

**CORPORATION OF THE TOWN OF AYLMER
CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2020**



**CORPORATION OF THE TOWN OF AYLMER
CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2020**

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INDEPENDENT AUDITOR'S REPORT

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

Opinion

We have audited the accompanying consolidated financial statements of the Corporation of the Town of Aylmer (the "Town"), which comprise the Consolidated Statement of Financial Position as at December 31, 2020, and Consolidated Statements of Operations and Accumulated Surplus, Cash Flows and Change in Net Financial Assets for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the financial position of the Corporation of the Town of Aylmer as at December 31, 2020 and its financial performance and its changes in cash flows and change in net financial assets for the year then ended in accordance with Canadian public sector accounting standards.

Basis of Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Town in accordance with the ethical requirements that are relevant to our audit of the consolidated 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 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.

In preparing the consolidated financial statements, management is responsible for assessing the Town'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 Town or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Town's financial reporting process.



Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated 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 consolidated 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 consolidated 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 Town'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 Town'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 consolidated 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 Town 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.

June 21, 2021
London, Canada

Scrimgeour & Company

LICENSED PUBLIC ACCOUNTANT

**CORPORATION OF THE TOWN OF AYLMER
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2020**

	2020	2019
FINANCIAL ASSETS		
Cash and short-term investments (note 1.i)	\$12,175,760	\$ 9,827,275
Taxes receivable	381,551	494,450
Accounts receivable	1,022,886	1,135,085
Loan receivable (note 3)	2,263,500	2,263,500
Investment in EARTH Corporation (note 5)	4,462,514	4,098,079
	20,306,211	17,818,389
LIABILITIES		
Accounts payable and accrued liabilities	1,239,580	1,934,855
Other current liabilities	620,283	578,283
Deferred revenue (note 8)	2,569,451	1,874,756
Employee post-retirement benefit liabilities (note 7)	1,311,800	1,263,500
Net long-term liabilities (note 9)	590,000	679,302
	6,331,114	6,330,696
NET FINANCIAL ASSETS	13,975,097	11,487,693
NON FINANCIAL ASSETS		
Tangible capital assets (note 1.c) (Schedule 1)	61,695,816	56,947,380
Work in progress	3,678,629	9,737,014
Prepaid expenditures	251,786	60,602
	65,626,231	66,744,996
ACCUMULATED SURPLUS (note 10)	\$79,601,328	\$78,232,689

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

**CORPORATION OF THE TOWN OF AYLMEYR
CONSOLIDATED STATEMENT OF OPERATIONS AND ACCUMULATED SURPLUS
FOR THE YEAR ENDED DECEMBER 31, 2020**

	Budget 2020	Actual 2020	Actual 2019
REVENUE			
Property taxation	\$ 5,819,055	\$ 5,862,486	\$ 5,870,771
User charges	4,499,572	5,021,541	5,064,322
Government grants (note 15)	2,276,786	2,170,362	2,574,875
Investment income	264,850	407,915	496,615
Penalty and interest on taxes	75,000	68,499	66,906
Other revenue	-	-	5,001
	12,935,263	13,530,803	14,078,490
EXPENDITURES			
General government	1,679,629	1,524,800	1,382,366
Protection to persons and property	3,495,321	3,415,570	3,486,581
Transportation services	1,142,989	1,305,340	1,441,289
Environmental services	3,642,695	4,494,201	4,324,072
Health services	18,000	18,000	18,000
Recreation and cultural development	1,758,445	1,100,276	1,336,872
Planning and development	379,070	513,755	395,403
	12,116,149	12,371,942	12,384,583
Net operating revenue over expenditures	819,114	1,158,861	1,693,907
OTHER REVENUE (EXPENDITURES)			
Government transfers related to capital	364,250	251,910	1,168,723
Developer and other contributions related to capital	-	366,716	1,417,498
Investment increase (decrease) in EARTH Corporation (note 5)	-	364,435	1,170,494
Gain (loss) on disposal of tangible capital assets	-	(724,983)	69,495
Net (increase) decrease in post-retirement benefits	-	(48,300)	(59,900)
	364,250	209,778	3,766,310
Net revenue over expenditures for the year	1,183,364	1,368,639	5,460,217
ACCUMULATED SURPLUS, BEGINNING OF YEAR	78,232,689	78,232,689	72,772,472
ACCUMULATED SURPLUS, END OF YEAR	\$79,416,053	\$79,601,328	\$78,232,689

