



CORPORATION OF THE TOWNSHIP OF CARLOW/MAYO

CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2020

CORPORATION OF THE TOWNSHIP OF CARLOW/MAYO

CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2020

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CORPORATION OF THE TOWNSHIP OF CARLOW/MAYO

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CORPORATION OF THE TOWNSHIP OF CARLOW/MAYO

For The Year Ended December 31, 2020

MANAGEMENT REPORT

The accompanying consolidated financial statements of the Corporation of the Township of Carlow/Mayo 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 Carlow/Mayo. Council meets periodically with management, as well as the external auditor, 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 auditor's report.

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

Mayor

Treasurer

May 11, 2021

INDEPENDENT AUDITOR'S REPORT

To the Members of Council, Inhabitants and Ratepayers of the Corporation of the Township of Carlow/Mayo

Opinion

We have audited the consolidated financial statements of the Corporation of the Township of Carlow/Mayo and its local boards (the Township), which comprise the consolidated statement of financial position as at December 31, 2020, the consolidated statements of operations and accumulated surplus, 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 Township as at December 31, 2020, and the results of its consolidated operations 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 Township 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 Township'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 Township or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Township'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 Township'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 Township'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 Township 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 consolidated financial information of the entities or business activities within the Township 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.

Baker Tilly KDN LLP

Chartered Professional Accountants
Licensed Public Accountants

Peterborough, Ontario
May 17, 2021

**CORPORATION OF THE TOWNSHIP OF
CARLOW/MAYO**



**CONSOLIDATED STATEMENT OF FINANCIAL POSITION
At December 31, 2020**

| | 2020 | 2019 |
|--|------------------|------------------|
| | \$ | \$ |
| FINANCIAL ASSETS | | |
| Cash (note 3) | 1,109,754 | 1,681,805 |
| Taxes receivable | 201,381 | 282,642 |
| Trade and other receivable | 1,518,881 | 917,341 |
| TOTAL FINANCIAL ASSETS | 2,830,016 | 2,881,788 |
| LIABILITIES | | |
| Accounts payable and accrued liabilities | 164,659 | 222,558 |
| Deferred revenue - obligatory reserve funds (note 5) | 245,245 | 307,703 |
| Deferred revenue - other (note 4) | 15,000 | 15,000 |
| Landfill closure and post closure liability (note 8) | 1,745,900 | 1,107,000 |
| TOTAL LIABILITIES | 2,170,804 | 1,652,261 |
| NET FINANCIAL ASSETS | 659,212 | 1,229,527 |
| NON-FINANCIAL ASSETS | | |
| Tangible capital assets (note 12) | 7,850,776 | 6,315,159 |
| ACCUMULATED SURPLUS (note 11) | 8,509,988 | 7,544,686 |

