

CORPORATION OF THE TOWNSHIP OF FARADAY

CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2015

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CORPORATION OF THE TOWNSHIP OF FARADAY

For The Year Ended December 31, 2015

MANAGEMENT REPORT

The accompanying consolidated financial statements of the Corporation of the Township of Faraday are the responsibility of management and have been approved by Council.

The consolidated financial statements have been prepared by management in accordance with Canadian Public Sector Accounting Standards. Financial statements are not precise since they include certain amounts based on estimates and judgements. When alternative accounting methods exist, management has chosen those it deems most appropriate in the circumstances, in order to ensure that the financial statements are presented fairly, in all material respects.

The Township maintains systems of internal accounting and administrative controls of high quality, consistent with reasonable cost. Such systems are designed to provide reasonable assurance that the financial information is relevant, reliable and accurate and the Township's assets are appropriately accounted for and adequately safeguarded.

The Township's Council is responsible for ensuring that management fulfills its responsibilities for financial reporting and is ultimately responsible for reviewing and approving financial statements.

Council reviews and approves the Township's financial statements for issuance to the members of Council, inhabitants and ratepayers of the Corporation of the Township of Faraday. Council meets periodically with management, as well as the external auditors, to discuss internal controls over the financial reporting process, auditing matters and financial reporting issues, to satisfy themselves that each party is properly discharging their responsibilities and to review the financial statements and the independent auditors' report.

The consolidated financial statements have been audited by Collins Barrow Kawarthas LLP in accordance with Canadian generally accepted auditing standards on behalf of the Township. Collins Barrow Kawarthas LLP has full and free access to Council.

Reeve

Date

Clerk-Treasurer

Date

INDEPENDENT AUDITORS' REPORT**To the Members of Council, Inhabitants and Ratepayers of the Corporation of the Township of Faraday***Report on the Financial Statements*

We have audited the accompanying consolidated financial statements of the Corporation of the Township of Faraday, which comprise the consolidated statement of financial position as at December 31, 2015, the consolidated statements of operations and accumulated surplus, change 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 Public Sector Accounting Standards, and for such internal controls as management determines are necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' 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 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 auditors' 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 controls 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 controls. 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 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, these consolidated financial statements present fairly, in all material respects, the financial position of the Corporation of the Township of Faraday as at December 31, 2015 and the results of its operations and cash flows for the year then ended in accordance with Canadian Public Sector Accounting Standards.

*Collins Barrow Kawarthas LLP*Chartered Professional Accountants
Licensed Public AccountantsPeterborough, Ontario
May 11, 2016

CORPORATION OF THE TOWNSHIP OF FARADAY

CONSOLIDATED STATEMENT OF FINANCIAL POSITION At December 31, 2015

	2015	2014
	\$	\$
FINANCIAL ASSETS		
Cash (note 4)	4,047,575	3,551,114
Taxes receivable	348,505	391,370
Accounts receivable	161,441	131,855
Investments (note 5)	1,026,273	1,008,897
TOTAL FINANCIAL ASSETS	5,583,794	5,083,236
LIABILITIES		
Accounts payable and accrued liabilities	304,037	321,448
Deferred revenue - obligatory reserve funds (note 11)	162,834	278,850
Deferred revenue - other (note 7)	-	302,880
Landfill closure and post-closure liability (note 6)	1,079,603	802,492
TOTAL LIABILITIES	1,546,474	1,705,670
NET FINANCIAL ASSETS	4,037,320	3,377,566
NON-FINANCIAL ASSETS		
Tangible capital assets (note 10)	6,524,987	5,920,079
Prepaid expenses	58,438	58,168
Inventory	38,963	30,316
TOTAL NON-FINANCIAL ASSETS	6,622,388	6,008,563
ACCUMULATED SURPLUS (note 16)	10,659,708	9,386,129

The accompanying notes are an integral part of these financial statements

CORPORATION OF THE TOWNSHIP OF FARADAY

CONSOLIDATED STATEMENT OF OPERATIONS AND ACCUMULATED SURPLUS For the Year Ended December 31, 2015

