

**CORPORATION OF THE  
TOWN OF COLLINGWOOD**

**COUNTY OF SIMCOE**

**CONSOLIDATED FINANCIAL REPORT**

**DECEMBER 31, 2012**

# CORPORATION OF THE TOWN OF COLLINGWOOD

DECEMBER 31, 2012

## CONTENTS

Independent Auditor's Report	1
Consolidated Statement of Financial Position	2
Consolidated Statement of Operations	3
Consolidated Statement of Change in Net Debt	4
Consolidated Statement of Cash Flow	5
Notes to the Consolidated Financial Statements	6
Schedule 1 - Consolidated Schedule of Tangible Capital Assets	20
Schedule 2 - Consolidated Schedule of Segmented Tangible Capital Assets 2012	21
Schedule 3 - Consolidated Schedule of Segmented Tangible Capital Assets 2011	22
Schedule 4 - Consolidated Schedule of Segmented Revenues and Expenses 2012 Actual	23
Schedule 5 - Consolidated Schedule of Segmented Revenues and Expenses 2011 Actual	24
Schedule 6 - Consolidated Schedule of Segmented Revenues and Expenses 2012 Budget	25

**GAVILLER & COMPANY LLP**  
**CHARTERED ACCOUNTANTS**

**INDEPENDENT AUDITOR'S REPORT**

To the Members of Council, Inhabitants and Ratepayers of the Town of Collingwood:

**Report on the Consolidated Financial Statements**

We have audited the accompanying consolidated financial statements of the Town of Collingwood, which comprise the consolidated statement of financial position as at December 31, 2012, and the consolidated statements of operations, change in net debt and cash flow for the year then ended, and a summary of significant accounting policies and other explanatory information.

**Management's Responsibility for the Consolidated Financial Statements**

Management is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with Canadian public sector accounting standards and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

**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 about whether the consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the municipality'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 municipality's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the consolidated financial statements.

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

**Opinion**

In our opinion, the consolidated financial statements present fairly, in all material respects, the financial position of the Town of Collingwood as at December 31, 2012, and the results of its operations and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

*Gaviller & Company LLP*

Licensed Public Accountants  
Collingwood, Ontario  
July 22, 2013

# CORPORATION OF THE TOWN OF COLLINGWOOD

## CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT DECEMBER 31

	2012	2011
	\$	\$
<b>Financial assets</b>		
Cash (Note 3)	15,792,019	14,637,608
Investments (Note 4)	11,322,479	11,151,753
Taxes receivable	4,121,076	5,604,853
Accounts receivable (Note 22)	8,032,733	7,587,966
Long-term receivable (Note 5)	5,498,757	3,907,796
Note receivable - Hydro companies (Note 22)	1,710,169	1,710,169
Portfolio investments - Hydro companies (Note 6)	3,622,164	-
Investment in government business enterprises - Hydro companies (Note 22)	-	11,464,565
Land and buildings held for sale	1,212,091	-
	<b>51,311,488</b>	<b>56,064,710</b>
<b>Liabilities</b>		
Accounts payable and accruals	5,516,722	6,373,099
Fisher Field mortgage (Note 7)	510,000	-
Demand loan	-	339,544
Accrued interest payable	174,467	193,453
Employee future benefits (Note 14)	1,140,152	1,197,288
Developer deposits	2,521,446	3,087,876
Deferred revenue (Note 9)	9,145,463	10,197,475
Deferred revenue - obligatory reserve funds (Note 12)	9,514,539	10,506,582
Long-term (Note 8)	37,962,357	41,681,932
	<b>66,485,146</b>	<b>73,577,249</b>
Net debt	<b>(15,173,658)</b>	<b>(17,512,539)</b>
<b>Non-financial assets</b>		
Tangible capital assets - net (Schedule 1 and Note 18)	196,216,077	184,708,164
Prepaid expenses	743,875	635,515
	<b>196,959,952</b>	<b>185,343,679</b>
<b>Accumulated surplus (Note 13)</b>	<b>181,786,294</b>	<b>167,831,140</b>

Approved \_\_\_\_\_  
\_\_\_\_\_

The accompanying notes are an integral part of  
these financial statements

# CORPORATION OF THE TOWN OF COLLINGWOOD

## CONSOLIDATED STATEMENT OF OPERATIONS FOR THE YEAR ENDED DECEMBER 31

	Budget 2012	Actual 2012	Actual 2011
	\$	\$	\$
	(Note 17)		
<b>Revenues</b>			
Net municipal taxation (Note 15)	24,358,959	<b>24,844,218</b>	24,772,368
Payments in lieu of taxation	92,141	<b>131,317</b>	144,226
User charges	14,969,163	<b>15,323,905</b>	15,431,518
Government transfers	553,159	<b>660,182</b>	584,134
Other municipalities	912,687	<b>851,012</b>	753,425
Contributions from obligatory reserve funds	298,081	<b>713,911</b>	116,382
Investment	220,000	<b>395,874</b>	532,007
Penalties and interest on taxes	480,000	<b>616,585</b>	780,383
Gain on disposal of tangible capital asset	15,413	<b>415,980</b>	494,013
Other (Note 16)	3,217,731	<b>3,251,844</b>	3,516,708
	<b>45,117,334</b>	<b>47,204,828</b>	47,125,164
<b>Expenses</b>			
General government	5,066,770	<b>4,490,831</b>	4,477,499
Protection to persons and property	10,668,299	<b>10,313,467</b>	10,161,656
Transportation	8,122,105	<b>8,459,261</b>	8,182,968
Environmental	12,521,268	<b>13,813,485</b>	13,018,876
Housing	245,625	<b>220,338</b>	218,209
Recreational and cultural	7,295,009	<b>7,042,199</b>	6,850,559
Planning and development	1,780,423	<b>1,703,242</b>	1,911,607
	<b>45,699,499</b>	<b>46,042,823</b>	44,821,374
<b>Net revenues (expenses)</b>	<b>(582,165)</b>	<b>1,162,005</b>	2,303,790
<b>Other</b>			
Grants and transfers related to capital			
Government transfers	13,320	-	5,395,571
Contributions from obligatory reserve funds	2,681,388	<b>3,113,709</b>	1,611,622
Contributed tangible capital assets (Note 18)	-	<b>3,843,074</b>	3,425,407
Other	265,000	<b>1,396,781</b>	203,012
Gain on sale of shares in government business enterprise - Hydro companies (Note 22)	-	<b>4,080,019</b>	-
Income from government business enterprise - Hydro companies (Note 22)	218,751	<b>359,566</b>	480,613
	<b>3,178,459</b>	<b>12,793,149</b>	11,116,225
<b>Annual surplus</b>	<b>2,596,294</b>	<b>13,955,154</b>	13,420,015
<b>Accumulated surplus, beginning of year</b>		<b>167,831,140</b>	154,411,125
<b>Accumulated surplus, end of year (Note 13)</b>		<b>181,786,294</b>	167,831,140

