

Consolidated Financial Statements of

**THE CORPORATION
OF THE COUNTY OF
PRINCE EDWARD**

Year ended December 31, 2017

Consolidated Financial Statements of

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Year ended December 31, 2017

THE CORPORATION OF THE COUNTY OF PRINCE EDWARD

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Management's Responsibility for the Consolidated Financial Statements

The accompanying consolidated financial statements of The Corporation of the County of Prince Edward (the "County") are the responsibility of the County's management and have been prepared in compliance with legislation, and in accordance with Canadian public sector accounting standards. A summary of the significant accounting policies are described in note 1 to the consolidated financial statements. The preparation of financial statements necessarily involves the use of estimates based on management's judgment, particularly when transactions affecting the current accounting period cannot be finalized with certainty until future periods.

The County's management maintains a system of internal controls designed to provide reasonable assurance that assets are safeguarded, transactions are properly authorized and recorded in compliance with legislative and regulatory requirements, and reliable financial information is available on a timely basis for preparation of the consolidated financial statements. These systems are monitored and evaluated by management.

The Audit Committee meets with management and the external auditors to review the consolidated financial statements and discuss any significant financial reporting or internal control matters prior to their approval of the consolidated financial statements.

The consolidated financial statements have been audited by KPMG LLP, independent external auditors appointed by the County. The accompanying Independent Auditors' Report outlines their responsibilities, the scope of their examination and their opinion on the County's consolidated financial statements.

James Hepburn
Chief Administrative Officer

Amanda Carter
Director of Finance



KPMG LLP
863 Princess Street, Suite 400
Kingston ON K7L 5N4
Canada
Telephone 613-549-1550
Fax 613-549-6349

INDEPENDENT AUDITORS' REPORT

To the Members of Council, Inhabitants and Ratepayers of the Corporation of the County of Prince Edward

We have audited the accompanying consolidated financial statements of The Corporation of the County of Prince Edward, which comprise the consolidated statement of financial position as at December 31, 2017, the consolidated statements of operations and accumulated surplus, change in net debt and cash flows for the year then ended, and notes, comprising a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Consolidated 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.

Auditors' 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 our 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, the consolidated financial statements present fairly, in all material respects, the consolidated financial position of The Corporation of the County of Prince Edward as at December 31, 2017, and its consolidated results of operations and its consolidated cash flows for the year then ended in accordance with Canadian public sector accounting standards.

KPMG LLP

Chartered Professional Accountants, Licensed Public Accountants

Kingston, Canada

July 24, 2018

THE CORPORATION OF THE COUNTY OF PRINCE EDWARD

Consolidated Statement of Financial Position

December 31, 2017, with comparative information for 2016

	2017	2016
Financial assets:		
Cash	\$ 18,846,236	\$ 20,346,870
Taxes receivable	3,642,967	4,302,458
Trade and other receivables	6,063,002	5,849,053
Long-term investments	55,763	55,763
	<u>28,607,968</u>	<u>30,554,144</u>
Liabilities:		
Temporary borrowing (note 4)	—	12,617,907
Accounts payable and accrued liabilities	13,025,705	9,585,615
Prepaid property taxes (note 5)	1,649,151	1,482,910
Solid waste landfill closure and post-closure liabilities (note 6)	1,416,031	1,881,938
Deferred revenue	427,708	250,297
Deferred obligatory reserve funds (note 7)	6,117,703	8,513,258
Long-term debt (note 8)	40,830,262	31,995,538
	<u>63,466,560</u>	<u>66,327,463</u>
Net debt	(34,858,592)	(35,773,319)
Non-financial assets:		
Tangible capital assets cost (note 9)	222,105,275	213,744,250
Inventory (note 10)	3,004,015	2,860,637
Prepaid expenses and deposits	215,200	259,329
	<u>225,324,490</u>	<u>216,864,216</u>
Contingent liabilities (note 14)		
Commitments (note 17)		
Accumulated surplus (note 11)	\$ 190,465,898	\$ 181,090,897

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

Approved by Council:

_____ Robert L. Quaiff, Mayor

_____ Kim White, Clerk

THE CORPORATION OF THE COUNTY OF PRINCE EDWARD

Consolidated Statement of Operations and Accumulated Surplus

Year ended December 31, 2017, with comparative information for 2016

	Budget 2017	Actual 2017	Actual 2016
	(note 19)		
Revenue:			
Net taxes available for municipal purposes	\$ 34,678,335	\$ 34,917,782	\$ 33,520,227
User fees and sale of goods and services	12,492,049	14,008,265	13,377,329
Government grants	8,719,607	9,066,347	8,655,337
Investment income	140,424	167,995	108,517
Fines and penalties	1,236,000	1,202,089	1,493,032
Donations	30,450	442,622	353,186
Total revenue	57,296,865	59,805,100	57,507,628
Expenses (note 16):			
General government	5,141,422	5,506,054	4,568,986
Protection services	9,409,062	9,107,378	8,900,666
Transportation services	13,213,573	13,018,004	12,784,275
Environmental services	11,968,967	11,629,646	11,679,329
Health services	3,617,661	3,718,581	3,485,246
Social and family services	7,635,445	7,625,904	7,755,114
Social housing	1,216,860	1,239,000	1,247,400
Recreation and cultural services	6,590,936	6,274,309	6,119,330
Planning and development	2,146,353	2,074,271	1,978,609
Total expenses	60,940,279	60,193,147	58,518,955
Annual deficit before capital items	(3,643,414)	(388,047)	(1,011,327)
Other income (expense) related to capital:			
Government transfers:			
Federal capital grants	3,630,000	3,595,247	1,961,016
Provincial capital grants	1,514,883	4,154,656	3,278,929
Other	336,200	53,514	752,955
Revenue from deferred obligatory reserve funds	363,200	2,349,464	56,159
Gain (loss) on disposal of tangible capital assets	25,000	(389,833)	129,082
	5,869,283	9,763,048	6,178,141
Annual surplus	2,225,869	9,375,001	5,166,814
Accumulated surplus, beginning of year		181,090,897	175,924,083
Accumulated surplus, end of year		\$ 190,465,898	\$ 181,090,897

