

MUNICIPALITY OF MORRIS-TURNBERRY
FINANCIAL STATEMENTS
DECEMBER 31, 2019

SEEBACH & COMPANY
Chartered Professional Accountants

INDEPENDENT AUDITOR'S REPORT

To the Members of Council, Inhabitants and Ratepayers
of the Corporation of the Municipality of Morris-Turnberry

Opinion

We have audited the accompanying financial statements of the Corporation of the Municipality of Morris-Turnberry ("the Entity"), which are comprised of the consolidated statement of financial position as at December 31, 2019 and the consolidated statements of operations, changes in net financial assets and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Entity as at December 31, 2019, and its financial performance and its cash flows for the year then ended in accordance with Canadian public sector accounting standards (PSAB).

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Entity 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 the financial statements in accordance with PSAB, 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 Entity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Entity or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Entity'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.

INDEPENDENT AUDITOR'S REPORT (continued)

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 Entity'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 Entity'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 Entity 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.

Seebach & Company

Chartered Professional Accountants
Licensed Public Accountants

Clinton, Ontario
June 16, 2020

MUNICIPALITY OF MORRIS-TURNBERRY
STATEMENT OF FINANCIAL POSITION

as at December 31		2019	2018
Financial Assets			
Cash		224,985	321,120
Investments		85,641	84,577
Taxes receivable		518,466	523,718
Accounts receivable		1,238,023	1,292,342
Loans receivable	note 4	975,255	798,646
		3,042,370	3,020,403
Liabilities			
Bank overdraft and loan	note 5	850,000	852,838
Account payable and accrued liabilities		490,510	515,091
Landfill closure and post closure liability	note 6	720,000	710,000
Municipal debt	note 7	849,911	886,486
		2,910,421	2,964,415
Net financial assets		131,949	55,988
Non-financial assets			
Tangible capital assets	schedule 3	18,465,582	18,034,737
Accumulated surplus	note 12	\$ 18,597,531	\$ 18,090,725

The accompanying notes and schedules are an integral part of these financial statements

MUNICIPALITY OF MORRIS-TURNBERRY

STATEMENT OF OPERATIONS

for the year ended December 31	2019 Budget	2019 Actual	2018 Actual
Revenue			
Taxation for municipal purposes	3,480,041	3,486,581	3,383,614
User fees	1,863,409	1,264,495	1,061,455
Government transfers	1,476,580	1,378,811	1,177,498
Other revenue	120,404	125,872	119,585
Gain(loss) on disposal of capital assets		8,437	(7,649)
	6,940,434	6,264,196	5,734,503
Expenditure			
General government	616,772	656,888	629,272
Protection services	1,145,117	1,134,008	1,127,703
Roadways	1,528,502	2,370,019	2,550,704
Environmental services	604,930	708,719	625,864
Health services	96,200	82,895	84,063
Recreation and culture	179,631	170,803	163,838
Planning and development	1,721,343	634,058	407,302
	5,892,495	5,757,390	5,588,746
Annual surplus (deficit)	1,047,939	506,806	145,757
Accumulated surplus beginning of year	18,090,725	18,090,725	17,944,968
Accumulated surplus end of year	\$ 19,138,664	\$ 18,597,531	\$ 18,090,725

The accompanying notes and schedules are an integral part of these financial statements

MUNICIPALITY OF MORRIS-TURNBERRY
STATEMENT OF CHANGE IN NET FINANCIAL ASSETS

for the year ended December 31	2019 Budget	2019 Actual	2018 Actual
Annual surplus (deficit)	414,939	506,806	145,757
Amortization of tangible capital assets	-	894,357	850,547
Acquisition of tangible capital assets	(1,254,400)	(1,419,173)	(2,650,757)
Proceeds from sale of tangible capital assets	485,000	102,408	695,547
(Gain) loss on disposition of tangible capital asse	-	(8,437)	7,649
Increase (decrease) in net financial assets	(354,461)	75,961	(951,257)
Net financial assets beginning of year		55,988	1,007,245
Net financial assets end of year		\$ 131,949	\$ 55,988

The accompanying notes and schedules are an integral part of these financial statements

