

Consolidated Financial Statements of

**THE CORPORATION OF THE  
TOWNSHIP OF SEGUIN**

Year ended December 31, 2017

# THE CORPORATION OF THE TOWNSHIP OF SEGUIN

Consolidated Financial Statements Index

Year ended December 31, 2017

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## **Management's Responsibility for the Consolidated Financial Statements**

The accompanying consolidated financial statements of The Corporation of the Township of Seguin (the "Township") are the responsibility of the Township's management and have been prepared in compliance with legislation, and in accordance with generally accepted accounting principles for local governments established by the Public Sector Accounting Board of the Chartered Professional Accountants of Canada. A summary of the significant accounting policies are described in Note 1 to the consolidated financial statements. The preparation of consolidated 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 Township'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 Council 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 KPMG LLP, independent external auditors appointed by the Township. The accompanying Auditors' Report outlines their responsibilities, the scope of their examination and their opinion on the Township's consolidated financial statements.

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Chris Madej  
Chief Administrative Officer

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Michele C. Fraser  
Chief Financial Officer and Treasurer



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Canada  
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## **INDEPENDENT AUDITORS' REPORT**

To the Members of Council, Inhabitants and Ratepayers of  
The Corporation of the Township of Seguin

We have audited the accompanying consolidated financial statements of The Corporation of the Township of Seguin which comprise the consolidated statement of financial position as at December 31, 2017, the consolidated statements of operations, changes in net financial assets and cash flows for the year then ended, and notes, comprising a summary of significant accounting policies and other explanatory information.

### *Management's Responsibility 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.

### *Auditors' Responsibility*

Our responsibility is to express an opinion on these consolidated financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in these consolidated financial statements. The procedures selected depend on our judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, we consider internal control relevant to the entity's preparation and fair presentation of the consolidated financial statements 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the consolidated financial statements.



We believe that the audit evidence we have obtained is sufficient and appropriate to provide basis for our audit opinion.

*Opinion*

In our opinion, these consolidated financial statements present fairly, in all material respects, the consolidated financial position of The Corporation of the Township of Seguin as at December 31, 2017 and its consolidated results of operation and the changes in its consolidated net financial assets and its consolidated cash flows for the year then ended in accordance with Canadian public sector accounting standards.

*KPMG LLP*

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Chartered Accountants, Licensed Public Accountants

Sudbury, Canada

May 7, 2018

# THE CORPORATION OF THE TOWNSHIP OF SEGUIN

## Consolidated Statement of Financial Position

December 31, 2017, with comparative information for 2016

	2017	2016
<b>Financial assets:</b>		
Cash	\$ 5,759,625	\$ 5,442,013
Taxes receivable	534,426	769,187
Accounts receivable	147,148	76,272
Goods and services tax rebate	198,350	147,292
	<u>6,639,549</u>	<u>6,434,764</u>
<b>Financial liabilities:</b>		
Accounts payable and accrued liabilities	1,029,663	956,994
Other current liabilities	164,308	98,474
Deferred revenue - Obligatory Reserve Funds (note 3)	86,389	46,554
Deferred revenue	103,601	27,566
Solid Waste Landfill closure and post-closure liabilities (note 8)	106,988	98,487
	<u>1,490,949</u>	<u>1,228,075</u>
Net financial assets	5,148,600	5,206,689
<b>Non-financial assets:</b>		
Tangible capital assets (note 10)	43,302,687	43,659,383
Inventories of supplies	23,734	18,638
Prepaid expenses	119,174	29,444
	<u>43,445,595</u>	<u>43,707,465</u>
Accumulated surplus (note 9)	<u>\$ 48,594,195</u>	<u>\$ 48,914,154</u>

The accompanying notes are an integral part of this consolidated financial statement.

