

CONSOLIDATED FINANCIAL REPORT

**THE CORPORATION OF THE  
TOWNSHIP OF CHAMBERLAIN**

**DISTRICT OF TIMISKAMING**

**YEAR ENDED DECEMBER 31, 2016**

## INDEX

### THE CORPORATION OF THE TOWNSHIP OF CHAMBERLAIN

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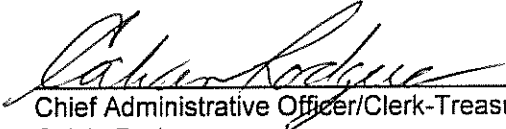
## MANAGEMENT'S RESPONSIBILITY FOR THE FINANCIAL STATEMENTS

The accompanying financial statements of The Corporation of the Township of Chamberlain are the responsibility of the Township of Chamberlain's management and have been prepared in compliance with legislation, and in accordance with generally accepted accounting principles for local governments established by the Public Sector Accounting Board of The Chartered Professional Accountants of Canada. A summary of the significant accounting policies are described in Note 1 to the financial statements. The preparation of financial statements necessarily involves the use of estimates based on management's judgment, particularly when transactions affecting the current accounting period cannot be finalized with certainty until future periods.

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

Council meets with Management and the external auditors to review the financial statements and discuss any significant financial reporting or internal control matters prior to their approval of the financial statements.

The financial statements have been audited by Kemp Elliott & Blair LLP, independent external auditors appointed by the Township of Chamberlain. The accompanying Independent Auditor's Report outlines their responsibilities, the scope of their examination and their opinion on the Township of Chamberlain's financial statements.

  
Chief Administrative Officer/Clerk-Treasurer  
Calvin Rodgers

## INDEPENDENT AUDITORS' REPORT

To the Members of Council, Inhabitants  
and Ratepayers of the  
CORPORATION OF THE TOWNSHIP OF CHAMBERLAIN:

We have audited the accompanying consolidated financial statements of the CORPORATION OF THE TOWNSHIP OF CHAMBERLAIN, which comprise the consolidated statement of financial position as at December 31, 2016, and the consolidated statement of operations, consolidated statement of change in net financial assets and the consolidated statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

### Management and Council's Responsibility for the consolidated financial statements

Management and council are 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 and council determine 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 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 entity's preparation and fair presentation of the consolidated financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the consolidated financial statements.

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

### Opinion

In our opinion, the consolidated financial statements present fairly, in all material respects, the financial position of the CORPORATION OF THE TOWNSHIP OF CHAMBERLAIN as at December 31, 2016, and its operations, change in net financial assets and cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Kemp Elliott & Blair LLP

*Kemp Elliott & Blair LLP*

Chartered Professional Accountants

Licensed Public Accountants  
New Liskeard, Ontario  
February 7, 2017

**THE CORPORATION OF THE TOWNSHIP OF CHAMBERLAIN**  
**CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT DECEMBER 31, 2016**

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**FINANCIAL ASSETS**

	2016	2015
Cash	\$ 33,765	\$ 36,552
Short-term investments – note 5	450,010	299,558
Taxes receivable	50,122	51,694
Accounts receivable	35,633	19,620
Long-term receivable – tile drainage – note 6	31,322	34,625
	<u>600,852</u>	<u>442,049</u>

**LIABILITIES**

Accounts payable and accrued liabilities	168,268	56,586
Deferred revenue – obligatory reserve funds – note 7	18,117	-
Landfill closure and post-closure liability – note 8	112,400	106,200
Municipal debt – tile drainage – note 6	31,322	34,625
	<u>330,107</u>	<u>197,411</u>

**NET FINANCIAL ASSETS**

	<u>270,745</u>	<u>244,638</u>
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**NON-FINANCIAL ASSETS**

Tangible capital assets – note 14	1,242,061	1,294,262
Inventories of supplies	12,566	10,166
	<u>1,254,627</u>	<u>1,304,428</u>