The accompanying notes are an integral part of  
these financial statements

# CORPORATION OF THE TOWN OF COLLINGWOOD

## CONSOLIDATED STATEMENT OF CHANGE IN NET DEBT FOR THE YEAR ENDED DECEMBER 31

	Budget 2012	Actual 2012	Actual 2011
	\$	\$	\$
	(Note 17)		
Annual surplus	2,596,294	<b>13,955,154</b>	13,420,015
Acquisition of tangible capital assets	(10,113,201)	<b>(18,096,379)</b>	(13,316,835)
Amortization of tangible capital assets	8,323,332	<b>8,401,370</b>	8,553,519
Gain on disposal of tangible capital assets	(15,413)	<b>(415,980)</b>	(494,013)
Proceeds on disposal of tangible capital assets	222,000	<b>1,105,556</b>	1,316,089
Write-downs of tangible capital assets	-	<b>128,503</b>	-
Contributed tangible capital assets	-	<b>(3,843,074)</b>	(3,425,407)
Change in prepaid expenses	-	<b>(108,360)</b>	(5,219)
Land and buildings held for sale	-	<b>1,212,091</b>	-
Change in net debt	1,013,012	<b>2,338,881</b>	6,048,149
Net debt, beginning of year		<b>(17,512,539)</b>	(23,560,688)
Net debt, end of year		<b>(15,173,658)</b>	(17,512,539)

The accompanying notes are an integral part of  
these financial statements

# CORPORATION OF THE TOWN OF COLLINGWOOD

## CONSOLIDATED STATEMENT OF CASH FLOW FOR THE YEAR ENDED DECEMBER 31

	2012	2011
	\$	\$
<b>Cash flows from (for):</b>		
<b>Operating activities</b>		
Annual surplus	13,955,154	13,420,015
Non-cash items:		
Amortization of tangible capital assets	8,401,370	8,553,519
Amortization on debenture debt discount	4,412	5,665
Gain on disposal of tangible capital assets	(415,980)	(494,013)
Gain on sale of shares in government business enterprise - Hydro companies	(4,080,019)	-
Contributed tangible capital assets	(3,843,074)	(3,425,407)
Write-downs of tangible capital assets	128,503	-
Income from investment in government business enterprise - Hydro companies	(359,566)	(480,613)
Employee future benefits	(57,136)	56,551
	13,733,664	17,635,717
Change in net working capital (Note 2)	(2,767,729)	(571,236)
<b>Net change in cash from operations</b>	<b>10,965,935</b>	<b>17,064,481</b>
<b>Capital activities</b>		
Proceeds on disposal of tangible capital assets	1,105,556	1,316,089
Acquisition of tangible capital assets	(18,096,379)	(13,316,835)
Deferred revenue - obligatory reserve funds	(992,043)	3,789,178
Accounts receivable - tangible capital assets	519,878	(278,786)
Accounts payable - tangible capital assets	(84,241)	(890,694)
<b>Net change in cash from capital</b>	<b>(17,547,229)</b>	<b>(9,381,048)</b>
<b>Investing activities</b>		
Long-term receivable	229,988	2,790,905
Proceeds on sale of shares in government business enterprise - Hydro companies	7,683,600	-
Dividends from government business enterprise - Hydro companies	4,598,389	-
Proceeds on disposal of temporary investments	4,651,753	2,123,000
Purchases of temporary investments	(4,822,479)	(2,876,753)
<b>Net change in cash from investing</b>	<b>12,341,251</b>	<b>2,037,152</b>
<b>Financing activities</b>		
Fisher Field mortgage proceeds	510,000	-
Long-term liabilities repaid	(3,723,990)	(3,831,089)
Demand loan repaid	(339,544)	(324,469)
Deferred revenue	(1,052,012)	(7,972,632)
<b>Net change in cash from financing</b>	<b>(4,605,546)</b>	<b>(12,128,190)</b>
<b>Net change in cash position</b>	<b>1,154,411</b>	<b>(2,407,605)</b>
Cash and cash equivalents, beginning of year	14,637,608	17,045,213
<b>Cash and cash equivalents, end of year</b>	<b>15,792,019</b>	<b>14,637,608</b>

The accompanying notes are an integral part of  
these financial statements

# CORPORATION OF THE TOWN OF COLLINGWOOD

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS AT DECEMBER 31, 2012

### Nature of operations

The Town of Collingwood ("the municipality") is a lower-tier municipality located in the County of Simcoe, 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. Summary of significant accounting policies

The consolidated financial statements of the municipality are the representation of management prepared in accordance with local government accounting standards established by the Public Sector Accounting Board (PSAB) of the Canadian Institute of Chartered Accountants.

The focus of PSAB financial statements is on the financial position of the municipality and the changes thereto. The consolidated statement of financial position includes all the assets and liabilities of the municipality. Financial assets are those assets which could provide resources to discharge existing liabilities or finance future operations. Accumulated surplus represents the financial position and is the difference between assets and liabilities. This provides information about the municipality's overall future revenue requirements and its ability to finance activities and meet its obligations. Significant aspects of the accounting policies adopted by the municipality are as follows:

#### (a) Basis of consolidation

These consolidated financial statements reflect assets, liabilities, revenues and expenses of the municipality. They include the activities of all committees of Council and the following organizations which are accountable to, and owned or controlled by the municipality:

- Corporation of the Town of Collingwood Museum Board
- Corporation of the Town of Collingwood Public Library Board
- Corporation of the Town of Collingwood Business Improvement Area
- Collingwood Elvis Festival Board
- Collingwood Airport Services Board
- Collingwood Economic Development and Stability Board
- Collingwood Public Utilities Service Board

In addition, the consolidated financial statements include the operations of COLLUS Energy Corp., COLLUS Solutions Corp., COLLUS Power Corp. and Collingwood Utility Services Corp. as disclosed in Note 22. These business enterprises were accounted for using the modified equity method until the municipality sold 50% of the shares effective July 31, 2012. Under this method, the business enterprises' accounting principles are not adjusted to conform with those of the municipality and inter-organizational transactions are not eliminated.

Excluded are Funds Held in Trust which are administered by the municipality and reported on separately. All interfund assets and liabilities and sources of financing and expenses have been eliminated.

#### (b) Basis of accounting

Sources of revenues and expenses are reported on 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 receipt of goods or services and the creation of a legal obligation to pay.



# CORPORATION OF THE TOWN OF COLLINGWOOD

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS AT DECEMBER 31, 2012

### 1. Significant accounting policies (continued)

#### (c) Cash and cash equivalents

Cash and cash equivalents include all cash balances and short-term highly liquid financial instruments with a maturity of three months or less at acquisition.

#### (d) Investments

Investments include GIC's with a maturity greater than three months at acquisition. Investments are recorded at cost.

#### (e) Portfolio investments

Portfolio investments include the 50% equity investment in Collingwood PowerStream Utility Services Corp., which is not controlled by the municipality. Portfolio investments are initially recorded using the cost method (See Note 6). The municipality will record only any distributed income of the investee (dividends) when they are received or receivable. In the event there is a loss in value of a portfolio investment in the future, other than a temporary decline, it will be recognized in the period.

#### (f) Land and buildings held for sale

Land and buildings held for sale are stated at the lower of cost and net realizable value. Cost includes amounts for improvements to prepare the land or buildings for sale.

