

# **Consolidated Financial Statements**

**The Corporation of the Town of Innisfil**

**December 31, 2022**

# The Corporation of the Town of Innisfil

December 31, 2022

	<b>Page</b>
<b>The Corporation of the Town of Innisfil</b>	
Independent Auditors' Report	1 - 2
Consolidated Statement of Financial Position	3
Consolidated Statement of Operations and Accumulated Surplus	4
Consolidated Statement of Cash Flows	5
Consolidated Statement of Changes in Net Financial Assets	6
Notes to the Consolidated Financial Statements	7 - 23
Consolidated Schedule of Tangible Capital Assets	24 - 25

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## Independent Auditor's Report

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To the Mayor and Councillors of The Corporation of the Town of Innisfil

### Opinion

We have audited the consolidated financial statements of The Corporation of the Town of Innisfil (the Town), which comprise the consolidated statement of financial position as at December 31, 2022, the consolidated statements of operations and accumulated surplus, changes in net financial assets and cash flows for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Town as at December 31, 2022, and its consolidated results of operations, its consolidated changes in net financial assets, and its consolidated cash flows for the year then ended in accordance with Canadian public sector accounting standards.

### Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Consolidated Financial Statements* section of our report. We are independent of the Town in accordance with the ethical requirements that are relevant to our audit of the consolidated financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### Responsibilities of Management and Those Charged with Governance for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with Canadian public sector accounting standards, and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is responsible for assessing the Town's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Town or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Town's financial reporting process.



## Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 Town's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Town's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Town to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Town to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

*BDO Canada LLP*

**Chartered Professional Accountants, Licensed Public Accountants**

Barrie, Ontario

September 27, 2023

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**The Corporation of the Town of Innisfil**  
**Consolidated Statement of Financial Position**  
As at December 31, 2022 and 2021

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	<b>2022</b>	<b>2021</b>
<b>Financial assets</b>		
Cash and investments (Note 3)	<b>\$127,558,331</b>	\$129,288,841
Taxes receivables	<b>8,325,866</b>	7,542,969
Other receivables	<b>9,231,110</b>	8,020,019
Investment in subsidiaries (Note 4)	<b>228,963,728</b>	223,700,121
	<b>374,079,035</b>	368,551,950
<b>Liabilities</b>		
Payables and accruals	<b>17,606,644</b>	19,876,127
Deferred revenue (Note 5)	<b>45,016,651</b>	46,044,620
Interest payable on debt	<b>271,854</b>	308,027
Municipal debt (Note 6)	<b>14,007,412</b>	15,952,500
Employee benefits payable (Note 9)	<b>4,924,650</b>	4,782,829
Deposits and other	<b>12,822,413</b>	13,949,543
	<b>94,649,624</b>	100,913,646
<b>Net financial assets</b>	<b>279,429,411</b>	267,638,304
<b>Non-financial assets</b>		
Prepays	<b>1,030,443</b>	956,273
Other	<b>346,203</b>	248,554
Tangible capital assets (Page 24)	<b>366,317,146</b>	345,373,867
	<b>367,693,792</b>	346,578,694
<b>Accumulated surplus (Note 7)</b>	<b>\$647,123,203</b>	\$614,216,998

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Contingencies (Note 13)

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

**The Corporation of the Town of Innisfil**  
**Consolidated Statement of Operations and Accumulated Surplus**  
Year ended December 31, 2022 and 2021

	Budget (Note 2)	2022	2021
<b>Revenue</b>			
Taxation and User Charges (Note 10)	\$ 57,986,078	\$ 56,564,582	\$ 53,081,585
Grants and transfer payments	6,924,584	5,217,708	6,888,594
Ontario Lottery and Gaming	4,650,000	6,527,261	3,738,293
Development charges	10,100,683	13,803,547	10,559,162
Contributed tangible capital assets	-	11,533,884	16,497,438
Licenses, permits and other	14,941,429	13,436,660	10,392,294
	<b>94,602,774</b>	<b>107,083,642</b>	<b>101,157,366</b>
<b>Expenses</b>			
General government	10,631,443	9,668,877	10,112,861
Protection to persons and property	26,393,068	26,688,627	25,503,081
Transportation services	21,008,425	18,419,662	16,392,057
Environmental services	2,359,446	2,040,748	2,847,950
Health services	1,390,938	1,331,705	1,119,151
Recreation and culture	15,012,117	16,029,697	12,000,976
Planning and development	5,817,485	5,067,100	4,680,041
	<b>82,612,922</b>	<b>79,246,416</b>	<b>72,656,117</b>
<b>Net revenue</b>	<b>11,989,852</b>	<b>27,837,226</b>	<b>28,501,249</b>
<b>Other revenue</b>			
Equity earnings in subsidiary (Note 4)	-	5,263,607	6,564,397
Loss on sale of tangible capital assets	-	(194,628)	(977,729)
	<b>-</b>	<b>5,068,979</b>	<b>5,586,668</b>
<b>Annual surplus</b>	<b>\$ 11,989,852</b>	<b>32,906,205</b>	<b>34,087,917</b>
<b>Accumulated surplus, beginning of year</b>		<b>614,216,998</b>	<b>580,129,081</b>
<b>Accumulated surplus, end of year</b>		<b>\$647,123,203</b>	<b>\$614,216,998</b>

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

**The Corporation of the Town of Innisfil**  
**Consolidated Statement of Cash Flows**  
Year ended December 31, 2022 and 2021

