

TOWN OF SHELBURNE

Financial Statements

Year Ended March 31, 2026



Belliveau Veinotte Inc.
CHARTERED PROFESSIONAL ACCOUNTANTS

Member of The AC Group of Independent Accounting Firms

TOWN OF SHELBURNE

CONTENTS

	Section
Consolidated Financial Statements	A
Supplementary Financial Information	B

TOWN OF SHELBURNE
Consolidated Financial Statements
Year Ended March 31, 2026
Section A

TOWN OF SHELBURNE

SECTION A

CONTENTS

	Page
Managements Responsibility for the Consolidated Financial Statements	A-1
Auditor's Report	A-2 – A-3
Consolidated Statement of Financial Activities	A-4
Consolidated Statement of Financial Position	A-5
Consolidated Statement of Changes in Net Financial Assets	A-6
Consolidated Statement of Changes in Financial Position	A-7
Notes to Consolidated Financial Statements	A-8 – A-20
Schedule of Tangible Capital Assets	A-21 – A-23
Schedule of Accumulated Amortization	A-24 – A-25

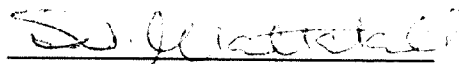
Management's Responsibility for the Consolidated Financial Statements

The accompanying consolidated financial statements of the Town of Shelburne (the "Town") are the responsibility of the Town's management and have been prepared in compliance with legislation, and in accordance with Canadian public sector accounting standards established by the Public Sector Accounting Board of Chartered Professional Accountants Canada. A summary of the significant accounting policies are described in Note 3 to the consolidated financial statements. The preparation of financial statements necessarily involves the use of estimates based on management's judgment, particularly when transactions affecting the current accounting period cannot be finalized with certainty until future periods.

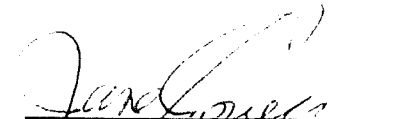
The Town's management maintains a system of internal controls designed to provide reasonable assurance that assets are safeguarded, transactions are properly authorized and recorded in compliance with legislative and regulatory requirements, and reliable financial information is available on a timely 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 their approval of the consolidated financial statements.

The consolidated financial statements have been audited by AC Belliveau Veinotte Inc, independent external auditor appointed by the Town. The accompanying Auditor's Report outlines their responsibilities, the scope of their examination and their opinion on the Town's consolidated financial statements.



Sarah Mattatall
Chief Administrative Officer (CAO)



Jane Crowell
Finance Manager

INDEPENDENT AUDITOR'S REPORT

September 21, 2026

His Worship the Mayor and
Members of the Council
Town of Shelburne
Shelburne, Nova Scotia

Opinion

We have audited the accompanying consolidated financial statements of the Town of Shelburne (the "Town"), which comprise the consolidated statement of financial position as at March 31, 2026 and the consolidated statements of financial activities, changes in financial position, changes in net financial assets (liabilities) and cash flows for the year then ended, and the related notes, which comprise a summary of significant accounting policies and other explanatory information.

In our opinion, these consolidated financial statements present fairly, in all material respects, the financial position of the Town of Shelburne as at March 31, 2026, and the results of its operations and the changes in its financial position 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 Town in accordance with 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 qualified opinion.

Other matters

Our audit was conducted for the purpose of forming an opinion on the consolidated financial statements taken as a whole. The supplementary information included in Section B is presented for purposes of additional information and is not a required part of the consolidated financial statements. Such supplementary information has been subjected to the auditing procedures applied, only to the extent necessary to express an opinion on the audit of consolidated financial statements taken as a whole.

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

Management is responsible for the preparation and fair presentation of these 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 Town's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless management either intends to liquidate the Town or to cease operations, or has no realistic alternative but to do so.

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

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

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

Shelburne, Nova Scotia
September 21, 2026

Belliveau Veinotte Inc.
REGISTERED MUNICIPAL AUDITORS
CHARTERED PROFESSIONAL ACCOUNTANTS



Member of The AC Group of Independent Accounting Firms

TOWN OF SHELBURNE**A-4**

Consolidated Statement of Financial Activities

Year Ended March 31, 2026

	2026 Budget	2026 Actual	2025 Actual
REVENUES			
Taxes ¹	\$ 3,561,674	\$ 3,518,319	\$ 3,395,425
Grants in lieu of taxes	16,215	16,533	15,914
Services provided to other local governments	121,358	121,358	105,605
Other revenues from own sources	238,433	546,443	731,556
Unconditional transfers from other governments	368,645	370,055	368,448
Conditional transfers from federal and provincial governments and their agencies	1,000	950,818	1,242,711
Other conditional transfers	5,000	417,389	287,377
Water rates	508,090	480,766	459,343
Water for fire protection	52,468	52,268	52,468
Port Authority	378,091	336,438	405,849
	5,250,974	6,810,387	7,064,696
EXPENDITURES			
General Government Services	1,235,407	1,221,744	1,107,208
Protective Services	1,177,558	1,171,586	1,093,325
Transportation Services	616,340	561,017	539,706
Environmental Health Services	791,514	703,563	776,265
Environmental Development Services	251,633	273,824	170,880
Recreation and Cultural Services	170,041	156,142	159,192
Public Health and Welfare Services	10,000	10,000	10,000
Cemetery			
Operating	-	7,014	5,298
Water Treatment and Distribution	546,036	548,855	523,825
Port Authority			
Operating	157,910	132,668	151,119
Amortization	-	841,356	681,369
Net book value of property disposed	-	-	50,423
	4,956,439	5,627,769	5,268,610
NET REVENUES FOR THE YEAR	\$ 294,535	1,182,618	1,796,086
Municipal Position, beginning of year		16,835,019	15,038,933
MUNICIPAL POSITION, END OF YEAR		\$ 18,017,637	\$ 16,835,019

Note 1 - Assessable property taxes are reported net of Provincial transfers and education

See accompanying notes to the consolidated financial statements

TOWN OF SHELBURNE**A-5**

Consolidated Statement of Financial Position

Year Ended March 31, 2026

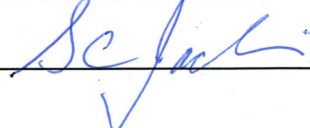
	2026	2025
ASSETS		
Financial assets		
Cash and bank balances (Note 5)	\$ 5,734,952	\$ 7,094,204
Taxes, water rates and accrued interest (net of valuation allowance) (Note 6)	485,247	403,857
Due from governments	199,900	76,220
Other receivables (less valuation allowance - 2026 - \$12,178; 2025 - \$11,459)	201,690	199,851
Deposit on fire truck	-	289,599
Total Financial Assets	\$ 6,621,789	\$ 8,063,731
LIABILITIES		
Financial liabilities		
Bank indebtedness (Note 9)	172,844	-
Prepaid taxes	83,108	85,786
Accounts payable	335,912	348,389
Due to governments	21,910	20,903
Deferred revenue	62,496	378,101
Long-term debt (Note 10)	1,460,041	2,030,528
Tax sale surplus (Note 11)	40,494	47,947
Asset retirement obligation (Note 12)	288,350	415,191
Funds held in trust	25,164	29,598
Total Financial Liabilities	2,490,319	3,356,443
NET FINANCIAL ASSETS	4,131,470	4,707,288
Non-financial assets (Note 13)	16,009,761	14,285,576
Deferred contributions (net of accumulated amortization) (Note 15)	(2,123,594)	(2,157,845)
	13,886,167	12,127,731
TOTAL MUNICIPAL POSITION (Note 16)	\$ 18,017,637	\$ 16,835,019

Commitments (Note 21)

Contingencies (Note 22)

See accompanying notes to the consolidated financial statements

On behalf of the Town of Shelburne

 Mayor
  Chief Administrative Officer

TOWN OF SHELBURNE**A-6**

Consolidated Statement of Changes in Net Financial Assets

Year Ended March 31, 2026

	2026	2025
Annual Surplus	\$ 1,182,618	\$ 1,796,086
Changes in tangible capital assets		
Acquisition of tangible capital assets	(2,711,580)	(472,663)
Amortization	988,289	835,012
Net book value of property disposed	-	50,423
Decrease (Increase) in net book value of tangible capital assets	(1,723,291)	412,772
Changes in other non-financial assets		
Use (acquisition) of inventory	22,038	(7,639)
Use of prepaid (net of acquisition)	15,338	(10,793)
Acquisition of capital projects in progress	(38,270)	(322,732)
Amortization of deferred contributions	(34,251)	(34,251)
Decrease (increase) in other non-financial assets	(35,145)	(375,415)
Decrease (Increase) in net assets	(575,818)	1,833,443
Net assets (debt), beginning of year	4,707,288	2,873,845
Net assets, end of year	\$ 4,131,470	\$ 4,707,288

See accompanying notes to the consolidated financial statements

TOWN OF SHELBURNE**A-7**

Consolidated Statement of Changes in Financial Position

Year Ended March 31, 2026

	2026	2025
OPERATING ACTIVITIES		
Current year surplus (deficit)	\$ 1,182,618	\$ 1,796,086
Amortization	988,289	835,012
Amortization of deferred contributions	(34,251)	(34,251)
Accretion	8,854	10,910
Net book value of property disposed	-	50,423
Sources of Cash		
Increase in prepaid taxes	-	16,263
Increase in deferred revenue	-	295,160
Increase in tax sale surplus	-	23,251
Decrease in other non-financial assets	37,376	-
Uses of Cash		
Increase in receivables	(206,909)	(176,376)
Decrease in prepaid taxes	(2,678)	-
Decrease in accounts payable	(11,470)	(72,769)
Decrease in deferred revenue	(315,605)	-
Decrease in tax sale surplus	(7,453)	-
Increase in other non-financial assets	-	(18,432)
Cash provided from operating activities	1,638,771	2,725,277
CAPITAL ACTIVITIES		
Change in deposits	289,599	(289,599)
Change in capital projects in progress	(38,270)	(322,732)
Purchase of capital assets	(2,711,580)	(472,663)
Asset retirement obligation expenditures	(135,695)	(48,728)
Cash flow used by capital activities	(2,595,946)	(1,133,722)
FINANCING ACTIVITIES		
Principal repayment	(570,487)	(272,574)
Change in funds held in trust	(4,434)	(9,182)
Cash flow used by financing activities	(574,921)	(281,756)
INCREASE (DECREASE) IN CASH AND BANK BALANCES	(1,532,096)	1,309,799
Cash and bank balances - beginning of year	7,094,204	5,784,405
CASH AND BANK BALANCES - END OF YEAR	\$ 5,562,108	\$ 7,094,204
Cash and bank consists of:		
Cash and bank	5,734,952	7,094,204
Bank indebtedness	(172,844)	-
	\$ 5,562,108	\$ 7,094,204

See accompanying notes to the consolidated financial statements

1. STATUS OF THE ENTITY

The Town of Shelburne ("the Town") is a municipal government that was incorporated in 1907 pursuant to the Municipal Government Act. The Town provides or funds municipal services such as public works, recreation and culture, economic development and other general government operations. The Town manages one utility and a port authority, has several designated special purpose reserves and provides funding support for other financial entities involved in economic development and waste management.

