

**Corporation of the Township of
Plummer Additional
Consolidated Financial Statements
For the year ended December 31, 2020**

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Consolidated Financial Statements
For the year ended December 31, 2020**

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Corporation of the Township of Plummer Additional Management's Responsibility for Financial Reporting

December 31, 2020

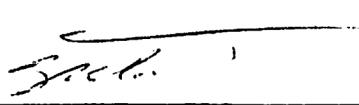
The accompanying consolidated financial statements of the Corporation of the Township of Plummer Additional are the responsibility of management and have been approved by the Mayor and Treasurer on behalf of Council.

The consolidated financial statements have been prepared by management in accordance with Canadian public sector accounting standards. Consolidated financial statements are not precise since they include certain amounts based on estimates and judgements. When alternative accounting methods exist, management has chosen those it deems most appropriate in the circumstances, in order to ensure that the consolidated financial statements are presented fairly, in all material respects.

The municipality maintains systems of internal accounting and administrative controls of high quality, consistent with reasonable cost. Such systems are designed to provide reasonable assurance that the financial information is relevant, reliable and accurate and the municipality's assets are appropriately accounted for and adequately safeguarded.

The municipal Council is responsible for ensuring that management fulfills its responsibilities for financial reporting and is ultimately responsible for reviewing and approving the consolidated financial statements.

The consolidated financial statements have been audited by BDO Canada LLP in accordance with Canadian generally accepted auditing standards on behalf of the ratepayers and inhabitants of the municipality. The accompanying Independent Auditors' Report outlines their responsibilities, the scope of their examination and their opinion on the municipality's consolidated financial statements.



Mayor



Treasurer

Independent Auditor's Report

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

Opinion

We have audited the consolidated financial statements of Corporation of the Township of Plummer Additional (the municipality), which comprise the consolidated statement of financial position as at December 31, 2020, and the consolidated statements of operations, change in net financial assets and cash flows for the year then ended, and notes to the 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 municipality as at December 31, 2020, and its consolidated results of operations, its consolidated change in net financial assets, and its consolidated cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Consolidated Financial Statements* section of our report. We are independent of the municipality in accordance with the ethical requirements that are relevant to our audit of the 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 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.

In preparing the consolidated financial statements, management is responsible for assessing the municipality'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 municipality or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the municipality's financial reporting process.

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

Independent Auditor's Report (continued)

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the municipality'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 municipality's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the municipality to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the 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 municipality to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

BDO Canada LLP

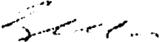
Chartered Professional Accountants, Licensed Public Accountants

Sault Ste. Marie, Ontario
July 30, 2021

**Corporation of the Township of Plummer Additional
Consolidated Statement of Financial Position**

<u>December 31</u>	<u>2020</u>	<u>2019</u>
Financial assets		
Cash and short term investments	\$ 1,508,199	\$ 1,354,965
Taxes receivable (Note 2)	222,178	181,373
Accounts receivable	<u>280,452</u>	<u>259,332</u>
	<u><u>2,010,829</u></u>	<u><u>1,795,670</u></u>
Liabilities		
Accounts payable and accrued liabilities	168,974	191,858
Deferred revenue	282,360	231,247
Obligatory reserve fund	11,772	11,728
Bank loan (Note 3)	12,947	78,691
Accrued landfill closure and post-closure costs (Note 4)	<u>105,803</u>	<u>88,319</u>
	<u><u>581,856</u></u>	<u><u>601,843</u></u>
Net financial assets	<u><u>1,428,973</u></u>	<u><u>1,193,827</u></u>
Non-financial assets		
Tangible capital assets (Schedule 1)	2,866,943	3,136,988
Prepaid expenses and inventory of supplies	<u>53,089</u>	<u>40,457</u>
	<u><u>2,920,032</u></u>	<u><u>3,177,445</u></u>
Accumulated surplus (Note 5)	<u><u>\$ 4,349,005</u></u>	<u><u>\$ 4,371,272</u></u>

On behalf of the Council:



Mayor



Treasurer

**Corporation of the Township of Plummer Additional
Consolidated Statement of Operations**

For the year ended December 31	Budget	2020	2019
Revenue			
Taxation (Note 6)	\$ 1,392,081	\$ 1,395,216	\$ 1,280,986
Government grants - provincial	823,546	655,248	718,427
Government grants - federal	178,253	48,267	92,905
Government grants - municipal	4,800	3,598	4,801
User fees and service charges	59,319	77,014	76,900
Interest and penalties on taxes	35,000	33,722	33,741
Investment income and other	4,372	15,576	3,778
	<hr/>	<hr/>	<hr/>
	2,497,371	2,228,641	2,211,538
Expenses			
General government	432,267	402,723	396,992
Protection services	208,265	199,616	209,622
Transportation services	1,190,774	1,043,391	1,145,448
Environmental services	115,511	120,273	104,747
Health services	231,847	224,404	211,975
Social and family services	179,082	179,082	170,340
Recreation and cultural services	58,423	56,162	71,604
Planning and development	13,518	25,257	11,652
	<hr/>	<hr/>	<hr/>
	2,429,687	2,250,908	2,322,380
Annual surplus (deficit)	67,684	(22,267)	(110,842)
Accumulated surplus, beginning of year	4,371,272	4,371,272	4,482,114
Accumulated surplus, end of year	\$ 4,438,956	\$ 4,349,005	\$ 4,371,272

**Corporation of the Township of Plummer Additional
Consolidated Statement of Change in Net Financial Assets**

For the year ended December 31	Budget	2020	2019
Annual deficit	\$ 67,684	\$ (22,267)	\$ (110,842)
Acquisition of tangible capital assets	(359,636)	(74,900)	(276,145)
Amortization of tangible capital assets	351,719	344,945	353,478
Loss on disposal of tangible capital assets	-	-	2,963
Prepaid expenses and inventory of supplies	-	(12,632)	41,257
Net change in net financial assets (debt)	59,767	235,146	10,711
Net financial assets, beginning of year	1,193,827	1,193,827	1,183,116
Net financial assets, end of year	\$ 1,253,594	\$ 1,428,973	\$ 1,193,827

**Corporation of the Township of Plummer Additional
Consolidated Statement of Cash Flows**

For the year ended December 31	2020	2019
Operating transactions		
Annual deficit	\$ (22,267)	\$ (110,842)
Items not involving cash		
Amortization	344,945	353,478
Loss on disposal of tangible capital assets	-	2,963
	<u>322,678</u>	<u>245,599</u>
Changes in non-cash operating balances		
Taxes receivable	(40,805)	29,292
Accounts receivable	(21,120)	(82,472)
Prepaid expenses and inventories of supplies	(12,632)	41,257
Accounts payable and accrued liabilities	(22,884)	52,404
Deferred revenue	51,113	193,018
Obligatory reserve fund	44	4
Liability for future closure and post-closure landfill care costs	<u>17,484</u>	<u>5,332</u>
	<u>293,878</u>	<u>484,434</u>
Capital transactions		
Acquisition of tangible capital assets	<u>(74,900)</u>	<u>(276,145)</u>
Financing activities		
Bank loan proceeds	-	130,000
Repayment of bank loan	<u>(65,744)</u>	<u>(51,309)</u>
	<u>(65,744)</u>	<u>78,691</u>
Net change in cash and cash equivalents	153,234	286,980
Cash and cash equivalents, beginning of year	<u>1,354,965</u>	<u>1,067,985</u>
Cash and equivalents, end of year	<u>\$ 1,508,199</u>	<u>\$ 1,354,965</u>

Corporation of the Township of Plummer Additional Consolidated Notes to Financial Statements

December 31, 2020

1. Significant accounting policies

The consolidated financial statements of the municipality have been prepared in accordance with Canadian public sector accounting standards, as recommended by the Public Sector Accounting Board of the Canadian Institute of Chartered Accountants.

Basis of Consolidation These consolidated financial statements reflect the assets, liabilities, sources of financing and expenditures of all municipal organizations, committees and boards which are owned or controlled by the municipality, including the Plummer Additional Cemetery Board.

In addition, the following joint local boards/committees have been proportionately consolidated at the indicated percentages:

Central Algoma Health Centre	50%
Bruce Mines and Plummer Additional Union Public Library	50%
Tri-Neighbours Board of Management	22%

All interfund assets and liabilities and sources of financing and expenditures have been eliminated.

Revenue Recognition

Taxes are recorded at estimated amounts when they meet the definition of an asset, have been authorized and the taxable event occurs. For property taxes, the taxable event is the period for which the tax is levied. Taxes receivable are recognized net of an allowance for anticipated uncollectable amounts.

