

**The Corporation of the Township
of Lake of Bays
Consolidated Financial Statements
For the year ended December 31, 2016**

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Tel: 705 789 4469
Fax: 705 789 1079
www.bdo.ca

BDO Canada LLP
75 West Road
Huntsville ON P1H 1T4 Canada

Independent Auditor's Report

To the Members of Council, Residents and Ratepayers of
The Corporation of the Township of Lake of Bays

We have audited the accompanying consolidated financial statements of The Corporation of the Township of Lake of Bays, which comprise the consolidated statement of financial position as at December 31, 2016, and consolidated statements of operations, change 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.

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 Corporation of the Township of Lake of Bays as at December 31, 2016, and the results of its operations and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

BDO Canada LLP

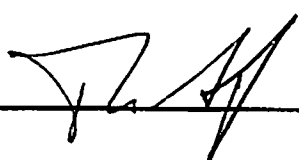
Chartered Professional Accountants, Licensed Public Accountants

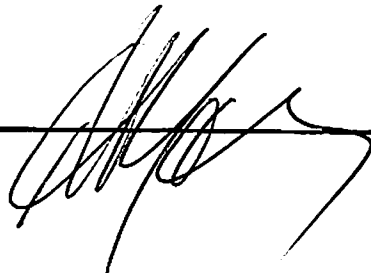
Huntsville, Ontario
April 18, 2017

**The Corporation of the Township of Lake of Bays
Consolidated Statement of Financial Position**

December 31	2016	2015
Financial assets		
Cash	\$ 2,238,818	\$ 2,756,838
Restricted cash (Note 1)	677,393	957,565
Taxes receivable	1,451,111	1,620,058
Accounts receivable	632,849	156,659
Due from trust funds	124	218
	5,000,295	5,491,338
Liabilities		
Accounts payable and accrued liabilities	1,459,995	692,194
Tax revenue received in advance	667,217	638,681
Deferred revenue (Note 1)	677,393	957,565
Long-term debt (Note 2)	999,997	1,031,015
	3,804,602	3,319,455
Net financial assets	1,195,693	2,171,883
Non-financial assets		
Tangible capital assets (Note 3)	21,104,096	19,037,666
Prepaid expenses and inventory of supplies	138,263	147,186
	21,242,359	19,184,852
Accumulated surplus (Note 4)	\$ 22,438,052	\$ 21,356,735

On behalf of Council:


_____ Treasurer


_____ Mayor

**The Corporation of the Township of Lake of Bays
Consolidated Statement of Financial Position**

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On behalf of Council:

_____ Treasurer

_____ Mayor

**The Corporation of the Township of Lake of Bays
Consolidated Statement of Operations**

For the year ended December 31	(Note 5) Budget 2016	Actual 2016	Actual 2015
Revenue			
Taxation (Note 6)	\$ 4,786,563	\$ 4,841,006	\$ 4,411,782
Government transfers - Federal	27,000	80,458	38,531
Government transfers - Provincial	791,434	815,721	800,904
Government transfers - Municipal	328,000	351,039	271,107
User fees and service charges	257,455	543,881	509,145
Permits, licenses and fines	526,550	518,456	635,063
Gain (loss) on sale of tangible capital assets	-	(71,734)	2,108
Investment income	31,600	42,287	40,696
Interest and penalty on taxes	225,000	228,677	236,214
Donations	25,850	50,744	63,462
Other grants	5,700	17,056	9,729
Obligatory reserve funds used (Note 1)	707,200	677,265	165,854
	<u>7,712,352</u>	<u>8,094,856</u>	<u>7,184,595</u>
Expenses			
General government	1,288,073	1,333,412	1,303,802
Protection services	1,163,204	1,086,214	1,095,799
Transportation services	3,038,856	2,839,931	2,561,579
Environmental services	15,565	10,804	17,319
Health services	71,400	44,159	45,622
Recreation and cultural services	1,157,572	1,155,057	1,106,249
Planning and development	434,205	543,962	454,845
	<u>7,168,875</u>	<u>7,013,539</u>	<u>6,585,215</u>
Annual surplus	543,477	1,081,317	599,380
Accumulated surplus, beginning of year	<u>21,356,735</u>	<u>21,356,735</u>	<u>20,757,355</u>
Accumulated surplus, end of year	<u>\$ 21,900,212</u>	<u>\$ 22,438,052</u>	<u>\$ 21,356,735</u>

The accompanying summary of significant accounting policies and notes are an integral part of these financial statements.

