

**THE CORPORATION OF THE
TOWNSHIP OF SOUTH ALGONQUIN
CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2017**

THE CORPORATION OF THE TOWNSHIP OF SOUTH ALGONQUIN
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INDEPENDENT AUDITORS' REPORT

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

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

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with Canadian public sector accounting standards, and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the consolidated financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the consolidated financial statements.

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

Opinion

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

Huntsville, Ontario
June 07, 2018

Pahapill and Associates Professional Corporation
Chartered Professional Accountants
Authorized to practise public accounting by
The Chartered Professional Accountants of Ontario

THE CORPORATION OF THE TOWNSHIP OF SOUTH ALGONQUIN
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2017

	2017	2016
FINANCIAL ASSETS		
Cash and cash equivalents	\$ 1,944,895	\$ 1,547,300
Accounts receivable	118,312	94,744
Taxes receivable	162,804	172,868
	2,226,011	1,814,912
LIABILITIES		
Accounts payable and accrued liabilities	186,599	132,456
Deferred revenue (Note 4)	118,967	86,957
Municipal debt (Note 5)	28,833	61,765
Landfill closure and post-closure liability (Note 7)	273,925	269,203
	608,324	550,381
NET FINANCIAL ASSETS	1,617,687	1,264,531
NON-FINANCIAL ASSETS		
Tangible capital assets - net (Note 10, Schedule 1)	11,850,015	12,218,414
Prepaid expenses	6,812	10,652
	11,856,827	12,229,066
ACCUMULATED SURPLUS	\$ 13,474,514	\$ 13,493,597

CONTINGENT LIABILITIES (Note 9)

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

THE CORPORATION OF THE TOWNSHIP OF SOUTH ALGONQUIN
CONSOLIDATED STATEMENT OF OPERATIONS
FOR THE YEAR ENDED DECEMBER 31, 2017

	Budget 2017 (Note 12)	Actual 2017	Actual 2016
REVENUE			
Property taxes	\$ 2,148,219	\$ 2,150,056	\$ 2,134,794
User fees	45,185	58,830	133,511
Government transfers	1,031,197	964,827	914,703
Other	128,550	166,671	137,141
TOTAL REVENUE	3,353,151	3,340,384	3,320,149
EXPENSES			
General government	467,691	430,754	419,195
Protection to persons and property	580,949	547,836	558,217
Transportation services	1,264,976	1,144,332	1,087,677
Environmental services	281,917	278,794	366,106
Health services	32,627	32,851	21,056
Social and family services	585,862	591,275	585,181
Recreation and culture	277,373	241,544	241,513
Planning and development	89,001	92,081	89,966
TOTAL EXPENSES	3,580,396	3,359,467	3,368,911
ANNUAL SURPLUS	(227,245)	(19,083)	(48,762)
ACCUMULATED SURPLUS, BEGINNING OF YEAR	13,493,597	13,493,597	13,542,359
ACCUMULATED SURPLUS, END OF YEAR	\$ 13,266,352	\$ 13,474,514	\$ 13,493,597

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

THE CORPORATION OF THE TOWNSHIP OF SOUTH ALGONQUIN
CONSOLIDATED STATEMENT OF CHANGE IN NET FINANCIAL ASSETS
FOR THE YEAR ENDED DECEMBER 31, 2017

	Budget 2017 (Note 12)	Actual 2017	Actual 2016
Annual surplus	\$ (227,245)	\$ (19,083)	\$ (48,762)
Acquisition of tangible capital assets	(310,404)	(310,404)	(426,787)
Amortization of tangible capital assets	678,342	678,342	651,500
Loss (gain) on sale of tangible capital assets	-	461	14,039
Change in prepaid expenses	-	3,840	(10,652)
Increase in net financial assets	140,693	353,156	179,338
Net financial assets, beginning of year	1,264,531	1,264,531	1,085,193
Net financial assets, end of year	\$ 1,405,224	\$ 1,617,687	\$ 1,264,531

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

THE CORPORATION OF THE TOWNSHIP OF SOUTH ALGONQUIN
CONSOLIDATED STATEMENT OF CASH FLOW
FOR THE YEAR ENDED DECEMBER 31, 2017

