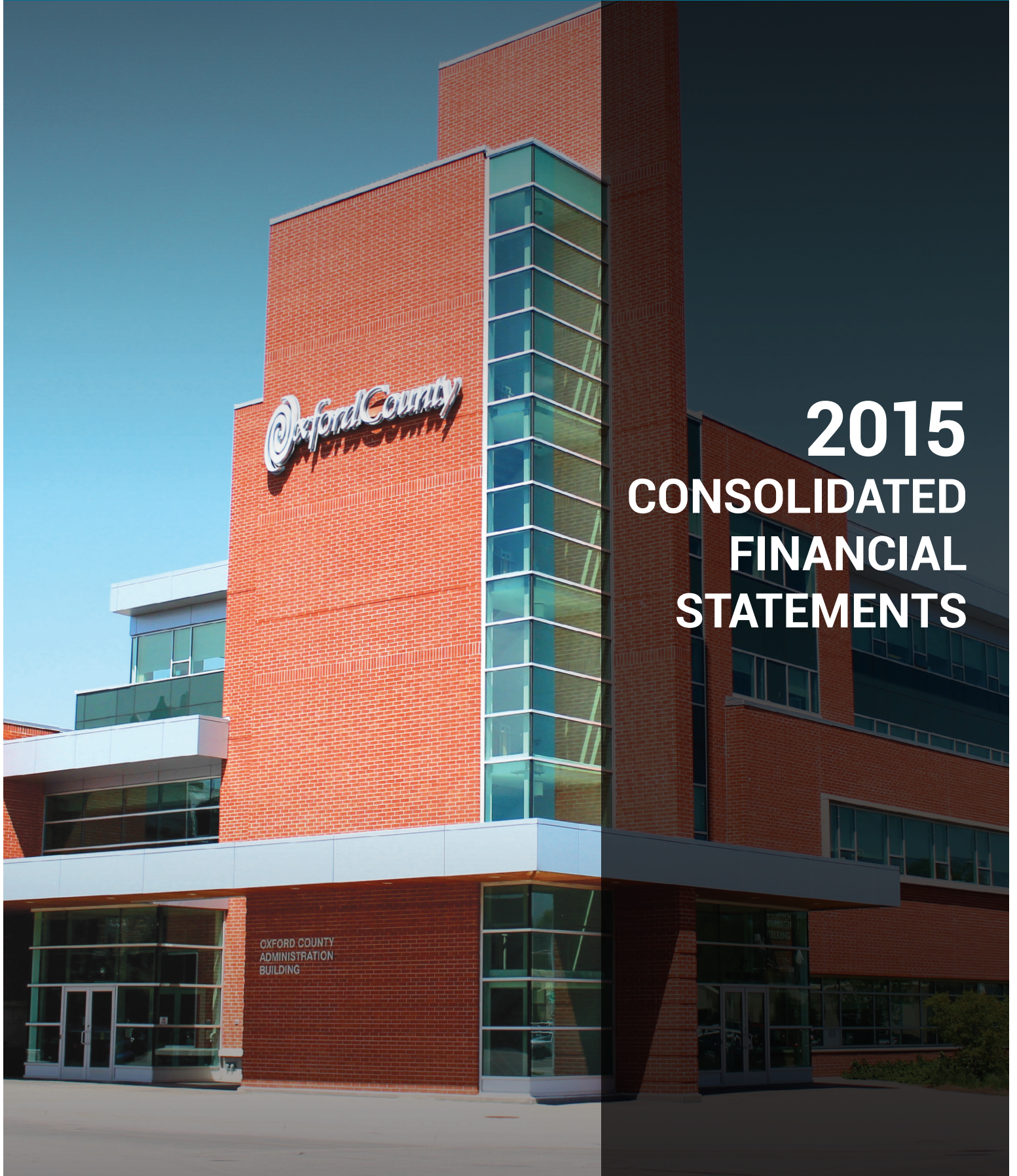


 **OxfordCounty**

OXFORD COUNTY  
ADMINISTRATION  
BUILDING

# 2015 CONSOLIDATED FINANCIAL STATEMENTS



**County of Oxford**  
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**December 31, 2015**

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**INDEPENDENT AUDITOR'S REPORT**

**To the Members of Council, Inhabitants and Ratepayers of the County of Oxford:**

I have audited the accompanying consolidated financial statements of the County of Oxford, which comprise the consolidated statement of financial position as at December 31, 2015 and the consolidated statements of operations and accumulated surplus, change 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 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.

**Auditor's Responsibility**

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the consolidated financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating overall presentation of the consolidated financial statements.

