

**CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2014**

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**The Corporation of the
Leeds, Grenville & Lanark
District Health Unit
Consolidated Financial Statements
December 31, 2014**



Management's Responsibility for the Consolidated Financial Statements

The accompanying consolidated financial statements of the Corporation of the Leeds, Grenville & Lanark District Health Unit (the 'Unit') are the responsibility of the Unit's management and have been prepared in compliance with legislation, and in accordance with Canadian Public Sector Accounting Standards established by the Public Sector Accounting Board of The Canadian Institute of Chartered Accountants. A summary of significant accounting policies are described in note 1 to the consolidated financial statements. The preparation of consolidated financial statements necessarily involves the use of estimates based on management's judgement, particularly when transactions affecting the current accounting period cannot be finalized with certainty until future periods.

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

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

The consolidated financial statements have been audited by Allan & Partners LLP, independent external auditors appointed by the Health Unit. The accompanying Auditor's Report outlines their responsibilities, the scope of their examination and their opinion on the Health Unit's consolidated financial statements.

Dr. Paula Stewart, Medical Officer of Health

Maribeth Graham, Business Manager - Finance

Allan & Partners LLP

Chartered Professional Accountants

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of the Corporation of the Leeds, Grenville & Lanark District Health Unit:

We have audited the consolidated statement of financial position of the Corporation of the Leeds, Grenville & Lanark District Health Unit as at December 31, 2014 and the consolidated statement of operations and accumulated surplus, changes in net debt and cash flows for the year then ended and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Consolidated Financial Statements

The Corporation of the Leeds, Grenville & Lanark District Health Unit's 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.

Auditor's Responsibility

Our responsibility is to express an opinion on these consolidated financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the consolidated financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the consolidated financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the consolidated financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, these consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Corporation of the Leeds, Grenville & Lanark District Health Unit as at December 31, 2014 and the results of its operations and its cash flows for the year then ended in accordance with Canadian Public Sector Accounting Standards.



Chartered Professional Accountants
Licensed Public Accountants

Authorized to practice public accounting by the Institute of Chartered Professional Accountants of Ontario

Perth, Ontario,
June 18, 2015.

**The Corporation of the Leeds, Grenville & Lanark District Health Unit
Consolidated Statement of Financial Position**

December 31	2014	2013
	\$	\$
ASSETS		
Financial Assets		
Cash and cash equivalents	1,433,954	1,810,419
Accounts receivable	777,603	223,914
	2,211,557	2,034,333
LIABILITIES		
Financial Liabilities		
Accounts payable	954,177	617,129
Other current liabilities (note 2)	---	37,876
Deferred revenues	279,745	214,182
Long term liabilities (note 5)	1,190,108	1,224,139
	2,424,030	2,093,326
NET DEBT	(212,473)	(58,993)
NON-FINANCIAL ASSETS		
Tangible capital assets (note 8)	4,411,235	4,301,862
Prepaid expenses	63,528	72,871
	4,474,763	4,374,733
Commitments (note 6) Contingent Liabilities (note 11)		
ACCUMULATED SURPLUS (note 7)	4,262,290	4,315,740

On Behalf of the Board:



_____, Chairperson

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

**The Corporation of the Leeds, Grenville & Lanark District Health Unit
Consolidated Statement of Operations and Accumulated Surplus**

For the year ended December 31	(Note 12) Budget	Actual 2014	Actual 2013
	\$	\$	\$
REVENUES			
Municipal Grants			
City of Brockville	363,558	363,558	356,429
City of Gananoque	90,548	90,542	88,773
County of Lanark	1,020,028	1,020,028	1,000,027
Town of Prescott	70,331	70,331	68,947
Town of Smiths Falls	142,138	142,138	139,351
United Counties of Leeds and Grenville	1,233,516	1,233,516	1,209,329
Provincial Grants	10,387,259	10,766,480	10,389,797
Other Revenues			
Ontario Works	---	463,873	401,325
Special project grants	83,499	157,521	255,866
Land Control Program	443,000	425,388	442,714
Interest earned	6,500	2,494	2,509
Mandatory program recoveries	109,586	328,808	259,704
TOTAL REVENUES	13,949,963	15,064,677	14,614,771
EXPENDITURES			
Mandatory Programs	10,782,735	10,867,095	10,894,098
Land Control Program	456,886	468,834	434,538
Safe Water	15,500	15,500	16,765
Food Safe	37,507	37,507	36,395
Infection Control	430,082	420,737	421,649
Healthy Smiles Ontario	369,360	359,345	358,197
Smoke Free Ontario	361,045	334,572	352,532
Preschool Speech Language	441,102	476,807	448,849
Healthy Babies / Healthy Children Program	1,060,739	1,064,357	1,086,951
Ontario Works	---	429,513	371,597
Amortization	---	409,203	341,804
TOTAL EXPENDITURES	13,954,956	14,883,470	14,763,375
UNREALIZED GAIN ON INVESTMENTS	---	4,243	156,742
ANNUAL SURPLUS (DEFICIT)	(4,993)	185,450	8,138
ACCUMULATED SURPLUS, BEGINNING OF YEAR	4,315,740	4,315,740	4,307,602
PRIOR PERIOD ADJUSTMENT (note 13)	---	(238,900)	---
ACCUMULATED SURPLUS, END OF YEAR	4,310,747	4,262,290	4,315,740