2. BASIS OF PRESENTATION

These consolidated financial statements include the General Operating Fund, General Capital Fund, Water Utility Operating Fund, Water Utility Capital Fund, Port Authority Operating Fund, Port Authority Capital Fund, Special Reserve Funds, Cemetery Commission Operating Fund, Cemetery Commission Capital Fund and the Cenotaph Operating Fund.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND REPORTING PRACTICES

These financial statements have been prepared in accordance with public sector accounting standards in Canada and conform in all material respects to the accounting principles Prescribed for Nova Scotia Municipalities by Department of Municipal Affairs.

(a) Revenue and Expenditures

Major revenue and expenditure items are recorded on an accrual basis except for interest on long-term debt which is recorded as paid.

Property tax revenue is based on assessments determined in accordance with Nova Scotia Legislation. Tax rates are set annually by Council. Taxation revenues are recorded at the time tax billings are issued. Assessments are subject to appeal.

(b) Tangible Capital Assets**General Capital Fund**

Capital assets and projects in progress are recorded at cost except for those acquired at nominal or nil value, which are recorded at fair value at the time of acquisition. The value of the Town's tangible capital assets are written off when they are fully amortized.

Water Utility Capital Fund

Capital assets and projects are recorded at the utility's cost. Commencing with the 2007 fiscal year, funds received through capital assistance programs or cost sharing arrangements have been recorded as deferred contributions in the equity section of the capital fund. Prior to 2007, funds received through capital assistance programs or cost sharing arrangements were treated as additions to the Investment in Capital Assets.

(continues)

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND REPORTING PRACTICES (cont'd)

(b) Tangible Capital Assets (Continued)

Port Authority Capital Fund

Capital assets and projects in progress are recorded at cost except for those acquired at nominal or nil value, which are recorded at approximate fair market value as determined by Council. During the 2003 fiscal year capital assets were contributed by the Federal Department of Fisheries and Oceans and have been recorded at their approximate fair market value as follows: Water lots - \$329,000; Wharf - \$22,200. Funds received through capital assistance programs, cost sharing arrangements or loan forgiveness are treated as additions to the Investment in Capital Assets.

(c) Amortization of tangible capital assets is recorded on the straight line method over the estimated useful life of the assets at the following annual rates:

Land and Water Lots	0.0%	Sidewalks	4.0%
Land Improvements	4.0%	Streets	4.0%
Buildings	2.5%	Street Lights	4.0%
Equipment	6.67% - 20.0%	Wharves	4.0%
Vehicles	10.0% - 20.0%	Engineered Structures	2.0%
Bridges	4.0%	Water Utility	1.3% - 20.0%

(d) Valuation Allowances

Uncollected Taxes and Rates

The Town provides for an allowance for Uncollected Taxes and Rates for specific receivables which are viewed as uncollectible by Council.

Other Receivables

The Town provides a valuation allowance for other receivables which have been outstanding for a substantial period of time.

Water Utility

A valuation allowance is provided for estimated losses that will be incurred in collecting rates receivable outstanding, on specific item basis.

(e) Contaminated Sites

Contaminated sites are a result of contamination being introduced into air, soil, water or sediment of a chemical, organic or radioactive material or live organism that exceeds an environmental standard. The liability would be recorded net of any expected recoveries. A liability for remediation of contaminated sites would be recognized if an environmental standard exists, contamination exceeds the standard, the Town is responsible and a reasonable estimate of the amount can be determined.

As of March 31, 2026 it is not known if contamination of the soil exists at the site of a former fuel tank. Costs to remediate the land have not been determined and no accrual has been made in these financial statements. Refer to Note 22.

(continues)

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND REPORTING PRACTICES (cont'd)**(f) Allocation of Municipal Costs to Water Utility Funds**

Where identifiable, costs incurred by the Town of Shelburne on behalf of the Water Utility are charged to the utility fund. Salary and wage related costs are allocated based on estimates of the Town and in proportion to time spent performing functions on behalf of the water utility.

The Town charged the Water Utility \$46,784 (2025 - \$45,537) for administration expenses. Operating and maintenance expenses incurred for the benefit for both the municipal unit and water utility are allocated 100% (2025 - 100%) to general operations and 0% (2025 - 0%) to the Water Utility.

(g) Vacation Pay

Vacation pay earned by the Town's employees during the year, which is to be paid during the following year, is provided for as a liability in the Operating Fund Balance Sheet.

(h) Sick Leave

Under a union agreement with the Town's unionized employees, the Town provides all employees in the union with sick leave benefits equal to 1.5 days per month of service, which accumulate to a maximum of 130 days which can be used as sick time in future years. Benefits do not vest, therefore there is no benefit payable on termination, death or retirement relating to any unused sick leave bank an employee may have.

The Town provides all non-union employees sick leave benefits equal to 1.5 days per month of service, which accumulate to a maximum of 130 days which can be used as sick time in future years. Benefits do not vest, therefore there is no benefit payable on termination, death or retirement relating to any unused sick leave bank an employee may have.

The accrual for sick leave for all Town employees is based on the average sick leave taken over the previous two fiscal years at the rates of pay in effect at the balance sheet date. The related expense is adjusted accordingly.

(i) Deferred Contributions

Deferred contributions are amortized on at the same rate as the capital assets to which the grants apply.

(j) Use of Estimates

The preparation of the consolidated financial statements, in conformity with Canadian generally accepted accounting principles, requires management to make estimates and assumptions that affect the amounts reported in the consolidated financial statements. By their nature, these estimates are subject to measurement uncertainty and actual results could differ.

(k) Asset Retirement Obligations

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

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

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND REPORTING PRACTICES (cont'd)

(k) Asset Retirement Obligations (continued)

On April 1, 2022, the Town adopted Public Accounting Standard PS 3280 – Asset Retirement Obligations. The new accounting standard addresses the reporting of legal obligations associated with the retirement of certain tangible capital assets, such as asbestos removal in retired buildings by public sector entities and remediation of landfills owned by the Town.

A liability for the removal of asbestos in retired buildings has been recognized based on estimated future expenses.

A liability for the remediation of the landfill owned by the Town has been recognized based on estimated future expenses.

These liabilities are discounted using a present value calculation, and adjusted yearly for accretion expense.

5. CASH AND BANK BALANCES

	2026	2025
Unrestricted		
General Operating Fund	\$ (39,651)	\$ 148,130
Water Utility Fund	513,329	536,443
Port Authority Operating Fund	70,225	949,344
Cemetery Commission Operating Fund	54,282	50,717
Cenotaph Operating Fund	24,312	26,245
Special Reserve Fund - Operating	1,121,227	1,067,913
Port Authority Reserve	313,011	-
	2,056,735	2,778,792
Restricted		
Tax sale surplus	40,494	47,947
General Capital Fund	10,587	10,183
Water Utility Capital Fund	601,093	481,150
Special Reserve - Capital	2,568,807	2,976,115
Special Reserve - Equipment	1,763	1,712
Special Reserve - Canada Community Building Fund	291,907	484,311
Special Reserve - Sustainability Service Growth Fund	163,566	313,994
	3,678,217	4,315,412
	\$ 5,734,952	\$ 7,094,204

Unrestricted cash in the various operating funds can only be used within the respective fund.

6. TAXES, WATER RATES AND ACCRUED INTEREST

	2026	2025
Taxes - Note 7	\$ 281,504	\$ 236,134
Sewer maintenance charges receivable - Note 8	62,211	32,629
Water rates receivable (less doubtful accounts - 2026- \$1685; 2025 - \$3,690)	123,390	116,145
Accrued interest receivable (less valuation allowance - 2026 -\$35; 2025 - \$216)	18,142	18,949
	\$ 485,247	\$ 403,857

7. TAXES RECEIVABLE

	Current Year	Prior Years	2026 Ending	2025 Ending
Balance, beginning of year	\$ -	\$ 237,774	\$ 237,774	\$ 162,249
Current levy	3,354,739	-	3,354,739	3,245,182
	3,354,739	237,774	3,592,513	3,407,431
Deduct collections	(3,043,760)	(189,146)	(3,232,906)	(3,084,100)
Reliefs and exemptions	(77,621)	-	(77,621)	(85,223)
Recovered (written off)	-	(180)	(180)	(334)
Valuation allowance	(151)	(151)	(302)	(1,640)
BALANCE, MARCH 31, 2026	\$ 233,207	\$ 48,297	\$ 281,504	\$ 236,134

Rates: \$1.99 Residential
\$3.86 Commercial
\$350.41 Solid Waste

8. SEWER MAINTENANCE CHARGES RECEIVABLE

	Current Year	Prior Years	2026 Ending	2025 Ending
Balance, beginning of year	\$ -	\$ 32,629	\$ 32,629	\$ 45,776
Current levy	438,417	-	438,417	337,480
	438,417	32,629	471,046	383,256
Deduct collections	(381,139)	(27,696)	(408,835)	(350,627)
BALANCE, MARCH 31, 2026	\$ 57,278	\$ 4,933	\$ 62,211	\$ 32,629

Rates: \$337.08 per unit

9. BANK INDEBTEDNESS

	2026	2025
Bank overdraft	\$ 172,844	\$ -
Line of credit	-	-
	\$ 172,844	\$ -

The Town has a revolving line of credit of \$1,377,225 with CIBC. Interest is calculated at CIBC prime rate plus 2.2% per annum. The line of credit is not secured.

10. LONG-TERM DEBT

Principal repayments required for the next five years are as follows:

Debenture	2027	2028	2029	2030	2031	Thereafter	Total
31-A-1	\$ 304,518	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 304,518
36-A-1	48,300	-	-	-	-	-	48,300
37-A-1	35,076	35,071	32,108	32,108	32,108	64,215	230,686
38-A-1	21,668	21,668	21,663	-	-	-	64,999
39-A-1	60,591	60,591	60,591	60,595	58,833	510,337	811,538
	\$ 470,153	\$ 117,330	\$ 114,362	\$ 92,703	\$ 90,941	\$ 574,552	\$ 1,460,041

11. TAX SALE SURPLUS

These funds are required to be held in trust for a period of 20 years. This surplus represents excess funds received at tax sales over and above the original amounts which were owing to the Town at the time a particular property was sold. The excess proceeds if not claimed, are to be transferred to the Capital Reserve Fund as at the end of the twenty (20) year period. Provincial regulations require the tax sale surplus be included on the consolidated statements as a liability. Tax sale surplus account amounts and the respective years in which they arose are as follows:

	2026	2025
2015	\$ 966	\$ 966
2019	15,302	15,302
2020	1,506	1,506
2021	1,320	1,320
2023	5,602	5,602
2025	260	23,251
2026	15,538	-
	\$ 40,494	\$ 47,947

12. ASSET RETIREMENT OBLIGATIONS

The Public Accounting Standard PS 3280 become effective for fiscal years beginning on or after April 1, 2022. Before Section PS 3280 was issued, there was no specific guidance in PSAB addressing the accounting for various types of asset retirement obligations (AROs).

