

**TOWN OF FOGO ISLAND**  
**Financial Statements**  
**Year Ended December 31, 2023**

**TOWN OF FOGO ISLAND**  
**Index to Financial Statements**  
**Year Ended December 31, 2023**

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## MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

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The financial statements of Town of Fogo Island have been prepared in accordance with Canadian public sector accounting standards (PSAS). When alternative accounting methods exist, management has chosen those it deems most appropriate in the circumstances. These statements include certain amounts based on management's estimates and judgments. Management has determined such amounts based on a reasonable basis in order to ensure that the financial statements are presented fairly in all material respects.

The integrity and reliability of Town of Fogo Island's reporting systems are achieved through the use of formal policies and procedures, the careful selection of employees and an appropriate division of responsibilities. These systems are designed to provide reasonable assurance that the financial information is reliable and accurate.

The Town Council is responsible for ensuring that management fulfills its responsibility for financial reporting and is ultimately responsible for reviewing and approving the financial statements. The Council carries out this responsibility principally through its Finance Committee. The Finance Committee is appointed by the Council and meets periodically with management and the councillors' auditors to review significant accounting, reporting and internal control matters. Following its review of the financial statements and discussions with the auditors, the Finance Committee reports to the Town Council prior to its approval of the financial statements. The Committee also considers, for review by the Council and approval by the councillors, the engagement or re-appointment of the external auditors.

The financial statements have been audited on behalf of the councillors by Richard K Power, CPA, Professional Corporation, in accordance with Canadian public sector accounting standards (PSAS).

  
Mr. Andrew Shea, Mayor  
Ms. Pauline Payne, CAO

Fogo Island Central, NL  
September 24, 2024



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## INDEPENDENT AUDITOR'S REPORT

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**To the Mayor and Councillors of Town of Fogo Island**

### **Opinion**

I have audited the financial statements of Town of Fogo Island (the Town), which comprise the statement of financial position as at December 31, 2023, and the statements of operations and accumulated surplus, changes in net financial assets (debt) and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In my opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Town as at December 31, 2023, and the results of its operations and cash flows for the year then ended in accordance with Canadian public sector accounting standards (PSAS).

### **Basis for Opinion**

I conducted my audit in accordance with Canadian generally accepted auditing standards. My responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of my report. I am independent of the Town in accordance with ethical requirements that are relevant to my audit of the financial statements in Canada, and I have fulfilled my other ethical responsibilities in accordance with these requirements. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

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

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

In preparing the financial statements, management is responsible for assessing the Town's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the 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 Responsibilities for the Audit of the Financial Statements**

My 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 my 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, I exercise professional judgment and maintain professional skepticism throughout the audit. I also:

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Independent Auditor's Report to the Councillors of Town of Fogo Island *(continued)*

- 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 my 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 I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my 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.

I 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 I identify during my audit.



Clareville, Newfoundland and Labrador  
September 28, 2024

Chartered Professional Accountant  
Richard K Power, FCPA, Professional Corporation

**TOWN OF FOGO ISLAND**  
**Statement of Financial Position**  
**December 31, 2023**

	2023	2022
<b>FINANCIAL ASSETS</b>		
Cash and temporary investments (Note 2)	\$ 983,648	\$ 1,359,951
Cash - restricted (Note 2)	90,377	90,377
Accounts receivable (Note 5)	611,639	609,076
	<b>1,685,664</b>	<b>2,059,404</b>
<b>LIABILITIES</b>		
Accounts payable and accrued liabilities (Note 6)	408,635	408,049
Deferred income (Note 7)	90,377	90,377
Long term debt (Note 8)	983,957	1,298,480
Obligations under capital lease (Note 9)	297,803	-
	<b>1,780,772</b>	<b>1,796,906</b>
<b>NET FINANCIAL ASSETS (DEBT)</b>	<b>(95,108)</b>	<b>262,498</b>
<b>NON-FINANCIAL ASSETS</b>		
Prepaid expenses	5,607	-
Tangible capital assets (Schedule 4)	25,095,402	25,812,574
	<b>25,101,009</b>	<b>25,812,574</b>
<b>ACCUMULATED SURPLUS</b>	<b>\$ 25,005,901</b>	<b>\$ 26,075,072</b>

