

**Village of Hilton Beach
Consolidated Financial Statements
For the year ended December 31, 2019**

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Consolidated Financial Statements
For the year ended December 31, 2019

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Village of Hilton Beach Management's Responsibility for Financial Reporting

December 31, 2019

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

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, 2019, 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, 2019, 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.

Independent Auditor's Report (continued)

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 8, 2020

Village of Hilton Beach
Consolidated Statement of Financial Position

December 31	2019	2018
Financial assets		
Bank	\$ 473,106	\$ 254,983
Short term investment (Note 3)	3,292	3,170
Taxes receivable	46,030	57,252
Accounts receivable	110,564	145,622
Inventories held for resale	12,275	4,257
	<u>645,267</u>	<u>465,284</u>
Liabilities		
Accounts payable and accrued liabilities	122,428	144,942
Solid waste landfill and post-closure costs (Note 4)	877	811
Deferred revenue - general (Note 5)	-	28,069
Long term liabilities (Note 6)	97,800	140,102
	<u>221,105</u>	<u>313,924</u>
Net financial assets	424,162	151,360
Non-financial assets		
Tangible capital assets (Schedule 1)	7,473,250	7,617,870
Accumulated surplus (Note 7)	\$ 7,897,412	\$ 7,769,230

On behalf of the Council:


_____ Mayor


_____ Clerk-Treasurer

Village of Hilton Beach Consolidated Statement of Operations

For the year ended December 31	Budget	2019	2018
Revenue			
Taxation (Note 2)	\$ 352,156	\$ 357,534	\$ 357,340
Government grants - Provincial	419,328	463,384	291,520
Government grants - Federal	36,406	35,615	51,737
Other municipalities	30,740	38,531	41,053
User fees and service charges	383,063	385,803	385,014
Licences, permits and rents	10,600	33,204	23,918
Penalties and interest on taxes	10,000	10,114	12,152
Investment income	-	979	1,870
Other	13,910	27,134	77,049
	<u>1,256,203</u>	<u>1,352,298</u>	<u>1,241,653</u>
Expenses			
General government	239,659	266,643	259,839
Protection services	69,752	67,418	65,391
Transportation services	75,895	58,314	43,110
Environmental services	375,338	324,711	332,609
Health services	37,145	37,118	37,156
Social and family services	42,552	42,560	42,654
Recreation and cultural services	151,963	182,904	192,046
Planning and development	273,366	244,448	257,068
	<u>1,265,670</u>	<u>1,224,116</u>	<u>1,229,873</u>
Annual surplus	(9,467)	128,182	11,780
Accumulated surplus, beginning of year	<u>7,769,230</u>	<u>7,769,230</u>	<u>7,757,450</u>
Accumulated surplus, end of year	<u>\$ 7,759,763</u>	<u>\$ 7,897,412</u>	<u>\$ 7,769,230</u>

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

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

For the year ended December 31	Budget	2019	2018
Annual surplus	\$ (9,467)	\$ 128,182	\$ 11,780
Acquisition of tangible capital assets	-	(82,840)	(97,121)
Amortization of tangible capital assets	-	227,460	231,510
Net change in net financial assets	(9,467)	272,802	146,169
Net financial assets, beginning of year	151,360	151,360	5,191
Net financial assets, end of year	\$ 141,893	\$ 424,162	\$ 151,360

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

Village of Hilton Beach
Consolidated Statement of Cash Flows

For the year ended December 31	2019	2018
Operating transactions		
Annual surplus	\$ 128,182	\$ 11,780
Items not involving cash		
Amortization	227,460	231,510
Unfunded landfill site costs	66	(916)
	355,708	242,374
Changes in non-cash operating balances		
Short term investment	(122)	(17)
Taxes receivable	11,222	32,991
Accounts receivable	35,058	(71,408)
Prepaid expenses	(8,018)	5,056
Accounts payable and accrued liabilities	(22,514)	73,518
Obligatory reserve and deferred revenue	(28,069)	28,069
	343,265	310,583
Capital transactions		
Acquisition of tangible capital assets	(82,840)	(97,121)
Financing activities		
Payment of long term liabilities	(42,302)	(99,698)
Net change in cash	218,123	113,764
Cash, beginning of year	254,983	141,219
Cash, end of year	\$ 473,106	\$ 254,983

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

Village of Hilton Beach

Notes to Consolidated Financial Statements

December 31, 2019

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.

