

THE CORPORATION OF THE TOWNSHIP OF NORTH DUMFRIES

CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2012

THE CORPORATION OF THE TOWNSHIP OF NORTH DUMFRIES

For the year ended December 31, 2012

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INDEPENDENT AUDITORS' REPORT

To the Members of Council, Inhabitants and Ratepayers of The Corporation of the Township of North Dumfries

We have audited the accompanying consolidated financial statements of The Corporation of the Township of North Dumfries which comprise the consolidated statement of financial position as at December 31, 2012, consolidated statements of operations and accumulated surplus, changes in net financial assets 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

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.

Auditors' Responsibility

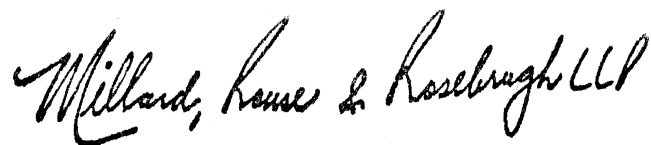
Our responsibility is to express an opinion on these consolidated financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain 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 auditors' judgement, 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 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 Town 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 Corporation of the Township of North Dumfries as at December 31, 2012, and the results of its operations and changes in net assets and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.



December 20, 2013

CHARTERED ACCOUNTANTS
Licensed Public Accountants

THE CORPORATION OF THE TOWNSHIP OF NORTH DUMFRIES
CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at December 31	2012	2011
FINANCIAL ASSETS		
Cash and short term investments	5,079,255	2,671,299
Taxes receivable (Note 4)	1,359,480	1,204,741
Accounts and grants receivable (Note 5)	660,312	1,106,827
Investment in Cambridge and North Dumfries Energy Plus Inc. (Note 6)	6,084,231	5,901,024
Notes receivable (Note 7)	3,019,708	3,019,708
TOTAL FINANCIAL ASSETS	16,202,986	13,903,599
FINANCIAL LIABILITIES		
Accounts payable and accrued liabilities	2,377,894	1,065,980
Other current liabilities	322,654	149,612
Deferred revenue (Obligatory Reserve Funds) (Note 8)	1,260,729	1,609,807
Employee post employment benefits (Note 11)	210,733	202,393
Net long-term liabilities (Note 9)	2,365,001	2,522,688
TOTAL LIABILITIES	6,537,011	5,550,480
NET FINANCIAL ASSETS	9,665,975	8,353,119
NON-FINANCIAL ASSETS		
Tangible capital assets - net (Schedule 1)	23,447,318	23,099,482
Inventories and prepaid expenses	45,049	35,796
	23,492,367	23,135,278
NET ASSETS	33,158,342	31,488,397
ACCUMULATED SURPLUS (Note 12)	33,158,342	31,488,397

THE CORPORATION OF THE TOWNSHIP OF NORTH DUMFRIES
CONSOLIDATED STATEMENT OF OPERATIONS AND ACCUMULATED SURPLUS

For the year ended December 31	Budget <i>(Unaudited)</i>	2012	2011
REVENUES			
Residential and farm taxation	3,257,625	2,322,072	2,204,962
Commercial, industrial and business taxation	-	1,080,511	941,009
Taxation from other governments	-	75,316	83,546
Fees and user charges (Note 13)	285,425	612,792	560,339
Canada grants	-	46,900	2,555,633
Ontario grants	337,500	337,500	2,539,362
Recoveries from other municipalities	25,000	4,830	1,526
Other revenue (Note 14)	736,736	3,168,497	2,971,679
	4,642,286	7,648,418	11,858,056
Change in equity in Cambridge and North Dumfries Energy Plus Inc. (Note 6)	-	183,207	337,684
TOTAL REVENUES	4,642,286	7,831,625	12,195,740
EXPENSES			
General government	969,964	1,034,704	945,591
Interest	20,000	100,885	103,301
Protection services	1,201,403	1,278,913	1,120,351
Transportation services	1,612,025	1,608,378	1,734,303
Environmental services	16,500	47,829	49,900
Recreation and cultural services	1,044,317	1,092,769	897,829
Planning and development	176,145	253,071	181,201
	5,040,354	5,416,549	5,032,476
INCOME BEFORE UNDER-NOTED ITEMS	(398,068)	2,415,076	7,163,264
OTHER INCOME/(EXPENSE)			
Gain/(Loss) on disposal of tangible capital assets	-	14,120	190,696
Amortization of tangible capital assets (Schedule 1)	-	(759,251)	(706,395)
	-	(745,131)	(515,699)
ANNUAL SURPLUS FROM OPERATIONS	-	1,669,945	6,647,565
ACCUMULATED SURPLUS - BEGINNING OF YEAR	-	31,488,397	24,840,832
ACCUMULATED SURPLUS - END OF YEAR	-	33,158,342	31,488,397