# THE CORPORATION OF THE TOWNSHIP OF SEGUIN

## Consolidated Statement of Operations

Year ended December 31, 2017, with comparative information for 2016

	Budget		
	2017	2017	2016
<b>Revenues:</b>			
Property taxation	\$ 11,433,584	\$ 11,502,733	\$ 11,260,276
Taxation from other governments	59,376	28,685	63,905
User charges	892,226	1,035,508	1,114,905
Government transfers			
Provincial	2,130,257	2,115,964	2,139,795
Federal	100,000	100,000	-
Park and lot levies earned	144,000	184,384	111,505
Federal Gas Tax earned	242,495	242,495	230,948
Excess Building Permit Fees earned	-	-	28,000
Investment income	50,050	74,360	52,660
Donations	6,160	6,668	14,369
Penalties and interest	220,000	186,917	221,541
Gain (Loss) on Sale of Capital Assets	-	19,190	(53,155)
Fines (POA)	81,215	39,617	64,345
Sale of land	-	14,272	-
<b>Total revenue</b>	<b>15,359,363</b>	<b>15,550,793</b>	<b>15,249,094</b>
<b>Expenses:</b>			
General government	1,847,132	1,705,076	1,711,867
Protection to persons and property	2,997,701	2,807,391	2,626,593
Transportation services	4,781,599	4,704,064	4,892,394
Environmental services	1,036,600	1,068,256	1,066,492
Health services	1,152,477	1,151,384	1,118,956
Social and family services	2,006,995	2,006,995	1,967,664
Recreational and cultural services	1,996,637	1,919,057	1,941,287
Planning and development	623,285	508,529	523,125
<b>Total expenses</b>	<b>16,442,426</b>	<b>15,870,752</b>	<b>15,848,378</b>
<b>Annual deficit</b>	<b>(1,083,063)</b>	<b>(319,959)</b>	<b>(599,284)</b>
Accumulated surplus, beginning of year	48,914,154	48,914,154	49,513,438
<b>Accumulated surplus, end of year (note 9)</b>	<b>\$ 47,831,091</b>	<b>\$ 48,594,195</b>	<b>\$ 48,914,154</b>

The accompanying notes are an integral part of this consolidated financial statement.

# THE CORPORATION OF THE TOWNSHIP OF SEGUIN

## Consolidated Statement of Change in Net Financial Assets

December 31, 2017, with comparative information for 2016

	Budget		
	2017	2017	2016
Annual deficit	\$ (1,083,063)	\$ (319,959)	\$ (599,284)
Acquisition of tangible capital assets	(1,836,359)	(1,773,986)	(1,303,032)
Amortization of tangible capital assets	2,086,100	2,114,608	2,085,876
Gain (loss) of sale of tangible capital assets	-	(19,190)	53,155
Proceeds on sale of tangible capital assets	-	35,264	37,013
	(833,322)	36,737	273,728
Acquisition of prepaid expenses	(119,174)	(119,174)	(29,444)
Use of prepaid expenses	29,444	29,444	30,285
Acquisition of inventories	(23,734)	(23,734)	(18,638)
Consumption of inventories	18,638	18,638	19,836
Change in net financial assets	(928,148)	(58,089)	275,767
Net financial assets, beginning of year	5,206,689	5,206,689	4,930,922
Net financial assets, end of year	4,278,541	\$ 5,148,600	\$ 5,206,689

The accompanying notes are an integral part of these consolidated financial statements.



# THE CORPORATION OF THE TOWNSHIP OF SEGUIN

## Consolidated Statement of Cash Flows

Year ended December 31, 2017, with comparative information for 2016

	2017	2016
Cash provided by (used in):		
Operating activities:		
Annual deficit	\$ (319,959)	\$ (599,284)
Items not involving cash:		
Amortization of tangible capital assets	2,114,608	2,085,876
Gain (loss) on sale of tangible capital assets	(19,190)	53,155
Change in landfill liability	8,501	25,537
	1,783,960	1,565,284
Change in non-cash assets and liabilities:		
Taxes receivable	234,761	162,148
Accounts receivable	(70,876)	32,551
Goods and services tax rebate	(51,058)	66,913
Accounts payable and accrued liabilities	72,669	(354,287)
Other current liabilities	65,834	7,635
Deferred revenue - Obligatory Reserve Funds	39,835	(11,491)
Deferred revenue	76,035	(18,248)
Inventories of supplies	(5,096)	1,198
Prepaid expenses	(89,730)	841
Net change in cash from operating activities	2,056,334	1,452,544
Capital activities:		
Proceeds on sale of tangible capital assets	35,264	37,013
Cash used to acquire tangible capital assets	(1,773,986)	(1,303,032)
Net change in cash from capital activities	(1,738,722)	(1,266,019)
Investing activities:		
Decrease in loan receivable	-	54,714
Net change in financing activities	-	54,714
Net change in cash	317,612	241,239
Cash, beginning of year	5,442,013	5,200,774
Cash, end of year	\$ 5,759,625	5,442,013

The accompanying notes are an integral part of this consolidated financial statement.

