The Village of Greenwood

Greenwood, Nova Scotia

Financial Statements

March 31, 2025

Contents

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Morse Brewster Lake
Chartered Professional Accountants

Independent Auditor's Report

To the Chairperson and Commissioners of
The Village of Greenwood

Opinion
We have audited the accompanying consolidated financial statements of **The Village of Greenwood**, which comprise the statement of financial position as at March 31, 2025, and the statement of operations, statement of net financial assets and statement of cash flows for the years then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the financial position of the **The Village of Greenwood**, as at March 31, 2025, and the results of operations and changes in net financial assets for the year then ended, in accordance with Canadian public sector accounting standards.

Basis for Opinion
We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the Auditor’s Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the 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.

Responsibilities of Management and Those Charged with Governance for the Financial Statements
Management is responsible for the preparation and fair presentation of these 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.

Independent Auditor's Report (continued)

Auditor’s Responsibilities for the Audit of the Financial Statements (continued)

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements. As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

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

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

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.

Berwick, Nova Scotia
June 25, 2025

Chartered Professional Accountants
Registered Municipal Auditor

Village of Greenwood
Consolidated Financial Statements
Year Ended March 31, 2025

Management's Responsibility for the Consolidated Financial Statements

The management of the Village of Greenwood (the "Village") is responsible for the integrity, objectivity and accuracy of the financial information presented in the accompanying financial statements The consolidated financial statements have been prepared in accordance with Canadian public sector accounting standards established by the Public Sector Accounting Board of the Chartered Professional Accountants of Canada ("CPA"). A summary of the significant accounting policies is described in Note 2 to the consolidated financial statements.

The Village's management maintains a system of internal controls designed to provide reasonable assurance that assets are safeguarded, transactions are properly authorized and recorded and reliable financial information is available on a timely basis for preparation of the consolidated financial statements.

These systems are monitored and evaluated by management. The Audit Committee meets with management and the external auditors to review the consolidated financial statements and discuss any significant financial reporting or internal control matters prior to the approval of the consolidated financial statements.

The consolidated financial statements have been audited by Morse Brewster Lake Chartered Professional Accountants, independent external auditors appointed by the Village. The accompanying Independent Auditors' Report outlines their responsibilities, the scope of their examination and their opinion on the Village's consolidated financial statements.

Clerk-Treasurer

Chairperson

The Village of Greenwood

Consolidated Statement of Financial Position

March 31, 2025

	2025	2024
Financial Assets		
Cash	$ 711,083	$ 489,973
Accounts receivable	17,590	23,771
HST receivable	88,147	91,588
Guaranteed Investment Certificates	439,520	611,160
	1,256,340	1,216,492
Financial Liabilities		
Payables and accruals	19,288	48,287
Deferred revenue	342,658	379,852
Net Financial Assets	894,394	788,353
Non-Financial Assets		
Property and Equipment (note 2)	1,464,401	1,449,484
Prepaid expenses	-	10,000
	$2,358,795	$2,247,837
Accumulated Surplus		
Accumulated Surplus (note 3)	$2,358,795	$2,247,837

On Behalf of the Village of

____________________________, Chairperson ________________________,Commissioner

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

The Village of Greenwood

Consolidated Statement of Operations

Year Ended March 31, 2025

	2025 Budget	2025 Actual	2024 Actual
Revenue			
General tax rates	$ 612,786	$ 614,964	$ 570,241
Capital Grants received	-	173,633	221,386
Interest	50	18,281	26,004
HST offset	2,000	4,953	2,131
Other revenues from own services	63,480	64,811	64,298
Event sponsorship	25,000	33,737	23,399
Miscellaneous grants and donations	9,771	17,680	13,850
	713,087	928,059	921,309
Expenditures			
General government services (page 16)	202,100	219,535	179,495
Public works (page 16)	305,337	319,285	234,835
Transportation services	48,500	25,651	19,716
Recreational / cultural services (page 17)	69,150	59,346	43,886
Bank fees	-	72	72
Amortization	193,212	193,212	166,611
	818,299	817,101	644,615
Annual Surplus	$ (105,212)	$ 110,958	$ 276,694

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

The Village of Greenwood

Consolidated Statement of Changes in Net Financial Assets

Year Ended March 31, 2025

	2025 Budget	2025 Actual	2024 Actual
Annual Surplus	$ (105,212)	$ 110,958	$ 276,694
Add (Deduct):			
Acquisition of tangible capital assets	(21,000)	(208,129)	(334,966)
Amortization of tangible capital assets	193,212	193,212	166,611
Change in prepaid expense	-	10,000	(9,700)
Increase (Decrease) in net assets	$ 67,000	106,041	98,639
Net Financial Assets, beginning of year		788,353	689,714
Net Financial Assets, end of year		$ 894,394	$ 788,353

