

**The Corporation of the  
Township of Dawn-Euphemia  
Financial Statements  
For the year ended December 31, 2022**

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## Independent Auditor's Report

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### To the Members of Council, Inhabitants and Ratepayers of The Corporation of the Township of Dawn-Euphemia

#### Opinion

We have audited the financial statements of The Corporation of the Township of Dawn-Euphemia (the Municipality), which comprise the statement of financial position as at December 31, 2022, and the statements of operations and accumulated surplus, changes 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 financial statements present fairly, in all material respects, the financial position of the Municipality as at December 31, 2022, and its financial performance and its 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 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 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 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 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.



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 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 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 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

Windsor, Ontario  
March 6, 2025

**The Corporation of the Township of Dawn-Euphemia  
Statement of Financial Position**

December 31,	2022	2021
<b>Financial Assets</b>		
Cash	\$ 2,220,470	\$ 2,400,986
Investments (Note 4)	1,918,197	1,651,621
Taxes receivable	560,337	543,395
Accounts receivable	516,229	544,132
Long-term receivables (Note 5)	41,004	64,623
Debt recoverable from individuals (Note 6)	442,877	424,910
	<u>5,699,114</u>	<u>5,629,667</u>
<b>Liabilities</b>		
Accounts payable and accrued liabilities	547,039	298,088
Security deposits	11,536	8,000
Deferred revenue	-	16,537
Municipal debt (Note 6)	442,877	424,910
	<u>1,001,452</u>	<u>747,535</u>
<b>Net Financial Assets</b>	<u>4,697,662</u>	<u>4,882,132</u>
<b>Non-Financial Assets</b>		
Tangible capital assets (Note 7)	11,108,184	10,507,025
Prepaid expenses	7,085	11,115
	<u>11,115,269</u>	<u>10,518,140</u>
<b>Accumulated surplus (Note 8)</b>	<u>\$15,812,931</u>	<u>\$ 15,400,272</u>

Contingent Liabilities (Note 9)

On behalf of Council:

\_\_\_\_\_  
Mayor

\_\_\_\_\_  
Treasurer

**The Corporation of the Township of Dawn-Euphemia  
Statement of Operations and Accumulated Surplus**

For the year ended December 31,	Budget 2022	Actual 2022	Actual 2021
	(unaudited) (Note 10)		
<b>Revenue</b>			
Taxation	\$ 4,194,265	\$ 4,407,638	\$ 4,015,753
Fees and user charges	572,047	778,529	959,701
Grants	243,500	547,461	868,899
Other	273,132	263,079	174,052
	<u>5,282,944</u>	<u>5,996,707</u>	<u>6,018,405</u>
<b>Expenses</b>			
General government	815,675	877,975	664,029
Protective services	690,057	585,879	605,936
Public works services	2,249,381	3,238,716	2,808,366
Environmental and water services	508,178	633,051	664,657
Cultural and recreation services	70,253	151,175	136,101
Planning and development	2,500	-	1,447
Drainage	11,900	97,252	426,745
	<u>4,347,944</u>	<u>5,584,048</u>	<u>5,307,281</u>
<b>Annual surplus</b>	935,000	412,659	711,124
<b>Accumulated surplus, beginning of year</b>	<u>15,400,272</u>	<u>15,400,272</u>	<u>14,689,148</u>
<b>Accumulated surplus, end of year</b>	<u>\$ 16,335,272</u>	<u>\$ 15,812,931</u>	<u>\$ 15,400,272</u>

**The Corporation of the Township of Dawn-Euphemia  
Statement of Changes in Net Financial Assets**

For the year ended December 31,	Budget 2022	Actual 2022	Actual 2021
	(unaudited) (Note 10)		
Annual surplus	\$ 935,000	\$ 412,659	\$ 711,124
Acquisition of tangible capital assets	(935,000)	(1,321,576)	(464,059)
Amortization of tangible capital assets	-	479,258	487,996
Loss (gain) on disposal of tangible capital assets	-	(28,397)	40,795
Proceeds on disposal of tangible capital assets	-	269,555	-
Net change in prepaid expenses	-	(188,501) 4,031	775,856 1,442
Net change in net financial assets	-	(184,470)	777,298
Net financial assets, beginning of year	4,882,132	4,882,132	4,104,834
Net financial assets, end of year	\$ 4,882,132	\$ 4,697,662	\$ 4,882,132

