

**CORPORATION OF THE VILLAGE  
OF POINT EDWARD  
CONSOLIDATED FINANCIAL STATEMENTS**  
*December 31, 2023*

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## MANAGEMENT'S REPORT

The management of the Corporation of the Village of Point Edward ("Village") is responsible for the integrity, objectivity and accuracy of the financial information in the accompanying consolidated financial statements.

The consolidated financial statements have been prepared by management in accordance with Canadian Generally Accepted Accounting Principles established by the Public Sector Accounting Board of the Chartered Professional Accountants of Canada. A summary of the significant accounting policies is disclosed in Note 1 to the consolidated financial statements.

To meet its responsibility, management maintains comprehensive financial and internal control systems designed to ensure the proper authorization of transactions, the safeguarding of assets and the integrity of the financial data. The Village employs highly qualified professional staff and deploys an organizational structure that effectively segregates responsibilities, and appropriately delegates authority and accountability.

The Finance Committee, a sub-committee of Village Council ("Council"), reviews and approves the consolidated financial statements before they are submitted to Council.

The December 31, 2023 consolidated financial statements have been examined by the Village of Point Edwards' external auditors, MNP LLP, and their report precedes the consolidated financial statements.

Point Edward, Canada

Teena Thibeault

Treasurer

Jim Burns

Chief Administrative Officer/Clerk

To the Members of Council, Inhabitants and Ratepayers of the Corporation of the Village of Point Edward:

## Opinion

We have audited the consolidated financial statements of the Corporation of the Village of Point Edward and its subsidiaries (the "Village"), which comprise the consolidated statement of financial position as at December 31, 2023, and the consolidated statements of operations and accumulated surplus, changes 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, 2023, and the results of its consolidated operations, changes in its consolidated 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 Village'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 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 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 financial statements, including the disclosures, and whether the 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.

London, Ontario

July 23, 2024

*MNP* LLP

Chartered Professional Accountants

Licensed Public Accountants

# CORPORATION OF THE VILLAGE OF POINT EDWARD

## CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at December 31, 2023

	2023	2022
	\$	\$
<b>FINANCIAL ASSETS</b>		
Cash and cash equivalents (note 3)	4,931,909	4,372,565
Investments (note 4)	1,187,130	1,151,063
Taxes receivable (note 5)	284,976	229,418
Accounts receivable (note 6)	2,850,856	2,461,238
Investment in Bluewater Power Corporation (note 8)	3,012,331	2,882,663
<b>TOTAL FINANCIAL ASSETS</b>	<b>12,267,202</b>	<b>11,096,947</b>
<b>LIABILITIES</b>		
Accounts payable and accrued liabilities (note 9)	976,530	704,419
Deferred revenue (note 11)	1,079,200	904,209
Asset retirement obligation (note 14)	5,223	-
<b>TOTAL LIABILITIES</b>	<b>2,060,953</b>	<b>1,608,628</b>
<b>NET FINANCIAL ASSETS</b>	<b>10,206,249</b>	<b>9,488,319</b>
<b>NON-FINANCIAL ASSETS</b>		
Tangible capital assets (note 12) (schedule 1)	26,113,696	26,092,854
Prepaid expenses	60,125	12,221
<b>TOTAL NON-FINANCIAL ASSETS</b>	<b>26,173,821</b>	<b>26,105,075</b>
<b>ACCUMULATED SURPLUS (note 15)</b>	<b>36,380,070</b>	<b>35,593,394</b>

**Commitments (note 19)**

Approved on behalf of Council:

\_\_\_\_\_ Mayor

\_\_\_\_\_ C.A.O./Clerk

\_\_\_\_\_ Treasurer

# CORPORATION OF THE VILLAGE OF POINT EDWARD

## CONSOLIDATED STATEMENT OF OPERATIONS AND ACCUMULATED SURPLUS

For the year ended December 31, 2023

	Budget 2023 \$ (note 17)	Actual 2023 \$	Actual 2022 \$
<b>REVENUES</b>			
Taxation	3,311,808	2,872,534	3,142,498
User charges	2,110,806	2,475,638	2,257,681
Province of Ontario grants	4,536,035	358,638	174,759
Other municipalities grants	137,964	166,793	105,247
Penalties and interest on taxes	60,000	42,189	143,572
Investment income	758,637	380,340	194,676
Gain (loss) on sale of tangible capital assets	-	(57,919)	2,500
Casino revenue	1,700,461	1,698,480	1,550,461
Share of net income in Bluewater Power Corporation (note 8)	-	199,446	247,989
<b>TOTAL REVENUES</b>	<b>12,615,711</b>	<b>8,136,139</b>	<b>7,819,383</b>
<b>EXPENSES</b>			
General government	1,147,619	1,187,626	1,226,031
Protection services	1,720,982	1,690,800	1,619,350
Transportation services	1,350,086	1,277,799	1,403,749
Environmental services	2,027,199	2,051,266	1,909,619
Recreation and cultural services	1,309,390	1,223,732	1,251,129
Planning and development	4,000	3,588	1,832
<b>TOTAL EXPENSES</b>	<b>7,559,276</b>	<b>7,434,811</b>	<b>7,411,710</b>
<b>ANNUAL SURPLUS</b>	<b>5,056,435</b>	<b>701,328</b>	<b>407,673</b>
<b>ACCUMULATED SURPLUS - beginning of year</b>	<b>35,593,394</b>	<b>35,593,394</b>	<b>35,641,804</b>
Equity increase in Lambton Area Water Supply System (LAWSS) due to change in % ownership (note 16)	85,348	85,348	(456,083)
<b>ACCUMULATED SURPLUS - end of year (note 15)</b>	<b>40,735,177</b>	<b>36,380,070</b>	<b>35,593,394</b>

