

**THE CORPORATION OF THE  
COUNTY OF BRANT**

**FINANCIAL REPORT  
For the year ended December 31, 2009**



**Millard, Rouse & Rosebrugh LLP**  
Chartered Accountants

**THE CORPORATION OF THE  
COUNTY OF BRANT**

**For the year ended December 31, 2009**

**INDEX**

	<b>Page</b>
AUDITORS' REPORT	1
FINANCIAL STATEMENTS	
Consolidated Statement of Financial Position	2
Consolidated Statement of Operations	3
Consolidated Statement of Cash Flows	4
Consolidated Statement of Change in Net Financial Assets	5
Notes to the Consolidated Financial Statements	6-18
Tangible Capital Assets - Continuity Schedule - Schedule 1	19
Segmented Information - Schedule 2	20-22



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### AUDITORS' REPORT

To the Members of Council,  
Inhabitants and Ratepayers of  
**The Corporation of the  
County of Brant**

We have audited the consolidated statement of financial position of The Corporation of the County of Brant as at December 31, 2009 and the consolidated statements of operations, changes in net financial assets and cash flows for the year then ended. These financial statements are the responsibility of the County's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these consolidated financial statements present fairly, in all material respects, the financial position of The Corporation of the County of Brant as at December 31, 2009 and the results of its operations, changes in net financial assets and its cash flows for the year then ended in accordance with the Canadian generally accepted accounting principles.

November 15, 2010

CHARTERED ACCOUNTANTS  
Licensed Public Accountants

# THE CORPORATION OF THE COUNTY OF BRANT

## CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at December 31	2009	2008
		<i>(Restated Note 2)</i>
<b>FINANCIAL ASSETS</b>		
Cash and short term investments (Note 6)	-	5,681,429
Taxes receivable	4,153,387	3,282,632
Accounts receivable	5,763,538	5,534,092
Inventory for sale	498,288	498,288
Deferred charges (over expenditure of development charges) (Note 8)	12,672,470	9,906,808
Investment in Brant County Power Inc. (Note 7)	16,500,454	15,178,792
Investment in Brant County Power Services Inc. (Note 7)	(30,228)	(48,622)
<b>Total Financial Assets</b>	<b>39,557,909</b>	<b>40,033,419</b>
<b>LIABILITIES</b>		
Bank overdraft (Note 6)	5,076,333	-
Accounts payable and accrued liabilities	10,847,624	9,814,524
Other current liabilities	16,675	-
Future employee benefits (Note 9)	1,279,810	1,262,750
Accrued interest on long term liabilities	15,882	18,661
Landfill closure and post closure costs (Note 11)	4,025,800	3,943,043
Net Long Term Liabilities (Note 12)	267,185	315,766
<b>Total Liabilities</b>	<b>21,529,309</b>	<b>15,354,744</b>
<b>NET FINANCIAL ASSETS</b>	<b>18,028,600</b>	<b>24,678,675</b>
<b>NON-FINANCIAL ASSETS</b>		
Tangible Capital Assets (net) (Schedule 1)	163,749,794	143,462,131
Inventories and prepaid expenses	15,568	31,479
	<b>163,765,362</b>	<b>143,493,610</b>
<b>Net Assets</b>	<b>181,793,962</b>	<b>168,172,285</b>
<b>Accumulated Surplus (Note 13)</b>	<b>181,793,962</b>	<b>168,172,285</b>