#### (g) 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 annual surplus, provides the consolidated change in net debt 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 are amortized on a straight-line basis over their estimated useful lives as follows:

Land improvements	- 10 to 20 years
Buildings	- 15 to 50 years
Machinery and equipment	- 3 to 40 years
Vehicles	- 5 to 15 years
Linear assets	- 10 to 75 years

Work in progress is not amortized until the asset is available for productive use.

One half of the annual amortization is charged in the year of acquisition and in the year of disposal.

##### (ii) Contributed tangible capital assets

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

# CORPORATION OF THE TOWN OF COLLINGWOOD

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS AT DECEMBER 31, 2012

### 1. Significant accounting policies (continued)

#### (h) 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 consolidated statement of operations in the year in which it is used for the specified purpose.

#### (i) County and school boards

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

#### (j) Government transfers

Government transfers are recognized in the consolidated financial statements as revenues in the period in which the 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.

#### (k) Revenue recognition

Net municipal taxation, payments in lieu of taxation and the related penalties and interest are recognized as revenue in the year they are levied.

Fees for sewer and water usage are recognized as user charges when consumed by the customer. Connection fee revenues are recognized when the connection has been established.

Conditional government transfer revenue is recognized to the extent the conditions imposed on it have been fulfilled. Unconditional transfer revenue is recognized when monies are receivable. Government transfers for acquisition of tangible capital assets are recognized in the period in which eligible expenditures are made.

Investment revenue (other than on obligatory funds) is recognized in the period earned. Investment revenue earned on obligatory reserve funds is added to the fund balance and forms part of the respective deferred revenue balances and is recognized in the period in which eligible expenditures are made.

Other user charges, payments from other municipalities, gain on disposal of tangible capital assets and other revenue are recognized on an accrual basis.

#### (l) Use of estimates

The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the period. Significant estimates exist in tangible capital assets with regard to historical costs and useful lives. Other significant estimates include amortization and employee future benefits. Actual results could differ from those estimates.

#### (m) Segment disclosures

The municipality adopted the Public Sector Accounting Board standard requiring financial information to be provided on a segmented basis (PSAB 2700). Municipal services have been segmented by grouping activities that have similar service objectives (by function). Revenues that are directly related to the costs of the function have been attributed to each segment. Municipal taxation revenue is allocated based on the percentage of total budgeted expenses.

# CORPORATION OF THE TOWN OF COLLINGWOOD

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS AT DECEMBER 31, 2012

### 2. Change in net working capital

Changes in the municipality's net working capital for the year ended December 31, 2012 are as follows:

	2012	2011
	\$	\$
Taxes receivable	1,483,777	175,423
Accounts receivable	(2,785,594)	1,962,948
Accounts payable and accruals	(772,136)	(1,196,520)
Accrued interest payable	(18,986)	(18,483)
Developer deposits	(566,430)	(1,489,385)
Prepaid expenses	(108,360)	(5,219)
<b>Net change in net working capital</b>	<b>(2,767,729)</b>	<b>(571,236)</b>

### 3. Cash

Cash consists of the following:

	2012	2011
	\$	\$
Unrestricted	12,283,869	9,313,010
Restricted	3,508,150	5,324,598
	<b>15,792,019</b>	<b>14,637,608</b>

### 4. Investments

Guaranteed investment certificates included in investments are as follows:

	Interest (per annum)	Due	2012	2011
			\$	\$
BMO Nesbitt Burns	2.12%	October 25, 2012	-	63,046
CIBC	4.40%	December 29, 2011	-	2,588,707
CIBC	3.75%	January 16, 2012	-	2,000,000
CIBC	3.34%	May 28, 2013	2,000,000	2,000,000
CIBC	3.67%	May 28, 2014	2,000,000	2,000,000
CIBC	1.82%	January 6, 2015	2,588,707	-
CIBC	1.77%	January 16, 2015	2,233,772	-
CIBC	3.32%	February 29, 2016	2,500,000	2,500,000
			<b>11,322,479</b>	<b>11,151,753</b>

# CORPORATION OF THE TOWN OF COLLINGWOOD

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS AT DECEMBER 31, 2012

### 4. Investments (continued)

Investments are recorded at cost which approximates fair market value. Guaranteed investment certificates in the amount of \$NIL (2011 - \$63,046) are in the name of the Library Board. All temporary investments are restricted.

### 5. Long-term receivable

Benefiting land owners of water and sewer servicing completed in south Collingwood had the option to pay for their share of the cost in full in 2008 or finance over 20 years at 5.25% per annum with annual repayments commencing in 2009. In 2010, the bylaw was reopened and benefiting landowners had a second opportunity to pay the cost in full. Annual payments totaling \$229,988 (2011 - \$229,988) will be included on the remaining tax payers' property tax bills until 2028. The balance of the long-term receivable related to this was \$3,677,808 at year end (2011 - \$3,907,796).

The remaining balance of the long-term receivable in the amount of \$1,820,949 (2011 - \$NIL) relates to the North Bar site development agreement. The amount is to be repaid by July 4, 2014, which coincides with the expiry of the site development agreement. The amount bears interest at the applicable Ontario Infrastructure Projects Corporation construction loan rate plus 0.5% per annum administration charge. The amount is secured by a \$2,000,000 first charge mortgage over the lands in favour of the Town.

### 6. Portfolio investment - Hydro companies

On July 31, 2012, the municipality sold 50% of its shares in Collingwood Utility Services Corp., a government business enterprise (see Note 22) which provides hydro distribution services in the Town of Collingwood and surrounding areas. Upon the sale of the shares to PowerStream Inc. the municipality's investment in Collingwood Utility Services Corp. (now operating as Collingwood PowerStream Utility Services Corp.) no longer met the definition of a government business enterprise and is now recorded as a portfolio investment.

The carrying value of the municipality's shares in Collingwood PowerStream Utility Services Corp. is calculated as follows:

	<b>2012</b>
	<b>\$</b>
Carrying value of Collingwood Utility Services Corp. on July 31, 2012	<b>7,225,745</b>
Shares outstanding on July 31, 2012	<b>5,101,640</b>
Cost per share	<b>1.42</b>
Shares owned by Collingwood on August 1, 2012	<b>2,550,820</b>
Carrying value of investment on August 1, 2012	<b>3,622,164</b>

# CORPORATION OF THE TOWN OF COLLINGWOOD

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS AT DECEMBER 31, 2012

### 7. Fisher Field mortgage

During the year, the municipality purchased property from the F.W. Fisher Foundation. The municipality entered into a 10-year mortgage with the Foundation for \$510,000 with annual payments of \$51,000 payable March 1 each year until March 1, 2022. The mortgage is non-interest bearing and the municipality has the option to repay the outstanding balance at any time without penalty. Repayments will be made from the Land Acquisition Reserve Fund established for the purpose of acquiring land and/or land and buildings. The Reserve Fund contains sufficient funds to fully retire the outstanding mortgage at any time.