	2017	2016
Operating transactions		
Annual surplus (deficit)	\$ (19,083)	\$ (48,762)
Non-cash charges to operations:		
Amortization	678,342	651,500
Loss (gain) on sale of tangible capital assets	461	14,039
	659,720	616,777
Changes in non-cash assets and liabilities:		
Accounts receivable	(23,568)	63,907
Taxes receivable	10,064	(23,578)
Accounts payable and accrued liabilities	54,143	(100,673)
Deferred revenue	32,010	9,725
Landfill closure and post closure liability	4,722	96,838
Prepaid expenses	3,840	(10,652)
	81,211	35,567
Cash provided by operating transactions	740,931	652,344
Capital transactions		
Acquisition of tangible capital assets	(310,404)	(426,787)
Cash applied to capital transactions	(310,404)	(426,787)
Investing transactions		
Cash provided by investing transactions	-	-
Financing transactions		
Increase (decrease) in municipal debt	-	56,500
Debt principal repayments	(32,932)	(48,525)
Cash applied to financing transactions	(32,932)	7,975
Net change in cash and cash equivalents	397,595	233,532
Cash and cash equivalents, beginning of year	1,547,300	1,313,768
Cash and cash equivalents, end of year	\$ 1,944,895	\$ 1,547,300

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

The Corporation of the Township of South Algonquin 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, 2001, Planning Act, Building Code Act and other related legislation.

1. **SIGNIFICANT ACCOUNTING POLICIES**

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

(a) **Reporting Entity**

These consolidated statements reflect the assets, liabilities, revenues, expenses and reserve and reserve fund balances of the reporting entity. The reporting entity is comprised of all committees of Council and the boards, joint boards and municipal enterprises for which Council is politically accountable as follows:

(i) **Consolidated entities**

The following local boards are consolidated:

South Algonquin Public Library Board

Inter-organizational transactions and balances between these organizations are eliminated.

(b) **Basis of Accounting**

(i) **Accrual basis of accounting**

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

(ii) **Non-financial assets**

Non-financial assets are not available to discharge existing liabilities but are held for use in the provision of Municipal services. They have useful lives extending beyond the current year and are not intended for sale in the ordinary course of operations.

(a) Tangible capital assets

Tangible capital assets are recorded at cost less accumulated amortization, which includes all amounts that are directly attributable to acquisition, construction, development or betterment of the asset. Tangible capital assets received as donations are recorded at their fair value at the date of receipt. The cost, less residual value, of the tangible capital assets are amortized on a straight-line basis over their estimated useful lives as follows:

Land improvements - 15-50 years
Buildings - 20-60 years
Machinery, equipment and furniture - 5-20 years
Vehicles - 5-25 years
Linear assets- 15-40 years

A full year of amortization is taken in the year of acquisition and no amortization is taken in the year of disposal. Assets under construction are not amortized until the asset is available for productive use.

The Municipality has a capitalization threshold of \$5,000; individual tangible capital assets, or pooled assets of lesser value are expensed in the year of purchase.

(b) Inventories of supplies

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

(iii) Reserves and reserve funds

Certain amounts, as approved by Council, are set aside in reserves and reserve funds for future operating and capital purposes. Balances related to these funds are included in the accumulated surplus of the Consolidated Statement of Financial Position.

(iv) Government transfers

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

(v) Deferred revenue

The Municipality receives gas tax revenue from the Federal Government and payments in lieu of parkland under the authority of provincial legislation and Municipal by-laws. These funds are restricted in their use and until applied to the applicable expenditures are recorded as deferred revenue. Amounts applied to qualifying expenditures are recorded as revenue in the fiscal period they are expended. The Municipality also defers recognition of certain government grants which have been collected but for which the related expenditures have yet to be incurred. These amounts will be recognized as revenues in the fiscal year the services are performed.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
Year Ended December 31, 2017