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

**Opinion**

In my opinion, the consolidated financial statements present fairly, in all material respects, the financial position of the County of Oxford as at December 31, 2015 and its financial performance and its change in net financial assets and cash flows for the year then ended in accordance with Canadian public sector accounting standards.

**May 25, 2016**  
**London, Canada**

*Scrimgeour & Company*  
**LICENSED PUBLIC ACCOUNTANT**

# County of Oxford

## Consolidated Statement of Financial Position

As at December 31, 2015 (comparative balances as at December 31, 2014)

	2015	2014
<b>Financial assets</b>		
Cash and cash equivalents	\$ 100,820,697	\$ 112,802,039
Short term investments (Note 1)	54,472,450	26,780,932
Accounts receivable (Note 3)	10,520,534	12,239,118
Loans receivable (Note 4)	7,084,121	7,474,249
	<hr/>	<hr/>
	172,897,802	159,296,338
<b>Liabilities</b>		
Accounts payable and accrued liabilities	22,770,565	21,810,755
Deferred revenue (Note 5)	11,316,794	12,590,970
Post retirement and employee future benefits (Note 6)	4,446,902	4,267,929
Net long term liabilities (Note 8)	55,165,829	59,254,571
Landfill closure and post closure liabilities (Note 9)	3,962,177	3,837,135
	<hr/>	<hr/>
	97,662,267	101,761,360
<b>Net financial assets</b>	<hr/> <b>75,235,535</b>	<hr/> <b>57,534,978</b>
<b>Non financial assets</b>		
Tangible capital assets (Schedule 1)	473,065,101	456,368,153
Capital work in progress	3,815,207	9,645,854
Inventories	74,278	79,057
Prepaid and deferred charges	528,640	432,000
	<hr/>	<hr/>
	477,483,226	466,525,064
<b>Accumulated surplus (Note 10)</b>	<hr/> <b>\$ 552,718,761</b>	<hr/> <b>\$ 524,060,042</b>

The accompanying summary of significant accounting policies and notes are an integral part of these financial statements.

## County of Oxford

### Consolidated Statement of Operations and Accumulated Surplus

For the year ended December 31, 2015 (comparative balances for year ended December 31, 2014)

	Budget 2015	Actual 2015	Actual 2014
	(Note 11)		
<b>Revenues</b>			
Property taxes	\$ 55,607,063	\$ 56,022,135	\$ 54,926,344
User fees and charges	61,791,924	60,738,899	56,832,263
Government transfers (Note 16)	50,797,135	53,550,255	48,922,062
Investment income	950,000	2,494,550	1,890,670
Development charges	3,605,500	5,053,143	14,775,420
Provincial offences (Note 17)	1,980,389	1,906,300	2,152,902
Other	27,000	763,659	345,475
	<b>174,759,011</b>	<b>180,528,941</b>	<b>179,845,136</b>
<b>Expenses</b>			
General government	4,939,284	4,730,812	5,252,089
Protection to persons and property	2,342,186	2,191,041	2,071,104
Transportation services	16,641,806	17,932,907	16,918,014
Environmental services	37,467,534	36,917,072	36,446,976
Health services	20,688,530	20,164,230	20,568,475
Social and family services	49,778,096	51,608,060	48,272,829
Social housing	9,885,062	11,017,106	8,435,803
Recreation and cultural development	3,600,225	3,524,368	3,537,825
Planning and development	3,654,461	3,198,181	3,227,163
	<b>148,997,184</b>	<b>151,283,777</b>	<b>144,730,278</b>
<b>Excess revenues over expenses before other</b>	<b>25,761,827</b>	<b>29,245,164</b>	<b>35,114,858</b>
<b>Other revenues (expenses)</b>			
Gain (loss) on disposal of capital assets	65,000	(586,445)	(845,514)
<b>Excess revenues over expenses</b>	<b>25,826,827</b>	<b>28,658,719</b>	<b>34,269,344</b>
<b>Accumulated surplus, beginning of year</b>	<b>524,060,042</b>	<b>524,060,042</b>	<b>489,790,698</b>
<b>Accumulated surplus, end of year (Note 10)</b>	<b>\$549,886,869</b>	<b>\$552,718,761</b>	<b>\$524,060,042</b>

The accompanying summary of significant accounting policies and notes are an integral part of these financial statements.