**ACCUMULATED SURPLUS – note 11**

	<u>\$ 1,525,372</u>	<u>\$ 1,549,066</u>
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Contingent liabilities and commitments – note 12

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

On behalf of Council:

  
 \_\_\_\_\_  
 Reeve

  
 \_\_\_\_\_  
 Chief Administrative Officer/Clerk-Treasurer

# THE CORPORATION OF THE TOWNSHIP OF CHAMBERLAIN

## CONSOLIDATED STATEMENT OF OPERATIONS

FOR THE YEAR ENDED DECEMBER 31, 2016

	2016 Budget (Note 4)	2016 Actual	2015 Actual
<b>REVENUES</b>			
Operating revenues			
Municipal taxation	\$ 515,182	\$ 512,754	\$ 497,199
User charges	42,500	64,531	40,554
Provincial grants	167,311	166,693	185,971
Federal grants	-	-	21,918
Investment income	3,000	5,143	4,908
Penalties and interest on taxes	5,000	7,958	6,029
Provincial Offences Act revenues	5,000	6,191	6,016
Other	1,000	4,557	5,022
	<u>738,993</u>	<u>767,827</u>	<u>767,617</u>
Capital revenues			
Federal grants	-	8,949	-
Total revenues	<u>738,993</u>	<u>776,776</u>	<u>767,617</u>
<b>EXPENDITURES</b>			
General government	209,136	207,878	197,795
Protection to persons and property	59,205	62,528	45,866
Transportation services	397,813	376,360	377,257
Environmental services	28,550	31,469	28,864
Health services	51,891	52,764	51,393
Social and family services	45,092	44,219	45,045
Recreation and cultural services	18,731	17,647	18,485
Planning and development	8,375	7,605	8,094
Total expenditures	<u>818,793</u>	<u>800,470</u>	<u>772,799</u>
<b>ANNUAL DEFICIT</b>	(79,800)	(23,694)	(5,182)
<b>ACCUMULATED SURPLUS, BEGINNING OF YEAR</b>	<u>1,594,066</u>	<u>1,549,066</u>	<u>1,554,248</u>
<b>ACCUMULATED SURPLUS, END OF YEAR – note 11</b>	<u>\$ 1,514,266</u>	<u>\$ 1,525,372</u>	<u>\$ 1,549,066</u>

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

**THE CORPORATION OF THE TOWNSHIP OF CHAMBERLAIN**

**CONSOLIDATED STATEMENT OF CHANGE IN NET FINANCIAL ASSETS**

**FOR THE YEAR ENDED DECEMBER 31, 2016**

	2016 Budget (Note 4)	2016 Actual	2015 Actual
<b>ANNUAL DEFICIT</b>	\$ (79,800)	\$ (23,694)	\$ (5,182)
Acquisition of tangible capital assets	(14,500)	(43,317)	(31,342)
Amortization of tangible capital assets	94,300	95,518	94,365
Acquisition of inventories of supplies	-	(2,400)	(10,166)
Increase in net financial assets	-	26,107	47,675
Net financial assets, beginning of year	244,638	244,638	196,963
<b>NET FINANCIAL ASSETS, END OF YEAR</b>	<b>\$ 244,638</b>	<b>\$ 270,745</b>	<b>\$ 244,638</b>