### 8. Long-term liabilities

(a) Long-term liabilities consist of the following:

	2012	2011
	\$	\$
Total long-term liabilities incurred by the municipality and outstanding at the end of the year	<b>37,962,357</b>	\$ 41,681,932

(b) Principal payments for the next 5 years and thereafter are as follows:

	\$ Tax Supported	\$ User Fee	\$ Other
2013	1,604,233	1,817,011	391,337
2014	1,440,429	1,030,190	391,337
2015	1,452,679	1,046,162	391,337
2016	1,472,722	1,063,037	391,337
2017	1,493,899	1,080,967	391,337
Thereafter	11,326,963	6,797,678	4,379,702
<b>Total</b>	<b>18,790,925</b>	<b>12,835,045</b>	<b>6,336,387</b>
<b>Overall total</b>			<b>37,962,357</b>

The above long-term liabilities issued in the name of the municipality have been approved by by-law. 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.

(c) Interest is payable at rates ranging from 3.07% to 6.65% per annum.

(d) The Town also has an operating line of credit available for use in the amount of \$6,000,000, with an interest rate of prime less 0.75%. At December 31, 2012, the balance for the line of credit was \$NIL (2011 - \$NIL).

### 9. Deferred revenue

Deferred revenue includes \$8,266,060 (2011 - \$8,726,892) of special charges to benefiting land owners for water and sewer servicing completed in south Collingwood. This revenue will be recognized over 20 years until 2028 which is the same period over which the construction costs of the project have been financed.

# CORPORATION OF THE TOWN OF COLLINGWOOD

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS AT DECEMBER 31, 2012

### 10. Comparative figures

Certain comparative figures on the consolidated statement of financial position have been reclassified to conform with the current year's consolidated financial statement presentation.

### 11. Trust funds

Trust funds administered by the municipality amounting to \$600 (2011 - \$600) have not been included in the consolidated statement of financial position nor have their operations been included in the consolidated statement of operations. In the current year there were no transactions in the trust accounts. The trust funds are not audited. The trust funds are comprised of the following:

	2012	2011
	\$	\$
Cultural Trusts	600	600

### 12. Deferred revenue - obligatory reserve funds

A requirement of the public sector accounting principles of the Canadian Institute of Chartered Accountants is that obligatory reserve funds be reported as deferred revenue. This requirement is in place as provincial legislation restricts how these funds may be used and under certain circumstances these funds may be refunded.

The net change during the year in the restricted deferred revenue balances is comprised of the following:

	2012	2011
	\$	\$
Deferred revenue, beginning of year	10,506,582	6,717,404
New deposits:		
Federal government	536,905	536,905
Provincial government	201,762	191,105
Private sources	3,889,445	5,025,561
Current fund transfers	-	68,598
Investment income	109,427	88,009
Capital and other transfers	(4,029,371)	(1,919,109)
Development charges repaid to developers	(1,257,825)	-
Development charge credits utilized	(442,386)	(201,891)
Deferred revenue, end of year	9,514,539	10,506,582
Obligatory Reserve Funds:		
Recreational Land	69,168	69,168
Development Charges Act	8,295,335	9,056,142
Building Code Act	234,768	232,182
Other Provincial Funding	10	18,442
Parkland Levy	91,956	44,392
Federal Gas Tax	823,302	1,086,256
	9,514,539	10,506,582

# CORPORATION OF THE TOWN OF COLLINGWOOD

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS AT DECEMBER 31, 2012

### 13. Accumulated surplus

The accumulated surplus consists of individual fund surplus, reserves and reserve funds as follows:

	2012	2011
	\$	\$
Current fund deficit:		
General area taxation	25,001	25,001
Collingwood Public Utilities Service Board	(1,917,054)	(1,935,780)
Business Improvement Area	-	(329)
Land and buildings held for sale	1,212,091	-
<b>Total current fund deficit</b>	<b>(679,962)</b>	<b>(1,911,108)</b>
Investment in tangible capital assets:		
Net book value of tangible capital assets	196,216,077	184,708,164
Tangible capital assets financed by long-term liabilities	(38,472,357)	(41,681,932)
Unfinanced capital expenditures	(16,875,192)	(8,802,745)
<b>Total investment in tangible capital assets</b>	<b>140,868,528</b>	<b>134,223,487</b>
Unfunded liabilities:		
Employee future benefits	(168,531)	(178,111)
Reserves set aside for specific purposes by Council:		
Contingencies	329,322	291,595
Post-employment benefits	1,019,177	1,019,177
Current purposes	3,192,936	2,544,625
Government business enterprise - hydro companies sale proceeds	12,281,989	-
Acquisition of capital assets	15,924,506	16,356,986
<b>Total reserves</b>	<b>32,747,930</b>	<b>20,212,383</b>
Reserve funds set aside for specific purposes by Council:		
Current purposes	2,361,970	2,078,216
Acquisition of capital assets	3,034,195	1,941,708
<b>Total reserve funds</b>	<b>5,396,165</b>	<b>4,019,924</b>
Investment in hydro companies:		
Portfolio investment	3,622,164	-
Government business enterprises	-	11,464,565
<b>Total investment in government business enterprises</b>	<b>3,622,164</b>	<b>11,464,565</b>
<b>Total accumulated surplus</b>	<b>181,786,294</b>	<b>167,831,140</b>

# CORPORATION OF THE TOWN OF COLLINGWOOD

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS AT DECEMBER 31, 2012

### 13. Accumulated surplus (continued)

The accumulated surplus of the Collingwood Public Utilities Service Board, included above, consists of the following:

	2012	2011
	\$	\$
Net book value of tangible capital assets	31,602,875	31,266,283
Tangible capital assets financed by long-term liabilities	(1,964,829)	(2,677,028)
Current deficit	(1,917,054)	(1,935,780)
Unfunded employee future benefits	(168,531)	(178,111)
Total accumulated surplus	27,552,461	26,475,364

### 14. Employee future benefits

#### (a) Pension agreement

The employees of the Corporation of the Town of Collingwood participate in the Ontario Municipal Employees Retirement Savings Plan ("OMERS"). Although the plan has a defined retirement benefit for employees, the related obligation of the municipality cannot be identified. The municipality has applied defined contribution plan accounting as it has insufficient information to apply defined benefit plan accounting. The OMERS plan has several unrelated participating municipalities and costs are not specifically attributed to each participant. Amounts paid to OMERS during the year totaled \$977,124 (2011 - \$843,431).

OMERS is a multiemployer plan, therefore any pension plan surpluses or deficits are a joint responsibility of Ontario municipal organizations and their employees. As a result, the municipality does not recognize any share of the OMERS pension surplus or deficit. The plan has a reported \$9.9 billion actuarial deficit at the end of 2012 (2011 - \$7.2 billion), based on actuarial liabilities of \$69.3 billion (2011 - \$64.6 billion) and actuarial assets of \$59.4 billion (2011 - \$57.4 billion).

#### (b) Post-retirement benefits

The Town of Collingwood pays certain post-retirement benefits on behalf of its retired employees for extended health and dental benefits. The municipality recognizes these post retirement costs in the period in which the employees rendered the services. The accrued plan liability at December 31, 2012 of \$1,140,152 and the net periodic benefit cost for 2012 were determined by an actuarial valuation using a discount rate of 4.0%. The accrued benefit obligation at December 31, 2012 is based on actuarial reports dated March 28, 2013 for the municipality's employees and a separate report with the same date for the Collingwood Public Utilities Service Board employees. Actuarial valuations will be prepared every third year or when there are significant changes to the workforce. The current year expense is included in departmental expenses on a basis proportionate to the wages of the department.