# CORPORATION OF THE VILLAGE OF POINT EDWARD

## CONSOLIDATED STATEMENT OF CHANGE IN NET FINANCIAL ASSETS

For the year ended December 31, 2023

	Budget 2023 \$ (note 17)	Actual 2023 \$	Actual 2022 \$
<b>ANNUAL SURPLUS</b>	<b>5,056,435</b>	<b>701,328</b>	407,673
Amortization of tangible capital assets	<b>1,248,724</b>	<b>1,248,724</b>	1,296,568
Acquisition of tangible capital assets	<b>(8,459,079)</b>	<b>(1,168,764)</b>	(453,661)
Net book value of disposed tangible capital assets	-	<b>59,507</b>	12,255
Share of LAWSS adjustment on tangible capital assets due to change in % ownership	<b>(160,309)</b>	<b>(160,309)</b>	348,532
Share of LAWSS adjustment on opening surplus due to change in % ownership	<b>85,348</b>	<b>85,348</b>	(456,083)
Increase in prepaid expenses	-	<b>(47,904)</b>	(7,254)
<b>INCREASE IN NET FINANCIAL ASSETS</b>	<b>(2,228,881)</b>	<b>717,930</b>	1,148,030
<b>NET FINANCIAL ASSETS - beginning of year</b>	<b>9,488,319</b>	<b>9,488,319</b>	8,340,289
<b>NET FINANCIAL ASSETS - end of year</b>	<b>7,259,438</b>	<b>10,206,249</b>	9,488,319



# CORPORATION OF THE VILLAGE OF POINT EDWARD

## CONSOLIDATED STATEMENT OF CASH FLOWS

For the year ended December 31, 2023

	Actual 2023 \$	Actual 2022 \$
<b>NET INFLOW (OUTFLOW) OF CASH RELATED TO THE FOLLOWING ACTIVITIES:</b>		
<b>OPERATING</b>		
Annual surplus	701,328	407,673
Non-cash charges to operations		
Amortization of tangible capital assets	1,248,724	1,296,568
(Gain) loss on disposal of tangible capital assets	57,919	(2,500)
Equity basis net income in Bluewater Power Corporation	(199,446)	(247,989)
Change in non-cash assets and liabilities		
(Increase) decrease in taxes receivable	(55,558)	829,154
Increase in accounts receivable	(389,618)	(496,291)
Increase (decrease) in accounts payable and accrued liabilities	272,112	(133,604)
Increase in deferred revenue	174,991	369,363
Increase in prepaid expenses	(47,904)	(7,254)
Increase in asset retirement obligation	5,223	-
<b>Net increase in cash from operating transactions</b>	<b>1,767,771</b>	<b>2,015,120</b>
<b>CAPITAL</b>		
Acquisition of tangible capital assets	(1,168,764)	(453,661)
Proceeds on disposal of tangible capital assets	1,588	14,755
Share of LAWSS adjustment on tangible capital assets	(160,309)	348,532
<b>Net decrease in cash from capital transactions</b>	<b>(1,327,485)</b>	<b>(90,374)</b>
<b>INVESTING</b>		
Dividends received from Bluewater Power Corporation	69,777	69,623
Equity decrease in LAWSS due to change in % ownership	85,348	(456,083)
Increase in investments	(36,067)	(46,220)
<b>Net decrease in cash from investing transactions</b>	<b>119,058</b>	<b>(432,680)</b>
<b>INCREASE IN CASH AND CASH EQUIVALENTS</b>	<b>559,344</b>	<b>1,492,066</b>
<b>CASH AND CASH EQUIVALENTS - beginning of year</b>	<b>4,372,565</b>	<b>2,880,499</b>
<b>CASH AND CASH EQUIVALENTS - end of year</b>	<b>4,931,909</b>	<b>4,372,565</b>
Cash paid for interest	-	-
Cash received from interest	408,065	645,799

The Corporation of the Village of Point Edward ("Village") is a municipality in the Province of Ontario, Canada. It was incorporated in 1878 and conducts its operations guided by the provisions of provincial statutes such as the Municipal Act, 2001, Municipal Affairs Act and related legislation. The Village provides municipal services such as fire, public works, planning, parks and recreation and other general government operations.

## 1. SIGNIFICANT ACCOUNTING POLICIES

The consolidated financial statements of the Village are the representation of management and have been prepared in accordance with Canadian generally accepted accounting principles for local governments as recommended by the Public Sector Accounting Board (PSAB) as defined in the CPA Canada Public Sector Accounting Handbook. Significant aspects of the accounting policies are as follows:

### a) *Basis of Consolidation*

#### i. *Consolidated 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 committees and local boards accountable for the administration of their financial affairs and resources of the Village and which are owned or controlled by the Village.

These entities include:

- Point Edward Electricity Holdings Inc.

Inter-departmental and inter-organizational transactions and balances with this entity have been eliminated.

#### ii. *Government Business Enterprise*

The Village's investment in Bluewater Power Corporation ("BPC") is accounted for on the modified equity basis, consistent with Canadian public sector accounting standards as recommended by PSAB for investments in government business enterprises. Under the modified equity basis, BPC's accounting policies are not adjusted to conform to those of the Village and inter-organizations transactions and balances are not eliminated. The Village recognizes its equity interest in the annual income or loss of BPC in its Consolidated Statement of Operations with corresponding increase or decrease in its investment asset account. Any dividends that the Village may receive from BPC will be reflected as reductions in the investment asset account.

#### iii. *Joint Local Board*

The Lambton Area Water Supply System ("LAWSS") has been consolidated on a proportionate basis based upon the water flow of the Village in proportion to the entire flows provided by the joint board for the previous year. Under the proportionate basis, the Village's pro rata share of each assets, liabilities, revenues and expenditures of LAWSS are consolidated with similar items in the Village's financial statements. For 2023, the Village's share of LAWSS was 1.96% (2022 - 1.88%). Material inter-organizational transactions and balances have been eliminated.

**1. SIGNIFICANT ACCOUNTING POLICIES (continued)**

*a) Basis of Consolidation (continued)*

*iv. Accounting for County and School Board Transactions*

The taxation, other revenues, expenditures, assets and liabilities with respect to the operations of the school boards, and the County of Lambton are not reflected in these consolidated financial statements.

