

**The Corporation of the Township
of Lake of Bays
Consolidated Financial Statements
For the year ended December 31, 2017**

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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, 2017, 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, 2017, 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 17, 2018

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

December 31	2017	2016
Financial assets		
Cash	\$ 2,865,650	\$ 2,238,818
Restricted cash (Note 1)	442,720	677,393
Taxes receivable	1,490,380	1,451,111
Accounts receivable	329,522	632,849
Due from trust funds	333	124
	<u>5,128,605</u>	<u>5,000,295</u>
Liabilities		
Accounts payable and accrued liabilities	961,728	1,459,995
Tax revenue received in advance	874,501	667,217
Deferred revenue (Note 1)	442,720	677,393
Long-term debt (Note 2)	1,003,898	999,997
	<u>3,282,847</u>	<u>3,804,602</u>
Net financial assets	<u>1,845,758</u>	<u>1,195,693</u>
Non-financial assets		
Tangible capital assets (Note 3)	21,828,232	21,104,096
Prepaid expenses and inventory of supplies	118,508	138,263
	<u>21,946,740</u>	<u>21,242,359</u>
Accumulated surplus (Note 4)	<u>\$ 23,792,498</u>	<u>\$ 22,438,052</u>

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 2017	Actual 2017	Actual 2016
Revenue			
Taxation (Note 6)	\$ 4,990,566	\$ 5,041,024	\$ 4,841,006
Government transfers - Federal	135,000	130,990	80,458
Government transfers - Provincial	835,734	842,494	815,721
Government transfers - Municipal	328,000	374,314	351,039
User fees and service charges	274,930	837,004	543,881
Permits, licenses and fines	527,550	666,783	518,456
Gain (loss) on sale of tangible capital assets	12,000	28,176	(71,734)
Investment income	29,600	45,320	42,287
Interest and penalty on taxes	235,000	226,264	228,677
Donations	52,439	50,545	50,744
Other grants	5,700	-	17,056
Obligatory reserve funds used (Note 1)	437,527	438,764	677,265
	<u>7,864,046</u>	<u>8,681,678</u>	<u>8,094,856</u>
Expenses			
General government	1,337,204	1,382,672	1,333,412
Protection services	1,168,089	1,115,796	1,086,214
Transportation services	3,076,537	3,095,824	2,839,931
Environmental services	15,099	8,821	10,804
Health services	83,025	65,226	44,159
Recreation and cultural services	1,148,928	1,217,467	1,155,057
Planning and development	420,935	441,426	543,962
	<u>7,249,817</u>	<u>7,327,232</u>	<u>7,013,539</u>
Annual surplus	614,229	1,354,446	1,081,317
Accumulated surplus, beginning of year	<u>22,438,052</u>	<u>22,438,052</u>	<u>21,356,735</u>
Accumulated surplus, end of year	<u>\$ 23,052,281</u>	<u>\$ 23,792,498</u>	<u>\$ 22,438,052</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 2017	Actual 2017	Actual 2016
Annual surplus	\$ 614,229	\$ 1,354,446	\$ 1,081,317
Acquisition of tangible capital assets	(2,974,404)	(2,256,108)	(3,570,492)
Amortization of tangible capital assets	1,470,000	1,516,148	1,387,325
Gain (loss) on sale of tangible capital assets	-	(28,176)	71,734
Proceeds on sale of tangible capital assets	-	44,000	45,003
	(890,175)	630,310	(985,113)
Acquisition of prepaid expenses and inventory of supplies	-	19,755	8,923
Net change in net financial assets	(890,175)	650,065	(976,190)
Net financial assets, beginning of year	1,195,693	1,195,693	2,171,883
Net financial assets, end of year	\$ 305,518	\$ 1,845,758	\$ 1,195,693

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	2017	2016
Operating transactions		
Annual surplus	\$ 1,354,446	\$ 1,081,317
Items not involving cash		
Amortization of tangible capital assets	1,516,148	1,387,325
(Gain) loss on sale of tangible capital assets	(28,176)	71,734
Changes in non-cash operating balances		
Taxes receivable	(39,269)	168,947
Accounts receivable	303,327	(476,190)
Due from trust funds	(209)	94
Accounts payable and accrued liabilities	(498,267)	767,801
Tax revenue received in advance	207,284	28,536
Prepaid expenses and inventory of supplies	19,755	8,923
	<u>2,835,039</u>	<u>3,038,487</u>
Capital transactions		
Acquisition of tangible capital assets	(2,256,108)	(3,570,492)
Proceeds on sale of tangible capital assets	44,000	45,003
	<u>(2,212,108)</u>	<u>(3,525,489)</u>
Financing transactions		
Proceeds from issuance of long-term debt	330,000	250,000
Repayment of long-term debt	(326,099)	(281,018)
	<u>3,901</u>	<u>(31,018)</u>
Increase (decrease) in cash during the year	626,832	(518,020)
Cash, beginning of year	<u>2,238,818</u>	<u>2,756,838</u>
Cash, end of year	<u>\$ 2,865,650</u>	<u>\$ 2,238,818</u>

Supplementary Information

During the year, the Municipality paid cash interest in the amount of \$28,498 (2016 - \$31,738).