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

**The Corporation of the Leeds, Grenville & Lanark District Health Unit
Consolidated Statement of Changes in Net Debt**

Year Ended December 31	2014	2013
	\$	\$
ANNUAL SURPLUS	185,450	8,138
Amortization of tangible capital assets	409,203	341,804
Acquisition of tangible capital assets	(518,576)	(154,472)
Acquisition of prepaid expense	9,343	1,849
DECREASE IN NET DEBT	85,420	197,319
NET DEBT, BEGINNING OF YEAR	(58,993)	(256,312)
PRIOR PERIOD ADJUSTMENT	(238,900)	---
NET DEBT, END OF YEAR	(212,473)	(58,993)

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

**The Corporation of the Leeds, Grenville & Lanark District Health Unit
Consolidated Statement of Cash Flows**

For the year ended December 31	2014	2013
	\$	\$
Cash Flows Provided From:		
OPERATING		
Annual surplus for the year	185,450	8,138
Amortization	409,203	341,804
Unrealized gain on investments	(4,243)	(156,742)
Prior period adjustment	(238,900)	---
	351,510	193,200
Net Change in Non-Cash Working Capital Balances		
Accounts receivable	(553,689)	4,677
Prepaid expenses	9,343	1,849
Accounts payable	337,048	33,180
Other current liabilities	(37,876)	(15,601)
Deferred revenues	65,563	3,757
	(179,611)	27,862
Working Capital from Operations	171,899	221,062
CAPITAL		
Acquisition of capital assets	(518,576)	(154,472)
Repayment of long term liabilities	(34,031)	(32,632)
Net investment in tangible capital assets	(552,607)	(187,104)
NET CHANGE IN CASH AND CASH EQUIVALENTS	(380,708)	33,958
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	1,653,677	1,619,719
CASH AND CASH EQUIVALENTS, END OF YEAR	1,272,969	1,653,677

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

The Corporation of the Leeds, Grenville & Lanark District Health Unit

Notes to the Consolidated Financial Statements

December 31, 2014

Purpose of Organization

These consolidated financial statements reflect the assets, liabilities and operations of the Corporation of the Leeds, Grenville & Lanark District Health Unit.

The Health Unit is incorporated under the laws of Ontario. Its mission is to work with the community to protect, promote and enhance health by determining issues, and developing and providing quality preventative health programs and services

1. Significant Accounting Policies

The consolidated financial statements of the Corporation of the Leeds, Grenville & Lanark District Health Unit are the representations of management and have been prepared in all material respects in accordance with Canadian Public Sector Accounting Policies for local governments as recommended by the Public Sector Accounting Board ('PSAB') of the Canadian Institute of Chartered Accountants.

Reporting Entity

- (i) The consolidated financial statements reflect the financial assets, liabilities, operating revenues and expenditures, reserves, reserve funds and changes in investment in tangible capital assets of the Health Unit. The Health Unit operates the following programs:

Fiscal years ending December 31:

- Public Health Programs
- Land Control Program
- Healthy Babies / Healthy Children Program
- Healthy Communities Program
- Healthy Smiles Ontario
- Infection Control
- Smoke Free Ontario
- Small Drinking Water Systems

Fiscal years ending March 31 (100% Ministry of Health funded):

- Language Express Program
- Healthy Community Partnership

Basis of Accounting

- (i) The consolidated financial statements are prepared using the accrual basis of accounting. The accrual basis of accounting records revenue as it is earned and measurable. Expenditures are recognized as they are incurred and measurable based on receipt of goods and services and/or the creation of a legal obligation to pay.
- (ii) 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.