- (vi) Taxation and related revenues
Property tax billings are prepared by the Municipality based on assessment rolls issued by the Municipal Property Assessment Corporation ("MPAC"). Tax rates are established annually by Council, incorporating amounts to be raised for local services and amounts the Municipality is required to collect on behalf of the Province of Ontario in respect of education taxes. A normal part of the assessment process is the issue of supplementary assessment rolls which provide updated information with respect to changes in property assessment. Once a supplementary assessment roll is received, the Municipality determines the taxes applicable and renders supplementary tax billings. Taxation revenues are recorded at the time tax billings are issued. Assessments and the related property taxes are subject to appeal. Tax adjustments as a result of appeals are recorded when the result of the appeal process is known. The Municipality is entitled to collect interest and penalties on overdue taxes. These revenues are recorded in the period the interest and penalties are levied.
- (vii) Pensions
The Municipality accounts for its participation in the Ontario Municipal Employee Retirement System (OMERS), a multi-employer public sector pension fund, as a defined contribution plan.
- (viii) Use of estimates
The preparation of consolidated financial statements in conformity with Canadian generally accepted accounting principles established by PSAB 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 revenues and expenses during the period. Significant items subject to such estimates and assumptions include valuation allowances for accounts receivable and solid waste landfill closure and post-closure liabilities. Actual results could differ from management's best estimates as additional information becomes available in the future. The estimates are reviewed periodically and any resulting adjustments are reported in earnings in the year in which they become known.

2. CONTRIBUTIONS TO UNCONSOLIDATED JOINT BOARDS

Further to Note 1(a), the following contributions were made by the Municipality to these boards:

	2017	2016
District of Nipissing Social Services Administration Board	\$ 474,743	\$ 468,830
Renfrew County and District Health Unit	19,476	15,677
East Nipissing District Home for the Aged	104,714	104,239
Total contributions made	\$ 598,933	\$ 588,746

The Municipality is contingently liable for its share, if any, of the accumulated deficits as at the end of the year for these boards. The Municipality's share of the accumulated surpluses (or deficits) of these boards has not been determined at this time.

The Municipality is also contingently liable for its share, if any, of the long-term liabilities issued by other municipalities for these boards. The Municipality's share of these long-term liabilities has not been determined at this time.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
Year Ended December 31, 2017

3. OPERATIONS OF SCHOOL BOARDS

Further to Note 1(a), the Municipality is required to collect property taxes and payments-in-lieu of taxes on the behalf of the school boards. The amounts collected, remitted and outstanding are as follows:

	2017	2016
Payable at the beginning of the year	\$ -	\$ 3,588
Taxation and payments-in-lieu, net of adjustments	495,140	511,677
Remitted during the year	(495,140)	(515,265)
Payable (Receivable) at the end of the year	\$ -	\$ -

4. DEFERRED REVENUE

The 2017 continuity of transactions within the obligatory reserve funds and other deferred revenue are described below:

	Balance beginning of year	Contributions received	Interest earned	Amounts taken into revenue	Balance end of year
Federal gas tax	76,399	74,940	245	(64,536)	87,048
Library Conditional Grant	5,558	6,796	-	(5,558)	6,796
Other	5,000	20,123	-	-	25,123
	\$ 86,957	\$ 101,859	\$ 245	\$ (70,094)	\$ 118,967

5. MUNICIPAL DEBT

(a) The balance of the municipal debt reported on the Consolidated Statement of Financial Position is made up of the following:

	2017	2016
Loan payable, due November 2017, repayable in monthly instalments of \$1,326 including interest at 3.15% per annum.	-	14,361
Loan payable, due June 2019, repayable in monthly instalments of \$1,637 including interest at 2.75% per annum.	28,833	47,404
	\$ 28,833	\$ 61,765

(b) Future estimated principal and interest payments on the municipal debt are as follows:

	Principal	Interest
2018	\$ 19,088	\$ 554
2019	9,745	78
2020	-	-
	\$ 28,833	\$ 632

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
Year Ended December 31, 2017

(c) Total charges for the year for municipal debt which are reported in the financial statements are as follows:

	2017	2016
Principal payments	\$ 32,932	\$ 48,525
Interest	1,298	1,700
	\$ 34,230	\$ 50,225

6. CREDIT FACILITY AGREEMENT

The Township has an authorized operating loan with its main financial institution. The amount available at any time is limited to \$300,000 (2016 \$300,000), of which NIL (2016 NIL) was used at the end of the year. Any balance borrowed will accrue interest at 3.20% per annum.

