

**Village of Hilton Beach**  
**Consolidated Financial Statements**  
**For the year ended December 31, 2018**

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**For the year ended December 31, 2018**

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## **Village of Hilton Beach Management's Responsibility for Financial Reporting**

**December 31, 2018**

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The accompanying consolidated financial statements of the Village of Hilton Beach are the responsibility of management and have been approved by the Mayor and Clerk-Treasurer on behalf of Council.


The consolidated financial statements have been prepared by management in accordance with Canadian public sector accounting standards. Consolidated 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 consolidated financial statements are presented fairly, in all material respects.

The municipality 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 municipality's assets are appropriately accounted for and adequately safeguarded.

The municipal Council is responsible for ensuring that management fulfills its responsibilities for financial reporting and is ultimately responsible for reviewing and approving the consolidated financial statements.

The consolidated financial statements have been audited by BDO Canada LLP in accordance with Canadian generally accepted auditing standards on behalf of the ratepayers and inhabitants of the municipality. The accompanying Independent Auditors' Report outlines their responsibilities, the scope of their examination and their opinion on the municipality's consolidated financial statements.

  
\_\_\_\_\_  
Mayor

  
\_\_\_\_\_  
Clerk-Treasurer



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## Independent Auditor's Report

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To the Members of Council, Inhabitants and Ratepayers of the  
Village of Hilton Beach

### Opinion

We have audited the consolidated financial statements of Village of Hilton Beach (the Village), which comprise the consolidated statement of financial position as at December 31, 2018, and the consolidated statements of operations, change in net financial assets and cash flows for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Village as at December 31, 2018, and its consolidated results of operations, its consolidated change in net financial assets, and its consolidated cash flows for the year then ended in accordance with Canadian public sector accounting standards.

### Basis for 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 Consolidated Financial Statements* section of our report. We are independent of the Village 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 Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of the 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 Village's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Village or to cease operations, or has no realistic alternative but to do so.

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

### Auditor's Responsibilities for the Audit of the Consolidated 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 Village'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 Village'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 Village 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.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Village to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

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.

*BDO Canada LLP*

Chartered Professional Accountants, Licensed Public Accountants  
Sault Ste. Marie, Ontario  
July 29, 2019


# Village of Hilton Beach

## Consolidated Statement of Financial Position

December 31	2018	2017
<b>Financial assets</b>		
Bank	\$ 254,983	\$ 141,219
Short term investment (Note 3)	3,170	3,153
Taxes receivable	57,252	90,243
Accounts receivable	145,622	74,214
Inventories held for resale	4,257	9,313
	<u>465,284</u>	<u>318,142</u>
<b>Liabilities</b>		
Accounts payable and accrued liabilities	144,942	71,424
Solid waste landfill and post-closure costs (Note 4)	811	1,727
Deferred revenue - general (Note 5)	28,069	-
Long term liabilities (Note 6)	140,102	239,800
	<u>313,924</u>	<u>312,951</u>
<b>Net financial assets (debt)</b>	151,360	5,191
<b>Non-financial assets</b>		
Tangible capital assets (Schedule 1)	7,617,870	7,752,259
<b>Accumulated surplus (Note 7)</b>	\$ 7,769,230	\$ 7,757,450

On behalf of the Council:

  
\_\_\_\_\_  
Mayor

  
\_\_\_\_\_  
Clerk-Treasurer

# Village of Hilton Beach

## Consolidated Statement of Operations

For the year ended December 31	Budget	2018	2017
<b>Revenue</b>			
Taxation (Note 2)	\$ 351,470	\$ 357,340	\$ 353,634
Government grants - Provincial	262,800	291,520	232,741
Government grants - Federal	8,817	51,737	8,973
Other municipalities	25,000	41,053	31,117
User fees and service charges	379,208	385,014	367,098
Licences, permits and rents	9,600	23,918	21,693
Penalties and interest on taxes	12,000	12,152	12,189
Investment income	-	1,870	594
Other	14,110	77,049	17,108
	<u>1,063,005</u>	<u>1,241,653</u>	<u>1,045,147</u>
<b>Expenses</b>			
General government	255,343	259,839	205,983
Protection services	75,976	65,391	65,724
Transportation services	69,493	43,110	38,570
Environmental services	333,163	332,609	316,363
Health services	36,751	37,156	35,415
Social and family services	42,350	42,654	41,643
Recreation and cultural services	153,082	192,046	182,026
Planning and development	276,226	257,068	264,074
	<u>1,242,384</u>	<u>1,229,873</u>	<u>1,149,798</u>
<b>Annual surplus (deficit)</b>	(179,379)	11,780	(104,651)
<b>Accumulated surplus, beginning of year</b>	7,757,450	7,757,450	7,862,101
<b>Accumulated surplus, end of year</b>	\$ 7,578,071	\$ 7,769,230	\$ 7,757,450