PS 3280 applies to AROs associated with tangible capital assets controlled by the public sector entity regardless of whether they are in productive use or no longer in productive use. The standard provides that a liability for an asset retirement obligation can be incurred due to the acquisition, construction or development of tangible capital asset or through its normal use.

In accordance with PS 3280, an asset retirement obligation is recognized as at the financial reporting date when all of the following criteria have been 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

The town operated a municipal landfill site from about 1947 to 1997. In 1997 the landfill site was closed. In accordance with provincial legislation, the Town is to remediate the landfill site.

The Town owns several buildings that potentially have asbestos, which represents a health hazard upon demolition of the building and there is a legal obligation to remove it. Following adoption of PS3280 - Asset Retirement Obligations, the Town recognized an obligation relating to the removal and post-removal care of the asbestos in these buildings as estimated at April 1, 2021.

Changes to the asset retirement obligation in the year are as follows:

	2025	Expenditures	Accretion expense	2026
Landfill remediation costs	\$348,191	(135,695)	6,375	\$218,871
Buildings (asbestos removal)	67,000	-	2,479	69,479
Balance, end of year	\$415,191	(\$135,695)	\$8,854	\$288,350

13. NON-FINANCIAL ASSETS

	2026	2025
Capital projects in progress	\$ 361,002	\$ 322,732
Capital assets (Note 14)	15,505,219	13,781,928
Properties acquired at tax sale	52,165	52,165
Inventory	84,011	106,049
Prepaid expenses	7,364	22,702
	\$ 16,009,761	\$ 14,285,576

14. CAPITAL ASSETS

Cost (Page A21 -A23)	\$ 28,844,726	\$ 26,562,835
Accumulated Amortization (Page A24 - A25)	(13,339,507)	(12,780,907)
	\$ 15,505,219	\$ 13,781,928

15. DEFERRED CONTRIBUTIONS

Since 2007 funds received by the Water Utility Capital Fund through capital assistance programmes or cost sharing arrangements have been recorded as deferred contributions (Refer Note 3(i)).

	2026	2025
Balance, beginning of year	\$ 2,157,845	\$ 2,192,096
Less: Amortization	(34,251)	(34,251)
BALANCE, END OF YEAR	\$ 2,123,594	\$ 2,157,845

16. MUNICIPAL POSITION

Surplus Funds		
General Operating	\$ -	\$ -
Water Operating	563,019	540,948
Port Authority Operating	296,019	896,048
Cemetery Commission Operating	5,506	1,647
Cenotaph Operating	24,312	26,245
Reserves		
Reserve funds	4,065,628	4,919,026
Water capital	691,841	596,803
Port Authority	313,011	-
Investment in Capital Assets		
General Capital Fund	7,978,932	6,553,769
Water Capital Fund	1,768,264	1,789,884
Port Authority Capital Fund	2,245,299	1,441,739
Cemetery Commission Capital Fund	65,806	68,910
Total Municipal Position	\$ 18,017,637	\$ 16,835,019

17. RATE OF RETURN ON RATE BASE

For the year ending March 31, 2026, the Water Utility had a rate of return on rate base of 3.8% (4.0% in 2025)

18. CONTRIBUTIONS TO BOARDS AND COMMISSIONS

(a) Boards in which the Town of Shelburne has 100% interest

- Shelburne Cemetery Commission

The Town of Shelburne had contributed to the Commission each year through an allocation from its General Operating budget. There was no contributions in 2025 and 2026.

- Shelburne Cenotaph Fund

Each year, the Cenotaph funds its operations through interest income

(b) Boards in which the Town of Shelburne has less than 100% interest

	2026 Budget	2026 Actual	2025 Actual
Joint Services Board (i)			
Building inspection services	\$ 63,303	\$ 63,303	\$ 33,472
Fire inspection services	15,007	15,007	13,011
Solid waste collection services	350,410	340,599	362,373
Western Counties Regional Library Board (ii)	13,400	13,400	14,000
	\$ 442,120	\$ 432,309	\$ 422,856

(i) Joint Services Board

In prior years the Towns of Shelburne and Lockeport and the Municipality of the District of Shelburne formed a Joint Services Board to administer the Building and Fire Inspection Departments and provide solid waste collection services for the municipal units. In 2017 the Municipality of the District of Shelburne took over the responsibilities of the Joint Services Board and now invoices each town for the services provided.

(ii) Western Counties Regional Library Board

The Town is responsible for its share of the Western Counties Regional Library Board's operations based on a per capita funding formula.

19. INTERFUND RECEIVABLES AND PAYABLES

The following transfers were outstanding at year end:

	2026	2025
General Operating Fund		
Due to:		
- Water Utility Operating Fund	\$ 20,258	\$21,178
- Port Authority Operating Fund	\$ 44,435	\$ 59,915
- Operating Reserve	\$ -	\$ 124,807
- General Capital Fund	\$ 16	\$ -
Water Utility Operating Fund		
Due to:		
- Water Utility Capital Fund	\$ 92,045	\$ 116,912
Port Authority Operating Fund		
Due to: Water Utility Operating Fund	\$ 6,834	\$ 331
Special Reserve Funds		
Due to:		
- General Operating Fund	\$ 81,642	\$ 49,826
Cemetery Commission		
Due to:		
- General Operating Fund	\$ 24,313	\$ 20,531

The balances outstanding at the balance sheet date are to be repaid during the 2027 fiscal year from the accounts of the respective funds. During the year all balances outstanding as of March 31, 2025 were repaid except the Cemetery Commission Operating Fund.

20. PENSION PLAN

The Town contributes to a Group Registered Retirement Savings Plan for all "full-time" employees. The plan is a defined contribution plan administered by Standard Life. The Town contributes 7% of the employees' gross wages and employees contribute 6% of their gross wages. As at balance sheet date, the Town is not aware of any unfunded liability related to the administration of this plan for which it may be liable.

The Town had contributed to a defined benefit plan for a previous Town Clerk. The plan is administered by Sun Life Of Canada and the amount of the contributions are subject to change every three years based on an actuarial valuation of the plan. The most recent actuarial report is as of March 31, 2023. This report showed a funding surplus of \$212,912. This surplus has not been reported in the assets of the Town.

21. COMMITMENTS

- (a) The Town entered into a five year contract for waste collection, building and fire inspection services provided by the Municipality of the District of Shelburne (MDS). The contract term is April 1, 2021 to March 31, 2026. Each year MDS determines the rate it charges the Town for the ensuing year. The contract term has been extended for six months.
- (b) The Town entered into a five year agreement with the Municipality of the District of Shelburne to share the costs of remediation of a brush pile considered to be a fire hazard at the Regional Materials Recovery Facility. The Town's share of the costs is \$2,167 per year commencing in 2021-22. The final payment is due in 2026-27.
- (c) The Town operated a landfill site from 1946 to 1996 that was used by the residents and businesses of the Town of Shelburne and the Municipality of the District of Shelburne, along with the Department of National Defence, Roseway Hospital, Roseway Manor, and others.

The Town plans to decommission the landfill site in accordance with Nova Scotia Environment and Climate Change requirements. It is expected to take five years to complete at an estimated cost of \$468,000.

22. CONTINGENT LIABILITIES**Removal of Fuel Tanks**

The Town removed two underground fuel tanks in prior years. Soil tests taken at the time indicate that no contamination exists at one location. It is not known if soil is contaminated in the second location. The Town has made no provision for the estimated cost of removing the contaminated soil.

23. OPERATING LEASES

The Town leases certain office equipment under operating leases and leases a water lot. Future minimum annual payments are as follows:

2026	\$	2,592
2027		1,767
2028		1,767
2029		1,767
2030		1,767

24. REMUNERATION, HOSPITALITY AND OTHER APPROVED EXPENSES

Remuneration and expenses for Mayors, Councilors, and Senior Officers of the Town which were paid during the current year are as follows:

	<u>Remuneration</u>	<u>Expenses</u>
Mayor		
Stanley Jacklin	23,411	1,783
Councilors		
Donald Acker	15,412	-
Elizabeth Acker	15,022	2,378
Therese Cruz	14,047	2,979
Sheldon Ringer	14,047	-
Chief Administrative Officer		
Sarah Mattatall	106,871	3,630

Hospitality expenses are incurred while hosting individuals from outside the Town for business purposes including receptions, ceremonies, conferences, business meetings, performances or other group events. The offering of hospitality is done in such a manner to reflect prudent stewardship of public funds. During the period April 1, 2025 to March 31, 2026 the Town paid \$1,988 to host a barbeque, host meetings with local mayors and wardens in the area and provided honorariums to recognize volunteers in the Town.

25. SEGMENTED INFORMATION

The Town of Shelburne is a diversified municipal unit that provides a wide range of services to its citizens. For management reporting purposes the Town's operations and activities are organized and reported by funds. Funds were created for the purpose of recording specific activities to attain certain objectives in accordance with special regulations, restrictions or limitations.

Town services are provided by departments and their activity is reported in these funds. The services provided by these departments are as follows:

General Government Services

This department is responsible for the overall financial and local government administration. Its tasks include tax, water and sewer billings and payments, Port Authority billings, accounts payable and receivables, budgets and financial statements, the Municipal Government Act, administration and maintenance of bylaws and change of address.

Protective Services

This department is responsible for ensuring the safety of the residents. Its tasks include bylaw enforcement, animal control, emergency measures, police and fire protection.

25. SEGMENTED INFORMATION *(continued)*Transport Services

This department is responsible for transportation services within the Town. Its tasks include maintaining roads, sidewalks and street lighting.

Environmental Health Services

This department is responsible for the maintenance and operations of waste and sewer services provided to residents and other customers. Its tasks include recycling, composting and sewer hook-up.

Environmental Development Services

This department is responsible for the planning and development within the Town. Its tasks include developing strategies and planning reports, and promoting economic development within the Town.

Recreation and Cultural Services

This department is responsible for promoting and offering recreation opportunities and activities to the Town's residents.

Public Health and Welfare Services

This department is responsible for their portion for the Western Regional Housing Authority deficit and contributions towards various organizations.

26. FINANCIAL INSTRUMENTS

The Town's financial instruments consists of cash and bank balances, accounts receivable, investments, accounts payable and accrued liabilities, temporary borrowings, and long-term debt. It is management's opinion that the Town is not exposed to significant interest or currency risks arising from these financial instruments.

The Town is subject to credit risk with respect to taxes and grants in lieu of taxes receivables and trade and other receivables. Credit risk arises from the possibility that taxpayers and entities to which the Town provides services may experience financial difficulty and be unable to fulfil their obligations. The large number and diversity of taxpayers and customers minimizes credit risk.

Unless otherwise noted, the carrying value of the financial instrument approximates fair value.