THE CORPORATION OF THE TOWNSHIP OF NORTH DUMFRIES
CONSOLIDATED STATEMENT OF CHANGES IN NET FINANCIAL ASSETS

For the year ended December 31	2012	2011
Annual Surplus from Operations	1,669,945	6,647,565
Amortization of tangible capital assets	759,251	706,395
Acquisition of tangible capital assets	(1,107,087)	(10,162,351)
(Gain)/Loss on disposal of tangible capital assets	(14,120)	(190,696)
Proceeds on disposal of tangible capital assets	14,120	207,665
Inventories and prepaid expenses	(9,253)	(2,224)
Increase/(Decrease) in Net Financial Assets	1,312,856	(2,793,646)
Net Financial Assets - Beginning of Year	8,353,119	11,146,765
Net Financial Assets - End of Year	9,665,975	8,353,119

THE CORPORATION OF THE TOWNSHIP OF NORTH DUMFRIES
CONSOLIDATED STATEMENT OF CASH FLOWS

For the year ended December 31	2012	2011
Operating Activities		
Annual Surplus from operations	1,669,945	6,647,565
sources (uses) of cash:		
Taxes receivable	(154,739)	414,240
Accounts receivable	446,515	1,690,378
Accounts payable and accruals	1,311,914	(98,523)
Employee post employment benefits	8,340	202,394
Deferred revenues - obligatory reserve funds	(349,078)	98,699
Other current liabilities	173,042	(7,609)
Inventories and prepaid expenses	(9,253)	(2,224)
	3,096,686	8,944,920
Non-cash charges to operations:		
Amortization	759,251	706,395
(Gain) Loss on disposal of assets	(14,120)	(190,696)
Cash Provided by Operating Transactions	3,841,817	9,460,619
Capital Activities		
Acquisition of tangible capital assets	(1,107,087)	(10,162,351)
Proceeds on disposal of tangible capital assets	14,120	207,665
Cash Applied to Financing Transactions	(1,092,967)	(9,954,686)
Investing Activities		
Increase in investment in Cambridge and North Dumfries Energy Inc.	(183,207)	(337,684)
Financing Activities		
Repayment of long-term liabilities	(157,687)	(155,484)
Net Change in Cash and Cash Equivalents	2,407,956	(987,235)
Cash and Cash Equivalents - Beginning of Year	2,671,299	3,658,534
Cash and Cash Equivalents - End of Year	5,079,255	2,671,299

THE CORPORATION OF THE TOWNSHIP OF NORTH DUMFRIES

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2012

The Corporation of the Township of North Dumfries is a Township in the Province of Ontario, Canada. It conducts its operations guided by the provisions of provincial statutes such as the Municipal Act and related legislation.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The consolidated financial statements of The Corporation of the Township of North Dumfries (the "Township") are prepared by management in accordance with Canadian generally accepted accounting principles as recommended by the Public Sector Accounting Board of the Canadian Institute of Chartered Accountants.