## County of Oxford

### Consolidated Statement of Change in Net Financial Assets

For the year ended December 31, 2015 (comparative balances for year ended December 31, 2014)

	2015	2014
<b>Excess revenues over expenses</b>	\$ 28,658,719	\$ 34,269,344
Acquisition of tangible capital assets	(34,007,630)	(24,283,226)
Amortization of tangible capital assets	16,425,032	15,503,852
Loss on sale of tangible capital assets	586,445	845,514
Proceeds from the sale of tangible capital assets	299,205	160,910
Decrease (increase) in capital work in progress	5,830,647	(1,876,236)
Decrease of inventory	4,779	14,134
Decrease (increase) in prepaid and deferred charges	(96,640)	(293,081)
<b>Increase in net financial assets</b>	17,700,557	24,341,211
<b>Net financial assets, beginning of year</b>	57,534,978	33,193,767
<b>Net financial assets, end of year</b>	<b>\$ 75,235,535</b>	<b>\$ 57,534,978</b>

The accompanying summary of significant accounting policies and notes are an integral part of these financial statements.

# County of Oxford

## Consolidated Statement of Cash Flows

For the year ended December 31, 2015 (comparative balances for year ended December 31, 2014)

	2015	2014
<b>Operating activities</b>		
Excess revenues over expenses	\$ 28,658,719	\$ 34,269,344
Non-cash changes to operations		
Amortization of tangible capital assets	16,425,032	15,503,852
Loss on disposal of capital assets	586,445	845,514
Post retirement and employee future benefits	178,973	91,007
Landfill closure and post closure liabilities	125,042	44,157
Changes in non-cash operating balances		
Accounts receivable	1,718,584	271,547
Loans receivable	390,128	1,033,292
Accounts payable and accrued liabilities	959,810	(1,585,493)
Deferred revenue	(1,274,176)	(10,120,420)
Inventories	4,779	14,134
Prepaid and deferred charges	(96,640)	(293,081)
Net change in cash from operating	<u>47,676,696</u>	<u>40,073,853</u>
<b>Capital activities</b>		
Acquisition of tangible capital assets	(34,007,630)	(24,283,226)
Proceeds from the sale of tangible capital assets	299,205	160,910
Decrease (increase) in work in progress	5,830,647	(1,876,236)
Net change in cash from capital	<u>(27,877,778)</u>	<u>(25,998,552)</u>
<b>Financing activities</b>		
Proceeds from long term debt	2,080,271	1,450,000
Long term debt principal repayments	(6,169,013)	(5,890,951)
Net change in cash from financing	<u>(4,088,742)</u>	<u>(4,440,951)</u>
Increase in cash and cash equivalents	<b>15,710,176</b>	<b>9,634,350</b>
Cash and short term investments, beginning of year	<u>139,582,971</u>	<u>129,948,621</u>
Cash and short term investments, end of year	<b><u>\$155,293,147</u></b>	<b><u>\$139,582,971</u></b>
<b>Comprised of:</b>		
Cash and cash equivalents	100,820,697	112,802,039
Short term investments	54,472,450	26,780,932
	<b><u>\$155,293,147</u></b>	<b><u>\$139,582,971</u></b>

The accompanying summary of significant accounting policies and notes are an integral part of these financial statements.



### **Basis of Consolidation**

The County of Oxford ("County") is an upper-tier municipality in the Province of Ontario, Canada. It conducts its operations guided by the provisions of provincial statutes such as the Municipal Act, Municipal Affairs Act and related legislation. The consolidated financial statements of the County of Oxford are the representation of management prepared in accordance with Canadian public sector accounting standards established by the Public Sector Accounting Board ("PSAB") of the Chartered Professional Accountants of Canada ("CPA Canada"). The County of Oxford is comprised of the City of Woodstock, Towns of Ingersoll and Tillsonburg and the Townships of Blandford-Blenheim, East Zorra-Tavistock, Norwich, South-West Oxford and Zorra.

- (i) The consolidated financial statements reflect the assets, liabilities, revenues and expenses and changes in investment in tangible capital assets of the County. These statements comprise all services and enterprises accountable to the County and which are owned or controlled by the County. The following board is consolidated: Oxford County Library

All assets, liabilities, revenues and expenses between consolidated entities have been eliminated.

- (ii) Trust funds and their related operations administered by the County are not consolidated, but are reported separately on the "Woodingford Lodge Resident Trust Fund Financial Statement".

### **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.

### **Cash and Cash Equivalents**

Management considers all highly liquid investments with maturity of 90 days or less at acquisition or redeemable on demand to be cash equivalents.

### **Short Term Investments**

Portfolio investments are recorded at cost, unless there has been a decline in the market value which is other than temporary in nature, in which case the investments are written down to market value.