	2022	2021
<b>Operating activities</b>		
Annual surplus	\$ 32,906,205	\$ 34,087,917
Amortization	14,188,573	13,271,058
Contribution of tangible capital assets	(11,533,884)	(16,497,438)
Loss on sale of tangible capital assets	194,628	977,729
Equity in Police tangible capital assets	3,662	(8,143)
Equity earnings in subsidiary	(5,263,607)	(6,564,397)
	<b>30,495,577</b>	<b>25,266,726</b>
<b>Changes in non-cash items</b>		
Increase in employee benefit payable	141,821	277,466
Decrease (increase) in taxes receivable	(782,897)	1,694,216
Decrease (increase) in other receivables	(1,211,091)	1,441,997
Increase in prepaids	(74,169)	(383,635)
Decrease (increase) in other assets	(97,649)	145,421
Increase (decrease) in payables and accruals	(2,269,483)	2,813,712
Increase (decrease) in deferred revenue	(1,027,969)	17,916,534
Decrease in interest payable on debt	(36,173)	(36,238)
Increase (decrease) in other liabilities	(1,127,130)	1,556,801
<b>Cash provided by operating activities</b>	<b>24,010,837</b>	<b>50,693,000</b>
<b>Capital activities</b>		
Proceeds from sale of tangible capital assets	290,111	426,598
Purchase of tangible capital assets	(24,086,370)	(16,777,830)
<b>Cash used in capital activities</b>	<b>(23,796,259)</b>	<b>(16,351,232)</b>
<b>Financing activities</b>		
Municipal debt repayment	(1,945,088)	(1,942,595)
<b>Net change in cash and cash equivalents</b>	<b>(1,730,510)</b>	<b>32,399,173</b>
<b>Cash and cash equivalents, beginning of the year</b>	<b>129,288,841</b>	<b>96,889,668</b>
<b>Cash and cash equivalents, end of year</b>	<b>\$ 127,558,331</b>	<b>\$ 129,288,841</b>

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

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**The Corporation of the Town of Innisfil**  
**Consolidated Statement of Changes in Net Financial Assets**  
Year ended December 31, 2022 and 2021

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	Budget (Note 2)	2022	2021
Annual surplus	\$ 11,989,852	\$ 32,906,205	\$ 34,087,917
Purchase of tangible capital assets	(110,218,672)	(24,086,370)	(16,777,830)
Contributed tangible capital assets	-	(11,533,884)	(16,497,438)
Amortization of tangible capital assets	14,188,573	14,188,573	13,271,058
Equity in Police tangible capital assets	-	3,662	(8,143)
Proceeds from sale of tangible capital assets	-	290,111	426,598
Gain on sale of tangible capital assets	-	194,628	977,729
Change in prepaid	-	(74,169)	(383,635)
Change in other assets	-	(97,649)	145,421
	<u>(96,030,099)</u>	<u>(21,115,098)</u>	<u>(18,846,240)</u>
<b>Change in net financial assets</b>	<b>(84,040,247)</b>	<b>11,791,107</b>	<b>15,241,677</b>
<b>Net financial assets, beginning of year</b>	<b>267,638,304</b>	<b>267,638,304</b>	<b>252,396,627</b>
<b>Net financial assets, end of year</b>	<b>\$ 183,598,057</b>	<b>\$ 279,429,411</b>	<b>\$ 267,638,304</b>

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



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# The Corporation of the Town of Innisfil

## Notes to the Consolidated Financial Statements

December 31, 2022 and 2021

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### 1. Significant Accounting Policies

#### (a) Management's Responsibility for the Consolidated Financial Statements

The consolidated financial statements of the Corporation of the Town of Innisfil ("the Town") are the responsibility of and are prepared by Management in accordance with Canadian generally accepted accounting principles for local governments, as recommended by the Public Sector Accounting Board ("PSAB") of the Chartered Professional Accountants of Canada. Significant aspects of the accounting policies adopted by the Town are as follows:

#### (b) Basis of consolidation

##### (i) Consolidated entities

The consolidated financial statements reflect the assets, liabilities, revenue, expenses and changes in net assets and financial position of the reporting entity. The reporting entity is comprised of all organizations and enterprises accountable for the administration of their affairs and resources to the Town and which are owned or controlled by the Town. In addition to general government tax-supported operations, the Town of Innisfil Public Library Board is also included.

The Town's portion of The Bradford West Gwillimbury/Innisfil Police Services Board has been included in these consolidated financial statements on a proportionate consolidation basis of 53.64% (2021 – 53.87%).

##### (ii) Modified equity accounting

InnPower Corporation, Innterprises Inc. and InnServices Utilities Inc. are wholly-owned subsidiary corporations of the Town and 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 to those of the Town, and inter-organizational transactions and balances are not eliminated.

#### (c) Basis of accounting

##### (i) Accrual accounting

Sources of financing and expenditures are reported on the accrual basis of accounting. The accrual basis of accounting recognizes revenues as they are earned 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.

##### (ii) Accounting for the County and School Board transactions

The taxation, other revenue, expenditures, assets and liabilities with respect to the operations of the County and the School Boards are not reflected in these financial statements.

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# The Corporation of the Town of Innisfil

## Notes to the Consolidated Financial Statements

December 31, 2022 and 2021

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### 1. Significant Accounting Policies (continued)

#### (c) Basis of accounting (continued)

##### (iii) Investments

Investments consist of Guaranteed Investment Certificates (GICs), bond, and equity funds and are recorded at amortized cost. When there has been a loss in value that is other than a temporary decline in value, the respective investment is written down to recognize the loss. Discounts and premiums arising on the purchase of these investments are amortized over the term of the investment.

##### (iv) Tangible capital assets

Tangible capital assets are recorded at cost, which includes all amounts that are directly attributable to acquisition, construction, development or betterment of the asset. The costs of the tangible capital assets are capitalized as an individual or pooled asset when within the given thresholds in accordance with the Town's TCA policy. Assets which are below the thresholds established by the Town are expensed as incurred. Amortization is calculated on a straight-line basis over their estimated useful lives for all classes except land; land is considered to have an infinite life without amortization. In the year of acquisition a half year of amortization is taken on the new asset. Tangible capital assets under construction are not amortized until the asset is available for productive use.

<b>Major Group</b>	<b>Useful Life</b>
Land	Infinite
Land Improvements	10 - 40 Years
Buildings	15 - 50 Years
Leasehold Improvements	25 Years
Equipment	4 - 50 Years
Vehicles	8 - 20 Years
Linear Assets	50 - 75 Years
Roads Linear Assets	10 - 75 Years

#### Contributions of tangible capital assets

Tangible capital assets received as contributions are recorded at their fair value at the date of receipt and also recorded as revenue. Tangible capital assets conveyed from developers are recorded at the estimated engineering value at time of registration. In 2022, contributions of \$11,533,884 (2021 - \$16,497,438) were received.