TOWN OF SHELBURNE**A-21**

Schedule of Tangible Capital Assets

Year Ended March 31, 2026

	Cost 2025	Additions	Write-offs Disposals	Cost 2026
Land and Water Lots				
General Fund				
General Government	\$ 156,847	\$ -	\$ -	\$ 156,847
Protective Services	12,119	-	-	12,119
Transportation Services	500	-	-	500
Environmental Health Services	67,610	-	-	67,610
Environmental Development Services	13,200	-	-	13,200
Recreation and Cultural Services	142,867	-	-	142,867
Muir-Cox Shipyard	64,227	-	-	64,227
Cemetery Commission	4,814	-	-	4,814
Port Authority	471,428	-	-	471,428
	<u>933,612</u>	<u>-</u>	<u>-</u>	<u>933,612</u>
Land Improvements				
General Fund				
Protective Services	7,426	-	-	7,426
Recreation and Cultural Services	314,611	149,718	47,694	416,635
Muir-Cox Shipyard	297,493	-	-	297,493
Cemetery Commission	60,613	-	-	60,613
	<u>680,143</u>	<u>149,718</u>	<u>47,694</u>	<u>782,167</u>
Buildings				
General Fund				
General Government	453,546	-	-	453,546
Protective Services	1,018,104	-	-	1,018,104
Transportation Services	129,750	-	-	129,750
Environmental Health Services	2,885,483	-	-	2,885,483
Environmental Development Services	26,305	-	-	26,305
Recreation and Cultural Services	2,023,380	-	6,385	2,016,995
Muir-Cox Shipyard	1,108,048	-	-	1,108,048
Cemetery Commission	27,179	-	-	27,179
Port Authority	21,245	-	-	21,245
	<u>7,693,040</u>	<u>-</u>	<u>6,385</u>	<u>7,686,655</u>
Equipment				
General Fund				
Transportation Services	355,030	40,361	58,616	336,775
Environmental Development Services	3,520	-	-	3,520
Environmental Health Services	381,325	19,961	39,841	361,445
Recreation and Cultural Services	679,341	-	24,700	654,641
Port Authority	9,854	-	-	9,854
	<u>1,429,070</u>	<u>60,322</u>	<u>123,157</u>	<u>1,366,235</u>
Carry Forward	<u>\$ 10,735,865</u>	<u>\$ 210,040</u>	<u>\$ 177,236</u>	<u>\$ 10,768,669</u>

TOWN OF SHELBURNE**A-22**

Schedule of Tangible Capital Assets

Year Ended March 31, 2026

	Cost 2025	Additions	Write-offs Disposals	Cost 2026
Brought Forward	\$ 10,735,865	\$ 210,040	\$ 177,236	\$ 10,768,669
Vehicles				
General Fund				
Protective Services	433,309	1,008,484	154,076	1,287,717
Transportation Services	37,631	88,591	-	126,222
Environmental Health Services	-	38,083	-	38,083
	470,940	1,135,158	154,076	1,452,022
Bridges				
General Fund				
Transportation Services	4,208	-	-	4,208
Recreation and Cultural Services	441	-	441	-
	4,649	-	441	4,208
Sidewalks				
General Fund				
Transportation Services	167,782	79,119	-	246,901
Recreation and Cultural Services	217,010	-	-	217,010
	384,792	79,119	-	463,911
Streets				
General Fund				
Transportation Services	2,752,312	403,834	-	3,156,146
Street Lights				
General Fund				
Recreation and Cultural Services	17,583	-	-	17,583
Port Authority	4,587	-	-	4,587
	22,170	-	-	22,170
Wharves				
General Fund				
Recreation and Cultural Services	102,979	-	-	102,979
Muir-Cox Shipyard	221,629	-	-	221,629
Port Authority	1,914,562	852,747	-	2,767,309
	2,239,170	852,747	-	3,091,917
Engineered Structures				
General Fund				
Environmental Health Services	3,353,378	-	-	3,353,378
Water Utility	6,599,559	30,682	97,936	6,532,305
	\$ 26,562,835	\$ 2,711,580	\$ 429,689	\$ 28,844,726

TOWN OF SHELBURNE**A-23**

Schedule of Tangible Capital Assets

Year Ended March 31, 2026

	Cost 2025	Additions	Write-offs Disposals	Cost 2026
General Capital Fund	\$ 15,757,597	\$ 1,828,151	\$ 331,753	\$ 17,253,995
Muir-Cox Ship Yard	1,691,397	-	-	1,691,397
	17,448,994	1,828,151	331,753	18,945,392
Water Utility Capital Fund	6,599,559	30,682	97,936	6,532,305
Port Authority Capital Fund	2,421,676	852,747	-	3,274,423
Cemetery Commission Capital Fund	92,606	-	-	92,606
	\$ 26,562,835	\$ 2,711,580	\$ 429,689	\$ 28,844,726

TOWN OF SHELBURNE**A-24**

Schedule of Accumulated Amortization

Year Ended March 31, 2026

	Balance 2025	Amortization	Write-offs Disposals	Balance 2026
Land Improvements				
General Fund				
Protective Services	\$ 6,534	\$ 297	\$ -	\$ 6,831
Recreation and Cultural Services	248,291	16,663	47,694	217,260
Muir-Cox Shipyard	271,767	11,900	-	283,667
Cemetery Commission	17,814	2,424	-	20,238
	<u>544,406</u>	<u>31,284</u>	<u>47,694</u>	<u>527,996</u>
Buildings				
General Fund				
General Government	55,037	11,338	-	66,375
Protective Services	765,103	25,452	-	790,555
Transportation Services	89,606	3,242	-	92,848
Environmental Health Services	524,795	72,137	-	596,932
Environmental Development Services	21,004	657	-	21,661
Recreation and Cultural Services	956,828	50,269	6,385	1,000,712
Muir-Cox Shipyard	730,113	27,704	-	757,817
Cemetery Commission	5,882	680	-	6,562
Port Authority	10,855	531	-	11,386
	<u>3,159,223</u>	<u>192,010</u>	<u>6,385</u>	<u>3,344,848</u>
Equipment				
General Fund				
Transportation Services	254,121	17,016	58,616	212,521
Environmental Development Services	2,464	352	-	2,816
Environmental Health Services	167,113	36,018	39,841	163,290
Recreation and Cultural Services	577,244	65,463	24,700	618,007
Port Authority	8,187	975	-	9,162
	<u>1,009,129</u>	<u>119,824</u>	<u>123,157</u>	<u>1,005,796</u>
Vehicles				
General Fund				
Protective Services	309,761	128,772	154,076	284,457
Transportation Services	15,057	25,248	-	40,305
Environmental Health Services	-	7,616	-	7,616
	<u>324,818</u>	<u>161,636</u>	<u>154,076</u>	<u>332,378</u>
Bridges				
General Fund				
Transportation Services	3,529	168	-	3,697
Recreation and Cultural Services	441	-	441	-
	<u>3,970</u>	<u>168</u>	<u>441</u>	<u>3,697</u>
Carry Forward	<u>\$ 5,041,546</u>	<u>\$ 504,922</u>	<u>\$ 331,753</u>	<u>\$ 5,214,715</u>

TOWN OF SHELBURNE**A-25**

Schedule of Accumulated Amortization

Year Ended March 31, 2026

	Balance 2025	Amortization	Write-offs Disposals	Balance 2026
Brought Forward	\$ 5,041,546	\$ 504,922	\$ 331,753	\$ 5,214,715
Sidewalks				
General Fund				
Transportation Services	55,318	9,866	-	65,184
Recreation and Cultural Services	193,654	8,682	-	202,336
	248,972	18,548	-	267,520
Streets				
General Fund				
Transportation Services	1,277,278	126,253	-	1,403,531
Street Lights				
General Fund				
Recreation and Cultural Services	4,218	703	-	4,921
Port Authority	3,845	183	-	4,028
	8,063	886	-	8,949
Wharves				
General Fund				
Recreation and Cultural Services	33,915	4,119	-	38,034
Muir-Cox Shipyard	201,291	8,865	-	210,156
Port Authority	786,991	110,693	-	897,684
	1,022,197	123,677	-	1,145,874
Engineered Structures				
General Fund				
Environmental Health Services	2,885,032	67,069	-	2,952,101
Water Utility	2,297,819	146,934	97,936	2,346,817
	\$ 12,780,907	\$ 988,289	\$ 429,689	\$ 13,339,507
General Capital Fund	8,446,343	677,400	331,753	8,791,990
Muir-Cox Ship Yard Capital Fund	1,203,171	48,469	-	1,251,640
	9,649,514	725,869	331,753	10,043,630
Water Utility Capital Fund	2,297,819	146,934	97,936	2,346,817
Port Authority Capital Fund	809,878	112,382	-	922,260
Cemetery Commission Capital Fund	23,696	3,104	-	26,800
	\$ 12,780,907	\$ 988,289	\$ 429,689	\$ 13,339,507

TOWN OF SHELBURNE
Supplementary Financial Information
Non-Consolidated Financial Statements
Year Ended March 31, 2026
Section B

TOWN OF SHELBURNE

SECTION B

SUPPLEMENTARY FINANCIAL INFORMATION

CONTENTS

	PAGE
General Fund	
Statement of Operations	B-1
Operating Fund Statement of Financial Position	B-2 – B-3
Schedules to Statement of Operations	B-4 – B-11
Capital Fund Statement of Financial Position	B-12
Statement of Investment in Capital Assets	B-13
Water Utility	
Statement of Operations	B-14
Operating Fund Statement of Financial Position	B-15
Schedules to Statement of Operations	B-16
Capital Fund Statement of Financial Position	B-17
Statement of Investment in Capital Assets	B-18
Statement of Capital Reserve	B-18
Statement of Financial Activities	B-19
Tangible Capital Assets	B-20
Port Authority	
Statement of Operations	B-21
Operating Fund Statement of Financial Position	B-22
Capital Fund Statement of Financial Position	B-23
Statement of Investment in Capital Assets	B-24
Reserve Fund Statement of Financial Position	B-25
Statement of Reserve Fund	B-25
Trust Funds	
M. E. MacKay Trust Fund - Statement of Financial Position	B-26
- Statement of Trust Fund Reserve	B-26
Other Funds	
Special Reserve Funds	
Reserve Funds Statement of Financial Position	B-27
Statement of Reserve	B-28
Cemetery Commission	
Statement of Operations	B-29
Operating Fund Statement of Financial Position	B-30
Capital Fund Statement of Financial Position	B-31
Statement of Investment in Capital Assets	B-31
Cenotaph Fund	
Statement of Operations	B-32
Statement of Financial Position	B-32
Other	
Schedule of Capital Debt and Term Debt	B-33 – B-34
Statement of Capital Financing	B-35
Schedule of Capital Projects Funding	B-36 – B-37

TOWN OF SHELBURNE

B-1

Supplementary Financial Information
 General Fund - Statement of Operations
 Year Ended March 31, 2026