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

**Village of Hilton Beach**  
**Consolidated Statement of Changes in Net Financial Assets (Debt)**

<b>For the year ended December 31</b>	<b>Budget</b>	<b>2018</b>	<b>2017</b>
<b>Annual surplus (deficit)</b>	\$ (179,379)	\$ 11,780	\$ (104,651)
Acquisition of tangible capital assets	-	(97,121)	(32,956)
Amortization of tangible capital assets	-	231,510	229,616
<b>Net change in net financial assets (debt)</b>	(179,379)	<b>146,169</b>	92,009
<b>Net financial assets (debt), beginning of year</b>	5,191	<b>5,191</b>	(86,818)
<b>Net financial assets (debt), end of year</b>	\$ (174,188)	\$ <b>151,360</b>	\$ 5,191

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



**Village of Hilton Beach**  
**Consolidated Statement of Cash Flows**

<b>For the year ended December 31</b>	<b>2018</b>	<b>2017</b>
<b>Operating transactions</b>		
Annual surplus (deficit)	\$ 11,780	\$ (104,651)
Items not involving cash		
Amortization	231,510	229,616
Unfunded landfill site costs	(916)	118
	<u>242,374</u>	<u>125,083</u>
Changes in non-cash operating balances		
Short term investment	(17)	-
Taxes receivable	32,991	(21,093)
Accounts receivable	(71,408)	5,928
Prepaid expenses	5,056	3,389
Accounts payable and accrued liabilities	73,518	(668)
Obligatory reserve and deferred revenue	28,069	-
	<u>310,583</u>	<u>112,639</u>
<b>Capital transactions</b>		
Acquisition of tangible capital assets	(97,121)	(32,956)
<b>Financing activities</b>		
Payment of long term liabilities	(99,698)	(74,600)
<b>Net change in cash</b>	<u>113,764</u>	<u>5,083</u>
<b>Cash, beginning of year</b>	<u>141,219</u>	<u>136,136</u>
<b>Cash, end of year</b>	<u>\$ 254,983</u>	<u>\$ 141,219</u>

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

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# Village of Hilton Beach

## Notes to Consolidated Financial Statements

December 31, 2018

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### 1. Summary of Significant Accounting Policies

**Basis of Consolidation** These consolidated financial statements reflect the assets, liabilities, sources of financing and expenses of all municipal organizations, committees and boards which are owned or controlled by the municipality. These financial statements include the Hilton Union Public Library. All inter-fund assets and liabilities and sources of financing and expenditures have been eliminated with the exception of loans or advances between reserve funds and any other fund of the Village and the resulting interest income and expenditures.

Under PSAB standards, the Village reports only its share of assets, liabilities and results of operations of any government partnerships in which it participates. The Village participates in the Hilton Union Fire Board, an entity created to provide fire protection for two neighbouring municipalities. The Village also participates in the St. Joseph Island Museum Board, an entity created to support the museum on St. Joseph Island.

**Cash and Cash Equivalents** Management considers all highly liquid investments with maturity of three months or less at acquisition to be cash equivalents.

**Tangible Capital Assets** Tangible capital assets are recorded at cost less accumulated amortization. Cost includes all costs directly attributable to acquisition or construction of the tangible capital asset including transportation costs, installation costs, design and engineering fees, legal fees and site preparation costs. Contributed tangible capital assets are recorded at fair value at the time of the donation, with a corresponding amount recorded as revenue. Amortization is recorded on a straight-line basis over the estimated life of the tangible capital asset commencing once the asset is available for productive use as follows:

Land improvements	15 to 100 years
Buildings	15 to 75 years
Machinery, equipment and furnishings	10 to 75 years
Vehicles	15 to 25 years
Roads	25 to 50 years
Water and sewer mains	75 years
Marina dockage	15 to 25 years
Library collection	10 years

Works of art and historical treasures are not recognized as tangible capital assets in the financial statements because a reasonable estimate of the future benefits associated with such property cannot be made.