*b) Basis of accounting*

The Village follows the accrual method of accounting for revenues and expenses. Revenues are normally recognized in the year in which they are earned and measurable. Expenses are recognized as they are incurred and measurable as a result of a receipt of goods or services and/or the creation of a legal obligation to pay.

*c) Non-financial assets*

Non-financial assets are not yet 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.

*d) Cash and cash equivalents*

Cash equivalents are comprised of guaranteed investment certificates and term deposits with original maturities of 90 days or less.

*e) Tangible capital assets*

Tangible capital assets are recorded at cost which includes all amount that are directly attributable to acquisition, construction, development or betterment of the asset. The cost, less residual value, if any, of tangible capital assets is amortized on a straight-line basis, over the expected useful life of the asset, as follows:

<b>Asset</b>	<b>Useful Life - Years</b>
Land improvements	20 - 50 years
Buildings and building improvements	15 - 100 years
Transportation infrastructure	15 - 50 years
Environmental infrastructure	35 - 100 years
Vehicles	7 - 15 years
Equipment	5 - 25 years

Amortization is charged starting in the year subsequent to acquisition and a full year of amortization is charged in the year of disposition. Assets under construction are not amortized until the year after the asset is available for productive use.

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

**1. SIGNIFICANT ACCOUNTING POLICIES (continued)**

*e) Tangible capital assets (continued)*

The Village's tangible capital asset policy does not allow for the capitalization of interest costs associated with the acquisition or construction of a tangible capital asset. Works of art and cultural and historic assets are not recorded as assets in these financial statements.

*f) Financial instruments*

*i. Measurement of financial instruments*

The Village initially measures its financial assets and financial liabilities at fair value adjusted by, in the case of a financial instrument that will not be measured subsequently at fair value, the amount of transaction costs directly attributable to the instrument.

The Village subsequently measures its financial assets and financial liabilities at amortized cost.

Financial assets measured at amortized cost include cash, accounts and notes receivable and taxes receivable. Investments in guaranteed investment certificates (GICs) are measured at cost plus accrued interest.

Financial liabilities measured at amortized cost include accounts payable and accrued liabilities.

Unrealized changes in fair value are recognized in the Statement of Remeasurement Gains and Losses until they are realized, when they are transferred to the Statement of Operations. As the Village has no applicable financial instruments recognized at fair value, the Village does not have a Statement of Remeasurement Gains and Losses.

*ii. Impairment*

Financial assets measured at amortized cost are tested for impairment when there are indicators of possible impairment. When a significant adverse change has occurred during the period in the expected timing or amount of future cash flows from the financial asset or group of assets, a write-down is recognized in the consolidated statement of operations. The write-down reflects the difference between the carrying amount and the higher of:

- a) the present value of the cash flows expected to be generated by the asset or group of assets;
- b) the amount that could be realized by selling the assets or group of assets;
- c) the net realizable value of any collateral held to secure repayment of the assets or group of assets.

When the event occurring after the impairment confirms that a reversal is necessary, the reversal is recognized in the Consolidated Statement of Operations up to the amount of the previously recognized impairment.

**1. SIGNIFICANT ACCOUNTING POLICIES (continued)**

*g) Revenue recognition*

Property tax billings are prepared by the Village based on the assessment roles issued by the Municipal Property Assessment Corporation. Tax rates are established annually by Council, incorporating amounts to be raised for local services. A normal part of the assessment process is the issue of supplementary assessment rolls, which provide updated information with respect to changes in the property assessments. Once a supplementary assessment roll is received, the Village determines the taxes applicable and renders a supplementary tax billing. Taxation revenues are recorded at the time the tax billings are issued.

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

User charges, Government of Canada grants, Province of Ontario grants & Other municipal grants are recognized when related goods or services are provided and collectability is reasonably assured.

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, any eligibility criteria have been met, and reasonable estimate of the amounts can be made.

Investment income earned on surplus funds is recognized when earned.

Casino revenue is recognized when earned.

The Village's share of net income in Bluewater Power is recognized when earned.

Taxation revenues in any year may also be reduced as a result of reductions in assessment values arising from assessment and/or tax appeals. Each year, an amount is identified to cover the estimated amount of revenue loss attributable to assessment appeals, tax appeals and other deficiencies in tax revenues (e.g., uncollectible amounts, write-offs, etc.).

*h) Accumulated surplus*

Accumulated surplus represents the Corporation's net economic resources. It is an amount by which all assets (financial and non-financial) exceed liabilities. An accumulated surplus indicates that the Corporation has net resources (financial and physical) that can be used to provide future services. An accumulated deficit means that liabilities are greater than assets.

**1. SIGNIFICANT ACCOUNTING POLICIES (continued)**

*i) 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, 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. Estimates are used with accounting for items such as accrued receivables and accrued liabilities.

In addition, the Village's implementation of the Public Sector Accounting Handbook PS3150 has required management to make estimates of historical cost and useful lives of tangible capital assets. Actual results could differ from these estimates.

*j) Investments*

Investments consist of guaranteed investment certificates ("GICs") with maturity dates greater than 90 days and are recorded at amortized cost. Investment income is reported as revenue in the period earned.

*k) Employee future benefits*

The contributions to the Ontario Municipal Employers Retirement System ("OMERS"), a multi-employer defined benefit pension plan, are expensed when contributions are due.

*l) Asset retirement obligations*

A liability for an asset retirement obligation is recognized when there is a legal obligation to incur retirement costs in relation to a tangible capital asset; the past transaction or event giving rise to the liability has occurred; it is expected that future economic benefits will be given up; and a reasonable estimate of the amount can be made. The liability is recorded at an amount that is the best estimate of the expenditure required to retire a tangible capital asset at the financial statement date. This liability is subsequently reviewed at each financial reporting date and adjusted for the passage of time and for any revisions to the timing, amount required to settle the obligation or the discount rate. Upon the initial measurement of an asset retirement obligation, a corresponding asset retirement cost is added to the carrying value of the related tangible capital asset if it is still in productive use. This cost is amortized over the useful life of the tangible capital asset. If the related tangible capital asset is unrecognized or no longer in productive use, the asset retirement costs are expensed.