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

THE CORPORATION OF THE COUNTY OF PRINCE EDWARD

Consolidated Statement of Change in Net Debt

Year ended December 31, 2017, with comparative information for 2016

	2017	2016
Annual surplus	\$ 9,375,001	\$ 5,166,814
Amortization of tangible capital assets	9,440,514	8,962,412
Acquisition of tangible capital assets	(18,194,126)	(19,182,530)
Loss (gain) on disposal of tangible capital assets	389,833	(129,082)
Proceeds on sale of tangible capital assets	2,754	486,865
Change in inventory	(143,378)	158,052
Change in prepaid expenses and deposits	44,129	(117,627)
	(8,460,274)	(9,821,910)
Decrease (increase) in net debt	914,727	(4,655,096)
Net debt, beginning of year	(35,773,319)	(31,118,223)
Net debt, end of year	\$ (34,858,592)	\$ (35,773,319)

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

THE CORPORATION OF THE COUNTY OF PRINCE EDWARD

Consolidated Statement of Cash Flows

Year ended December 31, 2017, with comparative information for 2016

	2017	2016
Operating activities:		
Annual surplus	\$ 9,375,001	\$ 5,166,814
Items not involving cash:		
Amortization	9,440,514	8,962,412
Loss (gain) on disposal of tangible capital assets	389,833	(129,082)
Solid waste landfill closure and post-closure liabilities	(465,907)	6,113
Change in non-cash assets and liabilities:		
Taxes receivable	659,491	(385,020)
Trade and other receivables	(213,949)	(2,129,592)
Long-term investments	–	1,387
Inventory	(143,378)	158,052
Prepaid expenses and deposits	44,129	(117,627)
Accounts payable and accrued liabilities	3,440,090	1,671,121
Prepaid property taxes	166,241	12,754
Deferred revenue	177,411	11,162
Deferred obligatory reserve funds	(2,395,555)	112,718
Net change in cash from operating activities	20,473,921	13,341,212
Capital activities:		
Acquisition of tangible capital assets	(18,194,126)	(19,182,530)
Proceeds on sale of tangible capital assets	2,754	486,865
Net change in cash from capital activities	(18,191,372)	(18,695,665)
Financing activities:		
Proceeds from temporary borrowing	–	6,931,110
Proceeds from long-term debt	11,115,354	–
Repayment of temporary borrowing	(12,617,907)	–
Repayment of long-term debt	(2,280,630)	(2,207,092)
Net change in cash from financing activities	(3,783,183)	4,724,018
Decrease in cash	(1,500,634)	(630,435)
Cash, beginning of year	20,346,870	20,977,305
Cash, end of year	\$ 18,846,236	\$ 20,346,870

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

THE CORPORATION OF THE COUNTY OF PRINCE EDWARD

Notes to Consolidated Financial Statements

Year ended December 31, 2017

The Corporation of the County of Prince Edward is a municipality in the Province of Ontario, Canada and operates under the provisions of the Ontario Municipal Act.

1. Significant accounting policies:

The consolidated financial statements of The Corporation of the County of Prince Edward (the "County") are prepared by management in accordance with Canadian public sector accounting standards. Significant aspects of the accounting policies adopted by the County are as follows:

(a) Basis of consolidation:

(i) Consolidated entities:

These consolidated statements reflect the assets, liabilities, revenue and expenses of the County and include the activities of all committees of Council which are owned or controlled by the County.

Interdepartmental and inter-organizational transactions and balances between these organizations have been eliminated.

These consolidated financial statements include:

The County of Prince Edward Public Library Board

Picton Business Improvement Area Board of Management

Proportionate consolidation:

Centre and South Hastings Waste Services Board is accounted for using the proportionate consolidation method of accounting and reporting, whereby the County's pro-rata share of each of the assets, liabilities, revenue and expenses is combined on a line-by-line basis in the financial statements.

(ii) Trust funds and their related operations administered by the County are not consolidated, but are reported separately on the "Trust Funds Statements of Financial Position and Financial Activities".

(iii) Non-consolidated entities:

The following local board is not consolidated:

The Hastings and Prince Edward Counties Health Unit.

(iv) Accounting for school board transactions:

Taxation and other revenue, expenses, assets and liabilities with respect to the operations of the school boards are not reflected in these consolidated financial statements. Taxation collected on behalf of the school boards and transferred to the school boards during the year is reported in note 12 to these statements.

THE CORPORATION OF THE COUNTY OF PRINCE EDWARD

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2017

1. Significant accounting policies (continued):

(b) Basis of accounting:

Revenue and expenses are reported on the accrual basis of accounting. The accrual basis of accounting recognizes revenue in the year it is earned 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.

(c) Deferred revenue:

The County receives contributions pursuant to legislation, regulations or agreement that may only be used for certain programs or in the completion of specific work. In addition, certain user charges and fees are collected for which the related services have yet to be performed. These amounts are recognized as revenue in the fiscal year the related expenses are incurred or services performed.

(d) Deferred obligatory reserve funds:

The County receives restricted contributions under the authority of provincial legislation and Municipal by-laws. These funds by their nature are restricted in their use, and until applied to applicable expenses, are recorded as deferred revenue. Amounts applied to qualifying costs are recorded as revenue in the fiscal period that they are expended.

(e) Investments:

Investments are recorded at cost plus accrued interest and amortization of purchase premiums and discounts. If the market value of investments becomes lower than cost and this decline in value is considered to be other than temporary, the investments are written down to market value.

Investment income earned on available general funds, reserve funds (other than obligatory funds) are reported as revenue in the period earned.

(f) Government transfers:

Government transfers are recognized as revenue or expenditures in the year that the events giving rise to the transfer occurred, provided the transfer is authorized, eligibility criteria, if any, have been met by the recipient, and a reasonable estimate of the amount can be made.

(g) Taxation and related revenues:

Property tax billings are prepared by the County based on assessment rolls issued by the Municipal Property Assessment Corporation ("MPAC"). Tax rates are established annually by County Council incorporating amounts to be raised for local services and amounts the County is required to collect on behalf of the school boards.

Property tax revenue is recognized on the accrual basis using the approved tax rates and the anticipated assessment related to the current year.

THE CORPORATION OF THE COUNTY OF PRINCE EDWARD

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2017

1. Significant accounting policies (continued):

(h) Employee future benefits:

The County provides post-employment benefits to its employees as well as benefits to employees on long-term disability leave. The County has estimated this liability based on the value of estimated future premium payments. Calculation of this liability on an actuarial basis could result in amounts that differ from this estimate.

(i) 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.