**The Corporation of the Township of Lake of Bays
Consolidated Statement of Change in Net Financial Assets**

For the year ended December 31	(Note 5) Budget 2016	Actual 2016	Actual 2015
Annual surplus	\$ 543,477	\$ 1,081,317	\$ 599,380
Acquisition of tangible capital assets	(3,591,100)	(3,570,492)	(1,446,300)
Amortization of tangible capital assets	1,470,000	1,387,325	1,329,983
Gain (loss) on sale of tangible capital assets	-	71,734	(2,108)
Proceeds on sale of tangible capital assets	-	45,003	15,266
	(1,577,623)	(985,113)	496,221
Acquisition (consumption) of prepaid expenses and inventory of supplies	-	8,923	(23,918)
Net change in net financial assets	(1,577,623)	(976,190)	472,303
Net financial assets, beginning of year	2,171,883	2,171,883	1,699,580
Net financial assets, end of year	\$ 594,260	\$ 1,195,693	\$ 2,171,883

The accompanying summary of significant accounting policies and notes are an integral part of these financial statements.

The Corporation of the Township of Lake of Bays
Consolidated Statement of Cash Flows

For the year ended December 31	2016	2015
Operating transactions		
Annual surplus	\$ 1,081,317	\$ 599,380
Items not involving cash		
Amortization of tangible capital assets	1,387,325	1,329,983
Loss (gain) on sale of tangible capital assets	71,734	(2,108)
Changes in non-cash operating balances		
Taxes receivable	168,947	(50,879)
Accounts receivable	(476,190)	80,164
Due from trust funds	94	19,372
Accounts payable and accrued liabilities	767,801	103,376
Tax revenue received in advance	28,536	49,076
Prepaid expenses and inventory of supplies	8,923	(23,918)
	<u>3,038,487</u>	<u>2,104,446</u>
Capital transactions		
Acquisition of tangible capital assets	(3,570,492)	(1,446,300)
Proceeds on sale of tangible capital assets	45,003	15,266
	<u>(3,525,489)</u>	<u>(1,431,034)</u>
Financing transactions		
Proceeds from issuance of long-term debt	250,000	300,000
Repayment of long-term debt	(281,018)	(224,652)
	<u>(31,018)</u>	<u>75,348</u>
Increase (decrease) in cash during the year	(518,020)	748,760
Cash, beginning of year	<u>2,756,838</u>	<u>2,008,078</u>
Cash, end of year	<u>\$ 2,238,818</u>	<u>\$ 2,756,838</u>

Supplementary Information

During the year, the company paid cash interest in the amount of \$31,738 (2015 - \$35,431).

The Corporation of the Township of Lake of Bays Summary of Significant Accounting Policies

December 31, 2016

**Management Responsibility
for the Financial Statements**

The consolidated financial statements of The Corporation of the Township of Lake of Bays ("Municipality") are the responsibility of management. They have been prepared in accordance with Canadian public sector accounting standards. The Corporation of the Township of Lake of Bays is a municipality in the province of Ontario. The municipality provides services such as general government services, protection to persons and property, transportation and roadways, recreation, public works, planning, parks and recreation.

Reporting Entity

The reporting entity includes the Municipality and all entities that are controlled by the Municipality.

All controlled entities are consolidated in the Municipality's financial statements according to the Municipality's percentage ownership. Inter-organizational balances and transactions are eliminated upon consolidation.