# CORPORATION OF THE TOWN OF COLLINGWOOD

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS AT DECEMBER 31, 2012

### 14. Employee future benefits (continued)

Information about the Town of Collingwood's defined post-retirement benefit plan is as follows:

	2012	2011
	\$	\$
Accrued plan liability, beginning of year	1,197,288	1,140,737
Current service cost	60,496	59,648
Interest cost	38,732	59,592
Past service cost	2,836	4,378
Actuarial gain	(15,074)	(1,536)
Benefits paid for the year	(44,189)	(65,531)
Recovery as a result of a change in estimate	(99,937)	-
Accrued plan liability, end of year	1,140,152	1,197,288
Unrecognized loss (gain)	-	4,365
Unrecognized past service cost	-	17,015
Accrued benefit obligation, end of year	1,140,152	1,218,668

The accrued plan liability consists of:

	2012	2011
	\$	\$
Town	971,621	1,019,177
Collingwood Public Utilities Service Board	168,531	178,111
Total employee future benefits	1,140,152	1,197,288

The main actuarial assumptions employed for the valuations were as follows:

- (i) General inflation  
Future general inflation levels, as measured by changes in the Consumer Price Index (CPI), were assumed at 2.0% in 2012.
- (ii) Interest (discount) rate  
The obligation as at December 31, 2012, of the present value of future liabilities and the expense was determined using an annual discount rate of 4.0% (2011 - 5.0%).
- (iii) Health care costs  
Health care costs are to increase 8.0% in 2012 graded down 0.53% a year until 2017 after which the rate is assumed to increase 4.8% annually.
- (iv) Dental costs  
Dental costs were assumed to increase at 4.80% in 2012 and thereafter.

# CORPORATION OF THE TOWN OF COLLINGWOOD

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS AT DECEMBER 31, 2012

### 14. Employee future benefits (continued)

#### (c) Workplace safety and insurance

In common with other Schedule 2 employers, the municipality funds its obligations to the Workplace Safety and Insurance Board ("WSIB") on a "pay-as-you-go" basis. December 31, 2004 was the first period for which a WSIB accrued benefit was required to be reported. At December 31, 2012, the municipality's accrued benefit liability related to future payments on WSIB is based on the 2004 WSIB calculation. The amount of the accrual is \$NIL for both 2012 and 2011. No independent actuarial valuation is considered necessary.

### 15. Net municipal taxation

Net municipal taxation consists of:

	2012	2011
	\$	\$
Taxation revenue	46,324,688	45,763,257
Amount levied and remitted to School Boards	(11,396,864)	(11,327,417)
Amount levied and remitted to the County of Simcoe	(10,083,606)	(9,663,472)
Net municipal taxation	24,844,218	24,772,368

### 16. Other revenues

Other revenues consist of the following:

	2012	2011
	\$	\$
Licences and permits	620,556	744,390
Facility rentals	900,847	887,882
Fines	41,590	21,265
Donations	21,125	26,979
Revenue and expense recoveries from Government		
Business Enterprises	660,987	682,956
Miscellaneous	327,452	156,559
Miscellaneous - Collingwood Public Utilities Service Board	679,287	996,677
	3,251,844	3,516,708

### 17. Budget amounts

The operating budget approved by Council for 2012 is reflected on the consolidated statement of operations. 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 the current year's actual expenditure amounts. Budget figures have been reclassified for the purposes of these financial statements to comply with PSAB reporting requirements. The budget figures have not been audited.

# CORPORATION OF THE TOWN OF COLLINGWOOD

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS AT DECEMBER 31, 2012

### 17. Budget amounts (continued)

The following is a reconciliation of the budget approved by Council:

	Budget 2012	Actual 2012	Actual 2011
	\$	\$	\$
Annual surplus	2,596,294	<b>13,955,154</b>	13,420,015
Net transfers from (to) reserves	550,948	<b>(12,535,547)</b>	(3,083,351)
Net transfers from (to) discretionary reserve funds	430,982	<b>(1,376,241)</b>	(1,850,470)
Capital acquisitions and disposals	(9,906,614)	<b>(21,121,374)</b>	(15,920,166)
Amortization	8,323,322	<b>8,401,370</b>	8,553,519
Proceeds from long-term liabilities issue	1,085,887	<b>510,000</b>	-
Long-term liabilities principal repayments	(3,769,601)	<b>(3,719,575)</b>	(3,825,424)
Change in unfunded liabilities	-	<b>(9,580)</b>	7,227
Change in investment in Hydro companies	(218,751)	<b>7,842,401</b>	(480,613)
Collingwood Public Utilities Service Board closing operating deficit	2,843,313	<b>1,917,054</b>	1,935,780
Subtotal	1,935,780	<b>(6,136,338)</b>	(1,243,483)
Capital projects not funded	-	<b>8,072,447</b>	2,985,002
BIA surplus	-	<b>(329)</b>	-
Prior year Collingwood Public Utilities Service Board operating deficit	(1,935,780)	<b>(1,935,780)</b>	(1,829,482)
Prior year current fund surplus	25,001	<b>25,001</b>	112,964
<b>General area taxation surplus</b>	<b>25,001</b>	<b>25,001</b>	<b>25,001</b>

### 18. Tangible capital assets

Schedules 1, 2 and 3 provide information on the tangible capital assets of the municipality by major asset class and service segment, as well as for accumulated amortization of the assets controlled. The reader should be aware of the following information relating to tangible capital assets.

- (a) Work in progress  
Work in progress with a value of \$12,882,665 (2011 - \$5,365,149) has not been amortized. Amortization of these assets will commence when the asset is put into service.
- (b) Contributed tangible capital assets  
Contributed tangible capital assets have been recognized at fair market value at the date of contribution. The value of contributed assets received during the year is \$3,843,074 (2011 - \$3,425,407).
- (c) Tangible capital assets disclosed at nominal values  
Where an estimate of fair value could not be made, the tangible capital asset was recognized at a nominal value. Land is the only category where nominal values were assigned.
- (d) Works of art and historical treasures  
The Library Board owns two special book collections. Due to their historical or valuable nature, they are not included in the Library's regular collection for circulation to the public. As such, these collections are also not included in tangible capital assets.

# CORPORATION OF THE TOWN OF COLLINGWOOD

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS AT DECEMBER 31, 2012

### 19. Letters of credit

As part of various developments, the Town has received letters of credit to cover the costs of completing these projects. Letters of credit held by the Town at December 31, 2012 were \$14,509,938 (2011 - \$14,180,526).

### 20. Commitments

In the ordinary course of business the Town is committed to construction contracts totaling \$8,477,505 (2011 - \$672,019) for work to be completed after December 31, 2012.

### 21. Contingencies

(a) In the ordinary course of business, various claims and lawsuits are brought against the municipality. No provision has been made for pending expropriations of land beyond the payments already made to affected property owners. Any payment made by the municipality pursuant to claims, lawsuits or expropriations will be charged to the year of settlement.

(b) The Town's landfill site was taken over by the County of Simcoe and, as compensation, the County will accept Town waste at a below market rate value of \$79 per tonne. Based on maximum tonnes to be accepted by the County this reduced rate is estimated to last until 2029.