The accompanying notes are an integral part of these financial statements

**CORPORATION OF THE TOWNSHIP OF
CARLOW/MAYO**



**CONSOLIDATED STATEMENT OF OPERATIONS AND ACCUMULATED SURPLUS
For the Year Ended December 31, 2020**

| | Budget 2020 \$ (Unaudited) | Actual 2020 \$ | Actual 2019 \$ |
|---|-------------------------------------|----------------------|----------------------|
| REVENUES | | | |
| Property taxation | 1,318,307 | 1,330,912 | 1,268,239 |
| User charges | 37,166 | 71,315 | 84,535 |
| Government of Canada | 818,015 | 811,750 | 529,417 |
| Province of Ontario | 990,755 | 992,819 | 1,022,199 |
| Other municipalities | 8,000 | 8,437 | 8,190 |
| Penalties and interest on taxes | 28,000 | 3,635 | 35,611 |
| Investment income | 20,000 | 9,380 | 26,818 |
| Donations | 45,500 | 143 | 10,543 |
| Other grants | 20,000 | 19,902 | 24,227 |
| Other | 800 | 1,110 | 1,080 |
| Federal gas tax earned | 52,421 | 117,065 | 75,000 |
| Gain/(loss) on disposal of tangible capital assets | - | 700 | (8,747) |
| TOTAL REVENUES | 3,338,964 | 3,367,168 | 3,077,112 |
| EXPENSES | | | |
| General government | 483,414 | 397,454 | 406,320 |
| Protection services | 247,451 | 233,922 | 234,296 |
| Transportation services | 1,002,596 | 887,521 | 883,912 |
| Environmental services | 193,179 | 150,437 | 181,242 |
| Recreation and cultural services | 128,413 | 93,632 | 126,258 |
| Change in landfill closure and post-closure liability | - | 638,900 | 72,829 |
| TOTAL EXPENSES | 2,055,053 | 2,401,866 | 1,904,857 |
| ANNUAL SURPLUS | <u>1,283,911</u> | 965,302 | 1,172,255 |
| ACCUMULATED SURPLUS - beginning of year | | 7,544,686 | 6,372,431 |
| ACCUMULATED SURPLUS - end of year | | 8,509,988 | 7,544,686 |

The accompanying notes are an integral part of these financial statements

**CORPORATION OF THE TOWNSHIP OF
CARLOW/MAYO**



**CONSOLIDATED STATEMENT OF CHANGE IN NET FINANCIAL ASSETS
For the Year Ended December 31, 2020**

| | Budget 2020 \$ (Unaudited) | Actual 2020 \$ | Actual 2019 \$ |
|--|-------------------------------------|----------------------|----------------------|
| ANNUAL SURPLUS | 1,283,911 | 965,302 | 1,172,255 |
| Amortization of tangible capital assets | 274,548 | 343,472 | 274,548 |
| Purchase of tangible capital assets | (1,592,891) | (1,879,089) | (973,151) |
| Loss/(gain) on disposal of tangible capital assets | - | (700) | 8,747 |
| Proceeds on sale of tangible capital assets | - | 700 | - |
| INCREASE/(DECREASE) IN NET FINANCIAL ASSETS | (34,432) | (570,315) | 482,399 |
| NET FINANCIAL ASSETS - beginning of year | 1,229,527 | 1,229,527 | 747,128 |
| NET FINANCIAL ASSETS - end of year | 1,195,095 | 659,212 | 1,229,527 |

The accompanying notes are an integral part of these financial statements

**CORPORATION OF THE TOWNSHIP OF
CARLOW/MAYO**



**CONSOLIDATED STATEMENT OF CASH FLOWS
For the Year Ended December 31, 2020**

| | 2020 | 2019 |
|---|--------------------|------------------|
| | \$ | \$ |
| CASH PROVIDED BY (USED IN) | | |
| OPERATING ACTIVITIES | | |
| Annual surplus | 965,302 | 1,172,255 |
| Items not involving cash | | |
| Amortization of tangible capital assets | 343,472 | 274,548 |
| Loss/(gain) on disposal of tangible capital assets | (700) | 8,747 |
| Change in landfill closure and post closure liability | 638,900 | 72,829 |
| Change in non-cash assets and liabilities | | |
| Taxes receivable | 81,261 | (27,062) |
| Trade and other receivable | (601,540) | (760,517) |
| Accounts payable and accrued liabilities | (57,899) | 72,972 |
| Deferred revenue - obligatory reserve funds | (62,458) | 38,976 |
| Deferred revenue - other | - | 15,000 |
| Net change in cash from operating activities | 1,306,338 | 867,748 |
| CAPITAL ACTIVITIES | | |
| Purchase of tangible capital assets | (1,879,089) | (973,151) |
| Proceeds on disposal of tangible capital assets | 700 | - |
| Net change in cash from capital activities | (1,878,389) | (973,151) |
| NET CHANGE IN CASH | (572,051) | (105,403) |
| CASH - beginning of year | 1,681,805 | 1,787,208 |
| CASH - end of year | 1,109,754 | 1,681,805 |

The accompanying notes are an integral part of these financial statements

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2020**

The Township of Carlow/Mayo 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 accumulated surplus of the reporting entity.