ON BEHALF OF COUNCIL

 Mayor  
 Town Clerk

The accompanying notes are an integral part of these financial statements

**TOWN OF FOGO ISLAND**

**Statement of Operations and Accumulated Surplus**

**Year Ended December 31, 2023**

	Budget (Schedule 5)	2023	2022
<b>REVENUES</b> <i>(Schedule 1)</i>			
Taxation	\$ 2,010,144	\$ 1,907,992	\$ 1,919,803
Sales of good and services	63,500	114,272	103,461
Grants and transfers	668,971	616,711	1,130,138
Investment income	98,000	161,632	75,920
Other revenue	77,000	111,840	145,099
Transfer from reserves	825,685	-	-
	3,743,300	2,912,447	3,374,421
<b>EXPENSES</b> <i>(Schedule 2)</i>			
General Government services	1,976,370	2,119,980	2,001,318
Protective Services	142,277	116,126	115,769
Transportation	336,740	290,951	225,710
Environmental Health Services	761,053	806,854	658,904
Regional Planning and development	13,000	89,545	26,240
Recreation and cultural services	387,418	472,105	405,073
Fiscal Services	126,442	86,057	121,568
	3,743,300	3,981,618	3,554,582
<b>ANNUAL DEFICIT</b>	-	(1,069,171)	(180,161)
<b>ACCUMULATED SURPLUS - BEGINNING OF YEAR</b>	26,075,072	26,075,072	26,255,233
<b>ACCUMULATED SURPLUS - END OF YEAR</b>	\$ 26,075,072	\$ 25,005,901	\$ 26,075,072

The accompanying notes are an integral part of these financial statements



**TOWN OF FOGO ISLAND**

**Statement of Changes in Net Financial Assets (Debt)**

**Year Ended December 31, 2023**

	Budget (Schedule 5)	2023	2022
<b>ANNUAL DEFICIT</b>	\$ -	\$ (1,069,171)	\$ (180,161)
Amortization of tangible capital assets	1,333,442	1,333,442	1,321,222
Purchase of tangible capital assets	-	(573,044)	(679,322)
Proceeds on disposal of tangible capital assets	-	(43,225)	-
Decrease (increase) in prepaid expenses	-	(5,607)	-
Rounding	-	(2)	(2)
	1,333,442	711,564	641,898
<b>INCREASE (DECREASE) IN NET FINANCIAL ASSETS</b>	1,333,442	(357,607)	461,737
<b>NET FINANCIAL ASSETS (DEBT) - BEGINNING OF YEAR</b>	262,498	262,498	(199,239)
<b>NET FINANCIAL ASSETS (DEBT) - END OF YEAR</b>	\$ 1,595,940	\$ (95,108)	\$ 262,498

The accompanying notes are an integral part of these financial statements



**TOWN OF FOGO ISLAND**  
**Statement of Cash Flows**  
**Year Ended December 31, 2023**

	2023	2022
<b>OPERATING ACTIVITIES</b>		
Deficit	\$ (1,069,171)	\$ (180,161)
Item not affecting cash:		
Amortization of tangible capital assets	1,333,442	1,321,222
	264,271	1,141,061
Changes in non-cash working capital:		
Accounts receivable	(2,563)	530,043
Accounts payable and accrued liabilities	584	(712,994)
Deferred income	-	(95,215)
Prepaid expenses	(5,607)	-
	(7,586)	(278,166)
Cash flow from operating activities	256,685	862,895
<b>CAPITAL ACTIVITY</b>		
Purchase of tangible capital assets	(573,044)	(679,322)
Proceeds on disposal of tangible capital assets	(43,225)	-
Cash flow used by capital activity	(616,269)	(679,322)
<b>FINANCING ACTIVITIES</b>		
Proceeds from long term financing	338,920	165,464
Repayment of long term debt	(314,522)	(246,163)
Repayment of obligations under capital lease	(41,117)	-
Cash flow used by financing activities	(16,719)	(80,699)
<b>INCREASE (DECREASE) IN CASH FLOW</b>	<b>(376,303)</b>	<b>102,874</b>
Cash - beginning of year	1,450,328	1,347,454
<b>CASH - END OF YEAR</b>	<b>1,074,025</b>	<b>1,450,328</b>
<b>CASH CONSISTS OF:</b>		
Cash and temporary investments	\$ 983,648	\$ 1,359,951
Cash - restricted	90,377	90,377
	\$ 1,074,025	\$ 1,450,328

