

**TOWNSHIP OF SOUTH-WEST OXFORD**  
**CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2021**

**TOWNSHIP OF SOUTH-WEST OXFORD  
CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2021**

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<b>-1-</b>	Independent Auditor's Report
<b>-3-</b>	Consolidated Statement of Financial Position
<b>-4-</b>	Consolidated Statement of Operations and Accumulated Surplus
<b>-5-</b>	Consolidated Statement of Cash Flows
<b>-6-</b>	Consolidated Statement of Change in Net Financial Assets
<b>-7-</b>	Notes to the Consolidated Financial Statements
<b>-15-</b>	Schedule 1 - Consolidated Schedule of Tangible Capital Assets
<b>-16-</b>	Schedule 2 - Consolidated Schedule of Segmented Information

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**INDEPENDENT AUDITOR'S REPORT**

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**To the Members of Council, Inhabitants and Ratepayers of the Township of South-West Oxford**

**Opinion**

We have audited the accompanying consolidated financial statements of the Township of South-West Oxford (the "Township"), which comprise the Consolidated Statement of Financial Position as at December 31, 2021, and Consolidated Statements of Operations and Accumulated Surplus, Cash Flows and Change in Net Financial Assets for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the financial position of the Township of South-West Oxford as at December 31, 2021 and its financial performance and its changes in cash flows and net financial assets for the year then ended in accordance with Canadian public sector accounting standards.

**Basis of 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 Township in accordance with the ethical requirements that are relevant to our audit of the consolidated financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**Responsibilities of Management and Those Charged with Governance for the 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 Township's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless management either intends to liquidate the Township or to cease operations, or has no realistic alternative but to do so.

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

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

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

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

We also:

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Township's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Township's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Township to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

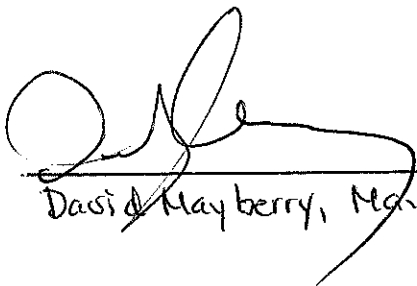
We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.


November 15, 2022  
London, Canada

*Scrimgeour & Company*  
LICENSED PUBLIC ACCOUNTANT

**TOWNSHIP OF SOUTH-WEST OXFORD  
CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT DECEMBER 31, 2021**

	2021	2020
<b>FINANCIAL ASSETS</b>		
Cash and short-term investments (note 4)	\$ 7,319,939	\$ 6,822,679
Taxes receivable	936,750	1,096,738
Accounts receivable	1,016,693	597,213
Drains receivable	613,091	607,613
Investment in EARTH Corporation (note 10)	812,261	762,192
	<b>10,698,734</b>	<b>9,886,435</b>
<b>LIABILITIES</b>		
Accounts payable and accrued liabilities	1,294,025	1,705,286
Deferred revenue (note 7)	794,146	450,562
Net long-term liabilities (note 8)	1,763,124	2,016,174
	<b>3,851,295</b>	<b>4,172,022</b>
<b>NET FINANCIAL ASSETS</b>	<b>6,847,439</b>	<b>5,714,413</b>
<b>NON-FINANCIAL ASSETS (note 1.d)</b>		
Tangible capital assets (note 1.d.i) (Schedule 1)	19,918,900	19,710,991
Work in progress	873,498	430,978
Inventory of supplies	11,680	7,066
Prepaid expenditures	34,185	28,975
	<b>20,838,263</b>	<b>20,178,010</b>
<b>ACCUMULATED SURPLUS (NOTE 9)</b>	<b>\$ 27,685,702</b>	<b>\$ 25,892,423</b>

  
David Mayberry, Mayor

  
Mary Ellen Greb  
CAO / Treasurer

**TOWNSHIP OF SOUTH-WEST OXFORD  
CONSOLIDATED STATEMENT OF OPERATIONS AND ACCUMULATED SURPLUS  
FOR THE YEAR ENDED DECEMBER 31, 2021**