# THE CORPORATION OF THE TOWNSHIP OF SEGUIN

Notes to Consolidated Financial Statements

Year ended December 31, 2017

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## 1. Significant accounting policies:

The consolidated financial statements of the Corporation of the Township of Seguin (the "Township") are prepared by management in accordance with Canadian generally accepted accounting principles for local governments as recommended by the Public Sector Accounting Board and the Canadian Chartered Professional Accountants of Canada. Significant aspects of the accounting policies adopted by the Township are as follows:

(a) Reporting entity:

(i) General:

These consolidated financial statements reflect the assets, liabilities, revenues and expenditures and fund balances of the reporting entity and include the activities of all committees of Council and the following boards and municipal enterprises which are under the control of Council:

Seguin Public Library Board

All interfund assets, liabilities, revenues and expenditures have been eliminated.

(ii) Non-consolidated entities:

The following joint local boards are not consolidated:

District of Parry Sound Social Services Administration Board  
Muskoka Parry Sound Health Unit  
Belvedere Heights Home for the Aged  
Parry Sound Area Municipal Airport Commission  
911 Emergency Services

(iii) Accounting for school board transactions:

The taxation, other revenues, expenditures, assets and liabilities with respect to the operations of the school boards are not reflected in the municipal fund balances of these consolidated financial statements.

(iv) Trust funds:

Trust funds and their related operations administered by the Municipality are not consolidated, but are reported separately. These funds amounted to \$168,156 (2016 - \$163,506).

# THE CORPORATION OF THE TOWNSHIP OF SEGUIN

Notes to Consolidated Financial Statements

Year ended December 31, 2017

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## 1. Significant accounting policies (continued):

### (b) Basis of accounting:

#### (i) Accrual basis of accounting:

The accrual basis of accounting recognizes revenues as they become available and measurable; expenditures are recognized as they are incurred and measurable as a result of receipt of goods or services and the creation of a legal obligation to pay.

#### (ii) Tangible Capital assets:

Tangible capital assets are recorded at cost, which includes amounts that are directly attributable to acquisition, design, construction, development, improvement or betterment of the tangible capital asset. The cost, less residual value, of the tangible capital assets, excluding land and landfill sites, are amortized on a straight-line basis over their estimated useful lives as follows:

Asset	Useful Life - Years
Buildings	40
Furniture, fixtures, equipment and books	5 - 20
Vehicles and machinery	10 - 25
Land improvements	25 - 40
Bridges and culverts	30 - 45
Linear assets, excluding bridges and culverts	40 - 50

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Landfill sites are amortized using the units of production method based upon capacity used during the year.

Amortization in the year of acquisition and in the year of disposal is charged at 50% of the annual amortization. Assets under construction are not amortized until the asset is available for productive use.

#### (iii) Contributions of tangible capital assets:

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

#### (iv) Natural resources:

Natural resources that have not been purchased are not recognized as assets in the financial statements.

#### (v) Works of art and cultural and historic assets:

Works of arts and cultural and historic assets are not recorded as assets in the financial statements.

# THE CORPORATION OF THE TOWNSHIP OF SEGUIN

Notes to Consolidated Financial Statements

Year ended December 31, 2017

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## 1. Significant accounting policies (continued):

### (b) Basis of accounting (continued):

#### (vi) Pensions and employee benefits:

The Township accounts for its participation in the Ontario Municipal Employee Retirement System ("OMERS") a multi-employer public sector pension fund, as a defined contribution plan. Vacation entitlements are accrued for as entitlements are earned.

#### (vii) Solid waste management liabilities:

Solid waste management liabilities are accounted for on the accrual basis as a charge to environmental services expenditures (note 11).

#### (viii) Use of estimates:

The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the dates of the financial statements and the reported amounts of revenues and expenses during the reporting periods. Significant items subject to such estimates and assumptions include valuation allowances for accounts receivable, loans receivable and solid waste landfill closure and post-closure liabilities. Actual results could differ from those estimates. These estimates are reviewed periodically, and, as adjustments become necessary, they are reported in earnings in the year in which they become known.