7. LANDFILL CLOSURE AND POST CLOSURE LIABILITY

Commencing in 2001, the local government accounting standards issued by the Public Sector Accounting Board of the Canadian Institute of Chartered Accountants require that municipalities recognize a liability related to the closure of solid waste landfill sites. This liability encompasses all costs related to the closure and subsequent maintenance of such sites. The liability is recognized in the financial statements over the operating life of the solid waste disposal site, in proportion to its utilized capacity.

The Township is responsible for the operation and maintenance of two waste disposal sites. The total landfill closure and post-closure estimates for the usable footprints are as follows:

Airy site

Total estimated expenditures for closure and post-closure care	\$220,900
Reported liability in current year	\$135,660
Total expenditures remaining to be recognized	\$85,240
Utilization/year	1,000 m ³
Estimated remaining usable capacity	41,140 m ³
Remaining landfill site life	43 years
Number of years required for post-closure care	10 years

Madawaska site

Total estimated expenditures for closure and post-closure care	\$145,198
Reported liability in current year	\$138,265
Total expenditures remaining to be recognized	\$6,933
Utilization/year	750 m ³
Estimated remaining usable capacity	1,910 m ³
Remaining landfill site life	3 years
Number of years required for post-closure care	10 years

The Township has set aside a reserve of \$266,100 (2016 \$125,000) to meet closure and post-closure obligations.

8. CONTRACTUAL OBLIGATIONS

The municipality has a contract with the Province of Ontario for policing services. The contract for 2017 was \$341,342 (2016 - \$331,600).

9. CONTINGENT LIABILITIES

In the normal course of business, the municipality is named to lawsuits related to its operations. Management is of the view that these lawsuits are without merit and any settlement would not be material to the financial position of the municipality.

10. TANGIBLE CAPITAL ASSETS

Schedule 1 provides information on the tangible capital assets of the Municipality by major asset class. Additional information relating to these assets is provided below.

(a) Works of art and historical artifacts

Works of art and historical artifacts owned by the Municipality are not included in the tangible capital assets reported on the Consolidated Statement of Financial Position.

(b) Capitalization of interest

The Municipality has a policy of expensing borrowing costs related to the acquisition of tangible capital assets.

THE CORPORATION OF THE TOWNSHIP OF SOUTH ALGONQUIN

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
Year Ended December 31, 2017

11. SEGMENT DISCLOSURES AND EXPENDITURES BY OBJECT

The Municipality and its Boards and Committees provide a wide range of services to its citizens. The schedule and segment disclosure provides a breakdown of the annual surplus (deficit) reported on the Consolidated Statement of Operations by major reporting segment. The segments correspond to the major functional categories used in the Municipality's Financial Information Return, which include the following activities:

General Government

This segment includes Council, Clerk's Department, and Treasury. This area supports the operating departments in implementing priorities of Council and provides strategic leadership on issues relating to governance, strategic planning and service delivery.

Protection to Persons and Property

This segment includes fire, police, building inspection, and bylaw enforcement. Police services are provided by the Ontario Provincial Police under contract.

Transportation Services

Transportation Services include roadway systems and winter control.

Environmental Services

This segment includes solid waste management.

Health Services

This segment includes ambulance services as well as payments to the district health unit.

Social and Family Services

This segment consists primarily of payments made to the district social services administration board and home for the aged for the provision of social services such as childcare, social housing, general assistance and assistance to the elderly.

Recreation and Culture

This segment includes parks, recreation programs, recreation facilities and library services.

Planning and Development

This segment includes activities related to planning, zoning and economic development.

Unallocated Amounts

Items are recorded as unallocated amounts when there is no reasonable basis for allocating them to a segment. Major items included in this category are property taxation and related penalty and interest charges, and the municipality's annual Ontario Municipal Partnership Fund unconditional grant.

In preparation of segmented financial information, some allocation of expenses is made. This generally includes charges of rent to specific segments.