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

# THE CORPORATION OF THE TOWNSHIP OF CHAMBERLAIN

## CONSOLIDATED STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED DECEMBER 31, 2016

	2016	2015
<b>OPERATIONS</b>		
Annual deficit	\$ (23,694)	\$ (5,182)
Charges not affecting cash –		
Amortization	95,518	94,365
	<u>71,824</u>	<u>89,183</u>
Other sources (uses) of cash –		
Change in taxes receivable	1,572	(10,631)
Change in accounts receivable	(16,013)	23,481
Change in long-term receivable – tile drainage	3,303	3,116
Change in deferred revenue – obligatory reserve fund	18,117	(3,011)
Change in accounts payable and accrued liabilities	111,682	(27,437)
Change in landfill closure and post-closure liability	6,200	6,200
Change in inventories of supplies	(2,400)	(10,166)
	<u>122,461</u>	<u>(18,448)</u>
Total cash provided by operations	<u>194,285</u>	<u>70,735</u>
<b>CAPITAL TRANSACTIONS</b>		
Acquisition of tangible capital assets	<u>(43,317)</u>	<u>(31,342)</u>
<b>INVESTING TRANSACTIONS</b>		
Redemption of short-term investments	-	71,281
Acquisition of short-term investments	<u>(150,452)</u>	<u>-</u>
Total cash provided by (used for) investing transactions	<u>(150,452)</u>	<u>71,281</u>
<b>FINANCING TRANSACTIONS</b>		
Municipal debt repayments	-	(111,666)
Municipal debt repayments – tile drainage	<u>(3,303)</u>	<u>(3,116)</u>
Total cash used for financing transactions	<u>(3,303)</u>	<u>(114,782)</u>
<b>DECREASE IN CASH</b>	<u>(2,787)</u>	<u>(4,108)</u>
Cash, beginning of year	<u>36,552</u>	<u>40,660</u>
<b>CASH, END OF YEAR</b>	<u>\$ 33,765</u>	<u>\$ 36,552</u>
<b>REPRESENTED BY</b>		
Cash	<u>\$ 33,765</u>	<u>\$ 36,552</u>

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



# THE CORPORATION OF THE TOWNSHIP OF CHAMBERLAIN

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

### FOR THE YEAR ENDED DECEMBER 31, 2016

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The Corporation of the Township of Chamberlain 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 2001, Provincial Offences Act and other related legislation.

#### 1. **Accounting policies**

The consolidated financial statements of the Corporation of the Township of Chamberlain are the representation of management and council and are prepared in accordance with generally accepted accounting principles for local government as recommended by the Public Sector Accounting Board (PSAB) of the Chartered Professional Accountants of Canada as prescribed for Ontario municipalities by the Ministry of Municipal Affairs and Housing.

#### **Use of estimates**

Management has made estimates and assumptions that affect the amounts reported in preparing these consolidated financial statements. Significant areas requiring the use of management estimates relate to the determination of tangible capital assets historical cost, estimated useful life and related amortization and landfill post-closure costs.

#### **Basis of consolidation**

The consolidated financial statements reflect financial assets, liabilities, operating revenues and expenditures, reserves and changes in investment in tangible capital assets of the Township and include the activities of all committees of Council which are:

The Corporation of the Township of Chamberlain Library Board  
The Corporation of the Township of Chamberlain Recreation Committee

All interfund assets and liabilities and sources of financing and expenditures have been eliminated.

#### **Non-consolidated entities**

The following local boards, joint local boards, municipal enterprises and utilities are not consolidated:

*Timiskaming District Health Unit*  
*District of Timiskaming Social Services Administration Board*

Although these are joint local boards they run autonomously to provide those services mandated by the Province. The Township has no control over these programs or their financing. These joint local boards are not proportionately consolidated. The yearly requisitions of these boards are expensed by the Township in its statements.

#### *Englehart and Area Fire Department*

This joint local board provides fire protection services to the Municipalities of Englehart, Evanturel, Chamberlain, and Charlton & Dack. This joint local board is not proportionally consolidated as the overall impact would not be considered significant to these statements. The yearly requisition of the board is expensed by the Township in its statements. Chamberlain's share of the accumulated surplus at the end of 2015 was \$8,330 (2016 information was not yet available).

# THE CORPORATION OF THE TOWNSHIP OF CHAMBERLAIN

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

### FOR THE YEAR ENDED DECEMBER 31, 2016

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1. **Accounting policies - continued**  
**Non-consolidated entities - continued**

*Central Timiskaming Planning Board*

This joint local board provides planning services to the municipalities of Englehart, Evanturel, Chamberlain and Charlton & Dack. This joint local board is not proportionally consolidated as the overall impact would not be considered significant to the statements. The yearly requisition as well as the planning fee revenues are transferred to this organization and are expensed by the municipality in its financial statements. Chamberlain's share of the accumulated surplus at the end of 2015 was \$967 (2016 information was not yet available).