	Budget 2021	Actual 2021	Actual 2020
<b>REVENUE</b>			
Taxation revenue	\$ 5,818,287	\$ 5,752,964	\$ 6,149,174
User charges	695,271	482,345	694,310
Government grants (note 17)	1,450,026	2,109,093	1,309,632
Investment income	57,000	53,005	58,152
Penalty and interest on taxes	105,000	136,004	104,859
Other income	2,300	4,882	5,412
	<b>8,127,884</b>	<b>8,538,293</b>	<b>8,321,539</b>
<b>EXPENDITURES</b>			
General government	1,083,344	1,129,211	1,018,779
Protection to persons and property	2,200,907	2,442,842	2,616,418
Transportation services	2,021,246	2,704,384	2,780,085
Environmental services	304,593	381,971	297,399
Health	13,339	61,994	71,199
Recreation and cultural development	325,074	363,029	365,785
Planning and development	158,786	184,582	153,167
	<b>6,107,289</b>	<b>7,268,013</b>	<b>7,302,832</b>
<b>EXCESS OF REVENUE OVER EXPENDITURES BEFORE OTHER</b>	<b>2,020,595</b>	<b>1,270,280</b>	<b>1,018,707</b>
<b>OTHER</b>			
Investment increase in EARTH	-	50,069	41,297
Government transfers related to capital	101,902	113,443	108,545
Developer and other contributions related to capital	232,497	299,361	562,878
Gain on disposal of capital assets	90,000	60,126	32,385
	<b>424,399</b>	<b>522,999</b>	<b>745,105</b>
<b>EXCESS OF REVENUE OVER EXPENDITURES</b>	<b>2,444,994</b>	<b>1,793,279</b>	<b>1,763,812</b>
<b>ACCUMULATED SURPLUS, BEGINNING OF YEAR</b>	<b>25,892,423</b>	<b>25,892,423</b>	<b>24,128,611</b>
<b>ACCUMULATED SURPLUS, END OF YEAR (NOTE 9)</b>	<b>\$ 28,337,417</b>	<b>\$ 27,685,702</b>	<b>\$ 25,892,423</b>

The accompanying notes are an integral part of the financial statements

**TOWNSHIP OF SOUTH-WEST OXFORD  
CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED DECEMBER 31, 2021**

	2021	2020
<b>NET INFLOW (OUTFLOW) OF CASH RELATED TO THE FOLLOWING ACTIVITIES:</b>		
<b>OPERATING ACTIVITIES</b>		
Excess of revenue over expenditures (page 4)	\$ 1,793,279	\$ 1,763,812
Non-cash changes to operations		
Amortization of tangible capital assets	1,442,867	1,450,482
Loss (gain) on disposal of capital assets	80,590	61,633
Changes in equity - EARTH Corporation	(50,069)	(41,297)
Changes in working capital other than cash (A)	(332,647)	1,049,335
	<b>2,934,020</b>	<b>4,283,965</b>
<b>INVESTING ACTIVITIES</b>		
Acquisition of tangible capital assets	(1,731,366)	(1,177,838)
Decrease (increase) in work in progress	(442,520)	(430,978)
Decrease (increase) in inventory of supplies	(4,614)	2,903
Decrease (increase) in prepaid expenditures	(5,210)	17,342
	<b>(2,183,710)</b>	<b>(1,588,571)</b>
<b>FINANCING ACTIVITIES</b>		
Net change in long-term debt	(253,050)	(100,859)
	<b>(253,050)</b>	<b>(100,859)</b>
Net change in cash short-term investments, during the year	497,260	2,594,535
Cash and short-term investments, beginning of year	6,822,679	4,228,144
<b>CASH AND SHORT-TERM INVESTMENTS, END OF YEAR</b>	<b>\$ 7,319,939</b>	<b>\$ 6,822,679</b>

(A) Changes in working capital other than cash includes the net change in taxes receivable, accounts receivable, drains receivable, accounts payable and accrued liabilities and deferred revenue.