MUNICIPALITY OF MORRIS-TURNBERRY
STATEMENT OF CASH FLOWS

for the year ended December 31	2019	2018
Operating activities		
Annual surplus	506,806	145,757
Non-cash charges to operations		
Amortization	894,357	850,547
Loss (gain) on disposal of capital assets	(8,437)	7,649
	<u>1,392,726</u>	<u>1,003,953</u>
Decrease (increase) in taxes receivable	5,252	61,652
Decrease (increase) in accounts receivable	54,319	562,800
Increase (decrease) in accounts payable	(24,581)	209
Increase (decrease) in landfill closure liability	10,000	8,000
	<u>1,437,716</u>	<u>1,636,614</u>
Capital		
Acquisition of tangible capital assets	(1,419,173)	(2,650,757)
Proceeds from sale of tangible capital assets	102,408	695,547
	<u>(1,316,765)</u>	<u>(1,955,210)</u>
Investing		
Net decrease (increase) in investments	(1,064)	(304)
Net decrease (increase) in long-term receivables	(176,609)	58,608
	<u>(177,673)</u>	<u>58,304</u>
Financing		
Debt issued	-	-
Debt principal payments	(36,575)	(35,740)
	<u>(36,575)</u>	<u>(35,740)</u>
Net increase (decrease) in cash	(93,297)	(296,032)
Net cash less bank indebtedness beginning of year	(531,718)	(235,686)
Net cash less bank indebtedness end of year	(\$ 625,015)	(\$ 531,718)
Net cash consists of:		
Bank (bank overdraft)	224,985	321,120
Bank demand loans	(850,000)	(852,838)
	<u>\$ (625,015)</u>	<u>\$ (531,718)</u>

The accompanying notes and schedules are an integral part of these financial statements

MUNICIPALITY OF MORRIS-TURNBERRY
NOTES TO FINANCIAL STATEMENTS

For the year ended December 31, 2019

1. Accounting policies

The consolidated financial statements of the Municipality of Morris-Turnberry are the representation of management prepared in accordance with Canadian public sector accounting standards as recommended by the Public Sector Accounting Board (PSAB) of the Chartered Professional Accountants of Canada.

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

a) Reporting entity

The consolidated financial statements reflect the financial assets, liabilities, operating revenue and expenditures, reserves and reserve funds and changes in investment in tangible capital assets of the reporting entity. The reporting entity is comprised of all organizations and enterprises accountable for their administration of their financial affairs and resources to the municipality and which are owned or controlled by the municipality. In addition to general government tax-supported operations, they include water systems operated by the municipality and the municipality's proportionate share of joint local boards.

The following boards and municipal enterprises owned or controlled by Council have been consolidated:

Bluevale Community Committee

Inter-departmental and inter-organizational transactions and balances are eliminated.

The statements do not include trust funds that are administered for the benefit of external parties.

b) Accrual basis of accounting

Sources of financing and expenditures are reported on the accrual basis of accounting. Revenues are recognized as they are earned 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.

c) Non-financial assets

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

d) 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 are amortized on a straight-line basis over their estimated useful lives as follows:

<u>Classification</u>	<u>Useful Life</u>
Land improvements	30 years
Buildings	50 - 60 years
Building improvements	25 years
Transportation roads infrastructure	10 - 100 years
Water system	30 - 80 years
Vehicles and heavy equipment	8 - 18 years
Other equipment	5 - 20 years

Assets under construction are not amortized until the asset is available for productive use, at which time they are capitalized.

1. Accounting policies (cont'd)

- i) The municipality has a capitalization threshold of \$2,000 for land, \$15,000 for buildings and transportation infrastructure and \$1,000 - \$5,000 for various types of equipment, so that individual tangible capital assets of lesser value are expensed, unless they are pooled because, collectively, they have significant value, or for operational reasons. Examples of pooled assets are computer systems, equipment, furniture and fixtures.
- ii) Contribution of tangible capital assets
Tangible capital assets received as contributions are recorded at their fair value at the date of receipt, and that fair value is also recorded as revenue. Similarly, transfers of assets to third parties are recorded as an expense equal to the net book value of the asset as of the date of transfer.
- iii) 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 expenses as incurred.
- e) Inventories
Inventories are recorded at the lower of cost or net realizable value.
- f) Reserves for future expenditures
Certain amounts, as approved by Council, are set aside in reserves for future operating and capital expenditure. Transfers to or from reserves are reflected as adjustments to the respective appropriated equity.
- g) Pension and employee benefits
The municipality is an employer member of the Ontario Municipal Employees Retirement System (OMERS), which is a multi-employer, defined benefit pension plan. The municipality has adopted defined contribution plan accounting principles for this plan because insufficient information is available to apply defined benefit plan accounting principles. The municipality records as pension expense the current service cost, amortization of past service costs and interest costs related to the future employer contributions to the plan for past employee service.
- h) Deferred revenue
Amounts received and required by legislation, regulation or agreement to be set aside for specific, restricted purposes are reported in the statement of financial position as deferred revenue until the obligation is discharged. These amounts will be recognized as revenues in the period in which related expenditure are incurred.
- i) Investments
Investments are recorded at cost plus accrued interest less amounts written off to reflect a permanent decline in value.
- j) 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 reported in the financial statements and accompanying notes. Due to the inherent uncertainty in making estimates, actual results could differ from those estimates.
- k) Landfill Site Closure and Post-Closure Care
Landfill site closure and post-closure care costs are recognized over the operating life of the landfill site, based on capacity used. The liability is recorded at its discounted value, based on the average long-term borrowing rate of the municipality.