(i) 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. The cost, of the tangible capital assets is amortized on a straight-line basis over their estimated useful lives as follows:

Asset	Useful Life - Years
Land improvements	20 to 40
Buildings	20 to 50
Leasehold improvements	10
Vehicles	5 to 20
Computer hardware and software	5 to 10
Equipment	5 to 30
Plant and facilities	20 to 50
Roads	5 to 50
Underground and other networks	15 to 80
Bridges and other structures	40 to 75

Annual amortization is charged in the first year after acquisition and in the year of disposal. Assets under construction are not amortized until the asset is available for productive use, at which time the costs are transferred to the appropriate asset category.

(ii) Contributions of tangible capital assets:

Tangible capital assets received as contributions are recorded at their fair value at the date of receipt and also are recorded as revenue. Similarly, transfers of assets to third parties are recorded as an expense equal to the net book value of the assets as of the date of transfer.

THE CORPORATION OF THE COUNTY OF PRINCE EDWARD

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2017

1. Significant accounting policies (continued):

(i) Non-financial assets (continued):

(iii) Works of art:

Assets that have a historical or cultural significance, which include works of art, monuments and other cultural artifacts, are not recognized as tangible capital assets because a reasonable estimate of future benefits associated with this property cannot be made.

(iv) Leases:

Leases are classified as capital or operating leases. Leases which transfer substantially all of the benefits and risks incidental to ownership of property are accounted for as capital leases. All other leases are accounted for as operating leases and the related lease payments are charged to expenses as incurred.

(j) Inventories of supplies:

Inventories held for consumption are recorded at the lower of cost and replacement cost.

(k) Use of estimates:

The preparation of financial statements 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 revenue and expenses during the period. Significant items subject to such estimates and assumptions include solid waste landfill closure and post-closure liabilities. Actual results could differ from those estimates.

2. Contributions to consolidated joint boards:

Further to note 1(a)(i), the County paid \$562,143 (2016 - \$548,895) to Centre & South Hastings Waste Services Board for recycling services.

3. Bank indebtedness:

The County has an operating line of credit of \$5 million at an interest rate of prime less 0.25%. As at December 31, 2017, \$Nil (2016 - \$Nil) was drawn.

THE CORPORATION OF THE COUNTY OF PRINCE EDWARD

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2017

4. Temporary borrowing:

The County has arranged bridge financing for a number of capital projects through the Ontario Infrastructure Projects Corporation (OPIC) and the Ontario Infrastructure and Lands Corporation (OILC).

As at December 31, 2017, \$Nil (2016 - \$12,617,907) was outstanding.

5. Prepaid property taxes:

As a service to landowners, the County offers a monthly payment plan for property tax billings. The plan is set up such that the annual bill is paid by the end of September. As the billings are spread over the full twelve-month period, this leads to a prepayment of the subsequent year tax billings that is credited to the land-owner account. These amounts reverse to net taxation revenue annually.

6. Solid Waste landfill and post closure liabilities:

The Ontario Environmental Protection Act sets out the regulatory requirements to properly close and maintain all active and inactive landfill sites. The estimated liability for these expenditures is recognized based on the cumulative capacity used to date, compared to the total estimated landfill capacity.

The remaining life for the landfill sites is estimated to be 72 years for Ameliasburgh, 81 years for Hillier, 22 years for South Marysburgh and 6 years for the Wellington site. Post-closure care is estimated to continue for a period of approximately 25 years.

Reserves set aside for landfill site closure and post-closure requirements amounted to \$1,263,673 at December 31, 2017 (2016 - \$1,198,673).

	Remaining capacity (cubic meters)	Liability December 31, 2017	Liability December 31, 2016
Ameliasburgh	80,080	\$ 143,877	\$ 350,655
Hillier	42,270	159,024	347,712
South Marysburgh	18,635	464,298	534,739
Wellington	8,150	648,832	648,832
		\$ 1,416,031	\$ 1,881,938

Landfill site closure and post-closure care requirements include final cover and vegetation, and monitoring of leachate, gas, and ground and surface water.

THE CORPORATION OF THE COUNTY OF PRINCE EDWARD

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2017

7. Deferred obligatory reserves funds:

The balance of deferred obligatory reserve funds consists of the following:

	Balance December 31, 2016	Additions	Transferred to income	Balance December 31, 2017
Externally restricted:				
Parkland	\$ 269,039	\$ 61,628	\$ –	\$ 329,667
Parking	35,000	38,969	–	73,969
Development charges	4,347,892	1,473,957	(2,356,464)	3,465,385
Gasoline tax - Federal	3,383,731	1,611,799	(3,551,938)	1,443,592
Building services	185,449	322,965	–	508,414
Water/sewer operations	293,147	3,529	–	299,676
Total	\$ 8,513,258	\$ 3,512,847	\$(5,908,402)	\$ 6,117,703

THE CORPORATION OF THE COUNTY OF PRINCE EDWARD

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2017

8. Long-term debt:

The balance of long-term debt consists of the following:

	2017	2016
Bank of Montreal - repayable by monthly payments of \$14,354, interest at a rate of 4.88%, maturing in 2018	\$ 893,836	\$ 1,019,184
Bank of Montreal - repayable by monthly payments of \$5,842, interest at a rate of 4.35%, maturing in 2019	422,212	472,766
Bank of Montreal - repayable by monthly payments of \$32,794, interest at a rate of 3.90%, maturing in 2019	755,398	1,111,979
Bank of Montreal - repayable by monthly payments of \$12,441, interest at a rate of 2.46%, maturing in 2020	408,575	545,139
Bank of Montreal – repayable by monthly payments of \$3,429, interest at a rate of 3.19%, maturing in 2022	187,046	221,638
Bank of Montreal - repayable by monthly payments of \$13,530, interest at a rate of 3.19%, maturing in 2022	738,007	874,492
Bank of Montreal - repayable by monthly payments of \$10,058, interest at a rate of 3.75%, maturing in 2023	647,798	742,303
Infrastructure Ontario loan bears interest at 2.84%, payable in semi-annual payments of \$121,112 with maturity date of July 3, 2022	1,121,667	1,327,639
Infrastructure Ontario loan bears interest at 3.51%, payable in semi-annual payments of \$87,508 with maturity date of July 3, 2032	2,027,542	2,128,721
Infrastructure Ontario loan bears interest at 3.51%, payable in semi-annual payments of \$242,335 with maturity date of July 3, 2032	5,614,812	5,895,003
Infrastructure Ontario loan bears interest at 5.32%, payable in semi-annual payments of \$78,809 with maturity date of October 1, 2049	2,410,644	2,438,884
Infrastructure Ontario loan bears interest at 4.22%, payable in semi-annual payments of \$286,938 with maturity date of October 1, 2033	6,627,537	6,912,674
Balance forward	21,855,074	23,690,422