The accompanying notes are an integral part of the financial statements

**TOWNSHIP OF SOUTH-WEST OXFORD  
CONSOLIDATED STATEMENT OF CHANGE IN NET FINANCIAL ASSETS  
FOR THE YEAR ENDED DECEMBER 31, 2021**

	2021	2020
Excess of revenue over expenditures (page 4)	\$ 1,793,279	\$ 1,763,812
Amortization of tangible capital assets	1,442,867	1,450,482
Acquisition of tangible capital assets	(1,731,366)	(1,177,838)
(Gain) Loss on sale of tangible capital assets	80,590	61,633
Decrease (increase) in work in progress	(442,520)	(430,978)
Decrease (increase) in inventory of supplies	(4,614)	2,903
Decrease (increase) in prepaid expenditures	(5,210)	17,342
Increase in net financial assets	1,133,026	1,687,356
<b>NET FINANCIAL ASSETS, BEGINNING OF YEAR</b>	<b>5,714,413</b>	<b>4,027,057</b>
<b>NET FINANCIAL ASSETS, END OF YEAR</b>	<b>\$ 6,847,439</b>	<b>\$ 5,714,413</b>

The accompanying notes are an integral part of the financial statements



**TOWNSHIP OF SOUTH-WEST OXFORD  
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2021**

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The Corporation of the Township of South-West Oxford (the "Township") is a lower-tier Township in the Province of Ontario, Canada. It conducts its operations guided by the provisions of provincial statutes such as the Municipal Act, Municipal Affairs Act and related legislation.

**1. Significant accounting policies**

The consolidated financial statements of the Township of South-West Oxford are prepared by management in accordance with Canadian public sector accounting standards.

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

**a. Reporting entity**

These consolidated statements reflect the financial assets, liabilities, operating revenue and expenditures and accumulated surpluses and changes in investment in tangible capital assets of the Township of South-West Oxford and all committees and boards of Council. These include the following:

- Beachville Cemetery Board
- Sweaburg Union Cemetery Board
- West Oxford Cemetery Board
- Beachville Recreation Committee
- Brownsville Community Hall
- Dereham Centre Community Centre
- Mount Elgin Community Centre
- Mount Elgin Fund Raising Committee
- Mount Elgin Recreation Committee
- Salford Community Hall Board
- Sweaburg Park Board
- West Oxford Hall Board

**b. Revenue recognition**

Revenue is recognized when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured. Government grants and transfers are recognized in the consolidated financial statements as revenue in the period in which events giving rise to the transfer occur, providing the transfers are authorized, any eligibility criteria have been met, and reasonable estimates of the amounts can be determined.

**c. Trust funds**

Trust funds and their related operations administered by the Township are not consolidated, but are reported separately on the Trust Fund Financial Statements.

**TOWNSHIP OF SOUTH-WEST OXFORD  
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2021**

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**1. Significant accounting policies continued**

**d. Non-financial assets**

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

**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, less residual value, of the tangible capital assets is amortized on a straight-line basis over their estimated useful lives as follows:

Land Improvements	10 to 50 years
Buildings and structures	30 to 400 years
Vehicles, machinery and equipment	5 to 30 years
Infrastructure	15 to 75 years

Amortization is charged for a half year in the year of acquisition and in the year of disposal. The Township has capitalization thresholds of \$5,000 to \$25,000, depending on the nature of the asset, so that individual assets of lesser value are expensed unless they are pooled because collectively they have a significant value.

**ii. 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 expense as incurred.

**iii. Contributions of tangible capital assets**

Tangible capital assets received as contributions are record at their value at the date of receipt. The fair value is also recorded as contributed revenue.

**e. Deferred revenue**

Grants, contributions and other amounts are received from third parties pursuant to legislation, regulation or agreement and may only be used in the conduct of certain programs, in the completion of specific work or for the purchase of tangible capital assets. In addition, certain user charges and fees are collected for which the related services have yet to be performed. Revenue is recognized in the period when the related expenditures are incurred, services performed or the tangible capital assets are acquired.

**TOWNSHIP OF SOUTH-WEST OXFORD  
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2021**

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**1. Significant accounting policies continued**

**f. Use of estimates**

The preparation of consolidated financial statements in conformity with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities, disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenditures during the period. Such estimates are periodically reviewed and any adjustments necessary are reported in earnings in the period in which they become known. Actual results could differ from these estimates.