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

Page 2

# THE CORPORATION OF THE COUNTY OF BRANT

## CONSOLIDATED STATEMENT OF OPERATIONS

For the year ended December 31	Budget <i>(Unaudited)</i>	2009	2008 <i>(Restated Note 2)</i>
<b>REVENUES</b>			
Taxation	34,027,371	34,312,109	32,721,372
User charges	15,644,757	9,787,808	9,932,116
Grants - Ontario & Canada	7,729,585	8,304,428	12,193,226
Recoveries from other municipalities	2,457,098	3,324,394	2,410,699
Licenses, permits and rents	-	1,237,697	1,172,918
Investment income	500,000	803,936	539,460
Development charges and contributions	-	9,421,858	11,675,195
Provincial Offenses Act and other fines	-	23,518	540,366
Other (Note 15)	870,000	3,557,868	1,668,994
<b>Total Revenues</b>	<b>61,228,811</b>	<b>70,773,616</b>	<b>72,854,346</b>
<b>EXPENSES</b>			
General government	5,949,881	2,013,615	5,232,731
Protection to persons and property	8,105,038	9,142,864	8,002,647
Transportation services	11,474,038	13,886,888	10,523,212
Environmental services	9,330,945	9,098,151	1,407,095
Health services	7,586,032	7,446,988	6,696,183
Social and family services	2,200,394	4,867,915	3,775,378
Recreational and cultural services	5,122,788	5,113,320	5,146,098
Planning and development	1,944,091	1,850,167	1,392,397
<b>Total Expenses</b>	<b>51,713,207</b>	<b>53,419,908</b>	<b>42,175,741</b>
<b>Income Before Under-Noted Items</b>	<b>9,515,604</b>	<b>17,353,708</b>	<b>30,678,605</b>
<b>OTHER INCOME/(EXPENSE)</b>			
Contributed tangible capital assets		3,552,675	8,069
Loss on disposal of tangible capital assets		(23,785)	(182,669)
Amortization of tangible capital assets		(7,260,921)	(6,401,398)
		<b>(3,732,031)</b>	<b>(6,575,998)</b>
<b>Annual Surplus From Operations</b>		<b>13,621,677</b>	<b>24,102,607</b>
<b>Accumulated Surplus - Beginning of Year</b>		<b>168,172,285</b>	<b>144,069,678</b>
<b>Accumulated Surplus - End of Year</b>		<b>181,793,962</b>	<b>168,172,285</b>

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

Page 3

# THE CORPORATION OF THE COUNTY OF BRANT

## CONSOLIDATED STATEMENT OF CASH FLOWS

For the year ended December 31	2009	2008
		<i>(Restated Note 2)</i>
<b>OPERATING</b>		
Annual Surplus	13,621,677	24,102,607
Non cash charges to operations:		
Amortization	7,260,921	6,401,398
Loss on disposal of tangible capital assets	23,785	182,669
<b>Cash provided by operating transactions</b>	<b>20,906,383</b>	<b>30,686,674</b>
Sources (Uses) of Cash (Note 16)	(2,703,139)	(1,375,235)
<b>Cash provided by operating transactions</b>	<b>18,203,244</b>	<b>29,311,439</b>
<b>CAPITAL</b>		
Acquisition of tangible capital assets	(27,799,415)	(31,321,795)
Proceeds on disposal of tangible capital assets	227,046	346,886
<b>Cash provided by (applied to) capital transactions</b>	<b>(27,572,369)</b>	<b>(30,974,909)</b>
<b>INVESTING</b>		
Investment in Brant County Power Inc.	(1,321,662)	(366,431)
Investment in Brant County Power Services Inc.	(18,394)	(3,615)
<b>Cash provided by (applied to) investing transactions</b>	<b>(1,340,056)</b>	<b>(370,046)</b>
<b>FINANCING</b>		
Long term debt repaid	(48,581)	(48,580)
<b>Net Change in Cash and Cash Equivalents</b>	<b>(10,757,762)</b>	<b>(2,082,096)</b>
<b>Opening Net Cash and Cash Equivalents</b>	<b>5,681,429</b>	<b>7,763,525</b>
<b>Closing Net Cash and Cash Equivalents</b>	<b>(5,076,333)</b>	<b>5,681,429</b>
<b>Represented by:</b>		
Cash and bank	(5,076,333)	1,547,609
Investments	-	4,133,820
	<b>(5,076,333)</b>	<b>5,681,429</b>

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

Page 4

# THE CORPORATION OF THE COUNTY OF BRANT

## CONSOLIDATED STATEMENT OF CHANGE IN NET FINANCIAL ASSETS

<b>For the year ended December 31</b>	<b>2009</b>	<b>2008</b>
<b>Annual Surplus</b>	13,621,677	24,102,607
Amortization of tangible capital assets	7,260,921	6,401,398
Acquisition of tangible capital assets	(27,799,415)	(31,321,795)
Loss/(Gain) on disposal of tangible capital assets	23,785	182,669
Proceeds on disposal of tangible capital assets	227,046	346,886
Decrease (Increase) in inventory and prepaid expense	15,911	(9,837)
<b>Decrease in Net Financial Assets</b>	<b>(6,650,075)</b>	<b>(298,072)</b>
<b>Net Financial Assets, Beginning of Year</b>	<b>24,678,675</b>	<b>24,976,747</b>
<b>Net Financial Assets, End of Year</b>	<b>18,028,600</b>	<b>24,678,675</b>

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

*Page 5*

# THE CORPORATION OF THE COUNTY OF BRANT

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2009

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

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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The consolidated financial statements of The Corporation of the County of Brant (the “County”) are prepared by management in accordance with Canadian generally accepted accounting principles as recommended by the Public Sector Accounting Board of the Canadian Institute of Chartered Accountants. The preparation of financial statements in conformity with Canadian 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 financial statements and the reported amounts of revenues and expenditures during the period. Since precise determination of many assets and liabilities is dependent upon future events, the preparation of periodic financial statements necessarily involves the use of estimates and approximations. These have been made using careful judgement. Actual results could differ from these estimates. Significant aspects of the accounting policies adopted by the County are as follows:

#### (a) Reporting Entities

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

Paris Business Improvement Area  
County of Brant Public Library

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

#### (ii) Non-Consolidated Entities

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

The Brant County Health Unit  
John Noble Home

#### (iii) 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 the municipal fund balances of these financial statements.