Conditional grant revenue is recognized to the extent the conditions imposed on it have been fulfilled. Unconditional grant revenue is recognized when monies are receivable.

Grants for the acquisition of tangible capital assets are recognized in the period in which eligible expenditures are made.

Sales of service and other revenue is recognized on an accrual basis.

Government Transfers

Government transfers are recognized as revenue in the financial statements when the transfer is authorized and any eligibility criteria are met, except to the extent that transfer stipulations give rise to an obligation that meets the definition of a liability. Transfers are recognized as deferred revenue when transfer stipulations give rise to a liability. Transfer revenue is recognized in the statement of operations as the stipulation liabilities are settled.

Trust Funds

Funds held in trust by the municipality and their related operations are not included in these consolidated financial statements. The financial activity and financial position of the trust funds are reported separately.

Cash and Cash Equivalents

Management considers all highly liquid investments with maturity of three months or less at acquisition to be cash equivalents.

Corporation of the Township of Plummer Additional Consolidated Notes to Financial Statements

December 31, 2020

1. Significant accounting policies (continued)

Tangible Capital Assets Tangible capital assets are recorded at cost less accumulated amortization. Cost includes all costs directly attributable to acquisition or construction of the tangible capital asset including transportation costs, installation costs, design and engineering fees, legal fees and site preparation costs. Contributed tangible capital assets are recorded at fair value at the time of the donation, with a corresponding amount recorded as revenue. Amortization is recorded on a straight-line basis over the estimated life of the tangible capital asset commencing once the asset is available for productive use as follows:

Land improvements	10 years
Buildings	10 to 50 years
Machinery and equipment	5 to 20 years
Vehicles	8 to 10 years
Furnishings and fixtures	5 to 40 years
Infrastructure	7 to 50 years

The municipality holds various works of art and historical treasures. These items are not recognized as tangible capital assets in the financial statements because a reasonable estimate of the future benefits association with such property cannot be made.

Leased Assets

Leases entered into that transfer substantially all the benefits and risks associated with ownership are recorded as the acquisition of a tangible capital asset and the incurrence of an obligation. The asset is amortized in a manner consistent with tangible capital assets owned by the municipality, and the obligation, including interest thereon, is retired over the term of the lease. All other leases are accounted for as operating leases, and the rental costs are expensed as incurred.

Retirement Benefits and Other Employee Benefit Plans

The municipality provides pension benefits to specified employees through the Ontario Municipal Employees Retirement Fund OMERS, a multi-employer plan. The municipality's contributions due during the period are expensed as incurred. The municipality provides other post-employment benefits. These costs accumulate over the period of service provided by employees and are determined using management's best estimates.

Collection of Taxes on Behalf of Other Taxation Authorities

The municipality collects taxation revenue on behalf of other entities. Such levies, other revenues, expenses, assets and liabilities with respect to the operations of these other entities are not reflected in these consolidated financial statements.

**Corporation of the Township of Plummer Additional
Consolidated Notes to Financial Statements**

December 31, 2020

2. Taxes receivable

	2020	2019
Current year levies	\$ 153,273	\$ 121,935
Previous years levies	80,226	73,259
Penalties and interest	23,679	21,179
Allowance for doubtful collection	<u>(35,000)</u>	<u>(35,000)</u>
	<u><u>\$ 222,178</u></u>	<u><u>\$ 181,373</u></u>

3. Bank loan

	2020	2019
Demand bank loan, repayable \$2,591 biweekly including interest at 3.44%, maturing February 2021	<u>\$ 12,947</u>	<u>\$ 78,691</u>

Interest on the above loan amounted to \$1,622 (2019 - \$3,102).

Principal payments required on long term debt for the next year are approximately:

Year	Amount
2021	<u><u>\$ 12,947</u></u>

4. Solid waste closure and post-closure liabilities

The Township, together with the Towns of Thessalon and Bruce Mines organized the Tri-Neighbours Board of Management to study, establish and operate a landfill site.

Landfill closure and post-closure requirements include final covering and landscaping of the landfill, storm water management, purchase of buffer lands, monitoring wells, fees, ongoing environmental monitoring, site inspection and maintenance. The reported liability is based on estimates and assumptions with respect to events extending over a fifty year period using the best information currently available to management. Future events may result in significant changes to total estimated expenditures, capacity used or total capacity and estimated liability. Any such changes would be applied prospectively as a change in estimate, when applicable.

