

MUNICIPALITY OF SOUTHWEST MIDDLESEX
FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2019

**MUNICIPALITY OF SOUTHWEST MIDDLESEX
FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2019**

-1-	Independent Auditor's Report
-3-	Statement of Financial Position
-4-	Statement of Operations and Accumulated Surplus
-5-	Statement of Cash Flows
-6-	Statement of Change in Net Financial Assets
-7- to -15-	Notes to the Financial Statements
-16-	Schedule 1 - Schedule of Tangible Capital Assets
-17-	Schedule 2 - Schedule of Segmented Information

INDEPENDENT AUDITOR'S REPORT

To the Members of Council of the Municipality of Southwest Middlesex

We have audited the accompanying financial statements of Municipality of Southwest Middlesex (the "Municipality"), which comprise the Statement of Financial Position as at December 31, 2019, and Statements of Operations and Accumulated Surplus, Cash Flows and Change in Net Financial Assets for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the financial statements present fairly, in all material respects, the financial position of Municipality of Southwest Middlesex as at December 31, 2019 and its financial performance and its change 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 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 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 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 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 financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit.

We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the 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 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 financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

July 22, 2020
London, Canada

Scrimgeour & Company
LICENSED PUBLIC ACCOUNTANT

**MUNICIPALITY OF SOUTHWEST MIDDLESEX
STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2019**

	2019	2018
FINANCIAL ASSETS		
Cash and short-term investments (note 1.g, 3)	\$ 7,387,304	\$ 7,226,531
Taxes receivable	1,044,237	1,020,696
Accounts receivable	1,788,764	1,946,374
Land held for resale (note 1.f)	99,902	99,902
	10,320,207	10,293,503
LIABILITIES		
Accounts payable and accrued liabilities	1,221,303	1,617,211
Deferred revenue (note 1.h, 6)	251,089	584,049
Landfill closure and post-closure liability (notes 1.m, 14)	1,445,597	1,445,597
Net long-term debt (note 7)	3,513,101	4,016,868
	6,431,090	7,663,725
NET FINANCIAL ASSETS	3,889,117	2,629,778
NON FINANCIAL ASSETS		
Tangible capital assets (note 1.e.i) (Schedule 1)	68,380,262	67,343,305
Capital work in progress (note 1.e.v)	114,385	406,699
Prepaid expenses	95,503	103,425
Inventories (note 1.e.iii)	5,947	3,331
	68,596,097	67,856,760
ACCUMULATED SURPLUS (page 4) (note 8)	\$ 72,485,214	\$ 70,486,538

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

**MUNICIPALITY OF SOUTHWEST MIDDLESEX
STATEMENT OF OPERATIONS AND ACCUMULATED SURPLUS
FOR THE YEAR ENDED DECEMBER 31, 2019**

	Budget 2019	Actual 2019	Actual 2018
REVENUE			
Taxation revenue (note 9)	\$ 5,424,337	\$ 5,366,588	\$ 4,835,718
User charges	3,190,924	3,755,494	3,528,554
Government grants	1,354,864	1,822,548	1,294,731
Investment income	66,298	216,408	197,951
Penalty and interest on taxes	158,000	151,563	152,339
Other	2,000	33,916	50,101
	10,196,423	11,346,517	10,059,394
EXPENDITURES			
General government	1,417,622	1,397,890	1,215,449
Protection to persons and property	1,759,618	1,781,738	1,738,722
Transportation services	3,739,918	3,090,782	2,927,586
Environmental services	2,587,396	2,789,797	2,613,734
Health	35,161	36,094	23,725
Recreation and cultural development	1,063,798	1,089,853	973,332
Planning and development	124,165	165,224	137,713
	10,727,678	10,351,378	9,630,261
REVENUE OVER EXPENDITURES (EXPENDITURES OVER REVENUE) BEFORE OTHER	(531,255)	995,139	429,133
OTHER REVENUE (EXPENDITURES)			
Government transfers related to capital	30,861	80,861	203,115
Obligatory and other contributions related to capital	1,087,697	1,109,771	260,409
Gain (loss) on disposal of tangible capital assets	-	(187,095)	(35,765)
	1,118,558	1,003,537	427,759
Excess of revenue over expenditures (expenditures over revenue) for the year	587,303	1,998,676	856,892
ACCUMULATED SURPLUS, BEGINNING OF YEAR	70,486,538	70,486,538	69,629,646
ACCUMULATED SURPLUS, END OF YEAR (note 8)	\$ 71,073,841	\$ 72,485,214	\$ 70,486,538