1. Accounting policies (cont'd)

l) Revenue recognition

Tax levies, based on assessment rolls issued by the Municipal Property Assessment Corporation and tax rates established by council, are recognized as revenue when the tax billings are issued. Other revenue is recognized when related services are provided or goods delivered, collectibility is reasonably assured and there are no significant future obligations. Government transfers are recognized in the in the period in which events giving rise to the transfer occur, providing the transfers are authorized, any eligibility criteria are met, and reasonable estimates can be made.

m) Financial instruments

Financial instruments consist of cash, taxes receivable, accounts receivable, long-term receivables, accounts payable and accrued liabilities and municipal debt. The municipality classifies all of its financial instruments as measured at amortized cost. Financial assets measured at cost are recognized initially at fair value plus any directly attributable transaction costs. The carrying amount is subsequently written down to net realizable value when an impairment loss is known and there is no reasonable prospect of recovery.

2. Operations of school boards and county

Taxation levied for school board and county purposes are not reflected in the financial statements. The amounts levied were:

	2019	2018
County of Huron	\$2,156,082	\$ 2,016,323
School Boards	1,068,046	1,029,338

3. Pension agreements

The municipality makes contributions to the Ontario Municipal Employees Retirement System Pension 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 employees based on the length of service and rates of pay. Employees and employers contribute jointly to the plan.

Because OMERS is a multi-employer pension plan, any pension surpluses or deficits are the joint responsibility of Ontario municipal organizations and their employees. As a result, the municipality does not recognize any share of the OMERS pension surplus or deficit. The amount contributed for the year was \$99,509 (2018: \$88,340) for current services and is included as an expenditure on the consolidated statement of financial activities.

4. Loans receivable

	2019	2018
Property owners for water system capital costs	695,974	694,698
Property owners for sewer project capital costs	55,107	58,965
Property owners for municipal drains	192,334	-
Property owners for tile drain loans	<u>31,840</u>	<u>44,983</u>
	\$ 975,255	\$ 798,646

Amounts due in the next five years are as follows:

2020: \$88,693	2021: \$91,241	2022: \$87,263	2023: \$21,538	2024: \$22,465
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5. Bank overdraft and bank loan

2019	2018	
-	2,838	Bank demand loan secured by general security agreement covering assets of the municipality bearing interest at 2.4% and being paid in monthly blended instalments of \$2,882.
850,000	850,000	Bank demand loan secured by general security agreement covering assets of the municipality bearing interest at prime plus .5% with principal payment due at the earlier of sale of certain property or refinancing from Infrastructure Ontario, and November 30, 2020
<u>\$ 850,000</u>	<u>\$ 852,838</u>	

6. Landfill closure and post closure cost liability

A liability for the costs of solid waste landfill closure and post closure care requirements accrues as the capacity of sites is used. Care requirements include final covering, landscaping, removal of ground water and leachates and ongoing monitoring and maintenance.

At December 31, 2019, the municipality has recognized a liability of \$720,000 (2018 : \$710,000). This represents the present value of the total estimated costs, and is based on a discount rate of 2.5%. The liability is recorded based on the capacity of the landfill used to date.

The reported liability is based on estimates and assumptions with respect to events extending over a long-term period using the best information available to management. Future events may result in significant changes to the estimated total expenditures, capacity and liability. Any changes in these estimates would be recognized in the year the change is identified.

The closure and post-closure care costs are expected to be funded in the year incurred.

