

CORPORATION OF THE TOWN OF AYLMER

CONSOLIDATED FINANCIAL REPORT

DECEMBER 31, 2013

INDEPENDENT AUDITOR'S REPORT

**To the Members of Council, Inhabitants and Ratepayers
of the Corporation of the Town of Aylmer**

I have audited the accompanying consolidated financial statements of the Corporation of the Town of Aylmer, which comprise the consolidated statement of financial position as at December 31, 2013 and the consolidated statements of operations and accumulated surplus, changes in net financial assets and 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 generally accepted accounting principles, 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.

Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the 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 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 overall presentation of the financial statements.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

Opinion

In my opinion, the consolidated financial statements present fairly, in all material respects, the financial position of the Corporation of the Town of Aylmer as at December 31, 2013 and its financial performance and its changes in net financial assets and cash flows for the year then ended in accordance with Canadian generally accepted accounting principles for municipalities as prescribed by the Public Sector Accounting Board of the Canadian Institute of Chartered Accountants.

London, Canada
June 16, 2014

Scrimgeour Company
LICENSED PUBLIC ACCOUNTANT

CORPORATION OF THE TOWN OF AYLMER
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2013
(with comparative balances as at December 31, 2012)

	<u>2013</u>	<u>2012</u>
FINANCIAL ASSETS		
Cash and short-term investments	\$ 6,085,651	\$ 5,358,638
Taxes receivable	843,358	621,481
Accounts receivable	405,739	614,602
Loan receivable (note 3)	2,263,500	2,263,500
Investment in EARTH Corporation (note 5)	<u>2,268,492</u>	<u>2,203,379</u>
	<u>11,866,740</u>	<u>11,061,600</u>
LIABILITIES		
Accounts payable and accrued liabilities	770,587	1,073,916
Other current liabilities	170,916	135,835
Deferred revenue (note 8)	1,058,120	982,913
Employee post-retirement benefit liabilities (note 7)	839,326	791,591
Net long-term liabilities (note 9)	<u>1,276,925</u>	<u>2,131,951</u>
	<u>4,115,874</u>	<u>5,116,206</u>
NET FINANCIAL ASSETS	<u>7,750,866</u>	<u>5,945,394</u>
NON FINANCIAL ASSETS		
Tangible capital assets (note 1) (Schedule 1)	53,462,979	54,236,059
Work in progress	78,648	55,072
Prepaid expenses	<u>60,489</u>	<u>66,834</u>
	<u>53,602,116</u>	<u>54,357,965</u>
ACCUMULATED SURPLUS (note 10)	<u>\$ 61,352,982</u>	<u>\$ 60,303,359</u>

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

CORPORATION OF THE TOWN OF AYLMER
CONSOLIDATED STATEMENT OF OPERATIONS AND ACCUMULATED SURPLUS
FOR THE YEAR ENDED DECEMBER 31, 2013

(with comparative balances for the year ended December 31, 2012)