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

The Village of Greenwood

Consolidated Statement of Changes in Cash Flow

Year EndedMarch 31, 2025

	2025	2024
Operating Activities		
Operating surplus	$ 110,958	$ 276,694
Amortization	193,212	166,611
Sources (uses) of cash		
Increase (decrease) in payables	(29,000)	16,347
(Increase) decrease in prepaids	10,000	(9,700)
(Increase) decrease in deferred revenue	(37,194)	(221,385)
(Increase) decrease in accounts receivable	9,622	(75,917)
Cash from operations	257,598	152,650
Investing Activities		
Purchase of capital assets	(208,129)	(334,966)
Purchase of investments	(439,521)	(611,162)
Sale of investments	611,162	413,604
	(36,488)	(532,524)
Change in net cash	221,110	(379,874)
Cash, beginning of year	489,973	869,847
Cash, end of year	$ 711,083	$ 489,973

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

The Village of Greenwood

Notes to Consolidated Financial Statements

March 31, 2025

1. Significant Accounting Policies

Basis of Presentation

The consolidated financial statements of the Village of Greenwood are prepared in accordance with Canadian public sector accounting standards ("PSAB").

Basis of Consolidation

The consolidated financial statements reflect the assets, liabilities, revenues and expenditures and changes in fund balances and in financial position of the reporting entity. The activities under the control of Commission and included in the reporting entity are the general operating fund, general capital fund, capital reserve fund and operating reserve fund. Interdepartmental transactions and balances have been eliminated on the consolidated

(a) Revenue and Expenditures:

Major revenue and expenditures items are recorded on an accrual basis.

(b) Financial Instruments

The Village's financial instruments consist of cash, short term deposits, accounts receivables, accounts payables and accrued liabilities. Unless otherwise noted, it is managements's opinion that the Village is not exposed to significant interest, currency or credit risks arising from these financial instruments. The fair value of these financial instruments approximate their carrying values, unless otherwise noted.

(c) Use of Estimates

The preparation of the financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities, and the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results may differ from those estimates. The most significant accounting estimates in these financial statements include allowance for doubtful accounts, estimated useful life of tangible capital assets and asset retirement obligations.

(d) Revenue recognition

Taxation and related related revenue: Property tax billings are prepared based on the assessment rolls issued by Property Valuation Services Corporation. Tax rates are established annually by the Commission, incorporating amounts to be raised for local services. Taxation revenues are recorded at the time tax billings are due. Government transfers are recognized in the consolidated financial statements in the period in which events giving rise to the transfer occur, providing the transfers are authorized, any eligibility criteria have been met, and reasonable estimates of the amounts can be made. Other revenues (including rental income) are recognized as services or goods are provided, the exchange amount is measured and collectibility of the amount is reasonably assured.

1. Significant Accounting Policies (continued)

(e) Non-Financial Assets

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

(f) Asset Retirement Obligation

An asset retirement obligation is recognized when, as at the financial reporting date, all of the following criteria are met:

a) There is a legal obligation to incur retirement costs in relation to a tangible capital asset;
b) The past transaction or event giving rise to the liability has occurred;
c) It is expected that future economic benefits will be given up; and
d) A reasonable estimate of the amount can be made.

Any liability is discounted using a present value calculation, and adjusted yearly for accretion expense. The recognition of a liability would result in an accompanying increase to the respective tangible capital assets. Any increase to the tangible capital assets would being amortized in accordance with the depreciation accounting policies.

The Village has assessed their assets and does not currently have any material asset retirement obligations and as such no increase in asset value or liability has been recognized at this time.

(g) Cash and Cash Equivalents

Cash and cash equivalents include cash on hand and balances with banks, bank overdrafts, short term borrowing with original maturities of three months or less. Bank borrowings are considered to be financing activities.

(h) Investments

Financial instruments are recorded at fair value on initial recognition. Derivative instruments and equity instruments that are quoted in an active market are reported at fair value. All other financial instruments are subsequently recorded at cost or amortized cost unless management has elected to carry the instruments at fair value.