The accompanying notes are an integral part of these financial statements

**TOWN OF FOGO ISLAND**  
**Notes to Financial Statements**  
**Year Ended December 31, 2023**

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**1. Nature of operations**

The incorporated Town of Fogo Island is a municipal government that was incorporated pursuant to the Province of Newfoundland and Labrador's Municipalities Act. The Municipality provides or funds municipal services such as public works, sanitation and waste removal, street lighting, fire protection, parks and recreation, and other general government operations.

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**2. Summary of significant accounting policies**

Basis of presentation

The financial statements have been prepared in accordance with Canadian generally accepted accounting principles as recommended by the Public Sector Accounting Board (PSAB) of the Canadian Institute of Chartered Accountants and reflect the following significant accounting policies:

Basis of accounting

The financial statements are prepared using the accrual basis of accounting. The accrual basis of accounting records revenue as it is earned and measurable. Expenses are recognized as they are incurred and measurable based upon the receipt of goods and services or the creation of an obligation to pay.

Cash and temporary investments

Cash and temporary investments include cash and short-term investments with maturities of three months or less from the date of acquisition.

Non-financial assets

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

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**TOWN OF FOGO ISLAND**  
**Notes to Financial Statements**  
**Year Ended December 31, 2023**

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**2. Summary of significant accounting policies (continued)**

Tangible capital assets

Tangible capital assets are recorded at cost which includes all amounts that are directly attributable to the acquisition, construction, development or betterment of the asset. Assets under construction are not amortized until the asset is put into use and one-half of the annual amortization is charged in the year of acquisition and in the year of disposal. The cost, less residual value, of the tangible capital assets is amortized on a straight-line basis over their estimated useful lives as follows:

General Tangible Capital Assets

Land	Indefinite	straight-line method
Land improvements	10 to 50 years	straight-line method
Buildings	25 to 40 years	straight-line method
Computer hardware and software	4 years	straight-line method
Machinery and equipment	5 to 25 years	straight-line method

Infrastructure

Land	Indefinite	
Road surface	5 to 20 years	straight-line method
Road grade	30 Years	straight-line method

Water and Sewer

Land	indefinite	straight-line method
Land improvements	50 Years	straight-line method
Buildings	25 to 40 years	straight-line method
Machinery and equipment	15 years	straight-line method

Tangible capital assets acquired during the year but not placed into use are not amortized until they are placed into use.

Revenue recognition policy

Revenues are recognized as earned and when collection is reasonably assured. Tax rates are approved annually by Council.

Government transfers, which include legislative grants, are recognized in the financial statements in the period which events give rise to the transfers occur, providing the transfers are authorized, any eligibility criteria have been met, and reasonable estimates of the amount can be made.

Use of estimates

The preparation of financial statements in conformity with Canadian generally accepted accounting principles for the public sector requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from these estimates.

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**TOWN OF FOGO ISLAND**  
**Notes to Financial Statements**  
**Year Ended December 31, 2023**

**2. Summary of significant accounting policies (continued)**

Financial instruments

Financial instruments are recorded at fair value when acquired or issued. In subsequent periods, financial assets with actively traded markets are reported at fair value, with any unrealized gains and losses reported in income. All other financial instruments are reported at amortized cost, and tested for impairment at each reporting date. Transaction costs on the acquisition, sale, or issue of financial instruments are expensed when incurred.

**3. The manner in which the accounts have been kept and the safeguards against fraud**

The Municipality's position in these respects was considered satisfactory.

