

**THE CORPORATION OF THE
TOWNSHIP OF PELEE**

**Financial Statements
December 31, 2013**

THE CORPORATION OF THE TOWNSHIP OF PELEE
Financial Statements
for the year ended December 31, 2013

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INDEPENDENT AUDITOR'S REPORT

**To the Members of Council, Inhabitants, and Ratepayers of
the Corporation of the Township of Pelee**

We have audited the accompanying consolidated financial statements of the Corporation of the Township of Pelee, which comprise the consolidated statement of financial position as at December 31, 2013 and the consolidated statements of financial operations, consolidated statement of change in net financial debt, the consolidated statement of cash flow, and the consolidated statement of accumulated surplus for the year then ended and a summary of 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 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.

Auditor's 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 consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, we consider internal control relevant to the entity's preparation and fair presentation of the consolidated financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the consolidated 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 consolidated statement of financial position of the Corporation of the Township of Pelee as at December 31, 2013 and the consolidated statements of financial operations, the consolidated statement of change in net financial debt, the consolidated statement of cash flow, and the consolidated statement of accumulated surplus for the year then ended in accordance with Canadian public sector accounting standards.

GRAHAM, SETTERINGTON, McINTOSH,
DRIEDGER & HICKS LLP
*Graham, Setterington, McIntosh
Driedger & Hicks LLP*

Chartered Professional Accountants
Licensed Public Accountants

Leamington, Ontario
July 7, 2014

THE CORPORATION OF THE TOWNSHIP OF PELEE
Consolidated Statement of Financial Position
as at December 31

	2013	2012
Assets		
Financial Assets		
Taxes receivable	\$ 231,414	\$ 265,220
Trade and other receivables	279,201	489,241
Investments (note 7)	2,035	2,035
	\$ 512,650	\$ 756,496
Liabilities		
Bank indebtedness (note 8)	\$ 476,081	\$ 930,203
Accounts payable and accrued liabilities	688,402	623,738
Deferred Revenue	1,095	12,800
Municipal debt (note 3)	1,383,753	1,514,805
	2,549,331	3,081,546
Net Financial Debt	(2,036,681)	(2,325,050)
Non-Financial Assets		
Tangible capital assets - net (Schedule 1)	8,648,528	9,005,286
Prepaid expenses	44,763	32,301
	8,693,291	9,037,587
Accumulated Surplus	\$ 6,656,610	\$ 6,712,537

The accompanying summary of significant accounting policies and notes are an integral part of these financial statements.

THE CORPORATION OF THE TOWNSHIP OF PELEE
Consolidated Statement of Financial Operations
for the years ended December 31

	2013 Budget (unaudited)	2013 Actual	2012 Actual
Revenue			
Taxation	\$ 1,374,798	\$ 1,357,166	\$ 1,589,463
User charges	288,520	351,545	513,141
Government transfers	124,150	153,321	143,467
Other	291,825	352,510	266,472
	<u>2,079,293</u>	<u>2,214,542</u>	<u>2,512,543</u>
Expenses			
General government	465,082	548,703	577,754
Protection to persons and property	99,040	98,913	85,715
Roadways and street lighting	694,005	606,450	557,397
Environmental services	2,161,313	373,702	368,424
Health Services	71,728	72,337	67,118
Recreation and cultural services	618,568	578,400	604,011
Planning and development	299,326	274,507	284,008
Change in prepaid expenses	-	(12,462)	(13,336)
	<u>4,409,062</u>	<u>2,540,550</u>	<u>2,531,091</u>
Net Expenses	(2,329,769)	(326,008)	(18,548)
Other			
Grants and Revenues Related to Capital			
Government transfers (note 10)	1,800,000	270,081	50,932
Annual Surplus (Deficit)	(529,769)	(55,927)	32,384
Accumulated Surplus, Beginning of Year	6,712,537	6,712,537	6,680,153
Accumulated Surplus, End of Year	\$ 6,182,768	\$ 6,656,610	\$ 6,712,537

The accompanying summary of significant accounting policies and notes are an integral part of these financial statements.