### **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, determines the change in net financial assets for the year.



### **Government Transfer**

Government transfers from the province or federal government are recognized in the consolidated financial statements in the period in which events giving rise to the transfers occur, providing the transfers are authorized, any eligibility criteria have been met, and reasonable estimates of the amount can be made.

### **Investment Income**

Investment income earned on available funds and accumulated surplus is reported as revenue in the period earned. Investment income earned on development charges, reserve funds, water and wastewater reserves and the insurance reserve are added to the fund balance and forms parts of the deferred revenue and reserve balances.

### **Revenue Recognition**

Taxation revenues are recognized when the tax is authorized and the taxable event has occurred. Additional property tax revenue can be added throughout the year, related to new properties that become occupied, or that become subject to property tax, after the assessment return roll used for billing purposes. Property taxes for these supplementary/omitted amounts are then billed according to the approved tax rate for the property class. Taxation revenues in any year may also be reduced as a result of reductions in assessment values arising from assessment and/or tax appeals. These assessment changes are recorded in the year the change is settled.

Charges for sewer and water usage are recorded as user fees when billed. Connection fee revenues are recognized when the connection has been established.

### **Deferred Revenue**

In accordance with PSAB requirements, obligatory reserve funds are reported as a component of deferred revenue. Development charge collections have been segregated, as required by the Development Charges Act, to finance a portion of the cost of growth-related capital projects. Revenue recognition occurs when the County has incurred the expenditure for the capital works for which the development charges were collected.

Revenues received for specific purposes which are externally restricted by legislation, regulation or agreement and are not available for general municipal purposes are accounted for as deferred revenue. The revenue is recognized in the year in which it is used for the specified purpose.

### **Inventories**

Inventories held for consumption are recorded at the lower of cost and market.

### **Tangible Capital Assets**

Tangible capital assets are recorded at cost less accumulated amortization. Cost includes all costs directly attributable to acquisition or construction of the tangible capital asset including transportation costs, installation costs, design and engineering fees, legal fees, and site preparation costs. Contributed tangible capital assets are recorded at fair value at the time of the donation, with a corresponding amount recorded as revenue. Amortization is recorded on a straight-line basis over the estimated life of the tangible capital asset commencing once the asset is available for productive use as follows:

Land	No amortization
Buildings and Land Improvements	35 to 40 years
Furnishings and fixtures	10 years
Library books	7 years
Machinery and equipment	10 to 30 years
Infrastructure - water and wastewater	10 to 99 years
Roads and bridges	7 to 99 years
Computer hardware and software	4 years
Vehicles	5 to 20 years

Assets under construction are not amortized until the asset is available for use.

Tangible capital assets received as contributions are recorded at their fair value at the date of receipt.

### **Loans Receivable**

Loans receivable are recorded at cost less any amount for valuation allowance. Valuation allowances are made when collection is in doubt. Interest is accrued on loans receivable to the extent it is deemed collectable.

### **Use of Estimates**

The preparation of consolidated financial statements in conformity with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the consolidated financial statements, and the reported amounts of revenues and expenses during the period. Actual results could differ from management's best estimates as additional information becomes available in the future. Adjustments, if any, will be reflected in operations in the period of settlement. Significant estimates include landfill closure and post-closure costs and historical cost and useful lives of tangible capital assets.

**County of Oxford**  
**Notes to the Consolidated Financial Statements**  
**December 31, 2015**

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**1. Short Term Investments**

The County's investment activities are governed by the Municipal Act and the County's investment policy. The short term investments of \$54,472,450 (2014 - \$26,780,932) are recorded at cost. The investments have a market value of \$54,788,515 (2014 - \$27,156,312). The market value represents the realizable value of the investments if they were sold on December 31, 2015.

**2. Trust Funds**

Trust funds administered by the County of Oxford amounting to \$22,560 (2014 - \$28,840) have not been included in the Consolidated Statement of Financial Position nor have their operations been included in the Consolidated Statement of Operations and Accumulated Surplus.

**3. Accounts Receivable**

Accounts Receivable are reported net of allowance for doubtful accounts of \$110,175 (2014 - \$88,202).

**4. Loans Receivable**

The County has issued loans to properties for the extension of water and/or wastewater services. Interest rates range from 2.90% to 5.48%, and have repayment terms continuing until 2025.