The Corporation of the Leeds, Grenville & Lanark District Health Unit

Notes to the Consolidated Financial Statements

December 31, 2014

1. Significant Accounting Policies / continued

Cash and Cash Equivalents

The Health Unit considers cash and cash equivalents to be highly liquid investments with original maturities of three months or less.

Investments

Short-term and long-term investments are recorded at cost plus accrual interest. If the market value of investments become lower than cost and the decline in value is considered to be other than temporary, the investments are written down to market value.

Tangible Capital Assets

Tangible capital assets are recorded at cost, which include 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 are amortized on a straight line basis over their estimated useful lives as follows:

Building Improvements	15 years
Buildings	40 years
Vehicles	5 years
Furniture and Equipment	10 years
Computer Equipment	3 years
Multi-Media Equipment	5 years

One half of the annual amortization is charged in the year of acquisition and in the years of disposal. Land is not amortized.

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. Similarly, transfers of assets to third parties are recorded as an expense equal to the net book value of other asset as of the date of transfer.

Deferred Revenues

The Corporation of the Leeds, Grenville & Lanark District Health Unit receives certain amounts for which the related services have yet to be performed. These amounts are recognized as revenues in the fiscal year the related expenditures are incurred or services performed.

Employee Future Benefit Obligations

The Health Unit accounts for its participation in the Ontario Municipal Employees Retirement System ('OMERS'), a multi-employer public sector pension fund, as a defined benefit plan. The OMERS plan specifies the retirement benefits to be received by employees based on length of service and pay rates.

Employee benefits include vacation entitlement and sick leave benefits. Vacation entitlements are accrued as entitlements are earned. Sick leave benefits are accrued in accordance with the Health Unit's policy.

The Corporation of the Leeds, Grenville & Lanark District Health Unit

Notes to the Consolidated Financial Statements

December 31, 2014

1. Significant Accounting Policies / continued

Revenues and Expenditures

Revenues and expenditures are reported on the accrual basis of accounting.

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

Government Transfers

Government transfers are recognized in the consolidated financial statements as revenues in the period in which events giving rise to the transfer occur, providing the transfers are authorized, any eligibility criteria have been met, and reasonable estimates of the amounts can be made.

Financial Instruments

All financial instruments are initially recognized at fair value on the consolidated statement of financial position. The Health Unit has classified each financial instrument into one of the following categories: held-for-trading financial assets and liabilities, loans and receivables, held-to-maturity financial assets and other financial liabilities. Subsequent measurement of financial instruments is based on their classification.

Held-for-trading financial assets and liabilities are subsequently measured at fair value with changes in those fair values recognized in net earnings.

Loans and receivables, held-to-maturity financial assets and other financial liabilities are subsequently measured at amortized cost using the effective interest method.

The Health Unit classifies cash and cash equivalents as held-for-trading financial assets, accounts receivable as loans and receivables, and accounts payable and accrued liabilities as other financial liabilities.

Measurement Uncertainty

The preparation of consolidated financial statements in conformity with Canadian Public Sector Accounting Standards requires management to make estimates and assumptions on such areas as employee benefits, assessment appeals and environmental provisions. These estimates and assumptions are based on the Health Unit's best information and judgment and may differ significantly based on actual results.

The Corporation of the Leeds, Grenville & Lanark District Health Unit
Notes to the Consolidated Financial Statements

December 31, 2014

2. Other Current Liabilities

Other current liabilities are comprised of the following:

	2014	2013
	\$	\$
Ministry of Children and Youth Services		
▸ CINOT	---	11,186
Ministry of Health and Long-Term Care		
▸ Other Programs	---	26,690
	---	37,876

3. Cash and Cash Equivalents

The Health Unit has an available line of credit of \$300,000, with its corporate bankers, of which \$Nil was drawn against at December 31, 2014 (2013 \$Nil). This line of credit is unsecured and bears interest at prime less 0.75%.