Based on an engineering study, the landfill site is expected to reach capacity in 2043 after which the period for post-closure care costs is estimated to be 25 years. The estimated liability for landfill closure and post-closure costs is recognized as the landfill site's capacity is used and the reported liability reflects a discount rate of 3.51%.

The mandate of the existing Tri-Neighbours Board of Management to operate and close the site ceases upon closure, projected to be in 2043. The Township's estimated 22% share of total net present value of expenditures to close and maintain (monitor) the landfill site is approximately \$105,803 (2019 - \$88,319) as at December 31, 2020, based on the 48% (2019 - 41%) cumulative capacity used at that date.

**Corporation of the Township of Plummer Additional
Consolidated Notes to Financial Statements**

December 31, 2020

5. Accumulated surplus

Allocation of annual surplus

	2020	2019
Equity in tangible capital assets	\$ (204,300)	\$ (158,986)
Reserves and reserve funds	209,332	40,498
General surplus (deficit)	(9,815)	12,978
Unfunded landfill liabilities	<u>(17,484)</u>	<u>(5,332)</u>
	<u><u>\$ (22,267)</u></u>	<u><u>\$ (110,842)</u></u>

Accumulated surplus, end of year

	2020	2019
Equity in tangible capital assets	\$ 2,853,998	\$ 3,058,298
Reserves and reserve funds	1,555,834	1,346,502
General surplus/deficit	44,976	54,791
Unfunded landfill liabilities	<u>(105,803)</u>	<u>(88,319)</u>
	<u><u>\$ 4,349,005</u></u>	<u><u>\$ 4,371,272</u></u>

6. Taxation

	2020	2019
Residential and farmland	\$ 1,441,938	\$ 1,345,719
Commercial and industrial	119,933	101,684
Taxation from other governments	<u>14,031</u>	<u>13,409</u>
	<u><u>1,575,902</u></u>	<u><u>1,460,812</u></u>
Deduct: amounts received or receivable for school boards	<u>(180,686)</u>	<u>(179,826)</u>
	<u><u>\$ 1,395,216</u></u>	<u><u>\$ 1,280,986</u></u>

Property tax billings are prepared by the municipality based on an assessment roll prepared by the Municipal Property Assessment Corporation ("MPAC"), an agency of the Ontario government. All assessed property values in the municipality were reviewed and values established based on a common valuation date which was used by the municipality in computing the property tax billings. However, property tax revenue and taxes receivable of the municipality are subject to measurement uncertainty as ratepayers may appeal the values assessed.

7. Funds held in trust

Funds held in trust by the municipality for cemetery care and maintenance amounting to \$91,803 (2019 - \$89,463) are not included in these financial statements but are reported upon separately.

Corporation of the Township of Plummer Additional Consolidated Notes to Financial Statements

December 31, 2020

8. Employee benefits plans

The municipality makes contributions to the Ontario Municipal Employees Retirement Fund (OMERS), which is a multi-employer plan, on behalf of eligible 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.

The municipality's contributions to OMERS equal those made by the employees. During the year, the municipality contributed \$37,373 (2019 - \$36,567) to the plan. As this is a multi-employer pension plan, these contributions are the municipality's pension benefit expense. Contribution amounts are determined by OMERS which adjusts rates to reflect actuarial requirements. Any surplus or deficit of the pension plan is not included in the municipality's financial statements.

9. Public Sector Salary Disclosure Act

For 2020, no employees were paid salaries, as defined in the Public Sector Salary Disclosure Act, 1996 of \$100,000 or more.

10. Segmented information

The municipality is a diversified local government institution that provides a wide range of services to its citizens. For management reporting purposes, municipal operations and activities are organized and reported by Fund. Funds were created for the purpose of recording specific activities to attain certain objectives in accordance with special regulations, restrictions or limitations.

Municipal services are provided by departments and their activities are reported in these funds. Certain departments that have been separately disclosed in the segmented information, along with the services they provide, are as follows:

General government

The administration department oversees the delivery of all government services. The department is responsible for ensuring that there are adequate policies and procedures in place to safeguard assets and to properly report financial activities. In addition, this department includes the governance activities of council.

