

LAHAVE & DISTRICT FIRE DEPARTMENT
Financial Statements
Year Ended March 31, 2020

INDEPENDENT PRACTITIONER'S REVIEW ENGAGEMENT REPORT

To the Members of LaHave & District Fire Department

We have reviewed the accompanying financial statements of LaHave & District Fire Department which comprise the statement of financial position as at March 31, 2020 and the statements of revenues and expenditures, changes in net assets and cash flow for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian accounting standards for not-for-profit organizations, 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.

Practitioner's Responsibility for the Financial Statements

Our responsibility is to express a conclusion on the accompanying financial statements based on our review. We conducted our review in accordance with Canadian generally accepted standards for review engagements, which require us to comply with relevant ethical requirements.

A review of financial statements in accordance with Canadian generally accepted standards for review engagements is a limited assurance engagement. The practitioner performs procedures, primarily consisting of making inquiries of management and others within the entity, as appropriate, and applying analytical procedures, and evaluates the evidence obtained.

The procedures performed in a review are substantially less in extent than, and vary in nature from, those performed in an audit conducted in accordance with Canadian generally accepted auditing standards. Accordingly, we do not express an audit opinion on these financial statements.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that these financial statements do not present fairly, in all material respects, the financial position of LaHave & District Fire Department as at March 31, 2020, and the results of its operations and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.



Bridgewater, Nova Scotia
May 25, 2020

CHARTERED PROFESSIONAL ACCOUNTANTS

Statement of Financial Position

March 31, 2020

	2020	2019
ASSETS		
CURRENT		
Cash	\$ 70,876	\$ 61,352
Term deposits	409,694	250,000
Accounts receivable	-	16,758
Inventory	662	586
HST recoverable	3,176	18,624
Prepaid expenses	1,004	1,004
	485,412	348,324
Property and equipment (Note 4)	449,052	528,730
	\$ 934,464	\$ 877,054
LIABILITIES		
CURRENT		
Accounts payable	\$ 7,641	\$ 12,783
Net Assets	926,823	864,271
	\$ 934,464	\$ 877,054

ON BEHALF OF THE FIRE DEPARTMENT

_____ Chief

_____ Director

See accompanying notes to the financial statements

LAHAVE & DISTRICT FIRE DEPARTMENT
Statement of Revenues and Expenditures
Year Ended March 31, 2020

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	2020	2019
REVENUE		
Donations	\$ 7,540	\$ 1,434
Auxiliary	11,000	13,000
Hall Rental	140	1,094
Advertising	175	225
Municipal fire tax levies	185,827	157,064
Bar Sales	1,443	1,024
Grants	-	15,556
Department of natural resources	5,064	905
Provincial rebate - insurance	2,301	2,523
	213,490	192,825
EXPENSES		
Advertising and promotion	1,916	1,924
Amortization	83,253	105,535
Bar purchases	956	-
Bookkeeping	2,347	3,195
Business taxes, licenses and memberships	6,365	4,664
Fire fighting supplies and maintenance	3,593	15,046
Insurance	11,441	12,520
Interest and bank charges	205	341
Non-refundable HST	251	4,002
Office	1,259	1,644
Professional fees	2,500	4,300
Purchases in kind	4,120	-
Repairs and maintenance	8,787	5,316
Repairs and maintenance - station	1,063	2,549
Supplies	1,689	577
Telephone	3,964	4,144
Training	6,570	460
Uniforms	-	578
Utilities	4,705	4,725
Utilities - Station	7,463	7,474
Vehicle	8,220	5,565
	160,667	184,559
EXCESS OF EXPENSES OVER REVENUES FROM OPERATIONS	52,823	8,266
OTHER INCOME		
Interest income	9,729	-
Insurance Proceeds	-	16,808
	9,729	16,808
EXCESS OF EXPENSES OVER REVENUES FOR THE YEAR	\$ 62,552	\$ 25,074