Village of Hilton Beach

Notes to Consolidated Financial Statements

December 31, 2019

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, 2019

2. Taxation

	2019	2018
Residential and multi-residential	\$ 378,405	\$ 378,342
Commercial and industrial	19,973	20,558
	398,378	398,900
Deduct: amounts received or receivable for school boards	(40,844)	(41,560)
	\$ 357,534	\$ 357,340

3. Short term investment

The Hilton Union Public Library renewed a \$3,224 GIC on March 27, 2019 with a term of one year and subject to an interest rate of 2.75%.

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 \$877 (2018 - \$811) is based on a total estimated outflow in the future of \$2,595 leaving an amount to be recognized in the future of \$1,718 (2018 - \$1,660).

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

5. Deferred revenue

	2019	2018
Association of Municipalities of Ontario - Main street revitalization	\$ -	\$ 28,069

6. Long term liabilities

	2019	2018
Marina and Waterfront Centre, with payment of \$5,102 repaid during the year	\$ -	\$ 5,102
Solar project, with payments of \$20,500 yearly, due June 30, 2024	81,000	101,500
Streetlights, with payments of \$16,700 yearly, due June 30, 2021	16,800	33,500
	\$ 97,800	\$ 140,102

The rates on all of the Village's loans outlined above are 4.95% (2018 - 4.95%). Interest expense on net long term liabilities amounted to \$6,022 (2018 - \$8,471)

Village of Hilton Beach
Notes to Consolidated Financial Statements

December 31, 2019

6. Long term liabilities (continued)

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

2020	\$	37,200
2021		20,500
2022		20,500
2023		19,600
		19,600
	\$	97,800

7. Accumulated surplus

Allocation of annual surplus

	2019	2018
Loss in tangible capital assets	\$ (102,318)	\$ (34,692)
Reserve and reserve funds	160,614	39,522
General surplus	48,133	33,148
Library surplus (deficit)	401	(17,525)
Fire department surplus (deficit)	6,298	13,984
Unfunded capital expenditure	15,054	(22,657)
	\$ 128,182	\$ 11,780
Total surplus		
	2019	2018
<i>Reserves set aside for specific purposes by Council</i>		
Cash flow reserves	\$ 62,977	\$ 52,659
Reserves for operating purposes	8,855	8,855
Reserves for capital purposes	294,697	144,401
	366,529	205,915
Total reserves		
Equity in tangible capital assets	7,375,448	7,477,766
Operating surplus	237,689	182,791
<i>Amounts to be recovered from future revenues:</i>		
Unfunded landfill liabilities	(877)	(811)
Unfunded capital expenditures	(81,377)	(96,431)
	\$ 7,897,412	\$ 7,769,230

8. Public Sector Salary Disclosure Act

For 2019, no employees were paid salaries, as defined in the Public Sector Salary Disclosure Act, 1996, of \$100,000 or more.

Village of Hilton Beach
Notes to Consolidated Financial Statements

December 31, 2019

9. Budget

The Financial Plan (Budget) By-Law adopted by Council on July 29, 2019 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 represent the Financial Plan adopted by Council on July 29, 2019 with adjustments as follows:

	2019
Financial Plan (Budget) Bylaw surplus for the year	\$ -
Add:	
Debt principal payments	42,290
Less:	
Net inter-fund transfers from reserves	175,703
Amortization	(227,460)
Budget surplus (deficit) per statement of operations	\$ (9,467)

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.

Village of Hilton Beach Notes to Consolidated Financial Statements

December 31, 2019

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 Notes to Consolidated Financial Statements

December 31, 2019

11. Subsequent event

Subsequent to year end, the impact of COVID-19 in Canada and on the global economy increased significantly. As the impacts of COVID-19 continue, there could be further impact on the Village, its citizens, employees, suppliers and other third party business associates that could impact the timing and amounts realized on the Village's assets and future ability to deliver services and projects. At this time, the full potential impact of COVID-19 on the Village is not known. Although the disruption from the virus is expected to be temporary, given the dynamic nature of these circumstances, the duration of disruption and the related financial impact cannot be reasonably estimated at this time. The Village's ability to continue delivering non-essential services and employ related staff, will depend on the legislative mandates from the various levels of government. The Village will continue to focus on collecting receivables, managing expenditures, and leveraging existing reserves and available credit facilities to ensure it is able to continue providing essential services.