The Village of Greenwood

Notes to Consolidated Financial Statements

March 31, 2025

1. Significant Accounting Policies (continued)

(i) Tangible Capital Assets

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

Land improvements	20 to 25 years
Buildings	25 to 40 years
Machinery and equipment	10 to 15 years
Paving	20 years
Parks and open space	20 years
Sidewalks	25 years
Signs	10 years
Small Equipment	5 years
Street Lights	20 years

2. Tangible Capital Assets

	Cost Opening	Additions	Disposals	Write Downs	Cost Closing	Amortization	Accum Amort	Net Book Value
Land	$ 64,421	$ -	$ -	$ -	$ 64,421	$ -	$	$ 64,421
Parks	453,958	136,303	-	-	590,261	89,450	302,507	287,754
Buildings	500,511	47,882	-	-	548,393	17,726	308,783	239,610
Small Equipment	123,452	2,934	-	-	126,386	8,012	114,128	12,258
Machinery & equipment	444,219	4,350	-	-	448,569	32,458	265,046	183,523
Sidewalks	977,253	8,317	-	-	985,570	32,622	435,250	550,320
Paving	40,466	8,343	-	-	48,809	2,089	19,920	28,889
Signs	9,196	-	-	-	9,196	-	9,196	
Street lights	211,151	-	-	-	211,151	10,855	113,525	97,626
	$ 2,824,627	$ 208,129	$ -	$ -	$ 3,032,756	$ 193,212	$ 1,568,355	$ 1,464,401

3. Accumulated Surplus

	[illegible]	[illegible]
Surplus - Operating (note 4)	$ [illegible]	$ [illegible]
Reserve (Page 18)	[illegible]	[illegible]
Investment in Capital Assets (note 5)	[illegible]	[illegible]
	$ [illegible]	$ [illegible]

4. Surplus - Operating

	[illegible]	[illegible]
Surplus, beginning of year	$ [illegible]	$ [illegible]
Add (Deduct):		
Operating surplus (deficit) for the year	[illegible]	[illegible]
Surplus, end of year	$ 373,267	$ 364,261

Morse Brewster Lake
Chartered Professional Accountants

The Village of Greenwood

Notes to Consolidated Financial Statements

March 31, 2025

5. Investment in Capital Assets

	2025	2024
Balance, beginning of year	$1,449,484	$1,281,130
Add (Deduct):		
Capital expenditures paid from reserve	34,496	165,521
Province of Nova Scotia - Dept of Communities	173,633	169,444
Amortization	(193,212)	(166,611)
Balance, end of year	$1,464,401	$1,449,484

6. Defined Contribution Pension Plan

The Village has a defined contribution pension plan. The Village's contribution to the employees defined contribution pension for the year ending March 31, 2025 was $5,305 (2024 - $5,305).

7. Budget amounts

The Village budgets for rate setting and expenditure control purposes, which does not include amortization. The following adjustments to Net Surplus reconcile the budgeted amounts to the financial reporting presentation in accordance with Canadian Public Sector Accounting Standards.

Budgeted net surplus (loss)	$ -
Transfer to reserve	70,000
Acquisition of tangible capital assets	21,000
Less amortization	(193,212)
Revised net surplus	$ (102,212)

8. Other Matters

The total remuneration paid to each commissioner and the senior management official are as follows:

Commissioners	Compensation	Expenses	Total
Banks, Brian (Chair)	$ 4,165	$ 1,404	$ 5,569
Harty, Dale	881	-	881
Colbourne, Rodney	2,644	1,565	4,209
Baker, Robert	3,525	-	3,525
Sealby, Robert	3,843	173	4,016
Spinney, Darrel	3,525	-	3,525
Staff			
Kerry Graham (Clerk)	58,549	1,426	59,975
	$ 77,132	$ 4,568	$ 81,700

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Auditors' Report on Supplemental Financial Statements

To the Chairman and Commissioners of
The Village of Greenwood
Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in the Schedules is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic consolidated financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic consolidated financial statements taken as a whole.

Morse Brewster Lake

Berwick, Nova Scotia
June 25, 2025

Chartered Professional Accountants
Registered Municipal Auditor

The Village of Greenwood

Operating Fund Statement of Financial Position

March 31, 2025

	2025	2024
Assets		
Current		
Cash	$ 699,434	$ 478,252
Guaranteed Investment Certificates	101,953	293,074
Accounts receivable	17,590	23,771
HST receivable	81,042	82,109
Prepaid expense	-	10,000
	$ 900,019	$ 887,206
Liabilities		
Current		
Payables and accruals	$ 14,844	$ 43,226
Due to capital reserve	164,806	94,806
Payroll deductions payable	4,444	5,061
Deferred revenue	342,658	379,852
	526,752	522,945
Surplus		
Operating Surplus (note 4)	373,267	364,261
	$ 900,019	$ 887,206

On Behalf of the Village of Greenwood:

