

THE CORPORATION OF THE COUNTY OF BRANT

CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2010



Millard, Rouse & Rosebrugh LLP
Chartered Accountants

THE CORPORATION OF THE COUNTY OF BRANT

For the year ended December 31, 2010

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MANAGEMENT REPORT
December 31, 2010

The accompanying financial statements are the responsibility of the management of the Corporation of the County of Brant. In management's opinion, these financial statements have been prepared in accordance with Canadian generally accepted accounting principles. Management has selected accounting principles and methods that are appropriate for the Corporation's circumstances. Financial statements are not precise since they include certain amounts based on estimates and judgments. Management has determined such amounts on a reasonable basis in order to ensure that the financial statements are presented fairly, in all material respects. The notes to the financial statements and any other supplementary information presented are consistent with that in the financial statements.

The Corporation maintains systems of internal accounting and administrative controls that are designed to provide reasonable assurance that the financial information is relevant, reliable, and accurate, that transactions are properly authorized and that the Corporation assets are properly accounted for and adequately safeguarded.

The financial statements have been examined by Millard, Rouse and Rosebrugh LLP Chartered Accountants, the external auditors of the Corporation. The responsibility of the external auditors is to express their opinion on whether the financial statements are fairly presented, in all material respects, in accordance with Canadian generally accepted accounting principles.

County Council, through the Corporate Development Committee, is responsible for ensuring that management fulfils its responsibility for financial reporting and internal control. Millard, Rouse and Rosebrugh LLP Chartered Accountants have full and free access to the Corporate Development Committee, with and without the presence of management.

A handwritten signature in black ink that reads "Paul Emerson".

Paul Emerson
Chief Administrative Officer
February 16, 2012

A handwritten signature in black ink that reads "Heather L. Mifflin".

Heather L Mifflin
Treasurer
February 16, 2012



Millard, Rouse & Rosebrugh LLP

Chartered Accountants
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INDEPENDENT AUDITORS' REPORT

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

We have audited the accompanying consolidated financial statements of The Corporation of the County of Brant which comprise the consolidated statement of financial position as at December 31, 2010, consolidated statements of operations and accumulated surplus, changes in net financial assets and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with Canadian generally accepted accounting principles, and for such internal control as County management determines 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 auditors' 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 County management, as well as evaluating the overall presentation of the 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 County of Brant as at December 31, 2010, and the results of its operations and changes in net assets and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

February 16, 2012

CHARTERED ACCOUNTANTS
Licensed Public Accountants

THE CORPORATION OF THE COUNTY OF BRANT
CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at December 31	2010	2009
Financial Assets		
Taxes receivable	3,739,868	4,144,878
Accounts receivable	6,659,222	5,772,047
Land inventory for sale	7,373,294	498,288
Affordable Housing loan (Note 6)	310,516	-
Deferred charges (over expenditure of development charges) (Note 8)	10,381,102	12,672,470
Investment in Brant County Power Inc. (Note 7)	16,937,444	16,500,454
Investment in Brant County Power Services Inc. (Note 7)	73,466	(30,228)
	45,474,912	39,557,909
Financial Liabilities		
Bank overdraft (Note 5)	2,392,061	5,076,333
Accounts payable and accrued liabilities	13,925,696	10,847,624
Other current liabilities	2,233,458	16,675
Future employee benefits (Note 9)	1,421,320	1,279,810
Accrued interest on long term liabilities	195,757	15,882
Landfill closure and post closure costs (Note 11)	4,311,009	4,025,800
Net long term liabilities (Note 12)	14,628,436	267,185
	39,107,737	21,529,309
Net Financial Assets	6,367,175	18,028,600
Non-Financial Assets		
Tangible capital assets - net (Page 22)	195,077,721	163,749,794
Inventories and prepaid expenses	11,535	15,568
	195,089,256	163,765,362
Total Net Assets	201,456,431	181,793,962
Accumulated Surplus - end of year (Note 13)	201,456,431	181,793,962