### 22. Government business enterprise - Hydro companies

The operations of the hydro companies, operating as the Collingwood Utility Services Corp., were included in the Consolidated Statement of Operations until the sale of 50% of the shares on July 31, 2012, accounted for on a modified equity basis.

	July 31 2012	December 31 2011
	\$	\$
Total assets	27,130,935	24,271,014
Total liabilities	19,905,190	12,806,449
Net assets	7,225,745	11,464,565
Common shares	5,101,640	5,101,640
Contributed capital	2,966,014	2,966,014
Accumulated income	(841,909)	3,396,911
Investment in government business enterprise	7,225,745	11,464,565
Total revenues	22,939,623	36,103,514
Total expenditures	22,580,057	35,622,901
Net revenues for the period and change in fund balance	359,566	480,613

# CORPORATION OF THE TOWN OF COLLINGWOOD

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS AS AT DECEMBER 31, 2012

### 22. Government business enterprise - Hydro companies (continued)

The note receivable from the Collingwood Utility Services Corp. bears interest at 7.25% and is due on demand. The interest rate decreases to 5.58% on January 1, 2013. Also at December 31, 2012, the amount due from the Collingwood Utility Services Corp. is \$2,746,196 (2011 - \$1,597,281) which is included in accounts receivable.

The municipality sold 50% of its shares in Collingwood Utility Services Corp. to PowerStream Inc. The sale transaction closed on July 31, 2012. Upon closing of the transaction the municipality's shareholding no longer met the definition of a Government Business Enterprise and has consequently been treated as a portfolio investment. See Note 6.

### 23. Future accounting pronouncements

The CICA issued Section PS 3410, "Government Transfers", which establishes recognition, measurement, presentation and disclosure standards from senior levels of government and transfers from the municipality. This section does not include transfers of tax revenue which is included in PS 3510. This section is effective for fiscal years beginning on or after April 1, 2012; the municipality would be required to adopt this section for its fiscal year beginning January 1, 2013. Earlier adoption is encouraged. This new standard is not expected to have a material impact on the municipality's financial statements.

The CICA issued Section PS 3510, "Tax Revenue", which establishes recognition, measurement, presentation and disclosure standards relating to tax revenue reported in financial statements. The section is effective for fiscal years beginning on or after April 1, 2012; the municipality would be required to adopt this section for its fiscal year beginning January 1, 2013. Earlier adoption is encouraged. The new standard is not expected to have a material effect on the consolidated financial statements.

The CICA issued Section PS 3450, "Financial Instruments", which establishes recognition, measurement, presentation and disclosure standards relating to financial instruments such as receivables, payables and equity instruments. The section is effective for governments for fiscal years beginning on or after April 1, 2015; the municipality would be required to adopt this section for its fiscal year beginning January 1, 2016. Earlier adoption is allowed. The section is effective for government organizations including government not-for-profit organizations for years beginning on or after April 1, 2012. The new standard is not expected to have a material effect on the consolidated financial statements.

The CICA issued Section PS 3041, "Portfolio Investments", which replaces Section PS 3040. The new section establishes recognition, measurement, presentation and disclosure standards relating to investments in organizations that do not form part of the government reporting entity. This section is required to be adopted upon adoption of Section PS 3450.

The CICA issued Section PS 1201, "Financial Statement Presentation", which replaces Section 1200. The new section establishes reporting principles and standards for the disclosure of information in government financial statements. This section establishes the requirement of the municipality's financial statements to include a statement of financial position, statement of operations, a statement of remeasurement gains and losses, a statement of change in net debt and a statement of cash flow. This section is required to be adopted upon the adoption of Section PS 3450.

## CORPORATION OF THE TOWN OF COLLINGWOOD

### SCHEDULE 1 CONSOLIDATED SCHEDULE OF TANGIBLE CAPITAL ASSETS FOR THE YEAR ENDED DECEMBER 31

	Land	Land Improvements	Buildings	Machinery and Equipment	Vehicles	Linear Assets	2012 Total	2011 Total
	\$	\$	\$	\$	\$	\$	\$	\$
<b>Cost</b>								
Balance, beginning of year	23,448,147	15,216,155	40,450,612	37,970,202	8,834,338	148,872,892	274,792,346	265,367,158
Additions	1,982,400	448,551	10,250,208	754,308	1,101,922	7,402,064	21,939,453	16,742,242
Disposals	(680,584)	(60,310)	(295,465)	(562,499)	(40,203)	(270,786)	(1,909,847)	(7,317,054)
Transferred to held for sale	(1,156,845)	-	(958,397)	-	-	-	(2,115,242)	-
Balance, end of year	23,593,118	15,604,396	49,446,958	38,162,011	9,896,057	156,004,170	292,706,710	274,792,346
<b>Accumulated amortization</b>								
Balance, beginning of year	-	6,507,729	12,541,717	22,688,327	4,445,128	43,901,281	90,084,182	88,025,641
Amortization	-	698,327	1,075,493	1,752,418	842,408	4,032,724	8,401,370	8,553,519
Disposals	-	(60,310)	(166,963)	(562,499)	(40,203)	(261,793)	(1,091,768)	(6,494,978)
Transferred to held for sale	-	-	(903,151)	-	-	-	(903,151)	-
Balance, end of year	-	7,145,746	12,547,096	23,878,246	5,247,333	47,672,212	96,490,633	90,084,182
Net book value, end of year	23,593,118	8,458,650	36,899,862	14,283,765	4,648,724	108,331,958	196,216,077	184,708,164
Work in progress included in cost	-	339,823	9,481,934	74,090	-	2,986,818	12,882,665	5,365,149

The accompanying notes are an integral part of these financial statements

# CORPORATION OF THE TOWN OF COLLINGWOOD

## SCHEDULE 2 CONSOLIDATED SCHEDULE OF SEGMENTED TANGIBLE CAPITAL ASSETS FOR THE YEAR ENDED DECEMBER 31, 2012

	General Government	Fire	Other Protective	Transportation	Environmental	Recreation and Cultural	Planning and Development	Total
	\$	\$	\$	\$	\$	\$	\$	\$
<b>Cost</b>								
Balance, beginning of year	17,208,870	4,018,668	4,665,035	90,857,994	124,575,492	33,128,964	337,373	274,792,346
Additions	912,840	2,628,425	-	8,052,453	3,351,033	6,994,702	-	21,939,453
Disposals	(777,802)	(103,936)	-	(210,221)	(407,412)	(410,476)	-	(1,909,847)
Transferred to held for sale	(1,913,423)	-	-	(6,775)	-	-	(195,044)	(2,115,242)
<b>Balance, end of year</b>	<b>15,430,435</b>	<b>6,543,157</b>	<b>4,665,035</b>	<b>98,693,451</b>	<b>127,519,113</b>	<b>39,713,190</b>	<b>142,329</b>	<b>292,706,710</b>
<b>Accumulated amortization</b>								
Balance, beginning of year	1,585,811	1,387,641	112,643	29,825,116	47,226,806	9,871,703	74,462	90,084,182
Amortization	289,380	265,413	27,317	3,011,784	3,501,441	1,282,032	24,003	8,401,370
Disposals	(134,925)	(103,936)	-	(145,621)	(407,412)	(299,874)	-	(1,091,768)
Transferred to held for sale	(857,949)	-	-	-	-	-	(45,202)	(903,151)
<b>Balance, end of year</b>	<b>882,317</b>	<b>1,549,118</b>	<b>139,960</b>	<b>32,691,279</b>	<b>50,320,835</b>	<b>10,853,861</b>	<b>53,263</b>	<b>96,490,633</b>
<b>Net book value, end of year</b>	<b>14,548,118</b>	<b>4,994,039</b>	<b>4,525,075</b>	<b>66,002,172</b>	<b>77,198,278</b>	<b>28,859,329</b>	<b>89,066</b>	<b>196,216,077</b>
<b>Work in progress included in cost</b>	<b>74,090</b>	<b>2,532,863</b>	<b>-</b>	<b>2,974,708</b>	<b>1,266,592</b>	<b>6,034,412</b>	<b>-</b>	<b>12,882,665</b>