	<u>Budget</u> <u>2 0 1 3</u>	<u>Actual</u> <u>2 0 1 3</u>	<u>Actual</u> <u>2 0 1 2</u>
REVENUES			
Property taxation	\$ 4,873,925	\$ 5,015,471	\$ 4,903,522
User charges	3,208,315	3,008,501	2,873,553
Government grants	2,417,535	2,272,655	2,180,634
Investment income	265,159	230,074	243,941
Penalty and interest on taxes	65,001	117,607	116,610
Investment increase (decrease) in ERTH Corporation (note 5)		65,113	(70,493)
Other revenue	<u>5,000</u>	<u>8,925</u>	<u>29,348</u>
	<u>10,834,935</u>	<u>10,718,346</u>	<u>10,277,115</u>
EXPENDITURES			
General government	1,266,659	1,159,969	1,078,428
Protection to persons and property	2,988,778	3,044,056	2,966,986
Transportation services	857,844	1,243,335	1,133,061
Environmental services	2,419,029	3,066,093	3,436,718
Health services	14,550	12,000	25,517
Recreation and cultural development	1,917,743	1,444,923	1,394,256
Planning and development	<u>200,863</u>	<u>138,037</u>	<u>181,889</u>
	<u>9,665,466</u>	<u>10,108,413</u>	<u>10,216,855</u>
Net operating revenues over expenditures	<u>1,169,469</u>	<u>609,933</u>	<u>60,260</u>
OTHER REVENUES (EXPENDITURES)			
Government transfers related to capital	1,533,000	44,721	3,570
Developer and other contributions related to capital	336,841	368,258	110,526
Gain (loss) on disposal of tangible capital assets	60,000	74,446	(103,778)
Net (increase) decrease in post retirement benefits		<u>(47,735)</u>	<u>(46,323)</u>
	<u>1,869,841</u>	<u>439,690</u>	<u>(36,005)</u>
Net revenues over expenditures (expenditures over revenues), for the year	3,039,310	1,049,623	24,255
Accumulated surplus, beginning of year	<u>60,303,359</u>	<u>60,303,359</u>	<u>60,279,104</u>
ACCUMULATED SURPLUS, END OF YEAR	<u>\$ 63,342,669</u>	<u>\$ 61,352,982</u>	<u>\$ 60,303,359</u>

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

CORPORATION OF THE TOWN OF AYLMER
CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2013

(with comparative balances for the year ended December 31, 2012)

	<u>2013</u>	<u>2012</u>
OPERATIONS		
Net revenues over expenditures - Statement 2	\$ 1,049,623	\$ 24,255
Non-cash changes to operations		
Amortization of tangible capital assets	1,335,280	1,341,578
Changes to non-cash operating balances (A)	<u>(158,320)</u>	<u>1,216,023</u>
Net change from operating activities	<u>2,226,583</u>	<u>2,581,856</u>
CAPITAL		
Acquisition of tangible capital assets	(578,602)	(779,081)
Decrease (increase) in work in progress	(23,576)	578,083
Loss (gain) on disposal of tangible capital assets	16,402	545,634
Decrease (increase) in prepaid expenses	<u>6,345</u>	<u>13,461</u>
Net change from capital activities	<u>(579,431)</u>	<u>358,097</u>
INVESTING		
Net change in investment in Erie Thames Power Corporation	<u>(65,113)</u>	<u>70,493</u>
FINANCING		
Advances (repayments) of long-term liabilities	<u>(855,026)</u>	<u>(787,806)</u>
Net change in cash and cash equivalents for the year	727,013	2,222,640
Cash and cash equivalents, beginning of year	<u>5,358,638</u>	<u>3,135,998</u>
CASH AND CASH EQUIVALENTS, END OF YEAR	<u>\$ 6,085,651</u>	<u>\$ 5,358,638</u>

(A) Net change in non-cash operating balances includes loan, taxes and other accounts receivable, accounts payable and accrued liabilities, other accrued liabilities, deferred revenue and employee post-retirement benefit liabilities.

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

CORPORATION OF THE TOWN OF AYLMER
CONSOLIDATED STATEMENT OF CHANGE IN NET FINANCIAL ASSETS
FOR THE YEAR ENDED DECEMBER 31, 2013

(with comparative balances for the year ended December 31, 2012)

	<u>2013</u>	<u>2012</u>
Net revenues over expenditures - Statement 2	\$ 1,049,623	\$ 24,255
Amortization of tangible capital assets	1,335,280	1,341,578
Acquisition of tangible capital assets	(578,602)	(779,081)
Loss on disposal of tangible capital assets	16,402	545,634
Decrease (increase) in work in progress	(23,576)	578,083
Decrease (increase) in prepaid expenses	<u>6,345</u>	<u>13,461</u>
Increase (decrease) in net financial assets	1,805,472	1,723,930
Net financial assets, beginning of year	<u>5,945,394</u>	<u>4,221,464</u>
NET FINANCIAL ASSETS, END OF YEAR	<u>\$ 7,750,866</u>	<u>\$ 5,945,394</u>

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

CORPORATION OF THE TOWN OF AYLMER
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2013

The Corporation of the Town of Aylmer is a 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 consolidated financial statements of the Corporation of the Town of Aylmer are prepared by management in accordance with generally accepted accounting principles for local governments as recommended by the Public Sector Accounting Board (PSAB) of the Canadian Institute of Chartered Accountants.