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, 2020**

	2020	2019
OPERATING		
Net revenue over expenditures, for the year (page 4)	\$ 1,368,639	\$ 5,460,217
Non-cash changes to operations		
Amortization of tangible capital assets	1,685,976	1,609,937
Changes to non-cash operating balances (A)	314,818	40,194
Net change from operating activities	3,369,433	7,110,348
CAPITAL		
Acquisition of tangible capital assets	(7,244,265)	(387,712)
Decrease (increase) in work in progress	6,058,385	(3,317,662)
Loss (gain) on disposal of tangible capital assets	809,853	341,786
Decrease (increase) in prepaid expenditures	(191,184)	(10,930)
Net change from capital activities	(567,211)	(3,374,518)
INVESTING		
Net change in investment in Erie Thames Power Corporation	(364,435)	(1,170,494)
FINANCING		
Advances (repayments) of long-term liabilities	(89,302)	(86,160)
Net change in cash and cash equivalents for the year	2,348,485	2,479,176
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	9,827,275	7,348,099
CASH AND CASH EQUIVALENTS, END OF YEAR	\$ 12,175,760	\$ 9,827,275

(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, 2020**

	2020	2019
Net revenue over expenditures (page 4)	\$ 1,368,639	\$ 5,460,217
Amortization of tangible capital assets	1,685,976	1,609,937
Acquisition of tangible capital assets	(7,244,265)	(387,712)
Loss on disposal of tangible capital assets	809,853	341,786
Decrease (increase) in work in progress	6,058,385	(3,317,662)
Decrease (increase) in prepaid expenditures	(191,184)	(10,930)
Increase (decrease) in net financial assets	2,487,404	3,695,636
NET FINANCIAL ASSETS, BEGINNING OF YEAR	11,487,693	7,792,057
NET FINANCIAL ASSETS, END OF YEAR	\$ 13,975,097	\$ 11,487,693

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

**CORPORATION OF THE TOWN OF AYLMER
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2020**

The Corporation of the Town of Aylmer (the Town) 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 Canadian public sector accounting standards for local governments as recommended by the Public Sector Accounting Board (PSAB) of the CPA Canada.

The focus of PSAB financial statements is on the financial position of the Town and changes thereto. The Consolidated 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 financial statements reflect the tangible capital assets, liabilities, revenue, expenditures and accumulated surplus 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%)
ERTH Corporation (ERTH) (modified equity method) (note 5)
Aylmer Area Secondary Water System (note 11.b)

All interfund assets and liabilities, and revenue and expenditures have been eliminated.

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

Elgin Area Primary Water Board (note 11.a)

**CORPORATION OF THE TOWN OF AYLMER
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2020**

1. Significant accounting policies continued

b. Revenue recognition

Revenue is recognized when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured. 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 made.

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:

Land improvements	15-80 years
Buildings	30-50 years
Fleet	4-25 years
Equipment	7-45 years
Bridges and other structures	50-80 years
Infrastructure - water	60-100 years
Infrastructure - sewer	60-100 years
Infrastructure - transportation	40-60 years
Infrastructure - storm sewers	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 CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2020**

1. Significant accounting policies continued

e. 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.

f. Use of estimates

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

g. 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.

h. 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.

i. Short-term investments

Portfolio investments are recorded at cost, unless there has been a decline in the market value, which is other than temporary in nature, in which case the investments are written down to market value. At December 31, 2020, the market value approximates cost.

2. Tax revenue

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 Town in computing the 2020 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.

**CORPORATION OF THE TOWN OF AYLMEER
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2020**

3. Loan receivable

The Town entered into a loan arrangement for \$2,263,500 with ERTH 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 with no specific terms of repayment, bearing interest at a rate of 7.25% commencing January 1, 2003. In 2020, \$164,104 (2019 - \$164,104) interest was received on this loan. The loan is convertible to Class B shares of ERTH.

4. Operations of School Boards and the County of Elgin

Further to note 2, the Town's share of taxation revenue of the School Boards and County of Elgin are comprised of the following:

	School Boards	County
Taxation and user charges	\$ 1,653,362	\$ 4,244,983
Requisitions	\$ 1,653,362	\$ 4,244,983

5. Investment in ERTH Corporation

As at December 31, 2020, the Town owns 15.02% valued at \$4,462,514 (2019 - 15.02% \$4,098,079) of ERTH. As a government business enterprise of the Town, it is accounted for on a Modified Equity basis in these consolidated financial statements, which are prepared according to International Financial Reporting Standards. The following table provides condensed supplementary financial information for ERTH for the year ended December 31, 2020 from their audited financial statements:

	2020	2019
Financial Position		
Total net assets	\$29,704,994	\$27,279,111
Results of Operations		
Total revenue	\$99,075,397	\$96,484,311
Total operating and other expenditures	96,129,514	94,083,479
Total net income	\$ 2,945,883	\$ 2,400,832

ERTH declared a dividend of \$520,000 in 2020 (2019 - \$600,000) of which the Town's share was \$78,118 (2019 - \$90,137).