	Page	2026 Budget	2026 Actual	2025 Actual
REVENUE				
Taxes	B-4	\$ 3,938,698	\$ 3,895,343	\$ 3,737,301
Grants in lieu of taxes	B-4	16,215	16,533	15,914
Services provided to other Local Governments	B-4	121,358	121,358	105,605
Other revenues from Own Sources	B-5	276,166	272,787	287,904
Unconditional transfers from other Governments	B-5	368,645	370,055	368,448
Conditional transfers from Federal and Provincial Governments and their agencies	B-5	1,000	1,000	5,302
Other transfers	B-5	409,526	381,946	228,150
		<u>\$ 5,131,608</u>	<u>\$ 5,059,022</u>	<u>\$ 4,748,624</u>
EXPENDITURES				
General Government Services	B-6	\$ 1,151,963	\$ 1,140,762	\$ 1,097,310
Protective Services	B-7	1,261,123	1,262,240	1,184,385
Transportation Services	B-8	616,340	561,561	547,103
Environmental Health Services	B-9	874,472	755,065	799,785
Public Health and Welfare Services	B-9	10,000	10,000	10,000
Environmental Development Services	B-10	251,633	274,233	191,950
Recreation and Cultural Services	B-11	170,041	170,329	174,996
Fiscal Services	B-11	419,012	507,808	401,219
Education		377,024	377,024	341,876
		<u>\$ 5,131,608</u>	<u>\$ 5,059,022</u>	<u>\$ 4,748,624</u>

TOWN OF SHELBURNE

B-2

Supplementary Financial Information

General Fund - Operating Fund Statement Of Financial Position

Year Ended March 31, 2026

	2026	2025
ASSETS		
Cash and Bank	\$ 843	\$ 196,077
Receivables		
Taxes and Rates		
Taxes Receivable (net of valuation allowance) (Note 7)	281,504	236,134
Sewer maintenance charges (Note 8)	62,211	32,629
Accrued interest and penalties (less valuation allowance 2026 - \$35; 2025 - \$216)	18,142	18,949
Due from Federal Government and its agencies	54,848	41,687
Due from Provincial Government and its agencies		
Conditional transfers	45,450	10,676
Due from other local governments	5,984	-
Other receivables (less valuation allowance - 2026 - \$1,169; 2025 - \$1,272)	78,676	90,819
Due from Own Funds and Agencies (Note 19)		
Operating Reserve	11,454	-
Capital Reserve	47,360	49,826
SSGF Reserve	22,828	-
Cemetery Commission	24,313	20,531
	653,613	697,328
Inventory	59,181	89,822
Prepaid Expenses	5,594	15,678
	\$ 718,388	\$ 802,828

Continued ...

TOWN OF SHELBURNE

B-3

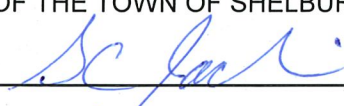
Supplementary Financial Information

General Fund - Operating Fund Statement Of Financial Position

Year Ended March 31, 2026

	2026	2025
LIABILITIES		
Bank indebtedness (Note 9)	\$ 172,844	\$ -
Payables		
Due to Federal Government and its agencies	3,466	3,382
Due to Provincial Government and its agencies	6,494	6,608
Due to other local governments	11,317	10,031
Trade payables and accruals	273,860	284,016
 Own Fund and Agencies (Note 19)		
Capital Fund	16	-
Water Utility Operating Fund	20,258	21,178
Port Authority	44,435	59,915
Operating Reserve	-	124,807
Other Liabilities		
Prepayment of taxes	83,108	85,786
	442,954	595,723
Deferred Revenue	62,096	159,158
Tax Sale Surplus (Note 11)	40,494	47,947
	545,544	802,828
EQUITY		
Surplus	-	-
	\$ 718,388	\$ 802,828

ON BEHALF OF THE TOWN OF SHELBURNE


 Mayor


 Chief Administrative Officer

TOWN OF SHELBURNE

B-4

Supplementary Financial Information
General Fund - Statement of Operations
Year Ended March 31, 2026

	2026 Budget	2026 Actual	2025 Actual
Taxes			
Residential	\$ 2,063,349	\$ 2,060,330	\$ 1,957,623
Commercial			
Based on taxable assessments	910,666	908,080	888,569
Resource			
Based on taxable assessments	35,215	35,215	35,853
Forest property (less than 50,000 acres)	3	3	15
	3,009,233	3,003,628	2,882,060
Business Property			
Based on revenue (Bell Aliant)	10,975	10,976	10,861
Special Assessments			
Environmental health	438,080	438,416	337,480
Solid waste	350,410	351,111	363,122
	788,490	789,527	700,602
Other			
Deed transfer tax	130,000	91,212	143,778
	\$ 3,938,698	\$ 3,895,343	\$ 3,737,301
Grants in Lieu of Taxes			
Federal Government	\$ 11,720	\$ 12,007	\$ 12,022
Provincial Government			
Property of supported institutions	3,972	3,973	3,368
Fire protection	523	553	524
	4,495	4,526	3,892
	\$ 16,215	\$ 16,533	\$ 15,914
Services Provided to Other Local Governments			
Fire protection	\$ 121,358	\$ 121,358	\$ 105,605

TOWN OF SHELBURNE

B-5

Supplementary Financial Information
 General Fund - Statement of Operations
 Year Ended March 31, 2026

	2026 Budget	2026 Actual	2025 Actual
Other Revenue from Own Sources			
Licenses and permits	\$ 2,600	\$ 1,700	\$ 1,750
Fines	5,500	6,113	3,291
Rentals	80,696	80,578	80,745
Sewer entrance fees	3,000	1,800	-
Interest on investments	32,000	13,311	35,533
Interest on taxes and sewer	33,000	36,961	35,128
Other	119,370	132,324	131,457
	\$ 276,166	\$ 272,787	\$ 287,904
Unconditional Transfers from Other Governments			
Provincial Government			
Capacity grant (formerly equalization grant)	\$ 359,645	\$ 359,645	\$ 359,645
NSPI - HST Offset	9,000	8,335	8,803
Other	-	2,075	-
	\$ 368,645	\$ 370,055	\$ 368,448
Conditional Transfers from Federal and Provincial Governments and their Agencies			
Federal Government			
Job grants	\$ -	\$ -	\$ 1,687
Other	-	-	-
	-	-	1,687
Provincial Government	1,000	1,000	3,615
	\$ 1,000	\$ 1,000	\$ 5,302
Other Transfers			
Conditional transfers			
Other local governments	\$ 5,000	\$ 6,600	\$ 10,100
Transfer from own funds			
Operating Reserve	297,903	268,723	218,050
Capital Reserve	106,623	106,623	-
	\$ 409,526	\$ 381,946	\$ 228,150

TOWN OF SHELBURNE

B-6

Supplementary Financial Information
 General Fund - Statement of Operations
 Year Ended March 31, 2026

	2026 Budget	2026 Actual	2025 Actual
General Government Services			
Legislative			
Stipend			
Mayor	23,997	\$ 23,997	\$ 23,411
Councilors	59,991	59,991	58,528
Travel	9,500	7,141	12,753
Other legislative services	8,120	8,870	5,966
	101,608	99,999	100,658
General Administrative			
Administrative	673,661	662,895	557,664
Financial management	53,900	54,365	50,986
Taxation			
Assessment services	27,190	27,190	26,311
Tax rebates and cancellations	80,221	77,621	85,223
Common services	45,400	37,945	39,093
	880,372	860,016	759,277
Purchase of Capital Assets	-	-	62,978
Debt Charges			
Interest on short-term borrowings	10,300	10,436	9,111
Interest on long-term debt			
Debenture interest	1,299	1,299	2,074
	11,599	11,735	11,185
Valuation Allowances			
Uncollectible taxes (recovered)	5,000	(1,442)	(4,407)
Other General Government Services			
Election costs	-	-	15,027
General accident and damage claims and public liability insurance	70,000	64,424	67,615
Intergovernmental relations	3,400	2,090	3,374
Grants to other organizations and individuals	65,984	76,084	68,302
Other	14,000	27,856	13,301
	153,384	170,454	167,619
	\$ 1,151,963	\$ 1,140,762	\$ 1,097,310

TOWN OF SHELBURNE

B-7

Supplementary Financial Information
General Fund - Statement of Operations
Year Ended March 31, 2026

	2026 Budget	2026 Actual	2025 Actual
Protective Services			
Police Protection			
Crime investigation, prevention, and protective services	\$ 878,638	\$ 884,210	\$ 828,904
Law Enforcement			
Prosecuting Attorney	4,000	2,950	1,700
Other - By-Law Enforcement Officer	34,079	29,147	30,946
	38,079	32,097	32,646
Fire Protection			
Administration	6,700	4,968	5,062
Fire fighting force	30,300	30,223	30,044
Water supply and hydrants	83,666	83,565	83,565
Training	12,000	1,740	11,158
Fire stations and buildings	50,450	50,796	45,994
Fire fighting equipment	54,600	70,451	67,676
Other	20,000	17,236	19,034
	257,716	258,979	262,533
Emergency Measures	6,700	6,964	11,628
Debt Charges			
Interest on long-term debt			
Debenture interest	1,680	1,680	2,191
Protective Services			
Fire	15,007	15,007	13,011
Building	63,303	63,303	33,472
	78,310	78,310	46,483
	\$ 1,261,123	\$ 1,262,240	\$ 1,184,385

TOWN OF SHELBURNE

B-8

Supplementary Financial Information
 General Fund - Statement of Operations
 Year Ended March 31, 2026

	2026 Budget	2026 Actual	2025 Actual
Transportation Services			
Common Services			
Administration	\$ 71,993	\$ 58,992	\$ 54,232
Equipment (general)	58,074	63,159	70,472
Small tools and equipment	5,000	4,185	4,906
Workshops, yards and other buildings	14,230	15,289	13,873
Other	300	43	445
	149,597	141,668	143,928
Road Transport			
Administration	316,053	283,720	252,186
Roads and streets	106,500	97,424	100,792
Street lighting	19,425	17,561	18,565
Traffic services	22,000	18,420	20,562
	463,978	417,125	392,105
Purchase of Capital Assets	-	-	6,883
Debt Charges			
Interest on long-term debt			
Debenture interest	2,765	2,765	4,184
Other	-	3	3
	2,765	2,768	4,187
	\$ 616,340	\$ 561,561	\$ 547,103

TOWN OF SHELBURNE

B-9

Supplementary Financial Information
 General Fund - Statement of Operations
 Year Ended March 31, 2026

	2026 Budget	2026 Actual	2025 Actual
Environmental Health Services			
Sewage Collection and Disposal			
Administration	\$ 124,585	\$ 113,022	\$ 113,276
Sewage collection systems	13,000	8,798	55,126
Sewage lift stations	66,315	66,160	66,806
Sewage treatment and disposal	211,400	154,898	149,062
	415,300	342,878	384,270
Garbage and Waste Collection and Disposal			
Shared services - waste collection	350,410	340,599	362,373
Garbage and waste collection	2,500	2,674	4,477
Other	525	272	263
	353,435	343,545	367,113
Purchase of Capital Assets	82,958	45,863	24,364
Debt Charges			
Interest on long-term debt			
Debenture interest	22,779	22,779	24,038
	\$ 874,472	\$ 755,065	\$ 799,785
Public Health and Welfare Services			
Social Welfare			
Other	\$ 10,000	\$ 10,000	\$ 10,000