The preparation of financial statements in conformity with Canadian public sector accounting standards 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 expenditures during the period. Since precise determination of many assets and liabilities is dependent upon future events, the preparation of periodic financial statements necessarily involves the use of estimates and approximations. These have been made using careful judgement. Actual results could differ from these estimates. Significant aspects of the accounting policies adopted by the Township are as follows:

(a) Reporting Entities

- (i) The consolidated financial statements reflect the assets, liabilities, revenues, expenditures and fund balances of the reporting entity. The reporting entity is composed of all organizations, committees and local boards accountable for the administration of their financial affairs and resources to the Township and which are owned or controlled by the Township. These financial statements include:

Recreational Services

Inter-departmental and inter-organizational transactions and balances between these organizations have been eliminated.

(ii) Non-Consolidated Entities

The Township has no unconsolidated local boards, joint local boards, municipal enterprises and utilities.

(iii) Accounting for Region and School Board Transactions

The taxation, other revenues, expenditures, assets and liabilities with respect to the operations of the school boards and the Regional Municipality of Waterloo are not reflected in the municipal fund balances of these financial statements.

(iv) Trust Funds

Trust funds and their related operations administered by the Township are not consolidated, but are reported separately on the Trust Funds Statement of Continuity and Financial Position.

THE CORPORATION OF THE TOWNSHIP OF NORTH DUMFRIES

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2012

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(b) Basis of Accounting

(i) 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.

(ii) Accrual Basis of Accounting

Expenditures and related sources of financing are reported on the accrual basis of accounting. The accrual basis of accounting recognizes revenues in the period in which transactions or events occurred that gave rise to the revenues; expenditures are recognized in the period the goods and services are acquired and a liability is incurred or transfers are due.

(iii) 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, excluding land, are amortized on a straight-line basis over their estimated useful lives as follows:

Park equipment	15 years
Infrastructure - Roads	15 years
Infrastructure - Bridges	75 years
Land improvements	10-30 years
Buildings	40 years
Technology	4 years
Equipment	14 years
Vehicles	7 years

(iv) Reserves and Reserve Funds

Certain amounts, as approved by Township Council, are set aside in reserves and reserve funds for future operating and capital purposes. Transfers to/from reserves and reserve funds are an adjustment to the respective funds when approved.

(v) Government Transfers

Government transfers are recognized in the 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.

(vi) Investment in Cambridge and North Dumfries Energy Plus Inc.

The Township reports its share investment in Cambridge and North Dumfries Energy Plus Inc. using the modified equity basis of accounting.

THE CORPORATION OF THE TOWNSHIP OF NORTH DUMFRIES

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2012

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(vii) Deferred Revenue - Obligatory Reserve Funds

Revenues restricted by legislation, regulation or agreement and not available for general municipal purposes are reported as deferred revenue on the consolidated statement of financial position. The revenue is reported on the consolidated statement of financial operations in the year in which it is used for the specified purpose.

2. OPERATIONS OF SCHOOL BOARDS AND REGION OF WATERLOO

Further to Note 1(a)(iii), during 2012, the Township made property tax transfers to School Boards and the Region. The amount collected and remitted is summarized below:

	2012	2011
Public English	5,280,619	5,369,163
Separate English	1,670,003	1,775,326
Public French	10,259	10,540
Separate French	44,864	45,265
Region of Waterloo	9,935,211	9,469,118

3. TRUST FUNDS

Trust funds administered by the Township amounting to \$262,224 (2011 - \$260,257) have not been included on the Consolidated Balance Sheet nor have their operations been included in the Consolidated Statement of Operations.