The focus of PSAB financial statements is on the financial position of the Town 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 represent the financial position of the Town and is the difference between financial assets and liabilities. This information explains the Town's overall future revenue requirements and its ability to finance activities and meet its obligations.

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

(a) Reporting Entity

These consolidated statements reflect the tangible capital assets, liabilities, revenues, expenditures and accumulated surpluses of the reporting entity. The reporting entity includes the activities of all local boards, joint local boards, municipal enterprises and committees of Council including the following:

- Aylmer Business Improvement Area
- Aylmer Police Services
- East Elgin Community Complex (Town's portion only - 50%)
- East Elgin Community Complex Fundraising Campaign (Town's portion only - 50%)
- East Elgin Medical Facility (Town's portion only - 44%) (note 14)
- ERTH Corporation (modified equity method) (note 5)
- Aylmer Area Secondary Water System (note 11)

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

CORPORATION OF THE TOWN OF AYLMER
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2013

1. Significant Accounting Policies continued

(a) Reporting entity

The following are local boards, joint local boards, municipal enterprises and utilities which are not consolidated:

Elgin Area Primary Water Board (note 11)

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

Buildings	30-50 years
Land improvements	15-80 years
Fleet	4-25 years
Equipment	7-45 years
Infrastructure - water	60-100 years
Infrastructure - sewer	60-100 years
Infrastructure - transportation	40-60 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 Town has a capitalization threshold of \$ 10,000 so that individual assets of lesser value are expensed unless they are pooled because collectively they have a significant value. Tangible capital assets are recorded based on the reporting entity as described in note 1 a).

(d) 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.

CORPORATION OF THE TOWN OF AYLMER
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2013

1. Significant Accounting Policies continued

(c) Government Transfers

Government grants and transfers are recognized in the financial statements as revenues 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.

(f) 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.

(g) Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenditures during the period. Actual results could differ from these estimates.

(h) Employee Benefit Plans

The costs of retirement benefits are actuarially determined using the projected benefit method prorated on services and management's best estimate of retirement ages of employees and salary escalation.

(i) Financial Instruments

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

(j) Short-term investments

Short-term investments are recorded at cost which approximates market value.

CORPORATION OF THE TOWN OF AYLMER
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2013

2. Tax Revenues

Property tax billings are prepared by the Town based on an assessment roll prepared by the Municipal Property Assessment Corporation. All assessed property values in the Town were reviewed and new values established based on a common valuation date which was used by the the Town in computing the 2013 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 Elgin and the appropriate school boards.

3. Loan Receivable

The Town entered into a loan arrangement for \$2,263,500 with ERTH Corporation on September 1, 2000 as a result of the restructuring of the former Aylmer Public Utilities Commission under Bill 35. The loan is receivable from ERTH Corporation with no specific terms of repayment, bearing interest at a rate of 7.25% commencing January 1, 2003. In 2013, \$164,104 (2012 - \$164,104) interest was received on this loan. The loan is convertible to Class B shares of ERTH Corporation.

4. Operations of School Boards and the County of Elgin

Further to note 2, the Town's share of taxation revenues of the school boards and County of Elgin are comprised of the following:

	<u>School Boards</u>	<u>County</u>
Taxation and user charges	\$ <u>1,743,087</u>	\$ <u>3,297,598</u>
Requisitions	\$ <u>1,743,087</u>	\$ <u>3,297,598</u>

CORPORATION OF THE TOWN OF AYLMER
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2013