Cash and cash equivalents comprised of:

	2014	2013
	\$	\$
Cash	300,659	511,128
Investment (at cost)	972,310	1,142,549
	1,272,969	1,653,677
Unrealized gain on investments	160,985	156,742
	1,433,954	1,810,419

4. Pension Contributions

The Health Unit makes contributions to the Ontario Municipal Employees Retirement System ("OMERS"), which is a multi-employer plan, on behalf of all permanent 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 amount contributed to OMERS was \$884,164 (2013 \$796,620) for current services and is included as an expenditure on the Consolidated Statement of Operations and Accumulated Surplus classified under the appropriate functional expenditure. Contributions by employees were a similar amount.

**The Corporation of the Leeds, Grenville & Lanark District Health Unit
Notes to the Consolidated Financial Statements**

December 31, 2014

5. Long Term Liabilities

	2014	2013
	\$	\$
TD Bank mortgage (4.74%), repayable in blended monthly payments of \$7,564 amortized over 25 years, secured by Smiths Falls property, maturing July 2, 2015.	1,190,108	1,224,139

Principal payments fall due as follows:

	\$
2015	35,035
2016	36,735
2017	38,517
2018	40,385
2019 and thereafter	1,039,436
	1,190,108

6. Commitments

The Health Unit leases space for service sites in Gananoque, Kemptville and Perth, Ontario. The aggregate lease payments over the next three years are estimated as follows:

	\$
2015	23,781
2016	13,872
	37,653

The Corporation of the Leeds, Grenville & Lanark District Health Unit
Notes to the Consolidated Financial Statements

December 31, 2014

7. Accumulated Surplus

Accumulated surplus consists of:

	2014	2013
	\$	\$
Surplus		
Invested in tangible capital assets	4,411,236	4,301,862
Long term liabilities	(1,190,108)	(1,224,139)
	3,221,128	3,077,723
Unrestricted Surplus (Deficit)		
Unrealized gain on investments	160,985	156,742
Municipal	61,829	272,930
Land Control Program	189,793	233,685
	412,607	663,357
Reserves (Schedule 1)		
Payment of sick leave credits	2,871	2,871
General reserve	625,684	571,789
	628,555	574,660
Total Accumulated Surplus	4,262,290	4,315,740

8. Tangible Capital Assets

	2014	2013
	\$	\$
Land	250,000	250,000
Building Improvements	527,315	380,523
Buildings	2,473,032	2,569,808
Vehicles	27,369	32,842
Furniture and Equipment	848,963	801,990
Computer Equipment	214,579	227,422
Multi-Medial Equipment	69,977	39,277
	4,411,235	4,301,862

For additional information, see Schedule 2 ▶ Tangible Capital Assets.

The Corporation of the Leeds, Grenville & Lanark District Health Unit
Notes to the Consolidated Financial Statements

December 31, 2014

9. Segmented Information

The Health Unit provides a range of programs and services, that are reported in the consolidated statement of operations and accumulated surplus.

Programs have been separately disclosed in the segmented information, as set out in the schedule below.

For each reported segment, expenditures represent 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 note 1.

2014	Salaries, & Benefits	Fees for Services	Travel	Materials & Supplies	Rents & Utilities	Admini- strative	Other Expenses	Total
	\$	\$	\$	\$	\$			\$
Mandatory Programs	9,045,951	474,143	309,517	666,494	356,468	14,522	---	10,867,095
Land Control Program	341,094	16,766	41,769	4,717	3,306	61,182	---	468,834
Safe Water	9,650	---	---	5,850	---	---	---	15,500
Food Safe	37,339	---	---	168	---	---	---	37,507
Infection Control Program	397,852	500	6,369	2,826	13,190	---	---	420,737
Healthy Smiles Ontario	217,122	120,422	7,237	9,197	2,385	2,982	---	359,345
Smoke Free Ontario	300,205	4,509	23,656	4,526	---	1,676	---	334,572
Preschool Speech Language Program	387,889	7,632	7,361	22,479	15,971	35,475	---	476,807
Healthy Babies / Healthy Children Program	1,009,594	---	42,835	11,928	---	---	---	1,064,357
Ontario Works	---	429,513	---	---	---	---	---	429,513
Amortization	---	---	---	---	---	---	409,203	409,203
2014	11,746,696	1,053,485	438,744	728,185	391,320	115,837	409,203	14,883,470