4. TAXES RECEIVABLE

	2012	2011
Taxes receivable	1,370,480	1,215,741
Allowance for doubtful accounts	(11,000)	(11,000)
	1,359,480	1,204,741

THE CORPORATION OF THE TOWNSHIP OF NORTH DUMFRIES

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2012

5. ACCOUNTS AND GRANTS RECEIVABLE

	2012	2011
Grants receivable - Provincial	-	2,050
Other municipalities	183,653	471,536
HST receivable	137,373	328,448
Other accounts receivable	339,286	304,793
	660,312	1,106,827

6. INVESTMENT IN CAMBRIDGE AND NORTH DUMFRIES ENERGY PLUS INC.

In compliance with provincial legislation enacted to restructure the electricity industry in Ontario, Council approved the incorporation of the business of the former Cambridge and North Dumfries Hydro-Electric Commission. Four companies were incorporated under the Ontario Business Corporations Act; the holding company, Cambridge and North Dumfries Energy Plus Inc., and its wholly owned subsidiaries, Cambridge and North Dumfries Energy Solutions Inc., Cambridge and North Dumfries Hydro Inc. and Fibretech Telecommunications (Cambridge) Inc.

The Township owns 7.9% of all outstanding shares of Cambridge and North Dumfries Energy Plus Inc.

	2012	2011
The Township's investment is comprised of the following:		
Accumulated Equity		
Common shares (79 shares)	3,221,948	3,221,948
Prior years accumulated earnings	2,679,076	2,341,392
	5,901,024	5,563,340
Net Income for the year	416,956	546,896
Dividends	(233,749)	(209,212)
Change in equity for the year	183,207	337,684
Equity- End of Year	6,084,231	5,901,024
Notes receivable (Note 7)	3,019,708	3,019,708
Net Investment	9,103,939	8,920,732

THE CORPORATION OF THE TOWNSHIP OF NORTH DUMFRIES

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2012

7. NOTES RECEIVABLE

The Township holds a promissory note with Cambridge and North Dumfries Hydro Inc. The note is payable on demand with six months notice and is payable interest only on a quarterly basis. The established interest rate is currently 4.993% (2011 - 4.993%). The principal amount outstanding is as follows:

	2012	2011
Cambridge and North Dumfries Hydro Inc.	3,019,708	3,019,708

8. 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 possibly be refunded. The balances in the obligatory reserve funds of the Township are summarized as follows:

Obligatory Reserve Funds	2012	2011
Development charges	693,322	970,966
Recreational land	129,425	310,150
Federal gas transfer	304,354	194,832
Building Code Act	133,628	133,859
	1,260,729	1,609,807

THE CORPORATION OF THE TOWNSHIP OF NORTH DUMFRIES

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2012

9. NET LONG-TERM LIABILITIES

The total long-term liabilities reported on the consolidated statement of financial position include the following:

	2012	2011
4.5% Loan payable to Region of Waterloo, annual payments of \$8,456 including principal and interest	67,271	71,958
Variable rate (1% to 4.95%) 15 year debenture payable to the Region of Waterloo. Annual payments of \$150,000 plus interest. Principal payments increase annually up to the final year payment of \$243,000	2,297,730	2,450,730
	<u>2,365,001</u>	<u>2,522,688</u>

The following table outlines the principal and interest repayment requirements on the long-term debt:

	Principal	Interest	Total
2013	161,897	100,493	262,390
2014	166,117	95,955	262,072
2015	171,348	90,721	262,069
2016	177,588	84,849	262,437
2017	183,839	78,233	262,072
Thereafter	1,504,212	302,476	1,806,688
	<u>2,365,001</u>	<u>752,727</u>	<u>3,117,728</u>

10. PENSION AGREEMENTS

The Township makes contributions to the Ontario Municipal Employees Retirement System (OMERS), which is a multi-employer plan, on behalf of all permanent, full-time 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 for 2012 was \$118,152 (2011 - \$89,447) and is included as an expenditure on the Consolidated Statements of Operations.