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

December 31, 2017

**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, 2017

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, 2017

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, 2017

1. Restricted Cash and Deferred Revenue

	2017	2016
Obligatory reserve funds		
Federal gas tax	\$ 45,767	\$ 61,478
Development Charges Act	235,762	269,345
Parkland	161,191	346,570
	\$ 442,720	\$ 677,393

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	\$ 61,478	\$ 269,345	\$ 346,570
Funds received during the year	108,481	49,561	38,632
Interest earned	808	3,227	3,382
Funds used during the year	(125,000)	(86,371)	(227,393)
Deferred revenue, end of year	\$ 45,767	\$ 235,762	\$ 161,191

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, 2017

2. Long-Term Debt

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

	2017	2016
Demand loan payable, secured by equipment, repayable \$3,637 monthly including interest at 3.01% per annum, maturing October 2018	\$ 35,889	\$ 77,783
Demand loan payable, secured by equipment, repayable \$1,585 monthly including interest at 2.42% per annum, maturing November 2018	17,235	35,605
Demand loan payable, secured by equipment, repayable \$721 monthly including interest at 2.42% per annum, maturing November 2018	7,834	16,184
Demand loan payable, secured by equipment, repayable \$5,222 monthly including interest at 2.65% per annum, maturing August 2019	102,085	161,210
Demand loan payable, secured by equipment, repayable \$3,927 monthly including interest at 2.73% per annum, maturing November 2020	131,988	174,884
Demand loan payable, secured by equipment, repayable \$2,617 monthly including interest at 2.98% per annum, maturing December 2020	90,000	-
Debentures payable to District Municipality of Muskoka, payable \$64,752 annually including interest at 5.00% per annum, due in 2020	176,337	229,609
Demand loan payable, secured by equipment, repayable \$4,438 monthly including interest at 2.51% per annum, maturing December 2021	202,530	250,000
Demand loan payable, secured by equipment, repayable \$4,311 monthly including interest at 2.98% per annum, maturing December 2022	240,000	-
Demand loan payable, secured by equipment, repayable \$1,217 monthly including interest at 2.67% per annum, matured during the year	-	12,029
Demand loan payable, secured by equipment, repayable \$3,936 monthly including interest at the bank's prime rate plus 2.85% per annum, matured during the year	-	42,693
	\$ 1,003,898	\$ 999,997

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

December 31, 2017

2. Long-Term Liabilities (continued)

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

2018	\$ 344,696
2019	271,917
2020	234,402
2021	101,994
2022	<u>50,889</u>
	<u>\$ 1,003,898</u>

Interest expense in the amount of \$28,498 (2016 - \$31,738) relating to the above long-term liabilities has been recognized in the consolidated statement of operations.

The Municipality 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, 2017, the Municipality had not drawn on this facility.

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

December 31, 2017

3. Tangible Capital Assets

	2017				2016	
	Land	Facilities	Equipment, Fleet and Vehicles	Roads and Bridges	Total	Total
Cost, beginning of year	\$ 2,615,639	\$ 9,205,307	\$ 6,735,104	\$ 20,514,671	\$ 39,070,721	\$ 35,976,473
Additions	-	549,296	522,473	1,184,339	2,256,108	3,570,492
Disposals	-	-	(284,366)	-	(284,366)	(476,244)
Cost, end of year	2,615,639	9,754,603	6,973,211	21,699,010	41,042,463	39,070,721
Accumulated amortization, beginning of year	-	3,104,744	5,049,870	9,812,011	17,966,625	16,938,807
Amortization	-	236,856	377,616	901,676	1,516,148	1,387,325
Disposals	-	-	(268,542)	-	(268,542)	(359,507)
Accumulated amortization, end of year	-	3,341,600	5,158,944	10,713,687	19,214,231	17,966,625
Net carrying amount, end of year	\$ 2,615,639	\$ 6,413,003	\$ 1,814,267	\$ 10,985,323	\$ 21,828,232	\$ 21,104,096

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, 2017

4. Accumulated Surplus

The Municipality segregates its accumulated surplus in the following categories:

	2017	2016
Reserves		
Working Capital	\$ 9,814	\$ 9,814
OLRA	776,370	584,240
Fire Boat	51,321	51,321
Fire	247,815	217,815
Elections	49,081	35,081
Building Department	384,700	307,353
LoB Fish Habitat	7,789	10,257
Library	7,486	9,358
Youth fund	3,219	4,332
A. Daniels Fish	3,135	3,135
Pit Rehabilitation	93,283	85,933
Gravel	62,379	62,379
Green	302	302
Tourism/economic development fund	13,509	13,509
General surplus reserve	470,970	411,492
Fire station 20	100	-
Fire station 30	13,818	12,618
Fire station 40	1,367	867
Fire station 50	37	37
Land sale	4,948	4,948
Planning aerial photo	19,580	19,580
WSIB schedule 2	176,177	142,195
Heritage	23,506	20,582
Future projects reserve	400,000	200,000
	2,820,706	2,207,148
Capital outlay financed by long-term liabilities and to be recovered in future years	(1,003,898)	(999,997)
Investment in tangible capital assets	21,828,232	21,104,096
Surplus	147,458	126,805
	\$ 23,792,498	\$ 22,438,052

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, 2017

5. Budget

The Financial Plan (Budget) By-Law adopted by Council on December 16, 2016. 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 2017 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 16, 2016 with adjustments as follows:

	<u>2017</u>
Financial Plan (Budget) By-law surplus for the year	\$ -
Add:	
Capital expenditures	2,974,404
Transfers to reserves	56,764
Debt repayment	395,265
Less:	
Amortization of tangible capital assets	(1,470,000)
Transfers from reserves	(667,204)
Proceeds from long-term debt	(675,000)
	<u> </u>
Budget surplus per statement of operations	<u>\$ 614,229</u>

Under Canadian public sector accounting standards, budget amounts are to be reported on the consolidated statement of operations for comparative purposes. The 2017 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, 2017

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>2017</u>	<u>2016</u>
Taxation	\$ 19,812,758	\$ 19,516,178
Less: school board requisitions	(5,399,546)	(5,527,024)
Less: upper tier requisitions	(9,372,188)	(9,148,148)
	<u>\$ 5,041,024</u>	<u>\$ 4,841,006</u>

7. Post Retirement Benefits

OMERS provides pension services to more than 482,000 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, 2017. The results of this valuation disclosed total actuarial liabilities of \$94,431 million in respect of benefits accrued for service with actuarial assets at that date of \$89,028 million indicating an actuarial deficit of \$5,403 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 2017 were \$208,730 (2016 - \$208,313).

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, 2017

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 \$169,676. 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 2017 were \$32,646 (2016 - \$34,645).

During the year, the Municipality entered into a contract for the Municipal Building Expansion project. There is a remaining contract amount of \$671,672 which will be paid in the next fiscal year.

10. Trust Funds

The trust funds administered by the Municipality amounting to \$204,427 (2016 - \$200,165) 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, 2017, the trust fund balances are as follows:

	<u>2017</u>		<u>2016</u>
Cemetery Care and Maintenance	\$ 188,928	\$	184,689
Planning costs recoverable	15,499		15,476
	<u>\$ 204,427</u>	<u>\$</u>	<u>200,165</u>

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

December 31, 2017

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, 2017

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	2017 Total
Revenue								
Taxation	\$ 1,477,370	\$ 479,820	\$ 2,498,423	\$ 6,225	\$ 57,259	\$ 718,018	\$ (196,091)	\$ 5,041,024
Government transfers	787,900	25,757	370,314	2,596	-	110,154	51,077	1,347,798
User fees and service charges	69,151	40,269	15,716	-	6,319	119,109	586,440	837,004
Permits, licenses and fines	76,622	566,545	-	-	-	23,616	-	666,783
Gain on sale of tangible capital assets	28,176	-	-	-	-	-	-	28,176
Interest and penalties on tax arrears	226,264	-	-	-	-	-	-	226,264
Other	71,635	3,405	-	-	1,648	19,177	-	95,865
Obligatory reserve fund revenue recognized	-	-	211,371	-	-	227,393	-	438,764
	2,737,118	1,115,796	3,095,824	8,821	65,226	1,217,467	441,426	8,681,678
Expenses								
Salaries and benefits	1,021,239	464,657	776,806	2,000	44,536	547,744	355,868	3,212,850
Goods and services	163,344	285,413	671,074	5,412	17,553	405,964	80,879	1,629,639
Contracted services	155,684	316,145	438,673	1,409	-	21,515	3,257	936,683
Interest	-	442	28,056	-	-	-	-	28,498
Amortization	38,991	49,139	1,181,215	-	3,137	242,244	1,422	1,516,148
Other	3,414	-	-	-	-	-	-	3,414
	1,382,672	1,115,796	3,095,824	8,821	65,226	1,217,467	441,426	7,327,232
	\$ 1,354,446	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,354,446

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

December 31, 2017

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