

MUNICIPALITY OF WEST ELGIN
CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021

**MUNICIPALITY OF WEST ELGIN
CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021**

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INDEPENDENT AUDITOR'S REPORT

To the Members of Council, Inhabitants and Ratepayers of the Municipality of West Elgin

Opinion

We have audited the accompanying consolidated financial statements of Municipality of West Elgin (the "Municipality"), which comprise the Consolidated Statement of Financial Position as at December 31, 2021, and Consolidated Statements of Operations and Accumulated Surplus, Cash Flows and Change in Net Financial Assets for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the financial position of Municipality of West Elgin as at December 31, 2021 and its financial performance and its changes in cash flows and net financial assets for the year then ended in accordance with Canadian public sector accounting standards.

Basis of Opinion

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

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

Management is responsible for the preparation and fair presentation of these 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 Municipality'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 Municipality or to cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated 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 consolidated 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 consolidated 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 Municipality'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 Municipality'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 consolidated 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 Municipality to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated 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.

September 22, 2022
London, Canada

Scrimgeour & Company
LICENSED PUBLIC ACCOUNTANT

**MUNICIPALITY OF WEST ELGIN
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2021**

| | 2021 | 2020 |
|---|----------------------|----------------------|
| FINANCIAL ASSETS | | |
| Cash and short-term investments | \$ 13,310,885 | \$ 11,466,797 |
| Taxes receivable | 850,471 | 1,010,798 |
| Accounts receivable | 1,716,524 | 1,590,273 |
| | 15,877,880 | 14,067,868 |
| LIABILITIES | | |
| Accounts payable and accrued liabilities | 1,261,283 | 1,016,529 |
| Deferred revenue (note 6) | 2,129,862 | 943,888 |
| Net long-term liabilities (note 7.a) | 208,809 | 276,988 |
| | 3,599,954 | 2,237,405 |
| NET FINANCIAL ASSETS | 12,277,926 | 11,830,463 |
| NON-FINANCIAL ASSETS | | |
| Tangible capital assets - Schedule 1 (note 1.e) | 44,354,066 | 45,461,432 |
| Capital work in progress | 616,431 | 88,506 |
| Prepaid expenses | 52,180 | 80,826 |
| Inventories | 33,822 | 50,534 |
| | 45,056,499 | 45,681,298 |
| ACCUMULATED SURPLUS (page 4) (note 8) | \$ 57,334,425 | \$ 57,511,761 |

The accompanying notes are an integral part of these financial statements

**MUNICIPALITY OF WEST ELGIN
CONSOLIDATED STATEMENT OF OPERATIONS AND ACCUMULATED SURPLUS
FOR THE YEAR ENDED DECEMBER 31, 2021**

| | Budget 2021 | Actual 2021 | Actual 2020 |
|--|----------------------|----------------------|----------------------|
| REVENUE | | | |
| Property taxation | \$ 3,771,300 | \$ 3,717,505 | \$ 3,734,823 |
| User charges | 4,277,763 | 4,598,774 | 4,358,989 |
| Government grants (note 15) | 2,801,905 | 2,919,934 | 2,725,148 |
| Investment income | 86,500 | 42,287 | 103,448 |
| Penalty and interest on taxes | 69,000 | 99,112 | 91,315 |
| Other revenue | - | 400 | 188,912 |
| | 11,006,468 | 11,378,012 | 11,202,635 |
| EXPENDITURES | | | |
| General government | 1,891,151 | 1,058,913 | 887,806 |
| Protection to persons and property | 1,663,669 | 1,704,904 | 1,650,318 |
| Transportation services | 3,839,780 | 2,431,436 | 2,601,761 |
| Environmental services | 5,840,401 | 3,952,675 | 4,226,440 |
| Recreation and cultural development | 1,412,621 | 1,309,978 | 1,357,675 |
| Planning and development | 207,423 | 189,739 | 248,113 |
| | 14,855,045 | 10,647,645 | 10,972,113 |
| EXCESS OF REVENUE OVER EXPENDITURES (EXPENDITURES OVER REVENUE) | (3,848,577) | 730,367 | 230,522 |
| OTHER REVENUE (EXPENDITURES) | | | |
| Government transfers related to capital | 1,320,236 | - | 512,408 |
| Net gain (loss) on disposal of tangible capital assets | 27,500 | (329,566) | 33,908 |
| Obligatory and other revenue related to capital | 188,980 | 25,563 | 14,726 |
| Transfer to obligatory reserve fund | - | (603,700) | - |
| | 1,536,716 | (907,703) | 561,042 |
| EXCESS OF REVENUE OVER EXPENDITURES (EXPENDITURES OVER REVENUE) | (2,311,861) | (177,336) | 791,564 |
| ACCUMULATED SURPLUS, BEGINNING OF YEAR | 57,511,761 | 57,511,761 | 56,720,197 |
| ACCUMULATED SURPLUS, END OF YEAR (note 8) | \$ 55,199,900 | \$ 57,334,425 | \$ 57,511,761 |