**2. CHANGE IN ACCOUNTING POLICY**

Effective January 1, 2023, the Village adopted the new Public Sector Accounting Handbook Standard, Section PS 3280, Asset Retirement Obligations.

The standard requires a liability to be recognized as there is a legal obligation to incur retirement costs. This change in accounting policy has been applied using the prospective approach. See Note 14 for more details.

**3. CASH AND CASH EQUIVALENTS**

	<b>2023</b>	2022
	\$	\$
Cash on deposit	<b>3,255,939</b>	2,766,055
Cash equivalents	<b>1,675,970</b>	1,606,510
	<b>4,931,909</b>	4,372,565

**4. INVESTMENTS**

The Village has investments in guaranteed investment certificates (GICs) of \$1,187,130 (2022 - \$1,151,063) with maturity dates ranging from January 2024 to October 2028 and interest rates from 1.58% to 5.01% and market value of \$1,187,130 (2022 - 1,151,063) at December 31, 2023.

**5. TAXES RECEIVABLE**

Taxes receivables are reported net of allowance for doubtful accounts of \$NIL (2022 - \$NIL). As at December 31, the balances are as follows:

	<b>2023</b>	2022
	\$	\$
Taxes receivable	<b>258,857</b>	204,697
Penalties and interest	<b>26,119</b>	24,721
	<b>284,976</b>	229,418

**6. ACCOUNTS RECEIVABLE**

Included in accounts receivable is a loan receivable of \$1,637,771 (2022 - \$1,333,407) bearing interest at 6% per annum on the outstanding balance and must be repaid by June 30, 2025.

**7. OPERATIONS OF SCHOOL BOARDS AND THE COUNTY OF LAMBTON**

During 2023, requisitions were made by the County of Lambton and School Boards requiring the Village 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	1,362,029	1,985,731
Payments in lieu	700	250,370
Amounts requisitioned and remitted	1,362,729	2,236,101

**7. OPERATIONS OF SCHOOL BOARDS AND THE COUNTY OF LAMBTON (continued)**

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

**8. INVESTMENT IN BLUEWATER POWER CORPORATION**

In recognition of the requirements of Bill 35 (The Energy Competition Act, 1998) the Village through Point Edward Electricity Holdings Inc. (holding company), along with the City of Sarnia, Town of Petrolia, Township of Warwick, Village of Oil Springs and Village of Alvinston passed in the year 2000 transfer by-laws that transferred, effective October 31, 2000, all of their hydro assets and liabilities to Bluewater Power Distribution Corporation. Upon determination of the fair value of assets and liabilities transferred, each municipality received a promissory note from Bluewater Power Distribution Corporation and shares of Bluewater Power Corporation, which owns 100% of Bluewater Power Distribution Corporation, equal to the percentage of the fair market value of assets and liabilities each municipality contributed compared to the total fair market value of the assets and liabilities contributed by the municipalities. The fair market value of the assets and liabilities contributed by the Village of Point Edward was determined to be 3.37% of the fair market value of all of the assets and liabilities contributed by all of the six participating municipalities.

For its contribution the Village took back a promissory note from Bluewater Power Distribution Corporation bearing interest at 7.25% and Point Edward Electricity Holdings Inc., wholly owned by the Village was incorporated to hold the Village's investment in 3.37% of the common shares of Bluewater Power Corporation. This investment in 3.37% of the common shares of Bluewater Power Corporation was valued at \$607,682.

Commencing May 1, 2009, the interest rate payable on the promissory note increased from 7.25% to 7.62%, the deemed debt cost allowed by the Ontario Energy Board and on May 1, 2013 the increase rate declined to 6.39%. In May 2016 the rate was adjusted to 6.73%. In May 2018 the rate was adjusted to 6.98%. In May 2023 the rate was adjusted to 7.93%.

The financial statements of Bluewater Power Corporation were prepared in accordance with International Financial Reporting Standards (IFRS).

The investment in Bluewater Power Corporation is reported on the modified equity basis.



**8. INVESTMENT IN BLUEWATER POWER CORPORATION (continued)**

The investment is comprised of the following:

	2023	2022
	\$	\$
Promissory Note	<b>653,025</b>	653,025
Point Edward Electricity Holdings Inc. common shares	<b>607,682</b>	607,682
Share of net income since acquisition, net of dividends received	<b>1,751,624</b>	1,621,956
	<b>3,012,331</b>	2,882,663
<b>Continuity of Investment</b>		
Balance, beginning of year	<b>2,882,663</b>	2,704,297
Share of net income for the year	<b>199,446</b>	247,989
Dividends received during the year	<b>(69,777)</b>	(69,623)
Net increase in equity during the year	<b>129,669</b>	178,366
Balance, end of year	<b>3,012,331</b>	2,882,663

The promissory note is due from Bluewater Power Distribution Corporation is unsecured, subordinated and due eighteen months following demand for payment. During 2023, the Village of Point Edward received \$49,910 (2022 - \$45,732) of interest income on the promissory note.