THE CORPORATION OF THE COUNTY OF PRINCE EDWARD

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2017

8. Long-term debt (continued):

	2017	2016
Balance carried	21,855,074	23,690,422
Infrastructure Ontario loan bears interest at 3.52%, payable in semi-annual payments of \$44,318 with maturity date of September 1, 2047	1,634,072	—
Infrastructure Ontario loan bears interest at 3.52%, payable in semi-annual payments of \$44,750 with maturity date of September 1, 2047	1,650,000	—
Infrastructure Ontario loan bears interest at 3.52%, payable in semi-annual payments of \$82,569 with maturity date of September 1, 2047	3,044,485	—
Infrastructure Ontario loan bears interest at 3.52%, payable in semi-annual payments of \$129,822 with maturity date of September 1, 2047	4,786,797	—
Federation of Canadian Municipalities loan bears interest at 2.0%, payable in semi-annual payments of \$304,543 with maturity date of October 2, 2023	7,859,834	8,305,116
	<u>\$ 40,830,262</u>	<u>\$ 31,995,538</u>

Interest included in expenses in the Consolidated Statement of Operations relating to long-term debt totals \$1,313,587 (2016 - \$1,197,999).

Principal payments are estimated to be as follows:

2018	\$ 2,574,700
2019	2,678,205
2020	2,342,399
2021	2,289,375
2022	2,346,176
2023 and thereafter	28,599,407
	<u>\$ 40,830,262</u>

THE CORPORATION OF THE COUNTY OF PRINCE EDWARD

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2017

9. Tangible capital assets:

Cost	Balance at December 31, 2016	Additions	Disposals/ Adjustments	Balance at December 31, 2017
General:				
Land	\$ 8,881,772	\$ –	\$ –	\$ 8,881,772
Land improvements	12,109,434	262,193	–	12,371,627
Building and leasehold improvements	34,539,301	277,722	(61,587)	34,755,436
Vehicles	14,649,179	896,633	(722,775)	14,823,037
Computer hardware and software	1,441,488	179,508	(448)	1,620,548
Equipment	6,705,639	1,151,511	(1,158)	7,855,992
Infrastructure:				
Plants and facilities	53,856,858	265,118	–	54,121,976
Roads	175,658,911	5,350,516	(357,733)	180,651,694
Underground and other networks	47,325,777	1,217,565	(30,400)	48,512,942
Bridges and other structures	10,847,869	572,218	–	11,420,087
Assets under construction	7,471,614	10,265,630	(2,246,629)	15,490,615
Total	\$373,487,842	\$20,438,614	\$ (3,420,730)	\$390,505,726

Accumulated amortization	Balance at December 31, 2016	Disposals/ Adjustments	Amortization expense	Balance at December 31, 2017
General:				
Land improvements	\$ 5,378,764	\$ (449)	\$ 393,606	\$ 5,771,921
Building and leasehold improvements	11,522,944	(40,356)	935,875	12,418,463
Vehicles	7,354,826	(32,027)	796,118	8,118,917
Computer hardware and software	790,235	(448)	175,717	965,504
Equipment	3,028,045	(1,158)	436,911	3,463,798
Infrastructure:				
Plants and facilities	18,639,986	–	1,308,346	19,948,332
Roads	98,802,217	(696,452)	4,602,527	102,708,292
Underground and other networks	11,793,059	(12,765)	621,427	12,401,721
Bridges and other structures	2,433,516	–	169,987	2,603,503
Total	\$159,743,592	\$ (783,655)	\$ 9,440,514	\$168,400,451

THE CORPORATION OF THE COUNTY OF PRINCE EDWARD

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2017

9. Tangible capital assets (continued):

	Net book value December 31, 2016	Net book value December 31, 2017
General:		
Land	\$ 8,881,772	\$ 8,881,772
Land improvements	6,730,670	6,599,706
Building and leasehold improvements	23,016,357	22,336,973
Vehicles	7,294,353	6,704,120
Computer hardware and software	651,253	655,044
Equipment	3,677,594	4,392,194
Infrastructure:		
Plants and facilities	35,216,872	34,173,644
Roads	76,856,694	77,943,402
Underground and other networks	35,532,718	36,111,221
Bridges and other structures	8,414,353	8,816,584
Assets under construction	7,471,614	15,490,615
Total	\$ 213,744,250	\$ 222,105,275

(a) Work-in-progress:

Assets under construction having a value of \$15,490,615 (2016 - \$7,471,614) have not been amortized. Amortization of these assets will commence when the asset is put into service.

(b) Works of art and historical treasures:

The County manages and controls various works of art and non-operational historical cultural assets including buildings, artifacts, paintings and sculptures located at County sites and public display areas, these assets are deemed worth of preservation because of the social rather than financial benefits they provide to the community.

(c) Loss on disposal of tangible capital assets:

The loss on disposal of tangible capital assets during the year was \$389,833 (2016 – gain of \$129,082).

10. Inventory:

The inventory is comprised of the following:

	2017	2016
Inventory for resale	\$ 36,071	\$ 33,563
Inventory for own consumption	667,868	478,194
Gravel and sand supplies	2,300,076	2,348,880
Balance, end of year	\$ 3,004,015	\$ 2,860,637

THE CORPORATION OF THE COUNTY OF PRINCE EDWARD

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2017

11. Accumulated surplus:

The accumulated surplus is comprised of the following:

	2017	2016
Equity in tangible capital assets	\$ 222,105,275	\$ 213,744,250
Less: related debt	(40,830,262)	(31,995,538)
Less: unfinanced capital projects	(5,812,729)	(16,733,350)
	175,462,284	165,015,362
Reserves set aside for specific purpose by Council:		
Acquisition of capital assets	4,712,254	4,615,610
Solid waste landfill and post-closure	1,263,673	1,198,673
Roads construction	1,175,114	2,802,348
Recreation programs and facilities	471,446	317,780
Working capital	604,670	604,670
Contingencies	1,918,098	1,786,201
Protection services	22,400	22,400
Water and sewer systems	6,762	6,762
Planning and development	626,478	612,131
Business Improvement Area	37,652	37,652
Social services	56,371	56,371
Pits and quarries	98,529	98,529
Cemetery maintenance	3,000	3,000
Total reserves	10,996,447	12,162,127
Reserve funds set aside for specific purpose by Council:		
Acquisition of capital assets	83,399	93,010
Roads construction	464,633	459,106
Recreation programs and facilities	16,458	197,404
Water and sewer systems	2,169,558	2,074,982
Cemetery maintenance	127,152	123,397
Parking	(11,417)	18,371
Lot levies	3,995	3,950
Total reserve funds	2,853,778	2,970,220
Total reserves and reserve funds	13,850,225	15,132,347
Amounts to be recovered:		
Landfill closure and post-closure costs	(1,416,031)	(1,881,938)
Employee future benefits (note 1(h))	(250,459)	(281,418)
Unrestricted surplus:		
The County of Prince Edward	2,043,733	2,489,438
The County of Prince Edward Public Library Board	329,353	255,545
Centre & South Hastings Waste Services Board	446,793	361,561
	\$ 190,465,898	\$ 181,090,897

THE CORPORATION OF THE COUNTY OF PRINCE EDWARD

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2017

12. Operations of school boards:

During 2017, requisitions were made by the school boards requesting the County to collect property taxes and payments in lieu of property taxes on their behalf. The amounts collected and remitted are summarized below:

	2017	2016
Amounts requisitioned	\$ 8,142,018	\$ 8,135,772

13. Pension agreements:

The County makes contributions to the Ontario Municipal Employees Retirement System Pension Fund (OMERS) which is a multiemployer plan, on behalf of 208 members of its staff. As a result, the County does not recognize any share of the OMERS' pension surplus or deficit. The last available report of the OMERS plan was December 31, 2017. At that time, the plan reported \$5.4 billion actuarial deficit (2016 - \$5.7 billion actuarial deficit). 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.

The amounts contributed to OMERS for current service in 2017 was \$1,225,467 (2016 - \$1,074,611) for current service and are included as an expense on the Consolidated Statement of Operations and Accumulated Surplus. There is no past service liability.

14. Contingent liabilities:

(a) As a result of arbitration awards provided in 1992, McFarland Home for the Aged employees can use the portion of accumulated sick leave benefits that have not vested to increase their income under the short-term or long-term disability plans or Workplace Safety and Insurance Board benefits to regular payroll levels.

Water department employees can use the portion of sick leave benefits accumulated to April 30, 1997 that have not vested to increase their income under the long-term disability plan to 85% of regular payroll levels, and to 100% of regular payroll levels under the short-term disability plan or Workplace Safety and Insurance Board benefits.

These amounts are not available for cash payment and are forfeited upon retirement.

The contingent liability for these accumulated days amounted to \$34,260 at December 31, 2017 (2016 - \$34,351). No amount has been accrued in the consolidated financial statements for this contingent liability.

THE CORPORATION OF THE COUNTY OF PRINCE EDWARD

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2017

14. Contingent liabilities (continued):

- (b) As at December 31, 2017, certain legal actions are pending against the County. An estimate of the contingency cannot be made since the outcome of these matters cannot be determined at this time. The County carries liability insurance. Any settlement in excess of amounts which have been recorded in the accounts and insurance coverage will be accounted for as a current transaction in the year of settlement.
- (c) The County has seven open gravel pit sites which will be reclaimed in the future. The estimated future costs of reclamation have not been accrued in these consolidated financial statements as an estimate cannot be reasonably determined at this time.

15. Trust funds:

Trust funds administered by the County amounting to \$1,640,818 (2016 - \$1,421,028) have not been included in the Consolidated Statement of Financial Position nor have their operations been included on the Consolidated Statement of Operations and Accumulated Surplus. Such balances are held in trust by the County for the benefit of others and are therefore not presented as part of the County's consolidated financial statement.

16. Supplementary information:

	Budget 2017	Actual 2017	Actual 2016
Salaries, wages and employee benefits	\$ 20,943,845	\$ 21,275,037	\$ 19,962,856
Interest on long-term debt	1,661,466	1,313,587	1,197,999
Materials and supplies	10,927,265	9,893,628	10,180,931
Contracted services and general services	12,290,265	13,665,090	13,368,243
Rents and financial services	780,396	945,538	1,220,195
External transfers	4,895,876	3,659,753	3,626,319
Amortization of tangible capital assets	9,441,166	9,440,514	8,962,412
	<u>\$ 60,940,279</u>	<u>\$ 60,193,147</u>	<u>\$ 58,518,955</u>

THE CORPORATION OF THE COUNTY OF PRINCE EDWARD

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2017

17. Commitments:

The County has contracts committing it to payments in future years. The following agreements existed at December 31, 2017:

- (a) At December 31, 2017, the County has outstanding capital project contractual commitments of approximately \$1,438,170.
- (b) An agreement with the Corporation of the County of Hastings for the provision of land ambulance services. Costs will be charged on the basis of services used. Budgeted costs for 2018 are \$2,727,616.
- (c) An agreement with the Province of Ontario for policing services. Costs will be charged on the basis of services used. Budgeted costs for 2018 are \$4,783,931.
- (d) An agreement with the Corporation of the City of Quinte West for the provision of bulk water to the areas of Consecon and Carrying Place to July 27, 2027. Costs will be charged on the basis of water used. Base charges for the 2017 year were \$110,858.
- (e) An agreement with the Corporation of the City of Belleville for the provision of bulk water to the areas of Rossmore and Fenwood Gardens to December 31, 2020. Costs will be charged on the basis of water used. Base charges for the 2017 year were \$300,479.
- (f) An agreement with Waste Management of Canada Corporation for the collection of household waste and organics. Budgeted costs for 2018 are \$942,500.
- (g) The County has commitments under various operating leases. The minimum lease payments under these leases are as follows:

2018	\$	122,771
2019		26,033
2020		5,900
2021		2,950
	\$	157,654

The County approved a maximum sum of \$4.5 million to the Prince Edward County Memorial Hospital Foundation as part of the community's share of capital funding requirements, to be spent on equipment and related expenditures for the construction of the new Prince Edward County Memorial Hospital. The financial plan for this commitment will be determined in the 2019 budgeting process.

The County approved funding in 2019 and subsequent budgets, in the amount of \$232,716 - \$328,996, to support the Eastern Ontario Regional Network's EORN Cell Gap and Capacity Expansion project.