The accompanying notes are an integral part of these financial statements

**MUNICIPALITY OF WEST ELGIN
CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2021**

| | 2021 | 2020 |
|--|----------------------|----------------------|
| NET INFLOW (OUTFLOW) OF CASH RELATED TO THE FOLLOWING ACTIVITIES: | | |
| OPERATING ACTIVITIES | | |
| Excess of revenue over expenditures (page 4) | \$ (177,336) | \$ 791,564 |
| Non-cash changes to operations | | |
| Amortization | 2,132,119 | 1,992,482 |
| Net change in non-cash operating balances (A) | 1,464,804 | 1,276,823 |
| | 3,419,587 | 4,060,869 |
| CAPITAL ACTIVITIES | | |
| Acquisition of tangible capital assets | (1,232,654) | (4,591,157) |
| Net loss on disposal of capital assets | 207,901 | 117,078 |
| Decrease (increase) in capital work in progress | (527,925) | 2,314,048 |
| Decrease (increase) in inventories | 16,712 | (10,699) |
| Decrease (increase) in prepaid expenses | 28,646 | (12,223) |
| | (1,507,320) | (2,182,953) |
| FINANCING ACTIVITIES | | |
| Net change (repayments) in long-term debt | (68,179) | 145,149 |
| Net change in cash and cash equivalents during the year | 1,844,088 | 2,023,065 |
| Cash and cash equivalents, beginning of year | 11,466,797 | 9,443,732 |
| CASH AND CASH EQUIVALENTS, END OF YEAR | \$ 13,310,885 | \$ 11,466,797 |

(A) Non-cash operating balances includes taxes and accounts receivable, accounts payable and accrued liabilities and deferred revenue.

The accompanying notes are an integral part of these financial statements

**MUNICIPALITY OF WEST ELGIN
CONSOLIDATED STATEMENT OF CHANGE IN NET FINANCIAL ASSETS
FOR THE YEAR ENDED DECEMBER 31, 2021**

| | 2021 | 2020 |
|---|----------------------|----------------------|
| Excess of revenue over expenditures (page 4) | \$ (177,336) | \$ 791,564 |
| Amortization of tangible capital assets | 2,132,119 | 1,992,482 |
| Acquisition of tangible capital assets | (1,232,654) | (4,591,157) |
| Decrease (increase) in capital work in progress | (527,925) | 2,314,048 |
| Acquisition (disposal) of inventories | 16,712 | (10,699) |
| Net change in prepaid expenses | 28,646 | (12,223) |
| Net disposal of tangible capital assets | 207,901 | 117,078 |
| Increase in net financial assets | 447,463 | 601,093 |
| NET FINANCIAL ASSETS, BEGINNING OF YEAR | 11,830,463 | 11,229,370 |
| NET FINANCIAL ASSETS, END OF YEAR | \$ 12,277,926 | \$ 11,830,463 |

The accompanying notes are an integral part of these financial statements

**MUNICIPALITY OF WEST ELGIN
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021**

The Municipality of West Elgin (the Municipality) is a municipality in the Province of Ontario, Canada. It conducts its operations guided by the provisions of provincial statutes such as the Municipal Act, Municipal Affairs Act and related legislation.

1. Significant accounting policies

The consolidated financial statements of the Municipality of West Elgin are prepared by management in accordance with Canadian public sector accounting standards.