	Budget 2015 \$ (Unaudited)	Actual 2015 \$	Actual 2014 \$
REVENUES			
Property taxation	2,161,241	2,262,927	2,125,294
User charges	238,200	240,651	235,514
Government of Canada	115,000	-	448
Province of Ontario	689,790	852,280	462,893
Other municipalities	206,705	125,612	138,494
Penalties and interest on taxes	50,000	59,140	66,628
Investment income	35,000	60,608	48,485
Gain on disposal of tangible capital assets	-	-	9,415
Federal gas tax revenue earned	200,000	200,000	40,000
Parkland revenue earned	4,100	3,926	-
Other grants	-	63,951	23,685
TOTAL REVENUES	3,700,036	3,869,095	3,150,856
EXPENSES			
General government	462,499	422,775	373,371
Protection services	604,857	588,787	542,104
Transportation services	916,838	734,804	690,446
Environmental services	667,483	761,969	508,204
Health services	27,600	20,863	26,925
Recreation and cultural services	49,069	65,525	51,504
Planning and development	1,900	793	414
TOTAL EXPENSES	2,730,246	2,595,516	2,192,968
ANNUAL SURPLUS	969,790	1,273,579	957,888
ACCUMULATED SURPLUS - beginning of year	9,386,129	9,386,129	8,428,241
ACCUMULATED SURPLUS - end of year	10,355,919	10,659,708	9,386,129

The accompanying notes are an integral part of these financial statements

CORPORATION OF THE TOWNSHIP OF FARADAY

CONSOLIDATED STATEMENT OF CHANGE IN NET FINANCIAL ASSETS For the Year Ended December 31, 2015

	Budget 2015 \$ (Unaudited)	Actual 2015 \$	Actual 2014 \$
ANNUAL SURPLUS	969,790	1,273,579	957,888
Amortization of tangible capital assets	410,010	446,330	410,010
Acquisition of tangible capital assets	(1,494,050)	(1,051,238)	(893,521)
Gain on disposal of tangible capital assets	-	-	(9,415)
Proceeds on disposal of tangible capital assets	-	-	9,415
Increase in prepaid expenses	-	(270)	(58,168)
Increase in inventory	-	(8,647)	(3,819)
INCREASE/(DECREASE) IN NET FINANCIAL ASSETS	(114,250)	659,754	412,390
NET FINANCIAL ASSETS - beginning of year	3,377,566	3,377,566	2,965,176
NET FINANCIAL ASSETS - end of year	3,263,316	4,037,320	3,377,566

The accompanying notes are an integral part of these financial statements

CORPORATION OF THE TOWNSHIP OF FARADAY

CONSOLIDATED STATEMENT OF CASH FLOWS For the Year Ended December 31, 2015

	2015	2014
	\$	\$
NET INFLOW (OUTFLOW) OF CASH RELATED TO THE FOLLOWING ACTIVITIES:		
OPERATING		
Annual surplus	1,273,579	957,888
(Increase)/decrease in taxes receivable	42,865	(26,002)
Increase in accounts receivable	(29,586)	(13,337)
Increase in prepaid expenses	(270)	(58,168)
Increase in inventory	(8,647)	(3,819)
Increase/(decrease) in accounts payable and accrued liabilities	(17,411)	101,827
Increase/(decrease) in deferred revenue - obligatory reserve funds	(116,016)	52,274
Increase/(decrease) in deferred revenue - other	(302,880)	302,880
Non-cash charges to operations		
Amortization of tangible capital assets	446,330	410,010
Gain on disposal of tangible capital assets	-	(9,415)
Increase/(decrease) in landfill closure and post-closure liability	277,111	(41,652)
Net increase in cash from operating transactions	1,565,075	1,672,486
CAPITAL		
Acquisition of tangible capital assets	(1,051,238)	(893,521)
Proceeds on disposal of tangible capital assets	-	9,415
Net decrease in cash from capital transactions	(1,051,238)	(884,106)
INVESTING		
Purchase of investments	(17,376)	(1,008,897)
FINANCING		
Debt principal repayments	-	(1,600)
INCREASE/(DECREASE) IN CASH	496,461	(222,117)
CASH - beginning of year	3,551,114	3,773,231
CASH - end of year	4,047,575	3,551,114

The accompanying notes are an integral part of these financial statements

CORPORATION OF THE TOWNSHIP OF FARADAY

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS For the Year Ended December 31, 2015

The Township of Faraday 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, Municipal Affairs Act and related legislation.