7. Municipal debt

Debt payable	2019	2018
Water debenture payable to Ontario Infrastructure Projects Corporation in semi-annual payments of \$ 29,721. including interest at 4.36% maturing Nov 2040	818,071	841,503
Tile drain loans payable to the Ministry of Finance maturing from 2020 to 2024 with interest rates at 6%	<u>31,840</u>	<u>44,983</u>
	<u>\$ 849,911</u>	<u>\$ 886,486</u>

Principal payments due in the next five years are as follows:

2020: \$35,260	2021: \$35,800	2022: \$29,750	2023: \$31,115	2024: \$32,540
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8. Contingencies

In the ordinary course of business, various claims and lawsuits are brought against the municipality. Because settlement amounts, if any, cannot be determined or because claims are expected to be within the municipality's insurance coverage, no provision has been made for the contingency in the financial statements.

9. Contractual obligations

The municipality has entered into certain contracts for services for future years including operation of water system at a base cost of \$46,250 per year plus annual CPI adjustments for the period January 2014 to December 2018, extended to December 2023 and waste collection and disposal at a cost of \$178,861 per year to July 2023.

The municipality has contracted with other municipalities for fire protection services with automatic annual renewals but subject to termination on notice within specific time periods. Costs are partly fixed with adjustments for consumer price index increases and partly variable based on shared costs.

10. Tangible capital assets

Schedule 3 provides information on the tangible capital assets of the municipality by major class and by business segment, as well as for accumulated amortization of the assets controlled.

i) Contributed tangible capital assets

The municipality records all tangible capital assets contributed by external parties at fair value.

ii) Tangible capital assets recognized at nominal value

Certain assets have been assigned a nominal value of \$1 because of the difficulty of determining a tenable valuation.

11. Budget amounts

Under Canadian public sector accounting standards, budget amounts are to be reported on the consolidated statements of change in net assets and operations for comparative purposes. The 2019 budget amounts for the municipality have been approved by Council. Certain amounts have been reclassified to conform to the basis of presentation of the revenues and expenditures on the consolidated statement of activities. As a result, the budget figures presented in the statements of operations and changes in net financial assets represent the budget approved by Council with the following adjustments:

Approved budget annual surplus (deficit)	-
Less: proceeds of disposal of capital assets	(2,280,000)
Add: acquisition of tangible capital assets	1,499,400
net transfers to(from) reserves	<u>1,195,539</u>
Budgeted surplus reported on statement of operations	\$ <u>414,939</u>

12. Schedule of accumulated surplus

	2019	2018
Surpluses		
Invested in tangible capital assets		
Tangible capital assets	18,465,582	18,034,737
Capital assets financed by liabilities	<u>(850,000)</u>	<u>-</u>
Net invested in tangible capital assets	17,615,582	18,034,737
General revenue fund surplus (deficit)		
Township general	-	-
Bluevale Community Committee	22,730	15,683
Unfunded		
Solid waste landfill closure and post-closure costs	<u>(720,000)</u>	<u>(710,000)</u>
	<u>16,918,312</u>	<u>17,340,420</u>
Reserves	<u>1,679,219</u>	<u>750,305</u>
Accumulated surplus	\$ <u>18,597,531</u>	\$ <u>18,090,725</u>

13. Segmented information

The Municipality of Morris-Turnberry provides a wide range of services to its citizens such as recreational and cultural services, planning and development, fire, and transportation services. Distinguishable functional segments have been separately disclosed in the segmented information provided in schedule 4. Municipal taxation revenue and the Ontario Municipal Partnership Fund grant are allocated to general government. The nature of the segments and the activities they encompass are as follows:

General Government

This segment relates to the general operations of the municipality itself and cannot be directly attributed to a specific segment.

Protection to Persons and Property

Protection is comprised of fire protection, policing, court services, conservation authorities, protective inspection and control, building permit and inspection services, emergency measures and other protection services.

Transportation

Transportation services include road maintenance, winter control services, street light maintenance, parking lots, equipment maintenance and other transportation services.

13. Segmented information (cont'd)

Environmental Services

Environmental services include sanitary sewer system, storm sewer system, waterworks, waste collection, waste disposal and recycling.

Health Services

This service area includes cemeteries and other health services.

Recreational and Cultural Services

This service area provides public services that contribute to the provision of recreation and leisure facilities and programs, the maintenance of parks and open spaces, library services, museums and other cultural services.

Planning and Development

This segment includes matters relating to zoning and site plan controls, land acquisition, development initiatives, agriculture and reforestation, municipal drainage and tile drainage.

