

THE CORPORATION OF THE TOWNSHIP OF ZORRA
CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2018

**THE CORPORATION OF THE TOWNSHIP OF ZORRA
CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2018**

-1-	Independent Auditor's Report
-3-	Consolidated Statement of Financial Position
-4-	Consolidated Statement of Operations and Accumulated Surplus
-5-	Consolidated Statement of Cash Flows
-6-	Consolidated Statement of Changes in Net Financial Assets (Liabilities)
-7- to -14-	Notes to the Consolidated Financial Statements
-15-	Schedule 1 - Schedule of Consolidated Tangible Capital Assets
-16-	Schedule 2 - Schedule of Consolidated Segmented Information

INDEPENDENT AUDITOR'S REPORT

To the Members of Council, Inhabitants and Ratepayers of the Corporation of the Township of Zorra

Opinion

We have audited the accompanying financial statements of the Corporation of the Township of Zorra (the "Township"), which comprise the Consolidated Statement of Financial Position as at December 31, 2018, and Consolidated Statements of Operations and Accumulated Surplus, Cash Flows and Change in Net Financial Assets (Liabilities) 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 Corporation of the Township of Zorra as at December 31, 2018 and its financial performance and its cash flows and changes in net financial assets (liabilities) 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 Township 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 Township'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 Township or to cease operations, or has no realistic alternative but to do so.

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

June 5, 2019
London, Canada

Scrimgeour & Company
LICENSED PUBLIC ACCOUNTANT

**THE CORPORATION OF THE TOWNSHIP OF ZORRA
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2018**

	2018	2017
FINANCIAL ASSETS		
Cash	\$ 3,893,973	\$ 3,438,509
Taxes receivable	953,224	925,014
Drains receivable	498,820	669,582
Accounts receivable	423,432	520,842
Inventories for resale	3,100	3,100
Investment in EARTH Corporation (note 9)	1,869,112	1,830,942
	7,641,661	7,387,989
LIABILITIES		
Accounts payable and accrued liabilities	872,023	786,436
Deferred revenue (note 6)	347,375	566,279
Net long-term liabilities (note 7)	6,247,407	6,778,392
	7,466,805	8,131,107
NET FINANCIAL ASSETS (LIABILITIES)	174,856	(743,118)
NON-FINANCIAL ASSETS		
Tangible capital assets (Schedule 1)	29,745,317	28,093,233
Capital work in progress	318,618	529,859
Prepaid supplies and inventory	701,394	603,597
	30,765,329	29,226,689
ACCUMULATED SURPLUS (note 8)	\$ 30,940,185	\$ 28,483,571

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

**THE CORPORATION OF THE TOWNSHIP OF ZORRA
CONSOLIDATED STATEMENT OF OPERATIONS AND ACCUMULATED SURPLUS
FOR THE YEAR ENDED DECEMBER 31, 2018**

	BUDGET 2018	ACTUAL 2018	ACTUAL 2017
REVENUE			
Property taxation	\$ 7,780,756	\$ 7,858,337	\$ 7,191,463
User charges	821,514	905,839	909,544
Government grants	1,249,000	1,272,826	1,465,098
Investment income	127,600	209,294	154,803
Penalty and interest on taxes	145,000	142,964	145,663
Other revenue	28,000	385,839	79,759
	10,151,870	10,775,099	9,946,330
EXPENDITURES			
General government	1,075,255	1,052,780	927,531
Protection to persons and property	2,491,559	2,395,835	2,286,263
Transportation services	5,090,235	3,760,312	3,694,830
Environmental services	6,300	10,574	9,247
Health services	101,228	113,324	114,148
Recreation and cultural development	1,328,385	1,436,143	1,487,811
Planning and development	103,283	366,722	87,692
	10,196,245	9,135,690	8,607,522
EXCESS OF REVENUE OVER EXPENDITURES BEFORE OTHER			
	(44,375)	1,639,409	1,338,808
OTHER			
Government transfers related to capital	58,520	252,892	294,000
Increase in investment in EARTH Corporation (note 9)	-	38,170	32,424
Gain (loss) on disposal of capital assets	3,000	62,292	59,366
Developer and other contributions related to capital	245,000	463,851	269,574
	306,520	817,205	655,364
EXCESS OF REVENUE OVER EXPENDITURES			
	262,145	2,456,614	1,994,172
ACCUMULATED SURPLUS, BEGINNING OF YEAR			
	28,483,571	28,483,571	26,489,399
ACCUMULATED SURPLUS, END OF YEAR			
	\$ 28,745,716	\$ 30,940,185	\$ 28,483,571