## 2. Operations of school boards:

During the year, requisitions were made by the School Boards requiring the Township to collect property taxes and payments in lieu of property taxes on their behalf. The amounts collected and remitted are summarized below:

	2017	2016
Property taxes	\$ 6,185,868	\$ 6,394,924
Payments in lieu of taxation	5,011	7,754
Amounts levied by Township	\$ 6,190,879	\$ 6,402,678
Amounts requisitioned plus supplementary taxes	\$ 6,190,879	\$ 6,402,678

# THE CORPORATION OF THE TOWNSHIP OF SEGUIN

## Notes to Consolidated Financial Statements

Year ended December 31, 2017

### 3. Deferred revenue – obligatory reserve funds:

The continuity of transactions within the obligatory reserve funds are as described below:

	December 31, 2016	Contributions received	Interest earned	Amounts taken to revenue	December 31, 2017
Parks and recreation reserves	\$ 11,487	68,309	6,225	(41,046)	44,975
Building permits	19,698	–	–	–	19,698
Federal gas tax reserves	15,369	246,789	2,053	(242,495)	21,716
	\$ 46,554	315,098	8,278	(283,541)	86,389

### 4. Pension agreements:

The Township makes contributions to the Ontario Municipal Employees Retirement System (“OMERS”), which is a multi-employee plan, on behalf of all permanent, full-time 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 service and rates of pay.

The contribution required on account of current service for 2017 of \$291,399 (2016 - \$292,565) is included in the current fund expenditures.

### 5. Contributions to unconsolidated joint boards:

The following contributions were made by the Township to these joint boards:

	2017	2016
District of Parry Sound Social Services Administration Board	\$ 1,490,655	\$ 1,473,360
Muskoka Parry Sound Health Unit	123,860	123,860
Belvedere Heights Home for the Aged	516,340	494,304
Parry Sound Area Municipal Airport Commission	41,920	42,160
911 Emergency Services	3,533	3,307
	\$ 2,176,308	\$ 2,136,991

# THE CORPORATION OF THE TOWNSHIP OF SEGUIN

Notes to Consolidated Financial Statements

Year ended December 31, 2017

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## **6. Collateral guarantee:**

The Township has provided to the Canadian Imperial Bank of Commerce a guarantee for a portion of the long-term loan of Belvedere Heights Home for the Aged. The Township's guarantee is in the amount of \$1,234,119. The Township does not expect to have to act on this guarantee.

## **7. Public Sector Salary Disclosure:**

During 2015, five employees were paid a salary of \$100,000 or more by the Township, as defined in the Public Sector Salary Disclosure Act, 1996.

## **8. Solid waste management liabilities:**

The Environmental Protection Act sets out the regulatory requirements to properly close and maintain all active and inactive landfill sites. Under environmental law, there is a requirement for closure and post-closure care of solid waste landfill sites. This requirement is to be provided for over the estimated remaining life of the landfill sites based on usage.

Landfill closure and post-closure care requirements have been defined in accordance with industry standards and include final covering and landscaping of the landfill, pumping of ground water and leachates from the site, and ongoing environmental monitoring, site inspection and maintenance. The reported liability is based on estimates and assumptions with respect to events extending over a twenty year period using the best information available to management. Future events may result in significant changes to the estimated total expenditures, capacity used or total capacity and the estimated liability, and would be recognized prospectively, as a change in estimate, when applicable.

Estimated total expenditures represent the sum of the discounted future cash flows for closure and post-closure care activities discounted at a rate of 5% (2016 - 5%) minus an inflation rate of 2.0% (10 year average CPI from 1995 to 2004). The estimated total landfill closure and post-closure care expenditures are calculated to be \$128,945 (2016 - \$122,086). The estimated liability for these expenditures is recognized as the landfill site's capacity is used. At December 31, 2017, an amount of \$106,988 (2016 - \$98,487) with respect to landfill closure and post-closure liabilities has been accrued.

The Christie landfill site has a remaining capacity of 19.18% with a remaining life of approximately 4-10 years. The period for post-closure care is estimated to be 10 years.

The Humphrey landfill site has been closed. The period for post-closure care is estimated to be 15 years.