Entities fully consolidated in the Municipality's financial statements include:

Libraries (Dwight and Baysville)	100%
Cemeteries (Franklin, Sinclair, Ridout, and McLean)	100%

Basis of Accounting

The financial statements have been prepared using Canadian public sector accounting standards.

Tangible Capital Assets

Tangible capital assets are recorded at cost less accumulated amortization. Cost includes all costs directly attributable to acquisition or construction of the tangible capital asset including transportation costs, installation costs, design and engineering fees, legal fees and site preparation costs. Contributed tangible capital assets are recorded at fair value at the time of the donation, with a corresponding amount recorded as revenue. Amortization is recorded on a straight-line basis over the estimated life of the tangible capital asset commencing once the asset is available for productive use as follows:

Facilities	10 to 40 years
Roads and bridges	10 to 75 years
Equipment, fleet and vehicles	3 to 15 years

The Corporation of the Township of Lake of Bays Summary of Significant Accounting Policies

December 31, 2016

Non-financial Assets	Non-financial assets are not available to discharge existing liabilities and are held for use in the provision of services. They have useful lives extending beyond the current year and are not intended for sale in the ordinary course of operations. The change in non-financial assets during the year, together with the excess of revenue over expenses, provides the consolidated change in net financial assets for the year.
Inventory of Supplies	Inventory of supplies are recorded at the lower of cost and net realizable value. Inventory of materials is recorded at the lower of average cost and net realizable value.
Deferred Revenue	Revenue restricted by legislation, regulation or agreement and not available for general municipal purposes is reported as deferred revenue on the consolidated 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.
Post Retirement Benefits	The municipality is an employer member of the Ontario Municipal Employees Retirement System (OMERS), which is a multi-employer, defined benefit pension plan. The Board of Trustees, representing plan members and employers, is responsible for overseeing the management of the pension plan, including investment of the assets and administration of the benefits. The municipality has adopted defined contribution plan accounting principles for this Plan because insufficient information is available to apply defined benefit plan accounting principles. The municipality records as a pension expense the current service cost, amortization of past service costs and interest costs related to the future employer contributions to the Plan for past employee service.
Revenue Recognition	<p>Taxes are recorded at estimated amounts when they meet the definition of an asset, have been authorized and the taxable event occurs. For property taxes, the taxable event is the period for which the tax is levied. Taxes receivable are recognized net of an allowance for anticipated uncollectible amounts.</p> <p>The municipality is entitled to collect interest and penalties on overdue taxes. These revenues are recorded in the year the interest and penalties are levied.</p> <p>Fees and user charges, licenses, permits and rents are recognized as revenue when the services are provided and there is reasonable assurance of collection.</p>

**The Corporation of the Township of Lake of Bays
Summary of Significant Accounting Policies**

December 31, 2016

Government Transfers	Government transfers are recognized as revenue in the consolidated financial statements when the transfer is authorized and any eligibility criteria are met, except to the extent that transfer stipulations give rise to an obligation that meets the definition of a liability. Transfers are recognized as deferred revenue when transfer stipulations give rise to a liability. Transfer revenue is recognized in the statement of operations as the stipulation liabilities are settled.
District and School Boards	The municipality collects taxation revenue on behalf of the school boards and the District Municipality of Muskoka. The taxation, other revenues, expenses, assets and liabilities with respect to the operations of the school boards and the District Municipality of Muskoka are not reflected in these consolidated financial statements.
Trusts Under Administration	Trusts administered by the Municipality are not included in these financial statements. The trust balances are disclosed in Note 10.

The Corporation of the Township of Lake of Bays
Notes to Consolidated Financial Statements

December 31, 2016

1. Restricted Cash and Deferred Revenue

	2016	2015
Obligatory reserve funds		
Federal gas tax	\$ 61,478	\$ 128,752
Development Charges Act	269,345	466,736
Parkland	346,570	362,077
	\$ 677,393	\$ 957,565

The net change during the year in the deferred revenue balances is made up as follows:

	Federal Gas Tax	Development Charges Act	Parkland
Deferred revenue, beginning of year	\$ 128,752	\$ 466,736	\$ 362,077
Funds received during the year	106,594	59,660	52,531
Interest earned	1,132	3,673	2,822
Funds used during the year	(175,000)	(260,724)	(70,860)
Deferred revenue, end of year	\$ 61,478	\$ 269,345	\$ 346,570

The above funds held as deferred revenue are restricted in their use by their respective legislation.