**5. Deferred Revenue**

The deferred revenue balance is comprised of the following:

	<u>2015</u>	<u>2014</u>
Development charges	\$ 7,111,006	\$ 6,448,534
Economic development grant	3,200,052	3,221,959
Federal Gas Tax	51,037	1,779,436
Other	954,699	1,141,041
	<u>\$ 11,316,794</u>	<u>\$ 12,590,970</u>

**6. Post Retirement and Employee Future Benefits**

The County provides certain employee benefits which have been funded as noted below:

	<u>2015</u>	<u>2014</u>
Workplace Safety & Insurance Board	\$ 4,350,904	\$ 4,123,224
Post retirement benefits	95,998	144,705
	<u>\$ 4,446,902</u>	<u>\$ 4,267,929</u>

**Liability for Workplace Safety & Insurance (WSIB)**

The County is a Schedule 2 employer under the Workplace Safety and Insurance Act. As a Schedule 2 employer, the County assumes the liability for any award made under the Act. A comprehensive actuarial valuation of the future liability for WSIB benefits was conducted as at December 31, 2014 and has been extrapolated to estimate the liability for the 2015 to 2017 period. The next required valuation will be conducted in 2018 for the period ending December 31, 2017, and any change in this estimate will be recorded in 2018.

The significant actuarial assumptions adopted in estimating the County's WSIB liabilities are as follows:

- Discount rate 4.25%
- Expected future WSIB payments per lost time injury - County 178%
- Woodingford Lodge 120%
- Health care inflation CPI plus 4%
- WSIB Administration Rate 38%
- Lost time injury count - County 8
- Woodingford Lodge 5

Information about the County's WSIB liability is as follows:

	<u>2015</u>	<u>2014</u>
Accrued benefit obligation, beginning of year	\$ 4,123,224	\$ 4,012,164
Current service cost	670,242	497,437
Interest expense	215,141	221,147
Actuarial loss	874,361	1,163,256
Benefits paid	(774,251)	(773,704)
	<u>5,108,717</u>	<u>5,120,300</u>
Unamortized net actuarial gain	(757,813)	(997,076)
	<u>\$ 4,350,904</u>	<u>\$ 4,123,224</u>



**6. Post Retirement and Employee Future Benefits Continued**

Information about the County's WSIB expenses recognized in the period is as follows:

	<u>2015</u>	<u>2014</u>
Current period benefit cost	\$ 670,242	\$ 497,437
Amortization of net actuarial loss	116,548	166,180
Interest expense	215,141	221,147
Total expenditure	<u>\$ 1,001,931</u>	<u>\$ 884,764</u>

A reserve has been accumulated to fund this obligation. It is funded as follows:

	<u>2015</u>	<u>2014</u>
Workplace Safety and Insurance Board (Note 10)	<u>\$ 4,359,971</u>	<u>\$ 4,747,838</u>

**Liability for Post Retirement Benefits**

The municipality provides retirement benefits consisting of health care benefits and life insurance to qualifying members.

**7. Pension Contributions**

The County makes contributions to the Ontario Municipal Employees Retirement Fund (OMERS), which is a multi-employer plan, on behalf of members of its 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 services and rates of pay.

The amount contributed to OMERS for 2015 was \$3,700,185 (2014 - \$3,590,026) for the current service and is included as an expenditure on the Consolidated Statement of Operations and Accumulated Surplus.

The County had no obligation, as at December 31, 2015, under the past service provisions.

**8. Net Long Term Liabilities**

(a) The balance of long term liabilities reported on the Consolidated Statement of Financial Position is made up of the following:

	<u>2015</u>	<u>2014</u>
Total long term liabilities incurred by the County at various rates of interest ranging from 1.62% to 7.00% (2014 - 1.96% to 7.00%) with maturity dates ranging from February 2015 to December 2040	\$ 95,671,879	\$ 99,211,633
Of the long term liabilities shown above, the responsibility for payment of principal and interest charges has been assumed by other municipalities	(39,905,983)	(39,234,409)
Of the long term liabilities shown above, the responsibility for payment of principal and interest charges for tile drainage has been assumed by individuals	(600,067)	(722,653)
	<u><b>\$ 55,165,829</b></u>	<u><b>\$ 59,254,571</b></u>

(b) Of the net long term liabilities reported in (a) of this note, the minimum principal repayments required are estimated as follows:

2016	\$ 5,860,091
2017	5,279,869
2018	5,122,810
2019	5,237,307
2020	5,323,732
Thereafter	28,342,020
	<u><b>\$ 55,165,829</b></u>

(c) The net interest expense for the year ended December 31, 2015 was \$2,769,337 (2014 - \$2,777,351).

