
TOWN OF GORE BAY
CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2013

INDEPENDENT AUDITOR'S REPORT

To the Members of Council, Inhabitants and Ratepayers of
the Corporation of the **TOWN OF GORE BAY**

I have audited the accompanying consolidated financial statements of the **TOWN OF GORE BAY**, which comprise the consolidated statement of financial position as at December 31, 2013, and the consolidated statements of operations and accumulated surplus, consolidated statement of changes in net financial assets and consolidated statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the 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 financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

My responsibility is to express an opinion on these consolidated financial statements based on my audit. I conducted my audit in accordance with Canadian generally accepted auditing standards. Those standards require that I comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free of 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 judgement, including the assessment of the risks of material misstatement of the 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 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.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

Opinion

In my opinion, the consolidated financial statements present fairly, in all material respects, the financial position of the Town of Gore Bay as at December 31, 2013 and its financial performance and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Edward A. Jakubo
Chartered Accountant, Licensed Public Accountant

Sudbury, Ontario
November 18, 2014

TOWN OF GORE BAY

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT DECEMBER 31, 2013

	2013	2012
FINANCIAL ASSETS		
Cash and cash equivalents (Note 2)	\$ 2,447,754	\$ 3,436,001
Taxes and grants in lieu receivable	100,472	95,711
Accounts receivable	1,730,242	1,275,483
Capital outlay	1,739,618	1,798,567
TOTAL ASSETS	6,018,086	6,605,762

LIABILITIES

Accounts payable and accrued liabilities (Note 4)	420,461	409,435
Solid waste management liabilities (Note 16)	37,839	42,952
Deferred revenue	492,084	1,138,710
Loan payable (Note 12)	142,957	152,453
Net long-term liabilities (Note 6)	1,739,618	1,798,567
TOTAL LIABILITIES	2,832,959	3,542,117
NET FINANCIAL ASSETS	3,185,127	3,063,645

NON-FINANCIAL ASSETS

Tangible capital assets (Note 3)	12,269,385	11,795,815
Inventory	16,768	10,245
TOTAL NON-FINANCIAL ASSETS	12,286,153	11,806,060
ACCUMULATED SURPLUS (Note 8)	\$ 15,471,280	\$ 14,869,705

Approved on behalf of Council:

_____ Mayor

_____ Councillor

The accompanying notes are an integral part of these financial statements.

EDWARD A. JAKUBO, CHARTERED ACCOUNTANT

TOWN OF GORE BAY

CONSOLIDATED STATEMENT OF OPERATIONS AND ACCUMULATED SURPLUS

FOR THE YEAR ENDED DECEMBER 31, 2013

	2013 Budget Unaudited	2013 Actual	2012 Actual
REVENUES			
Net taxation/user charges	\$ 2,046,754	\$ 1,983,087	\$ 1,987,801
Government transfers (Note 14)	1,948,418	1,084,256	1,290,411
Other	685,362	1,081,728	554,850
TOTAL REVENUES	4,680,534	4,149,071	3,833,062
EXPENDITURES			
General government	432,071	440,131	454,400
Protection to persons and property	303,368	251,876	261,136
Transportation services	985,178	919,560	869,816
Environmental services	903,834	914,929	969,684
Health services	149,091	159,961	157,179
Social and family services	355,806	329,598	328,112
Recreation and culture	367,412	475,789	802,023
Planning and development	30,872	55,652	50,865
TOTAL EXPENDITURES	3,527,632	3,547,496	3,893,215
NET REVENUE/(EXPENDITURES) (Note 18)	1,152,902	601,575	(60,153)
ACCUMULATED SURPLUS , beginning of year	14,869,705	14,869,705	14,929,858
ACCUMULATED SURPLUS , end of year	\$ 16,022,607	\$ 15,471,280	\$ 14,869,705

The accompanying notes are an integral part of these financial statements.