**4. Sufficiency of bonds**

As required by Section 71 of the Municipalities Act, 1999, I report that all employees collecting, receiving and depositing cash are bonded. The policy details specific types of coverage up to \$50,000. In my opinion, this coverage is adequate.

**5. Accounts receivable**

	2023	2022
Property tax	\$ 154,108	\$ 201,179
Poll tax	39,977	49,614
Business tax	79,730	142,736
Water and sewer tax	79,264	104,083
Interest	207,940	156,107
HST receivable	148,863	135,242
Government funding	100	-
Miscellaneous	119,056	91,260
	829,038	880,221
Less allowances for doubtful amounts	(217,399)	(271,145)
	\$ 611,639	\$ 609,076

**6. Accounts payable and accrued liabilities**

	2023	2022
Trade	\$ 287,362	\$ 294,071
Prepaid taxes	87,978	66,708
Accrued wages	33,295	25,483
Government remittances	-	21,787
	\$ 408,635	\$ 408,049

**TOWN OF FOGO ISLAND**  
**Notes to Financial Statements**  
**Year Ended December 31, 2023**

**7. Deferred revenue**

Deferred revenue relates to Gas Tax funding received for capital projects in advance.

**8. Long term debt**

	2023	2022
Scotiabank loan bearing interest at prime plus .25% per annum, repayable in monthly principal payments of \$5,745 plus interest. The loan guaranteed by Government of Newfoundland and Labrador, matures on February 21, 2031 and is related to an infrastructure project.	\$ 493,620	\$ 562,560
Scotiabank loan bearing interest at prime plus .25% per annum, repayable in monthly principal payments of \$2,195 plus interest. The loan guaranteed by Government of Newfoundland and Labrador, matures on July 1, 2031 and is related to an infrastructure project.	199,752	226,092
Scotiabank loan bearing interest at 2.42% per annum, repayable in monthly blended payments of \$3,985. The loan guaranteed by Government of Newfoundland and Labrador, matures on August 9, 2026 and is secured by equipment.	123,372	167,624
Scotiabank loan bearing interest at 2% per annum, repayable in monthly blended payments of \$2,179. The loan guaranteed by Government of Newfoundland and Labrador, matures on February 8, 2026 and is secured by equipment.	55,391	80,159
Scotiabank loan bearing interest at 3.84% per annum, repayable in annual payments of \$3,982. The loan guaranteed by Government of Newfoundland and Labrador, matures on January 21, 2025.	50,619	95,515
Scotiabank loan bearing interest at 6.7% per annum, repayable in monthly blended payments of \$972. The loan guaranteed by Government of Newfoundland and Labrador, matures on March 3, 2027 and is related by an infrastructure project.	61,203	72,867
Scotiabank loan repaid during the year.	-	9,814
Scotiabank loan repaid during the year.	-	83,849
	<b>\$ 983,957</b>	<b>\$ 1,298,480</b>

Principal repayment terms are approximately:

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**TOWN OF FOGO ISLAND**  
**Notes to Financial Statements**  
**Year Ended December 31, 2023**

**8. Long term debt (continued)**

2024	\$ 221,013
2025	183,135
2026	142,883
2027	106,944
2028	11,664
Thereafter	318,318
	<u>\$ 983,957</u>

**9. Obligations under capital lease**

	2023	2022
Komatsu Financial lease bearing interest at 5.05%, repayable in monthly payments of \$4,652 including HST. The lease matures on January 28, 2028 and is secured by a loader.	\$ 297,803	\$ -
	<u>\$ 297,803</u>	<u>\$ -</u>

Future minimum capital lease payments are approximately:

2024	\$ 41,748
2025	43,906
2026	46,175
2027	48,562
2028	117,412
Total minimum lease payments	<u>\$ 297,803</u>

**10. Financial instruments**

The Municipality, as part of its operations, carries a number of financial instruments. It is management's opinion the Municipality is not exposed to significant interest, currency or credit risk arising from these financial instruments, except as otherwise disclosed. Unless otherwise noted, the fair value of these financial instruments approximates their carrying values.