## **8. Net Long Term Liabilities Continued**

(d) The net long term liabilities in (a) issued in the name of the County have received approval of the Ontario Municipal Board for those approved on or before December 31, 1992. Those approved after January 1, 1993 have been approved by by-law. The annual principal and interest payments required to service these liabilities are within the annual debt repayment limit prescribed by the Ministry of Municipal Affairs and Housing.

(e) The County is contingently liable for long term liabilities with respect to tile drainage, and of those for which the responsibility for the payment of principal and interest has been assumed by other municipalities. The total amount outstanding as at December 31, 2015, was \$40,506,050 (2014 - \$39,957,062) and is not recorded on the Consolidated Statement of Financial Position.

## **9. Landfill Closure and Post Closure Liabilities**

The Public Sector Accounting Handbook Section 3270: *Solid Waste Landfill Closure and Post-Closure Liability*, establishes standards on how to account for and report liability for closure and post-closure care of a solid waste landfill site. The Sanitary Closure costs include final cover and vegetation, completing facilities for drainage control features, leachate monitoring, water quality monitoring, and monitoring and recovery of gas. Post-closure care activities include all activities related to monitoring the site once it can no longer accept waste, including acquisition of any additional land for buffer zones, treatment and monitoring of leachate, monitoring ground water and surface water, gas monitoring and recovery, and ongoing maintenance of various control systems, drainage systems, and final cover. The estimated liability for the care of landfill sites is the present value of future cash flows associated with closure and post-closure costs.

The County owns and operates one open landfill site and it owns and monitors two closed landfill sites. The open site has a remaining capacity of 3,025,865 (2014 - 3,124,868) cubic metres with an estimated life expectancy of 28.5 years. The present value of the expected closure and post closure costs of the open landfill site have been estimated using a discount factor of 2.5% and an annual inflation rate of 2.5% (2014 - 2.75%). The estimated expenses for closure and post closure care at December 31, 2015 are \$3,962,177 (2014 - \$3,837,135), and has been reported on the Consolidated Statement of Financial Position. The estimated length of time required for post-closure care is 25 years.

**County of Oxford**  
**Notes to the Consolidated Financial Statements**  
**December 31, 2015**

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**10. Accumulated Surplus**

Accumulated surplus consists of individual fund surpluses and reserves as follows:

	<u>2015</u>	<u>2014</u>
<b>Surpluses (deficits)</b>		
Operating fund	\$ (10,207,357)	\$ (9,360,748)
Invested in tangible capital assets	422,610,641	407,814,683
Library	139,670	166
	<u>412,542,954</u>	<u>398,454,101</u>
<b>Reserves</b>		
Working capital	6,100,000	6,100,000
General	16,219,509	13,749,158
Water and wastewater systems	59,140,635	50,290,732
Waste collection and disposal	2,178,000	2,178,000
Ambulance services	1,275,420	1,267,818
Social housing	3,693,189	4,364,097
Library	513,901	492,235
Workplace Safety and Insurance Board (WSIB)	4,359,971	4,747,838
Planning	693,349	693,349
Other purposes and capital expenses	20,483,644	17,329,681
	<u>114,657,618</u>	<u>101,212,908</u>
<b>Special Purpose Reserves</b>		
Landfill	<u>25,518,189</u>	<u>24,393,033</u>
	<u><b>\$552,718,761</b></u>	<u><b>\$524,060,042</b></u>



**11. Budget**

The Financial Plan (Budget) By-Law adopted by Council on January 28, 2015 was prepared on a modified accrual basis consistent with the requirements of Section 289 of the Municipal Act, 2001. The 2015 actual balances, in accordance with the Canadian Public Sector Accounting Standards, are reported on a full accrual basis which includes; amortization of, gains and losses on disposal of and certain revenues related to, capital assets, but excludes debt repayment, capital asset costs and transfers of accumulated surplus. As a result, the budget figures presented in the Consolidated Statement of Operations and Accumulated Surplus represent the Financial Plan adopted by Council on January 28, 2015 with adjustments as follows:

	<u>2015</u>
Financial Plan (Budget) By-Law surplus for the year	\$ -
Add:	
Tangible capital assets	58,073,469
Debt principal repayment	6,433,061
Less:	
Amortization	14,838,400
Issuance of long term liabilities	11,915,000
Transfers from accumulated surplus	11,926,303
	<u><u>\$ 25,826,827</u></u>

**12. Commitments**

In 2008, County Council approved a \$400,000 capital grant to the Stratford General Hospital. The County has committed to fund \$40,000 each year from its general levy to fulfil this obligation. This obligation will be complete in the year 2017.