THE CORPORATION OF THE TOWNSHIP OF NORTH DUMFRIES

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2012

11. POST EMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS

The Township provides post employment benefits to employees voluntarily electing retirement before the age of sixty-five. The Township provides an Extended Health Care Plan and a Dental Plan to retirees who have at least fifteen years of service and had commenced employment within fifteen years of their normal retirement date. The Township also offers life insurance coverage up to two times salary at retirement. The post employment benefits terminate at the earlier of the retiree's sixty-fifth birthday or in the event of death preceding the retiree's sixty-fifth birthday.

The Township undertook an initial actuarial estimate of this liability in the fiscal year. This valuation forms the basis of the estimated liability reported in these financial statements.

Assumptions	2012	2011
Discount rate	4.75%	4.75
Healthcare cost increases	3%-6.33%	3%-6.33%
Post Employment Benefits		
Accrued benefit - end of prior year	202,393	-
Cost of plan amendment - initial recognition	-	191,755
Current period benefit expense	8,765	8,165
Accrued interest	9,584	9,144
Benefit payments	(10,009)	(6,671)
Liability as at December 31	210,733	202,393

12. ACCUMULATED SURPLUS

The fund balances at the end of the year, as reflected in the Consolidated Statement of Operations are comprised of the following:

	2012	2011
For the general reduction of taxation	(776,180)	(3,175,654)
Invested in tangible capital assets	23,447,318	23,099,482
	22,671,138	19,923,828
Cambridge and North Dumfries Utility Corporations - Net investment	9,103,939	8,920,732
Reserves (Note 18)	949,845	2,212,557
Reserve funds (Note 18)	433,420	431,280
	10,487,204	11,564,569
	33,158,342	31,488,397

THE CORPORATION OF THE TOWNSHIP OF NORTH DUMFRIES

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2012

13. FEES AND USER CHARGES

Fees and other charges consist of the following:

	2012 Budget (Unaudited)	2012 Actual	2011 Actual
Administration and general governance	4,526	293,017	249,206
Fire services	28,825	68,919	32,832
Inspection and roadways	42,000	18,853	21,918
Recreation facilities and programs	172,874	176,165	207,871
Library services	-	1,487	2,177
Planning and zoning	37,200	54,351	46,335
	285,425	612,792	560,339

14. OTHER REVENUE

Other revenues of the Township are comprised of the following:

	2012 Budget (Unaudited)	2012 Actual	2011 Actual
Penalties and interest on taxes	153,500	183,241	204,346
Investment income	40,000	54,635	53,647
Interest earned on Energy Plus promissory note	-	150,774	150,774
Dividends from Energy Plus	-	233,749	209,212
Development charges and contributions	-	1,173,192	453,067
Lot levies earned	-	-	-
Licenses and permits	244,800	279,804	145,214
Donations	-	782,319	1,578,527
Other income	298,436	310,783	176,892
	736,736	3,168,497	2,971,679

15. BUDGET AMOUNTS

The Township Council completes separate budget reviews for its operating and capital budgets each year. The approved operating budget for 2012 is reflected on the Statement of Operations. For capital spending, budgets are set for individual projects and funding for these activities is determined annually and made from operations and transfers from reserve funds and by application of applicable grants or other funds available to apply to capital projects.

THE CORPORATION OF THE TOWNSHIP OF NORTH DUMFRIES

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2012

16. EMPLOYEE COMPENSATION

As required by Public Sector Salary Disclosure Act, 1996, the Township did not have any employees who were paid \$100,000 or more in 2012.

17. CONTINGENCY

The Township has received a notice of potential claim. The claim is against the Township and its architect/consultant related to the construction of the Community Complex. The ultimate payer and any amount of settlement, if any, cannot be determined at this time.