EDWARD A. JAKUBO, CHARTERED ACCOUNTANT

TOWN OF GORE BAY

CONSOLIDATED STATEMENT OF CHANGES IN NET FINANCIAL ASSETS

FOR THE YEAR ENDED DECEMBER 31, 2013

	2013	2012
	Actual	Actual
Net revenue/(expenditures)	\$ 601,575	\$ (60,153)
Acquisition of tangible capital assets	(1,279,451)	(568,098)
Amortization of tangible capital assets	805,881	747,632
Change in other non-financial assets	(6,523)	(325)
Increase in net financial assets	121,482	119,056
Net financial assets, beginning of year	3,063,645	2,944,589
Net financial assets, end of year	\$ 3,185,127	\$ 3,063,645

The accompanying notes are an integral part of these financial statements.

EDWARD A. JAKUBO, CHARTERED ACCOUNTANT

TOWN OF GORE BAY

CONSOLIDATED STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED DECEMBER 31, 2013

	2013	2012
CASH GENERATED FROM (USED FOR):		
OPERATING		
Net revenues (expenditures)	\$ 601,575	\$ (60,153)
Amortization of tangible capital assets	805,881	747,632
Changes in financial assets and liabilities		
- taxes and grants in lieu receivable	(4,761)	(44,440)
- accounts receivable	(454,759)	(278,129)
- accounts payable and accrued liabilities	11,026	109,211
- deferred revenue	(646,626)	(165,813)
- solid waste management liabilities	(5,113)	(4,325)
- loan payable	(9,496)	(9,135)
Changes in other non-financial assets	(6,523)	(325)
	291,204	294,523
CAPITAL		
Acquisition of tangible capital assets	(1,279,451)	(568,098)
NET CHANGE IN CASH AND CASH EQUIVALENTS	(988,247)	(273,575)
Opening cash and cash equivalents	3,436,001	3,709,576
CLOSING CASH AND CASH EQUIVALENTS	\$ 2,447,754	\$ 3,436,001

The accompanying notes are an integral part of these financial statements.

EDWARD A. JAKUBO, CHARTERED ACCOUNTANT

TOWN OF GORE BAY

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2013

1. ACCOUNTING POLICIES

The consolidated financial statements of the Town of Gore Bay are the representation of management prepared in accordance with Canadian public sector accounting standards and reflect the following policies:

(a) Basis of consolidation

(i) General

These consolidated statements reflect the assets, liabilities, sources of financing and expenditures of the revenue fund, capital fund, reserve fund and reserves and include the activities of all committees of Council.

All interfund assets and liabilities and sources of financing and expenditures have been eliminated with the exception of loans or advances between reserve funds and any other fund of the Town and the resulting interest income and expenditures.

(ii) Consolidated entities

The following joint local boards are consolidated:

Western Manitoulin Historical Society Museum Board
Gordon Cemetery Board
Gore Bay Fire Department Joint Board of Management
Gore Bay Union Public Library Board
Gore Bay Waterworks and Sewerworks
Manitoulin Centennial Manor

(iii) Non-consolidated entities

The following joint local boards are not consolidated:

Sudbury and District Health Unit
Manitoulin-Sudbury District Social Services Administration Board

(iv) Accounting for school board transactions

The taxation, other revenues, expenditures, assets and liabilities with respect to the operations of the school board are not reflected in the town surplus balances of these financial statements.

(v) 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 financial activities in the year in which it is used for the specified purpose.

EDWARD A. JAKUBO, CHARTERED ACCOUNTANT

TOWN OF GORE BAY

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2013

1. ACCOUNTING POLICIES (continued)

(vi) Principal charges on long-term debt

Sources of financing and expenditures are reported on the accrual basis of accounting with the exception of principal charges on the long-term liabilities which are charged against operations in the periods in which they are paid.

(vii) Accrual accounting

The accrual basis of accounting recognizes revenues as they become available and measurable; expenditures are recognized as they are incurred and measurable as a result of receipt of goods or services and the creation of a legal obligation to pay.