**8. INVESTMENT IN BLUEWATER POWER CORPORATION (continued)**

The following is the financial information presented by Bluewater Power Corporation:

**Consolidated Statement of Financial Position**

	2023	2022
	\$	\$
Current assets	<b>36,535,515</b>	31,702,654
Other assets	<b>109,849,398</b>	103,424,359
Regulatory balances	<b>6,777,728</b>	8,349,095
Current liabilities	<b>(24,765,027)</b>	(30,042,847)
Non-current liabilities	<b>(56,930,689)</b>	(44,260,708)
Regulatory balances	<b>(1,457,891)</b>	(3,011,254)
Shareholders' equity	<b>70,009,034</b>	66,161,299

**Consolidated Statements of Comprehensive Income**

	2023	2022
	\$	\$
Revenue	<b>139,461,012</b>	143,731,056
Operating expenditures	<b>(128,921,952)</b>	(134,777,772)
Finance income and costs	<b>(1,935,748)</b>	(2,458,899)
Income tax expense	<b>(2,205,000)</b>	(2,245,000)
Net income for the year	<b>6,398,312</b>	4,249,385
Net movement in regulatory balances, net of tax	<b>136,996</b>	2,026,650
Other comprehensive income (expense)	<b>(617,039)</b>	2,584,605
Total comprehensive income	<b>5,918,269</b>	8,860,640

**9. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES**

Included in Accounts payable and accrued liabilities are the government remittances totalling \$26,415 (2022 – \$27,633).

**10. BANK INDEBTEDNESS**

The Village has an operating loan agreement with a Canadian Chartered bank for a credit facility up to \$600,000, payable on demand, bearing interest at the bank's prime rate per annum. The balance on the credit facility at December 31, 2023 was \$NIL (2022 - \$NIL).

**11. DEFERRED REVENUE**

Deferred revenue is made up of the following:

	Opening Balance	Contributions Received	Funding Recognized	Ending Balance
	\$	\$	\$	\$
COVID-19 Safe Restart Funding	150,052	5,564	155,616	-
Canada Community Building Fund	253,108	105,320	-	358,428
Other	501,049	305,036	85,313	720,772
	<b>904,209</b>	<b>415,920</b>	<b>240,929</b>	<b>1,079,200</b>

**12. TANGIBLE CAPITAL ASSETS**

The net book value of the tangible capital assets is as follows:

	2023	2022
	\$	\$
General		
Land and land improvements	1,935,397	2,024,054
Buildings	11,757,499	11,767,394
Vehicles and equipment	2,163,460	2,324,513
Infrastructure		
Transportation	3,255,643	3,412,316
Environmental	5,319,070	5,276,844
	<b>24,431,069</b>	24,805,121
Work in progress	1,682,627	1,287,733
	<b>26,113,696</b>	26,092,854

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

During 2023, there were no write-downs of assets (2022 - \$NIL) and no interest capitalized (2022 - \$Nil)

### **13. PENSION AGREEMENTS**

The Village makes contributions to the Ontario Municipal Employees Retirement System (OMERS), which is a multi-employer plan, on behalf of all permanent, full-time members of its staff. The plan is a defined benefit plan, which specifies the amount of the retirement benefit to be received by the employees based on the length of service and rates of pay. Employees and employers contribute jointly to the plan. The employer amount contributed to OMERS for 2023 was \$175,461 (2022 - \$184,643). The contribution rate for 2023 was 9.2% to 15.8% depending on age and income level (2022 – 9.2% to 15.8%)

OMERS is a multi-employer plan, therefore any pension plan surpluses or deficits are a joint responsibility of Ontario municipal organizations and their employees. As a result, the Village does not recognize any share of the OMERS pension surplus or deficit. The last available report for the OMERS plan was December 31, 2023. At that time the plan reported a \$4.20 billion actuarial deficit (2022 - \$6.68 billion actuarial deficit), based on actuarial liabilities of \$134.57 billion (2022 - \$128.79 billion) and actuarial assets of \$128.61 billion (2022 - \$124.21 billion). Ongoing adequacy of the current contribution rates will need to be monitored as declines in the financial markets may lead to increased future funding requirements.

### **14. ASSET RETIREMENT OBLIGATIONS**

The Village's financial statements include their proportionate ownership of the LAWSS asset retirement obligation for the remediation of asbestos and other designated substances contained within buildings. The related asset retirement costs are being amortized on a straight-line basis. The liability has been estimated using a net present value technique with a discount rate of 5.57%. The estimated total undiscounted future expenditures are \$87,511, which are to be incurred over the remaining productive useful life of the buildings. The liability is expected to be settled at the end of the buildings' productive useful lives.

The carrying amount of the liability at December 31, 2023 is \$5,223.

Note that the total amount of the liability may change due to changes in estimates noted above, such as the discount rate, estimated total undiscounted future expenditures, and expected remediation date.

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**15. ACCUMULATED SURPLUS**

Accumulated surplus consists of individual fund surplus/(deficit) and reserves as follows:

	2023	2022
	\$	\$
<b>Surplus</b>		
Investment in Bluewater Power Corporation	<b>3,012,331</b>	2,882,663
<b>Invested In Capital Assets</b>		
Tangible capital assets - net book value	<b>26,113,696</b>	26,092,854
<b>Surplus</b>		
	<b>29,126,027</b>	28,975,517
<b>Reserves</b>		
Emergencies	<b>1,398,348</b>	1,250,167
Water	<b>1,034,897</b>	686,717
Roads capital	<b>1,009,543</b>	1,009,543
Working capital	<b>848,582</b>	848,582
Engine truck replacement	<b>450,000</b>	350,000
Specified capital projects	<b>400,204</b>	328,623
LAWSS	<b>357,020</b>	304,943
MAT tax	<b>260,335</b>	430,490
Playground	<b>253,000</b>	-
Storm station upgrade	<b>250,461</b>	175,461
Point Edward Electricity Holdings	<b>133,457</b>	177,282
Planning licenses and permits	<b>126,542</b>	110,582
Public works dump truck	<b>120,000</b>	40,000
Land	<b>88,500</b>	227,000
Parks sick leave	<b>85,000</b>	85,000
Fire department air pack	<b>75,000</b>	25,000
Ice resurfacers replacement	<b>54,868</b>	-
Public works winter maintenance	<b>51,980</b>	51,980
OCIF Grant	<b>48,131</b>	12,997
Fire department training and certification	<b>44,378</b>	22,878
Donation reserve	<b>41,647</b>	40,710
Health & Safety	<b>32,913</b>	32,913
Pipe repairs	<b>20,000</b>	-
Cleaning wells	<b>17,500</b>	7,500
Insurance claims	<b>16,468</b>	16,468
M Grant	<b>13,252</b>	30,041
Cannabis Fund	<b>10,000</b>	10,000
General election	<b>7,518</b>	-
Farmers Market	<b>3,000</b>	3,000
Concession	<b>1,500</b>	-
Assessment loss	-	215,000
Public works one ton truck	-	50,000
Barrel Roof	-	75,000
<b>Total Reserves</b>	<b>7,254,043</b>	6,617,877
	<b>36,380,070</b>	35,593,394