# THE CORPORATION OF THE TOWNSHIP OF SEGUIN

## Notes to Consolidated Financial Statements

Year ended December 31, 2017

### 9. Accumulated surplus:

Accumulated surplus consists of individual fund surplus and reserves and reserve funds as follows:

	2017	2016
Surplus:		
Invested in tangible capital assets	\$ 43,302,687	\$ 43,659,383
Other	100,000	100,000
Total surplus	43,402,687	43,759,383
Reserves set aside by Council:		
Working capital	1,520,907	1,519,907
Election	54,542	45,289
Severe weather	100,000	56,604
Official plan review	57,563	47,563
Salary grid movement	255,628	255,628
Firefighter compensation	142,152	142,152
Acquisition of capital assets:		
Seguin Museum	5,947	5,732
Cemetery	67,451	57,451
Other	491,027	401,256
Library	39,591	29,928
Total reserves	2,734,808	2,561,510
Reserve funds set aside for specific purpose by Council:		
Capital projects	2,084,120	2,466,955
Fire department	90,703	3,336
Equipment	280,984	122,362
Parks – recreation facilities	893	608
Total reserve funds	2,456,700	2,593,261
	\$ 48,594,195	\$ 48,914,154

# THE CORPORATION OF THE TOWNSHIP OF SEGUIN

Notes to Consolidated Financial Statements

Year ended December 31, 2017

## 10. Tangible capital assets:

Cost	Balance at December 31, 2016	Additions	Disposals	Balance at December 31, 2017
Land	\$ 616,551	33,942	-	650,493
Buildings	9,613,094	774,094	-	10,387,188
Furniture, fixtures and equipment	3,736,994	137,393	-	3,874,387
Land improvements	4,717,841	45,014	-	4,762,855
Vehicles and machinery	9,756,211	313,641	(232,214)	9,837,638
Linear assets	51,222,225	-	-	51,222,225
Assets under construction	-	469,902	-	469,902
<b>Total</b>	<b>\$ 79,662,916</b>	<b>1,773,986</b>	<b>(232,214)</b>	<b>81,204,688</b>

Accumulated Amortization	Balance at December 31, 2016	Disposals	Amortization	Balance at December 31, 2017
Land	\$ -	-	-	-
Buildings	3,409,718	-	225,416	3,635,134
Furniture, fixtures and equipment	2,153,735	-	275,450	2,429,185
Land improvements	1,211,716	-	126,149	1,337,865
Vehicles and machinery	4,900,420	(216,140)	420,251	5,104,531
Linear assets	24,327,944	-	1,067,342	25,395,286
Assets under construction	-	-	-	-
<b>Total</b>	<b>\$ 36,003,533</b>	<b>(216,140)</b>	<b>2,114,608</b>	<b>37,902,001</b>

	Net book value, December 31, 2016	Net book value, December 31, 2017
Land	\$ 616,551	650,493
Buildings	6,203,376	6,752,054
Furniture, fixtures and equipment	1,583,259	1,445,202
Land improvements	3,506,125	3,424,990
Vehicles and machinery	4,855,791	4,733,107
Linear assets	26,894,281	25,826,939
Assets under construction	-	469,902
<b>Total</b>	<b>\$ 43,659,383</b>	<b>43,302,687</b>



# THE CORPORATION OF THE TOWNSHIP OF SEGUIN

Notes to Consolidated Financial Statements

Year ended December 31, 2017

## 10. Tangible capital assets (continued):

Cost	Balance at December 31, 2015	Additions	Disposals	Balance at December 31, 2016
Land	\$ 616,551	-	-	616,551
Buildings	9,563,751	49,343	-	9,613,094
Furniture, fixtures and equipment	3,411,590	325,404	-	3,736,994
Land improvements	4,597,731	120,110	-	4,717,841
Vehicles and machinery	9,328,498	808,175	(380,462)	9,756,211
Linear assets	51,222,225	-	-	51,222,225
Assets under construction	-	-	-	-
<b>Total</b>	<b>\$ 78,740,346</b>	<b>1,303,032</b>	<b>(380,462)</b>	<b>79,662,916</b>

Accumulated Amortization	Balance at December 31, 2015	Disposals	Amortization	Balance at December 31, 2016
Land	\$ -	-	-	-
Buildings	3,194,595	-	215,123	3,409,718
Furniture, fixtures and equipment	1,889,322	-	264,413	2,153,735
Land improvements	1,087,631	-	124,085	1,211,716
Vehicles and machinery	4,776,126	(290,294)	414,588	4,900,420
Linear assets	23,260,277	-	1,067,667	24,327,944
Assets under construction	-	-	-	-
<b>Total</b>	<b>\$ 34,207,951</b>	<b>(290,294)</b>	<b>2,085,876</b>	<b>36,003,533</b>

	Net book value, December 31, 2015	Net book value, December 31, 2016
Land	\$ 616,551	616,551
Buildings	6,369,156	6,203,376
Furniture, fixtures and equipment	1,522,268	1,583,259
Land improvements	3,510,100	3,506,125
Vehicles and machinery	4,552,372	4,855,791
Linear assets	27,961,948	26,894,281
Assets under construction	-	-
<b>Total</b>	<b>\$ 44,532,395</b>	<b>43,659,383</b>