The accompanying notes are an integral part of these financial statements

# CORPORATION OF THE TOWN OF COLLINGWOOD

## SCHEDULE 3 CONSOLIDATED SCHEDULE OF SEGMENTED TANGIBLE CAPITAL ASSETS FOR THE YEAR ENDED DECEMBER 31, 2011

	General Government	Fire	Other Protective	Transportation	Environmental	Recreation and Cultural	Planning and Development	Total
	\$	\$	\$	\$	\$	\$	\$	\$
<b>Cost</b>								
Balance, beginning of year	17,370,898	4,035,280	4,665,035	81,010,062	124,566,438	33,348,014	371,431	265,367,158
Additions	246,082	139,115	-	11,346,073	4,262,559	748,413	-	16,742,242
Disposals	(408,160)	(155,727)	-	(1,498,141)	(4,253,505)	(967,463)	(34,058)	(7,317,054)
Balance, end of year	17,208,820	4,018,668	4,665,035	90,857,994	124,575,492	33,128,964	337,373	274,792,346
<b>Accumulated amortization</b>								
Balance, beginning of year	1,425,147	1,230,176	78,311	28,407,940	47,554,680	9,251,597	77,790	88,025,641
Amortization	285,137	252,650	34,332	2,746,464	3,925,631	1,285,302	24,003	8,553,519
Disposals	(124,473)	(95,185)	-	(1,329,288)	(4,253,505)	(665,196)	(27,331)	(6,494,978)
Balance, end of year	1,585,811	1,387,641	112,643	29,825,116	47,226,806	9,871,703	74,462	90,084,182
Net book value, end of year	15,623,009	2,631,027	4,552,392	61,032,878	77,348,686	23,257,261	262,911	184,708,164
Work in progress included in cost	74,090	15,547	-	1,857,305	3,209,031	209,176	-	5,365,149

The accompanying notes are an integral part of  
these financial statements



# CORPORATION OF THE TOWN OF COLLINGWOOD

## SCHEDULE 4 CONSOLIDATED SCHEDULE OF SEGMENTED REVENUES AND EXPENSES ACTUAL FOR THE YEAR ENDED DECEMBER 31, 2012

	General Government	Police	Fire	Other Protective	Transportation	Environmental	Recreation and Cultural	Planning and Development	Other and Unallocated	Total
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
<b>Revenues</b>										
Net municipal taxation	4,294,642	5,148,094	3,758,821	1,022,159	4,534,529	-	4,619,737	1,400,024	66,212	24,844,218
Payments in lieu of taxation	22,700	27,211	19,868	5,403	23,968	-	24,418	7,400	349	131,317
User charges	429,701	-	21,955	13,325	1,286,487	12,782,179	574,730	215,528	-	15,323,905
Government transfers	-	48,300	-	-	249,653	32,637	161,846	167,746	-	660,182
Other municipalities	-	6,500	-	121,764	197,645	523,272	1,831	-	-	851,012
Contributions from obligatory reserve funds	555,658	-	-	40,000	5,659	4,018	84,553	24,023	-	713,911
Investment	386,865	-	-	-	-	9,009	-	-	-	395,874
Penalties and interest on taxes	616,585	-	-	-	-	-	-	-	-	616,585
Gain on disposal of tangible capital assets	167,540	-	4,575	-	(8,992)	-	252,857	-	-	415,980
Other	559,335	20,100	16,820	485,934	426,698	857,540	658,954	80,021	146,442	3,251,844
	<b>7,033,026</b>	<b>5,250,205</b>	<b>3,822,039</b>	<b>1,688,585</b>	<b>6,715,647</b>	<b>14,208,655</b>	<b>6,378,926</b>	<b>1,894,742</b>	<b>213,003</b>	<b>47,204,828</b>
<b>Expenses</b>										
Salaries, wages and employee benefits	2,297,800	3,850	3,205,753	579,664	1,833,972	3,565,555	3,268,198	916,686	-	15,671,478
Interest on long-term liabilities	622,854	-	-	270,062	263,977	754,823	4,969	30,406	-	1,947,091
Materials and supplies	1,193,699	66,750	245,662	113,043	1,699,610	5,539,539	2,399,459	643,544	39,459	11,940,765
Contracted services	25,380	5,110,461	34,889	-	1,095,466	275,709	64,892	56,726	-	6,663,523
Rents, financial expenses and external transfers	61,720	2,745	151,515	236,340	554,451	176,419	22,648	31,878	180,880	1,418,596
Amortization	289,380	-	265,413	27,317	3,011,784	3,501,441	1,282,032	24,003	-	8,401,370
	<b>4,490,833</b>	<b>5,183,806</b>	<b>3,903,232</b>	<b>1,226,426</b>	<b>8,459,260</b>	<b>13,813,486</b>	<b>7,042,198</b>	<b>1,703,243</b>	<b>220,339</b>	<b>46,042,823</b>
Net revenues (expenses)	2,542,193	66,399	(81,193)	462,159	(1,743,613)	395,169	(663,272)	191,499	(7,336)	1,162,005
<b>Other</b>										
Grants and transfers related to capital reserve funds	-	-	662,228	-	2,171,920	-	279,561	-	-	3,113,709
Contributed tangible capital assets	746,000	-	-	-	3,068,599	28,475	-	-	-	3,843,074
Other	-	-	-	-	1,350,996	-	45,785	-	-	1,396,781
Gain on sale of shares in government business enterprise - Hydro companies	-	-	-	-	-	-	-	-	4,080,019	4,080,019
Income from government business enterprise - Hydro companies	-	-	-	-	-	-	-	-	359,566	359,566
	<b>746,000</b>	<b>-</b>	<b>662,228</b>	<b>-</b>	<b>6,591,515</b>	<b>28,475</b>	<b>325,346</b>	<b>-</b>	<b>4,439,585</b>	<b>12,793,149</b>
Annual surplus (deficit)	3,288,193	66,399	581,035	462,159	4,847,902	423,644	(337,926)	191,499	4,432,249	13,955,154