**16. JOINT LOCAL BOARD CONSOLIDATION – LAWSS**

The following summarizes the financial position and operations of Lambton Area Water Supply System (LAWSS) which has been reported in these consolidated financial statements using the proportionate consolidation method.

The consolidated financial statements include the Village's 1.96% (2022 - 1.88%) proportionate interest as follows:

Consolidated Statement of Financial Position

	<b>2023</b>	2022
	\$	\$
Cash	<b>359,894</b>	295,094
Accounts and notes receivable	<b>18,768</b>	11,861
Accounts payable and accrued liabilities	<b>(16,419)</b>	(2,012)
Asset retirement obligation	<b>(5,223)</b>	-
Net financial debt	<b>357,020</b>	304,943
Tangible capital assets	<b>1,822,925</b>	1,705,275
<b>Accumulated surplus</b>	<b>2,179,945</b>	2,010,218

Consolidated Statement of Operations

	<b>2023</b>	2022
	\$	\$
Total revenues	<b>249,603</b>	205,753
Total expenses	<b>(160,675)</b>	(144,255)
<b>Annual surplus</b>	<b>88,928</b>	61,498

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**17. BUDGET FIGURES**

Budget data presented in these consolidated financial statements are based upon the 2023 operating and capital budget approved by Council. The chart below reconciles the approved budget to the budget figures reported in these consolidated financial statements.

	Village Approved Budget	PSAB Adjustment & Consolidated Entities	Budget Per Financial Statements
	\$	\$	\$
General revenues	12,309,403	306,308	12,615,711
General expenses	(6,051,316)	(1,507,960)	(7,559,276)
Non Statement of Operations Transactions:			
Capital expenditures	8,459,079	(8,459,079)	-
Reserve transfers	(2,329,759)	2,329,759	-
<b>Annual surplus</b>	<b>12,387,407</b>	<b>(7,330,972)</b>	<b>5,056,435</b>

**18. EXPENSES BY OBJECT**

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

	Budget 2023 \$	Actual 2023 \$	Actual 2022 \$
Salaries and benefits	2,893,894	2,678,074	2,765,526
Interest charges	690	966	-
Materials	2,320,538	2,345,274	2,283,320
Contracted services	796,463	1,080,427	985,568
Rents and financial expenses	6,600	5,940	6,382
External transfers	33,131	75,406	74,346
Amortization	1,507,960	1,248,724	1,296,568
	<b>7,559,276</b>	<b>7,434,811</b>	<b>7,411,710</b>

**19. COMMITMENTS**

The Village entered into a service agreement with Marcotte Disposal for waste collection for a ten-year term ending June 30, 2032 at an approximate cost of \$124,761 in 2024, including HST.

The total waste collection commitment is as follows:

2024	\$ 124,761
2025	127,256
2026	129,801
2027	132,397
2028	135,045
Thereafter	<u>349,192</u>
	<u>998,452</u>

The Village has entered into a service agreement with the Ontario Provincial Police for the provision of policing services which will expire on December 31, 2024. The 2024 annual cost will be \$546,132; subsequent years' amounts are to be determined on an annual basis based on estimated salary and benefit costs.

The Village has entered into a service agreement with the City of Sarnia for the provision of transit services which will expire on December 31, 2024 at a cost of \$285,000 including HST.

The Village has entered into a contract with Maaten Construction Limited related to the digester lid refurbishment. The contract is for \$580,124 including HST. Final phase of construction expected to be completed in 2024.

Further to note 16 the Village has proportionate interest in joint local board – LAWSS including their related commitments. Future capital commitments in the aggregate amount of \$17,487,001 can be found within the standalone financial statements of Lambton Area Water Supply System (LAWSS).

**20. SEGMENTED INFORMATION**

The Village is a diversified municipal government institution that provides a wide range of services to its citizens. Distinguishable functional segments have been separately disclosed in the segmented information. The nature of those segments and the activities they encompass are as follows:

*General Government*

The departments within general government are responsible for the general management and control of the Village, including adopting by-laws, adopting administrative policy, levying taxes, and providing administrative services. They also ensure that quality services are provided to the community and that the services are aligned with Council approved actions.



**20. SEGMENTED INFORMATION (continued)**

*Protection Services*

Protection is comprised of police services, fire protection, building department and animal control. The Police services work to ensure the safety and protection of the citizens and their property. The fire department is responsible to provide fire suppression services, fire prevention programs, training and education related to prevention, detection or extinguishment of fires and emergency rescue services. The building department is responsible for permit processing and building inspections. The animal control department is responsible to provide a licensing system for dogs.

*Transportation Services*

Transportation includes the delivery of municipal public works services related to the planning, development and maintenance of the Village's infrastructure including roads, bridges, storm drains, sidewalks, streetlights, traffic signals and winter control and funding for mobility transit services.

*Environmental Services*

Environmental services consist of providing sanitary and storm sewer, water, waste collection and disposal, and recycling services.

*Recreation and Cultural Services*

This service area provides services meant to improve the health and development of the Village's citizens. The Village is responsible for the development, provision and maintenance of the Point Edward Arena and Community Hall, as well as parks and recreation.