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

**THE CORPORATION OF THE TOWNSHIP OF ZORRA
CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2018**

	2018	2017
NET INFLOW (OUTFLOW) OF CASH RELATED TO THE FOLLOWING ACTIVITIES:		
OPERATING ACTIVITIES		
Excess of revenue over expenditures (page 4)	\$ 2,456,614	\$ 1,994,172
Non-cash charges to operations		
Amortization	1,275,342	1,205,053
Net disposal of tangible capital assets	61,809	11,724
(Increase) decrease in investment in EARTH Corporation	(38,170)	(32,424)
Net change in working capital other than cash (A)	106,645	(377,759)
	3,862,240	2,800,766
INVESTING ACTIVITIES		
Acquisition of tangible capital assets	(2,989,235)	(2,463,867)
Decrease (increase) in capital work in progress	211,241	191,161
Decrease (increase) in prepaid supplies	(97,797)	(121,867)
	(2,875,791)	(2,394,573)
FINANCING ACTIVITIES		
Net change in long-term debt	(530,985)	(663,452)
Net change in cash and cash equivalents during the year	455,464	(257,259)
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	3,438,509	3,695,768
CASH AND CASH EQUIVALENTS, END OF YEAR	\$ 3,893,973	\$ 3,438,509

(A) Net change in working capital other than cash includes the net change in taxes receivable, drains receivable, accounts receivable, accounts payable and accrued liabilities and deferred revenue.

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

**THE CORPORATION OF THE TOWNSHIP OF ZORRA
CONSOLIDATED STATEMENT OF CHANGES IN NET FINANCIAL ASSETS (LIABILITIES)
FOR THE YEAR ENDED DECEMBER 31, 2018**

	2018	2017
Excess of revenue over expenditures (page 4)	\$ 2,456,614	\$ 1,994,172
Amortization of tangible capital assets	1,275,342	1,205,053
Investment in capital works in progress	211,241	191,161
Change in prepaid supplies	(97,797)	(121,867)
Net disposal of tangible capital assets	61,809	11,724
Acquisition of tangible capital assets	(2,989,235)	(2,463,867)
Increase (decrease) in net financial assets	917,974	816,376
NET FINANCIAL ASSETS (LIABILITIES, BEGINNING OF YEAR	(743,118)	(1,559,494)
NET FINANCIAL ASSETS (LIABILITIES), END OF YEAR	\$ 174,856	\$ (743,118)

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

**THE CORPORATION OF THE TOWNSHIP OF ZORRA
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2018**

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

1. Significant Accounting Policies

The consolidated financial statements of the Township are prepared by management in accordance with Canadian public sector accounting standards. Significant aspects of the accounting policies adopted by the Township are as follows:

a. Basis of consolidation

These consolidated financial statements reflect the assets, liabilities, operating revenue and expenditures, and accumulated surpluses and changes in investment in tangible capital assets of the Township.

These consolidated financial statements include the activities of all other committees of Council including the Zorra Recreation Advisory Committee and the Village of Embro Cemetery Board.