2013	Salaries, & Benefits	Fees for Services	Travel	Materials & Supplies	Rents & Utilities	Admini- strative	Other Expenses	Total
	\$	\$	\$	\$	\$			\$
Mandatory Programs	9,226,790	469,876	338,875	442,758	392,038	23,761	---	10,894,098
Land Control Program	313,870	15,397	41,655	4,973	3,306	55,337	---	434,538
Safe Water	11,000	---	---	5,765	---	---	---	16,765
Food Safe	34,661	391	---	1,343	---	---	---	36,395
Infection Control Program	400,350	578	14,150	6,428	143	---	---	421,649
Healthy Smiles Ontario	224,122	78,951	11,178	12,429	2,742	28,775	---	358,197
Smoke Free Ontario	300,222	6,328	25,171	12,238	---	8,573	---	352,532
Preschool Speech Language Program	355,416	6,488	10,416	25,515	15,869	35,145	---	448,849
Healthy Babies / Healthy Children Program	1,033,930	50	42,378	10,593	---	---	---	1,086,951
Ontario Works	---	371,597	---	---	---	---	---	371,597
Amortization	---	---	---	---	---	---	341,804	341,804
2013	11,900,361	949,656	483,823	522,042	414,098	151,591	341,804	14,763,375

The Corporation of the Leeds, Grenville & Lanark District Health Unit

Notes to the Consolidated Financial Statements

December 31, 2014

10. Risk Management

In the normal course of operations, the Health Unit is exposed to a variety of financial risks which are actively managed by the Health Unit.

The Health Unit's financial instruments consist of cash, investments, accounts receivable, accounts payable and accrued liabilities. The fair values of cash, investments, accounts payable and accrued liabilities approximate their carrying values because of their expected short term maturity and treatment on normal trade terms.

The Health Unit's exposure to and management of risk has not changed materially from December 31, 2013.

Credit Risk

Credit risk arises from the possibility that the entities to which the Health Unit provides services to may experience difficulty and be unable to fulfill their obligations. The Health Unit is exposed to financial risk that arises from the credit quality of the entities to which it provides services. The Health Unit does not have a significant exposure to any individual customer or counter party. As a result, the requirement for credit risk related reserves for accounts receivable is minimal.

Interest Rate Risk

Interest rate risk arises from the possibility that the value of, or cash flows related to, a financial instrument will fluctuate as a result of changes in market interest rates. The Health Unit is exposed to financial risk that arises from the interest rate differentials between the market interest rate and the rates on its cash and cash equivalents and operating loan. Changes in variable interest rates could cause unanticipated fluctuations in the Health Unit's operating results.

Liquidity Risk

Liquidity risk is the risk that the Health Unit will not be able to meet its obligations as they fall due. The Health Unit requires working capital to meet day-to-day operating activities. Management expects that the Health Unit's cash flows from operating activities will be sufficient to meet these requirements.

11. Contingent Liabilities

The nature of the Health Unit's activities is such that there may be litigation pending or in prospect at any time. With respect to claims as at June 18, 2015, management believes that the Health Unit has valid defences and appropriate insurance coverages in place. In the event any claims are successful, management believes that such claims are not expected to have a material effect on the Health Unit's financial position.

**The Corporation of the Leeds, Grenville & Lanark District Health Unit
Notes to the Consolidated Financial Statements**

December 31, 2014

12. Budget Figures

The operating budget approved by the Health Unit, for 2014 is reflected on the Consolidated Statement of Operations and Accumulated Surplus. The budgets established for capital investment in tangible capital assets are on a project oriented basis, the costs of which may be carried out over one or more years and, therefore, may not be comparable with current year's actual expenditure amounts. As well, the Health Unit does not budget activity within Reserves and Reserve Funds, with the exception being those transactions, which affect either operations or capital investments.

13. Prior Period Adjustment

During the year the vacation carryforward policy was amended such that employee vacation balances carrying forward became a liability. Accordingly, the opening balance of the net debt has been adjusted to reflect the amount of the liability that related to prior periods.

14. Comparative Figures

Certain of the prior year's figures have been reclassified to conform with the current year's financial statement presentation.