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**The Corporation of the Town of Innisfil**  
**Notes to the Consolidated Financial Statements**  
December 31, 2022 and 2021

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**1. Significant Accounting Policies (continued)**

**(c) Basis of accounting (continued)**

**(iv) Tangible capital assets (continued)**

Tangible capital assets disclosed at nominal values

Where an estimate of cost or fair value could not be made, the tangible capital asset was recognized at a nominal value. Land is the only category where nominal contributed values were assigned.

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 charged to expenses as incurred.

Write-down of tangible capital assets

The value of a tangible capital asset will be written down, or reduced, when conditions indicate that they no longer contribute to the organization's ability to provide goods and services, or when the value of future economic benefits associated with the tangible capital assets are less than their net book value. This can arise for a variety of reasons including significant technological developments, physical damage to the asset or removal of the asset from service.

**(v) Employee benefits payable**

The Town accrues its obligations under employee benefit plans as the employees render the services necessary to earn employee future benefits. The Town has adopted the following valuation methods and assumptions:

i. Actuarial cost method:

Accrued benefit obligations are computed using the projected benefit method prorated on service, as defined in PSAB 3250 and PSAB 3255. The objective under this method is to expense each member's benefit under the plan taking into consideration projections of benefit costs to and during retirement. Under this method an equal portion of total estimated future benefit is attributed to each year of service.

ii. Funding policy:

The non-pension post-retirement benefits are funded on a pay-as-you-go basis. The Town funds on a cash basis as benefits are paid. No assets have been formally segregated and restricted to provide the non-pension post-retirement benefits.

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# The Corporation of the Town of Innisfil

## Notes to the Consolidated Financial Statements

December 31, 2022 and 2021

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### 1. Significant Accounting Policies (continued)

#### (c) Basis of accounting (continued)

##### (v) Employee benefits payable (continued)

###### iii. Accounting policies:

Actuarial gains and losses are amortized on a linear basis over the expected average remaining service life ("EARSL") of members expected to receive benefits under the plan, with amortization commencing in the period following the determination of the gain or loss.

##### (vi) Pension plan

The Town is an employer member of the Ontario Municipal Employees' Retirement System ("OMERS"), which is a multi-employer defined benefit pension plan. The Board of Directors, representing plan members and employers, is responsible for overseeing the management of the pension plan, including investment of the assets and administration of the benefits. The Town has adopted defined contribution plan accounting principles for this plan because insufficient information is available to apply defined benefit plan accounting principles. The Town records as pension expense the current service cost, amortization of past service costs and interest costs related to the future employer contributions to the plan for past employee service.

##### (vii) Deferred revenue for obligatory reserves

Receipts which are restricted by legislation of senior governments or by agreement with external parties are deferred and reported as restricted revenue. When qualifying expenditures are incurred, restricted revenues are brought into revenue at equal amounts. Revenue received in advance of expenditures, which will be incurred in a later period, are deferred until they are earned by being matched against those expenditures.

##### (viii) Taxation and related revenues

Property tax billings are prepared by the Town based on assessment rolls issued by the Municipal Property Assessment Corporation (MPAC). Tax rates are established by the Town Council, incorporating amounts to be raised for local services and amounts the Town is required to collect on behalf of the Province of Ontario in respect of education taxes, and on behalf of the County of Simcoe in respect to the county requisition. Taxes are recorded at estimated amounts when they meet the definition of an asset, have been authorized and the taxable event occurs. For property taxes, the taxable event is the period for which the tax is levied. As taxes recorded are initially based on management's best estimate of the taxes that will be received, it is possible that changes in future conditions, such as reassessments due to audits, appeals and court decisions, could result in a change in the amount of tax revenue recognized. The Town is entitled to collect interest and penalties on overdue taxes. These revenues are recorded in the period the interest and penalties are earned.

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# The Corporation of the Town of Innisfil

## Notes to the Consolidated Financial Statements

December 31, 2022 and 2021

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### 1. Significant Accounting Policies (continued)

#### (c) Basis of accounting (continued)

##### (ix) Grants and transfer payments

Grants and government transfers are recognized in the consolidated financial statements as revenue in the period in which the 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, except to the extent that the transfer stipulations give rise to an obligation that meets the definition of a liability. Transfers are recognized as deferred revenue when transfer stipulations give rise to a liability. Transfer revenue is recognized in the consolidated statement of operations as the stipulated liabilities are settled.

##### (x) User charges revenue

User charges are recognized as revenue when the services are provided and collection can be reasonably assured.

##### (xi) Investment income

Investment income earned on surplus funds (other than obligatory reserve funds) is reported as revenue in the year earned. Investment income earned on development charges, conditional grants and parkland obligatory reserve funds is added to the fund balance and forms part of the respective deferred revenue obligatory reserve fund balances.

##### (xii) Ontario Lottery and Gaming Corporation and other revenue

Ontario Lottery and Gaming Corporation and other revenue are recognized as revenue when the services are provided and there is reasonable assurance of collection.

##### (xiii) Subdivision infrastructure

Subdivision streets, lighting, sidewalks, drainage and other infrastructure are required to be provided by subdivision developers. Upon completion they are turned over to the Town. The Town is not involved in the construction and does not budget for either the contribution from the developer or the capital expenditure. They are reported as contributions and transfers in the consolidation schedule of tangible capital assets and contribute to the Town's accumulated surplus.

##### (xiv) Local improvement

The Town records capital expenditures funded by local improvement charges as they are incurred.