5. Investment in EARTH Corporation

As at December 31, 2013, the Town of Aylmer owns 18.7% (2012 - 18.7%) of EARTH Corporation. As a business enterprise of the Town of Aylmer it is accounted for on a Modified Equity basis in these financial statements. The Corporation is the electricity distribution utility for the Town's residents. The following table provides condensed supplementary financial information for the Corporation for the year ended December 31 from their audited financial statements:

	<u>2013</u>	<u>2012</u>
Financial Position		
Total net assets	\$ <u>12,138,626</u>	\$ <u>11,790,208</u>
Results of Operations		
Total revenues	\$ 74,439,243	\$ 71,865,168
Total operating and other expenditures	<u>74,090,825</u>	<u>71,983,565</u>
Total net income (loss)	\$ <u>348,418</u>	\$ <u>(118,397)</u>

ERTH Corporation declared a dividend of \$ NIL in 2013 (2012 - \$ 250,000) of which the Town of Aylmer received \$ NIL (18.7%) (2012 - \$ 46,721).

6. Pension Agreements

The Town 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 the Town and Police Services Board employees for 2013 was \$ 307,444 (2012 - \$ 272,790) for current service and is included as an expenditure on the Consolidated Statement of Operations.

CORPORATION OF THE TOWN OF AYLMER
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2013

7. Employee Post-Retirement Benefit Liability

Employee post-retirement benefits represents the Town's share of the cost to provide employees with extended benefits on retirement. This liability will require funding in future periods. The accrued benefit obligation and the net periodic benefit cost were determined by an actuarial valuation updated in 2013 in accordance with the financial reporting guideline of PSAB 3250 established by the Public Sector Accounting Board of the CICA.

	<u>2013</u>	<u>2012</u>
Post employment benefits - Town	\$ 124,511	\$ 115,039
- Police Services	<u>714,815</u>	<u>676,552</u>
Total post-retirement benefit liability	<u>\$ 839,326</u>	<u>\$ 791,591</u>

Significant assumptions are as follows:

General inflation	2.00%
Discount rate	5.00%
Rate of compensation increase	3.25%
Dental cost increase	4.00%
Life insurance cost increase	3.00%
Healthcare and travel cost increase	4.00% - 6.67%

CORPORATION OF THE TOWN OF AYLMER
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2013

8. Deferred Revenue - Obligatory Reserve Funds

A requirement of the public sector accounting principles of the Canadian Institute of Chartered Accountants, 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 Town are summarized as follows:

	<u>2013</u>	<u>2012</u>
Parkland	\$ 18,297	\$ 4,542
Building Code	1,377	1,363
Gas tax	549,537	549,427
Development charges	<u>488,909</u>	<u>427,581</u>
	<u>\$ 1,058,120</u>	<u>\$ 982,913</u>

9. Net Long-Term Liabilities

- | | <u>2013</u> | <u>2012</u> |
|---|---------------------|---------------------|
| (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 municipality outstanding at the end of the year amount to | <u>\$ 1,276,925</u> | <u>\$ 2,131,951</u> |
| (b) Of the net long-term liabilities reported in (a) of this note, \$ 457,855 in principal payments are payable from 2014 to 2018 and \$ 819,070 thereafter and are recoverable from general tax revenues. | | |
| (c) Approval of the Ontario Municipal Board has been obtained for those pending issues of long-term liabilities and commitments to be financed by revenues 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. | | |
| (d) Interest paid during the year on long-term liabilities was \$ 65,880 (2012 - \$ 88,564) | | |

CORPORATION OF THE TOWN OF AYLMER
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2013

10. Accumulated Surplus

The accumulated surplus at the end of the year is comprised of the following:

	<u>2013</u>	<u>2012</u>
Operations - surplus		
Town	\$ 311,659	\$ 108,096
Business Improvement Area	<u>30,293</u>	<u>17,826</u>
	<u>383,490</u>	<u>125,922</u>
Future employee post-retirement benefits	(839,326)	(791,591)
Investment in tangible capital assets	<u>52,282,792</u>	<u>52,159,180</u>
ERTH Corporation net investment	<u>4,531,992</u>	<u>4,466,879</u>
Reserves set aside for specific purpose		
- for working capital	<u>303,000</u>	<u>303,000</u>
Reserve funds set aside for specific purpose		
- acquisition of capital assets	1,703,636	1,513,693
- replacement of sanitary and storm sewers	(306,302)	(356,442)
- replacement of water systems	1,226,118	779,163
- replacement of sidewalks	29,142	28,841
- industrial development	356,283	352,605
- municipal building	717,854	319,926
- health services	-	389,183
- parks development	59,185	51,152
- police services	51,528	86,625
- arena development	139,298	180,389
- tax rate stabilization	560,287	546,492
- contingencies	<u>154,005</u>	<u>148,342</u>
	<u>4,691,034</u>	<u>4,039,969</u>
ACCUMULATED SURPLUS	<u>\$ 61,352,982</u>	<u>\$ 60,303,359</u>

CORPORATION OF THE TOWN OF AYLMER
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2013

11. Contractual Obligations

(a) Elgin Area Primary Water Supply System

In accordance with a transfer order from the Ministry of the Environment, the Elgin Area Primary Water Supply System is operated by an outside party. The Town is obligated to meet its share of the operating costs and deficits, and repay its share of the long-term liabilities related to these projects. The Town's share (7.70%) is based on its water consumption relative to that of other participating municipalities and the costs associated with this consumption are reflected in the Consolidated Statement of Operations..

The charges relating to operating costs and debt servicing are recovered through the water rates levied by the Town of Aylmer.

Information received from the City of London as at December 31, 2013 indicates the Town of Aylmer's share is as follows:

	<u>Accumulated Surplus</u>
Primary Water Supply System	<u>\$ 3,226,124</u>

The accumulated surplus indicated above is not reflected in the accompanying consolidated financial statements as the Town does not have controlling interest in the System.

(b) Aylmer Area Secondary Water System

In accordance with a transfer order with the Ministry of the Environment, the Aylmer Area Secondary Water System is operated by an outside party. The Town is obligated to meet its share of the operating costs and deficits related to these projects. The Town's share (96.4%) is based on its water consumption relative to that of other participating municipalities.

The charges relating to operating costs are recovered through the water rates levied by the Town of Aylmer. The cost of the water purchases are reflected in these financial statements.

The Town's share of the tangible capital assets and related amortization are included on Schedule 1 and the accumulated surplus.

12. Public Sector salary disclosure

There were seven employees of the Police Services Board of the Town of Aylmer paid a salary, as defined in the Public Sector Disclosure Act, 1996 of \$100,000 or more.

CORPORATION OF THE TOWN OF AYLMER
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2013

13. Segmented Information

Segmented information is presented on Schedule 2. The Town of Aylmer is a diversified municipality and provides a wide range of services to its citizens including police, fire, transportation and community services, including recreation and planning. The general government segment includes such functions as finance, council and administrative offices.

14. Significant Event

During the year ended December 31, 2012, the Town sold the property known as East Elgin Medical Facility.

CORPORATION OF THE TOWN OF AYLMER
SCHEDULE OF TANGIBLE CAPITAL ASSETS
DECEMBER 31, 2013

(with comparative balances as at December 31, 2012)