#### (iv) Trust Funds

Trust funds and their related operations administered by the County are not consolidated, but are reported separately on the Trust Funds Statement of Continuity and Balance Sheet.



# THE CORPORATION OF THE COUNTY OF BRANT

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2009

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### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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(v) **Brant County Utility Corporations**

Brant County utility corporations, consisting of Brant County Power Inc. and Brant County Power Services Inc. are accounted for on a modified equity basis, consistent with the Canadian generally accepted accounting treatment for government business enterprises. Under the modified equity basis, the business enterprise's accounting principles are not adjusted to conform with those of the County, and inter-organizational transactions and balances are not eliminated.

(b) **Basis of Accounting**

(i) **Accrual Basis of Accounting**

The consolidated financial statements are prepared using the accrual basis of accounting. The accrual basis of accounting records revenue as it is earned and measurable. Expenses are recognized as they are incurred and measurable based upon receipt of goods or services and/or the creation of a legal obligation to pay.

(ii) **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.

(a) **Tangible capital assets**

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

Infrastructure (road - right of way)	15 - 50 years
Infrastructure (water/wastewater/storm)	25 - 75 years
Land improvements	12 - 25 years
Buildings	50 years
Building improvements	10 - 50 years
Machinery and equipment	5 - 25 years
Vehicles	7 - 15 years

Active landfills are amortized annually on the basis of tonnage tipped during the year, as a percentage of the estimated total capacity of the facility. The estimated costs to close and maintain current active landfill sites are based on estimated future expenses in current dollars, adjusted for estimated inflation, and are charged to expense as the landfill sites capacity is used.

# THE CORPORATION OF THE COUNTY OF BRANT

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2009

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### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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#### (b) Basis of Accounting (continued)

##### (ii) Non-financial assets (continued)

##### (b) Contribution of tangible capital assets

Tangible capital assets received as contributions are recorded at their fair market value at the date of receipt, and that fair value is also recorded as revenue. Similarly, transfers of assets to third parties are recorded as an expense equal to the net book value of the asset as of the date of transfer.

##### (c) Leases

Leases are classified as capital or operating leases. Leases which transfer substantially all of the benefits and risks incidental to ownership of property are accounted for as capital leases. All other leases are accounted for as operating leases and the related lease payments are expensed as incurred.

##### (d) Inventory for sale

Inventory for sale is recorded at the lower of cost or net realizable value.

##### (iii) Government Transfers

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

##### (iv) Deferred Revenues

Deferred revenues represent user charges and fees which have been collected, but for which, the related services have yet to be performed. These amounts will be recognized as revenues in the fiscal year the services are performed.

##### (v) Landfill Closure and Post Closure Cost

Landfill closure and post closure costs are accrued based on the estimated life span of the sites and estimated costs for closure and post closure monitoring and maintenance costs. Changes in the estimated liability due to capacity and cost estimates are charged to current year operations.

### 2. CHANGE IN ACCOUNTING POLICIES

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The County has implemented Public Sector Accounting Board (“PSAB”) sections 1200 Financial Statement Presentation and 3150 Tangible Capital Assets. Section 1200 establishes general reporting principles and standards for the disclosure of information in government financial statements. Section 3150 requires governments to record and amortize their tangible capital assets in their financial statements. In prior years, tangible capital asset additions were expensed in the year of the acquisition or construction.

# THE CORPORATION OF THE COUNTY OF BRANT

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2009

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### 2. CHANGE IN ACCOUNTING POLICIES (continued)

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#### Opening Tangible Capital Asset Balances:

The financial information recorded includes the actual or estimated historical cost of the tangible capital assets. When historical cost records were not available, other methods were used to estimate the costs and accumulated amortization of the assets. The County applied a consistent method of estimating the replacement or reproduction cost of the tangible capital assets for which it did not have historical cost records, except in circumstances where it could be demonstrated that a different method would provide a more accurate estimate of the cost of a particular type of tangible capital asset. After defining replacement or reproduction cost, construction cost indexes were used as a resource for determining appropriate indices in order to deflate the replacement or reproduction cost to an estimated historical cost at the year of acquisition.