THE CORPORATION OF THE COUNTY OF PRINCE EDWARD

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2017

18. Provincial offences administration:

The Provincial Offences Act 1997 (POA) is a procedural law for administering and prosecuting provincial offences, including those committed under the Highway Traffic Act, Compulsory Automobile Insurance Act, Trespass to Property Act, Liquor License Act, Municipal bylaws and minor federal offences. The POA governs all aspects of the legal process from serving notice to a defendant to conducting trials, including sentencing and appeals.

Balances arising from the operation of the POA office have been consolidated with these financial statements. The revenue of the court office consists of fines levied under Parts I and III (including delay penalties) for POA charges filed in the Picton Court. Offenders may pay their fines at any court office in Ontario, at which time their receipt is recorded in the Integrated Courts Operation Network System ("ICON") operated by the Province of Ontario. Revenue is recognized when receipt of funds is recorded by the provincial ICON system regardless of the location where payment is made. Total revenue and expenditures recorded as of December 31, 2017 are as follows:

	2017	2016
Gross revenues received	\$ 589,673	\$ 739,526
Gross expenditures	283,265	313,163
Net revenues	\$ 306,408	\$ 426,363

THE CORPORATION OF THE COUNTY OF PRINCE EDWARD

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2017

19. Budget figures:

The budget data presented in these consolidated financial statements is based upon the 2017 operating and capital budgets approved by Council. In accordance with Ontario Regulation 284/09, the budget approved by Council excluded amortization expense. Estimates for certain revenue and expenses that were not included as part of the approved operating budgets have been included in the 2017 budget figures reported on the consolidated statement of operations, including an estimate for amortization expense. The reconciliation of the approved budget to the budget figures reported in these consolidated financial statements is detailed below:

	2017 Budget
Reported on consolidated statement of operations:	
Operating revenue	\$ 49,262,396
Add:	
Water and Wastewater Services	7,426,807
Library Board	1,251,153
Center & South Hastings Waste Services	1,054,243
Less:	
Reserve fund transfers and other budget adjustments	1,697,734
Total adjusted budget for revenue	57,296,865
Operating expenses	49,568,627
Add:	
Water and Wastewater Services	7,426,807
Library Board	1,343,074
Center & South Hastings Waste Services	1,055,245
Estimate for amortization	9,330,553
Less:	
Principal repayments of debt	2,280,630
Reserve fund transfers and other budget adjustments	5,503,397
Total adjusted budget for expenses	60,940,279
Net budgeted expenses per statement of operations	3,643,414
Capital budgeted tax revenue	25,000
Capital grant and other revenue	5,844,283
Capital transfer from reserves	6,096,685
Capital expenditures	11,965,968
Water and Wastewater Services, capital revenue	2,596,000
Water and Wastewater Services, capital expenses	2,596,000

THE CORPORATION OF THE COUNTY OF PRINCE EDWARD

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2017

20. Comparative information:

Certain comparative information has been reclassified to conform with the financial statement presentation adopted in the current year.

21. Segmented information:

The County provides a wide range of services to its residents. Segmented information has been identified based upon lines of service provided by the County. Services are delivered directly by departments of the County, by boards and agencies or by contract through other organizations. The lines of service that have been separately disclosed along with the department or body responsible for providing the service are as follows:

(a) General Government:

The General Government Services segment is comprised of the following service areas: Council and Mayor's Office, Administration/CAO's Office, Clerk's Office, Finance Department, Purchasing Department, Information Technology and Human Resources.

(b) Protection services:

The Protection Services segment is comprised of the following service areas: Police Services, Source Water Protection, Fire Protection and Rescue, Building Services, By-law Enforcement and Canine Control, Provincial Offences Administration and Quinte Conservation Authority. Policing is provided by contract with the Ontario Provincial Police.

(c) Transportation services:

The Transportation Services segment is comprised of the following service areas: Roads & Bridges including road and roadside maintenance, storm water maintenance, winter control, street lights and traffic signals, project planning, engineering and management, development planning and servicing, and parking.

(d) Environmental services:

The Environmental Services segment is comprised of Water treatment and distribution, Wastewater collection and treatment and Waste Management Services. Most waste management services are provided under contract.

(e) Health services:

The Health Services segment is comprised of Ambulance Services, Public Health Services provided by the Hastings and Prince Edward Health Unit and Cemetery Maintenance. Ambulance service is provided under contract with the Corporation of the County of Hastings.

THE CORPORATION OF THE COUNTY OF PRINCE EDWARD

Notes to Consolidated Financial Statements (continued)

Year ended December 31, 2017

21. Segmented information (continued):

(f) Social and family services:

Social and Family Services segment is comprised of Children's Services and Ontario Works provided by Prince Edward Lennox and Addington Social Services and Assistance to Aged Persons - H. J. McFarland Memorial Home.

(g) Social housing:

Social Housing services are provided by Prince Edward Lennox and Addington Social Services.

(h) Recreation and cultural services:

The Recreation and Cultural Services segment is comprised of the following service areas: Parks, Trails and Sports fields, Community Centres and Arenas, Harbours, Marinas and Boat Launches, Libraries and Archives, Community Halls/Theatre, Museums, and Recreational and Cultural Activities.

(i) Planning and development:

The Planning and Development Services segment is comprised of the following service areas: Planning and Zoning and Community Development.

The segmented information is provided in accordance with the financial reporting guidelines established by the Public Sector Accounting Board of Canada. Certain allocation methodologies are employed in the preparation of segmented financial information.

User charges and other revenue have been allocated to the segments based upon the segment that generated the revenue. Government transfers have been allocated to the segment based upon the purpose for which the transfer was made.