___________________________, Chairperson ______________________,Commissioner

The Village of Greenwood

Statement of Operations

Year Ended March 31, 2025

	2025 Budget	2025 Actual	2024 Actual
Revenue			
General tax rates	$ 612,786	$ 614,964	$ 570,241
Interest	50	1,174	11,642
HST offset	2,000	4,953	2,131
Other revenues from own services	63,480	64,811	64,298
Event sponsorship	25,000	33,737	23,399
Miscellaneous grants and donations	9,771	17,680	13,850
	713,087	737,319	685,561
Expenditures			
General government services (page 16)	202,100	219,535	179,495
Public works (page 16)	305,337	319,285	234,835
Transportation services	48,500	25,651	19,716
Recreational / cultural services (page 17)	69,150	59,346	43,886
	625,087	623,817	477,932
Net Revenue	88,000	113,502	207,629
Transfers to capital reserves	(88,000)	(104,496)	(198,579)
Annual Surplus	$ -	$ 9,006	$ 9,050

The Village of Greenwood

Capital Fund Statement of Financial Position

March 31, 2025

	2025	2024
Assets		
Property and Equipment (note 2)	$ 1,464,401	$ 1,449,484
Equity		
Investment in Capital Assets (note 5)	$ 1,464,401	$ 1,449,484

On Behalf of the Village of Greenwood:

___________________________, Chairperson ______________________,Commissioner

The Village of Greenwood

Schedules to Statement of Operations

Year Ended March 31, 2025

	2025 Budget	2025 Actual	2024 Actual
General Government Services			
Wages and benefits- clerk	$ 68,400	$ 76,305	$ 51,133
Advertising	8,000	7,787	4,266
Audit and legal	7,500	7,300	6,779
Bank charges	600	319	475
Commissioners honorarium	19,000	18,582	17,646
Insurance	15,000	13,927	15,323
Accessibility expenses	-	3,561	-
Office and miscellaneous	14,400	18,618	12,625
Tax collection	19,000	24,599	22,810
Telephone	8,000	6,098	5,789
Civic Building			
Electricity	10,000	9,885	9,068
Fuel	10,000	9,752	9,846
Insurance	11,000	12,391	10,187
Other	3,700	3,817	3,364
Repairs and maintenance	7,500	6,594	10,184
	$ 202,100	$ 219,535	$ 179,495

	2025 Budget	2025 Actual	2024 Actual
Public Works			
Wages and benefits	$ 177,337	$ 182,390	$ 154,198
Garage expenses	16,500	21,771	11,729
Equipment r	1,000	-	-
Tractor and equipment expenses	19,000	16,047	10,765
Truck expenses	10,700	13,956	8,279
Village maintenance	80,800	85,121	49,864
	$ 305,337	$ 319,285	$ 234,835

The Village of Greenwood

Schedule to Statement of Operations

Year Ended March 31, 2025

	2025 Budget	2025 Actual	2024 Actual
Recreational / Cultural Services			
Gardens	$ 3,000	$ 2,395	$ 2,176
Playground repairs and maintenance	22,000	3,653	2,894
Fales River Trail repairs	1,000	2,244	-
Tourism	10,000	10,000	7,500
Canada Day	20,000	21,331	19,440
Coronation Celebration	8,000	5,715	6,906
Sports fields repairs and maintenance	3,600	12,600	3,956
Miscellaneous	1,550	1,408	1,014
	$ 69,150	$ 59,346	$ 43,886

The Village of Greenwood

Statement of Reserve Funds

March 31, 2025

	2025	2024
Assets		
Current		
Cash	$ 11,649	$ 11,721
Guaranteed Investment Certificates , (2.75.-3.80%)	337,567	-
Guaranteed Investment Certificates , (3.75.-4.70%)	-	318,086
Due from Operating Fund	164,806	94,806
Accounts receivable	7,105	9,479
	$ 521,127	434,092
Reserves		
Operating Reserve	$ 19,931	$ 20,003
Capital Reserves	501,196	414,089
	$ 521,127	$ 434,092

Statement of Capital Reserve

	2025	2024
Balance, beginning of year	$ 414,089	$ 314,727
Add (deduct):		
Interest earned	17,107	14,362
Provision from operating fund	104,496	198,579
Province of Nova Scotia - Accessibility	-	51,942
Purchase of tangible capital assets	(34,496)	(165,521)
Balance, end of year	$ 501,196	$ 414,089

Statement of Operating Reserve

	2025	2024
Balance, beginning of year	$ 20,003	$ 20,075
Add (deduct):		
Interest	-	-
Bank fees	(72)	(72)
Balance, end of year	$ 19,931	$ 20,003

On Behalf of the Village of Greenwood:

________________________________, Chairperson ______________________,Commissioner