The focus of these financial statements is on the consolidated financial position of the Municipality and changes thereto. The Consolidated Statement of Financial Position reports financial assets and liabilities. Financial assets are available to provide resources to discharge existing liabilities or finance future operations. Net financial assets represent the financial position of the Municipality and is the difference between financial assets and liabilities. This information presents the Municipality's overall future revenue requirements and its ability to finance activities and meet its obligations.

Significant aspects of the accounting policies adopted by the Municipality are as follows:

a. i. Basis of consolidation

These consolidated financial statements reflect the assets, liabilities, operating revenue and expenditures and accumulated surpluses and changes in investment in non-financial assets of the Municipality. The reporting entity includes the activities of all committees of Council and the following boards, municipal enterprises and utilities which are under the control of Council:

Four Counties Community Transportation Services

Port Glasgow Yacht Club

West Elgin Arena

Tri-County Water Board - Subsequent to year end an agreement was signed with participating municipalities which will be reflected in the subsequent financial statements.

ii. Non-consolidated entities

There are no local boards, joint local boards, municipal enterprises and utilities which are not consolidated.

b. Revenue recognition

Revenue is recognized when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured. Government grants and transfers are recognized in the consolidated financial statements as revenue in the period in which events giving rise to the transfer occur, providing the transfers are authorized, any eligibility criteria have been met, and reasonable estimates of the amounts can be determined.

**MUNICIPALITY OF WEST ELGIN
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021**

1. Significant accounting policies continued

c. Accounting for County and School Board transactions

The Municipality is required to bill, collect and remit provincial education and upper tier taxation in respect of residential and other properties on behalf of the School Boards and upper tier. The Municipality has no jurisdiction or control over the School Board or upper tier's operations or their tax rate. The taxation, other revenue, expenditures, assets and liabilities with respect to the operations of the School Boards, and the County of Elgin are not reflected in these consolidated financial statements.

d. Trust fund

Trust fund and its related operations administered by the Municipality are not consolidated, but are reported separately on the Trust Fund Statements of Financial Position and Operations and Accumulated Surplus.

e. Non-financial assets

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

The Municipality's non-financial assets consist of tangible capital assets. Tangible capital assets are recorded at cost which includes all amounts that are directly attributable to acquisition, construction, development or betterment of the asset. The cost, less residual value, of the tangible capital assets is amortized on a straight-line basis over their estimated useful lives as follows:

| | |
|------------------------|----------------|
| Land Improvements | 25 to 50 years |
| Buildings | 30 to 70 years |
| Leasehold improvements | term of lease |
| Automotive | 3 to 20 years |
| Information technology | 3 to 10 years |
| Equipment | 5 to 40 years |
| Infrastructure | 20 to 75 years |

The Municipality has a capitalization threshold of \$10,000, so that individual assets of lesser value are expensed unless they are pooled because collectively they have a significant value.

Leases are classified as capital or operating leases. Leases which transfer substantially all of the benefits and risks incidental to ownership of property are accounted for as capital leases. All other leases are accounted for as operating leases and the related lease payments are charged to expense as incurred.

Tangible capital assets received as contributions are recorded at their fair value at the date of the receipt. The fair value is also recorded as contributed revenue.

**MUNICIPALITY OF WEST ELGIN
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021**

1. Significant accounting policies continued

f. Deferred revenue

Government transfers, contributions and other amounts are received from third parties pursuant to legislation, regulation or agreement and may only be used in the conduct of certain programs, in the completion of specific work or for the purchase of tangible capital assets. In addition, certain user charges and fees are collected for which the related services have yet to be performed. Revenue is recognized in the period when the related expenditures are incurred, services performed or the tangible capital assets are acquired.

g. Use of estimates

The preparation of consolidated financial statements in conformity with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities, disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenditures during the period. Such estimates are periodically reviewed and any adjustments necessary are reported in earnings in the period in which they become known. Actual results could differ from these estimates.

h. Inventories

Inventories held for consumption are recorded at the lower of cost or replacement cost.

i. Financial instruments

Financial instruments of the Municipality consist mainly of cash, investments, accounts receivable and taxes receivable. The carrying values of these financial assets approximate their fair values unless otherwise disclosed.