(viii) Tangible capital assets

The historical cost net of accumulated amortization of tangible capital assets is capitalized as a non-financial asset while annual amortization of such assets is recorded as a charge to operations in its respective functional area. Tangible capital assets are amortized over their useful lives on a straight-line basis. The following are the categories of tangible capital assets that the town holds title to along with each category's respective useful life:

Roads	25 years
Water and sewer lines, valves & hydrants	40-50 years
Water treatment plant	25 years
Water pipes	75 years
Moveable equipment	10 years
Buildings	60 years
Fire vehicles	20 years
Parks	20 years
Equipment	10 years
Road signs and lights	15 years
Docks	15 years

(ix) Reserves and Reserve Funds

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

(x) Government Transfers

Government transfers are recognized in the financial statements as revenues in the period in which events giving rise to the transfers occur, providing the transfers are authorized, any eligibility criteria have been met, and reasonable estimates of the amounts can be made.

TOWN OF GORE BAY

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2013

1. ACCOUNTING POLICIES (continued)

(xi) Taxation and Related Revenues

Property tax billings are prepared by the Municipality 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 the amounts the Municipality is required to collect on behalf of the Province of Ontario in respect of education taxes. Realty taxes are billed based on the assessment roles provided by MPAC. 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 Municipality determines the taxes applicable and renders supplementary tax billings. Taxation revenues are recorded at the time tax billings are issued. Assessments and the related property taxes are subject to appeal. Tax adjustments as a result of appeals are recorded when the result of the appeal process is known.

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

(xii) Investment Income

Investment income earned on surplus current funds, capital funds, reserves and reserve funds (other than obligatory reserve funds) is reported as revenue in the period earned. Investment income earned on obligatory reserve funds is added to the fund balance and forms part of the deferred revenue balances.

(xiii) Use of estimates

The preparation of consolidated financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the consolidated financial statements and the reported amounts of revenue and expenses during the reporting period. Measurement uncertainty exists as it relates to the estimated useful life of tangible capital assets used to determine annual amortization and as it relates to the factors used to calculate the solid waste liability. In this instance, the consolidated financial statements have been prepared within reasonable limits of materiality. Actual results could differ from those estimates.

TOWN OF GORE BAY

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2013

2. CASH AND CASH EQUIVALENTS

	2013	2012
Cash	\$ 942,366	\$ 1,807,034
Investments	1,505,388	1,628,967
	\$ 2,447,754	\$ 3,436,001

Investments are guaranteed investment certificates with maturities of twelve months or less. Council has designated all of these investments for reserve funds which are detailed in Schedule 1 to these financial statements.

3. TANGIBLE CAPITAL ASSETS

The tangible capital assets, valued at cost less accumulated amortization, consist of:

	Cost	Accumulated Amortization	Net 2013	Net 2012
Land	\$ 719,513	\$	\$ 719,513	\$ 719,513
Water treatment plant	5,161,279	1,651,608	3,509,671	3,716,122
Roads	4,866,666	3,649,097	1,217,569	1,316,400
Buildings	3,937,485	747,850	3,189,635	2,680,133
Docks	2,669,279	904,741	1,764,538	1,440,217
Water and sewer lines	2,389,897	2,001,235	388,662	445,045
Water pipes	1,147,962	423,556	724,406	739,712
Moveable equipment	405,554	243,727	161,827	198,346
Fire Vehicles	328,604	104,755	223,849	243,661
Parks	319,321	71,864	247,457	199,392
Equipment	155,312	71,694	83,618	59,868
Road lights and signs	92,513	53,873	38,640	37,406
	\$ 22,193,385	\$ 9,924,000	\$ 12,269,385	\$ 11,795,815

TOWN OF GORE BAY

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2013

4. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	2013	2012
Accounts payable - Government of Canada	\$ 173,177	\$ 118,574
Accounts payable - Province of Ontario	4,183	3,551
Accounts payable - Current	243,101	287,310
	\$ 420,461	\$ 409,435

As of December 31st, all statutory remittances have been paid.

5. MUNICIPAL DEBT

The debenture payable to the Ontario Infrastructure Projects Corporation is repayable in semi-annual instalments of \$73,449.93 including interest calculated at 4.93%; due October 15, 2031.