Protection

Protection is comprised of the police, fire/emergency, by-law enforcement and building inspections departments. The mandate of the police is to ensure the safety of the lives and property of citizens; preserve peace and good order; prevent crimes from occurring; detect offenders; and enforce the law. The fire/emergency department is responsible to provide fire suppression service; fire prevention programs; training and education related to prevention, detection or extinguishment of fires. The by-law enforcement and building inspection department ensures properties are in compliance with applicable legislation, by-laws, building standards and construction codes.

Transportation

The transportation department is responsible for the delivery of municipal public works services related to the planning, development and maintenance of roadway systems, winter control and street lighting.

Corporation of the Township of Plummer Additional Consolidated Notes to Financial Statements

December 31, 2020

10. Segmented information (continued)

Environmental

The environmental department consists mainly of the solid waste disposal utility. The department provides garbage collection and waste minimization programs and facilities for solid waste disposal.

Health

Through the Algoma Health Unit, the municipality contributes to public health services and education and through the Algoma District Services Administration Board, to ambulance services. In addition, this department oversees the care and maintenance of municipal cemeteries.

Social and family

Through the Algoma District Services Administration Board, the municipality contributes to social assistance payments, child care services and social housing.

Recreation and cultural

The recreation and cultural department provides public services that contribute to neighbourhood development and sustainability through the provision of recreation and leisure services such as parks, arena, fitness and sports programs. It provides public services that contribute to healthy communities through partnerships, promotion, prevention, protection and enforcement. The department also contributes towards the information needs of the municipality's citizens through the provision of library services.

Planning

The planning department provides a diverse bundle of services. It manages development for business interests, environmental concerns, heritage matters and neighbourhoods through planning and community development activities. It facilitates economic development by providing services for the approval of all land development plans.

For each reported segment, revenues and expenses include both amounts that are directly attributable to the segment and amounts that are allocated on a reasonable basis. Therefore, certain allocation methodologies are employed in the preparation of segmented financial information.

The accounting policies used in these segments are consistent with those followed in the preparation of the consolidated financial statements as disclosed in the summary of significant accounting policies. For additional information see Schedule 2 - Consolidated Schedule of Segment Disclosure.

11. Commitment

The municipality has commenced a \$1.225 million project to improve approximately five kilometres of Fifth Concession Road, funded 60% by the federal government, 33.33% by the province and the balance of 6.67% by the municipality. To December 31, 2020, approximately \$70,000 had been expended on the project. Minimal progress occurred during the year due to COVID-19 restrictions.

Corporation of the Township of Plummer Additional Consolidated Notes to Financial Statements

December 31, 2020

12. Budget

The Financial Plan (Budget) By-Law adopted by Council on August 15, 2020 was prepared on a basis consistent with that used to report actual results (Public Sector Accounting Standards); however, some local boards/committees continued to prepare their budgets on a modified accrual basis while Public Sector Accounting Standards require a full accrual basis. Their budget figures anticipated use of reserves and/or surpluses accumulated in previous years to reduce current year expenditures in excess of current year revenues. In addition, their budgets expensed all tangible capital expenditures rather than including amortization expense. As a result, the budget figures presented in the statements of operations and change in net financial assets represent the Financial Plan adopted by Council on August 15, 2020 with adjustments as follows:

Financial plan (budget) surplus (deficit) for the year	\$ (7,776)
Add:	
Capital expenditures	359,636
Net inter-fund transfers to reserves	1,803
Loan principal repayments	65,740
Less:	
Amortization	<u>(351,719)</u>
Budget surplus per statement of operations	<u>\$ 67,684</u>

13. Uncertainties due to COVID-19

Early 2020, the World Health Organization announced a global health emergency, and later a pandemic, due to the COVID-19 outbreak. As of the report date of the financial statements, the governments' response to curb the spread of COVID-19 continues to evolve. Municipal services are considered essential services and, consequently, the municipality has been able to continue to operate, providing services to support residents.

The impact on operations and the financial results of the municipality is being continuously monitored and evaluated by management. Although the disruption from the virus is expected to be temporary, given the dynamic nature of these circumstances, the duration of disruption and the related financial impact cannot be reasonably estimated at this time. The municipality will continue to focus on collecting receivables, managing expenditures, and leveraging existing reserves to ensure it is able to continue providing essential services to its rate payers.