1. SIGNIFICANT ACCOUNTING POLICIES

These consolidated financial statements have been prepared in accordance with the standards in the Chartered Professional Accountants Canada Public Sector Accounting (PSA) Handbook. Significant aspects of the accounting policies are as follows:

(a) Reporting Entity

These consolidated financial statements reflect the assets, liabilities, revenues and expenses and fund balances of the reporting entity and include all committees of Council. There are no local boards.

All interfund assets and liabilities and revenues and expenses are eliminated.

(b) 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, if any, of tangible capital assets is amortized on a straight-line basis, over the expected useful life of the asset, as follows:

Buildings	40 - 50 years
Roads	5 - 25 years
Equipment	4 - 20 years
Vehicles	5 - 10 years

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

Tangible capital assets categorized as assets under construction are not amortized until they are put into service.

(c) Recognition of Revenues and Expenses

Revenues and expenses are reported on the accrual basis of accounting. The accrual basis of accounting recognizes revenues in the period in which the transactions or events occurred that give rise to the revenue; expenses are recognized in the period the goods or services are acquired and a legal liability is incurred or transfers are due.

(d) Non-financial Assets

Tangible capital and other non-financial assets are accounted for as assets by the Township because they can be used to provide services in future periods. These assets do not normally provide resources to discharge the liabilities of the Township unless they are sold.

(e) Reserves and Reserve Funds

Certain amounts, as approved by Council, are set aside in reserves and reserve funds for future operating and capital purposes. Transfers to and/or from reserves and reserve funds are an adjustment to the respective fund when approved.

CORPORATION OF THE TOWNSHIP OF FARADAY

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS For the Year Ended December 31, 2015

1. SIGNIFICANT ACCOUNTING POLICIES, continued

(f) Taxation

Property tax billings are prepared by the Township based on assessment rolls issued by the Municipal Property Assessment Corporation (MPAC) and in accordance with the provisions of the Municipal Act, 2001. The Township's Council establishes the tax rates annually, incorporating amounts to be raised for local services, and amounts the Township is required to collect on behalf of the County and School Boards. From time to time property assessments are adjusted by MPAC through the reconsideration process or by the Assessment Review Board through the appeal process. Additional assessments, referred to as supplementary and omitted assessment can also be issued by MPAC in accordance with the Assessment Act. These adjustments and additional assessments are reported in the financial statements when amounts can be reasonably determined.

The Township is entitled to collect interest and penalties on overdue taxes. These revenues are recorded in the period the interest and penalties are levied.

(g) Government Funding

Government funding is 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.

(h) Use of Estimates

Certain items recognized in the financial statements are subject to measurement uncertainty. The recognized amounts of such items are based on the Township's best information and judgment. By their nature, these estimates are subject to measurement uncertainty and the effect on the financial statements of changes in such estimates in future periods could be significant. The Township's significant estimates are:

- The amounts recorded for landfill closure and post-closure care depend on estimates of costs for closure, post-closure, usage, remaining life and capacity. The provision for future closure and post-closure costs also depends on estimates of such costs; and
- The amounts recorded for amortization and opening costs of tangible capital assets are based on estimates of useful life, residual values and valuation rates.