The Corporation of the Township of Lake of Bays
Notes to Consolidated Financial Statements

December 31, 2016

2. Long-Term Debt

The balance of long-term debt reported on the consolidated statement of financial position is made up of the following:

	<u>2016</u>	<u>2015</u>
Demand loan payable, secured by equipment, repayable \$1,217 monthly including interest at 2.67% per annum, maturing October 2017	\$ 12,029	\$ 26,104
Demand loan payable, secured by equipment, repayable \$3,936 monthly including interest at the bank's prime rate plus 2.85% per annum, maturing November 2017	42,693	88,004
Demand loan payable, secured by equipment, repayable \$3,637 monthly including interest at 3.01% per annum, maturing October 2018	77,783	118,384
Demand loan payable, secured by equipment, repayable \$1,585 monthly including interest at 2.42% per annum, maturing October 2018	35,605	53,524
Demand loan payable, secured by equipment, repayable \$721 monthly including interest at 2.42% per annum, maturing October 2018	16,184	24,330
Demand loan payable, secured by equipment, repayable \$5,222 monthly including interest at 2.65% per annum, maturing August 2019	161,210	218,753
Demand loan payable, secured by equipment, repayable \$3,927 monthly including interest at 2.73% per annum, maturing October 2020	174,884	216,567
Demand loan payable, secured by equipment, repayable \$829 monthly including interest at 2.51% per annum, maturing December 2021	250,000	-
Demand loan payable, secured by equipment, repayable \$506 monthly including interest at 2.33% per annum, matured during the year	-	5,005
Debentures payable to District Municipality of Muskoka, payable \$64,752 annually including interest at 5.00% per annum, due in 2020	229,609	280,344
	<u>\$ 999,997</u>	<u>\$ 1,031,015</u>

The Corporation of the Township of Lake of Bays
Notes to Consolidated Financial Statements

December 31, 2016

2. Long-Term Liabilities (continued)

Long-term debt payments for the next five years are due as follows:

2017	\$	326,118
2018		270,407
2019		195,380
2020		155,563
2021		52,529
		<hr/>
	\$	<u>999,997</u>

Interest expense in the amount of \$31,738 (2015 - \$35,431) relating to the above long-term liabilities has been recognized in the consolidated statement of operations.

The Township has a revolving demand facility agreement with Royal Bank of Canada. The amount available under the facility is \$3,000,000 to finance general operating requirements. The interest rate on this facility is prime less 0.50% per annum. At December 31, 2016, the Township had not drawn on this facility.

The Corporation of the Township of Lake of Bays
Notes to Consolidated Financial Statements

December 31, 2016

3. Tangible Capital Assets

					2016	2015
	Land	Facilities	Equipment, Fleet and Vehicles	Roads and Bridges	Total	Total
Cost, beginning of year	\$ 2,615,639	\$ 7,397,072	\$ 6,560,548	\$ 19,403,214	\$ 35,976,473	\$ 34,773,995
Additions	-	1,995,318	458,340	1,116,834	3,570,492	1,446,300
Disposals	-	(187,083)	(283,784)	(5,377)	(476,244)	(243,822)
Cost, end of year	2,615,639	9,205,307	6,735,104	20,514,671	39,070,721	35,976,473
Accumulated amortization, beginning of year	-	3,026,460	4,918,479	8,993,868	16,938,807	15,839,490
Amortization	-	183,451	380,354	823,520	1,387,325	1,329,983
Disposals	-	(105,167)	(248,963)	(5,377)	(359,507)	(230,666)
Accumulated amortization, end of year	-	3,104,744	5,049,870	9,812,011	17,966,625	16,938,807
Net carrying amount, end of year	\$ 2,615,639	\$ 6,100,563	\$ 1,685,234	\$ 10,702,660	\$ 21,104,096	\$ 19,037,666

The municipality holds various works of art and historical treasures. These items are not recognized as tangible capital assets in the consolidated financial statements because a reasonable estimate of the future benefits associated with such property cannot be made.