The reporting entity is comprised of all organizations, committees and local boards accountable for the administration of their financial affairs and resources to the Township and which are owned and controlled by the Township. These consolidated financial statements include:

- Carlow Community Centre Board
- Mayo Community Centre Board
- Carlow/Mayo Public Library Board

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. Initial costs for tangible capital assets that were acquired or developed prior to 2009 were obtained using historical cost information or using current fair market values discounted by a relevant inflation factor to the point of acquisition. 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:

| | |
|------------------------|-------------|
| Land improvements | 15-20 years |
| Buildings | 40-50 years |
| Roadways and bridges | 7-75 years |
| Vehicles and equipment | 3-30 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) 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.

1. SIGNIFICANT ACCOUNTING POLICIES, continued

(d) Reserves

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

(e) 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.

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.

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.

Other revenue

User charges are recognized as revenue in the year the goods and services are provided, with the exception of building permits that are recognized when the permits are issued.

Investment income is recorded when earned.

Federal gas tax is recognized in the period in which the related expenditures are recorded.

**CORPORATION OF THE TOWNSHIP OF
CARLOW/MAYO**



**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2020**

1. SIGNIFICANT ACCOUNTING POLICIES, continued

(f) Use of Estimates

Certain items recognized in the consolidated 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 consolidated financial statements or changes in such estimates in future periods could be significant. The Township's significant estimates include:

- The amounts recorded for landfill closure and post-closure care depend on estimates of 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 of tangible capital assets are based on estimates of useful life and residual values.

2. OPERATIONS OF SCHOOL BOARDS AND THE COUNTY OF HASTINGS

During 2020, 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 requisitioned and remitted | 240,067 | 432,345 |

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

3. CASH

The cash balance consists of the following:

| | 2020 \$ | 2019 \$ |
|------------------------------|------------------|------------------|
| Unrestricted | 864,509 | 1,374,102 |
| Restricted - Federal gas tax | 245,245 | 307,703 |
| | 1,109,754 | 1,681,805 |

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2020**

4. DEFERRED REVENUE - OTHER

Included in deferred revenue - other are the following amounts:

| | 2020 | 2019 |
|---|--------|--------|
| | \$ | \$ |
| Ontario Cannabis Legalization Implementation Fund | 15,000 | 15,000 |

5. 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 balance in the obligatory reserve funds of the Township is summarized below:

| | 2020 | 2019 |
|--------------------------|---------|---------|
| | \$ | \$ |
| Federal gas tax revenues | 245,245 | 307,703 |

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

| | 2020 | 2019 |
|--------------------------------|---------|---------|
| | \$ | \$ |
| Balance - beginning of year | 307,703 | 268,727 |
| Add amounts received: | | |
| Federal gas tax funding | 26,211 | 54,622 |
| County federal gas tax funding | 26,210 | 55,151 |
| Interest | 2,249 | 4,260 |
| | 54,670 | 114,033 |
| Less transfer to operations: | | |
| Bank charges | 63 | 57 |
| Little Mississippi Bridge | 117,065 | - |
| New Carlow Road | - | 75,000 |
| | 117,128 | 75,057 |
| Balance - end of year | 245,245 | 307,703 |

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2020**

6. 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 \$300,000 via an overdraft or demand note. Any balance borrowed will accrue interest at the bank's prime lending rate. Council authorized the temporary borrowing limit by By-law 01-2020. At December 31, 2020 there was no balance outstanding (2019 - \$Nil).

7. BUDGET FIGURES

The budget, approved by the Township, for 2020 is reflected on the Consolidated Statement of Operations and Accumulated Surplus and the Consolidated Statement of Change in Net Financial Assets. The budget 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.