THE CORPORATION OF THE TOWNSHIP OF PELEE
Consolidated Statement of Change in Net Financial Debt
as at December 31

	2013 Budget (unaudited)	2013 Actual	2012 Actual
Annual Surplus	\$ (529,769)	\$ (55,927)	\$ 32,384
Amortization of tangible capital assets	429,469	429,469	331,611
Acquisition of tangible capital assets	(1,831,000)	(72,711)	(409,845)
Acquisition of prepaid expense	-	(12,462)	(13,336)
(Increase) Decrease in Net Financial Debt	(1,931,300)	288,369	(59,186)
Net Financial Debt, Beginning of Year	(2,325,050)	(2,325,050)	(2,265,864)
Net Financial Debt, End of Year	\$ (4,256,350)	\$ (2,036,681)	\$ (2,325,050)

The accompanying summary of significant accounting policies and notes are an integral part of these financial statements.

THE CORPORATION OF THE TOWNSHIP OF PELEE
Consolidated Statement of Cash Flow
for the years ended December 31

	2013	2012
Operating Activities		
Annual surplus (deficit)	\$ (55,927)	\$ 32,384
Sources (Uses):		
Taxes, trade and water receivables	243,846	32,184
Prepaid expenses	(12,462)	(13,336)
Accounts payable and deferred revenue	52,959	248,271
Non cash items:		
Amortization of tangible capital assets	429,469	331,611
	713,812	598,730
Working Capital from Operations	657,885	631,114
Capital		
Acquisition of tangible capital assets	(72,711)	(409,845)
		-
Financing Activities		
Decrease in bank indebtedness	(454,122)	(88,108)
Payments on long term debt	(131,052)	(133,161)
	(585,174)	(221,269)
Net Increase in Cash and Cash Equivalents	-	-
Cash and Cash Equivalents, Beginning of Year	-	-
Cash and Cash Equivalents, End of Year	\$ -	\$ -

The accompanying summary of significant accounting policies and notes are an integral part of these financial statements.

THE CORPORATION OF THE TOWNSHIP OF PELEE
Consolidated Schedule of Accumulated Surplus
as at December 31

	2013	2012
Reserve and Reserve Funds		
Reserve funds (Schedule 2)	\$ 216,926	\$ 1,460
Surpluses (Deficits)		
Tangible capital assets	8,648,528	9,005,286
General revenue fund	(864,701)	(1,136,766)
Water Operations	(1,571,025)	(1,397,514)
Marsh	174,453	188,642
Library	52,429	51,429
	6,439,684	6,711,077
Accumulated Surplus	\$ 6,656,610	\$ 6,712,537

The accompanying summary of significant accounting policies and notes are an integral part of these financial statements.

THE CORPORATION OF THE TOWNSHIP OF PELEE
Notes to the Consolidated Financial Statements
For the years ended December 31

1. SUMMARY OF ACCOUNTING POLICIES AND REPORTING PRACTICES

The consolidated financial statements of The Corporation of the Township of Pelee (the "Municipality") are the representation of management prepared in accordance with local government accounting standards established by the Public Sector Accounting Board (PSAB) of the Canadian Institute of Chartered Accountants.

(a) Basis of consolidation

(i) Consolidated entities

These consolidated financial statements reflect the financial assets, liabilities, revenues and expenses of the revenue, capital, reserves and reserve funds and include the activities of all committees of Council. There are no non-consolidated entities.

(ii) Accounting for school board transactions

The taxation and other revenues with respect to the operations of the school boards are not reflected in the Consolidated Statement of Financial Operations. In addition, the expenses, assets and liabilities with respect to the operations of the school boards are not reflected in these financial statements except to the extent that any amounts due to or from are reported on the Consolidated Statement of Financial Position as "other current liabilities" or "other current assets".

(iii) Trust funds

Trust funds and their related operations that are administered by the Municipality are not consolidated.

(iv) Municipal debt

The charges for municipal debt assumed by non-consolidated entities or by individuals, in the case of tile drainage and shoreline property assistance loans, are not reflected in these consolidated statements.

(b)(i) Basis of accounting

Revenues and expenses are reported on the accrual basis of accounting. The accrual basis of accounting recognizes revenues as they become available and measurable; expenses are recognized as they are incurred and measurable as a result of receipt of goods or services and the creation of a legal obligation to pay.

The focus of PSAB financial statements is on the financial position of the Township and changes thereto. The Consolidated Statement of Financial Position reports financial assets and liabilities. Financial assets are available to provide resources to discharge existing liabilities or finance future operations. Municipal position represents the financial position of the Township and is the difference between financial assets and liabilities. This information explains the Township's overall revenue requirements and its ability to finance activities and meet its obligations.