This change has been applied retroactively and prior periods have been restated. This change in accounting policy has changed amounts reported in the prior period as follows:

#### Accumulated surplus at January 1, 2008:

Operating fund balance	1,926,061
Capital fund balance	4,566,152
Reserves	4,199,090
Reserve funds	5,736,992
Brant County utility companies - net investment	14,760,124
Amounts to be recovered	(6,688,318)
Accumulated surplus, as previously reported	24,500,101
Inventory of property - for sale	498,288
Net book value of tangible capital assets recorded	119,071,289
Accumulated surplus, as restated, January 1, 2008	144,069,678
Annual surplus for 2008	24,102,607
Accumulated surplus, December 31, 2008	168,172,285

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#### Internal Loans:

Loans for projects financed from reserves and reserve funds are removed for financial reporting purposes. This adjustment affects certain asset and liability accounts reported on the statement of financial position and does not affect accumulated surplus.

# THE CORPORATION OF THE COUNTY OF BRANT

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2009

### 2. CHANGE IN ACCOUNTING POLICIES (continued)

#### Annual Surplus for 2008:

Net revenues, as previously reported	(288,235)
Developer contribution of tangible capital assets	8,069
Assets capitalized but previously expensed	31,313,726
Amortization expense not previously recorded	(6,401,398)
Loss on sale of tangible capital assets	(182,669)
Proceeds on disposal reported as revenue	(346,886)
Annual surplus as restated	24,102,607

### 3. OPERATIONS OF SCHOOL BOARDS

Further to Note 1(a)(ii), during 2009, the County made property tax transfers to school boards. The amount collected and remitted is summarized below by board:

	2009	2008
Public English	11,581,063	11,115,219
Separate English	2,937,161	2,841,871
Public French	20,055	8,809
Separate French	56,403	52,202

### 4. CONTRIBUTIONS TO NON-CONSOLIDATED JOINT BOARDS

Further to Note 1(a)(iii), the following contributions which are included as an expenditure on the consolidated statement of operations were made by the County to these boards:

	2009	2008
Brant County Health Unit	782,017	751,248
John Noble Home	535,827	531,288

### 5. TRUST FUNDS

Trust funds administered by the County amounting to \$1,021,996 (2008 - \$971,425) have not been included in the consolidated statement of financial position nor have their operations been included in the consolidated statement of operations.

# THE CORPORATION OF THE COUNTY OF BRANT

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2009

### 6. CASH AND SHORT TERM INVESTMENTS

Total investments of \$400,000 (2008 - \$4,133,820), having a market value of \$411,098 (2008 - \$4,142,707) are included in Cash and Short Term Investments. Total Cash and Short Term Investments are comprised as follows:

	<b>2009</b>	<b>2008</b>
		<i>(Restated Note 2)</i>
<b>Cash</b> (Bank indebtedness)	(5,476,333)	1,547,609
<b>Investments</b>		
Municipal - Other	-	214,347
Other	400,000	3,919,473
	400,000	4,133,820
	(5,076,333)	5,681,429

### 7. INVESTMENT IN BRANT COUNTY UTILITY CORPORATIONS

In compliance with provincial legislation enacted to restructure the electricity industry in Ontario, Council approved the incorporation of the business of the former Brant County Hydro-Electric Commission. Two companies were incorporated under the Ontario Business Corporations Act; Brant County Power Inc. and Brant County Power Services Inc. Brant County Power Services Inc. was established to offer services other than those that regulated utilities such as Brant County Power Inc. are permitted to offer under the existing regulatory structure.

The County owns 100% of all outstanding shares of Brant County Power Inc. and Brant County Power Services Inc.

As part of the electricity restructuring, incorporated distribution utilities have been allowed to take on commercial debt structures and have the ability to earn a regulated commercial rate of return

On November 1, 2000, as part of electricity restructuring, the County transferred certain assets and liabilities, related to operations to each incorporated entity, Brant County Power Inc. and Brant County Power Services Inc. As consideration for the transfers, the County received common shares of \$8,176,012 and a note receivable of \$8,000,000 from Brant County Power Inc. and common shares of \$94,893 from Brant County Power Services Inc.