TOWN OF SHELBURNE

B-10

Supplementary Financial Information
 General Fund - Statement of Operations
 Year Ended March 31, 2026

	2026 Budget	2026 Actual	2025 Actual
Environmental Development Services			
Environmental Planning and Zoning			
Administration	\$ 3,000	\$ 415	\$ -
Other planning and zoning	159,220	175,478	93,035
	162,220	175,893	93,035
Community Development			
Tourism and events	7,500	8,368	7,082
Other	2,233	2,617	715
	9,733	10,985	7,797
Other Environmental Development Services			
Tourism	4,070	3,077	11,929
Other	75,521	84,189	79,060
	79,591	87,266	90,989
Debt Charges			
Interest on long-term debt			
Debenture interest	89	89	129
	\$ 251,633	\$ 274,233	\$ 191,950

TOWN OF SHELBURNE

B-11

Supplementary Financial Information
 General Operating Fund - Statement of Operations
 Year Ended March 31, 2026

	2026 Budget	2026 Actual	2025 Actual
Recreation and Cultural Services			
Recreation Facilities			
Community centres and halls	\$ 91,076	\$ 97,070	\$ 88,446
Parks and playgrounds	28,400	24,040	35,614
Other	-	-	-
	119,476	121,110	124,060
Cultural			
Western County Regional Library	13,400	13,400	14,000
Libraries	20,120	19,821	18,807
Other	10,185	9,138	9,698
	43,705	42,359	42,505
Debt Charges			
Interest on long-term debt			
Debenture interest	6,860	6,860	8,431
	\$ 170,041	\$ 170,329	\$ 174,996
Fiscal Services			
Principal instalments			
Debenture principal	\$ 273,929	\$ 273,929	\$ 162,885
Transfer to own funds			
Operating Reserve	65,083	153,879	146,487
Capital Reserve	80,000	80,000	91,847
	\$ 419,012	\$ 507,808	\$ 401,219

TOWN OF SHELBURNE

B-12

Supplementary Financial Information

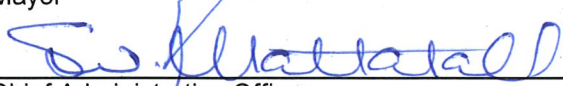
General Fund - Capital Fund Statement Of Financial Position

Year Ended March 31, 2026

	2026	2025
ASSETS		
Cash and bank	\$ 10,587	\$ 10,183
Receivables		
Due from other funds		
General Operating Fund	16	-
Deposit on fire truck	-	289,599
Work in Progress	351,411	140,121
Tangible Capital Assets (Note 3 (b) and (c))	8,901,762	7,799,480
Property acquired at tax sale	52,165	52,165
	\$ 9,315,941	\$ 8,291,548
LIABILITIES		
Asset retirement obligation (Note 12)	\$ 288,350	\$ 415,191
Long-Term Debt		
Debentures issued to Provincial Government agencies (Note 10)	1,048,659	1,322,588
EQUITY		
Investment in Capital Assets	7,978,932	6,553,769
	\$ 9,315,941	\$ 8,291,548

ON BEHALF OF THE TOWN OF SHELBURNE



Mayor

Chief Administrative Officer

TOWN OF SHELBURNE

B-13

Supplementary Financial Information

General Fund - Statement Of Investment in Capital Assets

Year Ended March 31, 2026

	2026	2025
BALANCE, BEGINNING OF YEAR, as reported	\$ 6,553,769	\$ 6,194,513
Add:		
Contributions		
Provincial government	339,913	72,472
Other local governments	270,486	144,800
Other	140,303	81,077
Term debt retired	273,929	162,885
Capital expenditures		
General Operating Fund	45,863	94,224
Capital Reserve	568,443	412,428
Canada Community Building Fund Reserve	338,621	52,143
Sustainability Service Growth Fund Reserve	181,909	-
Interest	420	543
Deduct:		
Amortization	(725,870)	(599,983)
Accretion	(8,854)	(10,910)
Net book value of property disposed	-	(50,423)
BALANCE - END OF YEAR	\$ 7,978,932	\$ 6,553,769

TOWN OF SHELBURNE

B-14

Supplementary Financial Information
 Water Utility - Statement of Operations
 Year Ended March 31, 2026

	Page	2026 Budget	2026 Actual	2025 Actual
OPERATING REVENUE				
Metered sales		\$ 455,000	\$ 465,447	\$ 445,370
Flat rate sales		48,590	48,590	48,536
Bulk sales		4,500	6,726	4,502
Public fire protection		136,033	135,833	136,033
Interest		2,100	1,348	2,094
		646,223	657,944	636,535
OPERATING EXPENDITURES				
Source of supply	B-16	603	603	603
Pumping	B-16	51,194	54,998	45,079
Water treatment	B-16	235,147	253,174	222,547
Transmission and distribution	B-16	53,672	48,737	60,946
Administration and general	B-16	110,856	109,163	101,338
Amortization		125,000	112,683	119,392
		576,472	579,358	549,905
NET OPERATING REVENUE		69,751	78,586	86,630
NON-OPERATING REVENUE				
Other		24,000	17,756	23,811
NON-OPERATING EXPENDITURES				
Debt Principal		50,752	50,752	80,014
Interest on short-term debt		1,200	1,134	1,105
Interest on long-term debt		15,148	15,147	18,252
Purchase of capital assets		21,000	7,238	13,379
Other		-	-	100
		88,100	74,271	112,850
EXCESS OF REVENUE OVER EXPENDITURES (EXPENDITURES OVER REVENUE)		\$ 5,651	22,071	(2,409)
Surplus, beginning of year			540,948	543,357
SURPLUS - END OF YEAR			\$ 563,019	\$ 540,948

TOWN OF SHELBURNE

B-15

Supplementary Financial Information

Water Utility - Operating Fund Statement Of Financial Position

Year Ended March 31, 2026

	2026	2025
ASSETS		
Cash and bank	\$ 513,329	\$ 536,443
Receivables		
Rates (less allowance for doubtful accounts - 2026 - \$1,685; 2025 - \$3,690)	123,390	116,145
Due from Federal Government	8,503	7,964
Other	1,650	2,620
Due from Other Funds		
Port Authority	6,834	331
General Operating Fund	20,258	21,178
	673,964	684,681
Inventory of materials and supplies, at cost	24,830	16,227
Prepaid expenses	86	343
	\$ 698,880	\$ 701,251
LIABILITIES		
Accounts payable	\$ 42,808	\$ 42,284
Due to Federal Government	5	104
Due to Province of Nova Scotia	603	603
Due to Other Funds		
Water Utility Capital Fund	92,045	116,912
Deferred Revenue	400	400
	135,861	160,303
EQUITY		
Surplus	563,019	540,948
	\$ 698,880	\$ 701,251

ON BEHALF OF THE TOWN OF SHELBURNE



Mayor

Chief Administrative Officer

TOWN OF SHELBURNE

B-16

Supplementary Financial Information
 Water Utility - Schedules to Statement of Operations
 Year Ended March 31, 2026

	2026 Budget	2026 Actual	2025 Actual
Source of Supply			
Supplies and expenses	\$ 603	\$ 603	\$ 603
Pumping			
Power	\$ 47,344	\$ 50,022	\$ 44,247
Maintenance	3,850	4,976	832
	\$ 51,194	\$ 54,998	\$ 45,079
Water Treatment			
Labour	\$ 91,387	\$ 88,498	\$ 87,103
Supplies and expenses	124,760	131,274	123,348
Maintenance of structures and improvements	8,000	5,474	8,206
Maintenance of equipment	5,500	22,591	3,204
Other	5,500	5,337	686
	\$ 235,147	\$ 253,174	\$ 222,547
Transmission and Distribution			
Labour	\$ 18,372	\$ 18,372	\$ 17,618
Maintenance of distribution reservoirs - standpipes	8,100	6,165	3,626
Maintenance of transmission mains	15,000	13,703	29,575
Maintenance of distribution mains	3,000	394	2,713
Maintenance of meters	1,000	-	1,748
Maintenance of hydrants	1,500	-	-
Transportation expenses	6,700	10,103	5,666
	\$ 53,672	\$ 48,737	\$ 60,946
Administration and general			
Labour	\$ 20,337	\$ 20,313	\$ 19,027
Advertising	400	-	-
Audit	6,040	5,973	5,752
Billing and accounting	46,784	46,784	45,537
Insurance	19,033	22,299	17,956
Property taxes	1,122	1,094	1,121
Regulatory expenses	1,790	1,775	1,740
Software and maintenance	4,800	3,157	5,277
Supplies	2,000	2,192	1,723
Telephone	6,550	5,332	4,600
Uncollectible accounts	2,000	244	(1,395)
	\$ 110,856	\$ 109,163	\$ 101,338

TOWN OF SHELBURNE

B-17

Supplementary Financial Information

Water Utility - Capital Fund Statement Of Financial Position

Year Ended March 31, 2026

	2026	2025
ASSETS		
Cash and bank	\$ 601,093	\$ 481,150
Due from Water Utility Operating Fund	92,045	116,912
Work in progress	9,591	-
Tangible Capital Assets (page B-20)	4,185,488	4,301,740
	\$ 4,888,217	\$ 4,899,802
LIABILITIES		
Long-Term Debt		
Nova Scotia Municipal Finance Corporation, due 2026 - 2027; 4.527% - 4.597%	\$ 304,518	\$ 355,270
Reserve for capital purchases (page B-18)	691,841	596,803
	996,359	952,073
EQUITY		
Deferred Contributions (net of accumulated amortization) (Note 15)	2,123,594	2,157,845
Investment in Capital Assets (page B-18)	1,768,264	1,789,884
	3,891,858	3,947,729
	\$ 4,888,217	\$ 4,899,802

ON BEHALF OF THE TOWN OF SHELBURNE

Mayor_____
Chief Administrative Officer

TOWN OF SHELBURNE

B-18

Supplementary Financial Information

Water Utility - Statement of Investment in Capital Assets

Year Ended March 31, 2026

	2026	2025
BALANCE - BEGINNING OF YEAR	\$ 1,789,884	\$ 1,735,239
Add:		
Long-term debt repaid	50,752	80,014
Capital Reserve	33,036	80,588
Water Utility	7,238	13,379
Interest income	37	56
Deduct:		
Amortization of tangible capital assets	(112,683)	(119,392)
BALANCE - END OF YEAR	\$ 1,768,264	\$ 1,789,884