2. CHANGES IN ACCOUNTING POLICY

The Township has implemented PSA section 3260 Liability for Contaminated Sites. Section 3260 requires governments to record a liability in their financial statements if they have a contaminated site that meets the requirements set out in the standard. The standard defines contamination as the introduction into air, soil, water, or sediment of a chemical, organic or radioactive material or live organism that exceeds an environmental standard. The standard generally applies to sites that are not in productive use. Sites that are in productive use are only considered contaminated if there was an unexpected event that resulted in contamination. This change has been applied retroactively without restatement of prior periods. The adoption of this standard did not have an impact on the Township's financial statements.

CORPORATION OF THE TOWNSHIP OF FARADAY

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS For the Year Ended December 31, 2015

3. OPERATIONS OF SCHOOL BOARDS AND THE COUNTY OF HASTINGS

During 2015, requisitions were made by the County of Hastings and School Boards requiring the Township to collect property taxes and payments in lieu of property taxes on their behalf. The amounts collected and remitted are as follows:

	School Boards \$	County \$
Property taxes	667,591	884,009
Taxation from other governments	6	2,422
Amounts requisitioned and remitted	667,597	886,431

These amounts have not been included in the Consolidated Statement of Operations and Accumulated Surplus.

4. CASH

The cash balance consists of the following:

	2015 \$	2014 \$
Unrestricted	3,680,815	3,232,264
Restricted - Federal gas tax	344,948	297,438
Restricted - Parkland	21,812	21,412
	4,047,575	3,551,114

5. INVESTMENTS

Investments consist of a Money Market and Bond Fund with The One Investment Program. All investments are recorded at cost.

	2015 \$	2014 \$
One Fund - bond fund	520,034	506,723
One Fund - money market fund	506,239	502,174
	1,026,273	1,008,897

CORPORATION OF THE TOWNSHIP OF FARADAY

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS For the Year Ended December 31, 2015

6. LANDFILL CLOSURE AND POST-CLOSURE LIABILITY

The liability for landfill closure and post-closure costs of \$1,079,603 (2014 - \$802,492) has been estimated using discounted future cash flows associated with closure and post-closure care activities for the landfill site. The closure costs include final cover, vegetation and additional monitoring wells. Post-closure costs include monitoring, maintenance of control systems and consulting fees for 25 years after the site is closed. A reserve of \$300,000 (2014 - \$250,000) has been provided for this liability with the remaining costs to be funded from taxation. There are no specific assets designated for settling this liability. The Township also has a reserve of \$300,000 (2014 - \$250,000) for the reclamation of the landfill.

The reported liability is based upon estimates and assumptions with respect to events extending over the remaining life of the landfill. The remaining capacity of the landfill site is estimated at 5,294 cubic meters (2014 - 6,719) which is 5.3% (2014 - 6.7%) of the site's capacity. The total discounted future cash flows for closure and post-closure cost is estimated at \$2,279,270 (2014 - \$1,719,975) as at December 31, 2015. The landfill is expected to reach its capacity in 2019. The total discounted future cash flows for closure and post-closure costs were calculated using a discounted factor of 4% and an inflation rate of 2%.

In accordance with an agreement between the Township and the Town of Bancroft, the Township is responsible for 50% of the liability for closure and post-closure costs. Only the Township's share of the liability is recorded in these consolidated statement of financial position.

7. DEFERRED REVENUE - OTHER

Deferred revenue - other consisted of Small Rural and Northern Municipal Infrastructure Funds of \$302,880. These funds were fully earned in 2015.

8. PENSION AGREEMENTS

The Township makes contributions to the Ontario Municipal Employees Retirement System ("OMERS"), which is a multi-employer plan, on behalf of all permanent, full-time 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.

Contributions required on account of current service in 2015 were \$44,117 (2014 - \$39,783).

9. CREDIT FACILITY AGREEMENT

The Township has a revolving credit facility agreement with its main financial institution. The amount available at any time is limited to \$500,000 via an operating loan. Any balance borrowed will accrue interest at the bank's prime lending rate. Council authorized the temporary borrowing limit by By-law 1-2015. At December 31, 2015 there was no balance outstanding (2014 - \$Nil).