2. Tax revenue

Property tax billings are prepared by the Municipality based on an assessment roll prepared by the Municipal Property Assessment Corporation. All assessed property values in the Municipality were reviewed and new values established based on a common valuation date which was used by the Municipality in computing the 2021 property tax bills. Property tax revenue and tax receivables are subject to appeals which may not have been heard yet. Any supplementary billing adjustments made necessary by the determination of such appeals will be recognized in the fiscal year they are determined and the effect shared with the County of Elgin and the appropriate school boards.

3. Trust fund

Trust fund administered by the Municipality amounting to \$1,152 (2020 - \$1,141) has not been included in these consolidated financial statements.

**MUNICIPALITY OF WEST ELGIN
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021**

4. Operations of School Boards and the County of Elgin

Further to note 1.c, the taxation revenue of the School Boards and County of Elgin are comprised of the following:

| | School Boards | County |
|---------------------------|----------------------|---------------|
| Taxation and user charges | \$ 1,155,323 | \$ 3,860,927 |
| Requisitions | \$ 1,155,323 | \$ 3,860,927 |

5. Pension agreements

The Municipality makes contributions to the Ontario Municipal Employees Retirement Fund (OMERS), which is a multi-employer plan, on behalf of members of its staff. The plan is a defined benefit plan which specifies the amount of the retirement benefit to be received by the employees based on the length of services and rates of pay.

The amount contributed to OMERS for 2021 was \$132,175 (2020 - \$140,150) for current service and is included as an expenditure on the Consolidated Statement of Operations and Accumulated Surplus. The Municipality had no obligation, as of December 31, 2021, under the past service provisions. The OMERS funding ratio for 2021 is 97.0% (2020 - 97.0%), with the goal of being fully funded by 2025.

6. Deferred revenue - obligatory reserve funds

A requirement of the Canadian public sector accounting standards is that obligatory reserve funds be reported as deferred revenue. This requirement is in place as provincial legislation restricts how these funds may be used and under certain circumstances these funds may possibly be refunded. The balances in the obligatory reserve funds of the Municipality are summarized as follows:

| | 2021 | 2020 |
|---------------------------|---------------------|-------------------|
| Federal gas tax | \$ 1,013,718 | \$ 700,079 |
| Federal gas tax - transit | 105,125 | 99,768 |
| Safe Restart | 172,866 | 139,981 |
| OCIF | 831,593 | - |
| Other | 6,560 | 4,060 |
| | \$ 2,129,862 | \$ 943,888 |

**MUNICIPALITY OF WEST ELGIN
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021**

7. Long-term liabilities

a. Composition of long-term liabilities

The balance of long-term liabilities reported on the Consolidated Statement of Financial Position is made up of the following:

| | 2021 | 2020 |
|--|------------|------------|
| Total long-term liabilities incurred by the Municipality including those incurred on behalf of school boards, other municipalities and municipal enterprises and outstanding at the end of the year amount to | \$ 326,198 | \$ 357,410 |
| Of the long-term liabilities shown above, the responsibility for payment of principal and interest charges for tile drain loans has been assumed by individuals. At the end of the year, the outstanding principal amount of this liability is | (117,389) | (80,422) |
| | \$ 208,809 | \$ 276,988 |

b. Debt retirement

Debt repayments over the next five years are as follows:

| | Recovered from Ratepayers |
|------|------------------------------|
| 2022 | \$ 66,879 |
| 2023 | \$ 46,491 |
| 2024 | \$ 25,295 |
| 2025 | \$ 26,009 |
| 2026 | \$ 10,432 |

c. Approval

Approval of the Ontario Municipal Board has been obtained for those pending issues of long-term liabilities and commitments to be financed by revenue beyond the term of Council and approved on or before December 31, 1992. Those approved after January 1, 1993 have been approved by by-law. The principal and interest payments required to service these pending issues and commitments are within the debt repayment limit prescribed by the Ministry of Municipal Affairs.