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

**MUNICIPALITY OF SOUTHWEST MIDDLESEX
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2019**

	2019	2018
OPERATIONS		
Excess of revenue over expenditures (page 4)	\$ 1,998,676	\$ 856,892
Non-cash changes to operations		
Amortization of tangible capital assets	1,528,069	1,469,114
Loss on disposal of capital assets	282,328	72,038
Changes in non-cash operating balances (A)	(594,799)	754,047
Net change in cash from operating activities	3,214,274	3,152,091
CAPITAL		
Acquisition of tangible capital assets	(2,847,354)	(3,494,514)
Decrease (increase) in work in progress	292,314	(11,475)
Decrease (increase) in prepaid expenses	7,922	22,027
Decrease (increase) in inventories	(2,616)	1,454
Net change in cash from capital activities	(2,549,734)	(3,482,508)
FINANCING		
Net change in long-term debt	(503,767)	2,336,549
Net change in cash and short-term investments during the year	160,773	2,006,132
CASH AND SHORT-TERM INVESTMENTS, BEGINNING OF YEAR	7,226,531	5,220,399
CASH AND SHORT-TERM INVESTMENTS, END OF YEAR	\$ 7,387,304	\$ 7,226,531

(A) Net change in non-cash operating balances includes the net change in taxes receivable, accounts receivable, land held for resale, accounts payable and accrued liabilities, deferred revenue and landfill closure and post-closure liability.

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

**MUNICIPALITY OF SOUTHWEST MIDDLESEX
STATEMENT OF CHANGE IN NET FINANCIAL ASSETS
FOR THE YEAR ENDED DECEMBER 31, 2019**

	2019	2018
Excess of revenue over expenditures (page 4)	\$ 1,998,676	\$ 856,892
Amortization of tangible capital assets	1,528,069	1,469,114
Acquisition of tangible capital assets	(2,847,354)	(3,494,514)
(Gain) loss on sale of tangible capital assets	282,328	72,038
Decrease (increase) in work in progress	292,314	(11,475)
Decrease (increase) in prepaid expenses	7,922	22,027
Decrease (increase) in inventories	(2,616)	1,454
Increase in net financial assets	1,259,339	(1,084,464)
NET FINANCIAL ASSETS, BEGINNING OF YEAR	2,629,778	3,714,242
NET FINANCIAL ASSETS, END OF YEAR	\$ 3,889,117	\$ 2,629,778

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

**MUNICIPALITY OF SOUTHWEST MIDDLESEX
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2019**

The Municipality of Southwest Middlesex (the Municipality) is a lower-tier 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 financial statements of the Municipality are the representation of management prepared in accordance with Canadian public sector accounting standards.

The focus of financial statements prepared in accordance with Canadian public sector accounting standards is on the financial position of the Municipality and changes thereto. The 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 represents the financial position of the Municipality and is the difference between financial assets and liabilities. This information explains the Municipality's overall future revenue requirements and its ability to finance activities and meet its obligations.

a. Reporting entity

These statements reflect the financial assets, liabilities, operating revenue and expenditures and accumulated surpluses and changes in investment in tangible capital assets of the Municipality and all committees of Council.

b. Trust funds

Trust funds and their related operations administered by the Municipality are not consolidated, but are reported separately on the Trust Funds Statements of Operations and Financial Position.

c. Accrual accounting

The accrual basis of accounting recognizes revenue 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.