# THE CORPORATION OF THE TOWNSHIP OF SEGUIN

Notes to Consolidated Financial Statements

Year ended December 31, 2017

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## 11. Segmented information:

The Township is a municipal government institution that provides a range of services to its citizens, including police, fire, transportation, recreational and environmental. For management reporting purposes the Township's operations and activities are organized and reported by department. Funds were created for the purpose of recording specific activities to attain certain objectives in accordance with special regulations, restrictions or limitations.

Township services are provided by departments and their activities are reported in these funds. Certain departments that have been separately disclosed in the segmented information, along with the services they provide, are as follows:

- (a) General Government: Includes corporate services and governance of the Township. General Government is responsible for human resource management. Support to Council for policy development, by-law development in compliance with the Municipal Act, tax billing and collection responsibilities, financial management reporting, monitoring and overall budget status is provided as well as frontline reception and customer service.
- (b) Protection to persons and property: Includes policing, fire protection, protective inspection and control and emergency measures. The mandate of the police services contract is to ensure the safety of the lives and property of citizens; preserve peace and good order; prevent crimes from occurring; detect offenders; and enforce the law. Fire protection includes detection, extinguishing and suppression services; emergency medical first response; and prevention education and training programs. Inspection and control includes building inspection, by-law enforcement and dog control services.
- (c) Transportation Services: This department provides the winter and summer maintenance, the repair and the construction of the municipal roads system including bridges and culverts.
- (d) Environmental Services: Includes the management and maintenance of the landfill site, transfer stations and waste collection system that serves the municipality.

# THE CORPORATION OF THE TOWNSHIP OF SEGUIN

Notes to Consolidated Financial Statements

Year ended December 31, 2017

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## 11. Segmented information (continued):

- (e) Health Services: The Township provides ambulance services through the Town of Parry Sound and the West Parry Sound Health Centre.
- (f) Social and Family Services: The services are provided indirectly by the Township through the District Social Services Board and include family and children's services, as well as senior citizen services provided through Belvedere Heights Home for the Aged.
- (g) Recreation and cultural services: Provides recreation and leisure programs and facilities, including community halls, libraries, parks, recreation fields and arena. It also provides building maintenance services to all municipal facilities.
- (h) Planning and Development: Manages rural development for business interests, environmental concerns, heritage matters, local neighborhoods and community development. It facilitates economic development by providing services for the approval of all land development plans, the application and enforcement of the zoning by-law and official plan, and the provision of geographic information services.

For each segment separately reported in the schedule below, the segment revenue and expenditures represent both amounts that are directly attributable to the segment and amounts that are allocated on a reasonable basis. Therefore, certain allocation methodologies are employed in the preparation of segmented financial information. These municipal services are funded primarily by taxation such as property tax revenue. Taxation and payments-in-lieu of taxes are apportioned to these services based on the net surplus. Certain government transfers, transfer from other funds, and other revenue have been apportioned based on a percentage of budgeted expenses.

The accounting policies used in these segments are consistent with those followed in the preparation of the consolidated financial statements as disclosed in Note 1.