**CORPORATION OF THE TOWN OF AYLMER
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2020**

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 service and rates of pay. The amount contributed to OMERS for the Town and Police Services Board employees for 2020 was \$391,360 (2019 - \$381,836) for current service and is included as an expenditure on the Consolidated Statement of Operations and Accumulated Surplus. The Town has no obligation, as at December 31, 2020, under the past service provisions. The OMERS funding ratio for 2020 is 97.0% (2019 - 97.0%), with the goal of being fully funded by 2025.

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 as at December 31, 2019 in accordance with the financial reporting guideline of PSAB 3250 established by the Public Sector Accounting Board of CPA Canada.

	2020	2019
Post-employment benefits - Town	\$ 238,100	\$ 230,300
- Police Services	1,073,700	1,033,200
Total post-retirement benefit liability	\$ 1,311,800	\$ 1,263,500

Significant assumptions for the year ending December 31, 2020 are as follows:

General inflation	3.50%
Discount rate	3.50%
Rate of compensation increase	3.00%
Dental cost increase	4.50%
Healthcare, life insurance and travel cost increase	3.97% - 6.04%

**CORPORATION OF THE TOWN OF AYLMER
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2020**

8. Deferred revenue - obligatory reserve funds

A requirement of the 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 Town are summarized as follows:

	2020	2019
Safe Restart Fund	\$ 42,625	\$ -
OCIF	546,847	15,749
Building code	77,434	81,585
Gas tax	690,139	698,417
Development charges	1,212,406	1,079,005
	\$ 2,569,451	\$ 1,874,756

9. Net long-term liabilities

	2020	2019
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	\$ 590,000	\$ 679,302

b. Of the net long-term liabilities reported in a. of this note, \$337,091 in principal payments are payable from 2021 to 2025 and \$252,909 from 2026 to 2029 and are recoverable from general tax revenue.

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 and Housing.

d. Interest paid during the year, on net long-term liabilities, was \$21,343 (2019 - \$24,485)

**CORPORATION OF THE TOWN OF AYLMEER
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2020**

10. Accumulated surplus

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

	2020	2019
Operations - surplus		
Town	\$ -	\$ -
Business Improvement Area	26,618	28,222
	26,618	28,222
Future employee post-retirement benefits (note 7)	(1,311,800)	(1,263,500)
Investment in tangible capital assets	65,124,817	66,161,044
Investment in EARTH Corporation (note 3) (note 5)	6,726,014	6,361,579
Reserves set aside for working capital	303,000	303,000
Reserve funds set aside for specific purpose		
- acquisition of capital assets	2,517,100	2,455,107
- replacement of lagoons, sanitary and storm sewers	1,151,005	467,142
- replacement of water systems	1,654,734	850,294
- replacement of sidewalks	31,355	30,853
- council initiatives	78,118	-
- industrial development	1,349,307	880,501
- municipal building	657,386	742,709
- parks development	108,625	87,208
- police services	230,296	66,668
- arena development	298,113	312,216
- tax rate stabilization	578,159	672,420
- contingencies	78,481	77,226
	8,732,679	6,642,344
ACCUMULATED SURPLUS	\$79,601,328	\$78,232,689

**CORPORATION OF THE TOWN OF AYLMER
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2020**

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 (9.56%) 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 and Accumulated Surplus.

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

Information received from the City of London as at December 31, 2020 indicates the Town's share is as follows:

	Accumulated Surplus
Primary Water Supply System	\$ 6,451,452

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 - 97.21% (2019 - 97.54%) 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. The cost of the water purchases are reflected in these Consolidated 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 twelve employees of the Town, paid a salary, as defined in the Public Sector Disclosure Act, 1996 of \$100,000 or more. Eleven of these were employees of the Police Services Board.

**CORPORATION OF THE TOWN OF AYLMER
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2020**

13. Contaminated sites

The Public Sector Accounting Board of CPA Canada released a new standard, 3510, related to contaminated sites. This standard requires municipalities to evaluate sites owned by the municipality and the associated costs, if any, to remediate such sites, as well as the financial statement presentation and criteria to recognize these costs. The Town has reviewed their land inventory and does not expect the future economic benefits will be given up for remediation of any properties they own.