The accompanying notes are an integral part of these financial statements

# CORPORATION OF THE TOWN OF COLLINGWOOD

## SCHEDULE 5 CONSOLIDATED SCHEDULE OF SEGMENTED REVENUES AND EXPENSES ACTUAL FOR THE YEAR ENDED DECEMBER 31, 2011

	General Government	Police	Fire	Other Protective	Transportation	Environmental	Recreation and Cultural	Planning and Development	Other and Unallocated	Total
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
<b>Revenues</b>										
Net municipal taxation	3,791,557	5,275,090	3,562,749	1,116,665	4,692,697	-	4,801,078	1,509,940	22,592	24,772,368
Payments in lieu of taxation	22,075	30,712	20,743	6,501	27,321	-	27,952	8,791	131	144,226
User charges	420,218	708	2,901	3,390	1,128,959	12,970,989	652,937	251,416	-	15,431,518
Government transfers	-	30,870	942	-	243,103	33,650	106,344	169,225	-	584,134
Other municipalities	-	157,109	-	-	206,822	389,494	-	-	-	753,425
Contributions from obligatory reserve funds	-	-	-	32,120	4,698	3,517	51,698	24,349	-	116,382
Investment	529,374	-	-	-	-	2,633	-	-	-	532,007
Penalties and interest on taxes	780,383	-	-	-	-	-	-	-	-	780,383
Gain on disposal of tangible capital assets	282,806	-	(53,042)	-	(165,453)	-	437,770	(8,068)	-	494,013
Other	556,225	24,403	15,051	629,730	344,144	1,184,238	618,272	-	144,645	3,516,708
	6,382,638	5,518,892	3,549,344	1,788,406	6,482,291	14,584,521	6,696,051	1,955,653	167,368	47,125,164
<b>Expenses</b>										
Salaries, wages and employee benefits	2,135,538	2,922	3,022,416	687,243	2,524,233	2,472,839	3,223,882	1,040,339	-	15,109,412
Interest on long-term liabilities	656,724	-	-	288,192	287,775	868,022	7,772	31,771	-	2,140,256
Materials and supplies	1,300,405	77,744	263,581	128,418	932,547	5,562,383	1,957,964	728,596	40,604	10,992,242
Contracted services	32,547	4,940,093	31,721	506	1,145,086	62,802	86,996	-	-	6,299,751
Rents, financial expenses and external transfers	67,148	15,943	134,406	281,489	546,863	127,199	288,643	86,898	177,605	1,726,194
Amortization	285,137	-	252,650	34,332	2,746,464	3,925,631	1,285,302	24,003	-	8,553,519
	4,477,499	5,036,702	3,704,774	1,420,180	8,182,968	13,018,876	6,850,559	1,911,607	218,209	44,821,374
Net revenues (expenses)	1,905,139	482,190	(155,430)	368,226	(1,700,677)	1,565,645	(154,508)	44,046	(50,841)	2,303,790
<b>Other</b>										
Grants and transfers related to capital	-	-	-	-	5,395,571	-	-	-	-	5,395,571
Government transfers	-	-	-	-	676,788	626,685	297,569	-	-	1,611,622
Contributions from obligatory reserve funds	-	10,580	-	-	-	-	-	-	-	-
Contributed tangible capital assets	53,200	-	-	-	1,166,808	2,205,399	-	-	-	3,425,407
Other	-	-	-	-	11,949	50,318	140,745	-	-	203,012
Income from government business enterprise - Hydro companies	-	-	-	-	-	-	-	-	480,613	480,613
	53,200	10,580	-	-	7,251,116	2,882,402	438,314	-	480,613	11,116,225
Annual surplus (deficit)	1,958,339	492,770	(155,430)	368,226	5,550,439	4,448,047	283,806	44,046	429,772	13,420,015

The accompanying notes are an integral part of these financial statements

# CORPORATION OF THE TOWN OF COLLINGWOOD

## SCHEDULE 6 CONSOLIDATED SCHEDULE OF SEGMENTED REVENUES AND EXPENSES BUDGET FOR THE YEAR ENDED DECEMBER 31, 2012

	General Government	Police	Fire	Other Protective	Transportation	Environmental	Recreation and Cultural	Planning and Development	Other and Unallocated	Total
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
<b>Revenues</b>										
Net municipal taxation	4,210,759	3,685,403	5,047,541	1,002,194	4,445,960	-	4,529,504	1,372,679	64,919	24,358,959
Payments in lieu of taxation	15,928	13,941	19,093	3,791	16,817	-	17,133	5,192	246	92,141
User charges	392,250	1,200	5,000	11,500	1,444,000	12,390,658	594,305	130,250	-	14,969,163
Government transfers	-	36,000	-	-	268,600	-	93,609	154,950	-	533,159
Other municipalities	-	13,000	-	200,000	221,000	478,687	-	-	-	912,687
Contributions from obligatory reserve funds	100,000	-	-	100,581	10,000	-	50,000	37,500	-	298,081
Investment	200,000	-	-	-	-	20,000	-	-	-	220,000
Penalties and interest on taxes	480,000	-	-	-	-	-	-	-	-	480,000
Gain on disposal of tangible capital assets	22,113	-	-	-	(8,993)	-	2,293	-	-	15,413
Other	407,625	18,100	10,500	445,000	519,800	823,000	683,406	131,400	178,900	3,217,731
	5,828,675	3,767,644	5,082,134	1,763,066	6,917,184	13,712,345	5,970,250	1,831,971	244,065	45,117,334
<b>Expenses</b>										
Salaries, wages and employee benefits	2,450,131	17,000	3,200,575	603,908	1,541,167	3,289,195	3,303,461	846,885	-	15,252,322
Interest on long-term liabilities	623,853	-	-	270,062	263,977	765,378	4,969	30,500	-	1,958,739
Materials and supplies	1,550,030	88,483	274,353	133,660	1,854,205	4,904,425	2,305,053	826,970	66,725	12,003,904
Contracted services	57,200	5,330,275	39,000	6,000	1,105,940	62,500	87,000	21,000	-	6,708,915
Rents, financial expenses and external transfers	79,500	20,500	149,500	241,711	436,429	7,500	297,147	41,110	178,900	1,452,297
Amortization	306,056	-	265,956	27,316	2,920,388	3,492,269	1,297,379	13,958	-	8,323,322
	5,066,770	5,456,258	3,929,384	1,282,657	8,122,106	12,521,267	7,295,009	1,780,423	245,625	45,699,499
Net revenues (expenses)	761,905	(1,688,614)	1,152,750	480,409	(1,204,922)	1,191,078	(1,324,759)	51,548	(1,560)	(582,165)
<b>Other</b>										
Grants and transfers related to capital	-	-	-	-	13,320	-	-	-	-	13,320
Government transfers	-	-	-	-	1,802,581	132,000	665,100	-	-	2,681,388
Contributions from obligatory reserve funds	-	1,707	80,000	-	250,000	15,000	-	-	-	265,000
Other	-	-	-	-	-	-	-	-	-	-
Income from government business enterprise - Hydro companies	-	-	-	-	-	-	-	-	218,751	218,751
	-	1,707	80,000	-	2,065,901	147,000	665,100	-	218,751	3,178,459
Annual surplus (deficit)	761,905	(1,686,907)	1,232,750	480,409	860,979	1,338,078	(659,659)	51,548	217,191	2,596,294

The accompanying notes are an integral part of these financial statements