THE CORPORATION OF THE TOWNSHIP OF NORTH DUMFRIES

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2012

18. RESERVES AND RESERVE FUNDS

The total balance of reserves and reserve funds of \$949,845 (2011 - \$2,212,557) and \$433,420 (2011 - \$431,280) respectively is made up of the following:

	2012	2011
Reserves Set Aside for Specific Purpose by Council:		
Municipal building	-	6,468
Water and sewer	(12,313)	(12,313)
Fire services	-	1,831
Parks equipment	54,023	112,311
Public works equipment	21,898	123,786
Energy Plus Inc. interest	130,638	404,775
Working funds	128,213	110,912
Roads public works	708	260,708
Slater hall	465	8,976
Rural water	4,144	4,144
Gravel subsidy	389,267	757,127
L.A.C.A.C.	10,972	10,972
Fire reservoir	45,150	45,150
Ayr special area rate	36,100	65,280
New library	63,080	62,766
Multi-use facility	2,500	224,664
Roseville Community Centre	25,000	25,000
Infrastructure	50,000	-
Total Reserves	949,845	2,212,557
Reserve Funds Set Aside for Specific Purposes by Council:		
Charges for capital purposes	6,371	6,340
Lot grading deposits refundable	343,042	341,336
West River road	27,256	27,120
Letter of Credit Runion	4,860	4,836
Letter of Credit Boida	898	894
Inspection fees	35,541	35,364
Oliver/Fowlie Works	2,237	2,226
Heaman Works	6,309	6,278
Edgar/Burnside	3,906	3,886
Tender deposits	3,000	3,000
Total Reserve Funds	433,420	431,280
Total Reserves and Reserve Funds	1,383,265	2,643,837

THE CORPORATION OF THE TOWNSHIP OF NORTH DUMFRIES

SCHEDULE OF TANGIBLE CAPITAL ASSETS For the year ended December 31, 2012

SCHEDULE 1

	Land	Parks	Building	Equipment	Bridges	Technology	Vehicles	Assets under Construction	Total 2012 (incl. WIP)	Total 2011 (incl. WIP)
Cost										
Balance, beginning of year	3,040,883	364,966	18,265,281	572,224	2,168,539	51,442	2,425,723	729,858	27,618,916	17,501,814
Additions during the year	-	-	1,523,989	38,285	-	-	274,671	(729,858)	1,107,087	10,162,351
Disposals during the year	-	-	-	-	-	-	127,204	-	127,204	45,249
Balance, end of year	3,040,883	364,966	19,789,270	610,509	2,168,539	51,442	2,573,190	-	28,598,799	27,618,916
Accumulated Amortization										
Balance, beginning of year	-	249,886	1,083,132	144,448	1,043,594	35,771	1,962,603	-	4,519,434	3,841,319
Amortization during the year	-	24,092	491,578	39,675	28,914	10,254	164,738	-	759,251	706,395
Accumulated amortization on disposal	-	-	-	-	-	-	127,204	-	127,204	28,280
Balance, end of year	-	273,978	1,574,710	184,123	1,072,508	46,025	2,000,137	-	5,151,481	4,519,434
Net Book Value of Tangible Capital Assets	3,040,883	90,988	18,214,560	426,386	1,096,031	5,417	573,053	-	23,447,318	23,099,482

THE CORPORATION OF THE TOWNSHIP OF NORTH DUMFRIES

SCHEDULE OF SEGMENTED INFORMATION

SCHEDULE 2

The Township is a lower tier municipality that provides a wide range of services to its citizens. The major services chosen for segmented disclosure are those for which the percentage of annual operating expenditures is greater than 10% of the Township's total operating expenditures. The revenues and expenditures reported for each segment include directly attributable amounts as well as internal charges and recoveries allocated on a reasonable basis.

A description of each major service and the activities each provide are as follows:

Governance and Corporate Services

This segment reports the activities of the general governmental services, including political governance, corporate services (finance and clerks). This segment also includes all general activities for the Township that cannot be easily apportioned to one department or another.

Fire Protection and Emergency Services

The Township provides emergency fire services. The service is to protect the lives and property of the residents of the Township from fires. The goals of the department are to prevent fires, educate the public with regards to fire related risks, to enforce safety standards, fight and suppress fires and to plan and respond to all emergencies throughout the Township.