**g. Financial instruments**

Financial instruments of the Township consist mainly of cash, accounts receivable and taxes receivable. The carrying values of these financial assets approximate their fair values unless otherwise disclosed.

**h. Short-term investments**

Short-term investments are recorded at cost. Market value approximates cost.

**i. Budget**

The Township's Council completes separate budget reviews for its operating and capital budget each year. The approved operating budget for 2021 is reflected on the Consolidated Statement of Operations and Accumulated Surplus. For capital spending, budgets are set for individual project and funding for these activities is determined annually and made by transfers from surplus funds and by application of applicable grants or other funds available to apply to capital projects.

**2. Tax revenue**

Property tax billings are prepared by the Township based on an assessment roll prepared by the Municipal Property Assessment Corporation. All assessed property values in the Township were reviewed and new values established based on a common valuation date which was used by the Township in computing the 2021 property tax bills. Property tax revenue and tax receivables are subject to appeals which may not have been heard yet. Any supplementary billing adjustments made necessary by the determination of such appeals will be recognized in the fiscal year they are determined and the effect shared with the Township of South-West Oxford and the appropriate school boards.

**3. Trust funds**

Trust funds administered by the Township amounting to \$475,413 (2020 - \$461,590) have not been included in these consolidated financial statements.

**4. Investments**

The short-term investments of \$5,130,149 (2020 - \$5,158,964) are recorded at market value which approximates cost and are short-term in nature.

**TOWNSHIP OF SOUTH-WEST OXFORD  
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2021**

**5. Operations of School Boards and the County of Oxford**

The Township is required to bill, collect and remit taxation revenue on behalf of the school boards and County of Oxford pursuant to provincial legislation. The Township has no jurisdiction or control over the operations of these entities or the setting of their tax rates. Therefore, the taxation, other revenue, expenditures, assets and liabilities with respect to the operations of the school boards and the County are not reflected in these consolidated financial statements. Taxation revenue billed and requisitions paid on behalf of the school boards and County of Oxford are not reflected in the Consolidated Statement of Operations and Accumulated Surplus and are comprised of the following:

	School Boards	County
Taxation	\$ 2,170,621	\$ 4,610,551
Requisitions	\$ 2,170,621	\$ 4,610,551

**6. Pension agreements**

The Township makes contributions to the Ontario Municipal Employees Retirement Fund (OMERS), which is a multi-employer plan, on behalf of 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 services and rates of pay.

The amount contributed to OMERS for 2021 was \$151,152 (2020 - \$155,492) for current service and is included as an expenditure on the Consolidated Statement of Operations and Accumulated Surplus. The Township has no obligation, as of December 31, 2021, under the past service provisions. The OMERS funding ratio for 2021 is 97.0% (2020 - 97.0%), with the goal of being fully funded by 2025.

**7. Deferred revenue**

The deferred revenue balance is comprised of the following:

	2021	2020
Development charges	\$ 162,961	\$ 87,371
Parkland	27,588	21,466
Deferred capital contributions	14,871	14,732
Safe Restart	177,691	94,560
Federal gas tax	411,035	232,433
	\$ 794,146	\$ 450,562

**TOWNSHIP OF SOUTH-WEST OXFORD  
 NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
 FOR THE YEAR ENDED DECEMBER 31, 2021**

**8. Long-term liabilities**

**a. Composition of long-term liabilities**

The balance of long-term liabilities reported on the Consolidated Statement of Financial Position is made up of the following:

	2021	2020
Total long-term incurred by the Township and outstanding at the end of the year amount to	\$ 1,763,124	\$ 2,016,174
	\$ 1,763,124	\$ 2,016,174

**b. Debt retirement**

Of the net long-term liabilities reported in note a. of this note, the minimum principal repayments required are estimated as follows:

2022	\$ 203,305
2023	\$ 136,953
2024	\$ 130,902
2025	\$ 114,042
2026	\$ 95,453
2027 and thereafter	\$ 1,082,469

The debt repayment includes \$241,625 (2020 - \$375,674) that is recoverable from ratepayers.