For additional information, see the schedule of segmented information.

Municipality of Morris-Turnberry
Schedule of Continuity of Reserves and Reserve Funds
For the Year Ended December 31, 2019

Schedule 1

	Balance, beginning of year	Revenues and contributions			Transfers			Balance, end of year
		From Operations	Other	Total	To Operations	To Capital Acquisitions	Total	
For general government	20,272	133,979		133,979	14,163		14,163	140,088
For protection services	38,182	200,000		200,000	24,267		24,267	213,915
For transportation services	379,371	658,263		658,263		77,608	77,608	960,026
For environmental services	151,957	60,279		60,279	7,569		7,569	204,667
For health services	36,045			-			-	36,045
For recreation and cultural services	83,855			-			-	83,855
For planning and development	40,623			-			-	40,623
	750,305	1,052,521	-	1,052,521	45,999	77,608	123,607	\$ 1,679,219

Municipality of Morris-Turnberry
Schedule of Deferred Revenue
For the Year Ended December 31, 2019

Schedule 2

	Balance, beginning of year	Revenues and contributions			Transfers			Balance, end of year
		From Operations	Other	Total	To Operations	To Capital Acquisitions	Total	
Federal Gas Tax Funds	-			-			-	\$ 0

Municipality of Morris-Turnberry
Schedule of Tangible Capital Assets
For the Year Ended December 31, 2019

Schedule 3A

	General				Assets Under Construction	Plants and Facilities	Infrastructure				Total Net Book Value 2019	Total Net Book Value 2018
	Land	Buildings	Machinery & Equipment	Vehicles			Roads	Underground and other Networks	Bridges and other Structures	Assets Under Construction		
Cost												
Balance, beginning of year	1,310,010	1,064,948	591,011	2,672,946	-	1,768,856	15,425,024	1,762,251	8,855,189	-	33,450,235	31,671,052
Add: Additions during the year	68,856	102,892	34,142	331,936	-	-	495,231	-	386,116	-	1,419,173	2,650,757
Less: Disposals during the year	(26,850)	(6,025)	(8,836)	(211,637)	-	-	(60,265)	-	(212,114)	-	(525,727)	(871,574)
Other: donations and transfers											-	-
Balance, end of year	1,352,016	1,161,815	616,317	2,793,245	-	1,768,856	15,859,990	1,762,251	9,029,191	-	34,343,681	33,450,235
Accumulated amortization												
Balance, beginning of year	58,245	602,210	469,260	1,214,495	-	650,804	7,395,364	284,708	4,740,412	-	15,415,498	14,733,329
Add: Amortization during the year	8,320	32,676	28,073	161,305	-	56,885	430,149	22,028	154,921	-	894,357	850,547
Less: Accumulated amortization on disposals		(3,133)	(8,698)	(167,550)	-	-	(40,261)	-	(212,114)	-	(431,756)	(168,378)
Transfers												
Balance, end of year	66,565	631,753	488,635	1,208,250	-	707,689	7,785,252	306,736	4,683,219	-	15,878,099	15,415,498
Net Book Value of Tangible Capital Assets	1,285,451	530,062	127,682	1,584,995	-	1,061,167	8,074,738	1,455,515	4,345,972	-	\$ 18,465,582	\$ 18,034,737

Municipality of Morris-Turnberry
Schedule of Tangible Capital Assets
For the Year Ended December 31, 2019

Schedule 3B

	General Government	Protection	Roads	Water system	Landfill	Social and Family	Health	Recreation and Cultural	Planning and Development	Other	Total Net Book Value 2019	Total Net Book Value 2018
Cost												
Balance, beginning of year	618,380	32,364	27,524,857	3,595,575	472,331	-	1,799	335,142	869,787	-	33,450,235	31,671,052
Add: Additions during the year	37,707	41,204	1,271,406		15,531				53,325	-	1,419,173	2,650,757
Less: Disposals during the year	(12,162)		(484,016)	(26,851)				(2,698)	-	-	(525,727)	(871,574)
Other: donations and transfers											-	-
Balance, end of year	643,925	73,568	28,312,247	3,568,724	487,862	-	1,799	332,444	923,112	-	34,343,681	33,450,235
Accumulated Amortization												
Balance, beginning of year	392,505	23,587	13,707,946	935,511	162,367	-	-	193,582	-	-	15,415,498	14,733,329
Add: Amortization during the year	24,227	6,030	758,757	78,913	15,563			10,867			894,357	850,547
Less: Accumulated amortization on disposals	(10,427)		(419,926)					(1,403)			(431,756)	(168,378)
Balance, end of year	406,305	29,617	14,046,777	1,014,424	177,930	-	-	203,046	-	-	15,878,099	15,415,498
Net Book Value of Tangible Capital Assets	237,620	43,951	14,265,470	2,554,300	309,932	-	1,799	129,398	923,112	-	\$ 18,465,582	\$ 18,034,737