The Corporation of the Leeds, Grenville & Lanark District Health Unit
Schedule 1 ▶ Continuity of Reserves and Reserve Funds

For the year ended December 31	2014	2013
	\$	\$
Net Transfers From/(To) Other Funds		
Transfers to operations	(37,248)	(77,990)
Investment income	91,143	101,673
Total Net Transfers	53,895	23,683
Reserves and Reserve Fund Balances, Change in Year	53,895	23,683
Reserves and Reserve Fund Balances, Beginning of Year	574,660	550,977
Reserves and Reserve Fund Balances, End of Year	628,555	574,660

Composition of Reserves and Reserve Funds

For the year ended December 31	2014	2013
	\$	\$
Reserves set aside for specific purposes:		
▶ payment for sick leave credits	2,871	2,871
▶ general reserve	625,684	571,789
Total Reserves and Reserve Funds	628,555	574,660

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

The Corporation of the Leeds, Grenville & Lanark District Health Unit
Schedule 2 ▶ 2014 Tangible Capital Assets

Asset Class	Cost 01/01/14	Additions	Cost 31/12/14
	\$	\$	\$
Land	250,000	---	250,000
Building Improvements	549,299	220,724	770,023
Buildings	3,005,834	---	3,005,834
Vehicles	54,737	---	54,737
Furniture & Equipment	1,362,445	179,803	1,542,248
Computer Equipment	609,558	72,096	681,654
Multi Media Equipment	64,797	45,953	110,750
	5,896,670	518,576	6,415,246

Asset Class	Accumulated Amortization 01/01/14	Amortization	Accumulated Amortization 31/12/14	Net Book Value 31/12/14
	\$	\$	\$	\$
Land	---	---	---	250,000
Building Improvements	168,776	73,932	242,708	527,315
Buildings	436,026	96,776	532,802	2,473,032
Vehicles	21,895	5,473	27,368	27,369
Furniture & Equipment	560,455	132,830	693,285	848,963
Computer Equipment	382,136	84,939	467,075	214,579
Multi Media Equipment	25,520	15,253	40,773	69,977
	1,594,808	409,203	2,004,011	4,411,235

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

The Corporation of the Leeds, Grenville & Lanark District Health Unit
Schedule 2 ▶ 2013 Tangible Capital Assets

Asset Class	Cost 01/01/13	Additions	Cost 31/12/13
	\$	\$	\$
Land	250,000	---	250,000
Building Improvements	549,299	---	549,299
Buildings	3,005,834	---	3,005,834
Vehicles	54,737	---	54,737
Furniture & Equipment	1,329,314	33,131	1,362,445
Computer Equipment	500,100	109,458	609,558
Multi Media Equipment	52,914	11,883	64,797
	5,742,198	154,472	5,896,670

Asset Class	Accumulated Amortization 01/01/13	Amortization	Accumulated Amortization 31/12/13	Net Book Value 31/12/13
	\$	\$	\$	\$
Land	---	---	---	250,000
Building Improvements	126,231	42,545	168,776	380,523
Buildings	324,478	111,548	436,026	2,569,808
Vehicles	16,421	5,474	21,895	32,842
Furniture & Equipment	441,425	119,030	560,455	801,990
Computer Equipment	326,225	55,911	382,136	227,422
Multi Media Equipment	18,224	7,296	25,520	39,277
	1,253,004	341,804	1,594,808	4,301,862

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

**The Corporation of the Leeds, Grenville & Lanark District Health Unit
Land Control Program
Schedule of Operations**

For the year ended December 31	2014	2013
	\$	\$
Revenues		
Sewage inspection fees and extensions	285,460	302,425
Subdivisions and variances	11,400	21,000
Severance fees and s-permits	76,150	81,165
Interest	15,050	77
Maintenance and third party fees	20,128	20,812
File search fees	17,200	17,235
	425,388	442,714
Expenditures		
Salaries and wages	277,321	254,433
Employee benefits	63,773	59,437
Fees for service	16,766	15,397
Travel	41,769	41,655
Materials and supplies	4,717	4,973
Rent	3,306	3,306
Administrative and allocated costs	61,182	55,337
	468,834	434,538
Net (Expenditures) Revenues for the Year	(43,446)	8,176

**Healthy Babies / Health Children Program
Schedule of Operations**

For the year ended December 31	2014	2013
	\$	\$
Revenues		
Provincial Grant ▶ MCYS	1,060,739	1,061,200
Other revenues	28,514	25,751
	1,089,253	1,086,951
Expenditures *		
Salaries and wages	808,013	828,102
Employee benefits	201,581	182,067
Fees for service	---	50
Travel	42,835	42,378
Program supplies	14,311	5,084
Administrative	22,513	29,270
	1,089,253	1,086,951
Net Revenues for the Year	---	---

* For purposes of the schedule the total expenses include capital items in the amount of \$24,896 (2013 \$Nil).