The following table provides condensed financial information in respect to the operations of Brant County Power Inc. and Brant County Power Services Inc. for the year ended December 31, 2009:

# THE CORPORATION OF THE COUNTY OF BRANT

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2009

### 7. INVESTMENT IN BRANT COUNTY UTILITY CORPORATIONS (continued)

Financial Position:	Brant County Power Inc.		Brant County Power Services Inc.	
	2009	2008	2009	2008
Current assets	8,694,214	7,430,062	1,213,266	643,930
Long term assets	20,184,957	19,310,482	510,824	528,162
<b>Total assets</b>	<b>28,879,171</b>	<b>26,740,544</b>	<b>1,724,090</b>	<b>1,172,092</b>
Current liabilities	5,570,427	3,563,649	1,251,246	676,344
Notes payable	5,000,000	5,000,000	503,072	544,370
Other liabilities	1,808,290	2,998,103	-	-
<b>Total Liabilities</b>	<b>12,378,717</b>	<b>11,561,752</b>	<b>1,754,318</b>	<b>1,220,714</b>
<b>Net Equity</b>	<b>16,500,454</b>	<b>15,178,792</b>	<b>(30,228)</b>	<b>(48,622)</b>
<b>Results of Operations:</b>				
Revenues (net)	6,083,223	6,314,661	434,243	361,127
Expenses	5,335,499	5,523,230	415,849	357,512
<b>Net Income</b>	<b>747,724</b>	<b>791,431</b>	<b>18,394</b>	<b>3,615</b>
The County's investment is comprised of the following:				
Common shares	12,250,258	12,250,258	94,893	94,893
Prior years income (loss)	2,928,534	2,562,103	(143,515)	(147,130)
<b>Net Investment - Beginning of Year</b>	<b>15,178,792</b>	<b>14,812,361</b>	<b>(48,622)</b>	<b>(52,237)</b>
Net Income for the year	747,724	791,431	18,394	3,615
Dividends	(446,000)	(425,000)	-	-
Accounting policy change and correction of prior year	1,019,938	-	-	-
<b>Change in equity</b>	<b>1,321,662</b>	<b>366,431</b>	<b>18,394</b>	<b>3,615</b>
<b>Net Investment - End of Year</b>	<b>16,500,454</b>	<b>15,178,792</b>	<b>(30,228)</b>	<b>(48,622)</b>

# THE CORPORATION OF THE COUNTY OF BRANT

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2009

### 8. DEFERRED REVENUES (CHARGES) - OBLIGATORY RESERVE FUNDS

A requirement of the public sector accounting principles of the Canadian Institute of Chartered Accountants is that obligatory reserve funds be reported as deferred revenue. This requirement is in place as provincial legislation restricts how these funds may be used and, under certain circumstances, these funds may possibly be refunded.

The County has incurred various infrastructure expenditures to accommodate future growth. These payments are expected to be recovered from future development charges.

The balances in the obligatory reserve funds of the County are summarized as follows:

	<b>2009</b>	<b>2008</b>
Federal Gas Tax transfer	824,800	780,529
Development charges	(13,725,260)	(10,906,728)
Recreational land (The Planning Act)	227,990	219,391
	(12,672,470)	(9,906,808)

### 9. FUTURE EMPLOYEE BENEFITS

The County provides certain employee benefits which will require funding in future periods.

	<b>2009</b>	<b>2008</b>
Medical and vision	1,279,810	1,262,750

### 10. PENSION AGREEMENTS

The County makes contributions to the Ontario Municipal Employees Retirement System ("OMERS"), which is a multi-employer plan, on behalf of its own staff. The plan is a defined benefit plan which specifies the amount of the retirement benefit to be received by the employees based on the length of service and average earnings.

In 2009, the County of Brant contributed \$937,191 (2008 - \$956,107) to OMERS on behalf of its employees.

**THE CORPORATION OF THE COUNTY OF BRANT**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**

For the year ended December 31, 2009

**11. LANDFILL CLOSURE AND POST CLOSURE COSTS**

The County operates three landfill sites, Biggar’s Lane, Paris and Burford. Paris and Burford are at capacity and are closed. Biggar’s Lane has approximately 315,400 cubic metres of capacity left and at present consumption levels, Biggar’s Lane should be operational for approximately 11 years.

It is estimated that the total cost to close and maintain all three sites is approximately \$5,599,700 with \$1,573,919 still to be recognized in the financial statements as capacity of the Biggar’s Lane site is used up.

The County has designated \$nil (2008 - \$nil) to assist with the cost of closing and maintaining the landfill sites.

It is estimated that the closed landfill sites will have to be monitored for approximately 100 to 150 years after closure.