CORPORATION OF THE TOWNSHIP OF FARADAY

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS For the Year Ended December 31, 2015

10. TANGIBLE CAPITAL ASSETS

The net book value of the Township's tangible capital assets are:

	2015	2014
	\$	\$
General		
Land	203,186	203,186
Land improvements	980,236	1,075,604
Buildings	334,292	357,221
Equipment	326,558	361,020
Vehicles	166,553	156,208
Infrastructure		
Roads	4,251,399	3,687,034
	6,262,224	5,840,273
<u>Assets under construction</u>	262,763	79,806
	6,524,987	5,920,079

For additional information, see the Consolidated Schedule of Tangible Capital Assets.

During the year there were no write-downs of assets (2014 - \$Nil) and no interest capitalized (2014 - \$Nil).

The allocation of tangible capital assets by segment is as follows:

	2015	2014
	\$	\$
General government	178,759	206,144
Protection services	110,415	122,693
Transportation services	5,007,770	4,264,132
Environmental services	1,182,712	1,278,855
Recreation and cultural services	45,331	48,255
	6,524,987	5,920,079

CORPORATION OF THE TOWNSHIP OF FARADAY

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS For the Year Ended December 31, 2015

11. DEFERRED REVENUE - OBLIGATORY RESERVE FUNDS

A requirement of the Chartered Professional Accountants Canada Public Sector Accounting Handbook, is that obligatory reserve funds be reported as deferred revenue. This requirement is in place as legislation and external agreements restrict 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 below:

	2015	2014
	\$	\$
Parkland	17,886	21,412
Federal gas tax revenues	144,948	257,438
	162,834	278,850

The continuity of deferred revenue - obligatory reserve funds is as follows:

	2015	2014
	\$	\$
Balance - beginning of year	278,850	226,576
Add amounts received:		
Parkland	400	7,644
Federal gas tax funding received	42,507	39,635
County of Hasting's share of Federal gas tax funding received	42,507	43,153
Interest	2,496	1,842
	87,910	92,274
Less transfer to operations:		
Parkland	3,926	-
Federal gas tax funding earned	200,000	40,000
	203,926	40,000
Balance - end of year	162,834	278,850

CORPORATION OF THE TOWNSHIP OF FARADAY

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS For the Year Ended December 31, 2015

12. EXPENSES BY OBJECT

The expenses for the year reported on the Consolidated Statement of Operations and Accumulated Surplus by object are as follows:

	Budget 2015 \$ (Unaudited)	Actual 2015 \$	Actual 2014 \$
Salaries and benefits	632,060	723,479	672,073
Interest charges	-	-	4
Materials	771,340	454,405	398,967
Contracted services	825,258	890,207	626,592
Rents and financial	8,000	2,520	2,480
External transfers	83,578	78,575	82,842
Amortization	410,010	446,330	410,010
	<u>2,730,246</u>	<u>2,595,516</u>	<u>2,192,968</u>

13. BUDGET FIGURES

The budget, approved by the Township, for 2015 is reflected on the Consolidated Statement of Operations and Accumulated Surplus and the Consolidated Statement of Change in Net Financial Assets. The budgets established for capital investment in tangible capital assets are on a project-oriented basis, the costs of which may be carried out over one or more years and, therefore, may not be comparable with current year's actual amounts. Budget figures have been reclassified for the purposes of these financial statements to comply with PSA reporting requirements. Budget figures are not subject to audit.

14. CONTINGENT LIABILITIES

The Township in the course of its operations is subject to claims, lawsuits and contingencies. The Township records settlements as liabilities in the period they are reasonably determined. Although it is possible that liabilities may arise in other instances for which no accruals have been made, the Township does not believe that such an outcome will significantly impair its operations or have a material effect on its financial position.

15. COMMITMENT

The Township of Faraday has agreed to commit \$20,000 per year over a 5-year period commencing in 2012 towards the Caring Today for Tomorrow Diagnostic Campaign for the purchase of X-Ray and Ultra Sound Equipment at Quinte Health Care, North Hastings. At December 31, 2015, there was \$20,000 remaining of this commitment.