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**The Corporation of the Town of Innisfil**  
**Notes to the Consolidated Financial Statements**  
December 31, 2022 and 2021

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**1. Significant Accounting Policies (continued)**

**(c) Basis of accounting (continued)**

**(xv) Use of estimates**

The preparation of financial statements in accordance 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 revenue and expenditures during the reporting period. These estimates and assumptions are based on management's historical experience, best knowledge of current events and actions that the Town may undertake in the future. Significant accounting estimates include employee future benefits payable and useful lives of tangible capital assets. Actual results could differ from those estimates.

**2. Budget amounts**

The operating budget approved by Council on January 12, 2022 for 2022 is reflected on the consolidated statement of operations and accumulated surplus. The budget established for capital investment in tangible capital assets are on a project oriented basis, the costs of which may be carried over one or more years, and therefore, may not be comparable with the current year's actual amounts. The approved budget figures have been adjusted for the purposes of the financial statements to comply with PSAB reporting requirements as follows:

Capital budget	
Capital budget carried forward from prior years	<u>\$ (76,086,533)</u>
Add:	
Budgeted debt principal repayments	3,444,118
Budgeted transfer to reserves & reserve funds	(1,932,236)
Tangible capital assets capitalized	<u>110,218,672</u>
	<b><u>111,730,554</u></b>
Less:	
Budgeted debt proceeds	(9,465,596)
Budgeted amortization expense	<u>(14,188,573)</u>
	<b><u>(23,654,169)</u></b>
<b>Adjusted budget per consolidated statement of operations</b>	<b><u>\$ 11,989,852</u></b>

**The Corporation of the Town of Innisfil**  
**Notes to the Consolidated Financial Statements**  
December 31, 2022 and 2021

**3. Cash and investments**

	<b>2022</b>	<b>2021</b>
Cash	<b>\$ 69,946,183</b>	\$ 87,565,050
Investments	<b>57,612,148</b>	41,723,791
	<b>\$ 127,558,331</b>	\$ 129,288,841

Investments at December 31, 2022 includes \$15,075,000 of non-transferrable Guaranteed Investment Certificates (GICs), with annual interest rates between 1.20% and 5.35% maturing in 2023. Investments in the amount of \$42,537,147 (2021 - \$26,723,790) consist of authorized investments pursuant to the provisions of the Municipal Act and include Prudent Investor bonds and equity funds. Investments, which are reported at cost for money market and face value for bonds, had a market value of \$41,449,042 (2021 - \$28,434,451) at the end of the year. For the year ended December 31, 2022, the average rate of return earned on Prudent Investor bond and equity funds was 2.38% (2021 - 6.67%). Cash balance includes investments in a high interest savings account in the amount of \$61,837,538 (2021 - \$60,034,799).

**4. Investment in subsidiaries**

InnPower Corporation and Innterprises Inc. were incorporated under the Corporations Act and Municipal By-Law 063-00. InnServices Utilities Inc. is a Municipal Services corporation created under the Corporations Act. The subsidiaries are wholly owned by The Corporation of the Town of Innisfil and provide regulated and unregulated utility services. Selected financial information is as follows:

	<b>InnServices Utilities Inc.</b>	<b>Innpower Corporation</b>	<b>Innterprises Inc.</b>	<b>2022</b>	<b>2021</b>
<b>Financial position</b>					
Current assets	\$ 44,764,654	\$ 23,412,605	\$ 282,398	<b>\$ 68,459,657</b>	\$ 57,001,553
Capital assets	281,161,147	110,833,883	1,151,893	<b>393,146,923</b>	369,491,558
Other assets	-	11,893,775	297,382	<b>12,191,157</b>	11,569,437
	<b>325,925,801</b>	<b>146,140,263</b>	<b>1,731,673</b>	<b>473,797,737</b>	<b>438,062,548</b>
Current liabilities	7,024,600	21,617,446	758,929	<b>29,400,975</b>	23,481,434
Non-current liabilities	122,742,782	91,605,025	1,085,227	<b>215,433,034</b>	190,880,993
	<b>129,767,382</b>	<b>113,222,471</b>	<b>1,844,156</b>	<b>244,834,009</b>	<b>214,362,427</b>
<b>Net assets</b>	<b>196,158,419</b>	<b>32,917,792</b>	<b>(112,483)</b>	<b>228,963,728</b>	<b>223,700,121</b>
<b>Change in equity</b>					
Revenue	20,949,699	51,984,845	335,794	<b>73,270,338</b>	71,432,245
Operating expenses	(18,037,939)	(49,283,283)	(473,006)	<b>(67,794,228)</b>	(64,867,848)
<b>Equity earnings from operations</b>	<b>2,911,760</b>	<b>2,701,562</b>	<b>(137,212)</b>	<b>5,476,110</b>	<b>6,564,397</b>
Dividend	-	(212,589)	-	<b>(212,589)</b>	-
Prior year restatement	-	(921)	1,007	<b>86</b>	-
<b>Equity earnings in subsidiaries</b>	<b>2,911,760</b>	<b>2,488,052</b>	<b>(136,205)</b>	<b>5,263,607</b>	<b>6,564,397</b>
	<b>\$ 2,911,760</b>	<b>\$ 2,488,052</b>	<b>\$ (136,205)</b>	<b>\$ 5,263,607</b>	<b>\$ 6,564,397</b>

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**The Corporation of the Town of Innisfil**  
**Notes to the Consolidated Financial Statements**  
December 31, 2022 and 2021

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**4. Investment in subsidiaries (continued)**

The following summarizes the Town's related party transactions and balances with the subsidiaries. All transactions are in the normal course of operations, and are recorded at the exchange value based on normal commercial rates, or as agreed to by the parties.