**12. NET LONG TERM LIABILITIES**

(a) The balance of net long term liabilities reported on the consolidated statement of financial position is made up as follows:

	<b>2009</b>	<b>2008</b>
		<i>(Restated Note 2)</i>
Total long term liabilities incurred by the County, including those incurred on behalf of school boards, other municipalities and municipal enterprises and outstanding at year end	364,200	425,656
Loans where the responsibility for the payment of principal and interest charges for tile drainage assistance loans and non-consolidated entities has been assumed by others	(97,015)	(109,890)
<b>Net Long Term Liabilities - End of Year</b>	<b>267,185</b>	<b>315,766</b>

(b) Of the net long term liabilities reported in (a) of this note, future principal payments are summarized as follows:

	<b>2010 - 2014</b>	<b>Thereafter</b>
From user fees	242,900	24,285



# THE CORPORATION OF THE COUNTY OF BRANT

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2009

### 12. NET LONG TERM LIABILITIES (continued)

(c) Loans outstanding as at December 31, 2009:

Name	Maturity	Amount
Paris Water Pollution Control Facility	2014	267,185

(d) The municipality is contingently liable for long term liabilities with respect to tile drainage and for those for which the responsibility for the payment of principal and interest has been assumed by other municipalities, school boards and non-consolidated local boards, municipal enterprises and utilities. The total amount outstanding as at December 31, 2009 is \$97,015 (2008 - \$109,890) and is not recorded on the consolidated statement of financial position.

### 13. ACCUMULATED SURPLUS

Accumulated surplus consists of the following:	2009	2008
Operations	(21,958,297)	(11,815,688)
County of Brant Public Library Board	3,394,220	3,445,495
Paris Business Improvement Area	24,233	25,811
Brant County Utility Companies - net investment	16,470,226	15,130,170
Reserves	8,203,468	5,224,978
Reserves funds	11,910,318	12,699,388
Invested in tangible capital assets	163,749,794	143,462,131
	181,793,962	168,172,285

# THE CORPORATION OF THE COUNTY OF BRANT

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2009

### 14. RESERVES AND RESERVE FUNDS

The total balance of reserves and reserve funds of \$8,203,468 (2008 - \$5,224,978) and \$11,910,318 (2008 - \$12,699,388) respectively is made up of the following:

	2009	2008
<b>Reserves set aside for specific purpose by Council:</b>		
Industrial development	1,792,778	1,608,675
Working capital	1,184,815	1,184,815
Road equipment	(200,245)	290,996
Property reserve	597,152	595,662
Capital expenditures	3,285,812	394,732
Ambulance - fire station	9,000	6,000
Ambulance vehicle	221,676	102,923
Ambulance equipment	313,293	271,293
Ambulance general	74,000	74,000
Insurance	69,529	69,529
History book	24,899	24,899
Computer breakdown	23,534	23,534
Transit	57,176	65,782
Health unit	41,036	41,036
Waste collection	18,825	18,825
Landfill	7,677	7,677
Roads and bridges	459,888	400,000
Rural fire suppression	40,800	27,600
Vehicle collision and prevention	17,000	17,000
Cemetery property	72,987	-
Impounded water access	91,836	-
<b>Total Reserves</b>	<b>8,203,468</b>	<b>5,224,978</b>
<b>Reserve Funds set aside for specific purposes by Council:</b>		
Financing	3,391,773	3,309,047
Water development	5,756,278	3,872,585
Sanitary sewers	2,100,514	1,705,460
Investing in Ontario	-	3,274,528
Scholarship award	1,556	1,518
Building department	660,197	486,860
OMPF reduction	-	49,390
<b>Total Reserve Funds</b>	<b>11,910,318</b>	<b>12,699,388</b>
<b>Total Reserves and Reserve Funds</b>	<b>20,113,786</b>	<b>17,924,366</b>

# THE CORPORATION OF THE COUNTY OF BRANT

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2009

### 15. OTHER REVENUES

Other revenues are comprised of the following:

	<b>Budget</b>	<b>2009</b>	<b>2008</b>
	<i>Unaudited</i>		
Penalties and interest on taxes	470,000	580,785	506,779
Sale of non-inventory items	-	-	429,180
Change in equity in Brant County Utility Corporations	-	1,340,056	370,046
Dividend received from Brant County Power Inc.	400,000	425,000	-
Donations	-	1,000,741	314,510
Transfer from trust funds	-	51,324	48,479
Other recoveries	-	159,962	-
	870,000	3,557,868	1,668,994

### 16. SOURCES (USES) OF CASH

	<b>2009</b>	<b>2008</b>
Taxes receivable	(870,755)	162,105
Accounts receivable	(229,446)	652,827
Accounts payable and accruals	1,033,100	1,234,547
Other current liabilities	16,675	-
Deferred revenues/changes	(2,765,662)	(3,675,418)
Employee benefits and interest	14,281	(141,375)
Landfill closure and post closure liability	82,757	401,916
Inventories and prepaid expenses	15,911	(9,837)
	(2,703,139)	(1,375,235)

# THE CORPORATION OF THE COUNTY OF BRANT

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2009

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### 17. BUDGET FIGURES

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County of Brant Council completes separate reviews for its operating and capital budgets each year. The approved budget for 2009 is reflected on statement of operations. For capital spending, budgets are set for individual projects and funding for these activities is determined annually and made by transfers from reserve funds and by application of applicable grants or other funds available to apply to capital projects.