**MUNICIPALITY OF SOUTHWEST MIDDLESEX
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2019**

1. Significant accounting policies continued

d. 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 expense, provides the Change in Net Financial Assets for the year.

e. Tangible capital assets

- i.** 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 costs, less residual value, of the tangible capital assets are amortized on a straight-line basis over their estimated useful lives as follows:

Buildings	50 - 60 years
Leasehold improvements	term of lease
Fleet	8 - 30 years
Streetlights	30 years
Equipment	5 - 30 years
Infrastructure - water	60 years
Infrastructure - sewer	50 - 60 years
Infrastructure - transportation	50 - 100 years
Infrastructure - storm sewers	80 years
Bridges and other structures	50 - 80 years

Amortization is charged for a half year in the year of acquisition and in the year of disposal.

The Municipality has a capitalization threshold of \$5,000 so that individual assets of lesser value are expensed unless they are pooled because collectively they have a significant value.

- ii. Leases**

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.

**MUNICIPALITY OF SOUTHWEST MIDDLESEX
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2019**

1. Significant accounting policies continued

e. Tangible capital assets continued

iii. Inventories

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

iv. Contributions of tangible capital assets

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

v. Capital work in progress

Capital work in progress represents tangible capital asset projects that have not yet been completed by the year end and therefore, are not amortized.

f. Land held for resale

Land held for resale is recorded at the lower of cost and net realizable value. Cost includes amounts for land acquisition and improvements to prepare the land for sale or servicing.

g. Short-term investments

Short-term investments are recorded at cost. Market value approximates cost.

h. Deferred revenue

Grants, 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.

i. Financial Instruments

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

j. Revenue recognition

Government grants and transfers are recognized in the 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 made.

**MUNICIPALITY OF SOUTHWEST MIDDLESEX
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2019**

1. Significant accounting policies continued

k. Use of estimates

The preparation of financial statements in conformity with Canadian public sector accounting standards 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 date of the financial statements, and the reported amounts of revenue and expenditures during the period. Actual results could differ from these estimates.

l. Budget

The Municipality's Council completes separate budget reviews for its operating and capital budget each year. The approved operating budget for 2019 is reflected on the 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 surplus funds and by application of applicable grants or other funds available to apply to capital projects.

m. Landfill closure and post-closure liability

In accordance with the requirements of PSAB 3270, the Municipality accrues landfill closure and post-closure care requirements that 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 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.

2. Trust funds

Trust funds administered by the Municipality amounting to \$8,486 (2018 - \$8,326) have not been included in the Statement of Financial Position nor have their operations been included in the Statement of Operations and Accumulated Surplus.

3. Temporary investments

The investments of \$2,926 (2018 - \$2,850) are recorded at market value which approximates cost and are short-term in nature.

**MUNICIPALITY OF SOUTHWEST MIDDLESEX
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2019**

4. 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 2019 was \$145,291 (2018 - \$127,052) for current service and is included as an expenditure on the Statement of Operations and Accumulated Surplus. The Municipality had no obligation, as at December 31, 2019, under the past service provisions. The OMERS funding ratio for 2019 is 97.0% (2018 - 96.0%), with the goal of being fully funded by 2025.

5. Operations of School Boards and the County of Middlesex

The Municipality is required to bill, collect and remit taxation revenue on behalf of the School Boards and County of Middlesex pursuant to provincial legislation. The Municipality has no jurisdiction or control over the operations of these entities or the setting of their tax rates. Therefore, the taxation, other revenue, expenditures, assets and liabilities with respect to the operations of the School Boards and the County are not reflected in these financial statements. Taxation revenue billed and requisitions paid on behalf of the School Boards and County of Middlesex are not reflected in the Statement of Operations and Accumulated Surplus and are comprised of the following:

	School Boards	County
Taxation	\$ 1,555,765	\$ 2,522,743
Requisitions	\$ 1,555,765	\$ 2,522,743

6. Deferred revenue

The deferred revenue balance is comprised of the following:

	2019	2018
Federal gas tax	\$ 190,123	\$ 309,951
OCIF funding	60,966	274,098
	\$ 251,089	\$ 584,049

**MUNICIPALITY OF SOUTHWEST MIDDLESEX
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2019**

7. Net long-term debt

- a. The balance of long-term debt reported on the Statement of Financial Position is made up of the following:

	2019	2018
Total long-term debt incurred by the Municipality and outstanding at the end of the year amount to:	\$ 3,723,137	\$ 4,222,240
Of the long-term debt above, the responsibility for payment of principal and interest charges for tile drain loans assumed by individuals. At the end of the year, the outstanding principal amount of this liability is:	(210,036)	(205,372)
Net long-term debt at the end of the year:	\$ 3,513,101	\$ 4,016,868

- b. Of the net long-term debt reported in (a) of this note, the minimum principal repayments required are estimated as follows:

2020	\$ 512,705
2021	\$ 512,254
2022	\$ 197,152
2023	\$ 199,335
2024	\$ 199,683
2025 on	\$ 1,891,972

- c. The long-term debt in (a) issued in the name of the Municipality have received approval of the Ontario Municipal Board for those approved on or before December 31, 1992. Those approved on or after January 1, 1993 have been approved by by-law. The annual principal and interest payments required to service these liabilities are within the annual debt repayment limit prescribed by the Ministry of Municipal Affairs.
- d. The Municipality is contingently liable for long-term debt with respect to tile drainage loans. The total amount outstanding as at December 31, 2019 is \$210,036 (2018 - \$205,372) and is not recorded on the Statement of Financial Position.
- e. The Municipality paid interest on its long-term debt of \$95,778 (2018 - \$101,990)

**MUNICIPALITY OF SOUTHWEST MIDDLESEX
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2019**

8. Accumulated surplus

The accumulated surplus is comprised of the following:

	2019	2018
Surplus (deficit)		
Landfill closure and post-closure costs (note 14)	\$ (1,445,597)	\$ (1,445,597)
Invested in tangible capital assets	65,370,119	63,733,136
Reserves	5,114,645	4,357,534
Reserve funds set aside for specific purpose by legislation, regulation or agreement (note 14)	3,446,047	3,841,465
Total accumulated surplus	\$ 72,485,214	\$ 70,486,538

9. 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 2019 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 Middlesex and the appropriate school boards.

10. Commitments

The Municipality contracts with Ontario Clean Water Agency for the operations of its water and sewer treatment plants. The total paid for 2019 was \$330,211 (2018 - \$284,468).

The Municipality has contracted directly with the Ontario Provincial Police for policing services. The total annual charge for 2019 was \$951,612 (2018 - \$930,456).

The Municipality has committed to building a Community Based Capital Licensed Child Care facility through funding from the Province of Ontario and the Government of Canada through the Early Learning and Child Care program of the City of London and the County of Middlesex. The total funding to be received is \$2,500,000 of which \$2,000,000 is to be used for construction costs and \$500,000 will be used for equipment and program material. It is anticipated the total construction cost will be \$2,900,000.

**MUNICIPALITY OF SOUTHWEST MIDDLESEX
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2019**

11. Public sector salary disclosure

There were two employees paid a salary during the year ended December 31, 2019, as defined in the Public Sector Disclosure Act, 1996 of \$100,000 or more by the Corporation of the Municipality of Southwest Middlesex.

12. 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, fire, transportation, environmental, including water, wastewater and garbage collection and disposal, and community services, including recreation and planning. The general government segment includes such functions as finance, council and administrative offices.

13. Contaminated sites

The Public Sector Accounting Board of CPA Canada released a standard, 3150, related to Contaminated Sites. This standard requires municipalities to evaluate sites owned by the municipality and the associated costs, if any, to remediate such sites and the reporting requirements related to these sites. The Municipality has identified they may own at least two sites that may need remediation in the future and are in the process of evaluating these sites.

14. Landfill closure and post-closure liability

The Municipality owns two landfill sites, Limerick and Trillium. The Limerick site was closed during 2018, and in 2020 the Municipality received approval from the Ministry of the Environment, Conservation and Parks (Ministry) of the Environmental Compliance Approval (ECA) submitted by the Municipality. The estimate for the closure costs of the Limerick site is \$900,000. It is anticipated that a portion of these closure costs will be recovered from participating municipalities.

The Trillium site is operating as a transfer station currently. The Municipality has submitted and is awaiting approval of a Design and Operations Plan, which includes a closure report to the Ministry. The closure costs for this site have not been finalized.