THE CORPORATION OF THE COUNTY OF PRINCE EDWARD

Schedule of Segment Disclosure

Year ended December 31, 2017

	General Government	Protection Services	Transportation Services	Environmental Services	Heath Services	Social and family services	Social Housing	Recreation and Cultural Services	Planning and Development Services	Total
Revenues:										
User charges	\$ 189,449	\$ 1,147,786	\$ 271,959	\$ 9,158,507	\$ 33,377	\$ 1,756,310	\$ -	\$ 871,732	\$ 579,145	\$ 14,008,265
Government grants	1,977,231	1,186,242	7,027,909	1,133,347	1,396,018	3,818,144	-	259,480	17,879	16,816,250
Other municipalities	-	-	-	-	-	-	-	-	-	-
Investment income	157,664	-	-	3,499	-	-	-	6,832	-	167,995
Fines and penalties	504,782	633,410	13,384	50,513	-	-	-	-	-	1,202,089
Donations	-	10,006	5,000	-	-	3,362	-	423,904	350	442,622
Other revenue	-	-	-	-	-	-	-	53,514	-	53,514
Additional revenues - obligatory	35,877	723,078	1,441,159	-	-	-	-	71,181	78,169	2,349,464
	2,865,003	3,700,522	8,759,411	10,345,866	1,429,395	5,577,816	-	1,686,643	675,543	35,040,199
Expenses:										
Salaries, wages and employee benefits	3,353,625	2,530,411	3,328,552	2,722,920	-	5,316,949	-	2,864,628	1,157,952	21,275,037
Interest on long-term debt	-	89,786	269,634	843,750	24,322	-	-	79,797	6,298	1,313,587
Materials	1,206,821	917,144	1,648,192	3,061,189	23,394	730,511	-	1,495,091	811,286	9,893,628
Contracted and general services	914,125	4,630,724	1,949,657	2,593,946	2,655,190	548,168	-	367,477	5,803	13,665,090
Rents and financial expenses	247,053	36,524	530,676	38,416	-	3,309	-	11,363	78,197	945,538
External transfers	50,000	389,018	-	-	635,764	871,896	1,239,000	474,075	-	3,659,753
Inter-functional adjustments	(459,300)	(33,750)	(1,251)	240,000	254,300	1	-	-	-	-
Amortization	193,730	547,521	5,292,544	2,129,425	125,611	155,070	-	981,878	14,735	9,440,514
	5,506,054	9,107,378	13,018,004	11,629,646	3,718,581	7,625,904	1,239,000	6,274,309	2,074,271	60,193,147
Excess of revenue over expenses										
(expenses over revenue) before property tax	\$ (2,641,051)	\$ (5,406,856)	\$ (4,258,593)	\$ (1,283,780)	\$ (2,289,186)	\$ (2,048,088)	\$ (1,239,000)	\$ (4,587,666)	\$ (1,398,728)	(25,152,948)
Property taxation										34,917,782
Net loss on disposal of tangible capital assets										(389,833)
Annual surplus										\$ 9,375,001



KPMG LLP
863 Princess Street, Suite 400
Kingston ON K7L 5N4
Canada
Telephone 613-549-1550
Fax 613-549-6349

INDEPENDENT AUDITORS' REPORT

To the Members of Council, Inhabitants and Ratepayers of the Corporation of the County of Prince Edward

We have audited the accompanying financial statements of the Trust Funds of The Corporation of the County of Prince Edward, which comprise the statement of financial position as at December 31, 2017, the statement of financial activities and changes in fund balances for the year then ended, and notes, comprising a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these 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 financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these 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 financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on our judgment, including the assessment of the risks of material misstatement of the 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 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 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, the financial statements present fairly, in all material respects, the financial position of the Trust Funds of The Corporation of the County of Prince Edward as at December 31, 2017, and its results of operations and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

KPMG LLP

A handwritten signature in black ink that reads 'KPMG LLP'. The signature is written in a cursive, slightly slanted style. Below the signature is a long, horizontal, slightly curved line that tapers at both ends, serving as a decorative underline.

Chartered Professional Accountants, Licensed Public Accountants

Kingston, Canada

August 14, 2018

THE CORPORATION OF THE COUNTY OF PRINCE EDWARD

Trust Funds Statement of Financial Position

December 31, 2017, with comparative information for 2016

	2017	2016
Assets		
Cash	\$ 1,405,655	\$ 1,193,666
Investments (note 3)	233,080	225,279
Loans to homeowners	2,083	2,083
	<hr/>	<hr/>
	\$ 1,640,818	\$ 1,421,028
Liabilities and Fund Balances		
Due to the County of Prince Edward	\$ 53,958	—
Fund balances	1,586,860	1,421,028
	<hr/>	<hr/>
	\$ 1,640,818	\$ 1,421,028

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

THE CORPORATION OF THE COUNTY OF PRINCE EDWARD

Trust Funds

Statement of Financial Activities and Changes in Fund Balances

Year ended December 31, 2017, with comparative information for 2016

	2017	2016
Revenue:		
Individuals' deposits	\$ 346,121	\$ 632,474
Interest earned	19,203	16,991
	<u>365,324</u>	<u>649,465</u>
Expenditures:		
Deposits refunded	136,172	126,095
Payments on behalf of individuals	54,119	57,374
Cemetery maintenance	2,907	2,210
Collection and management fees	2,294	1,952
Library books	4,000	4,000
	<u>199,492</u>	<u>191,631</u>
Change in fund balances	165,832	457,834
Fund balances, beginning of year	1,421,028	963,194
Fund balances, end of year	<u>\$ 1,586,860</u>	<u>\$ 1,421,028</u>

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

THE CORPORATION OF THE COUNTY OF PRINCE EDWARD

Trust Funds
Notes to Financial Statements

Year ended December 31, 2017

1. Significant accounting policies:

The financial statements of the Trust Funds of The Corporation of the County of Prince Edward are prepared by management in accordance with Canadian public sector accounting standards.

(a) Basis of accounting:

Revenue and expenditures are recorded on an accrual basis of accounting.

The accrual basis recognizes revenues in the period in which the transactions or events occurred and are measurable. Expenditures are recognized in the period in which they are incurred and measurable and a legal obligation to pay is created. Refunds are reported in the period that they are issued.

(b) Investments:

Investments are recorded at cost.

(c) Use of estimates:

The preparation of financial statements 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 revenue and expenditures during the period. Actual results could differ from those estimates. These estimates are reviewed periodically and as adjustments become necessary, they are recorded in the financial statements in the period in which they become known.

2. Ontario Home Renewal Program:

The Ontario Home Renewal Program was established by the Ontario Ministry of Housing in 1973 to provide grants for municipalities to make loans to assist owner occupants to repair, rehabilitate and improve their homes to local property standards. Individual loans are limited to \$7,500 of which the maximum forgivable portion is \$4,000.

Ontario Home Renewal Program loans receivable at December 31, 2017 are comprised of repayable loans of \$2,083 (2016 - \$2,083) and no forgivable loans. In the event of the sale or lease of the home or in the event of the homeowner ceasing to occupy the home, the balances of the repayable loan and the unearned forgivable loan immediately become due and payable by the homeowner.