## The Corporation of the Township of Dawn-Euphemia Statement of Cash Flows

For the year ended December 31,	2022	2021
<b>Cash provided by (used in)</b>		
<b>Operating activities</b>		
Annual surplus	\$ 412,659	\$ 711,124
Items not involving cash		
Amortization of tangible capital assets	479,258	487,996
Loss (gain) on sale of tangible capital assets	(28,397)	40,795
	<u>863,520</u>	<u>1,239,915</u>
Net change in non-cash working capital items		
Taxes receivable	(16,941)	62,418
Accounts receivable	27,903	(163,770)
Long-term receivables	23,619	(35,614)
Debt recoverable from individuals	(17,967)	(31,141)
Accounts payable and accrued liabilities	248,951	(250,610)
Security deposits	3,536	(250)
Deferred revenue	(16,537)	16,537
Prepaid expenses	4,031	1,442
	<u>256,595</u>	<u>(400,988)</u>
	<u>1,120,115</u>	<u>838,927</u>
<b>Capital transactions</b>		
Acquisition of tangible capital assets	(1,321,576)	(464,059)
Proceeds from sale of tangible capital assets	269,555	-
	<u>(1,052,021)</u>	<u>(464,059)</u>
<b>Investing activities</b>		
Net change in portfolio investments	<u>(266,577)</u>	<u>(51,544)</u>
<b>Financing activities</b>		
Advances on municipal debt	96,900	73,000
Repayment of municipal debt	(78,933)	(41,859)
	<u>17,967</u>	<u>31,141</u>
Net change in cash and cash equivalents	(180,516)	354,465
Cash and cash equivalents, beginning of year	<u>2,400,986</u>	<u>2,046,521</u>
<b>Cash and cash equivalents, end of year</b>	<u>\$ 2,220,470</u>	<u>\$ 2,400,986</u>

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# The Corporation of the Township of Dawn-Euphemia

## Notes to the Financial Statements

December 31, 2022

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### 1. Nature of Business

The Corporation of the Township of Dawn-Euphemia (the "Municipality") was formed on January 1, 1998 by the amalgamation of the former municipalities of the Township of Dawn and the Township of Euphemia. The Township is a municipality in the Province of Ontario, Canada located in the southeast portion of Lambton County. The Municipality conducts its operations guided by the provisions of provincial statutes such as the Municipal Act, Municipal Affairs Act, and related legislation. The Municipality provides municipal services such as fire, policing, roads, water, waste management, planning, recreation, and other general government services.

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### 2. Significant Accounting Policies

The financial statements of the Municipality are the representations of management prepared in accordance with accounting principles established by the Public Sector Accounting Board (PSAB) of the Chartered Professional Accountants of Canada as prescribed by the Ontario Ministry of Municipal Affairs and Housing.

#### (a) Basis of Reporting

##### (i) Reporting Entity

These financial statements reflect the financial assets, liabilities, reserves, surpluses/deficits, revenues and expenditures of all municipal organizations, committees and Boards which are owned or controlled by the Municipality. The municipality has no consolidated entities.

All interfund financial assets, liabilities, reserves, surpluses/deficits, revenues and expenditures have been eliminated.

The Municipality has no trusts under administration.

##### (ii) Accounting for County and School Board Transactions

The taxation, other revenues, expenditures, assets and liabilities with respect to the operations of the school boards and the County of Lambton are not reflected in these financial statements except to the extent that any amounts due to or from are reported on the Statement of Financial Position. Taxation raised by the Municipality on their behalf is reflected as a deduction from total taxation on the Statement of Operations and Accumulated Surplus.

##### (iii) Municipal Debt

The charges for municipal debt assumed by individuals, in the case of tile drainage loans, are reflected as a recoverable in these financial statements.