*Timiskaming Municipal Building Association Chief Building Officer*

The Timiskaming Municipal Building Association Chief Building Officer is a joint cost sharing arrangement for 21 municipalities. The operations of this board are not proportionately consolidated into these statements because the Township of Chamberlain does not have voting control of the board. Building Permit revenues are transferred to this organization.

**Accounting for school board transactions**

The taxation, other revenues, expenditures, assets and liabilities with respect to the operations of the school boards are not reflected in these statements.

**Short-term investments**

Short-term investments are recorded at cost. Investment income earned on surplus funds is reported as revenue in the period earned.

**Tangible capital assets**

Tangible capital assets are recorded at cost, which includes all amounts that are directly attributable to acquisition, construction, development or betterment of the asset. The cost, less residual value, of the tangible capital assets are amortized on a straight-line basis over their estimated useful lives as follows:

Buildings	50 years
Vehicles	10 to 25 years
Equipment	5 to 25 years
Signage	10 years
Roads	7 to 30 years
Bridges and culverts	25 to 75 years

A full year of amortization is charged in the year of acquisition and no amortization is charged in the year of disposal. Assets under construction are not amortized until the asset is available for use.

The Township has no capitalization threshold for land and buildings, a capitalization threshold of \$10,000 for infrastructure systems and \$2,500 for all other assets. Individual assets of lesser value are expensed.

**Inventories of supplies**

Inventories of supplies held for consumption are recorded at lower of cost or replacement cost.

# THE CORPORATION OF THE TOWNSHIP OF CHAMBERLAIN

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2016

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1. **Accounting policies - continued**

**Deferred revenue - obligatory reserve funds**

The Township receives Federal Gas Tax funding under the authority of the Federal legislation. These funds, by their nature, are restricted in their use and until applied to specific expenses, are recorded as deferred revenue. Amounts applied to qualifying expenses are recorded as revenue in the fiscal period they are expended.

**Revenue recognition**

*Government transfers (provincial and federal grants)*

Government transfers are transfers from senior levels of government that are not the result of an exchange transaction and are not expected to be repaid in the future. Government transfers without eligibility criteria or stipulations are recognized as revenue when the transfer is authorized. A transfer with eligibility criteria is recognized as revenue when the transfer is authorized and all eligibility criteria have been met. A transfer with or without eligibility criteria but with stipulation is recognized as revenue in the period the transfer is authorized and all eligibility criteria have been met, except where and to the extent that the transfer gives rise to an obligation that meets the definition of a liability. Government transfers that meet the definition of a liability are recognized as revenue as the liability is extinguished.

*Taxation and related revenues*

Property tax billings are prepared by the Township based on assessment rolls issued by the Municipal Property Assessment Corporation ("MPAC"). Tax rates are established annually by Council, incorporating amounts to be raised for local services and amounts the Township is required to collect on behalf of the Province of Ontario in respect of education taxes. A normal part of the assessment process is the issue of supplementary assessment rolls, which provide updated information with respect to changes in property assessment. Once a supplementary assessment roll is received, the Township determines the taxes applicable and renders supplementary tax billings. Taxation revenues are recorded when they meet the definition of an asset, the tax is authorized and the taxable event has occurred. Assessments and the related property taxes are subject to appeal. Tax adjustments as a result of appeals are recorded when the results of the appeal process are known.

The Township is entitled to collect interest and penalties on overdue taxes. These revenues are recorded in the period the interest and penalties are levied.

*Fees, service charges and other revenue*

Fees, service charges and other revenue are recognized when earned.

