\$ 1,149,155
Loan - City Hall			
Interest on long-term debt	351,688	323,820	353,736
	<u>\$ 1,397,188</u>	<u>\$ 1,358,932</u>	<u>\$ 1,502,891</u>

CITY OF DIEPPE

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

December 31, 2023

22. REVENUES AND EXPENSES BREAKDOWN (continued)	2023 Budget	2023 Actual	2022 Actual
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<i>Fiscal services - water</i>			
Debt service			
Interest on long-term debt	\$ 387,000	\$ 378,058	\$ 392,304
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<i>Fiscal services - sewerage</i>			
Debt service			
Interest on long-term debt	\$ 215,000	\$ 205,438	\$ 226,950
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