8. LANDFILL CLOSURE AND POST-CLOSURE LIABILITY

The estimated liability for landfill closure and post-closure costs for the two Township landfill sites is \$1,745,900 (2019 - \$1,107,000). 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. The Township has a landfill reserve of \$427,394 (2019 - \$427,394) and the remainder of the landfill closure and post-closure liability will be funded from taxation. There are no specific assets designated for settling this liability.

The reported liability is based upon estimates and assumptions with respect to events extending over the remaining life of the landfill. The total discounted future cash flows for closure and post-closure cost is estimated at \$2,278,645 as at December 31, 2020 (2019 - \$1,453,573). The remaining capacity of the Carlow site is 22,929 (2019 - 24,233) cubic metres and the Mayo site is 12,682 (2019 - 13,440) cubic metres. Their total remaining capacity is estimated at approximately 27% (2019 - 29%) and 21% (2019 - 22%), respectively. The Carlow landfill site is expected to reach its capacity in 18 years and the Mayo landfill site is expected to reach its capacity in 10 years. The liability is calculated based on the sites' capacity utilized to the end of the current year with a discount factor of 2.2% and inflation of 1.7%. The increase in the liability is a result of the decrease in the discount factor to reflect the change in borrowing rates.

9. UNCERTAINTY CAUSED BY COVID-19

On March 11, 2020, the World Health Organization categorized COVID-19 as a pandemic. The potential economic effects within the Township's environment and in the global markets, possible disruption in supply chains, and measures being introduced at various levels of government to curtail the spread of the virus (such as travel restrictions, closures of non-essential municipal and private operations, imposition of quarantines and social distancing) could have a material impact on the Township's operations. The extent of the impact of this outbreak and related containment measures on the Township's operations cannot be reliably estimated at this time.

**CORPORATION OF THE TOWNSHIP OF
CARLOW/MAYO**



**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2020**

10. EXPENSES BY OBJECT

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

| | Budget 2020 \$ (Unaudited) | Actual 2020 \$ | Actual 2019 \$ |
|-----------------------|-------------------------------------|----------------------|----------------------|
| Salaries and benefits | 607,227 | 558,837 | 593,592 |
| Materials | 882,357 | 567,939 | 630,695 |
| Contracted services | 260,814 | 901,626 | 376,457 |
| External transfers | 30,107 | 29,992 | 29,565 |
| Amortization | 274,548 | 343,472 | 274,548 |
| | 2,055,053 | 2,401,866 | 1,904,857 |

11. ACCUMULATED SURPLUS

Accumulated surplus consists of the following:

| | 2020 \$ | 2019 \$ |
|---|-------------|-------------|
| Surplus/(Deficit) | | |
| Carlow Community Centre | 46,653 | 51,364 |
| Mayo Community Centre | 27,865 | 28,527 |
| Carlow/Mayo Public Library | 24,235 | 24,437 |
| Landfill closure and post-closure liability | (1,745,900) | (1,107,000) |
| | (1,647,147) | (1,002,672) |
| Invested In Capital Assets | | |
| Tangible capital assets - net book value | 7,850,776 | 6,315,159 |
| Surplus | 6,203,629 | 5,312,487 |
| Reserves | | |
| Working funds | 100,000 | 100,000 |
| Future capital | 2,206,359 | 2,132,199 |
| Total Reserves | 2,306,359 | 2,232,199 |
| | 8,509,988 | 7,544,686 |

**CORPORATION OF THE TOWNSHIP OF
CARLOW/MAYO**



**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the Year Ended December 31, 2020**

12. TANGIBLE CAPITAL ASSETS

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

| | 2020 | 2019 |
|---------------------------|-----------|-----------|
| | \$ | \$ |
| General | | |
| Land | 65,324 | 65,324 |
| Land improvements | 25,046 | 26,972 |
| Buildings | 424,633 | 439,741 |
| Vehicles and equipment | 453,044 | 327,130 |
| Infrastructure | | |
| Roadways and bridges | 6,882,729 | 4,600,554 |
| | 7,850,776 | 5,459,721 |
| Assets under construction | - | 855,438 |
| | 7,850,776 | 6,315,159 |

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

During the year there were no write-downs of assets (2019 - \$Nil) and no interest capitalized (2019 - \$Nil).