**Corporation of the Township of Plummer Additional
Schedule 1 - Consolidated Tangible Capital Assets**

For the year ended December 31, 2020

	Land	Land Improvements	Buildings	Equipment	Machinery and Equipment	Vehicles	Infrastructure	Construction in Progress	Total
Cost, beginning of year	\$ 7,415	\$ 24,930	\$ 421,981	\$ 720,532	\$ 562,734	\$ 9,709,828	\$ 13,983	\$ 11,461,403	
Additions	-	-	6,498	6,198	-	-	-	62,204	74,900
Cost, end of year	7,415	24,930	428,479	726,730	562,734	9,709,828	76,187	11,536,303	
 Accumulated amortization,									
beginning of year	-	12,702	283,309	610,113	103,706	7,314,585	-	-	8,324,415
Amortization	-	2,106	10,181	24,505	55,346	252,807	-	-	344,945
 Accumulated amortization,									
end of year	-	14,808	293,490	634,618	159,052	7,567,392	-	-	8,669,360
 Net carrying amount,									
end of year	\$ 7,415	\$ 10,122	\$ 134,989	\$ 92,112	\$ 403,682	\$ 2,142,436	\$ 76,187	\$ 2,866,943	

**Corporation of the Township of Plummer Additional
Schedule 1 - Consolidated Tangible Capital Assets (continued)**

For the year ended December 31, 2019 (comparative figures)

	Land	Land Improvements	Buildings	Equipment	Machinery and Equipment	Vehicles	Infrastructure in Progress	Construction	Total
Cost, beginning of year	\$ 7,415	\$ 13,593	\$ 421,981	\$ 705,077	\$ 344,765	\$ 9,709,828	\$ 3,518	\$ 11,206,177	
Additions	-	11,337	-	15,455	238,888	-	10,465	276,145	
Disposals	-	-	-	-	(20,919)	-	-	-	(20,919)
Cost, end of year	7,415	24,930	421,981	720,532	562,734	9,709,828	13,983	11,461,403	
Accumulated amortization, beginning of year	-	11,163	272,325	586,480	67,379	7,051,546	-	-	7,988,893
Amortization	-	1,539	10,984	23,633	54,283	263,039	-	-	353,478
Disposals	-	-	-	-	(17,956)	-	-	-	(17,956)
Accumulated amortization, end of year	-	12,702	283,309	610,113	103,706	7,314,585	-	-	8,324,415
Net carrying amount, end of year	\$ 7,415	\$ 12,228	\$ 138,672	\$ 110,419	\$ 459,028	\$ 2,395,243	\$ 13,983	\$ 3,136,988	

**Corporation of the Township of Plummer Additional
Schedule 2 - Consolidated Segment Disclosure**

For the year ended December 31, 2020

	General Government	Protection	Transportation	Environmental	Health	Social and Family	Recreation and Cultural	Planning	Consolidated Total
Revenue									
Taxation	\$ 277,526	\$ 125,969	\$ 584,389	\$ 77,636	\$ 153,344	\$ 129,475	\$ 32,761	\$ 4,116	\$ 1,395,216
Ontario grants	138,104	54,426	307,964	29,864	58,987	49,805	14,515	1,583	655,248
Canada grants	3,920	-	44,347	-	-	-	-	-	48,267
Other municipalities	-	2,373	-	-	-	-	-	-	3,598
User fees and service charges	8,604	13,333	7,785	12,524	15,393	-	2,911	16,464	77,014
Interest and penalties on taxes	33,722	-	-	-	-	-	-	-	33,722
Investment income and other	15,576	-	-	-	-	-	-	-	15,576
	477,452	206,101	944,485	120,024	227,724	179,280	51,412	22,163	2,228,641
Expenses									
Salaries and benefits	285,994	406	304,398	2,995	11,622	-	16,313	6,000	627,728
Materials and supplies	41,190	1,111	321,713	1,340	9,330	-	11,703	-	386,392
Contracted services	59,269	198,099	69,374	115,223	18,257	-	12,768	19,257	492,247
Rents and financial	15,024	-	20,489	-	5,979	-	5,296	-	46,788
External transfers	-	-	327,417	31	173,696	179,082	-	-	352,809
Amortization	1,246	-	-	684	5,520	-	10,077	-	344,944
	402,723	199,616	1,043,391	120,273	224,404	179,082	56,162	25,257	2,250,908
Excess (deficiency) of revenue over expenses	\$ 74,729	\$ 6,485	\$ (98,906)	\$ (249)	\$ 3,320	\$ 198	\$ (4,750)	\$ (3,094)	\$ (22,267)