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# The Corporation of the Township of Dawn-Euphemia

## Notes to the Financial Statements

December 31, 2022

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### 2. Significant Accounting Policies (Continued)

#### (b) Basis of Accounting

##### (i) Accrual Basis of Accounting

The financial statements are prepared using the accrual basis of accounting. The accrual basis of accounting recognizes revenues as they become available and measurable; expenses are recognized as they are incurred and measurable as a result of the receipt of goods or services and the creation of a legal obligation to pay.

##### (ii) 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 revenues over expenses, provides the Change in Net Financial Assets for the year.

##### (iii) Tangible Capital Assets

Tangible capital assets are recorded at cost less accumulated amortization. Cost includes all costs directly attributable to acquisition, construction, development or betterment of the asset. Contributed tangible capital assets are recorded at their fair market value at the date of contribution. Where fair market value cannot be reasonably determined, contributed tangible capital assets are recorded at a nominal amount. Amortization is provided over the estimated useful life of the assets, using the straight line method. The useful life of the assets is based on estimates determined by management. The following useful lives are used:

Land improvements	20 years
Buildings	10 - 50 years
Vehicles and equipment	5 - 20 years
Roads	10 - 50 years
Bridges and culverts	15 - 80 years
Water system	15 - 40 years

Assets under construction are not amortized until the asset is available for productive use.

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

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# The Corporation of the Township of Dawn-Euphemia

## Notes to the Financial Statements

December 31, 2022

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### 2. Significant Accounting Policies (Continued)

#### (b) Basis of Accounting (Continued)

##### (iv) Intangible Assets

Intangible assets, art and historic treasures, and items inherited by right of the Crown, such as Crown lands, forests, water, and mineral resources, are not recognized in these financial statements.

##### (v) Deferred Revenue

Revenue restricted by legislation, regulation or agreement and not available for general municipal purposes is reported as deferred revenue on the Statement of Financial Position. The revenue is reported on the Statement of Operations and Accumulated Surplus in the year in which it is used for the specified purpose.

##### (vi) Revenue Recognition

Property tax billings are prepared by the corporation based on assessment rolls issued by the Municipal Property Assessment Corporation ("MPAC"). Tax rates are established annually by Municipal Council, incorporating amounts to be raised for local services, the requisition made by the County of Lambton in respect of County services and amounts the Municipality is required to collect on behalf of the Province of Ontario in respect of education taxes. A normal part of the assessment process is the issue of supplementary assessment rolls which provide updated information with respect to changes in property assessment. Once a supplementary assessment roll is received, the Municipality determines the taxes applicable and renders supplementary tax billings. Assessments and related property taxes are also subject to appeal. Each year management provides a best estimate of the affect of supplementary assessments and tax appeals on taxation revenue.

The Municipality is entitled to collect interest and penalties on overdue taxes. This revenue is recorded in the period the interest and penalties are levied.

User fees and other revenues are recognized when related goods or services are provided and collectability is reasonably assured.

Investment income earned on surplus funds (other than obligatory reserve funds) are reported as revenue on an accrual basis. Investment income earned on obligatory reserve funds is recorded directly to each fund balance.

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 consolidated statement of operations as the stipulation liabilities are settled.

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# The Corporation of the Township of Dawn-Euphemia

## Notes to the Financial Statements

December 31, 2022

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### 2. Significant Accounting Policies (Continued)

#### (b) Basis of Accounting (Continued)

##### (vii) Use of Estimates

The preparation of financial statements in accordance with Canadian public sector accounting standards requires management to make estimates that affect the reported amounts of assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from management's best estimates as additional information becomes available in the future.

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### 3. Comparative Amounts

Some comparative amounts have been reclassified to conform to the presentation adopted for the current year.