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**Village of Hilton Beach**  
**Notes to Consolidated Financial Statements**

**December 31, 2018**

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**1. Summary of Significant Accounting Policies (continued)**

**Collection of Taxes on Behalf of Other Taxation Authorities** The village collects taxation revenue on behalf of other entities. Such levies, other revenues, expenses, assets and liabilities with respect to the operations of these other entities are not reflected in these consolidated financial statements.

**Deferred Revenue** Funds received for specific purposes which are externally restricted by legislation, regulation or agreement and are not available for general municipal purposes are accounted for as deferred revenue on the consolidated statement of financial position. The revenue is recognized in the consolidated statement of operations in the year in which it is used for the specified purpose.

**Government Transfers** Government transfers, which include legislative grants, are recognized in the financial statements 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 amount can be made.

**Revenue Recognition** Taxes are recorded at estimated amounts when they meet the definition of an asset, have been authorized and the taxable event occurs. For property taxes, the taxable event is the period for which the tax is levied. Taxes receivable are recognized net of an allowance for anticipated uncollectable amounts.

Conditional grant revenue is recognized to the extent the conditions imposed on it have been fulfilled. Unconditional grant revenue is recognized when monies are receivable.

Grants for the acquisition of tangible capital assets are recognized in the period in which eligible expenditures are made.

Sales of service and other revenue is recognized on an accrual basis.

**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 at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from management's best estimates as additional information becomes available in the future.

**Village of Hilton Beach**  
**Notes to Consolidated Financial Statements**

**December 31, 2018**

**2. Taxation**

	<u>2018</u>	<u>2017</u>
Residential and multi-residential	\$ 378,342	\$ 375,859
Commercial and industrial	20,558	19,845
	<u>398,900</u>	<u>395,704</u>
Deduct: amounts received or receivable for school boards	<u>(41,560)</u>	<u>(42,070)</u>
	<u>\$ 357,340</u>	<u>\$ 353,634</u>

**3. Short term investment**

The Hilton Union Public Library renewed a \$3,170 GIC on January 2, 2018 with a term of one year and subject to an interest rate of 0.55%.

**4. Landfill closure and post-closure liability**

The liability for site restoration and abandonment of the Village is based on the Village's proportionate share of the present value of future cash flows associated with closure costs. The change in the liability is recorded based on the capacity of the landfill site used to date. The landfill is expected to reach its capacity in 2102 and the estimated remaining capacity is 67% of the site's total capacity. The recorded liability of \$811 (2017 - \$1,727) is based on a total estimated outflow in the future of \$2,471 leaving an amount to be recognized in the future of \$1,660 (2017 - \$3,703).

The municipality has adopted a policy of progressive closure which reduces final costs.

**5. Deferred revenue**

	<u>2018</u>	<u>2017</u>
Association of Municipalities of Ontario - Main street revitalization	<u>\$ 28,069</u>	<u>\$ -</u>

**6. Long term liabilities**

	<u>2018</u>	<u>2017</u>
Marina and Waterfront Centre, with payment of \$5,102 due October 27, 2019	\$ 5,102	\$ 67,600
Solar project, with payments of \$20,500 yearly, due June 30, 2024	101,500	122,000
Streetlights, with payments of \$16,700 yearly, due June 30, 2021	<u>33,500</u>	<u>50,200</u>
	<u>\$ 140,102</u>	<u>\$ 239,800</u>

The rates on all of the Village's loans outlined above are 4.95% (2017 - 4.20%). Interest expense on net long term liabilities amounted to \$8,471 (2017 - \$11,598)

**Village of Hilton Beach**  
**Notes to Consolidated Financial Statements**

**December 31, 2018**

**6. Long term liabilities (continued)**

Principal repayments for each of the next five years are due as follows:

2019	\$	42,302
2020		37,200
2021		20,500
2022		20,500
2023		19,600
		<u>140,102</u>
	\$	<u>140,102</u>

**7. Accumulated surplus**

Allocation of annual surplus (deficit)