Transportation Services

The transportation services department is responsible for the safe and efficient movement of people and goods within the Township. Responsibilities include road construction and maintenance, traffic signals and signs, winter control, developing parking and traffic control bylaws, implementation and maintenance of street lighting, and management and maintenance of parking lots.

Recreation and Cultural Services

This segment includes parks, recreation programs, recreation facilities, libraries and cultural services. Responsibilities include management and provision of recreational services, facilities and programs and administration and maintenance of the libraries.

THE CORPORATION OF THE TOWNSHIP OF NORTH DUMFRIES

SCHEDULE OF SEGMENTED INFORMATION For the year ended December 31, 2012

SCHEDULE 2

	Governance	Fire and Protection Services	Transportation Services	Recreational and Cultural Services	Other	Total 2012
Revenue						
Taxation	3,477,899	-	-	-	-	3,477,899
Grants	337,500	-	-	46,900	-	384,400
Revenue from other municipalities	-	-	18,950	-	-	18,950
Other revenue	474,642	84,630	3,142	487,935	2,346,417	3,396,766
Government Business Enterprise	384,523	-	-	-	183,207	567,730
Total Revenues	4,674,564	84,630	22,092	534,835	2,529,624	7,845,745
Expenses						
Salaries and benefits	653,642	558,568	515,434	510,104	104,788	2,342,536
Materials	357,169	250,369	959,338	512,394	100,805	2,180,075
Contracted services	7,607	469,976	138,875	53,483	86,778	756,719
Debt servicing	-	-	-	100,885	3,261	104,146
Amortization	52,781	71,046	135,634	499,791	-	759,252
Other expenditures [2]	16,283	-	-	16,789	-	33,072
Total Expenditures	1,087,482	1,349,959	1,749,281	1,693,446	295,632	6,175,800
Net Surplus (Deficit)	3,587,082	(1,265,329)	(1,727,189)	(1,158,611)	2,233,992	1,669,945

[1] Other Revenues - Includes licenses, permits, interest, donations, sale of publications and user charges.

[2] Other Expenditures - Includes rents and financial expenses, inter-functional adjustments and allocations of program support.

THE CORPORATION OF THE TOWNSHIP OF NORTH DUMFRIES

SCHEDULE OF SEGMENTED INFORMATION For the year ended December 31, 2011

SCHEDULE 2

	Governance	Fire and Protection Services	Transportation Services	Recreational and Cultural Services	Other	Total 2011
Revenue						
Taxation	3,229,517	-	-	-	-	3,229,517
Grants	331,700	-	391,295	4,372,000	-	5,094,995
Revenue from other municipalities	-	-	1,526	-	-	1,526
Other revenue [1]	684,091	200,062	4,547	400,744	2,073,284	3,362,728
Government Business Enterprise	359,986	-	-	-	337,684	697,670
Total Revenue	4,605,294	200,062	397,368	4,772,744	2,410,968	12,386,436
Expenses						
Salaries and benefits	627,549	457,358	522,950	511,411	53,495	2,172,763
Materials	288,563	199,938	1,129,258	353,847	54,086	2,025,692
Contracted services	11,476	463,055	82,095	31,868	74,087	662,581
Debt servicing	-	-	-	103,301	3,463	106,764
Amortization	61,488	67,602	122,505	454,800	-	706,395
Other expenditures [2]	18,003	-	-	9,608	37,065	64,676
Total Expenditures	1,007,079	1,187,953	1,856,808	1,464,835	222,196	5,738,871
Net Surplus (Deficit)	3,598,215	(987,891)	(1,459,440)	3,307,909	2,188,772	6,647,565

[1] Other Revenues - Includes licenses, permits, interest, donations, sale of publications and user charges.

[2] Other Expenditures - Includes rents and financial expenses, inter-functional adjustments and allocations of program support.