The investment in a government business enterprise, ERTH Corporation (ERTH), is accounted for using the modified equity basis of accounting. Under this method, the government business enterprise's accounting policies, which follow Canadian generally accepted accounting standards as modified by regulations and policies set forth in the Ontario Energy Board Accounting Procedures Handbook, are not adjusted to conform with Canadian public sector accounting standards and inter-entity transactions and balances are not eliminated.

b. Accrual 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.

c. Accounting for County and School Board transactions

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

d. Trust fund

The Corporation of the Township of Zorra Trust Fund (the Trust) and its related operations administered by the Township are not consolidated, but are reported separately on the Trust's Statements of Financial Position and Operations.

**THE CORPORATION OF THE TOWNSHIP OF ZORRA
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2018**

1. Significant accounting policies continued

e. Non-financial assets

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

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

Land improvements	15 to 30 years
Buildings and fixtures	40 years
Machinery and equipment	10 to 20 years
Automotive	5 to 20 years
Infrastructure - Bridges	60 years
Infrastructure - Roads	10 to 20 years
Infrastructure - Other	25 to 30 years

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

f. Revenue recognition

Government grants and transfers are recognized in the consolidated financial statements as revenue in the period in which events giving rise to the transfer occur, providing the transfers are authorized, any eligibility criteria have been met, and reasonable estimates of the amounts can be determined.

g. Deferred revenue

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

**THE CORPORATION OF THE TOWNSHIP OF ZORRA
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2018**

1. Significant accounting policies continued

h. Use of estimates

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

i. 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.

j. Financial instruments

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

k. Prepaid supplies and inventory

Inventory of supplies for consumption are valued at the lower of cost or replacement cost. Gravel inventory is determined per tonne and includes raw material, extraction and crushing costs.

2. Tax revenue

Property tax billings are prepared by the Township based on an assessment roll prepared by the Municipal Property Assessment Corporation. All assessed property values in the Township were reviewed and new values established based on a common valuation date which was used by the Township in computing the 2018 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 Oxford and the appropriate school boards.

3. Trust fund

Trust fund administered by the Township amounting to \$115,573 (2017 - \$112,857) has not been included in the these consolidated financial statements.

**THE CORPORATION OF THE TOWNSHIP OF ZORRA
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2018**

4. Operations of School Boards and the County of Oxford

Further to note 1.c, the taxation revenues of the school boards and County of Oxford are comprised of the following:

	School Boards	County
Taxation and user charges	\$ 3,715,514	\$ 5,922,863
Requisitions	\$ 3,715,514	\$ 5,922,863

5. Pension agreements

The Township 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 service and rates of pay.

The amount contributed to OMERS for 2018 was \$202,727 (2017 - \$181,182) for current service and is included as an expenditure on the Consolidated Statement of Operations. The Township has no obligation, as at December 31, 2018, under the past service provisions. The OMERS funding ratio for 2018 is 96% (2017 - 94.2%), with the goal of being fully funded by 2025.

6. Deferred revenue - obligatory reserve funds

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

	2018	2017
Development charges	\$ 17,505	\$ 22,703
Federal gas tax	160,188	354,363
Recreational land	42,174	18,726
Other	127,508	170,487
	\$ 347,375	\$ 566,279

**THE CORPORATION OF THE TOWNSHIP OF ZORRA
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2018**

7. Long-term liabilities

	2018	2017
a. The balance of long-term liabilities reported on the Consolidated Statement of Financial Position is made up of the following:		
Total long-term liabilities incurred by the Township including those incurred on behalf of school boards, other municipalities and municipal enterprises and outstanding at the end of the year amount to	\$ 6,475,458	\$ 7,083,135
Of the long-term liabilities shown above, the responsibility for payment of principal and interest charges for tile drain loans has been assumed by individuals. At the end of the year, the outstanding principal amount of this liability is	(228,051)	(304,743)
Net long-term liabilities, end of the year	\$ 6,247,407	\$ 6,778,392

b. Debt to be retired over the next five years will be recovered from general taxation and user charges and is as follows:

2019	720,968
2020	704,786
2021	709,655
2022	713,876
2023	656,322

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

**THE CORPORATION OF THE TOWNSHIP OF ZORRA
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2018**

7. Long-term liabilities continued

- d. The Township is contingently liable for long-term liabilities with respect to tile drainage loans, and for those for which the principal and interest have been assumed by other municipalities, school board and unconsolidated local boards, municipal enterprises, and utilities. The total amount outstanding as at December 31, 2018 is \$228,051 (2017 - \$304,743) and is not recorded on the Consolidated Statement of Financial Position.
- e. Interest paid on long-term liabilities for the year ending December 31, 2018 is \$274,647 (2017 - \$299,546).

8. Accumulated surplus

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

	2018	2017
Investment in tangible capital assets	\$ 24,370,850	\$ 22,466,591
Current surplus (deficit) - cemetery	10,662	3,450
Reserves set aside for specific purpose		
- for working capital	541,209	541,209
- for general purposes	1,935,171	1,668,015
- for capital replacement	2,087,538	1,895,885
- for tax rate stabilization	85,964	37,800
- for insurance	39,679	39,679
Total reserves	4,689,561	4,182,588
Investment in government business enterprise (note 9)	1,869,112	1,830,942
ACCUMULATED SURPLUS	\$ 30,940,185	\$ 28,483,571

**THE CORPORATION OF THE TOWNSHIP OF ZORRA
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2018**

9. Investment in ERTH Corporation

As at December 31, 2018, the Township owns 6.98% (2017 - 6.98%) of ERTH and is comprised of the following:

	2018	2017
Promissory note receivable	\$ 815,000	\$ 815,000
Equity	1,054,112	1,015,942
	\$ 1,869,112	\$ 1,830,942

The promissory note receivable from ERTH is unsecured and bears interest at 7.25% (2017 - 7.25%). The term of the note is undefined but no principal repayments are expected within the next twelve months. Interest received in the year and included in other income is \$59,088 (2017 - \$59,088)

As a business enterprise of the Township, it is accounted for on a Modified Equity basis in these consolidated financial statements and the investment is shown at the Township's proportionate share of the equity of ERTH. The following table provides condensed supplementary financial information for the ERTH for the years ended December 31, 2018 and 2017 from their audited financial statements which are prepared in accordance with International Financial Reporting Standards.

	2018	2017
Financial Position		
Total net assets	\$ 15,102,925	\$ 14,556,049
Results of Operations		
Total revenue	\$ 86,425,738	\$ 80,660,199
Total operating and other expenditures	84,953,862	79,695,636
Total net income (loss)	\$ 1,471,876	\$ 964,563

ERTH Corporation declared a dividend of \$925,000 in 2018 (2017 - \$500,000) of which the Township's share is \$64,651 (2017 - \$34,898).

**THE CORPORATION OF THE TOWNSHIP OF ZORRA
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2018**

10. Budget figures

The Township's Council completes separate budget reviews for its operating and capital budgets each year. The approved operating budget for 2018 is reflected on the Consolidated Statement of Operations and Accumulated Surplus.

11. Public sector salary disclosure

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

12. Contaminated sites

The Canadian public sector accounting standard 3510 requires municipalities to evaluate sites owned by the municipality for potential contamination. This standard requires the municipality to disclose the liability, if any, related to remediation of such sites. The Township is of the opinion they do not own such sites and therefore, no liability exists.

13. Segmented information

Segmented information is presented on Schedule 2. The Township is a diversified municipality and provides a wide range of services to its citizens including police through contracted services, fire, protective services, transportation, environmental, including water, wastewater, waste disposal, and storm management joint projects with the County of Oxford, community services, including recreation, library and planning, including economic development and municipal drains. The general government segment includes such functions as finance and information services, council and administrative offices.