6. FUTURE PRINCIPAL AND INTEREST PAYMENTS

Future estimated principal and interest payments on the municipal debt are as follows:

	Principal	Interest
2014	\$ 61,890	\$ 85,010
2015	64,979	81,921
2016	68,221	78,678
2017	71,627	75,273
2018	75,201	71,698
2019 and subsequent years	1,397,700	587,273
	\$ 1,739,618	\$ 979,853

7. PUBLIC SECTOR SALARY DISCLOSURE ACT

For 2013, no employees were paid salaries, as defined in the Public Sector Salary Disclosure Act, 1996, of \$100,000 or more.

TOWN OF GORE BAY

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2013

8. ACCUMULATED SURPLUS AT THE END OF THE YEAR

Accumulated surplus at the end of the year is comprised of the following:

	2013	2012
Invested in tangible capital assets	\$ 12,269,385	\$ 11,774,916
Reserves (Schedule 1)	2,231,354	2,249,603
Reserve funds (Schedule 1)	151,500	151,500
Unfunded landfill liabilities	(37,839)	(42,952)
General operations	856,880	715,739
	<u>\$ 15,471,280</u>	<u>\$ 14,848,806</u>

9. ACCUMULATED SURPLUS BY ENTITY

The following represents the consolidated accumulated surplus attributable to each consolidated entity:

	2013	2012
Town of Gore Bay	\$ 13,937,297	\$ 13,260,724
Town of Gore Bay Waterworks and Sewerworks	1,438,087	1,541,383
Gore Bay Fire Department Joint Board of Management	60,246	25,713
Gordon Cemetery Board	17,343	14,774
Western Manitoulin Historical Society Museum Board	7,458	7,401
Manitoulin Centennial Manor	7,377	(2,591)
Gore Bay Union Public Library Board	3,472	1,402
	<u>\$ 15,471,280</u>	<u>\$ 14,848,806</u>

10. CONTRACTUAL OBLIGATION - ONTARIO CLEAN WATER AGENCY

In accordance with a service agreement entered into by the Town with the Ontario Clean Water Agency, the existing sewage system is owned and operated by the Agency, while the Town is obligated to meet all operating costs.

Included in the "Consolidated Statement of Operations" are the 2013 charges from the Agency of \$59,369 (2012 - \$57,880). The "Consolidated Balance Sheet" does not reflect any assets or liabilities pertaining to the sewage system except to the extent of service charges due to (or from) the Ontario Clean Water Agency.

Information received from the Agency as at March 31, 2014, indicates there is no operating deficit for the sewage system and there is no related long-term debt.

TOWN OF GORE BAY

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2013

11. SPECIAL LEVY WATER FILTRATION PLANT

During the year the Town of Gore Bay issued a special levy on the rate payers totalling \$25,698 (2012 - \$71,185). These funds are transferred to the water filtration reserve fund and are used to pay down the debt on the Water Filtration Plant at a rate of \$146,900 per year.

12. LOAN PAYABLE

Loan payable to the Gore Bay Manitoulin Airport Commission bears interest at 3.00%, is repayable in monthly blended payments of \$1,150 and is due May 1, 2026. The loan was acquired to finance the Town of Gore Bay's required contribution to the airport runway repaving project which was completed during 2011.

13. TAX RATES

The following table provides a comparison of the current and previous year tax rates:

	2013		2012	
	Tax Rates (%)		Tax Rates (%)	
	Town Purposes	School Board Purposes	Town Purposes	School Board Purposes
Residential and Farm	0.016004	0.002120	0.016202	0.002210
Multi-residential	0.016004	0.002120	0.016202	0.002210
Commercial Occupied	0.014404	0.012318	0.014582	0.012390
Industrial Occupied	0.014404	0.008209	0.014582	0.008960
Farmlands	0.004001	0.000530	0.004051	0.000552

TOWN OF GORE BAY

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2013

14. GOVERNMENT TRANSFERS

	2013	2012
Operating		
Province of Ontario		
Ontario Municipal Partnership Fund	\$ 388,900	\$ 389,600
General	249,862	253,625
Cultural services	76,246	170,899
Government of Canada	3,000	3,000
Other municipalities	22,947	22,947
Total operating	740,955	840,071
Capital		
Province of Ontario		
Transportation	212,284	35,463
Parks and Recreation	81,329	
Building Canada Fund	49,688	1,253
	343,301	36,716
Government of Canada		
Building Canada Fund		352,038
Parks and recreation		61,586
		413,624
Total capital	343,301	450,340
Total Government Transfers	\$ 1,084,256	\$ 1,290,411