							2013	2012	
	Land	Land Improvements	Buildings	Fleet	Equipment	Linear Assets Roads	Environmental	Total	Total
COST									
Balance, beginning of year	\$ 3,136,940	\$ 3,798,476	\$ 12,828,816	\$ 2,076,909	\$ 3,070,263	\$ 16,190,603	\$ 37,265,819	\$ 78,367,826	\$ 78,290,790
Add:									
Additions during the year		263,230	12,543	48,980	19,098	223,349	11,402	578,602	779,081
Less:									
Disposals during the year		(5,285)		(43,619)		(63,529)		(112,433)	(702,045)
Balance, end of year	<u>3,136,940</u>	<u>4,056,421</u>	<u>12,841,359</u>	<u>2,082,270</u>	<u>3,089,361</u>	<u>16,350,423</u>	<u>37,277,221</u>	<u>78,833,995</u>	<u>78,367,826</u>
ACCUMULATED AMORTIZATION									
Balance, beginning of year		1,904,809	3,396,183	1,540,269	1,534,200	6,125,081	9,631,225	24,131,767	22,946,600
Add:									
Amortization during the year		92,048	274,031	107,820	88,973	302,048	470,360	1,335,280	1,341,578
Less:									
Disposals during the year		(4,059)		(43,619)		(48,353)		(96,031)	(156,411)
Balance, end of year		<u>1,992,798</u>	<u>3,670,214</u>	<u>1,604,470</u>	<u>1,623,173</u>	<u>6,378,776</u>	<u>10,101,585</u>	<u>25,371,016</u>	<u>24,131,767</u>
NET BOOK VALUE OF TANGIBLE CAPITAL ASSETS	<u>\$ 3,136,940</u>	<u>\$ 2,063,623</u>	<u>\$ 9,171,145</u>	<u>\$ 477,800</u>	<u>\$ 1,466,188</u>	<u>\$ 9,971,647</u>	<u>\$ 27,175,636</u>	<u>\$ 53,462,979</u>	<u>\$ 54,236,059</u>

This schedule is provided for information purposes only.

CORPORATION OF THE TOWN OF AYLMER
CONSOLIDATED SCHEDULE OF SEGMENTED INFORMATION
DECEMBER 31, 2013

	General Government	Protective Services	Transportation	Environmental	Health	Recreation and Culture	Planning and Development	Total
REVENUES								
Taxation	\$ 5,015,471							\$ 5,015,471
User fees	44,534	\$ 98,663	\$ 33,362	\$ 2,458,537	\$	\$ 324,061	\$ 49,344	3,008,501
Government grants	1,909,000	132,983	19,301	100,697		110,674		2,272,655
Investment income	230,074							230,074
Penalty and interest on taxes	117,607							117,607
Investment in ERTM Corporation	65,113							65,113
Other						8,925		8,925
	<u>7,381,799</u>	<u>231,646</u>	<u>52,663</u>	<u>2,559,234</u>		<u>443,660</u>	<u>49,344</u>	<u>10,718,346</u>
EXPENDITURES								
Salaries and benefits	734,457	2,404,187	467,688	281,126		551,216	26,340	4,465,014
Materials, goods and services	413,617	520,164	430,193	2,107,614	12,000	717,153	107,378	4,308,119
Amortization	11,895	119,705	345,454	677,353		176,554	4,319	1,335,280
	<u>1,159,969</u>	<u>3,044,056</u>	<u>1,243,335</u>	<u>3,066,093</u>	<u>12,000</u>	<u>1,444,923</u>	<u>138,037</u>	<u>10,108,413</u>
EXCESS REVENUES OVER EXPENDITURES (EXPENDITURES OVER REVENUES)								
BEFORE OTHER	<u>6,221,830</u>	<u>(2,812,410)</u>	<u>(1,190,672)</u>	<u>(506,859)</u>	<u>431,660</u>	<u>(1,001,263)</u>	<u>(88,693)</u>	<u>609,933</u>
OTHER								
Government transfers related to capital			21,211	23,046		464		44,721
Developer and other contributions			222,462			145,796		368,258
Loss on disposal of tangible capital assets		1,700	41,538	33,680		(2,472)		74,446
Post retirement benefits	(9,472)	(38,263)						(47,735)
	<u>(9,472)</u>	<u>(36,563)</u>	<u>285,211</u>	<u>56,726</u>		<u>143,788</u>		<u>439,690</u>
EXCESS REVENUES OVER EXPENDITURES	<u>\$ 6,212,358</u>	<u>\$ (2,848,973)</u>	<u>\$ (905,461)</u>	<u>\$ (450,133)</u>	<u>\$ 431,660</u>	<u>\$ (857,475)</u>	<u>\$ (88,693)</u>	<u>\$ 1,049,623</u>

This schedule is provided for information purposes only.