**c. Approval**

The long term liabilities issued in the name of the Township have received approval of the Ontario Municipal Board for those approved on or before December 31, 1992. Those approved after January 1, 1993 have been approved by by-law. The annual principal and interest payments required to service these pending issues and commitments are within the debt repayment limit prescribed by the Ministry of Municipal Affairs.

**d. Interest**

Interest paid on long-term liabilities for the year ending December 31, 2021 is \$59,128 (2020 - \$64,147).

**e. Contingent liability**

The Township is contingently liable for long term liabilities with respect to tile drainage loans in the amount of \$16,155 (2020 - \$17,971). These are not recorded on the Consolidated Statement of Financial Position.

**TOWNSHIP OF SOUTH-WEST OXFORD  
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2021**

**9. Accumulated Surplus**

The accumulated surplus on the Consolidated Statement of Financial Position at the end of the year is comprised of the following:

	2021	2020
<b>Surplus</b>		
Operations	\$ 697,152	\$ 1,029,457
Investment in tangible capital assets	19,361,293	18,524,848
Investment in EARTH Corporation (note 10)	812,261	762,192
	<b>20,870,706</b>	<b>20,316,497</b>
<b>Reserves</b>	<b>6,814,996</b>	<b>5,575,926</b>
<b>ACCUMULATED SURPLUS</b>	<b>\$ 27,685,702</b>	<b>\$ 25,892,423</b>

**10. Investment in EARTH Corporation**

As at December 31, 2021, the Township owns 1.7% (2020 - 1.7%) of EARTH Corporation. As a government business enterprise of the Township, it is accounted for on a modified Equity basis in these financial statements and is comprised of the following:

	2021	2020
Promissory note receivable	\$ 256,500	\$ 256,500
Equity	555,761	505,692
	<b>\$ 812,261</b>	<b>\$ 762,192</b>

The promissory note receivable from EARTH Corporation is unsecured and bears interest at 7.25% (2020 - 7.25%). The term of the note is undefined but no principal repayments are expected within the next twelve months. Interest received during the year is \$18,596 (2020 -\$18,596).

**TOWNSHIP OF SOUTH-WEST OXFORD  
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2021**

**10. Investment in ERTH Corporation continued**

The following table provides condensed supplementary financial information for ERTH Corporation for the year ended December 31 from their audited financial statements:

	2021	2020
<b>Financial Position</b>		
Total Net Assets	\$ 32,646,092	\$ 29,704,994
<b>Results from Operations</b>		
Total revenue	\$ 96,543,343	\$ 99,075,397
Total operating and other expenditures	92,622,245	96,129,514
<b>Total comprehensive income</b>	<b>\$ 3,921,098</b>	<b>\$ 2,945,883</b>

ERTH Corporation's financial statements are prepared in accordance with International Financial Reporting Standards.

ERTH Corporation declared a dividend of \$980,000 in 2021 (2020 - \$520,000) of which the Township's portion is \$16,683 (1.7%) (2020 - \$8,852 (1.7%)).

**11. Budget figures**

The Township's Council completes separate budget reviews for its operating and capital budgets each year. The approved operating budget for 2021 is reflected on the Consolidated Statement of Operations and Accumulated Surplus.

**12. Commitments**

The Township entered into a policing contract that expires on December 31, 2021 with the Ontario Provincial Police. The contracted amount for 2021 was \$1,107,720 (2020 - \$1,102,716). The contract is renewable on yearly basis.

**13. Public sector salary disclosure**

There were two employees paid a salary, as defined in the Public Sector Disclosure Act, 1996 of \$100,000 or more.

**14. Segmented Information**

Segmented information is presented on Schedule 2. The Township is a diversified Township and provides a wide range of services to its citizens including police through contracted services, fire, transportation, cemetery, and community services, including recreation and planning. The general government segment includes such functions as finance, council and administrative offices.

**TOWNSHIP OF SOUTH-WEST OXFORD  
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2021**

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**15. Liability for contaminated sites**

The Canadian public sector accounting standard 3510 requires municipalities to evaluate sites owned by the municipality for potential contamination. This standard requires the municipality to disclose the liability, if any, related to remediation of such sites. It is the Township's opinion they do not own any such contaminated sites and therefore, no liability is required.