See accompanying notes to the financial statements

Statement of Cash Flow

Year Ended March 31, 2020

	2020	2019
OPERATING ACTIVITIES		
Net income for the year	\$ 62,552	\$ 25,074
Item not affecting cash:		
Amortization of property and equipment	83,253	105,535
	145,805	130,609
Changes in non-cash working capital:		
Accounts receivable	16,758	(16,758)
Inventory	(76)	(586)
Prepaid expenses	-	9
Accounts payable	(5,142)	8,857
HST payable	15,448	(11,176)
Deposits received	-	(100)
	26,988	(19,754)
Cash flow from operating activities	172,793	110,855
INVESTING ACTIVITY		
Purchase of property and equipment	(3,575)	(46,515)
INCREASE IN CASH FLOW	169,218	64,340
Cash - beginning of year	311,352	247,012
CASH - END OF YEAR	\$ 480,570	\$ 311,352
CASH CONSISTS OF:		
Cash	\$ 70,876	\$ 61,352
Term deposits	409,694	250,000
	\$ 480,570	\$ 311,352

See accompanying notes to the financial statements

Notes to Financial Statements

Year Ended March 31, 2020

1. PURPOSE OF DEPARTMENT

LaHave & District Fire Department protects and serves the citizens of LaHave and surrounding area responding to fires, motor vehicle collisions, medical emergencies, and rescue services. As a registered charity the organization is exempt from the payment of Income Tax under Section 149(1) of the Income Tax Act.

2. BASIS OF PRESENTATION

The financial statements were prepared in accordance with Canadian accounting standards for not-for-profit organizations.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Accounting estimates

The preparation of financial statements in conformity with Canadian accounting standards for not-for-profit organizations requires management to make estimates and assumptions that affect the reported amount of assets and liabilities, disclosure of contingent assets and liabilities at the date of the 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.

Cash

Cash includes cash on hand and balances with banks.

Property and equipment

Property and equipment is stated at cost or deemed cost less accumulated amortization. Property and equipment is amortized over its estimated useful life on a declining balance basis at the following rates and methods:

Buildings	4%
Equipment	20%
Motor vehicles	30%
Furniture and fixtures	20%

The company regularly reviews its property and equipment to eliminate obsolete items. Government grants are treated as a reduction of property and equipment cost.

Property and equipment acquired during the year but not placed into use are not amortized until they are placed into use.

Notes to Financial Statements

Year Ended March 31, 2020

4. PROPERTY, PLANT AND EQUIPMENT

	Cost	Accumulated amortization	2020 Net book value	2019 Net book value
Land	\$ 30,637	\$ -	\$ 30,637	\$ 30,637
Buildings	413,636	206,602	207,034	215,661
Equipment	233,028	163,120	69,908	87,385
Motor vehicles	841,309	716,829	124,480	177,828
Furniture and fixtures	48,925	31,932	16,993	17,219
	\$ 1,567,535	\$ 1,118,483	\$ 449,052	\$ 528,730

5. MANAGEMENT OF NET ASSETS

LaHave & District Fire Department's objective in managing its net assets is to remain a sustainable operation while fulfilling its overall mandate of responding to fires, motor vehicle collisions, medical emergencies, and rescue services. It achieves its objective by strong day-to-day management of its cash flows, and by regularly monitoring revenues and expenses against its annual budgets. When necessary, the LaHave & District Fire Department takes prompt action to reduce expenses or curtail programs when actual revenues do not meet its budget and alternate sources of revenue cannot be found.

6. SUBSEQUENT EVENT

Since March 31, 2020, the outbreak of the novel strain of coronavirus, specifically identified as "COVID-19", has resulted in governments worldwide enacting emergency measures to combat the spread of the virus. These measures, which include the implementation of travel bans, self-imposed quarantine periods, social and physical distancing, have caused material disruption to businesses globally resulting in an economic slowdown. Global equity markets have experienced significant volatility and weakness. Governments and central banks have reacted with significant monetary and fiscal interventions designed to stabilize economic conditions. The duration and impact of the COVID-19 outbreak is unknown at this time, as is the efficacy of the government and central bank interventions. It is not possible to reliably estimate the length and severity of these developments and the impact on the financial results and condition of the company in future periods.