**MUNICIPALITY OF WEST ELGIN
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021**

7. Long-term liabilities continued

d. Contingent liability

The Municipality is contingently liable for long-term liabilities with respect to tile drainage loans, and for those for which the principal and interest had been assumed by other municipalities, school boards and unconsolidated local boards, municipal enterprises, and utilities. The total amount outstanding as at December 31, 2021 is \$117,389 (2020 - \$80,422) and is not recorded on the Consolidated Statement of Financial Position.

e. Interest

The Municipality paid interest in 2021 on long-term liabilities of \$7,915 (2020 - \$5,221).

8. Accumulated Surplus

The accumulated surplus on the Consolidated Statement of Financial Position at the end of the year is comprised of the following:

| | 2021 | 2020 |
|--|----------------------|----------------------|
| Operating Surplus | | |
| - for general reduction of taxation | \$ - | \$ - |
| - for reduction of user fees | 305,804 | 254,533 |
| Invested in tangible capital assets | 44,983,208 | 45,210,454 |
| Reserves set aside for specific purpose | 9,745,614 | 9,438,869 |
| Reserve funds set aside for specific purpose | 2,299,799 | 2,607,905 |
| ACCUMULATED SURPLUS | \$ 57,334,425 | \$ 57,511,761 |

9. Budget figures

The Municipality's Council completes separate budget reviews for its operating and capital budgets each year. The approved operating budget for 2021 is reflected on the Consolidated Statement of Operations and Accumulated Surplus. For capital spending, budgets are set for individual projects and funding for these activities is determined annually and made by transfers from the accumulated surplus and by the application of applicable grants or other funds available to apply to capital projects.

10. Commitments

- a. The Municipality has contracted with Ontario Clean Water Agency ("OCWA") to operate and maintain their water and wastewater systems for a total contracted amount in 2021 - \$951,028 (2020 - \$929,446).
- b. The Municipality contracts with the Ontario Provincial Police to provide policing services through the County of Elgin. The Municipality's share of this contract for 2021 was \$957,592 (2020 - \$954,156).

**MUNICIPALITY OF WEST ELGIN
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021**

11. Public sector salary disclosure

There are two employees paid a salary, as defined in the Public Sector Disclosure Act, 1996 of \$100,000 or more.

12. Post-closure landfill costs

During 2007, the Municipality engaged a consultant to estimate the post-closure costs for the West Elgin Landfill site. It is estimated that it will cost \$296,180 in 2007 dollars which will approximate \$568,200 in the year 2022 which is the estimated year of closure. During 2019, the estimated year of closure has been extended to 2029. As of December 31, 2021 the Municipality has set aside \$805,763 (2020 - \$805,763) in the waste management reserve to fund these costs.

13. Contaminated sites

The Canadian public sector accounting standard 3510 requires municipalities to evaluate sites owned by the Municipality for potential contamination. This standard requires the Municipality to disclose the liability, if any, related to remediation of such sites. The Municipality is of the opinion there are no such contaminated sites and therefore, no liability is required.

14. Segmented Information

Segmented information is presented on Schedule 2. The Municipality is a diversified municipality and provides a wide range of services to its citizens including police through contracted services, fire, transportation, environmental services, including water, wastewater and waste disposal and community services, including recreation and planning. The general government segment includes such functions as finance and information services, council and administrative offices.

15. Significant event

In March 2020, the Province of Ontario declared a state of emergency in response to the COVID-19 virus. The Municipality has followed the Provincial orders regarding essential services and as a result, has closed some of its services as required under these orders in 2021 and 2020. During the year ending December 31, 2021, the Municipality recognized \$118,160 (2020 - \$39,819) of government grants under the Safe Restart Program. It is unclear the total financial impact the COVID-19 virus will have on the Municipality. Council and staff continue to monitor the situation.

16. Comparative balances

Certain comparative balances have been reclassified to conform with the current year's financial statement presentation.