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### 4. Investments

	<u>2022</u>	<u>2021</u>
Cash in investment account	\$ 7,820	\$ 11,680
Short-term investment certificates, redeemable, average yield of 2.74% (2021 - 1.27%), maturing 2023	500,000	589,100
Guaranteed investment certificates, redeemable, average yield of 2.94% (2021 - 1.23%), maturing 2024 to 2027	1,025,377	766,840
Principal protected notes, autocall features, maturing in 2028	285,000	284,001
Principal protected note, no autocall features, maturing 2025	100,000	-
	<u>\$ 1,918,197</u>	<u>\$ 1,651,621</u>

Investment certificates are stated at cost plus accrued interest. Interest is receivable on an annual basis. Principal protected notes are stated at cost and mature in 2025 to 2028. The return is based on certain market performance over the life of the notes and is determined upon maturity.

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# The Corporation of the Township of Dawn-Euphemia

## Notes to the Financial Statements

December 31, 2022

### 5. Long-term Receivables

Long-term receivables consist of the following:

	2022	2021
Watermain fees receivable	\$ 41,004	\$ 64,623

Watermain fees receivable represent local improvement assessments owing from benefiting land owners for municipal waterlines servicing their property.

The Municipality provides a multi-year payment option to land owners. The annual payments are collected along with the owners' property taxes and have terms of five to ten years at interest rates of 6%.

### 6. Municipal Debt

(a) The balance of municipal debt reported on the Statement of Financial Position consists of the following:

	2022	2021
Tile Drainage Act debentures - 6%	\$ 442,877	\$ 424,910

Under the Tile Drainage Act of Ontario, the municipality has borrowed funds from the Province of Ontario for drainage improvements. The funds were immediately loaned by the municipality to the affected landowners on the same terms and conditions as the loans made from the Province of Ontario to the municipality.

(b) The following schedule shows the principal repayments of long-term debt for fully disbursed debt expected over the next five fiscal years:

2023	\$ 74,377
2024	70,729
2025	63,967
2026	45,591
2027	48,326
Thereafter	139,887
	\$ 442,877

(c) Total interest charges related to the municipal debt are reported in expenses in the Statement of Operations and amounted to \$25,495 (2021 - \$25,780).

(d) The annual principal and interest payments required to service these liabilities are within the annual debt repayment limit prescribed by the Ministry of Municipal Affairs and Housing.

**The Corporation of the Township  
Notes to the Consolidated Financial Statements**

**December 31, 2022**

**7. Tangible Capital Assets**

**2022**

	Land	Land Improvements	Buildings	Vehicles & Equipment	Roads	Bridges and Culverts
<b>Cost</b>						
Balance - December 31, 2021	\$ 347,139	\$ 140,900	\$ 2,544,046	\$ 3,820,077	\$ 6,260,781	\$ 8,579,35
Additions	-	-	175,078	692,212	-	454,28
Disposals	-	-	-	(297,695)	-	(114,38)
<b>Balance - December 31, 2022</b>	<b>\$ 347,139</b>	<b>\$ 140,900</b>	<b>\$ 2,719,124</b>	<b>\$ 4,214,594</b>	<b>\$ 6,260,781</b>	<b>\$ 8,919,25</b>
<b>Accumulated Amortization</b>						
Balance - December 31, 2021	\$ -	\$ 77,495	\$ 993,822	\$ 2,641,301	\$ 6,103,410	\$ 3,959,62
Amortization expense	-	7,045	55,003	148,680	11,410	131,77
Disposals	-	-	-	(61,737)	-	(109,18)
<b>Balance - December 31, 2022</b>	<b>\$ -</b>	<b>\$ 84,540</b>	<b>\$ 1,048,825</b>	<b>\$ 2,728,244</b>	<b>\$ 6,114,820</b>	<b>\$ 3,982,21</b>
<b>Net Book Value</b>	<b>\$ 347,139</b>	<b>\$ 56,360</b>	<b>\$ 1,670,299</b>	<b>\$ 1,486,350</b>	<b>\$ 145,961</b>	<b>\$ 4,937,04</b>