THE CORPORATION OF THE TOWNSHIP OF SOUTH ALGONQUIN

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Year Ended December 31, 2017

11. SEGMENT DISCLOSURES AND EXPENDITURES BY OBJECT (continued)

FOR THE YEAR ENDED DECEMBER 31, 2017

	General Government	Protection to Persons and Property	Transportation Services	Environmental Services	Health Services	Social and Family Services	Recreation and Culture	Planning and Development	Unallocated Amounts	Consolidated
REVENUE										
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,150,056	\$ 2,150,056
User fees	5,589	21,653	1,260	28,965	-	-	1,363	-	-	58,830
Government transfers	861,400	2,045	78,644	5,706	-	-	17,032	-	-	964,827
Other	68,671	20,369	1,089	7,025	27,463	-	37,720	4,795	(461)	166,671
TOTAL REVENUE	935,660	44,067	80,993	41,696	27,463	-	56,115	4,795	2,149,595	3,340,384
EXPENSES										
Salaries, wages and benefits	286,390	96,289	357,411	141,949	-	-	88,736	14,130	-	984,905
Long-term debt charges (interest)	-	1,071	227	-	-	-	-	-	-	1,298
Operating expenses	126,945	419,841	231,514	125,028	27,968	589,854	95,821	77,951	-	1,694,922
Amortization	17,419	30,635	555,180	11,817	4,883	1,421	56,987	-	-	678,342
TOTAL EXPENSES	430,754	547,836	1,144,332	278,794	32,851	591,275	241,544	92,081	-	3,359,467
ANNUAL SURPLUS (DEFICIT)	\$ 504,906	\$ (503,769)	\$(1,063,339)	\$ (237,098)	\$ (5,388)	\$ (591,275)	\$ (185,429)	\$ (87,286)	\$ 2,149,595	\$ (19,083)

THE CORPORATION OF THE TOWNSHIP OF SOUTH ALGONQUIN

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Year Ended December 31, 2017

11. SEGMENT DISCLOSURES AND EXPENDITURES BY OBJECT (continued)

FOR THE YEAR ENDED DECEMBER 31, 2016

	General Government	Protection to Persons and Property	Transportation Services	Environmental Services	Health Services	Social and Family Services	Recreation and Culture	Planning and Development	Unallocated Amounts	Consolidated
REVENUE										
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,134,794	\$ 2,134,794
User fees	6,920	24,697	757	98,990	-	-	2,147	-	-	133,511
Government transfers	864,904	-	26,982	4,473	-	-	18,344	-	-	914,703
Other	59,137	19,735	540	7,150	28,059	-	31,926	4,633	(14,039)	137,141
TOTAL REVENUE	930,961	44,432	28,279	110,613	28,059	-	52,417	4,633	2,120,755	3,320,149
EXPENSES										
Salaries, wages and benefits	274,204	102,720	334,285	145,089	-	-	96,141	7,866	-	960,305
Long-term debt charges (interest)	-	725	713	262	-	-	-	-	-	1,700
Operating expenses	128,207	424,593	220,411	209,084	16,540	583,760	90,711	82,100	-	1,755,406
Amortization	16,784	30,179	532,268	11,671	4,516	1,421	54,661	-	-	651,500
TOTAL EXPENSES	419,195	558,217	1,087,677	366,106	21,056	585,181	241,513	89,966	-	3,368,911
ANNUAL SURPLUS (DEFICIT)	\$ 511,766	\$ (513,785)	\$(1,059,398)	\$ (255,493)	\$ 7,003	\$(585,181)	\$ (189,096)	\$ (85,333)	\$ 2,120,755	\$ (48,762)

12. BUDGET FIGURES

The unaudited budget adopted for the current year was prepared on a fund basis, and has been restated to conform with the accounting and reporting standards adopted for the current year actual results.

13. PENSION AGREEMENTS

The Municipality makes contributions to the Ontario Municipal Employee Retirement Fund (OMERS), which is a multi-employer plan, on behalf of certain 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. Each year an independent actuary determines the funding status of OMERS Primary Pension Plan (the Plan) by comparing the actuarial value of invested assets to the estimated present value of all pension benefits that members have earned to date. The most recent actuarial valuation of the Plan was conducted at December 31, 2017. The results of this valuation disclosed total actuarial liabilities of \$93,614 million with respect to benefits accrued for service with actuarial assets at that date of \$88,211 million indicating an actuarial deficit of \$5,403 million. Because OMERS is a multi employer plan, any Plan surpluses or deficits are a joint responsibility of Ontario municipal organizations and their employees. As a result, the Municipality does not recognize any share of the Plan surplus or deficit.