Village of Hilton Beach
Schedule 1 - Consolidated Tangible Capital Assets

For the year ended December 31, 2019

	Land Improvements	Land	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	\$ 2,519,476	\$ 50,677	\$ 3,013,421	\$ 3,364,537	\$ 104,220	\$ 12,515,952
Additions	-	-	-	52,550	-	-	27,557	2,733	82,840
Disposals	-	-	-	(12,645)	-	-	-	-	(12,645)
Cost, end of year	331,196	369,313	2,763,112	2,559,381	50,677	3,013,421	3,392,094	106,953	12,586,147
Accumulated amortization, beginning of year	-	219,543	948,180	1,203,444	43,022	934,375	1,463,864	85,654	4,898,082
Amortization	-	5,456	46,616	64,702	1,832	45,391	58,309	5,154	227,460
Disposals	-	-	-	(12,645)	-	-	-	-	(12,645)
Accumulated amortization, end of year	-	224,999	994,796	1,255,501	44,854	979,766	1,522,173	90,808	5,112,897
Net carrying amount, end of year	\$ 331,196	\$ 144,314	\$ 1,768,316	\$ 1,303,880	\$ 5,823	\$ 2,033,655	\$ 1,869,921	\$ 16,145	\$ 7,473,250

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, 2018 (comparative figures)

	Land Improvements	Land	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

Village of Hilton Beach

Schedule 2 - Consolidated Segment Disclosure

For the year ended December 31, 2019

	General Government	Protection	Transportation	Environmental	Health	Social and Family	Recreation and Cultural	Planning and Development	Consolidated Total
Revenue									
Taxation	\$ 109,216	\$ 44,908	\$ 71,020	\$ 15,618	\$ 25,104	\$ 28,782	\$ 57,836	\$ 5,051	\$ 357,535
Government grants - Provincial	248,735	22,515	54,683	45,455	12,259	14,055	59,855	5,827	463,384
Government grants - Federal	-	-	35,615	-	-	-	-	-	35,615
Other municipalities	-	615	-	25,577	-	-	12,339	-	38,531
User fees and service charges	-	-	-	131,176	-	-	36,892	217,735	385,803
Licences, permits and rents	1,545	-	-	30,471	-	-	1,188	-	33,204
Penalties and interest on taxes	10,114	-	-	-	-	-	-	-	10,114
Investment income	-	979	-	-	-	-	-	-	979
Other	20,267	5,945	-	921	-	-	-	-	27,133
	389,877	74,962	161,318	249,218	37,363	42,837	168,110	228,613	1,352,298
Expenses									
Salaries and benefits	117,264	5,861	-	23,762	-	-	43,105	49,563	239,555
Materials and supplies	98,079	(10,619)	49,084	184,468	-	-	76,209	103,568	500,789
Contracted services	35,984	68,818	-	22,955	-	-	22,449	10,566	160,772
Rents and financial	7,354	-	1,135	-	-	-	-	7,373	15,862
External transfers and other	-	-	-	-	37,118	-	-	-	79,678
Amortization	7,962	3,358	8,095	93,526	-	42,560	41,141	73,378	227,460
	266,643	67,418	58,314	324,711	37,118	42,560	182,904	244,448	1,224,116
Net surplus (deficit)	\$ 123,234	\$ 7,544	\$ 103,004	\$ (75,493)	\$ 245	\$ 277	\$ (14,794)	\$ (15,835)	\$ 128,182

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, 2018 (comparative figures)

	General Government	Protection	Trans- portation	Environ- mental	Health	Social and Family	Recreation and Cultural	Planning	Consolidated Total
Revenue									
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
	247,232	94,856	171,387	223,824	37,266	42,942	168,828	255,318	1,241,653
Expenses									
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
	259,839	65,391	43,110	332,609	37,156	42,654	192,046	257,068	1,229,873
Net surplus (deficit)	\$ (12,607)	\$ 29,465	\$ 128,277	\$ (108,785)	\$ 110	\$ 288	\$ (23,218)	\$ (1,750)	\$ 11,780

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