Supplementary Financial Information

Water Utility - Statement of Capital Reserve

Year Ended March 31, 2026

	2026	2025
BALANCE - BEGINNING OF YEAR	\$ 596,803	\$ 536,487
Interest	15,391	21,512
Fund Transfers from (to)		
Water Operating	112,683	119,392
Water Capital	(33,036)	(80,588)
BALANCE - END OF YEAR	\$ 691,841	\$ 596,803

TOWN OF SHELBURNE

B-19

Supplementary Financial Information
Water Utility - Statement of Financial Activities
Year Ended March 31, 2026

	2026	2025
Revenue		
Capital contributions	\$ -	\$ -
Expenditure		
Capital expenditures	40,274	93,967
Net expenditure	(40,274)	(93,967)
Financing and transfers		
Repayment of debt	(50,752)	(80,014)
Transfers from own funds	91,026	173,981
	40,274	93,967
Change in fund balance	\$ -	\$ -

TOWN OF SHELBURNE

B-20

Supplementary Financial Information
 Water Utility - Tangible Capital Assets
 Year Ended March 31, 2026

	2026	2025
Structures and Improvements		
Drywells	\$ 81,520	\$ 81,520
Lakes and reservoirs	6,363	6,363
Lagoons	531,400	531,400
Pumping	188,927	188,927
Water Treatment	887,309	887,309
Distribution reservoirs and standpipes	691,133	691,133
Other	7,832	7,832
	2,394,484	2,394,484
Buildings	14,302	10,970
Equipment		
Pumping	11,047	-
Water Treatment	1,082,404	1,111,084
Transportation	-	51,748
	1,093,451	1,162,832
Mains		
Transmission	2,009,578	2,009,578
Distribution	574,222	565,157
	2,583,800	2,574,735
Services	185,089	185,089
Meters	122,148	132,418
Hydrants	139,032	139,032
	6,532,306	6,599,560
Accumulated amortization	(2,346,818)	(2,297,820)
	\$ 4,185,488	\$ 4,301,740

TOWN OF SHELBURNE

B-21

Supplementary Financial Information
 Port Authority - Statement of Operations
 Year Ended March 31, 2026

	2026 Budget	2026 Actual	2025 Actual
REVENUE			
Berthage			
Federal	\$ 10,600	\$ 15,555	\$ 12,955
Other	-	-	4,750
Commercial fishing	120,366	102,561	137,587
Leases	196,125	196,125	194,250
Investment income	10,500	22,197	35,889
Other			
Sundry	51,000	57,167	56,307
	388,591	393,605	441,738
EXPENDITURES			
General administrative	83,444	81,123	76,539
Common services	13,782	10,285	9,253
Shelburne Wharf	123,852	105,837	117,472
Professional fees	36,736	34,039	34,205
Debenture interest	7,089	7,089	10,912
Debenture principal	245,806	245,806	29,675
Uncollectible accounts	4,000	3,393	6,227
Capital expenditures from revenue	-	193,051	5,226
Transfer to Port Operating Reserve	75,000	313,011	-
	589,709	993,634	289,509
EXCESS REVENUE OVER EXPENDITURES	\$ (201,118)	(600,029)	152,229
Surplus, beginning of year		896,048	743,819
SURPLUS - END OF YEAR		\$ 296,019	\$ 896,048

TOWN OF SHELBURNE

B-22

Supplementary Financial Information

Port Authority - Operating Fund Statement Of Financial Position

Year Ended March 31, 2026

	2026	2025
ASSETS		
Cash and bank	\$ 70,225	\$ 949,344
Receivables		
Trade accounts		
(less allowance for doubtful accounts 2026- \$12,178;		
2025 - \$10,187)	120,638	105,178
Due from Federal Government	65,115	15,893
Due from Provincial Government	20,000	-
Due from other funds		
General Operating Fund	44,435	59,915
Prepaid expenses	1,684	6,681
	\$ 322,097	\$ 1,137,011
LIABILITIES		
Accounts payable	\$ 19,244	\$ 22,089
Due to Federal Government	-	-
Due to Other Funds		
Water Utility Operating Fund	6,834	331
Deferred revenue	-	218,543
	26,078	240,963
EQUITY		
Surplus	296,019	896,048
	\$ 322,097	\$ 1,137,011

ON BEHALF OF THE TOWN OF SHELBURNE,

Mayor

Chief Administrative Officer

TOWN OF SHELBURNE

B-23

Supplementary Financial Information

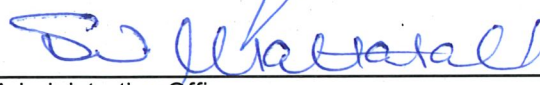
Port Authority - Capital Fund Statement Of Financial Position

Year Ended March 31, 2026

	2026	2025
ASSETS		
Work in progress	-	182,611
Tangible Capital Assets - Note 3 (b) and (c)	\$ 2,352,163	\$ 1,611,798
	\$ 2,352,163	\$ 1,794,409
LIABILITIES		
Long-Term Debt		
Nova Scotia Municipal Finance Corporation, due 2025 - 2032; 2.661% - 3.382%	\$ 106,864	\$ 352,670
EQUITY		
Investment in Capital Assets	2,245,299	1,441,739
	\$ 2,352,163	\$ 1,794,409

ON BEHALF OF THE TOWN OF SHELBURNE



Mayor

Chief Administrative Officer

TOWN OF SHELBURNE

B-24

Supplementary Financial Information

Port Authority - Statement of Investment in Capital Assets

Year Ended March 31, 2026

	2026	2025
BALANCE - BEGINNING OF YEAR	\$ 1,441,739	\$ 1,307,735
Add:		
Contributions		
Government of Canada	238,542	61,457
Province of Nova Scotia	238,543	61,457
Other local governments	-	34,471
General Operating Fund	-	20,000
Port Operating Fund	193,051	5,226
Term debt retired	245,806	29,675
Deduct:		
Amortization	(112,382)	(78,282)
BALANCE - END OF YEAR	\$ 2,245,299	\$ 1,441,739

TOWN OF SHELBURNE

B-25

Supplementary Financial Information

Port Authority - Reserve Fund Statement Of Financial Position

Year Ended March 31, 2026

	2026	2025
ASSETS		
Cash and bank	\$ 313,011	\$ -
RESERVE		
Reserve, per statement	\$ 313,011	\$ -

ON BEHALF OF THE TOWN OF SHELBURNE

Mayor

Chief Administrative Officer

Supplementary Financial Information
Statement of Port Authority Reserve Fund
Year Ended March 31, 2026

BALANCE - BEGINNING OF YEAR	\$ -	\$ -
Fund transfer from Port Authority Operating Fund	313,011	-
BALANCE - END OF YEAR	\$ 313,011	\$ -

TOWN OF SHELBURNE

B-26

Supplementary Financial Information

M.E. McKay Trust Fund - Statement of Financial Position

Year Ended March 31, 2026

	2026	2025
ASSETS		
Cash and bank	\$ 5,000	\$ 5,000
EQUITY		
Trust Funds Reserve	\$ 5,000	\$ 5,000

ON BEHALF OF THE TOWN OF SHELBURNE

Mayor

Chief Administrative Officer

Supplementary Financial Information

M. E. McKay Trust Fund - Statement of Reserve

Year Ended March 31, 2026

BALANCE, BEGINNING OF YEAR	\$ 5,000	\$ 5,000
Add:		
Interest received	138	138
Deduct:		
Transfer to Cemetery Commission	(138)	(138)
BALANCE, END OF YEAR	\$ 5,000	\$ 5,000

TOWN OF SHELBURNE

Supplementary Financial Information
Reserve Funds - Statement of Financial Position
Year Ended March 31, 2026

B-27

	OPERATING RESERVE	EQUIPMENT RESERVE	CAPITAL RESERVE	CCBF RESERVE	SSGF RESERVE	2026	2025
ASSETS							
Cash and bank							
Due from other funds	\$ 1,121,227	\$ 1,763	\$ 2,568,807	\$ 291,907	163,566	\$ 4,147,270	\$ 4,844,045
General Operating	-	-	-	-	-	-	124,807
	\$ 1,121,227	\$ 1,763	\$ 2,568,807	\$ 291,907	\$ 163,566	\$ 4,147,270	\$ 4,968,852
LIABILITIES							
Due to other funds							
General Operating	\$ 11,454	\$ -	\$ 47,360	\$ -	\$ 22,828	\$ 81,642	\$ 49,826
RESERVES							
Reserves, per statement	1,109,773	1,763	2,521,447	291,907	140,738	4,065,628	4,919,026
	\$ 1,121,227	\$ 1,763	\$ 2,568,807	\$ 291,907	\$ 163,566	\$ 4,147,270	\$ 4,968,852

CCBF - Canada Community Building Fund (formerly Gas Tax Reserve)
SSGF - Sustainability Service Growth Fund

ON BEHALF OF THE TOWN OF SHELBURNE

Mayor

Chief Administrative Officer

TOWN OF SHELBURNE
Supplementary Financial Information
Statement of Reserve Funds
Year Ended March 31, 2026

B-28

	OPERATING RESERVE	EQUIPMENT RESERVE	CAPITAL RESERVE	CCBF RESERVE	SSGF RESERVE	2026	2025
BALANCE - BEGINNING OF YEAR	\$ 1,192,720	\$ 1,712	\$ 2,926,289	\$ 484,311	\$ 313,994	\$ 4,919,026	\$ 3,883,606
Interest earned	31,897	51	80,094	13,397	8,653	134,092	171,255
Canada Community Building Fund	-	-	-	132,820	-	132,820	129,520
Sustainability Service Growth Fund	-	-	-	-	-	-	-
Provincial funding	-	-	-	-	-	-	912,503
Sale of tangible capital assets	-	-	110,130	-	-	110,130	249,500
Contributions	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	16,929
Other Fund Transfers							
From General Operating	153,879	-	80,000	-	-	233,879	238,334
To General Operating	(268,723)	-	(106,623)	-	-	(375,346)	(218,050)
To General Capital	-	-	(568,443)	(338,621)	(181,909)	(1,088,973)	(464,571)
BALANCE - END OF YEAR	\$ 1,109,773	\$ 1,763	\$ 2,521,447	\$ 291,907	\$ 140,738	\$ 4,065,628	\$ 4,919,026

CCBF - Canada Community Building Fund (formerly Gas Tax Reserve)
SSGF - Sustainability Service Growth Fund

TOWN OF SHELBURNE

B-29

Supplementary Financial Information

Cemetery Commission - Statement of Operations

Year Ended March 31, 2026

	2026	2025
REVENUE		
Sale of lots	\$ 2,580	\$ 1,630
Investment income	1,279	1,930
Perpetual care	7,014	6,312
	10,873	9,872
EXPENDITURES		
Uncollectible amounts	-	(514)
Labour and equipment hire	6,405	4,503
Materials	609	801
Tools and repairs	-	508
	7,014	5,298
EXCESS REVENUE OVER EXPENDITURES	3,859	4,574
Surplus (deficit), beginning of year	1,647	(2,927)
SURPLUS, END OF YEAR	\$ 5,506	\$ 1,647