The Corporation of the Township of Lake of Bays
Notes to Consolidated Financial Statements

December 31, 2016

4. Accumulated Surplus

The municipality segregates its accumulated surplus in the following categories:

	<u>2016</u>	<u>2015</u>
Reserves		
Working Capital	\$ 9,814	\$ 184,814
OMPF	-	175,000
OLRA	584,240	780,886
Fire Boat	51,321	51,321
Fire	217,815	187,815
Elections	35,081	21,081
Building Department	307,353	277,589
LoB Fish Habitat	10,257	10,257
Library	9,358	9,358
Youth fund	4,332	2,027
A. Daniels Fish	3,135	3,135
Pit Rehabilitation	85,933	77,708
Gravel	62,379	62,379
Green	302	302
Tourism/economic development fund	13,509	13,509
General surplus reserve	411,492	1,106,124
Baysville community fund	-	(3,085)
Dwight community fund	-	506
Fire station 20	-	1,195
Fire station 30	12,618	8,118
Fire station 40	867	4,937
Fire station 50	37	37
Land sale	4,948	229,948
Planning aerial photo	19,580	19,580
WSIB schedule 2	142,195	110,001
Heritage	20,582	5,276
Future projects reserve	200,000	-
	2,207,148	3,339,818
Capital outlay financed by long-term liabilities and to be recovered in future years	(999,997)	(1,031,015)
Investment in tangible capital assets	21,104,096	19,037,666
Surplus	126,805	10,266
	\$ 22,438,052	\$ 21,356,735

The investment in tangible capital assets represents amounts already spent and invested in infrastructure and other non-financial assets.

Reserves represent amounts set aside by bylaw or council resolution for specific purposes.

The Corporation of the Township of Lake of Bays
Notes to Consolidated Financial Statements

December 31, 2016

5. Budget

The Financial Plan (Budget) By-Law adopted by Council on December 15, 2015. The budget was prepared on a modified accrual basis while Canadian public sector accounting standards now require a full accrual basis. Council has reviewed and approved the 2016 Report on Excluded Expenses as required by Ontario Regulation 284/09 which expressly permits municipalities to exclude amortization expense from the budget. The budget approved by Council represents a balanced budget from a cash flow perspective and therefore includes budgeted transfers from prior year's reserves and reduction of long-term debt. In addition, the budget expensed all tangible capital expenditures rather than including amortization expense. As a result, the budget figures presented in the consolidated statements of operations and change in net financial assets represent the Financial Plan adopted by Council on December 15, 2015 with adjustments as follows:

	2016
Financial Plan (Budget) By-law surplus for the year	\$ -
Add:	
Capital expenditures	3,591,100
Transfers to reserves	60,639
Debt repayment	301,248
Less:	
Amortization of tangible capital assets	(1,470,000)
Transfers from reserves	(1,689,510)
Proceeds from long-term debt	(250,000)
	\$ 543,477

Under Canadian public sector accounting standards, budget amounts are to be reported on the consolidated statement of operations for comparative purposes. The 2016 budget amounts for the The Corporation of the Township of Lake of Bays approved by Council have been restated to conform to the basis of preparation of the revenues and expenses on the consolidated statement of operations.