	2018	2017
Loss in tangible capital assets	\$ (34,692)	\$ (122,060)
Reserve and reserve funds	39,522	21,814
General surplus	33,148	1,879
Library surplus (deficit)	(17,525)	(3,010)
Fire department surplus (deficit)	13,984	(11,381)
Unfunded capital expenditure	(22,657)	8,197
	<u>11,780</u>	<u>(104,561)</u>
Total deficit	\$ 11,780	\$ (104,561)

	2018	2017
<i>Reserves set aside for specific purposes by Council</i>		
Cash flow reserves	\$ 52,659	\$ 28,311
Reserves for operating purposes	8,855	8,855
Reserves for capital purposes	144,401	129,227
	<u>205,915</u>	<u>166,393</u>
Total reserves	205,915	166,393
Equity in tangible capital assets	7,477,766	7,512,458
Operating surplus	182,791	154,100
<i>Amounts to be recovered from future revenues:</i>		
Unfunded landfill liabilities	(811)	(1,727)
Unfunded capital expenditures	(96,431)	(73,774)
	<u>7,769,230</u>	<u>7,757,450</u>

**8. Public Sector Salary Disclosure Act**

For 2018, no employees were paid salaries, as defined in the Public Sector Salary Disclosure Act, 1996, of \$100,000 or more.

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**Village of Hilton Beach**  
**Notes to Consolidated Financial Statements**

**December 31, 2018**

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**9. Budget**

The Financial Plan (Budget) By-Law adopted by Council on July 11, 2018 was not prepared on a basis consistent with that used to report actual results (Public Sector Accounting Standards). The budget was prepared on a modified accrual basis while Public Sector Accounting Standards require a full accrual basis. The budget figures anticipated use of reserves and/or surpluses accumulated in previous years to reduce current year expenditures in excess of current year revenues to \$nil. In addition, the budget expensed all tangible capital expenditures rather than including amortization expense. As a result, the budget figures presented in the statements of operations and change in net financial assets (debt) represent the Financial Plan adopted by Council on July 11, 2018 with adjustments as follows:

	<u>2018</u>
<b>Financial Plan (Budget) Bylaw surplus for the year</b>	<b>\$ -</b>
<b>Add:</b>	
Debt principal payments	<b>54,100</b>
<b>Less:</b>	
Net inter-fund transfers from reserves	<b>(1,969)</b>
Amortization	<b><u>(231,510)</u></b>
<b>Budget surplus (deficit) per statement of operations</b>	<b><u>\$ (179,379)</u></b>

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**10. Segmented information**

The municipality is a diversified local government institution that provides a wide range of services to its citizens. For management reporting purposes, municipal operations and activities are organized and reported by Fund. Funds were created for the purpose of recording specific activities to attain certain objectives in accordance with special regulations, restrictions or limitations.

Municipal services are provided by departments and their activities are reported in these funds. Certain departments that have been separately disclosed in the segmented information, along with the services they provide, are as follows:

**General government**

The administration department oversees the delivery of all government services. The department is responsible for ensuring that there are adequate policies and procedures in place to safeguard assets and to properly report financial activities. In addition, this department includes the governance activities of council.

**Protection**

Protection is comprised of the police, fire/emergency, by-law enforcement and building inspections departments. The mandate of the police department is to ensure the safety of the lives and property of citizens; preserve peace and good order; prevent crimes from occurring; detect offenders; and enforce the law. The fire/emergency department is responsible to provide fire suppression service; fire prevention programs; training and education related to prevention, detection or extinguishment of fires. The by-law enforcement and building inspection department ensures properties are in compliance with applicable legislation, by-laws, building standards and construction codes.

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## Village of Hilton Beach

### Notes to Consolidated Financial Statements

**December 31, 2018**

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#### **10. Segmented information (continued)**

##### **Transportation**

The transportation department is responsible for the delivery of municipal public works services related to the planning, development and maintenance of roadway systems and winter control.

##### **Environmental**

The environmental department consist of two distinct utilities - water and solid waste disposal. The department provides drinking water to ratepayers and purchases services for garbage disposal, hazardous waste, and recycling.

##### **Health**

Through the Algoma Public Health Unit, the municipality contributes to public health services and education and through the Algoma District Services Administration Board, to ambulance services.

##### **Social and family**

Through the Algoma District Services Administration Board, the municipality contributes to social assistance payments, child care services and social housing.