THE CORPORATION OF THE TOWNSHIP OF PELEE
Notes to the Consolidated Financial Statements
For the years ended December 31

1. SUMMARY OF ACCOUNTING POLICIES AND REPORTING PRACTICES (Cont'd)

(ii) Non-financial assets

Non-financial assets are not available to discharge existing liabilities and are held for use in the provision of services. They have useful lives extending beyond the current year, and are not intended for sale in the ordinary course of operations. The change in non-financial assets during the year, together with the excess of revenues over expenses, provides the change in net financial assets for the year.

(ii.1) Tangible capital assets

Tangible capital assets are recorded at cost, which includes all amounts that are directly attributable to the acquisition, construction, development or betterment of the asset. The cost, less residual value, of the tangible capital assets is amortized on a straight-line basis over their estimated useful lives of the assets. It is the municipality's policy not to amortize assets in the year of acquisition. The estimated useful lives of the assets are as follows:

Land improvements	12 - 40 years
Buildings	20 - 50 years
Machinery and equipment	5 - 40 years
Vehicles	8 -12 years
- roads	40 years
- bridges and structures	40 years

Assets under construction are not amortized until the asset is available for productive use, at which time they are amortized.

(ii.2) Contribution of tangible capital assets

Tangible capital assets received as contributions are recorded at their fair value at the date of receipt, and that fair value is also recorded as revenue. Similarly, transfers of assets to third parties are recorded as an expense equal to the net book value of the asset as of the date of transfer. There were no contributed assets in 2013. (2012 - \$0)

(iii) Post-retirement benefits

The Municipality has no obligation for post-retirement benefits.

(iv) Use of estimates

The preparation of financial statements in accordance with local government accounting standards established by the Public Sector Accounting Board (PSAB) of the Canadian Institute of Chartered Accountants requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the period. Significant items subject to such estimates and assumptions include the valuation of accounts receivable, the carrying value of tangible capital assets and accruals. Actual results could differ from those estimates.

THE CORPORATION OF THE TOWNSHIP OF PELEE
Notes to the Consolidated Financial Statements
For the years ended December 31

1. SUMMARY OF ACCOUNTING POLICIES AND REPORTING PRACTICES (Cont'd)

(v) Taxes receivable and related revenues

Property tax billings are prepared by the Township based on assessment rolls issued by the Municipal Property Assessment Corporation ("MPAC"). Tax rates are established annually by Town Council, incorporating amounts to be raised for local services and amounts the Township is required to collect on behalf of the Province of Ontario in respect to education taxes. A normal part of the assessment process is the issuance of supplementary assessment rolls, which provide updated information with respect to changes in property assessment. Once a supplementary assessment roll is received, the Township revenues are recorded at the time tax billings are issued. Assessment and the related property taxes are subject to appeal. Tax adjustments as a result of appeals are recorded based upon management's estimate of the outcome taking into consideration historical trends. 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. Tax revenue is recorded net of reductions. Taxes receivable are reported net of any expense or allowance for doubtful accounts.

(vii) Revenue Recognition

Revenues are reported on the accrual basis of accounting.
Revenues are recognized as follows:

- a) Tax levies are recognized as revenue when amounts are levied on the municipality's ratepayers.
- b) Fines and donations are recognized when collected.
- c) Other revenues are recorded upon sale of goods or provision of service when collection is reasonably assured.
- d) Government transfers are recognized in the financial statements as revenues in the period in which events giving rise to the transfer occur, providing the transfers are authorized, and stipulations have been met and reasonable estimates of the amounts can be made.

(viii) Investments

Investments are recorded at the lower of cost and market value.

2. OPERATION OF SCHOOL BOARDS

	<u>2013</u>	<u>2012</u>
Taxation and share of payments in lieu	\$ 254,349	\$ 302,142
Requisition	<u>254,349</u>	<u>302,142</u>
	<u>\$ -</u>	<u>\$ -</u>

THE CORPORATION OF THE TOWNSHIP OF PELEE
Notes to the Consolidated Financial Statements
For the years ended December 31

3. LONG-TERM DEBT

	<u>2013</u>	<u>2012</u>
Bank loans	\$ <u>1,383,753</u>	\$ <u>1,514,805</u>
Principal amounts due in the future:		
	2014	\$ 221,028
	2015	23,037
	2016	24,116
	2017	25,245
	2018	26,428
	2019 & on	<u>1,063,899</u>
The long-term debt has interest rates of 4.5% - 6.25%.		\$ <u>1,383,753</u>

The bank loans issued in the name of the Municipality have received approval of the Ontario Municipal Board (or approval by private legislation) for those approved by by-law. The annual principal and interest payments required to service these loans are within the annual debt repayment limit prescribed by the Ministry of Municipal Affairs.