Municipality of Morris-Turnberry
Segmented Information
For the Year Ended December 31, 2019

Schedule 4

	General Government	Police Protection	Fire Protection	Building Inspection	Other Protection	Roads and Street lights	Water System	Waste Disposal	Other Environmental	Health	Recreation and Culture	Zoning and Development	Total 2019	Total 2018
Revenue														
Taxation	3,486,581												3,486,581	3,383,614
User charges	18,423		-	222,296	15,075	58,567	152,923	269,261				527,950	1,264,495	1,061,455
Grants	945,880					354,275	-	37,065				41,591	1,378,811	1,177,498
Interest and penalties	123,173											2,699	125,872	119,585
Gain (loss) on disposal of assets	(3,030)					(34,317)	45,784						8,437	(7,649)
	4,571,027	-	-	222,296	15,075	378,525	198,707	306,326	-	-	-	572,240	6,264,196	5,734,503
Operating expenditure														
Wages, salaries and benefits	450,824		-	211,205	9,000	622,118	5,200	56,384	45,608	1,033		25,000	1,426,372	1,346,489
Contract services	36,397	481,302	286,562	4,500	95,172	584,946	128,781	312,669	-	31,862	152,387	572,020	2,686,598	2,532,897
Supplies and materials	133,736		-	35,723	4,514	404,198	38,514	72,695	3,134	50,000	7,549		750,063	916,361
Amortization	24,227			5,552	478	758,757	78,913	15,563			10,867		894,357	850,547
	645,184	481,302	286,562	256,980	109,164	2,370,019	251,408	457,311	48,742	82,895	170,803	597,020	5,757,390	5,646,294
Net revenue (expense)	3,925,843	(481,302)	(286,562)	(34,684)	(94,089)	(1,991,494)	(52,701)	(150,985)	(48,742)	(82,895)	(170,803)	(24,780)	506,806	88,209

NOTICE TO READER

On the basis of information provided by management, we have compiled the statement of financial position of the Bluevale Community Committee for the year ended December 31, 2019 and the statement of revenue and expenditure for the year then ended.

We have not performed an audit or a review engagement in respect of these financial statements and, accordingly, we express no assurance thereon.

Readers are cautioned that these statements may not be appropriate for their purposes.

Seebach & Company

Chartered Professional Accountants
Licensed Public Accountants
Clinton, Ontario
April 13, 2020

MUNICIPALITY OF MORRIS-TURNBERRY**BLUEVALE COMMUNITY COMMITTEE**

unaudited - see Notice to Reader

STATEMENT OF FINANCIAL POSITION

as at December 31	2019	2018
Assets		
Cash	22,211	9,317
Accounts receivable	1,180	6,435
HST recoverable	-	381
	\$ 23,391	\$ 16,133
Liabilities		
Accounts payable	73	450
HST payable	588	-
	661	450
Accumulated net revenue		
Balance beginning of year	15,683	12,126
Net revenue (deficit) for year	7,047	3,557
	\$ 22,730	\$ 15,683
	\$ 23,391	\$ 16,133

STATEMENT OF REVENUE AND EXPENDITURE

for the year ended December 31	2019	2018
Revenue		
Municipality of Morris-Turnberry	2,040	2,040
Hall rentals and memberships	3,661	3,727
Interest	332	167
Donations	1,488	4,860
Fundraising revenue	5,513	1,678
Ball tournament	13,374	9,681
Diamond rental	619	664
	27,027	22,817
Expenditure		
Repairs, maintenance and equipment	2,166	2,966
Utilities	3,161	2,956
Administrative	200	200
Telephone and internet	962	1,029
Fundraising expenses	4,121	1,362
Ball tournament expenses	8,230	9,482
Donations	1,140	-
Uncollectible accounts receivable	-	1,265
	19,980	19,260
Net revenue (deficit) for year	\$ 7,047	\$ 3,557