**16. Comparative balances**

Certain comparative balances have been reclassified to conform with current year's financial statement presentation.

**17. Significant event**

In March 2020, the Province of Ontario declared a state of emergency in response to the COVID-19 virus. The Township has followed the Provincial orders regarding essential services and as a result, has closed some of its services. It is unclear the total financial impact the COVID-19 virus will have on the Township. Federal and provincial funding has been announced with further funding expected. During the year ending December 31, 2021, the Township recognized \$76,133 (2020 - \$94,940) of Safe Restart Program funding which is reflected in government grants on the Consolidated Statement of Operations and Accumulated Surplus. Council and staff continue to monitor the situation.



**TOWNSHIP OF SOUTH-WEST OXFORD  
SCHEDULE 1 - CONSOLIDATED SCHEDULE OF TANGIBLE CAPITAL ASSETS  
FOR THE YEAR ENDED DECEMBER 31, 2021**

	Land and Improvements	Buildings and Structures	Vehicles, Machinery and Equipment	Infrastructure	2021 Total	2020 Total
<b>COST</b>						
Balance, beginning of year	\$ 2,307,066	\$ 7,932,744	\$ 8,154,805	\$ 28,332,500	\$ 46,727,115	\$ 46,506,076
Add: Additions during the year	16,122	167,623	502,186	1,045,435	1,731,366	1,177,838
Less Disposals during the year	-	-	(405,031)	(461,337)	(866,368)	(956,799)
Balance, end of year	2,323,188	8,100,367	8,251,960	28,916,598	47,592,113	46,727,115
<b>ACCUMULATED AMORTIZATION</b>						
Balance, beginning of year	664,109	2,438,528	5,527,434	18,386,053	27,016,124	26,460,808
Add: Amortization during the year	51,394	194,142	382,858	814,473	1,442,867	1,450,482
Less: Disposals during the year	-	-	(324,441)	(461,337)	(785,778)	(895,166)
Balance, end of year	715,503	2,632,670	5,585,851	18,739,189	27,673,213	27,016,124
<b>NET BOOK VALUE OF TANGIBLE CAPITAL ASSETS</b>	<b>\$ 1,607,685</b>	<b>\$ 5,467,697</b>	<b>\$ 2,666,109</b>	<b>\$ 10,177,409</b>	<b>\$ 19,918,900</b>	<b>\$ 19,710,991</b>

This schedule is provided for information purposes only.

TOWNSHIP OF SOUTH-WEST OXFORD  
 SCHEDULE 2 - CONSOLIDATED SCHEDULE OF SEGMENTED INFORMATION  
 FOR THE YEAR ENDED DECEMBER 31, 2021

	General Government	Protective Services	Transportation	Environmental	Health	Recreation and Culture	Planning	Total
<b>REVENUE</b>								
Taxation	\$ 5,752,964	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 5,752,964
User fees	12,026	231,464	104,254	5,375	65,594	61,094	2,538	482,345
Government grants	1,636,616	10,413	261,684	303,823	-	10,000	-	2,222,536
Investment income	52,091	-	-	-	833	81	-	53,005
Penalty and interest on taxes	136,004	-	-	-	-	-	-	136,004
Other	50,069	1,746	345,531	12,210	-	4,882	-	414,438
	7,639,770	243,623	711,469	321,408	66,427	76,057	2,538	9,061,292
<b>EXPENDITURES</b>								
Salaries and benefits	787,456	642,356	780,524	102,611	234	19,604	37,049	2,369,834
Materials, goods and services	329,573	1,544,767	906,362	236,789	61,461	238,662	137,698	3,455,312
Amortization	12,182	255,719	1,017,498	42,571	299	104,763	9,835	1,442,867
	1,129,211	2,442,842	2,704,384	381,971	61,994	363,029	184,582	7,268,013
<b>EXCESS OF REVENUE OVER EXPENDITURES</b>	\$ 6,510,559	\$ (2,199,219)	\$ (1,992,915)	\$ (60,563)	\$ 4,433	\$ (286,972)	\$ (182,044)	\$ 1,793,279
<b>(EXPENDITURES OVER REVENUE)</b>								

This schedule is provided for information purposes only.