THE CORPORATION OF THE COUNTY OF BRANT

CONSOLIDATED STATEMENT OF OPERATIONS AND ACCUMULATED SURPLUS

For the year ended December 31	Budget <i>(Unaudited)</i>	2010	2009
Revenue			
Taxation	35,756,663	36,148,470	34,312,109
Fees and user charges	10,576,684	10,131,664	9,787,808
Grants - Ontario	7,571,610	12,485,337	6,230,453
Grants - Canada	-	5,697,860	2,073,975
Recoveries from other municipalities	3,001,789	3,097,694	3,324,394
Licenses, permits and rents	964,695	1,292,949	1,237,697
Investment income	300,000	743,534	803,936
Development charges and contributions	-	398,220	9,421,858
Other income (Note 15)	1,393,298	4,165,016	3,581,386
	59,564,739	74,160,744	70,773,616
Expenditures			
General government	6,091,593	3,151,498	2,013,615
Protection services	8,605,665	10,001,694	9,142,864
Transportation services	9,350,079	8,268,074	13,886,888
Environmental services	9,060,882	7,248,001	9,098,151
Health services	7,825,609	7,977,313	7,446,988
Social and family services	3,419,284	3,650,069	4,867,915
Recreation and cultural services	5,141,651	4,338,471	5,113,320
Planning and development	1,935,788	1,949,343	1,850,167
	51,430,551	46,584,463	53,419,908
Income Before Under-noted Items	8,134,188	27,576,281	17,353,708
Other (Income)/Expense			
Contributed tangible capital assets		1,027,160	3,552,675
Loss on disposal of tangible capital assets		(661,713)	(23,785)
Amortization of tangible capital assets		(8,279,259)	(7,260,921)
		(7,913,812)	(3,732,031)
Annual Surplus from Operations		19,662,469	13,621,677
Accumulated Surplus - Beginning of Year		181,793,962	168,172,285
Accumulated Surplus - End of Year (Note 13)		201,456,431	181,793,962

THE CORPORATION OF THE COUNTY OF BRANT
CONSOLIDATED STATEMENT OF CHANGES IN NET FINANCIAL ASSETS

For the year ended December 31	2010	2009
Annual Surplus from Operations	19,662,469	13,621,677
Amortization of tangible capital assets	8,279,259	7,260,921
Acquisition of tangible capital assets	(40,562,968)	(27,799,415)
(Gain)/Loss on disposal of tangible capital assets	661,713	23,785
Proceeds on disposal of tangible capital assets	294,069	227,046
Decrease/(Increase) in inventory and prepaid expense	4,033	15,911
Increase/(Decrease) in Net Financial Assets	(11,661,425)	(6,650,075)
Net Financial Assets - Beginning of Year	18,028,600	24,678,675
Net Financial Assets - End of Year	6,367,175	18,028,600

THE CORPORATION OF THE COUNTY OF BRANT
CONSOLIDATED STATEMENT OF CASH FLOWS

For the year ended December 31	2010	2009
Cash Provided By (Used In)		
Operating Activities		
Annual Surplus from operations	19,662,469	13,621,677
Items not involving cash:		
Amortization of tangible capital assets	8,279,259	7,260,921
Loss/(Gain) on disposal of tangible capital assets	661,713	23,785
	<u>28,603,441</u>	<u>20,906,383</u>
Sources (uses) of cash (Note 16)	529,163	(2,703,139)
Cash provided by operating transactions	<u>29,132,604</u>	<u>18,203,244</u>
Capital Activities		
Acquisition of tangible capital assets	(40,562,968)	(27,799,415)
Proceeds on disposal of tangible capital assets	294,069	227,046
Cash provided by (applied to) capital transactions	<u>(40,268,899)</u>	<u>(27,572,369)</u>
Investing Activities		
Investment in Brant County Power Inc.	(436,990)	(1,321,662)
Investment in Brant County Power Services Inc.	(103,694)	(18,394)
Cash provided by (applied to) investing transactions	<u>(540,684)</u>	<u>(1,340,056)</u>
Financing Activities		
Proceeds from new debt	14,553,010	-
Repayment of long-term liabilities	(191,759)	(48,581)
	<u>14,361,251</u>	<u>(48,581)</u>
Net Change in Cash and Cash Equivalents	<u>2,684,272</u>	<u>(10,757,762)</u>
Cash and Cash Equivalents - Beginning of Year	<u>(5,076,333)</u>	<u>5,681,429</u>
Cash and Cash Equivalents - End of Year	<u>(2,392,061)</u>	<u>(5,076,333)</u>
Cash and Cash Equivalents are Comprised of:		
Bank overdraft	(5,036,354)	(5,476,333)
Investments	2,644,293	400,000
	<u>(2,392,061)</u>	<u>(5,076,333)</u>

THE CORPORATION OF THE COUNTY OF BRANT

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2010

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

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 consolidated financial statements include:

Paris Business Improvement Area
Brant County Public Library Board

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 separately reported 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, 2010

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(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 policies 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. Expenditures 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 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 following:

Land	No amortization
Land improvements	12 - 25 years
Infrastructure (road - right of way)	15 - 50 years
Infrastructure (water/wastewater/storm)	25 - 75 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 the current 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, 2010

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(b) Basis of Accounting (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.