##### **Recreation and cultural**

The recreation and cultural department provides public services that contribute to neighbourhood development and sustainability through the provision of recreation and leisure services such as parks, fitness, marina, and sports programs. It provides public services that contribute to healthy communities through partnerships, promotion, prevention, protection and enforcement. The department also contributes towards the information and cultural needs of the municipality's citizens through the contribution to the local library and museum.

##### **Planning**

The planning department provides a diverse bundle of services. It manages development for business interests, environmental concerns, heritage matters and neighbourhoods through planning and community development activities. It facilitates economic development by providing services for the approval of all land development plans.

For each reported segment, revenues and expenses include both amounts that are directly attributable to the segment and amounts that are allocated on a reasonable basis. Therefore, certain allocation methodologies are employed in the preparation of segmented financial information.

The accounting policies used in these segments are consistent with those followed in the preparation of the consolidated financial statements as disclosed in the summary of significant accounting policies. For additional information see Schedule 2 - Consolidated Schedule of Segment Disclosure.

# Village of Hilton Beach

## Schedule 1 - Consolidated Tangible Capital Assets

For the year ended December 31, 2018

	Land	Land Improvements	Buildings	Equipment, Machinery, and Furnishings	Vehicles	Roads, Water and Sewer Infrastructure	Marina Infrastructure	Library Collection	Total
Cost, beginning of year	\$ 331,196	\$ 369,313	\$ 2,763,112	\$ 2,426,238	\$ 50,677	\$ 3,013,421	\$ 3,364,537	\$ 100,337	\$ 12,418,831
Additions	-	-	-	93,238	-	-	-	3,883	97,121
Cost, end of year	331,196	369,313	2,763,112	2,519,476	50,677	3,013,421	3,364,537	104,220	12,515,952
Accumulated amortization, beginning of year	-	212,475	901,564	1,136,752	41,190	889,205	1,405,831	79,555	4,666,572
Amortization	-	7,068	46,616	66,692	1,832	45,170	58,033	6,099	231,510
Accumulated amortization, end of year	-	219,543	948,180	1,203,444	43,022	934,375	1,463,864	85,654	4,898,082
Net carrying amount, end of year	\$ 331,196	\$ 149,770	\$ 1,814,932	\$ 1,316,032	\$ 7,655	\$ 2,079,046	\$ 1,900,673	\$ 18,566	\$ 7,617,870

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



**Village of Hilton Beach**  
**Schedule 1 - Consolidated Tangible Capital Assets (Continued)**

**For the year ended December 31, 2017 (comparative figures)**

	Land	Land Improvements	Buildings	Equipment, Machinery, and Furnishings	Vehicles	Roads, Water, and Sewer Infrastructure	Marina Infrastructure	Library Collection	Total
Cost, beginning of year	\$ 331,196	\$ 369,313	\$ 2,750,878	\$ 2,426,238	\$ 50,677	\$ 2,996,721	\$ 3,364,537	\$ 96,315	\$ 12,385,875
Additions	-	-	12,234	-	-	16,700	-	4,022	32,956
Cost, end of year	331,196	369,313	2,763,112	2,426,238	50,677	3,013,421	3,364,537	100,337	12,418,831
Accumulated amortization, beginning of year	-	204,675	855,151	1,072,361	39,358	844,017	1,347,765	73,629	4,436,956
Amortization	-	7,800	46,413	64,391	1,832	45,188	58,066	5,926	229,616
Accumulated amortization, end of year	-	212,475	901,564	1,136,752	41,190	889,205	1,405,831	79,555	4,666,572
Net carrying amount, end of year	\$ 331,196	\$ 156,838	\$ 1,861,548	\$ 1,289,486	\$ 9,487	\$ 2,124,216	\$ 1,958,706	\$ 20,782	\$ 7,752,259