**13. Public Sector Salary Disclosure**

In 2015, as defined in the Public Sector Disclosure Act 1996, 43 employees were paid a salary of \$100,000 or more by the County of Oxford.

**14. Contingent Liabilities**

A long standing legal claim against the County concerning the expropriation of land for industrial development purposes is waiting decision of the Ontario Municipal Board. Costs associated with this claim will be funded from reserves the County received from a third party having interest in the matter.

Property assessment appeals have been filed by a property owner for years 2009 through to 2013 under the Assessment Act and the Municipal Act that, in the event they are successful, would be funded from the County's Corporate General reserve.

**15. Liability for Contaminated Sites**

In 2014, the County adopted PSAB 3260 standard for the purpose of disclosing liabilities associated with remediation of contaminated sites. Accordingly, there is nothing to report for the purposes of these financial statements.

**16. Oxford County Library Board**

In 2015, the Oxford County Library Board received \$135,675 (2014 - \$135,675) from the Ministry of Tourism and Culture for the public library operating grant program and pay equity funding of \$3,229 (2014 - \$3,229). These amounts are included in government grants on the Consolidated Statement of Operations and Accumulated Surplus.

**17. Provincial Offences Administration**

The County of Oxford is responsible for the administration of fines arising under the Provincial Offences Act ("POA"). The County performs court support, administration and collection functions for all related fines and fees and prosecutes matters under the POA. The POA is a procedural law for administering and prosecuting provincial offences, including but not limited to, those committed under the Highway Traffic Act, Compulsory Automobile Insurance Act, Trespass to Property Act, Liquor Licence Act and municipal by-laws. Offenders may pay fines at any Provincial Offences Administration office in Ontario, at which time the receipts are recorded in the Integrated Courts Operation Network system ("ICON"). The County recognizes fine revenue when the receipt of funds is recorded in ICON. Gross revenue for 2015 totals \$1,906,300 (2014 - \$2,152,902).

**18. Oxford County Housing Debt Obligations**

On January 1, 2000, the Province of Ontario transferred ownership of housing units to the County. Prior to 2000, the Province issued debentures related to housing properties now owned by the County. The debt obligation for these debentures remains with the Province and has varying maturity dates. The outstanding debt at December 31, 2015 is \$2,853,264 and the principal repayments are scheduled as follows:

2016 to 2020	\$1,828,114
2021 to 2025	1,025,150

**19. Comparative Balances**

Certain comparative balances have been restated to conform with the current year's presentation.

## **20. Segmented Information**

### **General Government**

General government is comprised of Council and general administration. These areas include CAO/Clerk, Council, Facilities, Fleet, Finance, Information Services and Human Resources.

### **Protection to Persons and Property**

Provincial Offences Administration is responsible for providing administrative support for the Ontario Court of Justice. The Provincial Offences Act applies to all Ontario statutes (and regulations), municipal by-laws, and some federal contraventions. Protection to persons and property also includes flood control from conservation authorities.

### **Transportation Services**

Transportation is responsible for the delivery of municipal public works services related to the planning, development and maintenance of roadway systems.

### **Environmental Services**

The environmental services include water supply and distribution, wastewater treatment and collection, and waste diversion, collection and disposal.

### **Health Services**

Health services are comprised of public health and emergency medical services. Public health services work to improve the overall health of the population and overcome health inequalities by providing services to individuals and communities. Emergency medical services provide the County and surrounding areas with pre-hospital medical care and transportation services to the ill and injured in the community.

### **Social and Family Services**

Social Services include social assistance, long-term care and child care services. Social assistance services provide financial, social and employment assistance to those that are less fortunate. Long-term care service provides health services for seniors who can no longer live at home. Child care services provide subsidized child care spaces and wage subsidies.

### **Social Housing**

Social Housing is provided to help shelter individuals, families and elderly in need.

### **Oxford County Public Library Board**

Oxford County Public Library Board provides services meant to improve the health and development of the citizens of the County.

### **Planning and Development**

Planning and development provides services related to property development within the County.