	<u>2022</u>	<u>2021</u>
<b>Related party transactions</b>		
InnPower electricity purchased	1,400,191	1,323,701
InnPower municipal taxes paid	180,444	177,035
InnServices municipal taxes paid	245,144	245,596
Other	626,899	(21,236)
Capital / recoverable work billed	(1,803,467)	(1,385,755)
Water/Wastewater services purchased	244,816	189,867
Interest expense	7,898	10,201
InnServices administration and consulting services	478,878	495,156
<b>Balances outstanding</b>		
InnPower payable and accrued liabilities	156,437	92,687
InnServices payable and accrued liabilities	981,772	1,624,834
Innterprises Inc. long term debt payable	342,294	463,514
Innterprises Inc. loan receivable	728,759	492,611



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**The Corporation of the Town of Innisfil**  
**Notes to the Consolidated Financial Statements**  
December 31, 2022 and 2021

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**5. Deferred revenue**

A requirement of PSAB 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 be refunded. The deferred revenue balance of the Town totalling \$45,016,651 (2021 - \$46,044,620) is summarized below:

	<b>2022</b>	<b>2021</b>
Development charges, opening balance	<b>\$ 29,204,622</b>	\$ 14,431,572
Add: Developer contributions	<b>10,434,705</b>	24,979,106
Add: Interest earned	<b>664,810</b>	350,629
Deduct: Eligible expenditures	<b>(13,803,547)</b>	(10,556,685)
Development charges, ending balance	<b>26,500,590</b>	29,204,622
Parkland and parking reserve, opening balance	<b>4,496,683</b>	4,277,061
Add: Developer contributions	<b>418,350</b>	152,432
Add: Interest earned	<b>111,206</b>	67,189
Parkland and parking reserve, ending balance	<b>5,026,239</b>	4,496,682
Canada Community Building Fund (CCBF) reserve, opening balance	<b>3,221,124</b>	2,584,498
Add: Municipal funding	<b>1,159,696</b>	2,274,545
Add: Interest earned	<b>44,148</b>	29,352
Deduct: Eligible expenditures	<b>(441,546)</b>	(1,667,271)
Canada Community Building Fund (CCBF) reserve, ending balance	<b>3,983,422</b>	3,221,124
Other developer contributions	<b>4,237,237</b>	3,993,487
Deferred building permit revenue	<b>3,342,523</b>	3,663,342
Other deferred revenue	<b>1,926,640</b>	1,465,363
	<b>\$ 45,016,651</b>	\$ 46,044,620

**The Corporation of the Town of Innisfil**  
**Notes to the Consolidated Financial Statements**  
December 31, 2022 and 2021

**6. Municipal debt**

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

	<u>2022</u>	<u>2021</u>
Debenture, Infrastructure Ontario, bearing interest at 4.78%, maturing February 2030. Principal and interest is repayable in semi-annual payments of \$910,250 principal, plus interest.	<b>\$13,653,750</b>	\$ 15,474,250
Debenture, Innterprises Inc. bearing interest at 1.92%, maturing September 2025. Principal and interest is repayable in monthly payments of \$10,759.83.	<b>342,294</b>	463,514
Tile drain debenture, bearing interest at 6.00% maturing in September 2025. Principal and interest is repayable in annual payments of \$4,252.67.	<b>11,368</b>	14,736
	<b><u>\$14,007,412</u></b>	<u>\$ 15,952,500</u>

Principal repayments for the next five years and thereafter are as follows:

2023	\$ 1,944,345
2024	1,950,236
2025	1,920,582
2026	1,820,500
2027	1,820,500
Thereafter	<u>4,551,249</u>
<b>Total</b>	<b><u>\$ 14,007,412</u></b>

**7. Accumulated surplus**

Accumulated surplus consists of individual fund surplus and reserves and reserve funds as follows:

	<u>2022</u>	<u>2021</u>
<b>Reserves set aside for specific purposes by Council</b>		
Acquisition of tangible capital assets	<b>\$ 8,280,566</b>	\$ 9,603,493
General operations	<b>9,588,094</b>	9,706,770
	<b><u>17,868,660</u></b>	<u>19,310,263</u>
<b>Reserve funds set aside by Council</b>		
Capital fund	<b>10,595,562</b>	6,812,218
Recreation programs and facilities	<b>11,452</b>	7,379
	<b><u>10,607,014</u></b>	<u>6,819,597</u>

**The Corporation of the Town of Innisfil**  
**Notes to the Consolidated Financial Statements**  
December 31, 2022 and 2021

**7. Accumulated surplus (continued)**

	<b>2022</b>	<b>2021</b>
<b>Total reserves and reserve funds</b>	<b>28,475,674</b>	26,129,860
<b>Surpluses</b>		
Investment in tangible capital assets	366,317,146	345,373,867
Operating surplus (deficit)	(71,695)	345,550
Capital surplus (deficit)	42,085,794	39,061,883
Unfunded:		
Accrued interest on municipal debt	(271,854)	(308,027)
Municipal debt	(13,996,044)	(15,937,764)
Employee benefits payable	(4,379,546)	(4,148,492)
Equity in subsidiaries	228,963,728	223,700,121
<b>Total surpluses</b>	<b>618,647,529</b>	588,087,138
<b>Accumulated Surplus</b>	<b>\$ 647,123,203</b>	\$ 614,216,998

**8. Contractual rights**

Contractual rights are rights to economic resources arising from contracts or agreement that will result in revenues and assets in the future. The Town of Innisfil's contractual rights arise because of contracts entered into for the rent in the Rizzardo Health and Wellness Centre. The following table summarizes the contractual rights of the Town of Innisfil for the Rizzardo Health and Wellness Centre.

2023	\$ 589,804
2024	522,508
2025	438,252
2026	433,660
2027	414,143
Thereafter	<u>688,225</u>
<b>Total</b>	<b><u>\$ 3,086,592</u></b>

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**The Corporation of the Town of Innisfil**  
**Notes to the Consolidated Financial Statements**  
December 31, 2022 and 2021

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**9. Employee benefits payable**

The Town provides certain employee benefits, which dental, health, and other will require funding in future periods:

	<u>2022</u>	<u>2021</u>
Vacation and time banks	\$ 1,024,375	\$ 1,150,362
Dental, health, and other	<u>3,900,275</u>	<u>3,632,467</u>
	<u>\$ 4,924,650</u>	<u>\$ 4,782,829</u>

The Town pays certain life insurance, health, dental and other benefits on behalf of its retired employees.