### 18. COMPARATIVE FIGURES

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Certain of the prior year's figures, provided for the purpose of comparison, have been reclassified to conform with the current year's presentation.

**THE CORPORATION OF THE COUNTY OF BRANT**  
**Tangible Capital Assets - Continuity Schedule**

**SCHEDULE 1**

<b>For the year ended December 31, 2009</b>	<b>Land</b>	<b>Land Improvements</b>	<b>Building</b>	<b>Machinery &amp; Equipment</b>	<b>Infrastructure</b>	<b>Assets Under Construction</b>	<b>2009 Total (incl WIP)</b>	<b>2008 Total (incl WIP)</b>
<b>Total Historical Cost:</b>								
Balance: Beginning of year	8,867,754	3,203,191	29,864,041	49,870,053	169,469,451	-	261,274,490	233,789,966
Add: Additions during the year	534,567	368,674	5,332,051	5,140,137	10,885,844	5,538,142	27,799,415	31,321,795
Less: Disposals during the year	1,103	1,680	409,486	1,536,045	1,706,452	-	3,654,766	3,837,271
Balance: End of year	9,401,218	3,570,185	34,786,606	53,474,145	178,648,843	5,538,142	285,419,139	261,274,490
<b>Accumulated Amortization:</b>								
Balance: Beginning of year	-	918,543	6,201,871	29,303,375	81,388,570	-	117,812,359	114,718,677
Add: Amortization expense	-	158,321	660,278	2,451,786	3,990,536	-	7,260,921	6,401,398
Less: Accum. amort. on disposals	-	-	34,894	1,498,957	1,870,084	-	3,403,935	3,307,716
Balance: End of year	-	1,076,864	6,827,255	30,256,204	83,509,022	-	121,669,345	117,812,359
<b>Total: NET BOOK VALUE</b>	9,401,218	2,493,321	27,959,351	23,217,941	95,139,821	5,538,142	163,749,794	143,462,131

# THE CORPORATION OF THE COUNTY OF BRANT

## SEGMENTED INFORMATION

## SCHEDULE 2

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

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

### **Police Services**

The County of Brant police service enhances the quality of life for all citizens and responds to their changing needs by ensuring and promoting public safety in partnership with our community.

The services are performed by the Ontario Provincial Police and are based upon a contract for services.

### **Ambulance Services**

The County provides ambulance services to the residents of Brant and Brantford.

### **Transportation Services**

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

### **Environmental Services**

Environmental services include sanitary sewer system, storm sewer system, waterworks, waste collection, waste disposal and recycling.

Responsibilities include water treatment and maintenance, water distribution, water quality, water conservation, the water pollution control plant, pumping stations, pollution control, storm and sanitary sewer maintenance, curbside garbage collection, waste diversion, yard waste management, household hazardous waste day events and landfill site operations.

### **Recreation and Cultural Services**

This segment includes parks, recreation programs, recreation facilities, libraries and cultural services.

Responsibilities include management and provision of recreational services, facilities and programs and administration and maintenance of the libraries.

### **Social Services and Housing**

Social services and housing ensures a healthy community by providing a social infrastructure to the Citizens of Brant County. Services include general assistance, income support, employment assistance, childcare, affordable housing and assistance to aged persons.

The services are performed by The Corporation of the City of Brantford and are based upon an agreement for services.