2. **Operations of school boards**

Further to note 1, the taxation levied on behalf of and due to the school boards is:

	<u>2016</u>	<u>2015</u>
	\$ 229,424	\$ 224,965

3. **Contributions to Joint Boards**

Further to note 1, the following contributions were made by the Township to these boards:

	<u>2016</u>	<u>2015</u>
Timiskaming District Health Unit (THU)	\$ 14,206	\$ 14,208
District of Timiskaming Social Services Administration Board (DTSSAB)	\$ 82,327	\$ 82,230

# THE CORPORATION OF THE TOWNSHIP OF CHAMBERLAIN

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

### FOR THE YEAR ENDED DECEMBER 31, 2016

3.	<b>Contributions to Joint Boards - continued</b>	2016	2015
	Englehart and Area Fire Department	\$ 17,401	\$ 16,755
	Central Timiskaming Planning Board	\$ 750	\$ 750

#### 4. Budget

The Budget adopted by Council was not prepared on a basis consistent with that used to report actual results according to Public Sector Accounting Standards used on the Consolidated Statement of Operations on page 4. The budget was prepared on a modified accrual basis while Public Sector Accounting Standards now require a full accrual basis. The actual budget is reflected in note 15. It expenses all tangible capital expenditures, does not include amortization expense, reflects proceeds of long-term debt as a revenue, principal repayments of long-term debt as an expense and the full proceeds from the sale of tangible capital assets as a revenue. 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 with adjustments as follows:

	2016
Actual budget deficit for the year – note 15	\$ -
Less: Estimated amortization	(94,300)
Add: Budgeted capital asset additions	14,500
Budget deficit per statement of operations – page 4	\$ (79,800)

5.	<b>Short-term investments</b>	2016	2015
	Guaranteed Income Certificates (GIC) with CIBC	\$ 450,010	\$ 299,558

Current year balance consists of five GICs, scheduled to mature between March, 2017 and September, 2018 and are earning interest at rates varying from 0.6% to 1.4%.

#### 6. Long-term receivable/municipal debt – tile drainage

The municipality is liable for long-term liabilities with respect to tile drainage loans for which the responsibility for the payment of principal and interest has been assumed by specific ratepayers. The total amount outstanding as at December 31, 2016 is \$31,322 (2015 \$34,625) and is reflected as municipal debt and long-term receivables on the "Consolidated Statement of Financial Position".

#### 7. Deferred revenue – obligatory reserve funds

Deferred revenue – obligatory reserve funds consist of the following:

	December 31 2015	Funds Received	Revenue Earned	December 31 2016
Federal Gas Tax	\$ -	\$ 18,117	\$ -	\$ 18,117

# THE CORPORATION OF THE TOWNSHIP OF CHAMBERLAIN

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

**FOR THE YEAR ENDED DECEMBER 31, 2016**

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**8. Landfill closure and post-closure costs**

These obligations relate to the recognition of closure and post-closure liability. The Township's estimated liability for these expenses is recognized as the landfill site's capacity is used. The reported liability represents the portion of the estimated total expenses recognized as at December 31, 2016. The liability and annual expense is calculated based on the ratio of current usage to the total capacity of the site and the discounted estimated future cash flows associated with closure and post-closure activities. The yearly increase in the estimated liability is designed to ensure that the total estimated costs of closure and post-closure activities are reflected as an obligation at the time of closure of the landfill site. The costs were last reviewed in a study done in 2003. At that time the landfill site was expected to have closure and post-closure costs estimated at \$180,000. A new study was done in 2014 on life expectancy and the landfill site is now expected to reach capacity in 2028.

**9. Comparative information**

Certain comparative information has been reclassified to conform to the financial statement presentation adopted in the current year. The changes do not affect the prior annual surplus.

**10. Revolving line of credit**

The Township has a \$100,000 business operating line negotiated with the CIBC bank with a balance outstanding of \$nil (2015 - \$nil). Interest is at bank prime plus 1.25% (currently 3.95%).

**11. Accumulated surplus**

Reserves represent an appropriation of surplus for a specific purpose, determined by council, are non-statutory and subject to change by council at any time.