Information about the Town's defined benefit plan is as follows:

	<u>2022</u>	<u>2021</u>
Accrued benefit liability, beginning of year	\$ 3,632,467	\$ 3,296,323
Expense for the period	440,609	465,926
Benefits paid	(161,033)	(151,295)
Other	<u>(11,768)</u>	<u>21,513</u>
Accrued benefit liability, end of year	3,900,275	3,632,467
Unamortized actuarial loss(gain)	<u>(60,195)</u>	<u>(676,432)</u>
<b>Accrued benefit obligation, end of year</b>	<u>\$ 3,840,080</u>	<u>\$ 2,956,035</u>

Retirement health care and dental benefits

The Town provides health care and dental benefits to certain employee groups after retirement until members reach 65 years of age. The benefit costs and liabilities related to this plan as at December 31, 2022 are based on an actuarial valuation prepared by an independent firm. The date of the most recent valuation was as of December 31, 2022.

Workplace Safety and Insurance Board Obligations

The Town is a Schedule 1 employer under the Workplace Safety and Insurance Act and, as such, the Town insures all claims by its injured workers under the Act. No liabilities for claims by its injured workers under the Act are included in the Town's consolidated financial statements.

The main financial actuarial assumptions employed for the valuation for are as follows:

Discount rate for calculation of net benefit costs	3.00% per annum (2021 - 2.40%)
Discount rate to determine accrued benefit obligation for disclosure (at end of period)	5.10% per annum (2021 - 3.00%)
Dental cost trend rates	4.00% per annum (2021 - 4.00%)

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**The Corporation of the Town of Innisfil**  
**Notes to the Consolidated Financial Statements**  
December 31, 2022 and 2021

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**9. Employee benefits payable (continued)**

Extended health care trend rates	6.00% in 2021, decreasing to an ultimate rate of 4.00% over 10 years
Inflation rates	2.00% per annum (2021 - 2.00%)

**10. Taxation and user charges**

	<u>2022</u>	<u>2021</u>
Taxation revenue	\$ 96,613,936	\$ 92,919,166
Less: taxation collected on behalf of and remitted to		
School Boards	(17,907,520)	(17,660,392)
County of Simcoe	(25,188,619)	(24,348,332)
<b>Net taxation</b>	<b>53,517,797</b>	50,910,442
User charges	3,046,785	2,171,142
	<u><b>\$ 56,564,582</b></u>	<u>\$ 53,081,584</u>

**11. Collections for the School Boards and County of Simcoe**

Total taxes received or receivable on behalf of the School Boards and the County of Simcoe are as follows:

	<u>2022</u>	<u>2021</u>
School Boards	\$ 17,907,520	\$ 17,660,392
County of Simcoe	25,188,619	24,348,332
	<u><b>\$ 43,096,139</b></u>	<u>\$ 42,008,724</u>

The Town is required to levy and collect taxes on behalf of the County of Simcoe and School Boards. These taxes are recorded as revenue at the amount levied. The taxes that are levied over (under) the amounts requisitioned are recorded as accounts payable (receivable).

The Town is also required to bill and collect development charges on behalf of the County of Simcoe and School Board. Development charges collected in excess of those paid are recorded as accounts payable.

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# The Corporation of the Town of Innisfil

## Notes to the Consolidated Financial Statements

December 31, 2022 and 2021

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### 12. Pension Agreements

The Town makes contributions to the Ontario Municipal Employees Retirement Fund ("OMERS"), which is a multi-employer pension plan, on behalf of full-time members of 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 rates of pay. The Board of Directors, representing plan members and employers, is responsible for overseeing the management of the pension plan, including investment of the assets and administration of the benefits. OMERS provides pension services to more than 559,000 active and retired members and approximately 1,000 employers.

Each year an independent actuary determines the funding status of OMERS Primary Pension Plan (the "Plan") by comparing the actuarial value of invested assets to the estimated present value of all pension benefits that members have earned to date. The most recent actuarial valuation of the Plan was conducted at December 31, 2022. The results of this valuation disclosed total actuarial liabilities of \$130,306 million in respect of benefits accrued for service with actuarial assets at that date of \$123,628 million indicating an actuarial deficit of \$6,678 million. Because OMERS is a multi-employer plan, any pension plan surpluses or deficits are a joint responsibility of Ontario municipal organizations and their employees. As a result, the Town does not recognize any share of the OMERS pension surplus or deficit. Contributions made by the Town to OMERS for 2022 were \$2,999,451 (2021 - \$2,876,737).

### 13. Contingencies

The Town, in the course of its operations, is subject to claims, lawsuits and contingencies. For claims that remain unsettled at December 31, 2022, the Town has made provision in its accounts for actions that are likely to succeed and for which the loss can be estimated.

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# The Corporation of the Town of Innisfil

## Notes to the Consolidated Financial Statements

December 31, 2022 and 2021

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### 14. Segmented reporting

In accordance with Section 2700 of the Public Sector Accounting Handbook of the Chartered Professional Accountants of Canada, the Town has prepared segmented financial information.

The Town is a diversified municipal government entity that provides a wide range of services to its citizens, including General Government, Protection, Transportation, Environmental, Health, Recreation and Cultural, Planning and Development. The revenue and expenses for each service area have been separately disclosed in the segmented information, and include the following activities:

- General Government - Council, Clerks, Finance, Human Resources and Information Technology
- Protection - Police, Fire, Building Construction, By-law Enforcement and Conservation Authorities
- Transportation - Roadways, Winter Control, Street-lighting and Parking
- Environmental - Water, Wastewater and Environmental Programs
- Health - Rizzardo Health and Wellness Centre
- Recreation and Cultural - Arenas, Libraries, Parks and Recreation Programs
- Planning and Development - Planning and Zoning, Engineering and Economic Development

In the preparation of segmented financial information, it is necessary to use reasonable allocation methods. For each reported segment, revenue represents both amounts that are directly attributable to the segment, and amounts that are allocated. Property taxation and other revenue are apportioned based on the segment's net surplus (excluding Environmental). The remaining revenue sources and all expenses are directly attributable to each segment.