CORPORATION OF THE TOWNSHIP OF FARADAY

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS For the Year Ended December 31, 2015

16. ACCUMULATED SURPLUS

Accumulated surplus consists of the following:

	2015	2014
	\$	\$
Surplus/(Deficit)		
Unfunded landfill closure and post-closure liability	(1,079,603)	(802,492)
Invested In Capital Assets		
Tangible capital assets - net book value	6,524,987	5,920,079
Surplus	5,445,384	5,117,587
Reserves		
Working capital	570,503	570,504
Capital	3,013,108	2,417,325
Administration equipment	13,367	13,367
Roads	204,980	104,979
Tandem truck	200,000	200,000
Monck road	200,000	150,000
Fire	285,020	235,021
Fire - special grant	2,346	2,346
Landfill reclamation	300,000	250,000
Landfill closure costs	300,000	250,000
Asset management plan - roads	100,000	50,000
Asset management plan - structures	25,000	25,000
Total Reserves	5,214,324	4,268,542
	10,659,708	9,386,129

17. SEGMENTED INFORMATION

The Township of Faraday is a municipal government organization that provides a range of services to its residents. Township services are reported by function and their activities are separately disclosed in the segmented information.

For each reported segment, revenues and expenses represent both amounts that are directly attributable to the segment and amounts that are allocated on a reasonable basis. Certain allocation methodologies are employed in the preparation of segmented financial information. Taxation, payments-in-lieu of taxes and certain unconditional government transfers are apportioned based on each segment's net requirements.

The accounting policies used in these segments are consistent with those followed in the preparation of the consolidated financial statements as disclosed in Note 1. For additional information see the Consolidated Schedule of Segment Disclosure.

CORPORATION OF THE TOWNSHIP OF FARADAY

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS For the Year Ended December 31, 2015

17. SEGMENTED INFORMATION, continued

General Government

General government consists of the activities of Council and general financial and administrative management of the Township and its programs and services.

Protection Services

Protection services include police, fire, conservation authority and protective inspection and control.

Transportation Services

The activities of the transportation function include construction and maintenance of the Township's roads and bridges and winter control.

Environmental Services

This function is responsible for waste collection, waste disposal, and recycling.

Health Services

The health services function consists of external transfers for physician recruitment costs.

Recreation and Cultural Services

The recreation and cultural services function provides indoor and outdoor recreational facilities and external transfer for library services.

Planning and Development

The planning and development services function manages commercial, industrial and residential development within the Township.

CORPORATION OF THE TOWNSHIP OF FARADAY

CONSOLIDATED SCHEDULE OF TANGIBLE CAPITAL ASSETS For the Year Ended December 31, 2015

	General					Infrastructure	Assets Under Construction \$	Totals \$
	Land \$	Land Improvements \$	Buildings \$	Equipment \$	Vehicles \$	Roads \$		
COST								
Balance, beginning of year, restated	203,186	2,129,506	766,236	541,033	544,093	6,205,587	79,806	10,469,447
Add: additions during the year	-	-	-	-	50,880	737,595	262,763	1,051,238
Less: disposals during the year	-	-	-	-	24,238	24,058	-	48,296
Internal transfers	-	-	-	-	-	79,806	(79,806)	-
Balance, end of year	203,186	2,129,506	766,236	541,033	570,735	6,998,930	262,763	11,472,389
ACCUMULATED AMORTIZATION								
Balance, beginning of year	-	1,053,902	409,015	180,013	387,885	2,518,553	-	4,549,368
Add: additions during the year	-	95,368	22,929	34,462	40,535	253,036	-	446,330
Less: disposals during the year	-	-	-	-	24,238	24,058	-	48,296
Balance, end of year	-	1,149,270	431,944	214,475	404,182	2,747,531	-	4,947,402
NET BOOK VALUE OF TANGIBLE CAPITAL ASSETS	203,186	980,236	334,292	326,558	166,553	4,251,399	262,763	6,524,987