**11. Budget**

In accordance with the Province of Newfoundland and Labrador's Municipalities Act, every council must adopt a financial plan for each fiscal period in a form approved by the minister. The financial plan is prepared on a revenue and expenditure basis that does not meet the recommendations of PSAB. For comparative purposes, the Town has modified its financial plan to prepare a budget that is consistent with the scope and accounting principles used to report the actual results. The budget figures used in these financial statements have been approved by Council.

The reconciliation between the Municipality's cash based financial plan and the PSAB accrual based budget figures used in these statements is disclosed in Schedule 4 - Reconciliation of the Financial Plan to the Budget.

**TOWN OF FOGO ISLAND**  
**Schedule of Revenues (Schedule 1)**  
**Year Ended December 31, 2023**

	2023	2022
<b>Taxation</b>		
Property tax	\$ 898,205	\$ 887,373
Poll tax	33,745	37,269
Business tax	422,461	419,898
Water and sewer tax	553,581	575,263
	<b>1,907,992</b>	<b>1,919,803</b>
<b>Sale of Goods and Service</b>		
Recreation and cultural services	58,244	73,579
Water supply	13,550	13,600
Other sales of goods and services	42,478	16,282
	<b>114,272</b>	<b>103,461</b>
<b>Grants</b>		
<i>Government of Newfoundland and Labrador</i>		
Municipal operating grants	449,604	395,519
Gas Tax revenue	-	303,787
Capital grants	167,107	430,832
	<b>616,711</b>	<b>1,130,138</b>
<b>Investment income</b>		
Interest from investments	161,632	75,920
<b>Other Income</b>		
Gain on sale of tangible capital assets	43,225	60,500
Miscellaneous	68,615	84,599
	<b>111,840</b>	<b>145,099</b>
<b>Total Revenues</b>	<b>\$ 2,912,447</b>	<b>\$ 3,374,421</b>

The accompanying notes are an integral part of these financial statements



**TOWN OF FOGO ISLAND**  
**Schedule of Expenses (Schedule 2)**  
**Year Ended December 31, 2023**

	2023	2022
<b>General Government</b>		
Legislation	\$ 1,181	\$ 3,033
Common Services	451,924	390,350
General Administrative	333,433	286,713
Amortization of capital assets	1,333,442	1,321,222
	2,119,980	2,001,318
<b>Protective services</b>		
Fire	65,201	109,360
Animal and pest control	50,925	6,409
	116,126	115,769
<b>Transportation services</b>		
Road, street sidewalk maintenance	231,448	225,710
Snow removal	59,503	-
	290,951	225,710
<b>Environmental health services</b>		
Water supply	555,659	443,058
Sewage collection and disposal	45,276	35,453
Garbage and waste collection and disposal	205,919	180,393
	806,854	658,904
<b>Regional planning and development</b>		
Planning and zoning	4,276	161
Community improvement and development	457	4,687
Regional development	73,885	14,775
Tourism and marketing	10,927	6,617
	89,545	26,240
<b>Recreational and cultural services</b>		
Recreation administration	55,302	47,298
Skating and curling rinks	215,769	183,307
Parks and playgrounds	485	1,263
Other recreation and cultural services	200,549	173,205
	472,105	405,073
<b>Fiscal Services</b>		
Long term debt interest	66,815	53,642
Capital lease interest	17,627	-
Provision for uncollectible taxes, fees and charges	838	51,420
Early payment discounts	777	16,506
	86,057	121,568
<b>Total Expenses</b>	<b>\$ 3,981,618</b>	<b>\$ 3,554,582</b>

The accompanying notes are an integral part of these financial statements

**TOWN OF FOGO ISLAND****Statement of Operations by Revenue and Expense Type****(Schedule 3)****Year Ended December 31, 2023**