THE CORPORATION OF THE COUNTY OF PRINCE EDWARD

Trust Funds

Notes to Financial Statements (continued)

Year ended December 31, 2017

3. Investments:

Investments consist of the following:

	2017		2016	
	Cost	Market value	Cost	Market value
Bloomfield Cemetery Perpetual Care - Mutual Fund	\$ 88,335	\$ 88,876	\$ 86,784	\$ 91,527
Rose Cemetery Perpetual Care - Mutual Fund	44,184	44,629	43,593	40,796
Sophiasburgh Cemetery Perpetual Care - Mutual Fund	66,817	67,550	61,844	58,864
Bowerman/McFaul Cemetery Perpetual Care - Mutual Fund	22,620	22,795	21,985	20,991
Salem Cemetery Perpetual Care - Mutual Fund	11,124	11,201	11,073	11,193
	<u>\$ 233,080</u>	<u>\$ 235,051</u>	<u>\$ 225,279</u>	<u>\$ 223,371</u>

4. Statement of cash flows:

A statement of cash flows has not been included in these financial statements as the information is readily determinable.

THE CORPORATION OF THE COUNTY OF PRINCE EDWARD

Trust Funds

Schedule of Trust Fund Assets and Liabilities

December 31, 2017

	Cash	Investments	Loans to Homeowners	Total Assets	Fund Balances
McFarland Home Residents	\$ 103,735	\$ -	\$ -	\$ 103,735	\$ 103,735
McFarland Home Bequests	1,644	-	-	1,644	1,644
McFarland Home Craft	3,819	-	-	3,819	3,819
Macaulay Heritage Park	100,797	-	-	100,797	100,797
Library large print books	14,897	-	-	14,897	14,897
Performance guarantee	1,081,851	-	-	1,081,851	1,081,851
Ameliasburgh Scholarship	22,365	-	-	22,365	22,365
Ameliasburgh Museum Endowment	5,006	-	-	5,006	5,006
Wellington Museum Lily Walt Endowment	3,073	-	-	3,073	3,073
Consecon Cemetery Perpetual Care	13,997	-	-	13,997	13,997
Bloomfield Cemetery Perpetual Care	7	77,085	-	77,092	77,092
Bloomfield Cemetery Perpetual and Stone Care	2	11,250	-	11,252	11,252
Rose Cemetery Perpetual Care	4	44,184	-	44,188	44,188
Sophiasburgh Cemetery Perpetual Care	7	66,817	-	66,824	66,824
Bowerman/McFaul Cemetery Perpetual Care	3	22,620	-	22,623	22,623
Salem Cemetery Care	10	11,124	-	11,134	11,134
Pioneer Cemeteries Perpetual Care	480	-	-	480	480
Home Renewal Program	-	-	2,083	2,083	2,083
	\$ 1,351,697	\$ 233,080	\$ 2,083	\$ 1,586,860	\$ 1,586,860

THE CORPORATION OF THE COUNTY OF PRINCE EDWARD

Trust Funds

Schedule of Continuity of Trust Funds

Year ended December 31, 2017

	Balance, beginning of year	Individuals' deposits	Interest earned	Total Receipts
McFarland Home Residents	\$ 101,744	\$ 55,158	\$ 952	\$ 56,110
McFarland Home Bequests	1,625	-	19	19
McFarland Home Craft	3,777	-	42	42
Macaulay Heritage Park	99,648	-	1,149	1,149
Library large print books	18,680	-	217	217
Performance guarantee	923,859	283,223	10,941	294,164
Ameliasburgh Scholarship	22,110	-	255	255
Ameliasburgh Museum Endowment	4,949	-	57	57
Wellington Museum Lily Walt Endowment	3,038	-	35	35
Consecon Cemetery Perpetual Care	13,837	-	160	160
Bloomfield Cemetery Perpetual Care	75,868	1,080	1,882	2,962
Bloomfield Cemetery Perpetual and Stone Care	10,925	400	254	654
Rose Cemetery Perpetual Care	43,597	560	1,015	1,575
Sophiasburgh Cemetery Perpetual Care	61,850	4,930	1,449	6,379
Bowerman/McFaul Cemetery Perpetual Care	21,987	620	512	1,132
Salem Cemetery Care	11,075	50	260	310
Pioneer Cemeteries Perpetual Care	376	100	4	104
Home Renewal Program	2,083	-	-	-
	\$ 1,421,028	\$ 346,121	\$ 19,203	\$ 365,324

THE CORPORATION OF THE COUNTY OF PRINCE EDWARD

Trust Funds

Schedule of Continuity of Trust Funds (continued)

Year ended December 31, 2017

	Deposits refunded	Payments of behalf of individuals	Cemetery maintenance	Collection and management fees	Library book	Total expenditures	Balance, end of year
McFarland Home Residents	\$ -	\$ 54,119	\$ -	\$ -	\$ -	\$ 54,119	\$ 103,735
McFarland Home Bequests	-	-	-	-	-	-	1,644
McFarland Home Craft	-	-	-	-	-	-	3,819
Macaulay Heritage Park	-	-	-	-	-	-	100,797
Library large print books	-	-	-	-	4,000	4,000	14,897
Performance guarantee	136,172	-	-	-	-	136,172	1,081,851
Ameliasburgh Scholarship	-	-	-	-	-	-	22,365
Ameliasburgh Museum Endowment	-	-	-	-	-	-	5,006
Wellington Museum Lily Walt Endowment	-	-	-	-	-	-	3,073
Consecon Cemetery Perpetual Care	-	-	-	-	-	-	13,997
Bloomfield Cemetery Perpetual Care	-	-	1,130	608	-	1,738	77,092
Bloomfield Cemetery Perpetual and Stone Care	-	-	-	327	-	327	11,252
Rose Cemetery Perpetual Care	-	-	645	339	-	984	44,188
Sophiasburgh Cemetery Perpetual Care	-	-	918	487	-	1,405	66,824
Bowerman/McFaul Cemetery Perpetual Care	-	-	214	282	-	496	22,623
Salem Cemetery Care	-	-	-	251	-	251	11,134
Pioneer Cemeteries Perpetual Care	-	-	-	-	-	-	480
Home Renewal Program	-	-	-	-	-	-	2,083
	\$ 136,172	\$ 54,119	\$ 2,907	\$ 2,294	\$ 4,000	\$ 199,492	\$ 1,586,860