(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. OPERATIONS OF SCHOOL BOARDS

Further to Note 1(a)(ii), during 2010, the County made property tax transfers to school boards. The amount collected and remitted is summarized below by Board:

	2010	2009
Public English	11,877,810	11,581,063
Separate English	3,034,826	2,937,161
Public French	21,070	20,055
Separate French	57,256	56,403

THE CORPORATION OF THE COUNTY OF BRANT

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2010

3. CONTRIBUTIONS TO NON-CONSOLIDATED JOINT BOARDS

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

	2010	2009
Brant County Health Unit	797,618	782,017
John Noble Home	1,027,052	1,705,394

4. TRUST FUNDS

Trust funds administered by the County amounting to \$1,064,764 (2009 - \$1,021,996) have not been included in the consolidated statement of financial position, nor have their operations been included in the consolidated statement of operations.

5. CASH AND SHORT TERM INVESTMENTS

Total investments of \$2,644,293 (2009 - \$400,000) having a market value of \$2,672,093 (2009 - \$411,098) are included in cash and short term investments. Total cash and short term investments are comprised as follows:

	2010	2009
Cash (Bank indebtedness)	(5,036,354)	(5,476,333)
Investments		
Other	2,644,293	400,000
	(2,392,061)	(5,076,333)

6. AFFORDABLE HOUSING LOAN

The County has loaned funds to the 120 West River Street affordable housing project. The loan is forgivable at \$14,786 per year as long as the borrower is in compliance with all terms and conditions of its Municipal Facilities Agreement. The agreement also allows for a reduction in property tax on the project if the borrower is in compliance with the agreement.

THE CORPORATION OF THE COUNTY OF BRANT

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2010

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, 2010:

THE CORPORATION OF THE COUNTY OF BRANT

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2010

7. INVESTMENT IN BRANT COUNTY UTILITY CORPORATIONS (continued)

	Brant County Power Inc.		Brant County Power Services Inc.	
	2010	2009	2010	2009
Financial Position				
Current assets	8,497,081	8,694,214	1,304,205	1,213,266
Long term assets	21,356,530	20,184,957	511,210	510,824
Total assets	29,853,611	28,879,171	1,815,415	1,724,090
Current liabilities	5,093,676	5,570,427	1,274,360	1,251,246
Notes payable	7,000,000	5,000,000	467,589	503,072
Other liabilities	822,491	1,808,290	-	-
Total liabilities	12,916,167	12,378,717	1,741,949	1,754,318
Net Equity	16,937,444	16,500,454	73,466	(30,228)

Results of Operations

Revenues (net)	6,253,952	6,083,223	415,477	434,243
Expenses	5,313,979	5,335,499	311,783	415,849
Net Income	939,973	747,724	103,694	18,394

The County's investment is comprised of the following:

Common shares	12,250,258	12,250,258	94,893	94,893
Prior year retained earnings	4,250,196	3,948,472	(125,121)	(143,515)
Net Investment- Beginning of Year	16,500,454	16,198,730	(30,228)	(48,622)
Net income for the year	939,973	747,724	103,694	18,394
Dividends	(502,983)	(446,000)	-	-
Change in equity	436,990	301,724	103,694	18,394
Net Investment- End of Year	16,937,444	16,500,454	73,466	(30,228)

THE CORPORATION OF THE COUNTY OF BRANT

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2010

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:

	2010	2009
Federal Gas Tax transfer	1,223,728	824,800
Provincial Gas Tax transfer	48,481	-
Building Department charges	542,004	-
Development charges	(12,551,883)	(13,725,260)
Recreational land (The Planning Act)	356,568	227,990
	(10,381,102)	(12,672,470)

9. FUTURE EMPLOYEE BENEFITS

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

	2010	2009
Medical and vision	1,421,320	1,279,810

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 2010, the County of Brant contributed \$990,002 (2009 - \$937,191) 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, 2010

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 282,539 cubic metres of capacity left and at present consumption levels, Biggar's Lane should be operational for approximately 10 years.

It is estimated that the total cost to close and maintain all three sites is approximately \$5,380,771 with \$1,069,762 still to be recognized in the financial statements as capacity of the Biggar's Lane site is used up.