The Corporation of the Township of Lake of Bays
Notes to Consolidated Financial Statements

December 31, 2016

6. Operations of School Boards and the District of Muskoka

During the year, the following taxation revenue was levied and remitted to the school boards and the District of Muskoka:

	<u>2016</u>	<u>2015</u>
Taxation	\$ 19,516,178	\$ 18,815,249
Less: school board requisitions	(5,527,024)	(5,596,752)
Less: upper tier requisitions	(9,148,148)	(8,806,715)
	<u>\$ 4,841,006</u>	<u>\$ 4,411,782</u>

7. Post Retirement Benefits

OMERS provides pension services to more than 470,000 active and retired members and approximately 1,000 employers. Each year an independent actuary determines the funding status of OMERS Primary Pension Plan (the Plan) by comparing the actuarial value of invested assets to the estimated present value of all pension benefits that members have earned to date. The most recent actuarial valuation of the Plan was conducted at December 31, 2016. The results of this valuation disclosed total actuarial liabilities of \$87,554 million in respect of benefits accrued for service with actuarial assets at that date of \$81,834 million indicating an actuarial deficit of \$5,720 million. Because OMERS is a multi-employer plan, 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.

Contributions made by the municipality to OMERS for 2016 were \$208,313 (2015 - \$192,225).

8. Contingent Liability

During 2014, the Government of Ontario expanded regulations to include six additional cancers presumed to be work-related for firefighters under the Workplace Safety and Insurance Act. This change is retroactive to January 1, 1960. During the years 1996 to 2004, the municipality was a schedule 2 employer for WSIB, meaning that the municipality self-insured for WSIB benefits. This change in regulations may give rise to liabilities of the municipality for work-related cancers incurred by firefighters during this time. The municipality is assessing the impact of this change and is unable to determine whether a liability exists at year end. Consequently, no provision has been made in these financial statements for any liability that may result.

The Corporation of the Township of Lake of Bays
Notes to Consolidated Financial Statements

December 31, 2016

9. Commitments

The municipality is liable for a Workplace Safety and Insurance Board (WSIB) claim when it was a "schedule 2" employer. The municipality is required to make payments each year until 2029. The total payments remaining for this claim are approximately \$202,322. WSIB invoices the municipality for this claim annually based on the initial claim amount. Actual payments will be reflected in the consolidated statement of operations in the period in which the payment is invoiced by WSIB. Payments made in 2016 were \$34,645 (2015 - \$32,195).

10. Trust Funds

The trust funds administered by the municipality amounting to \$200,165 (2015 - \$193,158) have not been included in the consolidated statement of financial position nor have the operations been included in the consolidated statement of operations. At December 31, 2016, the trust fund balances are as follows:

	<u>2016</u>	<u>2015</u>
Cemetery Care and Maintenance	\$ 184,689	\$ 177,589
Planning costs recoverable	15,476	15,569
	<u>\$ 200,165</u>	<u>\$ 193,158</u>

The Corporation of the Township of Lake of Bays Notes to Consolidated Financial Statements

December 31, 2016

11. Segmented Information

The Corporation of the Township of Lake of Bays is a diversified municipal government institution that provides a wide range of services to its citizens such as fire and community services. Distinguishable functional segments have been separately disclosed in the segmented information. The nature of the segments and the activities they encompass are as follows:

General Government

General government accounts for the revenues and expenses that relate to the operations of the municipality itself and cannot be directly attributed to any specific segment.

Protection Services

Protection is comprised of fire protection, by-law enforcement services and emergency planning. The fire department is responsible to provide fire suppression service, fire prevention programs, training and education. The members of the fire department consist of volunteers.

Transportation and Environmental Services

Transportation is responsible for the seasonal maintenance of roads, winter control, storm sewer maintenance and streetlighting.

Health Services

Included in health services is the maintenance and upkeep of the municipally controlled cemeteries.

Recreation and Cultural Services

Recreational programs and cultural programs like skating lessons are provided at arenas, aquatic centres and community centres. Also, the municipality provides library services to assist with its citizens' informational needs.

Planning and Development

This department provides a number of services including township and economic planning, maintenance and enforcement of building and construction codes and review of all property development plans through its application process.

The accounting policies of the segments are the same as those described in the summary of significant accounting policies. In measuring and reporting segment revenue from transactions with other segments, inter-segment transfers are measured on the basis of budgeted amounts.