	<u>2016</u>	<u>2015</u>
<b>Reserves</b>		
Working capital reserve	\$ 183,902	\$ 154,475
ONR crossing reserve	12,000	12,000
Machinery replacement reserve	36,369	36,369
Ball diamond reserve	5,900	7,500
Recreation committee reserve	31,574	34,294
Parks and recreation reserve	1,000	-
<b>Net financial assets</b>	<u>270,745</u>	<u>244,638</u>
<b>Non-financial assets</b>		
Invested in tangible capital assets	1,242,061	1,294,262
Inventories of supplies	12,566	10,166
	<u>1,254,627</u>	<u>1,304,428</u>
<b>Accumulated surplus</b>	<u>\$ 1,525,372</u>	<u>\$ 1,549,066</u>

**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.

**THE CORPORATION OF THE TOWNSHIP OF CHAMBERLAIN**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2016**

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12. **Contingent liabilities and commitments**

**Non-consolidated Entities**

The Township is contingently liable for the deficits and long-term debt of the non-consolidated entities.

**Post-employment benefits**

Permanent full time employees are allowed to bank 18 sick days per year to a maximum of 60 days. Banked sick time will not be paid upon termination of the employee and so no liability has been set up in the financial statements.

**Ontario Municipal Employees Retirement Fund**

All permanent, full-time employees of the Township are eligible to be members of the Ontario Municipal Employees Retirement System ("OMERS"), a multi-employer pension plan. The plan provides defined pension benefits to employees based on their length of service and rates of pay.

As this is a multi-employer pension plan, the contributions by the Township are recognized as an expenditure. No pension liability for this type of plan is recognized in the Township's consolidated financial statements. Contributions made by the Township to OMERS for 2016 were \$14,925 (2015 - \$16,689). The plan had an actuarial deficit of \$7 billion at the end of 2015 (2016 information is not yet available).

**Funding agreements**

Under the terms of various funding agreements, the Township could have provincial and federal grants become repayable if it is determined that funding was applied towards ineligible costs or if other terms of the agreements were not met. At year end management is of the opinion that all conditions have been met and funding was applied towards eligible costs.

13. **Segmented information**

The Corporation of the Township of Chamberlain is a diversified municipal government institution that provides a wide range of services to its citizens, including General Government Services, Protection Services, Transportation Services, Environmental Services, Health Services, Social and Family Services, Recreational and Cultural Services and Planning and Development Services. Service areas were created for the purpose of recording specific activities to attain certain objectives in accordance with regulations, restrictions or limitations.

Municipal services are provided by departments and their activities are reported in these service areas. Departments disclosed in the segmented information, along with the services they provide, are as follows:

**General Government Services**

General government services consists of departments that are responsible for adopting bylaws, adopting administrative policy, levying taxes, acquiring, disposing and managing municipal assets, ensuring effective financial management, monitoring performance and ensuring that high quality municipal service standards are met.

# THE CORPORATION OF THE TOWNSHIP OF CHAMBERLAIN

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2016

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13. **Segmented information - continued**

**Protection Services**

Protection services consists of departments that are responsible for the enforcement of laws, prevention of crime, and maintenance of peace, order, and security by protecting life, property and the environment through the provision of emergency response, thus ensuring safe homes and safe communities.

**Transportation Services**

Transportation services consists of departments that are responsible for the delivery of municipal public works services related to planning, design, construction, cleaning, repair, snow removal and signage of roadway systems.

**Environmental Services**

Environmental services consists of departments that are responsible for the disposal of garbage and recycling services.

**Health Services**

The Township funds a range of public health services through the Timiskaming Health Unit and provides ambulance services through the District Social Services Administration Board.

**Social and Family Services**

The Township funds a range of family and social services through the District Social Services Administration Board which includes social housing, childcare and general assistance.

**Recreation and Cultural Services**

Recreation and cultural services consists of departments that are responsible for providing, facilitating the development of, and maintaining high quality parks, recreational facilities, and cultural services.

**Planning and Development Services**

Planning and development services consists of departments that are responsible for preparing land use plans, bylaws and policies for sustainable development of the Township and for reviewing and approving new development.