**The Corporation of the Town of Innisfil**  
**Notes to the Consolidated Financial Statements**  
December 31, 2022 and 2021

**14. Segmented reporting (continued)**

December 31, 2022	General government	Protection services	Transportation services	Environmental services	Health services	Recreation and cultural services	Planning and development	Consolidated
<b>Revenue</b>								
Property taxation	\$ 18,814,073	\$19,418,811	\$ 4,829,082	\$ 1,113,004	\$ 221,603	\$ 7,286,422	\$ 1,834,802	\$ 53,517,797
User charges	341,313	547,144	51,108	795	62,111	1,848,724	195,590	3,046,785
Government grants	704,510	680,564	2,662,688	58,994	3,665	1,004,245	103,042	5,217,708
Ontario Lottery and Gaming	6,527,261	-	-	-	-	-	-	6,527,261
Contribution from developers	(1,504,506)	6,838,266	3,764,828	-	-	4,492,939	212,020	13,803,547
Contributed tangible capital assets	-	-	3,413,565	8,031,179	-	89,140	-	11,533,884
Licenses, permits and other	2,854,267	4,378,258	559,657	56,392	866,304	1,066,325	3,655,457	13,436,660
	<b>27,736,918</b>	<b>31,863,043</b>	<b>15,280,928</b>	<b>9,260,364</b>	<b>1,153,683</b>	<b>15,787,795</b>	<b>6,000,911</b>	<b>107,083,642</b>
<b>Operating expenses</b>								
Salaries and benefits	6,792,088	21,782,126	3,573,169	328,558	225,279	6,352,377	2,930,967	41,984,564
Interest	212,194	49,826	7,898	-	-	419,901	1,015	690,834
Materials	1,434,721	1,544,798	6,179,777	590,337	376,127	6,149,071	(463,506)	15,811,325
Contracted services	764,959	343,406	302,012	137,653	128,526	563,515	2,496,467	4,736,538
Rents	29,931	964,309	6,350	-	106,705	72,483	57,817	1,237,595
External transfers	-	596,987	-	-	-	-	-	596,987
Amortization	434,984	1,407,175	8,350,456	984,200	495,068	2,472,350	44,340	14,188,573
	<b>9,668,877</b>	<b>26,688,627</b>	<b>18,419,662</b>	<b>2,040,748</b>	<b>1,331,705</b>	<b>16,029,697</b>	<b>5,067,100</b>	<b>79,246,416</b>
	<b>18,068,041</b>	<b>5,174,416</b>	<b>(3,138,734)</b>	<b>7,219,616</b>	<b>(178,022)</b>	<b>(241,902)</b>	<b>933,811</b>	<b>27,837,226</b>
<b>Other revenue (expenses)</b>								
Equity earning in subsidiaries	5,263,607	-	-	-	-	-	-	5,263,607
Gains (losses) on sale of tangible capital assets	(19,877)	33,356	(121,984)	-	-	(86,123)	-	(194,628)
	<b>5,243,730</b>	<b>33,356</b>	<b>(121,984)</b>	<b>-</b>	<b>-</b>	<b>(86,123)</b>	<b>-</b>	<b>5,068,979</b>
<b>Annual surplus</b>	<b>\$ 23,311,771</b>	<b>\$ 5,207,772</b>	<b>\$ (3,260,718)</b>	<b>\$ 7,219,616</b>	<b>\$ (178,022)</b>	<b>\$ (328,025)</b>	<b>\$ 933,811</b>	<b>\$ 32,906,205</b>



**The Corporation of the Town of Innisfil**  
**Notes to the Consolidated Financial Statements**  
December 31, 2022 and 2021

**14. Segmented reporting (continued)**

December 31, 2021	General government	Protection services	Transportation services	Environmental services	Health services	Recreation and cultural services	Planning and development	Consolidated
<b>Revenue</b>								
Property taxation	\$ 18,416,274	\$18,555,535	\$ 4,588,842	\$ 1,119,259	\$ (27,502)	\$ 6,727,935	\$ 1,530,099	\$ 50,910,442
User charges	418,780	727,745	16,569	1,295	-	688,619	318,135	2,171,143
Government grants	1,483,823	694,663	4,184,508	176,094	-	346,513	2,993	6,888,594
Ontario Lottery and Gaming	3,738,293	-	-	-	-	-	-	3,738,293
Contribution from developers	53,536	274,877	3,619,654	109,493	(7,243)	6,357,879	150,965	10,559,161
Contributed tangible capital assets	-	-	7,321,271	9,176,162	-	5	-	16,497,438
Licenses, permits and other	1,609,310	3,695,881	1,009,493	77,532	746,222	797,554	2,456,302	10,392,294
	<u>25,720,016</u>	<u>23,948,701</u>	<u>20,740,337</u>	<u>10,659,835</u>	<u>711,477</u>	<u>14,918,505</u>	<u>4,458,494</u>	<u>101,157,365</u>
<b>Operating expenses</b>								
Salaries and benefits	6,411,048	20,447,501	3,034,794	345,203	168,958	5,930,584	2,776,084	39,114,172
Interest	239,257	56,172	10,201	-	-	473,446	1,075	780,151
Materials	2,218,692	1,667,744	5,274,472	1,477,627	312,544	2,867,735	780,330	14,599,144
Contracted services	742,053	439,552	209,050	184,987	118,530	528,163	1,023,051	3,245,386
Rents	28,197	863,163	6,064	-	24,168	29,143	54,204	1,004,939
External transfers	30,000	611,267	-	-	-	-	-	641,267
Amortization	443,614	1,417,682	7,857,475	840,133	494,951	2,171,905	45,297	13,271,057
	<u>10,112,861</u>	<u>25,503,081</u>	<u>16,392,056</u>	<u>2,847,950</u>	<u>1,119,151</u>	<u>12,000,976</u>	<u>4,680,041</u>	<u>72,656,116</u>
	<u>15,607,155</u>	<u>(1,554,380)</u>	<u>4,348,281</u>	<u>7,811,885</u>	<u>(407,674)</u>	<u>2,917,529</u>	<u>(221,547)</u>	<u>28,501,249</u>
<b>Other revenue (expenses)</b>								
Equity earning in subsidiaries	6,564,397	-	-	-	-	-	-	6,564,397
Gains (losses) on sale of tangible capital assets	6,339	52,247	(1,248,240)	-	-	211,925	-	(977,729)
	<u>6,570,736</u>	<u>52,247</u>	<u>(1,248,240)</u>	<u>-</u>	<u>-</u>	<u>211,925</u>	<u>-</u>	<u>5,586,668</u>
<b>Annual surplus</b>	<u>\$ 22,177,891</u>	<u>\$ (1,502,133)</u>	<u>\$ 3,100,041</u>	<u>\$ 7,811,885</u>	<u>\$ (407,674)</u>	<u>\$ 3,129,454</u>	<u>\$ (221,547)</u>	<u>\$ 34,087,917</u>