4. PENSION PLAN

The municipality belongs to the Ontario Municipal Employee Retirement Fund (OMERS) which is a multi-employer plan on behalf of 13 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. Municipal contributions made on behalf of employees amounted to \$ 42,501 (\$ 41,854 - 2012).

5. EXPENSES BY OBJECT

Total operating expenses for the year reported on the Consolidated Statement of Operations are as follows:

	<u>2013</u>	<u>2012</u>
Salaries, wages and employee benefits	\$ 734,505	\$ 749,316
Materials, goods, services, utilities	1,065,688	1,069,028
Contracted services	214,748	278,374
Interest on long-term debt	73,768	81,315
Rents and financial expenses	22,372	21,447
Amortization	<u>429,469</u>	<u>331,611</u>
	\$ <u>2,540,550</u>	\$ <u>2,531,091</u>

6. SEGMENTED INFORMATION

The Township of Pelee provides a wide range of services to its citizens. On Schedule 3, consolidated revenues and expenses have been presented on a segmented basis. Municipal services have been segmented by grouping activities with similar service objectives. Revenue directly related to each service has been allocated to its respective segment. Municipal taxation revenue has been allocated based on the percentage of total budgeted expenses. The segments are defined as follows:

General Government

General government consists of governance, corporate management and program support. It includes the offices of Council, Chief Administrative Officer, Information Technology, Financial and Clerk Services.

THE CORPORATION OF THE TOWNSHIP OF PELEE
Notes to the Consolidated Financial Statements
For the years ended December 31

6. SEGMENTED INFORMATION (Cont'd)

Protection to Persons and Property

Protection to persons and property includes Fire and Police services, building permitting, and inspections.

Transportation

Transportation services refers to the operations of the Roads Department which is responsible for road maintenance, compliance and public safety as well as the Parks and Recreation Department which is responsible for runway and airport maintenance.

Environmental

Environmental services includes the distribution and treatment of water, the collection and treatment of waste and waste water.

Health Services

Health Services refers to the medical clinic and EMS services.

Recreation and Culture

Recreation and Culture services refers to the operation of municipally owned recreational facilities, parks, marina and campground.

Planning and Development

Planning and Development refers to the operations of the planning consultant who facilitates the orderly growth of the Township in accordance with the official plan.

7. INVESTMENTS

	<u>2013</u>		<u>2012</u>
Eco School Account (1.00%)	\$ 506	\$	506
Election account (1.25%)	1,478		1,478
Fire Truck bank account (1.25%)	<u>51</u>		<u>51</u>
	<u>\$ 2,035</u>	\$	<u>2,035</u>

These projects are still ongoing and the remaining funds have been restricted. The \$ 51 is for a fire truck and \$ 1,478 is for the next election and the \$ 506 is for the Pelee Island International School of Environmental Studies feasibility study.

THE CORPORATION OF THE TOWNSHIP OF PELEE
Notes to the Consolidated Financial Statements
For the years ended December 31

8. BANK INDEBTEDNESS

Excess cheques over funds on deposit to the Woodslee Credit Union with interest charged at prime minus 0.25% to a maximum of \$ 1,100,000. All facilities are offered on an unsecured basis.

9. BUDGET AMOUNTS (unaudited)

The operating budget approved by Town Council, for 2013 is reflected on the Consolidated Statement of Operations. 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 expenditure amounts. As comparable with current year's actual expense amounts. As well, the Town does not budget activity within Reserves and Reserve Funds, with the exception being those transactions, which affect either operations or capital investments. Budget figures have been reclassified for the purposes of these financial statements to comply with PSAB reporting requirements.