The Municipality has accrued \$1,445,597 in the Statement of Financial Position based on an estimate for the closure of both sites received in 2015. The estimates for closure of the sites are based on an inflation rate of 1.7% and a discount rate of 1.82% and will be updated upon approval from the Ministry for both sites.

As of December 31, 2019, the Municipality has contributed to a reserve fund for Limerick of \$422,681 (2018 - \$454,390) and for Trillium of \$188,132 (2018 - \$220,968).

**MUNICIPALITY OF SOUTHWEST MIDDLESEX
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2019**

15. Subsequent 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. It is unclear the total financial impact the COVID-19 virus will have on the Municipality. Council and staff continue to monitor the situation.

**MUNICIPALITY OF SOUTHWEST MIDDLESEX
SCHEDULE OF TANGIBLE CAPITAL ASSETS
AS AT DECEMBER 31, 2019**

	Land	Buildings	Fleet	Equipment	Infrastructure Roads	Environmental	Bridges and Structures	2019 Total	2018 Total
COST									
Balance, beginning of year	\$ 960,848	\$ 16,553,749	\$ 4,294,156	\$ 1,548,615	\$ 41,131,033	\$ 30,600,394	\$ 3,186,084	\$ 98,274,879	\$ 94,914,379
Add:									
Additions during the year	-	428,463	294,976	647,453	1,038,615	270,370	167,477	2,847,354	3,494,514
Less:									
Disposals during the year	-	(17,007)	(206,100)	-	(309,994)	(5,975)	-	(539,076)	(134,014)
Balance, end of year	960,848	16,965,205	4,383,032	2,196,068	41,859,654	30,864,789	3,353,561	100,583,157	98,274,879
ACCUMULATED AMORTIZATION									
Balance, beginning of year	-	3,173,365	1,742,170	779,572	14,070,659	9,394,885	1,770,923	30,931,574	29,524,436
Add:									
Amortization during the year	-	273,028	194,778	101,421	427,626	486,222	44,994	1,528,069	1,469,114
Less:									
Disposals during the year	-	(17,007)	(207,259)	-	(26,606)	(5,876)	-	(256,748)	(61,976)
Balance, end of year	-	3,429,386	1,729,689	880,993	14,471,679	9,875,231	1,815,917	32,202,895	30,931,574
NET BOOK VALUE OF TANGIBLE CAPITAL ASSETS	\$ 960,848	\$ 13,535,819	\$ 2,653,343	\$ 1,315,075	\$ 27,387,975	\$ 20,989,558	\$ 1,537,644	\$ 68,380,262	\$ 67,343,305

This schedule is provided for information purposes only.

**MUNICIPALITY OF SOUTHWEST MIDDLESEX
SCHEDULE OF SEGMENTED INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2019**

	General Government	Protective Services	Transportation	Environmental	Health	Recreation and Culture	Planning and Development	Total
REVENUE								
Taxation	\$ 5,366,588	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 5,366,588
User fees	371,161	157,295	10,922	2,798,388	-	266,937	150,791	3,755,494
Government grants	1,679,163	40,788	-	46,011	-	103,974	33,473	1,903,409
Investment income	171,292	-	-	21,435	-	-	23,681	216,408
Penalty and interest on taxes	151,563	-	-	-	-	-	-	151,563
Other	75,000	2,330	846,346	-	-	32,916	-	956,592
	7,814,767	200,413	857,268	2,865,834	-	403,827	207,945	12,350,054
EXPENDITURES								
Salaries and benefits	919,953	200,480	817,008	-	4,488	482,015	49,125	2,473,069
Materials, goods and services	444,603	1,482,734	1,511,016	2,291,905	31,606	472,277	116,099	6,350,240
Amortization	33,334	98,524	762,758	497,892	-	135,561	-	1,528,069
	1,397,890	1,781,738	3,090,782	2,789,797	36,094	1,089,853	165,224	10,351,378
EXCESS REVENUE OVER EXPENDITURES	\$ 6,416,877	\$ (1,581,325)	\$ (2,233,514)	\$ 76,037	\$ (36,094)	\$ (686,026)	\$ 42,721	\$ 1,998,676

This schedule is provided for information purposes only.