CORPORATION OF THE TOWNSHIP OF FARADAY

CONSOLIDATED SCHEDULE OF SEGMENT DISCLOSURE For the Year Ended December 31, 2015

	General Government \$	Protection Services \$	Transportation Services \$	Environmental Services \$	Health Services \$	Recreation and Cultural Services \$	Planning and Development \$	Consolidated \$
Revenues								
Property taxation	441,918	405,833	878,736	489,073	18,229	29,138	-	2,262,927
User charges	12,536	170,676	1,596	47,259	2,634	4,050	1,900	240,651
Government transfers - operating	453,200	-	-	-	-	5,595	-	458,795
Government transfers - capital	-	-	393,485	-	-	-	-	393,485
Other municipalities	55,344	-	4,625	65,643	-	-	-	125,612
Penalties and interest on taxes	59,140	-	-	-	-	-	-	59,140
Investment income	60,608	-	-	-	-	-	-	60,608
Federal gas tax revenue earned	-	-	200,000	-	-	-	-	200,000
Parkland revenue earned	-	-	-	-	-	3,926	-	3,926
Other grants	-	-	-	63,851	-	100	-	63,951
Total revenues	1,082,746	576,509	1,478,442	665,826	20,863	42,809	1,900	3,869,095
Expenses								
Salaries and benefits	238,598	179,407	217,266	76,770	-	11,438	-	723,479
Materials	119,011	88,364	177,259	41,947	463	26,568	793	454,405
Contracted services	34,511	275,908	32,679	547,109	-	-	-	890,207
Rents and financial	2,520	-	-	-	-	-	-	2,520
External transfers	750	32,830	-	-	20,400	24,595	-	78,575
Amortization	27,385	12,278	307,600	96,143	-	2,924	-	446,330
Total expenses	422,775	588,787	734,804	761,969	20,863	65,525	793	2,595,516
Net surplus/(deficit)	659,971	(12,278)	743,638	(96,143)	-	(22,716)	1,107	1,273,579

CORPORATION OF THE TOWNSHIP OF FARADAY

CONSOLIDATED SCHEDULE OF SEGMENT DISCLOSURE For the Year Ended December 31, 2014

	General Government \$	Protection Services \$	Transportation Services \$	Environmental Services \$	Health Services \$	Recreation and Cultural Services \$	Planning and Development \$	Consolidated \$
Revenues								
Property taxation	249,072	418,143	1,142,105	185,378	94,267	36,329	-	2,125,294
User charges	8,334	130,232	4,177	83,370	145	6,656	2,600	235,514
Government transfers - operating	438,428	448	-	-	-	5,595	-	444,471
Government transfers - capital	-	-	18,870	-	-	-	-	18,870
Other municipalities	47,802	7,629	11,834	71,229	-	-	-	138,494
Penalties and interest on taxes	66,628	-	-	-	-	-	-	66,628
Investment income	48,485	-	-	-	-	-	-	48,485
Gain on disposal of tangible capital assets	7,785	-	1,630	-	-	-	-	9,415
Federal gas tax revenue earned	-	-	40,000	-	-	-	-	40,000
Other grants	-	-	-	23,685	-	-	-	23,685
Total revenues	866,534	556,452	1,218,616	363,662	94,412	48,580	2,600	3,150,856
Expenses								
Salaries and benefits	226,924	159,861	206,886	66,331	-	12,071	-	672,073
Interest charges	-	-	-	4	-	-	-	4
Materials	94,324	87,306	151,832	51,552	1,625	11,914	414	398,967
Contracted services	23,094	251,534	57,790	294,174	-	-	-	626,592
Rents and financial	2,480	-	-	-	-	-	-	2,480
External transfers	750	32,197	-	-	25,300	24,595	-	82,842
Amortization	25,799	11,206	273,938	96,143	-	2,924	-	410,010
Total expenses	373,371	542,104	690,446	508,204	26,925	51,504	414	2,192,968
Net surplus/(deficit)	493,163	14,348	528,170	(144,542)	67,487	(2,924)	2,186	957,888