TOWN OF SHELBURNE

B-30

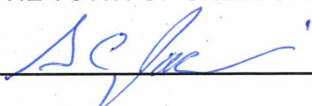
Supplementary Financial Information

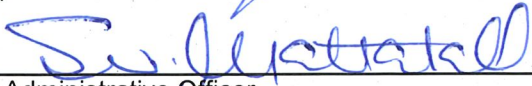
Cemetery Commission - Operating Fund Statement of Financial Position

Year Ended March 31, 2026

	2026	2025
ASSETS		
Bank	\$ 8,876	\$ 6,730
Term deposit	45,406	43,987
Receivables		
Accrued interest receivable	726	1,234
	\$ 55,008	\$ 51,951
LIABILITIES		
Accounts payable		
Due to Federal Government	\$ 25	\$ 175
Due to General Operating Fund	24,313	20,531
	24,338	20,706
Trust Fund		
Cemetery Trust Accounts	25,164	29,598
	49,502	50,304
EQUITY		
Revenue Fund		
Surplus	5,506	1,647
	\$ 55,008	\$ 51,951

ON BEHALF OF THE TOWN OF SHELBURNE



Mayor

Chief Administrative Officer

TOWN OF SHELBURNE

B-31

Supplementary Financial Information

Cemetery Commission - Capital Fund Statement of Financial Position

Year Ended March 31, 2026

	2026	2025
ASSETS		
Tangible Capital Assets <i>(Note 3 (b) and (c))</i>	\$ 65,806	\$ 68,910
EQUITY		
Investment in Capital Assets	\$ 65,806	\$ 68,910

ON BEHALF OF THE TOWN OF SHELBURNE

Mayor

Chief Administrative Officer

Supplementary Financial Information

Cemetery Commission - Statement of Investment in Capital Assets

Year Ended March 31, 2026

BALANCE - BEGINNING OF YEAR	\$ 68,910	\$ 72,014
Add:		
Cemetery Operating Fund	-	-
Deduct:		
Amortization	(3,104)	(3,104)
BALANCE - END OF YEAR	\$ 65,806	\$ 68,910

TOWN OF SHELBURNE

B-32

Supplementary Financial Information
Cenotaph Fund - Statement of Operations
Year Ended March 31, 2026

	2026	2025
REVENUE		
Interest	\$ 775	\$ 1,178
EXPENDITURES		
Maintenance of grounds	2,708	23
EXCESS EXPENDITURES OVER REVENUE	(1,933)	1,155
Surplus, beginning of year	26,245	25,090
SURPLUS - END OF YEAR	\$ 24,312	\$ 26,245

Supplementary Financial Information
Cenotaph Fund - Operating Fund Statement of Financial Position
Year Ended March 31, 2026

ASSETS		
Cash and bank	\$ 24,312	\$ 26,245
EQUITY		
Surplus	24,312	26,245

ON BEHALF OF THE TOWN OF SHELBURNE

Mayor

Chief Administrative Officer

TOWN OF SHELBURNE

B-33

**Supplementary Financial Information
Schedule of Debt Charges and Long-term Debt
Year Ended March 31, 2026**

	Year Due	Opening Balance	Issued	Redeemed	Closing Balance	Interest	Interest Rate
General Operating Fund							
Municipal Finance Corporation							
Various capital projects							
Debenture 35-A-1	2026	123,561	-	123,561	-	1,721	2.786%
Various capital projects							
Debenture 36-A-1	2027	96,600	-	48,300	48,300	2,357	2.374% - 2.506%
Various capital projects							
Debenture 37-A-1	2033	143,631	-	19,809	123,822	4,543	2.892% - 3.382%
Various capital projects							
Debenture 38-A-1	2029	86,667	-	21,668	64,999	2,865	3.216% - 3.389%
Various capital projects							
Debenture 39-A-1	2035	872,129	-	60,591	811,538	23,987	2.360% - 3.048%
		1,322,588	-	273,929	1,048,659	35,473	
							<i>Continues</i>

TOWN OF SHELBURNE

Supplementary Financial Information
Schedule of Debt Charges and Long-term Debt
Year Ended March 31, 2026

B-34

	Year Due	Opening Balance	Issued	Redeemed	Closing Balance	Interest	Interest Rate
Water Utility							
Municipal Finance Corporation							
Waterline Extension							
Debenture 31-A-1	2027	355,270	-	50,752	304,518	15,147	4.527% - 4.597%
		355,270	-	50,752	304,518	15,147	
Port Authority							
Municipal Finance Corporation							
Wharf improvements							
Debenture 35-A-1	2026	230,539	-	230,539	-	3,211	2.786%
Wharf improvements							
Debenture 37-A-1	2033	122,131	-	15,267	106,864	3,877	2.892% - 3.382%
		352,670	-	245,806	106,864	7,088	
		\$ 2,030,528	\$ -	\$ 570,487	\$ 1,460,041	\$ 57,708	

TOWN OF SHELBURNE

B-35

Supplementary Financial Information

Statement of Capital Financing

Year Ended March 31, 2026

	GENERAL CAPITAL	WATER CAPITAL	PORT AUTHORITY CAPITAL	2026	2025
SOURCE					
Funds available from Prior Years					
Cash	\$ 10,183	481,150	\$ -	\$ 491,333	\$ 452,746
Receivable from Operating Funds	-	116,912	-	116,912	94,584
Deposits	289,599	-	-	289,599	-
	299,782	598,062	-	897,844	547,330
Capital Funding - Revenue					
Operating Funds	45,863	7,238	193,051	246,152	132,829
Capital Reserve	568,443	-	-	568,443	412,428
Canada Community Building Fund Reserve	338,621	-	-	338,621	52,143
Sustainability Service Growth Fund Reserve	181,909	-	-	181,909	-
Reserve for capital purchases	-	33,036	-	33,036	80,588
Contributions from other sources					
ACOA	-	-	238,542	238,542	61,457
Provincial government	339,913	-	238,543	578,456	133,929
Other local governments	270,486	-	-	270,486	179,271
Other	140,723	37	-	140,760	81,677
	1,885,958	40,311	670,136	2,596,405	1,134,322
Other Funding					
Work in progress	-	-	182,611	182,611	-
Reserve for capital purchases	-	95,038	-	95,038	60,316
	-	95,038	182,611	277,649	60,316
	\$2,185,740	\$733,411	\$ 852,747	\$3,771,898	\$ 1,741,968
APPLICATION					
Capital asset acquisitions	\$ 1,828,151	\$ 30,682	\$ 852,747	\$ 2,711,580	\$ 472,663
Work in progress	211,290	9,591	-	220,881	322,732
Deferred revenue	-	-	-	-	-
Asset retirement obligation	135,695	-	-	135,695	48,728
Transfer to					
Operating Funds	-	-	-	-	-
Capital Reserve	-	-	-	-	-
	2,175,136	40,273	852,747	3,068,156	844,123
Funds Available for Application					
Cash	10,587	601,093	-	611,680	491,333
Receivable from Operating Funds	16	92,045	-	92,061	116,912
Deposits	-	-	-	-	289,599
	10,603	693,138	-	703,741	897,844
	\$2,185,739	\$733,411	\$ 852,747	\$3,771,897	\$ 1,741,967

TOWN OF SHELburnE
 Supplementary Financial Information
 Schedule of Capital Project Funding
 Year Ended March 31, 2026

	DEPOSITS	WORK IN PROGRESS	LAND IMPROVEMENTS	EQUIPMENT	VEHICLES	SIDEWALKS	STREETS	WHARVES	LANDFILL REMEDIATION	WATER UTILITY	TOTAL
CAPITAL EXPENDITURES											
CONTRIBUTIONS											
Government of Canada											
Port Authority	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 238,542	\$ -	\$ -	\$ 238,542
Province of Nova Scotia											
Transportation Services	-	-	-	-	-	-	194,050	-	-	-	194,050
Environmental Health Services	-	-	-	-	-	-	-	-	45,863	-	45,863
Recreation and Cultural Services	-	-	100,000	-	-	-	-	-	-	-	100,000
Port Authority	-	-	-	-	-	-	-	238,543	-	-	238,543
	-	-	100,000	-	-	-	194,050	238,543	45,863	-	578,456
Other local governments											
Protective Services	-	-	-	-	270,486	-	-	-	-	-	270,486
Other Revenue											
Protective Services	-	-	-	-	76,244	-	-	-	-	-	76,244
Recreation and Cultural Services	-	64,059	-	-	-	-	-	-	-	-	64,059
	-	64,059	-	-	76,244	-	-	-	-	-	140,303
FROM OPERATING											
General Capital											
Environmental Health Services	-	-	-	-	-	-	-	-	45,863	-	45,863
Port Authority	-	-	-	-	-	-	-	193,051	-	-	193,051
	-	-	-	-	-	-	-	193,051	45,863	-	238,914
Water Capital											
Meters	-	-	-	-	-	-	-	-	-	7,238	7,238
<i>Continues</i>											

TOWN OF SHELBURNE

Supplementary Financial Information
Schedule of Capital Project Funding
Year Ended March 31, 2026

B-37

	DEPOSITS	WORK IN PROGRESS	LAND IMPROVEMENTS	EQUIPMENT	VEHICLES	SIDEWALKS	STREETS	WHARVES	LANDFILL REMEDATION	WATER UTILITY	TOTAL
FROM RESERVES											
Capital Reserve											
Protective Services	\$ -	\$ -	\$ -	\$ -	\$ 372,156	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 372,156
Transportation Services	-	-	-	40,361	88,591	-	-	-	-	-	128,952
Environmental Health Services	-	9,291	-	19,961	38,083	-	-	-	-	-	67,335
	-	9,291	-	60,322	498,830	-	-	-	-	-	568,443
Canada Community Building Fund Reserve											
Transportation Services	-	-	-	-	-	79,119	209,784	-	-	-	288,903
Recreation and Cultural Services	-	-	49,718	-	-	-	-	-	-	-	49,718
	-	-	49,718	-	-	79,119	209,784	-	-	-	338,621
Sustainability Service Growth Fund Reserve											
Environmental Health Services	-	137,940	-	-	-	-	-	-	43,969	-	181,909
Water Utility Capital Reserve											
Buildings	-	-	-	-	-	-	-	-	-	3,332	3,332
Equipment	-	-	-	-	-	-	-	-	-	11,047	11,047
Water system	-	9,592	-	-	-	-	-	-	-	9,065	18,657
	-	9,592	-	-	-	-	-	-	-	23,444	33,036
FROM PRIOR YEAR											
Deposits											
Protective Services	(289,599)	-	-	-	289,599	-	-	-	-	-	-
Work in progress	-	(182,611)	-	-	-	-	-	182,611	-	-	-
Port Authority	(289,599)	(182,611)	-	-	289,599	-	-	182,611	-	-	-
	\$ (289,599)	\$ 38,271	\$ 149,718	\$ 60,322	\$ 1,135,159	\$ 79,119	\$ 403,834	\$ 852,747	\$ 135,695	\$ 30,682	\$ 2,595,948