**The Corporation of the Town of Innisfil**  
**Consolidated Schedule of Tangible Capital Assets**  
For the Year Ended December 31, 2022

	Land	Land Improvements	Buildings	Leasehold Improvements	Linear Assets	Equipment	Vehicles	Work in Progress	2022
<b>Cost</b>									
Balance, beginning of year	\$ 24,418,831	\$ 24,389,552	\$ 76,617,509	\$ 239,799	\$ 324,391,651	\$ 38,515,230	\$ 15,617,919	\$ 17,828,931	\$ 522,019,422
Add: Additions during the year	927,396	5,378,088	3,645,767	-	10,322,058	3,802,902	1,984,119	22,039,475	48,099,805
Less: Disposals during the year	-	(193,100)	-	-	(1,359,027)	(1,114,519)	(979,276)	-	(3,645,922)
Contributions, transfers and other*	-	222,771	-	-	11,311,113	(7,648)	(5,470)	(24,013,436)	(12,492,670)
<b>Balance, end of year</b>	<b>25,346,227</b>	<b>29,797,311</b>	<b>80,263,276</b>	<b>239,799</b>	<b>344,665,795</b>	<b>41,195,965</b>	<b>16,617,292</b>	<b>15,854,970</b>	<b>553,980,635</b>
<b>Accumulated amortization</b>									
Balance, beginning of year	-	8,973,836	11,478,730	63,383	129,937,179	17,315,591	8,876,836	-	176,645,555
Add: Amortization during the year	-	1,250,176	1,245,036	20,154	7,756,585	2,530,826	1,385,796	-	14,188,573
Less: Amortization on disposal	-	(112,676)	-	-	(1,113,328)	(975,852)	(959,328)	-	(3,161,184)
Contributions, transfers and other	-	-	-	-	-	(6,397)	(3,058)	-	(9,455)
<b>Balance, end of year</b>	<b>-</b>	<b>10,111,336</b>	<b>12,723,766</b>	<b>83,537</b>	<b>136,580,436</b>	<b>18,864,168</b>	<b>9,300,246</b>	<b>-</b>	<b>187,663,489</b>
<b>Net book value, end of year</b>	<b>\$ 25,346,227</b>	<b>\$ 19,685,975</b>	<b>\$ 67,539,510</b>	<b>\$ 156,262</b>	<b>\$ 208,085,359</b>	<b>\$ 22,331,797</b>	<b>\$ 7,317,046</b>	<b>\$ 15,854,970</b>	<b>\$ 366,317,146</b>

\*The Work in Progress (WIP) amount is representative of costs transferred from WIP into additions.

**The Corporation of the Town of Innisfil**  
**Consolidated Schedule of Tangible Capital Assets**  
For the Year Ended December 31, 2021

	Land	Land Improvements	Buildings	Leasehold Improvements	Linear Assets	Equipment	Vehicles	Work in Progress	2021
<b>Cost</b>									
Balance, beginning of year	\$ 24,414,787	\$ 22,736,413	\$ 76,617,509	\$ 239,799	\$ 300,982,037	\$ 38,178,165	\$ 15,542,703	\$ 14,917,859	\$ 493,629,272
Add: Additions during the year	11,459	1,674,726	-	-	10,199,301	1,640,692	340,578	16,110,691	29,977,447
Less: Disposals during the year	(7,431)	(46,748)	-	-	(3,261,948)	(1,318,938)	(276,035)	-	(4,911,100)
Contributions, transfers and other*	16	25,161	-	-	16,472,261	15,311	10,673	(13,199,619)	3,323,803
<b>Balance, end of year</b>	<b>24,418,831</b>	<b>24,389,552</b>	<b>76,617,509</b>	<b>239,799</b>	<b>324,391,651</b>	<b>38,515,230</b>	<b>15,617,919</b>	<b>17,828,931</b>	<b>522,019,422</b>
<b>Accumulated amortization</b>									
Balance, beginning of year	-	7,941,466	10,290,605	43,229	124,659,248	16,111,708	7,817,175	-	166,863,431
Add: Amortization during the year	-	1,079,118	1,188,125	20,154	7,246,247	2,438,875	1,298,538	-	13,271,057
Less: Amortization on disposal	-	(46,748)	-	-	(1,968,316)	(1,247,161)	(244,550)	-	(3,506,775)
Contributions, transfers and other	-	-	-	-	-	12,169	5,673	-	17,842
<b>Balance, end of year</b>	<b>-</b>	<b>8,973,836</b>	<b>11,478,730</b>	<b>63,383</b>	<b>129,937,179</b>	<b>17,315,591</b>	<b>8,876,836</b>	<b>-</b>	<b>176,645,555</b>
<b>Net book value, end of year</b>	<b>\$ 24,418,831</b>	<b>\$ 15,415,716</b>	<b>\$ 65,138,779</b>	<b>\$ 176,416</b>	<b>\$ 194,454,472</b>	<b>\$ 21,199,639</b>	<b>\$ 6,741,083</b>	<b>\$ 17,828,931</b>	<b>\$ 345,373,867</b>

\*The Work in Progress (WIP) amount is representative of costs transferred from WIP into additions.