The amount contributed to OMERS for 2017 was \$43,545 (2016 \$37,361) for current service and is included as an expense on the Consolidated Statement of Operations.

14. COMPARATIVE FIGURES

Certain 2016 amounts in these financial statements have been reclassified to conform with their presentation in 2017.

THE CORPORATION OF THE TOWNSHIP OF SOUTH ALGONQUIN
CONSOLIDATED SCHEDULE OF TANGIBLE CAPITAL ASSETS
FOR THE YEAR ENDED DECEMBER 31, 2017

Schedule 1

	Land	Land Improvements	Buildings	Machinery, Equipment and Furniture	Roads and Bridges	Vehicles	Assets Under Construction	TOTAL 2017	TOTAL 2016
COST									
Balance, beginning of year	\$ 43,942	\$ 408,202	\$ 3,365,102	\$ 717,971	\$ 15,833,535	\$ 1,422,369	\$ -	\$ 21,791,121	\$ 21,378,373
Additions and betterments	-	43,848	17,417	5,751	173,623	-	69,765	310,404	426,787
Disposals and writedowns	-	-	(856)	(1,683)	-	-	-	(2,519)	(14,039)
BALANCE, END OF YEAR	43,942	452,050	3,381,663	722,059	16,007,158	1,422,369	69,765	22,099,006	21,791,121
ACCUMULATED AMORTIZATION									
Balance, beginning of year	-	212,691	745,897	411,338	7,220,833	981,948	-	9,572,707	8,921,207
Annual amortization	-	20,880	64,668	32,898	503,839	56,057	-	678,342	651,500
Amortization disposals	-	-	(727)	(1,331)	-	-	-	(2,058)	-
BALANCE, END OF YEAR	-	233,571	809,838	442,905	7,724,672	1,038,005	-	10,248,991	9,572,707
TANGIBLE CAPITAL ASSETS-NET	\$ 43,942	\$ 218,479	\$ 2,571,825	\$ 279,154	\$ 8,282,486	\$ 384,364	\$ 69,765	\$ 11,850,015	\$ 12,218,414

THE CORPORATION OF THE TOWNSHIP OF SOUTH ALGONQUIN
SUPPLEMENTARY FINANCIAL INFORMATION
LIBRARY BOARD

Condensed financial information in respect to South Algonquin Library Board is provided below.

	2017	2016	
FINANCIAL ASSETS			
Cash and cash equivalents	\$ 3,804	\$ 16,277	
Due from own municipality	35,362	8,449	
	39,166	24,726	
LIABILITIES			
Deferred revenue	6,796	5,558	
	6,796	5,558	
NET FINANCIAL ASSETS	32,370	19,168	
NON-FINANCIAL ASSETS			
Tangible capital assets - net	216,217	222,539	
	216,217	222,539	
ACCUMULATED SURPLUS	\$ 248,587	\$ 241,707	
	Budget 2017 (Note 12)	Actual 2017	Actual 2016
REVENUE			
Municipal contributions	\$ 61,703	\$ 61,703	\$ 51,461
Provincial grants	7,392	11,655	15,344
Other	150	163	1,207
TOTAL REVENUE	69,245	73,521	68,012
EXPENSES			
Wages and benefits	32,800	32,689	33,407
Books, periodicals and small equipment	9,000	11,337	9,061
Operating supplies and maintenance	21,720	16,291	13,787
Amortization	6,324	6,324	5,284
TOTAL EXPENSES	69,844	66,641	61,539
ANNUAL SURPLUS (DEFICIT)	(599)	6,880	6,473
ACCUMULATED SURPLUS, BEGINNING OF YEAR	241,707	241,707	235,234
ACCUMULATED SURPLUS, END OF YEAR	\$ 241,108	\$ 248,587	\$ 241,707