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

# Village of Hilton Beach

## Schedule 2 - Consolidated Segment Disclosure

For the year ended December 31, 2018

	General Government	Protection	Trans- portation	Environ- mental	Health	Social and Family	Recreation and Cultural	Planning and Development	Consolidated Total
<b>Revenue</b>									
Taxation	\$ 111,723	\$ 50,193	\$ 66,942	\$ -	\$ 25,034	\$ 28,847	\$ 57,119	\$ 17,482	\$ 357,340
Government grants - Provincial	63,439	25,149	52,708	42,400	12,232	14,095	69,595	11,902	291,520
Government grants - Federal	-	-	51,737	-	-	-	-	-	51,737
Other municipalities	-	932	-	29,030	-	-	11,091	-	41,053
User fees and service charges	-	-	-	129,072	-	-	30,008	225,934	385,014
Licences, permits and rents	678	-	-	22,225	-	-	1,015	-	23,918
Penalties and interest on taxes	12,152	-	-	-	-	-	-	-	12,152
Investment income	-	1,870	-	-	-	-	-	-	1,870
Other	59,240	16,712	-	1,097	-	-	-	-	77,049
	<b>247,232</b>	<b>94,856</b>	<b>171,387</b>	<b>223,824</b>	<b>37,266</b>	<b>42,942</b>	<b>168,828</b>	<b>255,318</b>	<b>1,241,653</b>
<b>Expenses</b>									
Salaries and benefits	114,131	5,861	-	20,768	-	-	46,434	47,901	235,095
Materials and supplies	96,525	7,751	32,766	195,813	-	-	76,376	117,650	526,881
Contracted services	30,116	49,490	-	23,508	-	-	25,209	11,561	139,884
Rents and financial	7,913	-	1,926	-	-	-	-	6,854	16,693
External transfers and other	-	-	-	-	37,156	42,654	-	-	79,810
Amortization	11,154	2,289	8,418	92,520	-	-	44,027	73,102	231,510
	<b>259,839</b>	<b>65,391</b>	<b>43,110</b>	<b>332,609</b>	<b>37,156</b>	<b>42,654</b>	<b>192,046</b>	<b>257,068</b>	<b>1,229,873</b>
<b>Net surplus (deficit)</b>	<b>\$ (12,607)</b>	<b>\$ 29,465</b>	<b>\$ 128,277</b>	<b>\$ (108,785)</b>	<b>\$ 110</b>	<b>\$ 288</b>	<b>\$ (23,218)</b>	<b>\$ (1,750)</b>	<b>\$ 11,780</b>

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

# Village of Hilton Beach

## Schedule 2 - Consolidated Segment Disclosure (Continued)

For the year ended December 31, 2017 (comparative figures)

	General Government	Protection	Trans- portation	Environ- mental	Health	Social and Family	Recreation and Cultural	Planning	Consolidated Total
<b>Revenue</b>									
Taxation	\$ 97,551	\$ 49,603	\$ 69,406	\$ 9,403	\$ 24,556	\$ 28,874	\$ 62,621	\$ 11,620	\$ 353,634
Government grants - Provincial	44,688	23,246	51,795	34,308	11,249	13,227	44,117	10,111	232,741
Government grants - Federal	-	-	8,973	-	-	-	-	-	8,973
Other municipalities	-	931	-	19,862	-	-	10,324	-	31,117
User fees and service charges	-	-	-	128,938	-	-	28,970	209,190	367,098
Licences, permits and rents	810	-	-	19,911	-	-	972	-	21,693
Penalties and interest on taxes	12,189	-	-	-	-	-	-	-	12,189
Investment income	-	594	-	-	-	-	-	-	594
Other	8,671	7,068	-	1,369	-	-	-	-	17,108
	163,909	81,442	130,174	213,791	35,805	42,101	147,004	230,921	1,045,147
<b>Expenses</b>									
Salaries and benefits	110,409	5,805	-	12,803	-	-	47,271	45,219	221,507
Materials and supplies	46,091	10,161	27,923	191,194	-	-	66,453	124,040	465,862
Contracted services	30,198	47,714	-	21,057	-	-	24,593	11,497	135,059
Rents and financial	8,131	-	2,382	-	-	-	-	10,183	20,696
External transfers and other	-	-	-	-	35,415	41,643	-	-	77,058
Amortization	11,154	2,044	8,265	91,309	-	-	43,709	73,135	229,616
	205,983	65,724	38,570	316,363	35,415	41,643	182,026	264,074	1,149,798
<b>Net surplus (deficit)</b>	\$ (42,074)	\$ 15,718	\$ 91,604	\$ (102,572)	\$ 390	\$ 458	\$ (35,022)	\$ (33,153)	\$ (104,651)

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