Consolidated Statement of Financial Activities
For the year ended December 31

	2013 Budget	Change	Restated 2013 Budget
Total Revenue	\$ 3,879,293	\$ -	\$ 3,879,293
Expenses			
Total Expenditures as in the 2013 budget	4,052,304	-	4,052,304
Less: Capital asset expenditure		(72,711)	(72,711)
Plus: Amortization		429,469	429,469
Total Expenses	4,052,304	356,758	4,409,062
Annual Surplus (Deficit)	(173,011)	(356,758)	(529,769)
Accumulated Surplus, Beginning of Year	6,712,537		6,712,537
Accumulated Surplus, End of Year	\$ 6,539,526	\$ (356,758)	\$ 6,182,768

10. Government Transfers

The Minister of Rual Affairs has entered into an agreement with the Township to fund a new watersystem. Funding was received in 2013 to help cover the costs incurred for professionals, technical personnel, consultants and contractors for work related to planning for the water system capital project. In 2013 \$60,098 of expenses were incurred. The remainder of the funding has been moved to a reserve account and is to be used by March 2014.

THE CORPORATION OF THE TOWN OF PELEE
Schedule of Tangible Capital Assets by Asset Type
for the year ended December 31, 2013

Schedule 1

GENERAL						
	<u>Land</u>	<u>Land Improvements</u>	<u>Buildings</u>	<u>Vehicles</u>	<u>Other</u>	
Cost						
Beginning of year	\$ 122,497	\$ 4,464,987	\$ 867,732	\$ 387,543	\$ 54,318	
Additions	-	-	-	-	10,680	
Balance, end of year	<u>122,497</u>	<u>4,464,987</u>	<u>867,732</u>	<u>387,543</u>	<u>64,998</u>	
Accumulated Amortization						
Beginning of year	-	2,299,864	368,948	300,047	3,138	
Amortization - 2013	-	111,623	21,429	20,798	4,334	
Balance, end of year	<u>-</u>	<u>2,411,487</u>	<u>390,377</u>	<u>320,845</u>	<u>7,472</u>	
Net Book Value of Tangible Capital Assets						
	<u>\$ 122,497</u>	<u>\$ 2,053,500</u>	<u>\$ 477,355</u>	<u>\$ 66,698</u>	<u>\$ 57,526</u>	
INFRASTRUCTURE						
	<u>Plants and Facilities</u>	<u>Roads</u>	<u>Underground</u>	<u>Bridges And Other Structures</u>	<u>Work in Progress</u>	<u>Totals</u>
Cost						
Beginning of year	\$ 2,832,410	\$ 2,715,930	\$ 377,814	\$ 2,204,926	\$ -	\$ 14,028,157
Additions	-	-	1,933	-	60,098	72,711
Balance, end of year	<u>2,832,410</u>	<u>2,715,930</u>	<u>379,747</u>	<u>2,204,926</u>	<u>60,098</u>	<u>14,100,868</u>
Accumulated Amortization						
Beginning of year	82,369	542,979	41,123	1,384,403	-	5,022,871
Amortization - 2013	54,912	97,582	9,446	109,345	-	429,469
Balance, end of year	<u>137,281</u>	<u>640,561</u>	<u>50,569</u>	<u>1,493,748</u>	<u>-</u>	<u>5,452,340</u>
Net Book Value of Tangible Capital Assets						
	<u>\$ 2,695,129</u>	<u>\$ 2,075,369</u>	<u>\$ 329,178</u>	<u>\$ 711,178</u>	<u>\$ 60,098</u>	<u>\$ 8,648,528</u>

The accompanying summary of significant accounting policies and notes are an integral part of these financial statements.

THE CORPORATION OF THE TOWN OF PELEE
Schedule of Tangible Capital Assets by Functional Class
for the year ended December 31, 2013

Schedule 1

	<u>General Government</u>	<u>Protection Services</u>	<u>Transportation Services</u>	<u>Environment Services</u>
Cost				
Beginning of year	\$ 74,403	\$ 25,004	\$ 5,286,627	\$ 3,272,587
Additions	10,680	-	-	62,031
Balance, end of year	<u>85,083</u>	<u>25,004</u>	<u>5,286,627</u>	<u>3,334,618</u>
Accumulated Amortization				
Beginning of year	4,605	10,254	2,198,612	164,700
Amortization - 2013	767	3,000	220,713	68,408
Balance, end of year	<u>5,372</u>	<u>13,254</u>	<u>2,419,325</u>	<u>233,108</u>
Net Book Value of Tangible Capital Assets	<u>\$ 79,711</u>	<u>\$ 11,750</u>	<u>\$ 2,867,302</u>	<u>\$ 3,101,510</u>