**MUNICIPALITY OF WEST ELGIN
SCHEDULE 1 - CONSOLIDATED SCHEDULE OF TANGIBLE CAPITAL ASSETS
FOR THE YEAR ENDED DECEMBER 31, 2021**

| | Land | Land Improvements | Buildings | Automotive | Equipment | Roads and Bridges | Environmental Systems | 2021 Total | 2020 Total |
|--|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|-----------------------|---------------------|---------------------|
| COST | | | | | | | | | |
| Balance, beginning of year | \$ 5,041,873 | \$ 2,316,760 | \$15,011,443 | \$ 5,424,931 | \$18,563,821 | \$12,827,679 | \$14,512,791 | \$73,699,298 | \$69,299,279 |
| Add: | | | | | | | | | |
| Additions during the year | - | - | 71,131 | 661,870 | 499,653 | - | - | 1,232,654 | 4,591,157 |
| Less: | | | | | | | | | |
| Disposals during the year | (36,198) | - | - | (328,693) | - | - | - | (364,891) | (191,138) |
| Balance, end of year | 5,005,675 | 2,316,760 | 15,082,574 | 5,758,108 | 19,063,474 | 12,827,679 | 14,512,791 | 74,567,061 | 73,699,298 |
| ACCUMULATED AMORTIZATION | | | | | | | | | |
| Balance, beginning of year | - | 1,144,832 | 6,772,873 | 2,858,814 | 6,908,319 | 6,999,750 | 3,553,278 | 28,237,866 | 26,319,444 |
| Add: | | | | | | | | | |
| Amortization during the year | - | 47,288 | 340,749 | 250,354 | 856,574 | 447,312 | 189,842 | 2,132,119 | 1,992,482 |
| Less: | | | | | | | | | |
| Disposals during the year | - | - | - | (156,990) | - | - | - | (156,990) | (74,060) |
| Balance, end of year | - | 1,192,120 | 7,113,622 | 2,952,178 | 7,764,893 | 7,447,062 | 3,743,120 | 30,212,995 | 28,237,866 |
| NET BOOK VALUE OF TANGIBLE CAPITAL ASSETS | \$ 5,005,675 | \$ 1,124,640 | \$ 7,968,952 | \$ 2,805,930 | \$11,298,581 | \$ 5,380,617 | \$10,769,671 | \$44,354,066 | \$45,461,432 |

This schedule is provided for information purposes only.

**MUNICIPALITY OF WEST ELGIN
SCHEDULE 2 - CONSOLIDATED SCHEDULE OF SEGMENTED INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2021**

| | General Government | Protective Services | Transportation | Environmental | Recreation and Culture | Planning and Development | Total |
|--|-------------------------------|--------------------------------|-----------------------|----------------------|-----------------------------------|-------------------------------------|---------------------|
| REVENUE | | | | | | | |
| Taxation | \$ 3,717,505 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 3,717,505 |
| User charges | 60,595 | 133,491 | 187,649 | 3,534,134 | 636,109 | 46,796 | 4,598,774 |
| Government grant | 2,159,552 | 24,841 | 552,132 | - | 133,801 | 49,608 | 2,919,934 |
| Investment income | 20,044 | - | - | 21,957 | 286 | - | 42,287 |
| Penalty and interest on taxes | 99,112 | - | - | - | - | - | 99,112 |
| Other | - | 400 | - | - | - | - | 400 |
| Capital related revenue (expenditures) | 111,237 | 1,200 | (653,098) | - | (367,042) | - | (907,703) |
| | 6,168,045 | 159,932 | 86,683 | 3,556,091 | 403,154 | 96,404 | 10,470,309 |
| EXPENDITURES | | | | | | | |
| Salaries and benefits | 683,107 | 181,554 | 577,877 | 247,011 | 378,829 | 28,239 | 2,096,617 |
| Materials and supplies | 355,560 | 1,439,431 | 1,202,578 | 2,558,849 | 700,991 | 161,500 | 6,418,909 |
| Amortization | 20,246 | 83,919 | 650,981 | 1,146,815 | 230,158 | - | 2,132,119 |
| | 1,058,913 | 1,704,904 | 2,431,436 | 3,952,675 | 1,309,978 | 189,739 | 10,647,645 |
| EXCESS OF REVENUE OVER EXPENDITURES (EXPENDITURES OVER REVENUE) | \$ 5,109,132 | \$ (1,544,972) | \$ (2,344,753) | \$ (396,584) | \$ (906,824) | \$ (93,335) | \$ (177,336) |

This schedule is provided for information purposes only.