The County has designated \$26,500 (2009 - \$26,500) 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:

	2010	2009
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	14,713,400	364,200
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	(84,964)	(97,015)
Net Long Term Liabilities- End of Year	14,628,436	267,185

(b) Of the net long term liabilities reported above, future principal payments are summarized as follows:

	2011 - 2015	Thereafter
From user fees and land sales	7,668,062	6,960,374

THE CORPORATION OF THE COUNTY OF BRANT

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2010

12. NET LONG TERM LIABILITIES (continued)

(c) Loans outstanding as at December 31, 2010:

Name	Maturity	Amount
Paris Water Pollution Control Facility	2014	218,607
Ontario Infrastructure Projects Corporation (OIPC) 4.52% 15 year debenture	2025	1,308,280
OIPC 4.86%, 20 year debenture	2030	7,286,488
Mortgage payable to 2010279 Ontario Limited, 5% interest only payable monthly. Principal due April 10, 2013	2013	5,815,061
		14,628,436

(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, 2010 is \$84,964 (2009 - \$97,015) and is not recorded on the consolidated statement of financial position.

13. ACCUMULATED SURPLUS

Accumulated surplus is comprised of the following amounts:

	2010	2009
Operations	(27,151,347)	(18,777,864)
County of Brant Public Library	3,297,340	3,394,220
Paris Business Improvement Area	24,209	24,233
Brant County Utility Companies- net investment	17,010,910	16,470,226
Reserves (Note 14)	3,854,737	8,203,468
Reserve Funds (Note 14)	12,523,294	11,910,318
Invested in tangible capital assets	191,897,288	160,569,361
	201,456,431	181,793,962

THE CORPORATION OF THE COUNTY OF BRANT

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2010

14. RESERVES AND RESERVE FUNDS

	2010	2009
Reserves set aside for specific purpose by Council:		
Industrial development	87,335	1,792,778
Working capital	-	1,184,815
Road equipment	(269,933)	(200,246)
Property reserve	808,654	597,153
Capital expenditures	598,151	3,285,812
Ambulance- fire station	12,000	9,000
Ambulance- vehicle	169,818	221,676
Ambulance- equipment	355,293	313,293
Ambulance- general	495,598	74,000
Insurance	-	69,529
History book	25,582	24,899
Computer breakdown	-	23,534
Transit	-	57,176
Health Unit	41,036	41,036
Waste collection	18,825	18,825
Landfill	7,677	7,677
Roads and bridges	-	459,888
Rural fire suppression	45,000	40,800
Vehicle collision and prevention	17,000	17,000
Cemetery property	72,987	72,987
Impounded water access	91,836	91,836
Contingency rate stabilization	1,277,878	-
	3,854,737	8,203,468
Reserve funds set aside for specific purposes by Council:		
Financing	3,476,567	3,391,773
Water development	6,882,841	5,756,278
Sanitary sewers	2,162,291	2,100,514
Scholarship award	1,595	1,556
Building department	-	660,197
	12,523,294	11,910,318
Total Reserves and Reserve Funds	16,378,031	20,113,786

THE CORPORATION OF THE COUNTY OF BRANT

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2010

15. OTHER REVENUES

Other revenues are comprised of the following:

	2010 Budget (Unaudited)	2010 Actual	2009 Actual
Penalties and interest on taxation	522,000	620,793	580,785
Change in equity in Brant County Utility Corporations	-	540,684	1,340,056
Dividend received from Brant County Power Inc.	450,000	478,983	425,000
Donations and other	6,450	2,264,050	1,000,741
Transfer from trust funds	50,000	41,706	51,324
Other recoveries, fines and penalties	364,848	218,800	183,480
	1,393,298	4,165,016	3,581,386

16. SOURCES (USES) OF CASH

	2010	2009
Taxes receivable	405,010	(870,755)
Accounts receivable	(887,175)	(229,446)
Affordable housing loan	(310,516)	-
Land inventory	(6,875,006)	-
Accounts payable and accruals	3,078,072	1,033,100
Other current liabilities	2,216,783	16,675
Deferred revenue/charges	2,291,368	(2,765,662)
Employee benefits and interest	321,385	14,281
Landfill closure and post closure liability	285,209	82,757
Inventories and prepaid expenses	4,033	15,911
	529,163	(2,703,139)

17. BUDGET AMOUNTS

County of Brant Council completes separate reviews for its operating and capital budgets each year. The approved budget for 2010 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.