Amounts that are directly attributable to a number of segments have been allocated on a reasonable basis as follows:

Taxation	allocated to those segments that are funded by these amounts based on the net surplus for the year.
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The Corporation of the Township of Lake of Bays
Notes to Consolidated Financial Statements

December 31, 2016

11. Segmented Information (continued)

For the year ended December 31	General Government	Protection Services	Transportation Services	Environmental Services	Health Services	Recreation and Cultural Services	Planning and Development	2016 Total
Revenue								
Taxation	\$ 1,137,094	\$ 569,859	\$ 2,043,857	\$ 8,925	\$ 31,938	\$ 913,297	\$ 136,036	\$ 4,841,006
Government transfers	770,900	20,408	351,039	1,879	-	22,534	80,457	1,247,217
User fees and service charges	73,344	40,761	13,733	-	10,890	94,741	310,413	543,882
Permits, licenses and fines	60,389	438,921	-	-	-	19,146	-	518,456
Gain on sale of tangible capital assets	(71,734)	-	-	-	-	-	-	(71,734)
Interest and penalties on tax arrears	228,677	-	-	-	-	-	-	228,677
Other	40,956	16,265	-	-	1,331	34,479	17,056	110,087
Obligatory reserve fund revenue recognized	175,103	-	431,302	-	-	70,860	-	677,265
	2,414,729	1,086,214	2,839,931	10,804	44,159	1,155,057	543,962	8,094,856
Expenses								
Salaries and benefits	1,006,755	483,242	750,832	7,172	30,023	554,814	401,006	3,233,844
Goods and services	163,926	282,484	560,636	1,836	10,999	352,235	118,314	1,490,430
Contracted services	129,966	266,235	425,732	1,796	-	20,604	22,685	867,018
Interest	-	1,033	30,705	-	-	-	-	31,738
Amortization	29,584	53,220	1,072,026	-	3,137	227,404	1,957	1,387,328
Other	3,181	-	-	-	-	-	-	3,181
	1,333,412	1,086,214	2,839,931	10,804	44,159	1,155,057	543,962	7,013,539
	\$ 1,081,317	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,081,317

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

December 31, 2016

11. Segmented Information (continued)

For the year ended December 31	General Government	Protection Services	Transportation Services	Environmental Services	Health Services	Recreation and Cultural Services	Planning and Development	2015 Total
Revenue								
Taxation	\$ 738,387	\$ 455,917	\$ 2,147,696	\$ 13,843	\$ 37,829	\$ 895,320	\$ 122,790	\$ 4,411,782
Government transfers	747,000	18,891	271,107	3,476	-	31,537	38,531	1,110,542
User fees and service charges	69,822	39,475	14,026	-	6,424	90,874	288,524	509,145
Permits, licenses and fines	60,533	551,241	-	-	-	23,289	-	635,063
Gain on sale of tangible capital assets	2,108	-	-	-	-	-	-	2,108
Interest and penalties on tax arrears	236,214	-	-	-	-	-	-	236,214
Other	39,327	30,275	-	-	1,369	37,916	5,000	113,887
Obligatory reserve fund revenue recognized	9,791	-	128,750	-	-	27,313	-	165,854
	1,903,182	1,095,799	2,561,579	17,319	45,622	1,106,249	454,845	7,184,595
Expenses								
Salaries and benefits	956,853	481,324	635,585	8,302	31,819	506,349	339,461	2,959,693
Goods and services	143,872	296,950	493,964	6,073	10,666	354,932	100,172	1,406,629
Contracted services	169,450	243,131	404,009	2,944	-	18,262	12,576	850,372
Interest	-	989	34,329	-	-	112	-	35,430
Amortization	30,514	73,405	993,692	-	3,137	226,594	2,636	1,329,978
Other	3,113	-	-	-	-	-	-	3,113
	1,303,802	1,095,799	2,561,579	17,319	45,622	1,106,249	454,845	6,585,215
	\$ 599,380	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 599,380