14. Segmented information

Segmented information is presented on Schedule 2. The Town 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.

15. Significant event

In March 2020, the Province of Ontario declared a state of emergency in response to the COVID-19 virus. The Town has followed the Provincial orders regarding essential services and as a result, has closed some of its services as required. During the year ended December 31, 2020, the Town recognized revenue under the Safe Restart funding of \$141,775 which has been included in government grants. It is unclear the total financial impact the COVID-19 virus will have on the Town. Council and staff continue to monitor the situation.

16. Comparative balances

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

**CORPORATION OF THE TOWN OF AYLMER
CONSOLIDATED SCHEDULE OF TANGIBLE CAPITAL ASSETS
FOR THE YEAR ENDED DECEMBER 31, 2020**

	Land	Land Improvements	Buildings	Fleet	Equipment	Linear Assets	2020 Total	2019 Total
COST								
Balance, beginning of year	\$ 3,136,940	\$ 1,899,170	\$ 15,085,844	\$ 2,885,956	\$ 1,059,545	\$ 65,673,744	\$ 89,741,199	\$ 89,706,695
Add:								
Additions during the year	-	-	21,946	687,847	9,651	6,524,821	7,244,265	387,712
Less:								
Disposals during the year	-	-	-	(33,729)	-	(1,439,889)	(1,473,618)	(353,208)
Balance, end of year	3,136,940	1,899,170	15,107,790	3,540,074	1,069,196	70,758,676	95,511,846	89,741,199
ACCUMULATED AMORTIZATION								
Balance, beginning of year	-	1,079,128	5,328,655	1,843,139	384,418	24,158,479	32,793,819	31,195,304
Add:								
Amortization during the year	-	55,838	308,972	129,299	64,552	1,127,315	1,685,976	1,609,937
Less:								
Disposals during the year	-	-	-	(33,729)	-	(630,036)	(663,765)	(11,422)
Balance, end of year	-	1,134,966	5,637,627	1,938,709	448,970	24,655,758	33,816,030	32,793,819
NET BOOK VALUE OF TANGIBLE CAPITAL ASSETS	\$ 3,136,940	\$ 764,204	\$ 9,470,163	\$ 1,601,365	\$ 620,226	\$ 46,102,918	\$ 61,695,816	\$ 56,947,380

This schedule is provided for information purposes only.

CORPORATION OF THE TOWN OF AXLMER
CONSOLIDATED SCHEDULE OF SEGMENTED INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2020

	General Government	Protective Services	Transportation	Environmental	Health	Recreation and Culture	Planning and Development	Total
REVENUE								
Taxation	\$ 5,862,486	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 5,862,486
User fees	29,056	86,032	38,502	4,698,860	-	121,393	47,698	5,021,541
Government grants	1,805,375	199,386	21,864	106,254	-	37,483	-	2,170,362
Investment income	407,915	-	-	-	-	-	-	407,915
Penalty and interest on taxes	68,499	-	-	-	-	-	-	68,499
	8,173,331	285,418	60,366	4,805,114	-	158,876	47,698	13,530,803
EXPENDITURES								
Salaries and benefits	903,436	2,561,347	463,388	373,725	-	475,960	258,579	5,036,435
Materials, goods and services	607,636	685,879	349,450	3,308,916	18,000	432,826	246,824	5,649,531
Amortization	13,728	168,344	492,502	811,560	-	191,490	8,352	1,685,976
	1,524,800	3,415,570	1,305,340	4,494,201	18,000	1,100,276	513,755	12,371,942
EXCESS OF REVENUE OVER EXPENDITURES								
(EXPENDITURES OVER REVENUE)	6,648,531	(3,130,152)	(1,244,974)	310,913	(18,000)	(941,400)	(466,057)	1,158,861
OTHER								
Government transfers related to capital	-	-	251,910	-	-	-	-	251,910
Developer and other contributions	-	-	366,716	-	-	-	-	366,716
Investment in EARTH Corporation	364,435	-	-	-	-	-	-	364,435
Gain (loss) on disposal of tangible capital assets	-	5,670	(869,676)	-	-	-	139,023	(724,983)
Post retirement benefits	(7,800)	(40,500)	-	-	-	-	-	(48,300)
	356,635	(34,830)	(251,050)	-	-	-	139,023	209,778
EXCESS OF REVENUE OVER EXPENDITURES	\$ 7,005,166	\$ (3,164,982)	\$ (1,496,024)	\$ 310,913	\$ (18,000)	\$ (941,400)	\$ (327,034)	\$ 1,368,639

This schedule is provided for information purposes only.