	2023	2022
<b>Operating Revenues</b>		
Taxation	\$ 1,907,992	\$ 1,893,553
Sales of goods and services	111,447	113,855
Operating grants	559,870	544,817
Investment income	161,632	75,920
Other	137,988	160,955
	<b>2,878,929</b>	<b>2,789,100</b>
<b>Operating Expenses</b>		
Personnel services	1,115,692	890,401
Contract Services	267,250	217,902
Utilities	274,050	258,984
Maintenance materials and supplies	847,309	687,582
Interest on long term debt	84,442	53,644
Other	59,433	124,846
	<b>2,648,176</b>	<b>2,233,359</b>
Annual Operating Surplus	<b>230,753</b>	<b>555,741</b>
<b>Capital Revenues</b>		
Capital grants	33,518	585,321
<b>Capital Expense</b>		
Amortization of tangible capital assets	1,333,442	1,321,222
Annual capital deficit	<b>(1,299,924)</b>	<b>(735,901)</b>
<b>Annual Surplus (deficit)</b>	<b>\$ (1,069,171)</b>	<b>\$ (180,161)</b>

The accompanying notes are an integral part of these financial statements

**TOWN OF FOGO ISLAND**  
**Schedule of Tangible Capital Assets (Schedule 4)**  
**Year Ended December 31, 2023**

Cost	General Capital Assets			Infrastructure		Totals	
	Land and Land Improvements	Buildings and Leasehold Improvements	Vehicles and Equipment	Roads and Street	Water and Sewer	2023	2022
Opening cost	\$ 6,521	\$ 6,948,058	\$ 3,570,790	\$ 4,167,008	\$ 36,668,685	\$ 51,361,064	\$ 50,681,738
Additions during the year (net of disposals)	-	134,176	316,859	-	82,484	533,519	679,326
Closing costs	6,521	7,082,234	3,887,649	4,167,008	36,751,169	51,894,583	51,361,064
<b>Accumulated Amortization</b>							
Opening accum'd amortization	-	4,260,680	2,204,502	2,417,969	16,665,332	25,548,484	24,224,262
Amortization (net of disposals)	-	252,051	72,561	191,982	734,098	1,250,691	1,321,222
Closing accum'd amortization	-	4,512,731	2,277,063	2,609,951	17,399,430	26,799,175	25,545,484
<b>Net Book Value of TCA</b>	<b>\$ 6,521</b>	<b>\$ 2,569,503</b>	<b>\$ 1,610,586</b>	<b>\$ 1,557,057</b>	<b>\$ 19,351,739</b>	<b>\$ 25,095,402</b>	<b>\$ 25,815,574</b>

The accompanying notes are an integral part of these financial statements

**TOWN OF FOGO ISLAND**  
**Reconciliation of the Financial Plan to Budget (Schedule 5)**  
**Year Ended December 31, 2023**

	Financial Plan	Amortization (TCA)	Interest Expense	Transfers	PSAB Budget
<b>Revenues</b>					
Taxation	\$ 2,010,144	\$ -	\$ -	\$ -	2,010,144
Sale of goods and services	63,500				63,500
Grants	668,971				668,971
Investments	98,000				98,000
Other revenue	77,000				77,000
Transfers from (to) reserves				825,685	825,685
<b>Total Revenues</b>	<b>2,917,615</b>				<b>3,743,300</b>
<b>Expenses</b>					
General government services	642,928	1,333,442			1,976,370
Protective services	142,277				142,277
Transportation services	336,740				336,740
Environmental health services	761,053				761,053
Regional planning and development	13,000				13,000
Recreation and cultural Services	387,418	-	-	-	387,418
Fiscal services					
Capital expenditures	229,049			(229,049)	-
Debt charges	363,150		(278,708)		84,442
Other	42,000				42,000
<b>Total Expenses</b>	<b>2,917,615</b>	<b>1,333,442</b>	<b>(278,708)</b>	<b>(229,049)</b>	<b>3,743,300</b>
<b>Surplus (deficit)</b>	<b>\$ -</b>	<b>\$ (1,333,442)</b>	<b>\$ 278,708</b>	<b>\$ 229,049</b>	<b>\$ -</b>

The accompanying notes are an integral part of these financial statements