14. Comparative balances

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

**THE CORPORATION OF THE TOWNSHIP OF ZORRA
SCHEDULE OF CONSOLIDATED TANGIBLE CAPITAL ASSETS
FOR THE YEAR ENDED DECEMBER 31, 2018**

	Land	Land Improvements	Buildings and Fixtures	Machinery and Equipment	Automotive	Infrastructure	2018 Total	2017 Total
COST								
Balance, beginning of year	\$ 1,940,198	\$ 869,072	\$ 7,496,272	\$ 4,839,390	\$ 3,911,285	\$ 24,334,979	\$ 43,391,196	\$ 41,454,301
Add:								
Additions during the year	-	518,113	229,039	54,470	253,891	1,933,722	2,989,235	2,463,867
Less:								
Disposals during the year	-	-	-	(125,831)	(218,160)	(48,207)	(392,198)	(526,972)
Balance, end of year	1,940,198	1,387,185	7,725,311	4,768,029	3,947,016	26,220,494	45,988,233	43,391,196
ACCUMULATED AMORTIZATION								
Balance, beginning of year	-	340,822	3,365,856	2,084,713	2,157,420	7,349,152	15,297,963	14,608,158
Add:								
Amortization during the year	-	46,583	172,060	269,372	241,951	545,376	1,275,342	1,205,053
Less:								
Disposals during the year	-	-	-	(97,597)	(191,494)	(41,298)	(330,389)	(515,248)
Balance, end of year	-	387,405	3,537,916	2,256,488	2,207,877	7,853,230	16,242,916	15,297,963
NET BOOK VALUE OF TANGIBLE CAPITAL ASSETS								
	\$ 1,940,198	\$ 999,780	\$ 4,187,395	\$ 2,511,541	\$ 1,739,139	\$ 18,367,264	\$ 29,745,317	\$ 28,093,233

This schedule is provided for information purposes only.

**THE CORPORATION OF THE TOWNSHIP OF ZORRA
SCHEDULE OF CONSOLIDATED SEGMENTED INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2018**

	General Government	Protective Services	Transportation	Environmental	Health	Recreation and Culture	Planning and Agriculture	Total
REVENUE								
Taxation	\$ 7,858,337	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 7,858,337
User fees	41,769	276,837	9,790	18,769	2,969	482,878	72,827	905,839
Government grants- operating	924,159	-	311,222	-	-	3,500	33,945	1,272,826
Investment income	193,461	-	-	-	-	(1,198)	17,031	209,294
Penalty and interest on taxes	142,964	-	-	-	-	-	-	142,964
Other	7,445	10,000	-	-	40,476	327,918	-	385,839
	9,168,135	286,837	321,012	18,769	43,445	813,098	123,803	10,775,099
EXPENDITURES								
Salaries and benefits	688,061	601,685	1,101,828	1,905	58,491	615,854	45,395	3,113,219
Materials, goods and services	352,826	1,629,673	1,749,977	8,669	54,833	629,823	321,327	4,747,128
Amortization	11,893	164,477	908,507	-	-	190,466	-	1,275,343
	1,052,780	2,395,835	3,760,312	10,574	113,324	1,436,143	366,722	9,135,690
EXCESS OF REVENUE OVER EXPENDITURES								
BEFORE OTHER	8,115,355	(2,108,998)	(3,439,300)	8,195	(69,879)	(623,045)	(242,919)	1,639,409
OTHER								
Government transfers related to capital	44,152	-	58,740	-	-	150,000	-	252,892
Increase in investment in ERTH Corporation	38,170	-	-	-	-	-	-	38,170
Gain (loss) on disposal	400	-	45,797	-	16,095	-	-	62,292
Developer contributions related to capital	-	-	458,243	-	-	5,608	-	463,851
	82,722	-	562,780	-	16,095	155,608	-	817,205
EXCESS OF REVENUE								
OVER EXPENDITURES	\$ 8,198,077	\$ (2,108,998)	\$ (2,876,520)	\$ 8,195	\$ (53,784)	\$ (467,437)	\$ (242,919)	\$ 2,456,614

This schedule is provided for information purposes only.