	<u>Health Services</u>	<u>Rec & Culture Services</u>	<u>Planning & Development</u>	<u>Total</u>
Cost				
Beginning of year	\$ 207,639	\$ 735,032	\$ 4,426,865	\$ 14,028,157
Additions	-	-	-	72,711
Balance, end of year	<u>207,639</u>	<u>735,032</u>	<u>4,426,865</u>	<u>14,100,868</u>
Accumulated Amortization				
Beginning of year	75,848	270,897	2,297,956	5,022,871
Amortization - 2013	4,528	21,383	110,670	429,469
Balance, end of year	<u>80,376</u>	<u>292,280</u>	<u>2,408,626</u>	<u>5,452,340</u>
Net Book Value of Tangible Capital Assets	<u>\$ 127,263</u>	<u>\$ 442,752</u>	<u>\$ 2,018,239</u>	<u>\$ 8,648,528</u>

The accompanying summary of significant accounting policies and notes are an integral part of these financial statements.

THE CORPORATION OF THE TOWNSHIP OF PELEE
Schedule of Reserve and Reserve Funds
for the year ended December 31, 2013

Schedule 2

Reserve Funds	<u>Opening</u>	<u>Interest Earned</u>	<u>Contributions Received</u>	<u>Transfer to Operations</u>	<u>Transfer to Capital</u>	<u>Ending</u>
Airport	-	-	200	-	-	200
Planning Deposits	-	-	468	-	-	468
Water System	-	-	209,986	-	-	209,986
Community Centre	-	-	4,812	-	-	4,812
Election	1,460	-	-	-	-	1,460
Total Reserve Funds	\$ 1,460	\$ -	\$ 215,466	\$ -	\$ -	\$ 216,926

The accompanying summary of significant accounting policies and notes are an integral part of these financial statements.

THE CORPORATION OF THE TOWNSHIP OF PELEE
Schedule of Segment Disclosures
for the year ended December 31, 2013

Schedule 3

	<u>General Government</u>	<u>Protection to persons and property</u>	<u>Roadways and Street Lighting</u>	<u>Environmental services</u>
Revenues				
Taxation	\$ 143,158	\$ 30,486	\$ 213,624	\$ 665,280
User Charges	32,862	12,150	4,473	32,156
Government Transfers	79,433	6,814	18,927	270,081
Other	39,391	-	-	-
	<u>294,844</u>	<u>49,450</u>	<u>237,024</u>	<u>967,517</u>
Expenses				
Salaries, wages and employee benefits	214,988	12,041	163,340	107,026
Materials, goods, services, utilities	298,114	28,923	213,405	112,431
Contracted Services	-	54,949	2,035	60,966
Interest on long-term debt	-	-	6,957	59,917
Rents and financial expenses	22,372	-	-	-
Amortization	767	3,000	220,713	33,362
	<u>536,241</u>	<u>98,913</u>	<u>606,450</u>	<u>373,702</u>
	<u>\$ (241,397)</u>	<u>\$ (49,463)</u>	<u>\$ (369,426)</u>	<u>\$ 593,815</u>

	<u>Health Services</u>	<u>Recreation and cultural services</u>	<u>Planning and development</u>	<u>Consolidated</u>
Revenues				
Taxation	\$ 22,079	\$ 190,403	\$ 92,136	\$ 1,357,166
User Charges	7,249	242,808	19,847	351,545
Government Transfers	-	3,060	45,087	423,402
Other	-	313,119	-	352,510
	<u>29,328</u>	<u>749,390</u>	<u>157,070</u>	<u>2,484,623</u>
Expenses				
Salaries, wages and employee benefits	1,692	205,635	29,783	734,505
Materials, goods, services, utilities	13,297	318,007	81,511	1,065,688
Contracted Services	52,820	26,481	17,497	214,748
Interest on long-term debt	-	6,894	-	73,768
Rents and financial expenses	-	-	-	22,372
Amortization	4,528	21,383	145,716	429,469
	<u>72,337</u>	<u>578,400</u>	<u>274,507</u>	<u>2,540,550</u>
	<u>\$ (43,009)</u>	<u>\$ 170,990</u>	<u>\$ (117,437)</u>	<u>\$ (55,927)</u>

The accompanying summary of significant accounting policies and notes are an integral part of these financial statements.