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

**Corporation of the Township of Plummer Additional
Schedule 2 - Consolidated Segment Disclosure (continued)**

For the year ended December 31, 2019 (comparative figures)

	General Government	Protection	Trans- portation	Environ- mental	Health	Social and Family	Recreation and Cultural	Planning	Consolidated Total
Revenue									
Taxation	\$ 262,201	\$ 136,854	\$ 492,725	\$ 71,308	\$ 140,257	\$ 121,138	\$ 49,722	\$ 6,781	\$ 1,280,986
Ontario grants	110,060	57,445	385,218	29,932	58,874	50,848	23,204	2,846	718,427
Canada grants	3,360	-	89,545	-	-	-	-	-	92,905
Other municipalities	-	3,598	-	-	-	-	-	-	4,801
User fees and service charges	2,316	15,461	8,872	12,439	14,862	-	12,260	10,690	76,900
Interest and penalties on taxes	33,741	-	-	-	-	-	-	-	33,741
Investment income	3,778	-	-	-	-	-	-	-	3,778
	415,456	213,358	976,360	113,679	213,993	171,986	86,389	20,317	2,211,538
Expenses									
Salaries and benefits	267,463	153	302,199	2,955	3,663	-	31,349	-	607,782
Materials and supplies	39,475	1,036	414,371	1,912	13,160	-	13,076	-	483,030
Contracted services	71,138	208,433	69,037	99,591	16,195	-	11,771	11,652	487,817
Rents and financial	17,243	-	22,730	-	5,460	-	4,629	-	50,062
External transfers	-	-	-	-	169,372	170,340	500	-	340,212
Amortization	1,673	-	337,111	289	4,125	-	10,279	-	353,477
	396,992	209,622	1,145,448	104,747	211,975	170,340	71,604	11,652	2,322,380
Excess (deficiency) of revenue over expenses	\$ 18,464	\$ 3,736	\$ (169,088)	\$ 8,932	\$ 2,018	\$ 1,646	\$ 14,785	\$ 8,665	\$ (10,842)

**Corporation of the Township of
of Plummer Additional
Trust Funds
Financial Statements
For the year ended December 31, 2020**

Independent Auditor's Report

To the Members of Council, Inhabitants and Ratepayers of Corporation of the Township of Plummer Additional

Opinion

We have audited the financial statements of the Trust Fund of Corporation of the Township of Plummer Additional (the Trust Fund), which comprise the statement of financial position as at December 31, 2020 and the statement of continuity for the year then ended, and a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Trust Fund as at December 31, 2020, and the continuity thereof 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 Financial Statements* section of our report. We are independent of the Trust Fund in accordance with the ethical requirements that are relevant to our audit of the 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 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.

In preparing the financial statements, management is responsible for assessing the Trust Fund'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 Trust Fund or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Trust Fund's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the 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 financial statements.

Independent Auditor's Report (continued)

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the 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 Trust Fund'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 Trust Fund'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 Trust Fund 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.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

BDO Canada LLP

Chartered Professional Accountants, Licensed Public Accountants

Sault Ste. Marie, Ontario
July 30, 2021

**Corporation of the Township of Plummer Additional
Trust Funds
Care and Maintenance Fund
Statement of Financial Position**

<u>December 31</u>	<u>2020</u>	<u>2019</u>
Assets		
Current		
Cash	\$ 91,803	\$ 2,063
Short term deposit, due April 1, 2020 with 0.5% interest	- <hr/>	87,450
	<hr/> \$ 91,803	<hr/> \$ 89,513
Liabilities		
Current		
Due to operating fund	\$ -	\$ 50
Capital	<hr/> 91,803	<hr/> 89,463
	<hr/> \$ 91,803	<hr/> \$ 89,513

Statement of Continuity

<u>For the year ended December 31</u>	<u>2020</u>	<u>2019</u>
Balance, beginning of year	<u>\$ 89,463</u>	<u>\$ 87,743</u>
Revenue		
Sale of plots	1,640	1,320
Monument surcharge	700	400
Interest earned	120	420
	<hr/> 2,460	<hr/> 2,140
Expenditures		
Interest transferred to general fund	<hr/> 120	<hr/> 420
Balance, end of year	<u>\$ 91,803</u>	<u>\$ 89,463</u>

Note to Financial Statements

Basis of Accounting	The financial statements of the Trust Fund of the Corporation of the Township of Plummer Additional are prepared in accordance with Canadian public sector accounting standards.
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