**2021**

	Land	Land Improvements	Buildings	Vehicles & Equipment	Roads	Bridges and Culverts
<b>Cost</b>						
Balance - December 31, 2020	\$ 357,139	\$ 140,900	\$ 2,521,923	\$ 3,916,507	\$ 6,260,781	\$ 8,259,66
Additions	-	-	22,123	74,285	-	348,25
Writedown of assets	(10,000)	-	-	(170,715)	-	(28,56)
<b>Balance - December 31, 2021</b>	<b>\$ 347,139</b>	<b>\$ 140,900</b>	<b>\$ 2,544,046</b>	<b>\$ 3,820,077</b>	<b>\$ 6,260,781</b>	<b>\$ 8,579,35</b>
<b>Accumulated Amortization</b>						
Balance - December 31, 2020	\$ -	\$ 70,450	\$ 941,629	\$ 2,612,846	\$ 6,092,000	\$ 3,864,07
Amortization expense	-	7,045	52,193	168,375	11,410	124,11
Disposals	-	-	-	(139,920)	-	(28,56)
<b>Balance - December 31, 2021</b>	<b>\$ -</b>	<b>\$ 77,495</b>	<b>\$ 993,822</b>	<b>\$ 2,641,301</b>	<b>\$ 6,103,410</b>	<b>\$ 3,959,62</b>
<b>Net Book Value</b>	<b>\$ 347,139</b>	<b>\$ 63,405</b>	<b>\$ 1,550,224</b>	<b>\$ 1,178,776</b>	<b>\$ 157,371</b>	<b>\$ 4,619,73</b>

## The Corporation of the Township of Dawn-Euphemia Notes to the Financial Statements

December 31, 2022

### 8. Accumulated Surplus and Schedule of Reserves

Accumulated surplus consists of the following individual fund surplus and reserves as follows:

	2022	2021
<b>Surplus</b>		
Invested in tangible capital assets	\$11,108,184	\$ 10,507,025
Recover from drainage revenues	(934,507)	(918,541)
General	2,102,550	2,277,984
	<b>12,276,227</b>	<b>11,866,468</b>
<b>Reserves set aside by Amalgamation Order</b>		
Dawn landfill proceeds	-	150,669
<b>Reserves set aside for specific purposes by Council for:</b>		
Working capital	480,000	500,000
Insurance	62,176	62,176
Fire equipment	93,000	154,566
Policing	12,000	29,000
Water	858,550	814,550
Roads upkeep	827,510	745,510
Vehicles and equipment	876,011	770,776
Winter related costs	219,740	219,740
Cultural and recreation	66,354	64,554
Florence and Oakdale area	40,618	21,518
Gould cemetery	745	745
<b>Total Reserves</b>	<b>3,536,704</b>	<b>3,383,135</b>
<b>Accumulated Surplus</b>	<b>\$15,812,931</b>	<b>\$ 15,400,272</b>

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# The Corporation of the Township of Dawn-Euphemia

## Notes to the Financial Statements

December 31, 2022

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### 9. Contingent Liabilities

#### a) Litigation

The Township has been named as a defendant in certain legal actions in which damages have been sought. The outcome of these actions is not determinable as at the date of reporting and accordingly, no provision has been made in these financial statements for any liability that may result.

#### b) Sick Leave Benefit Plan

The Municipality provides paid sick leave of six days per year to its full time employees. Unused leave can be banked for future use. The plan does not provide for any payout of the sick leave bank when leaving the Municipality's employ. No provision has been made in these financial statements for the possible utilization of banked days in a future period. The effect of this is not significant to the municipal position balances as at December 31, 2022.

#### c) Letters of Credit

CIBC has provided the municipality with a letter of guarantee totaling \$114,240 as required by the Department of Fisheries and Oceans Canada for a drainage project. The letter of credit is unsecured with the intention that they would be covered by available cash funds if required.