TOWN OF GORE BAY

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2013

15. EXPENDITURES BY OBJECT

As required by Section 1700 of the Public Sector Accounting Board reporting requirements, these financial statements report on expenditures by functions. The Town's expenditures by object are as follows:

	2013	2012
Materials, services, rents and financial items	\$ 1,351,020	\$ 1,628,678
Salaries, wages and benefits	743,955	700,356
Transfers to other governments and the public	546,476	518,701
Interest on long-term debt	87,329	90,176
Contracted services	12,835	207,672
Amortization of tangible capital assets	805,881	747,632
Total	\$ 3,547,496	\$ 3,893,215

16. SOLID WASTE MANAGEMENT LIABILITIES

The Environmental Protection Act sets out the regulatory requirements to properly close and maintain all active and inactive landfill sites. Under environmental law, there is a requirement for closure and post-closure care of solid waste landfill sites. This requirement is to be provided for over the estimated remaining useful life of the landfill sites based on usage. The Town's landfill site was closed in 1995 and is currently undergoing post-closure care including monitoring, site inspection and maintenance.

The reported liability is based on estimates and assumptions with respect to events extending over terms using the best information available to management.

Estimated total expenditures represent the sum of the discounted future cash flows for post-closure care activities. The estimated discounted landfill post-closure care expenditures are calculated to be \$37,839 (2012 - \$42,952), which have been fully recognized as the landfill site is closed using a 30 year Government Bond rate of 3.50% (2012 - 4.00%) minus an inflation rate of 1.89% (2012 - 2.15%), representing the 10-year average of the Consumer Price Index from 2004 to 2013.

TOWN OF GORE BAY

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2013

17. ADJUSTMENTS TO OPENING ACCUMULATED SURPLUS

	2012
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Municipal Position on previous financial statements:	
Town of Gore Bay, January 1, 2012	\$ 14,908,959
Adjustment:	
Tangible capital assets	20,899
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Accumulated surplus, January 1, 2012	\$ 14,929,858

Opening surplus has been adjusted to include the Town's share of tangible capital assets, specifically land, with regard to the Gore Bay Fire Department Joint Board of Management.

18. BUDGET DATA

Budget data presented in these unconsolidated financial statements is based on the 2013 operating and capital budgets approved by Council. The schedule below reconciles the approved budget with the budget figures presented in these financial statements.

Approved budget surplus/deficit	\$ 33,207
Adjustments:	
Tangible capital asset additions	1,917,206
Amortization of tangible capital assets	(797,511)
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Annual surplus	\$ 1,152,902

Budget figures have been reclassified for purposes of these consolidated financial statements to comply with Canadian Public Sector Accounting Standards and are not audited.

19. COMPARATIVE FIGURES

Certain of the 2012 figures have been restated to conform with the 2013 presentation.

EDWARD A. JAKUBO, CHARTERED ACCOUNTANT

TOWN OF GORE BAY

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2013

20. SEGMENT DISCLOSURES

The Town of Gore Bay provides a range of services to its ratepayers. For each reported segment, revenues and expenditures represent both amounts that are directly attributable to the segment and amounts that are allocated on a reasonable basis. The accounting policies used in these segments are consistent with those followed in the preparation of the financial statements as disclosed in Note 1. A description of details of each segment is as follows:

General government

Contains property taxation and general grant revenue as well as investment income. General government expenditures relate to the operation of Council and general administration.

Protection to Persons and Property

Contains user fee and permit revenue as well as expenditures related to police services, fire services, by-law enforcement and building inspection.

Transportation

Contains transportation grant and user fee revenue and expenditures related to repair and maintenance of roads, docks and other related infrastructure.

Environmental

Contains environmental user fee revenue as well as expenditures related to the water and wastewater treatment plant, solid waste collection and disposal and the post closing monitoring of a former land fill site shared with other municipalities.