THE CORPORATION OF THE COUNTY OF BRANT

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2010

18. COMPARATIVE FIGURES

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

THE CORPORATION OF THE COUNTY OF BRANT

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2010

19. SEGMENTED INFORMATION

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
SCHEDULE OF SEGMENTED INFORMATION
For the year ended December 31, 2010

	Police Services	Ambulance Services	Transportation Services	Environmental Services	Recreational & Cultural Services	Social Services and Housing	Other Services	Total 2010
Revenue								
Taxation	-	-	-	-	-	-	36,148,470	36,148,470
Grants	130,798	3,185,606	1,875,730	16,793	9,625,407	-	3,348,863	18,183,197
Revenue from other municipalities	-	2,708,412	-	-	-	-	389,283	3,097,695
Other revenue	5,300	1,232	371,676	9,428,935	1,034,021	-	5,897,711	16,738,875
Government business enterprise	-	-	-	-	-	-	1,019,667	1,019,667
	136,098	5,895,250	2,247,406	9,445,728	10,659,428	-	46,803,994	75,187,904
Expenses								
Salaries and benefits	18,901	5,356,602	3,541,768	1,536,500	1,903,624	-	7,098,833	19,456,228
Materials and supplies	104,013	493,904	2,132,552	532,484	351,754	215,359	2,134,660	5,964,726
Contracted services	5,657,317	52,537	2,489,019	3,105,063	120,893	-	1,666,238	13,091,067
External transfers	268	16,000	-	594,766	1,614,924	3,434,710	1,333,303	6,993,971
Debt Servicing	-	-	31,318	178,526	36,245	-	22,584	268,673
Other expenditures	7,706	112,627	281,211	342,392	134,769	-	592,806	1,471,511
Amortization	-	137,498	4,916,424	1,757,366	745,213	-	722,758	8,279,259
	5,788,205	6,169,168	13,392,292	8,047,097	4,907,422	3,650,069	13,571,182	55,525,435
Net Surplus (Deficit)	(5,652,107)	(273,918)	(11,144,886)	1,398,631	5,752,006	(3,650,069)	33,232,812	19,662,469

THE CORPORATION OF THE COUNTY OF BRANT
SCHEDULE OF SEGMENTED INFORMATION
For the year ended December 31, 2009

	Police Services	Ambulance Services	Transportation Services	Environmental Services	Recreational & Cultural Services	Social Services and Housing	Other Services	Total 2009
Revenue								
Taxation	-	-	-	-	-	-	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 revenue	15,200	2,079	1,042,925	10,783,130	1,149,966	-	13,627,004	26,620,304
Government business enterprise	-	-	-	-	-	-	1,765,056	1,765,056
	163,826	5,436,030	3,100,975	10,783,130	1,198,544	-	53,643,786	74,326,291
Expenses								
Salaries and benefits	25,681	5,233,587	3,487,115	1,472,702	1,814,615	-	6,739,534	18,773,234
Materials and supplies	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	8,974	242,202	2,318,059	611,688	9,087	-	(2,885,161)	304,849
Amortization	354,835	128,846	4,242,243	1,506,618	811,156	-	217,223	7,260,921
	6,106,892	6,311,309	18,152,916	10,604,769	5,924,476	4,867,915	8,736,337	60,704,614
Net Surplus (Deficit)	(5,943,066)	(875,279)	(15,051,941)	178,361	(4,725,932)	(4,867,915)	44,907,449	13,621,677

THE CORPORATION OF THE COUNTY OF BRANT
SCHEDULE OF TANGIBLE CAPITAL ASSETS
For the year ended December 31, 2010

	Land	Land Improvements	Building	Machinery & Equipment	Infrastructure	Construction in Progress	Total 2010	Total 2009
Cost								
Balance, beginning of year	9,401,218	3,570,185	35,133,432	53,474,145	178,302,017	5,538,142	285,419,139	261,274,490
Additions during the year	235,389	1,905,646	2,547,086	3,577,091	13,659,393	18,638,363	40,562,968	27,799,415
Disposals during the year	31,796	95,569	758,213	2,595,506	2,106,299	-	5,587,383	3,654,766
Balance, end of year	9,604,811	5,380,262	36,922,305	54,455,730	189,855,111	24,176,505	320,394,724	285,419,139
Accumulated Amortization								
Balance, beginning of year	-	1,076,864	6,827,255	30,256,204	83,509,022	-	121,669,345	117,812,359
Amortization during the year	-	286,914	774,735	2,584,924	4,632,686	-	8,279,259	7,260,921
Accumulated amortization on disposal	-	22,916	402,641	2,328,785	1,877,259	-	4,631,601	3,403,935
Balance, end of year	-	1,340,862	7,199,349	30,512,343	86,264,449	-	125,317,003	121,669,345
Net Book Value of Tangible Capital Assets	9,604,811	4,039,400	29,722,956	23,943,387	103,590,662	24,176,505	195,077,721	163,749,794