*Planning and Development*

The County of Lambton Planning Department provides advice, guidance and recommendations to Council, the Committee of Adjustment and staff members on all planning issues. The administration for all planning application is dealt with by municipal office staff. The Point Edward Committee of Adjustment supports an open and inclusive planning process and considers decisions on severance and minor variance applications.

**21. FINANCIAL INSTRUMENTS AND RISKS**

Unless otherwise noted, it is management's opinion that the Village is not exposed to significant risks. There have been no changes in the Village's risk exposures from the prior year.

*Credit risk*

The Village is exposed to credit risk through its cash, taxes receivable and accounts receivable. There is a possibility of non-collection of its accounts receivable. The majority of the Village's receivables are from rate payers and government entities. The Village mitigates its exposure to credit loss by placing its cash with major financial institutions.

**21. FINANCIAL INSTRUMENTS AND RISKS (continued)**

Accounts receivable credit risk is resulting from the possibility that a customer or counterparty to a financial instrument defaults on their financial obligations; if there is a concentration of transactions carried out with same counterparty; or of financial obligations which have similar economic characteristics such that they could be similarly affected by changes in economic conditions.

The Village manages its credit risk by limiting the amount of days aged in accounts receivable before appropriate action is taken.

The Village’s maximum exposure to credit risk at the financial statement date is the carrying value of accounts receivable and other accounts receivable as presented on the statement of financial position.

At year end, the amounts outstanding for the Village’s accounts receivable are as follows:

<b>2023</b>					
	Current	31-60 days	61-90 days	91-120 days	Total
Government receivable	582,649	-	-	138,779	721,427
Accounts receivable	278,946	183,884	209,223	1,457,376	2,129,429
Taxes receivable	-	-	-	284,976	284,976
<b>Total</b>	<b>861,595</b>	<b>183,884</b>	<b>209,223</b>	<b>1,881,131</b>	<b>3,135,832</b>

<b>2022</b>					
	Current	31-60 days	61-90 days	91-120 days	Total
Government receivable	546,842	-	-	139,128	685,970
Accounts receivable	326,410	329,120	202,912	916,826	1,775,268
Taxes receivable	-	-	-	229,418	229,418
<b>Total</b>	<b>873,251</b>	<b>329,120</b>	<b>202,912</b>	<b>1,285,372</b>	<b>2,690,656</b>

**Liquidity risk**

Liquidity risk is the risk that the Village will not be able to meet its obligations as they become due. The Village is exposed to this risk mainly in respect of its accounts payable and accrued liabilities and deferred revenue. The Village manages this risk by establishing budgets and funding plans to fund its expenses and debt repayments. The Village also maintains certain credit facilities, which can be drawn upon as needed.

**21. FINANCIAL INSTRUMENTS AND RISKS (continued)**

The following tables sets out the expected maturities (representing undiscounted contractual cash-flow of financial liabilities):

<b>2023</b>				
	Within 1 year	1-5 years	Over 5 years	Total
Accounts payable and accrued liabilities	976,530	-	-	976,530
Deferred revenue	-	1,079,200	-	1,079,200
<b>Total</b>	<b>976,530</b>	<b>1,079,200</b>	<b>-</b>	<b>2,055,730</b>

<b>2022</b>				
	Within 1 year	1-5 years	Over 5 years	Total
Accounts payable and accrued liabilities	704,419	-	-	704,419
Deferred revenue	240,929	663,280	-	904,209
<b>Total</b>	<b>945,348</b>	<b>663,280</b>	<b>-</b>	<b>1,608,628</b>

**22. ECONOMIC DEPENDENCE**

Approximately 21% (2022 - 20%) of the Village's total revenues are generated from the Ontario Lottery and Gaming Corporation (OLG). The loss of a material amount of casino revenue from OLG could have a material adverse effect on the operations of the Village.

# CORPORATION OF THE VILLAGE OF POINT EDWARD

## SCHEDULE 1 - CONSOLIDATED SCHEDULE OF TANGIBLE CAPITAL ASSETS

For the year ended December 31, 2023

	General			Infrastructure		Work in Progress \$	Totals \$
	Land and Land Improvements	Buildings	Vehicles and Equipment	Transportation	Environmental		
	\$	\$	\$	\$	\$		
<b>COST</b>							
Balance, beginning of year	4,773,470	22,912,927	5,262,025	8,243,666	9,397,286	1,287,733	<b>51,877,107</b>
Add: additions during the year	13,961	564,189	128,824	66,896	-	394,894	<b>1,168,764</b>
Less: disposals during the year	-	328,216	212,516	125,156	-	-	<b>665,888</b>
LAWSS equity adjustment	-	-	-	-	204,068	-	<b>204,068</b>
<b>Balance, end of year</b>	<b>4,787,431</b>	<b>23,148,900</b>	<b>5,178,333</b>	<b>8,185,406</b>	<b>9,601,354</b>	<b>1,682,627</b>	<b>52,584,051</b>
<b>ACCUMULATED AMORTIZATION</b>							
Balance, beginning of year	2,749,416	11,145,533	2,937,512	4,831,350	4,120,442	-	<b>25,784,253</b>
Add: amortization for the year	102,618	519,273	285,181	223,569	118,083	-	<b>1,248,724</b>
Less: disposals during the year	-	273,405	207,820	125,156	-	-	<b>606,381</b>
LAWSS equity adjustment	-	-	-	-	43,759	-	<b>43,759</b>
<b>Balance, end of year</b>	<b>2,852,034</b>	<b>11,391,401</b>	<b>3,014,873</b>	<b>4,929,763</b>	<b>4,282,284</b>	<b>-</b>	<b>26,470,355</b>
<b>NET BOOK VALUE OF TANGIBLE CAPITAL ASSETS</b>	<b>1,935,397</b>	<b>11,757,499</b>	<b>2,163,460</b>	<b>3,255,643</b>	<b>5,319,070</b>	<b>1,682,627</b>	<b>26,113,696</b>