Health

Contains user fee revenue as well as expenditures related to land ambulance, public health and cemetery services. These services are provided by Manitoulin Sudbury District Social Services Board, Sudbury and District Health Unit and Gordon Cemetery Board respectively.

Social Services and Housing

Contains expenditures related to social assistance, child services and social housing provided by the Manitoulin Sudbury District Social Services Board and affordable housing for seniors provided by Manitoulin Centennial Manor.

Recreation and Cultural

Contains user fees, grants and program revenue. Expenditures relate to the maintenance of parks, public areas and buildings as well as organized recreation and cultural programs. The Town also operates a museum and a union public library.

Planning and Development

Contains user fee and grant revenue as well as expenditures related to the zoning and development of municipal properties. These services are provided by the Manitoulin Planning Board.

TOWN OF GORE BAY

Schedule 1 **SCHEDULE OF RESERVES AND RESERVE FUNDS**

FOR THE YEAR ENDED DECEMBER 31, 2013

	2013 Actual	2012 Actual
REVENUES		
Interest earned	\$ 23,776	\$ 22,361
	23,776	22,361
NET TRANSFER TO/FROM OTHER FUNDS		
Transfer (to) from revenue fund	(42,025)	
Contribution to reserve fund		55,271
Total net transfers	(42,025)	55,271
CHANGE IN RESERVES AND RESERVE FUNDS		
Reserves and reserve funds balance, beginning of year	2,401,103	2,323,471
RESERVES AND RESERVE FUNDS		
BALANCE , end of year	2,382,854	2,401,103
Analyzed as follows:		
Reserve funds set aside for specific purposes by Council:		
Working capital	151,500	151,500
Reserves set aside for specific purposes by Council:		
Working capital	128,972	140,952
Sewer and water	1,069,899	973,755
Sewer	174,139	172,456
Library - general	36,582	34,258
Severance	33,439	28,210
Museum	15,363	11,253
Medical centre	11,596	9,268
Health services - cemetery	7,296	4,609
Roads	6,229	5,873
Fire	5,026	4,674
Homes for the aged		7,915
Water filtration plant - debt repayment	742,813	856,380
Total reserves	2,231,354	2,249,603
TOTAL RESERVES AND RESERVE FUNDS	\$ 2,382,854	\$ 2,401,103

TOWN OF GORE BAY

SCHEDULE 2

SCHEDULE OF SEGMENT DISCLOSURE 2013

FOR THE YEAR ENDED DECEMBER 31, 2013

2013

	General Government	Protection	Transportation	Environmental	Health	Social Service & Housing	Recreation & Cultural	Planning & Development	Total
Taxation user charges	\$ 370,805	\$ 54,929	\$ 421,541	\$ 887,015	\$ 35,242	\$ 79,476	\$ 80,535	\$ 53,544	\$ 1,983,087
Government transfers	35,471	188,700	264,452		123,588	235,489	233,996	2,560	1,084,256
Other	611,184	80	267,086				190,878	12,500	1,081,728
TOTAL REVENUES	1,017,460	243,709	953,079	887,015	158,830	314,965	505,409	56,104	4,149,071
Salaries, wages and benefits	235,673	18,907	167,943	17,000	7,550	187,419	105,710	3,753	743,955
Materials, services and rents	142,272	23,994	335,552	424,388	20,504	76,773	287,598	39,939	1,351,020
Transfer payments		188,700		108,072	123,588	65,406	52,431	8,279	546,476
Contracted services	12,835								12,835
Amortization	49,351	20,275	416,065	278,140	8,319		30,050	3,681	805,881
Interest on long term debt				87,329					87,329
TOTAL EXPENSES	440,131	251,876	919,560	914,929	159,961	329,598	475,789	55,652	3,547,496
ANNUAL SURPLUS/ DEFICIENCY	\$ 577,329	\$ (8,167)	\$ 33,519	\$ (27,914)	\$ (1,131)	\$ (14,633)	\$ 29,620	\$ 452	\$ 601,575

EDWARD A. JAKUBO, CHARTERED ACCOUNTANT