The net book value of the Township's tangible capital assets reported by segment is:

| | 2020 | 2019 |
|----------------------------------|-----------|-----------|
| | \$ | \$ |
| General government | 145,833 | 152,039 |
| Transportation services | 7,458,596 | 5,904,822 |
| Recreation and cultural services | 246,347 | 258,298 |
| | 7,850,776 | 6,315,159 |

13. SEGMENTED INFORMATION

The Township of Carlow/Mayo 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.

13. 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 protection program, 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

The environmental function is responsible for providing waste disposal and recycling services to ratepayers.

Recreation and Cultural Services

The recreation and cultural services function provides indoor and outdoor recreational facilities and 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 CARLOW/MAYO



CONSOLIDATED SCHEDULE OF TANGIBLE CAPITAL ASSETS For the Year Ended December 31, 2020

| | General | | | Vehicles and Equipment \$ | Infrastructure | Assets Under Construction \$ | Totals \$ |
|--|------------|----------------------------|-----------------|---------------------------------|-------------------------------|------------------------------------|--------------|
| | Land \$ | Land Improvements \$ | Buildings \$ | | Roadways and Bridges \$ | | |
| COST | | | | | | | |
| Balance, beginning of year | 65,324 | 38,528 | 891,494 | 1,908,962 | 6,676,729 | 855,438 | 10,436,475 |
| Add: additions during the year | - | - | - | 207,168 | 1,671,921 | - | 1,879,089 |
| Less: disposals during the year | - | - | - | 33,025 | - | - | 33,025 |
| Internal transfers | - | - | - | - | 855,438 | (855,438) | - |
| Balance, end of year | 65,324 | 38,528 | 891,494 | 2,083,105 | 9,204,088 | - | 12,282,539 |
| ACCUMULATED AMORTIZATION | | | | | | | |
| Balance, beginning of year | - | 11,556 | 451,753 | 1,581,832 | 2,076,175 | - | 4,121,316 |
| Add: additions during the year | - | 1,926 | 15,108 | 81,254 | 245,184 | - | 343,472 |
| Less: disposals during the year | - | - | - | 33,025 | - | - | 33,025 |
| Balance, end of year | - | 13,482 | 466,861 | 1,630,061 | 2,321,359 | - | 4,431,763 |
| NET BOOK VALUE OF TANGIBLE CAPITAL ASSETS | 65,324 | 25,046 | 424,633 | 453,044 | 6,882,729 | - | 7,850,776 |