# THE CORPORATION OF THE TOWNSHIP OF SEGUIN

Schedule to Note 11 - Segmented Information

Year ended December 31, 2017, with comparative information for 2016

	General Government Services	Protection Services	Transportation Services	Environmental Services	Health Services	Social & Family Services	Recreation & Cultural Services	Planning and Development	Total 2017
<b>Revenues:</b>									
Property taxation	\$ 1,235,797	2,034,728	3,409,391	774,246	834,495	1,454,621	1,390,886	368,569	11,502,733
Taxation from other governments	28,685	-	-	-	-	-	-	-	28,685
User charges	41,624	504,183	8,811	128,083	17,023	-	216,281	119,503	1,035,508
Province of Ontario grants	206,071	347,469	638,347	214,427	139,153	242,560	266,477	61,460	2,115,964
Government of Canada grants	-	-	-	-	-	-	100,000	-	100,000
Park and lot levies earned	-	-	-	-	-	-	184,384	-	184,384
Federal Gas Tax earned	-	-	242,495	-	-	-	-	-	242,495
Investment income	74,360	-	-	-	-	-	-	-	74,360
Donations and other	-	-	-	-	-	-	6,668	-	6,668
Penalties and interest on taxes	186,917	-	-	-	-	-	-	-	186,917
Gain(Loss) on Sale of equipment	-	-	15,000	-	-	-	4,190	-	19,190
Fines (POA)	-	39,617	-	-	-	-	-	-	39,617
Sale of land	14,272	-	-	-	-	-	-	-	14,272
	<u>1,787,726</u>	<u>2,925,997</u>	<u>4,314,044</u>	<u>1,116,756</u>	<u>990,671</u>	<u>1,697,181</u>	<u>2,168,886</u>	<u>549,532</u>	<u>15,550,793</u>
<b>Expenditures:</b>									
Salaries, wages and benefits	1,077,195	861,844	1,130,735	287,384	31,547	-	856,469	361,309	4,606,483
Materials, services, rents and financial items	553,914	1,717,505	2,229,398	647,335	966,638	-	638,502	114,145	6,867,437
Transfer to other governments and the public	-	3,533	40,000	-	123,860	2,006,995	74,761	33,075	2,282,224
Amortization of Tangible Capital Assets	73,967	224,509	1,303,931	133,537	29,339	-	349,325	-	2,114,608
	<u>1,705,076</u>	<u>2,807,391</u>	<u>4,704,064</u>	<u>1,068,256</u>	<u>1,151,384</u>	<u>2,006,995</u>	<u>1,919,057</u>	<u>508,529</u>	<u>15,870,752</u>
<b>Annual surplus (deficit)</b>	<b>\$ 82,650</b>	<b>118,606</b>	<b>(390,020)</b>	<b>48,500</b>	<b>(160,713)</b>	<b>(309,814)</b>	<b>249,829</b>	<b>41,003</b>	<b>(319,959)</b>

# THE CORPORATION OF THE TOWNSHIP OF SEGUIN

Schedule to Note 11 - Segmented Information

Year ended December 31, 2017, with comparative information for 2016

	General Government Services	Protection Services	Transportation Services	Environmental Services	Health Services	Social & Family Services	Recreation & Cultural Services	Planning and Development	Total 2016
<b>Revenues:</b>									
Property taxation	\$ 1,216,282	1,866,195	3,476,047	757,743	795,018	1,398,026	1,379,285	371,680	11,260,276
Taxation from other governments	63,905	-	-	-	-	-	-	-	63,905
User charges	245,590	470,197	7,585	54,292	16,516	-	217,075	103,650	1,114,905
Province of Ontario grants	207,184	317,892	630,474	248,487	135,425	238,143	298,876	63,314	2,139,795
Park and lot levies earned	-	-	-	-	-	-	111,505	-	111,505
Federal Gas Tax earned	-	-	230,948	-	-	-	-	-	230,948
Investment income	52,660	-	-	-	-	-	-	-	52,660
Donations and other	-	-	-	-	-	-	14,369	-	14,369
Penalties and interest on taxes	221,541	-	-	-	-	-	-	-	221,541
Prior year's Excess Building Permit Fees earned	-	28,000	-	-	-	-	-	-	28,000
Gain(Loss) on Sale of equipment	-	(45,569)	(5,680)	(1,906)	-	-	-	-	(53,155)
Fines (POA)	-	64,345	-	-	-	-	-	-	64,345
	2,007,162	2,701,060	4,339,374	1,058,616	946,959	1,636,169	2,021,110	538,644	15,249,094
<b>Expenditures:</b>									
Salaries, wages and benefits	1,043,136	850,987	1,184,763	295,094	26,881	-	654,430	360,068	4,415,359
Materials, services, rents and financial items	591,500	1,552,013	2,372,052	648,064	938,876	-	867,605	142,664	7,112,774
Transfer to other governments and the public	-	3,307	40,000	-	123,860	1,967,664	79,145	20,393	2,234,369
Amortization of Tangible Capital Assets	77,231	220,286	1,295,579	123,334	29,339	-	340,107	-	2,085,876
	1,711,867	2,626,593	4,892,394	1,066,492	1,118,956	1,967,664	1,941,287	523,125	15,848,378
<b>Annual surplus (deficit)</b>	<b>\$ 295,295</b>	<b>74,467</b>	<b>(553,020)</b>	<b>(7,876)</b>	<b>(171,997)</b>	<b>(331,495)</b>	<b>79,823</b>	<b>15,519</b>	<b>(599,284)</b>