# CORPORATION OF THE VILLAGE OF POINT EDWARD

## SCHEDULE 1 - CONSOLIDATED SCHEDULE OF TANGIBLE CAPITAL ASSETS

For the year ended December 31, 2022

	General			Infrastructure		Work in Progress \$	Totals \$
	Land and Land Improvements	Buildings	Vehicles and Equipment	Transportation	Environmental		
	\$	\$	\$	\$	\$		
<b>COST</b>							
Balance, beginning of year	4,738,235	22,872,995	5,054,281	8,214,289	9,978,584	1,259,066	52,117,450
Add: additions during the year	35,235	72,576	287,520	29,377	286	28,667	453,661
Less: disposals during the year	-	32,644	79,776	-	-	-	112,420
LAWSS equity adjustment	-	-	-	-	(581,584)	-	(581,584)
<b>Balance, end of year</b>	<b>4,773,470</b>	<b>22,912,927</b>	<b>5,262,025</b>	<b>8,243,666</b>	<b>9,397,286</b>	<b>1,287,733</b>	<b>51,877,107</b>
<b>ACCUMULATED AMORTIZATION</b>							
Balance, beginning of year	2,602,722	10,640,967	2,749,268	4,582,336	4,245,609	-	24,820,902
Add: amortization for the year	146,694	524,955	268,020	249,014	107,885	-	1,296,569
Less: disposals during the year	-	20,389	79,776	-	-	-	100,165
LAWSS equity adjustment	-	-	-	-	(233,052)	-	(233,052)
<b>Balance, end of year</b>	<b>2,749,416</b>	<b>11,145,533</b>	<b>2,937,512</b>	<b>4,831,350</b>	<b>4,120,442</b>	<b>-</b>	<b>25,784,253</b>
<b>NET BOOK VALUE OF TANGIBLE CAPITAL ASSETS</b>	<b>2,024,054</b>	<b>11,767,394</b>	<b>2,324,513</b>	<b>3,412,316</b>	<b>5,276,844</b>	<b>1,287,733</b>	<b>26,092,854</b>

# CORPORATION OF THE VILLAGE OF POINT EDWARD

## SCHEDULE 2 - CONSOLIDATED SCHEDULE OF SEGMENT DISCLOSURE

For the year ended December 31, 2023

	General Government \$	Protection Services \$	Transportation Services \$	Environmental Services \$	Recreation and Cultural Services \$	Planning and Development \$	Consolidated \$
<b>Revenue</b>							
Property taxation	2,872,534	-	-	-	-	-	2,872,534
User charges	223,417	4,276	24,517	1,848,194	370,234	5,000	2,475,638
Government transfers - operating	-	6,588	266,737	85,313	-	-	358,638
Other municipalities	-	17,964	148,829	-	-	-	166,793
Penalties and interest on taxes	42,189	-	-	-	-	-	42,189
Investment income	380,340	-	-	-	-	-	380,340
Gain (loss) on sale of tangible capital assets	(57,919)	-	-	-	-	-	(57,919)
Casino	1,698,480	-	-	-	-	-	1,698,480
Equity in income of Bluewater Power Corporation	199,446	-	-	-	-	-	199,446
<b>Total revenues</b>	5,358,487	28,828	440,083	1,933,507	370,234	5,000	8,136,139
<b>Expenses</b>							
Salaries and benefits	603,299	668,432	426,962	586,489	389,583	3,309	2,678,074
Interest charges	-	-	193	276	497	-	966
Materials	492,202	294,918	272,532	835,065	450,278	279	2,345,274
Contracted services	-	568,803	279,149	232,475	-	-	1,080,427
Rents and financial expenses	5,940	-	-	-	-	-	5,940
External transfers	42,275	33,131	-	-	-	-	75,406
Amortization	43,910	125,516	298,963	396,961	383,374	-	1,248,724
<b>Total expenses</b>	1,187,626	1,690,800	1,277,799	2,051,266	1,223,732	3,588	7,434,811
<b>Net surplus/(deficit)</b>	4,170,861	(1,661,972)	(837,716)	(117,759)	(853,498)	1,412	701,328

# CORPORATION OF THE VILLAGE OF POINT EDWARD

## SCHEDULE 2 - CONSOLIDATED SCHEDULE OF SEGMENT DISCLOSURE

For the year ended December 31, 2022

	General Government \$	Protection Services \$	Transportation Services \$	Environmental Services \$	Recreation and Cultural Services \$	Planning and Development \$	Consolidated \$
<b>Revenue</b>							
Property taxation	3,142,498	-	-	-	-	-	3,142,498
User charges	163,466	7,545	16,735	1,763,661	302,474	3,800	2,257,681
Government transfers - operating	-	3,636	171,123	-	-	-	174,759
Other municipalities	-	17,964	87,283	-	-	-	105,247
Penalties and interest on taxes	143,572	-	-	-	-	-	143,572
Investment income	194,676	-	-	-	-	-	194,676
Loss on sale of tangible capital assets	2,500	-	-	-	-	-	2,500
Casino	1,550,461	-	-	-	-	-	1,550,461
Equity in income of Bluewater Power Corporation	247,989	-	-	-	-	-	247,989
<b>Total revenues</b>	5,445,162	29,145	275,141	1,763,661	302,474	3,800	7,819,383
<b>Expenses</b>							
Salaries and benefits	596,603	658,638	447,993	613,412	447,048	1,832	2,765,526
Materials	542,800	282,770	371,518	686,073	400,159	-	2,283,320
Contracted services	-	522,594	237,853	225,121	-	-	985,568
Rents and financial expenses	6,382	-	-	-	-	-	6,382
External transfers	41,600	32,746	-	-	-	-	74,346
Amortization	38,646	122,602	346,385	385,013	403,922	-	1,296,568
<b>Total expenses</b>	1,226,031	1,619,350	1,403,749	1,909,619	1,251,129	1,832	7,411,710
<b>Net surplus/(deficit)</b>	4,219,131	(1,590,205)	(1,128,608)	(145,958)	(948,655)	1,968	407,673