CORPORATION OF THE TOWNSHIP OF CARLOW/MAYO



CONSOLIDATED SCHEDULE OF SEGMENT DISCLOSURE
For the Year Ended December 31, 2020

| | General Government \$ | Protection Services \$ | Transportation Services \$ | Environmental Services \$ | Recreation and Cultural Services \$ | Planning and Development \$ | Consolidated \$ |
|---|-----------------------------|------------------------------|----------------------------------|---------------------------------|---|-----------------------------------|--------------------|
| Revenues | | | | | | | |
| Property taxation | 238,230 | - | 863,928 | 167,060 | 61,694 | - | 1,330,912 |
| User charges | 21,664 | 24,547 | 4,621 | 2,100 | 16,783 | 1,600 | 71,315 |
| Government transfers - operating | 483,333 | - | - | - | 4,295 | - | 487,628 |
| Government transfers - capital | - | - | 1,316,941 | - | - | - | 1,316,941 |
| Other municipalities | - | - | 8,437 | - | - | - | 8,437 |
| Penalties and interest on taxes | 3,635 | - | - | - | - | - | 3,635 |
| Investment income | 9,316 | - | - | - | 64 | - | 9,380 |
| Donations | - | - | - | - | 143 | - | 143 |
| Other grants | - | - | - | 19,902 | - | - | 19,902 |
| Other | 1,110 | - | - | - | - | - | 1,110 |
| Federal gas tax earned | - | - | 117,065 | - | - | - | 117,065 |
| Gain/(loss) on disposal of tangible capital assets | - | - | 700 | - | - | - | 700 |
| Total revenues | 757,288 | 24,547 | 2,311,692 | 189,062 | 82,979 | 1,600 | 3,367,168 |
| Expenses | | | | | | | |
| Salaries and benefits | 231,555 | 1,095 | 245,180 | 62,824 | 18,183 | - | 558,837 |
| Materials | 116,899 | 6,434 | 323,447 | 64,081 | 57,078 | - | 567,939 |
| Contracted services | 42,793 | 196,401 | - | 662,432 | - | - | 901,626 |
| External transfers | - | 29,992 | - | - | - | - | 29,992 |
| Amortization | 6,207 | - | 318,894 | - | 18,371 | - | 343,472 |
| Total expenses | 397,454 | 233,922 | 887,521 | 789,337 | 93,632 | - | 2,401,866 |
| Net surplus/(deficit) | 359,834 | (209,375) | 1,424,171 | (600,275) | (10,653) | 1,600 | 965,302 |

CORPORATION OF THE TOWNSHIP OF CARLOW/MAYO



CONSOLIDATED SCHEDULE OF SEGMENT DISCLOSURE For the Year Ended December 31, 2019

| | General Government \$ | Protection Services \$ | Transportation Services \$ | Environmental Services \$ | Recreation and Cultural Services \$ | Consolidated \$ |
|---|-----------------------------|------------------------------|----------------------------------|---------------------------------|---|--------------------|
| Revenues | | | | | | |
| Property taxation | 896,324 | - | 115,539 | 179,479 | 76,897 | 1,268,239 |
| User charges | 13,338 | 19,726 | 3,677 | - | 47,794 | 84,535 |
| Government transfers - operating | 301,084 | 236,256 | 201,944 | - | 4,590 | 743,874 |
| Government transfers - capital | - | - | 807,742 | - | - | 807,742 |
| Other municipalities | - | - | 8,190 | - | - | 8,190 |
| Penalties and interest on taxes | 35,611 | - | - | - | - | 35,611 |
| Investment income | 26,652 | - | - | - | 166 | 26,818 |
| Donations | - | - | - | - | 10,543 | 10,543 |
| Other grants | - | - | - | 24,227 | - | 24,227 |
| Other | 1,080 | - | - | - | - | 1,080 |
| Federal gas tax earned | - | - | 75,000 | - | - | 75,000 |
| Gain/(loss) on disposal of tangible capital assets | - | - | (8,747) | - | - | (8,747) |
| Total revenues | 1,274,089 | 255,982 | 1,203,345 | 203,706 | 139,990 | 3,077,112 |
| Expenses | | | | | | |
| Salaries and benefits | 237,888 | 1,239 | 246,780 | 76,829 | 30,856 | 593,592 |
| Materials | 131,901 | 6,931 | 388,860 | 24,851 | 78,152 | 630,695 |
| Contracted services | 30,324 | 196,561 | - | 149,572 | - | 376,457 |
| External transfers | - | 29,565 | - | - | - | 29,565 |
| Amortization | 6,207 | - | 248,272 | 2,819 | 17,250 | 274,548 |
| Total expenses | 406,320 | 234,296 | 883,912 | 254,071 | 126,258 | 1,904,857 |
| Net surplus/(deficit) | 867,769 | 21,686 | 319,433 | (50,365) | 13,732 | 1,172,255 |