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### 10. Budget Data

The unaudited budget data presented in these financial statements is based upon the 2022 budget approved by Council. Budgets are not prepared on a basis consistent with that used to report actual results under Canadian public sector accounting standards. Budgets anticipate using surpluses (or deficits) accumulated in previous years to reduce current year expenditures in excess of revenues to nil. In addition, the budget expensed all tangible capital assets rather than capitalizing them and recording amortization expense. The budget also expenses principal payments on debt and reserve transfers. As a result, the unaudited budget figures presented in the Statement of Operations and Accumulated Surplus represent the budget adopted by council with the following adjustments:

	<u>2022</u>
Budgeted surplus for the year	\$ -
Adjustments for:	
Capital expenditures	<u>935,000</u>
Annual budgeted surplus	<u>\$ 935,000</u>

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# The Corporation of the Township of Dawn-Euphemia

## Notes to the Financial Statements

December 31, 2022

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### 11. Pension Agreement

Certain employees of the Municipality are eligible to be members of the Ontario Municipal Employees Retirement System (OMERS), a multi-employer pension plan. The plan is a defined benefit plan which specifies the amount of the retirement benefits to be received by the employees based on their length of service and rates of pay. During the year ended December 31, 2022, the Municipality contributed \$79,979 (2021- \$76,982) to the plan. Contributions rates for 2022 were 9.0% (2021 - 9.0%) for employee earnings up to the C.P.P. pensionable earnings maximum and 14.6% (2021 - 14.6%) on earnings above that. These contributions are the Municipality's pension benefit expense.

The December 31, 2022 actuarial valuation of the OMERS plan indicates an actuarial deficit of \$6.678 billion, which will be addressed through temporary contribution rate increases and, if needed, benefit reductions. The multi-employer plan is valued on a current market basis for all plan assets. The projected benefit method prorated on services was used for the actuarial valuation. OMERS is a multi-employer plan, therefore any pension plan surpluses or deficits are a joint responsibility of Ontario municipal organizations and their employees. As a result, the Corporation of the Municipality of Dawn-Euphemia does not recognize any share of the OMERS pension surplus or deficit.

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### 12. Segmented Information

The Corporation of the Township of Dawn-Euphemia is a diversified municipal government institution that provides a wide range of services to its citizens such as police, fire, roads, recreation and water. Distinguishable functional segments have been separately disclosed in the segmented information.

The accounting policies of the segments are the same as those described in the summary of significant accounting policies.

The nature of the segments and the activities they encompass are as follows:

#### General Government

General government consists of three categories: governance, corporate management and program support. It includes offices of Council, Chief Administrative Officer, Financial and Clerk Services. This item reports the revenues and expenses that relate to the operations of the Municipality that cannot be directly attributed to a specific segment.



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# The Corporation of the Township of Dawn-Euphemia

## Notes to the Financial Statements

December 31, 2022

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### 12. Segmented Information (Continued)

#### Protective Services

Protective Services is comprised of Fire, Police, Conservation Authority and Protective Inspection and Control. Police Services are delivered under contract by the Ontario Provincial Police and the Lambton Group Police Services Board. Conservation Authority includes the Township's share of the cost of the St. Clair Region Conservation Authority activities. The Fire Service department is responsible to provide fire suppression; fire prevention programs; training and education related to prevention, detection or suppression of fires. The members of the fire department consist of volunteers. Protective Inspection and Control ensures an acceptable quality of building construction and maintenance of properties through enforcement of construction codes, building standards and by-law for the protection of occupants.

#### Public Works

The Public Works segment is responsible for the delivery of municipal public works services related to the planning, development and maintenance of roadway systems, snow clearing and removal, sidewalks and street lighting.

#### Environmental and Water Services

Environmental services consists of providing waste collection, waste disposal and recycling to its citizens as well as sewer and water services.

Sewer services is responsible for collecting and cleaning the sewage. Water services collects, treats and distributes the Municipality's drinking water. They ensure the Municipality's sewer and water systems meet all Provincial standards.

#### Cultural Recreation

This service area provides services meant to improve the health and development of the Municipality's citizens. Recreational programs and cultural programs are provided at Township facilities and by partnering with neighbouring municipal facilities. The Township also partners with Lambton County for library services to assist with its citizens' informational needs.

#### Planning and Development

This segment provides a number of services including land use planning and the review of all property development plans through its application process in accordance with Provincial Policies and the Official Plan.

#### Municipal Drainage

This segment provides storm water management to all lands in the Township by utilizing the authority and procedures contained in the provincial Drainage Act, R.S.O. 1990.