**THE CORPORATION OF THE TOWNSHIP OF CHAMBERLAIN**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED DECEMBER 31, 2016**

13. **Segmented information – continued**

	General Government Services	Protection Services	Transportation Services	Environmental Services	Health Services	Social and Family Services	Recreation and Cultural Services	Planning and Development Services	Total 2016	Total 2015
<b>Revenues</b>										
Operating revenues	\$ 512,754	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 512,754	\$ 497,199
Municipal taxation	1,218	8,274	41,537	10,415	-	-	3,087	-	64,531	40,554
User charges	138,600	-	25,000	-	-	-	761	2,332	166,693	185,971
Provincial grants	-	-	-	-	-	-	-	-	-	21,918
Federal grants	4,967	-	-	-	-	-	176	-	5,143	4,908
Investment income	7,958	-	-	-	-	-	-	-	7,958	6,029
Penalties and interest on taxes	-	6,191	-	-	-	-	-	-	6,191	6,016
Provincial Offences Act revenues	1,623	-	-	1,674	-	-	1,260	-	4,557	5,022
Other	667,120	14,465	66,537	12,089	-	-	5,284	2,332	767,827	767,617
<b>Capital revenues</b>										
Federal grants	-	-	-	-	-	-	8,949	-	8,949	-
Total revenues	667,120	14,465	66,537	12,089	-	-	14,233	2,332	776,776	767,617
<b>Expenditures</b>										
Wages and benefits	129,322	-	117,436	10,993	-	-	-	-	257,751	241,165
Long-term debt interest	-	-	-	-	-	-	-	-	-	2,739
Materials	51,150	92	162,365	13	-	-	3,380	6,092	223,092	224,262
Contracted services	22,055	62,436	3,260	20,350	-	-	13,692	1,513	123,306	110,274
Rents and financial expenses	1,069	-	-	-	-	-	-	-	1,069	805
External transfers	-	-	2,751	-	52,764	44,219	-	-	99,734	99,189
Amortization	4,282	-	90,548	113	-	-	575	-	95,518	94,365
Total expenditures	207,878	62,528	376,360	31,469	52,764	44,219	17,647	7,605	800,470	772,799
<b>Annual surplus (deficit)</b>	\$ 459,242	\$ (48,063)	\$ (309,823)	\$ (19,380)	\$ (52,764)	\$ (44,219)	\$ (3,414)	\$ (5,273)	\$ (23,694)	\$ (5,182)



**THE CORPORATION OF THE TOWNSHIP OF CHAMBERLAIN**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED DECEMBER 31, 2016**

14. Schedule of tangible capital assets

	2015		2016					
	Opening Cost	Ending Cost	Opening Accumulated Amortization	Ending Accumulated Amortization	Current Amortization	Accumulated Amortization	Ending Accumulated Amortization	Net Assets
	Dec 31, 2015	Dec 31, 2016	Dec 31, 2015	Dec 31, 2016	Dec 31, 2016	Dec 31, 2016	Dec 31, 2016	Dec 31, 2016
General								
Land	\$ 19,990	\$ 19,990	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 19,990
Buildings	618,422	636,322	265,483	277,279	11,796	277,279	277,279	359,043
Vehicles	557,470	560,190	242,798	270,136	27,338	270,136	270,136	290,054
Equipment	22,872	26,963	20,834	21,645	811	21,645	21,645	5,318
Signage	6,500	6,500	6,500	6,500	-	6,500	6,500	-
Infrastructure								
Roads	383,698	383,698	195,849	221,429	25,580	221,429	221,429	162,269
Bridges and culverts	1,159,095	1,177,701	742,321	772,314	29,993	772,314	772,314	405,387
<b>Total</b>	<b>\$ 2,768,047</b>	<b>\$ 2,811,364</b>	<b>\$ 1,473,785</b>	<b>\$ 1,569,303</b>	<b>\$ 95,518</b>	<b>\$ 1,569,303</b>	<b>\$ 1,569,303</b>	<b>\$ 1,242,061</b>

**THE CORPORATION OF THE TOWNSHIP OF CHAMBERLAIN**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED DECEMBER 31, 2016**

