

LAHAVE & DISTRICT FIRE DEPARTMENT
Financial Statements
Year Ended March 31, 2021



Belliveau Veinotte Inc.
CHARTERED PROFESSIONAL ACCOUNTANTS

Member of The AC Group of Independent Accounting Firms

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, 2021 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, 2021, 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.



CHARTERED PROFESSIONAL ACCOUNTANTS


Bridgewater, Nova Scotia
May 26, 2021

LAHAVE & DISTRICT FIRE DEPARTMENT
Statement of Financial Position
March 31, 2021

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	2021	2020
ASSETS		
CURRENT		
Cash	\$ 145,877	\$ 70,876
Term deposits	438,781	409,694
Inventory	662	662
HST recoverable	8,054	3,176
Prepaid expenses	-	1,004
	593,374	485,412
Property and equipment (Note 4)	429,619	449,052
	\$ 1,022,993	\$ 934,464
LIABILITIES		
CURRENT		
Accounts payable	\$ 5,090	\$ 7,640
Current portion of long term debt (Note 5)	1,380	-
	6,470	7,640
Long term debt (Note 5)	805	-
	7,275	7,640
Net Assets	1,015,718	926,824
	\$ 1,022,993	\$ 934,464

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, 2021

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	2021	2020
REVENUE		
Donations	\$ 4,257	\$ 7,540
Auxiliary	5,000	11,000
Fundraising	3,155	-
Hall Rental	860	140
Advertising	250	175
Municipal fire tax levies	191,035	185,827
Bar Sales	-	1,443
Municipal grants	500	-
Department of natural resources	6,837	5,064
Provincial rebate - insurance	2,968	2,301
	214,862	213,490
EXPENSES		
Advertising and promotion	1,525	1,916
Amortization	68,341	83,253
Bar purchases	-	956
Bookkeeping	2,156	2,347
Business taxes, licenses and memberships	4,744	6,365
Fire fighting supplies and maintenance	7,173	3,593
Insurance	14,780	11,441
Interest and bank charges	77	205
Non-refundable HST	-	251
Office	1,318	1,259
Professional fees	1,847	2,500
Purchases in kind	52	4,120
Repairs and maintenance	3,647	8,787
Repairs and maintenance - station	3,050	1,063
Supplies	2,532	1,689
Telephone	3,928	3,964
Training	431	6,570
Uniforms	181	-
Utilities	3,419	4,705
Utilities - Station	7,043	7,463
Vehicle	7,291	8,220
	133,535	160,667
EXCESS OF REVENUES OVER EXPENSES FROM OPERATIONS	81,327	52,823
OTHER INCOME		
Interest income	7,567	9,729
EXCESS OF REVENUES OVER EXPENSES FOR THE YEAR	\$ 88,894	\$ 62,552

See accompanying notes to the financial statements

LAHAVE & DISTRICT FIRE DEPARTMENT
Statement of Changes in Net Assets
Year Ended March 31, 2021

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	2021	2020
NET ASSETS - BEGINNING OF YEAR	\$ 926,824	\$ 864,272
Excess of revenues over expenses	88,894	62,552
NET ASSETS - END OF YEAR	\$ 1,015,718	\$ 926,824

See accompanying notes to the financial statements

Statement of Cash Flow

Year Ended March 31, 2021

	2021	2020
OPERATING ACTIVITIES		
Excess or revenues over expenses for the year	\$ 88,894	\$ 62,552
Item not affecting cash:		
Amortization of property and equipment	68,341	83,253
	157,235	145,805
Changes in non-cash working capital:		
Accounts receivable	-	16,758
Inventory	-	(76)
Prepaid expenses	1,004	-
Accounts payable	(2,552)	(5,142)
HST payable	(4,878)	15,448
	(6,426)	26,988
Cash flow from operating activities	150,809	172,793
INVESTING ACTIVITY		
Purchase of property and equipment	(48,906)	(3,575)
FINANCING ACTIVITIES		
Proceeds from long term financing	2,760	-
Repayment of long term debt	(575)	-
Cash flow from financing activities	2,185	-
INCREASE IN CASH FLOW	104,088	169,218
Cash - beginning of year	480,570	311,352
CASH - END OF YEAR	\$ 584,658	\$ 480,570
CASH CONSISTS OF:		
Cash	\$ 145,877	\$ 70,876
Term deposits	438,781	409,694
	\$ 584,658	\$ 480,570

See accompanying notes to the financial statements

Notes to Financial Statements

Year Ended March 31, 2021

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.

Inventory

Inventory is valued at the lower of cost and net realizable value with the cost being determined on a first-in, first-out basis.

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%
Furniture and fixtures	20%
Motor vehicles	30%
Computer equipment	55%

The Department 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, 2021

4. PROPERTY, PLANT AND EQUIPMENT

	Cost	Accumulated amortization	2021 Net book value	2020 Net book value
Land	\$ 30,637	\$ -	\$ 30,637	\$ 30,637
Buildings	413,636	214,883	198,753	207,034
Equipment	247,366	178,535	68,831	69,908
Furniture and fixtures	80,953	38,533	42,420	16,993
Motor vehicles	841,309	754,173	87,136	124,480
Computer equipment	2,540	698	1,842	-
	\$ 1,616,441	\$ 1,186,822	\$ 429,619	\$ 449,052

5. LONG TERM DEBT

	2021	2020
Bell Mobility Inc. non-interest bearing loan repayable in monthly payments of \$115. The loan matures on October 28, 2022 and is secured by four Apple iPads with net book value of \$1,841.	\$ 2,185	\$ -
Amounts payable within one year	(1,380)	-
	\$ 805	\$ -

6. 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.

7. COVID-19

On March 11, 2020, the World Health Organization declared a global pandemic due to the outbreak of COVID-19. The outbreak of 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. 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 Department in future periods. To date, the Department has not had to revise judgements, estimates or assumptions nor has the pandemic had any material impact on the Department's liquidity, credit or business risks.