# THE CORPORATION OF THE COUNTY OF BRANT

## SEGMENTED INFORMATION

## SCHEDULE 2

For the year ended December 31, 2009	Police Services	Ambulance Services	Transportation Services	Environmental Services	Recreational & Cultural	Social Services and Housing	Other Services [1]	Consolidated 2009
<b>Revenues</b>								
Taxation revenues	-	-	-	-	-	-	34,312,109	34,312,109
Grants	148,626	3,063,436	2,058,050	-	48,578	-	2,985,738	8,304,428
Revenue from other municipalities	-	2,370,515	-	-	-	-	953,879	3,324,394
Other revenues [2]	15,200	2,079	38,243	8,241,414	1,143,689	-	13,627,004	23,067,629
Government Business Enterprise	-	-	-	-	-	-	1,765,056	1,765,056
<b>Total Revenues</b>	<b>163,826</b>	<b>5,436,030</b>	<b>2,096,293</b>	<b>8,241,414</b>	<b>1,192,267</b>	<b>-</b>	<b>53,643,786</b>	<b>70,773,616</b>
<b>Expenditures</b>								
Salaries, wages and benefits	25,681	5,233,587	3,487,115	1,472,702	1,814,615	-	6,739,534	18,773,234
Materials	99,881	596,248	2,700,359	876,735	1,042,817	-	1,930,846	7,246,886
Contracted services	5,617,521	60,426	5,405,140	5,743,056	523,045	-	1,452,555	18,801,743
External transfers	-	50,000	-	386,958	1,723,756	4,867,915	1,281,340	8,309,969
Debt servicing	-	-	-	7,012	-	-	-	7,012
Other expenditures [3]	8,974	242,202	2,294,274	611,688	9,087	-	(2,885,161)	281,064
<b>Total Expenditures</b>	<b>5,752,057</b>	<b>6,182,463</b>	<b>13,886,888</b>	<b>9,098,151</b>	<b>5,113,320</b>	<b>4,867,915</b>	<b>8,519,114</b>	<b>53,419,908</b>
<b>Net Revenue (Deficit)</b>	<b>(5,588,231)</b>	<b>(746,433)</b>	<b>(11,790,595)</b>	<b>(856,737)</b>	<b>(3,921,053)</b>	<b>(4,867,915)</b>	<b>45,124,672</b>	<b>17,353,708</b>

[1] Other Services - Includes General Government, Protection Services (excluding Police Services), Health Services (excluding Ambulance Services), Planning and Development and Utility operation.

[2] Other Revenues - Includes licenses, permits, interest, donations, sale of equipment and publications, gaming revenues and user charges.

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

# THE CORPORATION OF THE COUNTY OF BRANT

## SEGMENTED INFORMATION

## SCHEDULE 2

For the year ended December 31, 2008	Police Services	Ambulance Services	Transportation Services	Environmental Services	Recreational & Cultural Services	Social Services and Housing	Other Services [1]	Consolidated 2008
<b>Revenues</b>								
Taxation revenues	-	-	-	-	-	-	32,721,372	32,721,372
Grants	15,962	3,032,689	3,480,000	794,347	90,652	-	4,779,576	12,193,226
Revenue from other municipalities	-	2,116,693	-	-	-	-	294,006	2,410,699
Other revenues [2]	63,947	300	73,075	7,977,289	1,708,588	-	15,335,804	25,159,003
Government Business Enterprise	-	-	-	-	-	-	370,046	370,046
<b>Total Revenues</b>	<b>79,909</b>	<b>5,149,682</b>	<b>3,553,075</b>	<b>8,771,636</b>	<b>1,799,240</b>	<b>-</b>	<b>53,500,804</b>	<b>72,854,346</b>
<b>Expenditures</b>								
Salaries, wages and benefits	28,144	4,836,412	3,420,279	1,521,169	2,752,395	-	6,329,518	18,887,917
Materials	116,724	364,961	2,980,801	-	1,470,539	-	1,756,236	6,689,261
Contracted services	4,680,632	57,052	4,686,497	-	611,003	-	1,850,380	11,885,564
External transfers	6,550	50,000	-	390,758	351,923	3,775,378	1,282,553	5,857,162
Debt servicing	-	-	41,951	30,605	-	-	-	72,556
Other expenditures [3]	9,198	161,298	(606,316)	(535,437)	(39,762)	-	(205,700)	(1,216,719)
<b>Total Expenditures</b>	<b>4,841,248</b>	<b>5,469,723</b>	<b>10,523,212</b>	<b>1,407,095</b>	<b>5,146,098</b>	<b>3,775,378</b>	<b>11,012,987</b>	<b>42,175,741</b>
<b>Annual Surplus</b>	<b>(4,761,339)</b>	<b>(320,041)</b>	<b>(6,970,137)</b>	<b>7,364,541</b>	<b>(3,346,858)</b>	<b>(3,775,378)</b>	<b>42,487,817</b>	<b>30,678,605</b>

[1] Other Services - Includes General Government, Protection Services (excluding Police Services), Health Services (excluding Ambulance Services), Planning and Development and Utility operation.

[2] Other Revenues - Includes licenses, permits, interest, donations, sale of equipment and publications, gaming revenues and user charges.

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