14. Schedule of tangible capital assets – continued

	2014		2015		2014		2015		2015	
	Opening Cost	Additions	Ending Cost	Opening Accumulated Amortization	Current Amortization	Ending Accumulated Amortization	Net Assets	Opening Accumulated Amortization	Current Amortization	Ending Accumulated Amortization
	Dec. 31, 2014	Dec. 31, 2015	Dec. 31, 2014	Dec. 31, 2014	Dec. 31, 2015	Dec. 31, 2014	Dec. 31, 2015	Dec. 31, 2014	Dec. 31, 2015	Dec. 31, 2015
General										
Land	\$ 19,990	\$ -	\$ 19,990	\$ -	\$ -	\$ -	\$ 19,990	\$ -	\$ -	\$ -
Buildings	618,422	-	618,422	254,045	11,438	265,483	352,939	265,483	11,438	276,921
Vehicles	557,470	-	557,470	215,732	27,066	242,798	314,672	242,798	27,066	269,632
Equipment	22,872	-	22,872	20,187	647	20,834	2,038	20,834	647	21,481
Signage	6,500	-	6,500	6,500	-	6,500	-	6,500	-	6,500
Infrastructure										
Roads	383,698	-	383,698	170,256	25,593	195,849	187,849	195,849	25,593	221,442
Bridges and culverts	1,127,753	31,342	1,159,095	712,700	29,621	742,321	416,774	742,321	29,621	771,942
<b>Total</b>	<b>\$ 2,736,705</b>	<b>\$ 31,342</b>	<b>\$ 2,768,047</b>	<b>\$ 1,379,420</b>	<b>\$ 94,365</b>	<b>\$ 1,473,785</b>	<b>\$ 1,294,262</b>	<b>\$ 1,473,785</b>	<b>\$ 94,365</b>	<b>\$ 1,568,150</b>

# THE CORPORATION OF THE TOWNSHIP OF CHAMBERLAIN

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

### FOR THE YEAR ENDED DECEMBER 31, 2016

#### 15. Budgeting

The Township budgets to determine an appropriate tax rate based on all budgeted revenues and expenditures.

The consolidated statement of operations on page 4 has been modified here to exclude amortization and to include tangible capital asset expenditures and the principal repayment on long-term debt.

This modified statement of operations (budget based) is consistent with the budget format used and is presented here with the 2016 budget.

	2016 Budget	2016 Actual	2015 Actual
<b>REVENUES</b>			
Operating revenues			
Municipal taxation	\$ 515,182	\$ 512,754	\$ 497,199
User charges	42,500	64,531	40,554
Provincial grants	167,311	166,693	185,971
Federal grants	-	-	21,918
Investment income	3,000	5,143	4,908
Penalties and interest on taxes	5,000	7,958	6,029
Provincial Offences Act revenues	5,000	6,191	6,016
Other	1,000	4,557	5,022
	<u>738,993</u>	<u>767,827</u>	<u>767,617</u>
Capital revenues			
Federal grants	-	8,949	-
Total revenues	<u>738,993</u>	<u>776,776</u>	<u>767,617</u>
<b>EXPENDITURES</b>			
Operating expenditures			
General government	205,236	203,596	193,871
Protection to persons and property	59,205	62,528	45,866
Transportation services	307,813	288,212	297,398
Environmental services	28,450	31,356	28,751
Health services	51,891	52,764	51,393
Social and family services	45,092	44,219	45,045
Recreation and cultural services	18,431	17,072	18,182
Planning and development	8,375	7,605	8,094
	<u>724,493</u>	<u>707,352</u>	<u>688,600</u>
Capital expenditures	14,500	43,317	31,342
Long-term debt repayment	-	-	111,666
Total expenditures	<u>738,993</u>	<u>750,669</u>	<u>831,608</u>
<b>Surplus (deficit) full budget base (budgeted to be transferred to (from) reserves)</b>	<b>\$ -</b>	<b>\$ 26,107</b>	<b>\$ (63,991)</b>