# County of Oxford

## Consolidated Schedule of Tangible Capital Assets

As at December 31, 2015 (comparative balances as at December 31, 2014)

Schedule 1

	Land	Buildings and Land Improvements	Vehicles	Furniture and Fixtures	Machinery and Equipment	Bridges
<b>Cost</b>						
Balance, beginning of year	\$25,759,910	\$103,784,062	\$11,546,486	\$4,913,400	\$11,033,630	\$29,503,811
Add: additions during the year	69,619	7,629,860	493,874	39,996	5,245,792	1,875,162
Less: disposals during the year	29,496	514,899	846,292	14,684	847,846	155,469
Balance, end of year	<b>25,800,033</b>	<b>110,899,023</b>	<b>11,194,068</b>	<b>4,938,712</b>	<b>15,431,576</b>	<b>31,223,504</b>
<b>Accumulated amortization</b>						
Balance, beginning of year	-	\$27,587,736	\$6,596,603	\$4,184,966	\$4,239,302	\$10,490,614
Add: amortization during the year	-	2,807,837	970,518	142,363	703,833	445,454
Less: disposals during the year	-	182,866	846,292	14,683	825,693	150,836
Balance, end of year	-	<b>30,212,707</b>	<b>6,720,829</b>	<b>4,312,646</b>	<b>4,117,442</b>	<b>10,785,232</b>
<b>Net book value of tangible capital assets</b>	<b>\$25,800,033</b>	<b>\$80,686,316</b>	<b>\$4,473,239</b>	<b>\$626,066</b>	<b>\$11,314,134</b>	<b>\$20,438,272</b>



# County of Oxford

## Consolidated Schedule of Tangible Capital Assets

As at December 31, 2015 (comparative balances as at December 31, 2014)

Schedule 1

	Water and Wastewater	Roads	Library Books	Computer Hardware and Software	Total	Total 2014
<b>Cost</b>						
Balance, beginning of year	\$350,117,068	\$161,953,533	\$1,674,355	\$1,459,465	<b>\$701,745,720</b>	\$681,404,182
Add: additions during the year	8,101,418	10,044,488	248,823	258,598	<b>34,007,630</b>	24,283,226
Less: disposals during the year	819,888	770,706	218,476	327,401	<b>4,545,157</b>	3,941,688
Balance, end of year	<b>357,398,598</b>	<b>171,227,315</b>	<b>1,704,702</b>	<b>1,390,662</b>	<b>731,208,193</b>	<b>701,745,720</b>
<b>Accumulated amortization</b>						
Balance, beginning of year	\$112,288,199	\$78,500,847	\$697,200	\$792,100	<b>\$245,377,567</b>	\$232,808,979
Add: amortization during the year	4,657,638	6,103,708	239,194	354,487	<b>16,425,032</b>	15,503,852
Less: disposals during the year	411,845	681,415	218,476	327,401	<b>3,659,507</b>	2,935,264
Balance, end of year	<b>116,533,992</b>	<b>83,923,140</b>	<b>717,918</b>	<b>819,186</b>	<b>258,143,092</b>	<b>245,377,567</b>
<b>Net book value of tangible capital assets</b>	<b>\$240,864,606</b>	<b>\$87,304,175</b>	<b>\$986,784</b>	<b>\$571,476</b>	<b>\$473,065,101</b>	<b>\$456,368,153</b>

# County of Oxford

## Consolidated Schedule of Segmented Disclosure

For the Year Ended December 31, 2015 (comparative balances for year ended December 31, 2014)

### Schedule 2

	General Government	Protection to Persons and Property	Transportation Services	Environmental Services	Health Services	Social and Family Services
<b>Revenues</b>						
Property taxes	\$4,876,706	\$477,578	\$17,794,669	\$2,579,872	\$7,860,502	\$11,869,183
User fees and charges	1,248,880	-	1,116,548	46,349,554	91,895	9,339,497
Government transfers	27,914	-	5,340,194	110,640	12,762,601	30,876,962
Investment income	1,746,192	-	-	747,433	-	-
Development charges	75,273	-	1,070,555	3,574,115	255,000	-
Provincial offences	-	1,906,300	-	-	-	-
Other	-	3,621	300	703,888	17,525	25,228
	<u>7,974,965</u>	<u>2,387,499</u>	<u>25,322,266</u>	<u>54,065,502</u>	<u>20,987,523</u>	<u>52,110,870</u>
<b>Expenses</b>						
Wages and benefits	4,818,203	377,714	4,037,925	6,695,180	15,305,975	20,698,949
Materials and supplies	3,543,244	69,900	3,056,072	10,736,146	1,823,734	3,028,068
Contracted services	2,815,780	317,384	759,109	11,910,455	615,622	1,979,229
Rents and financial expenses	143,886	17,638	24,264	11,818	6,106	39,620
External transfers	167,817	1,155,936	5,000	-	40,000	21,865,527
Interfunctional transfers	(9,173,261)	210,259	3,341,831	1,264,936	1,660,888	1,822,382
Interest on long term debt	291,660	42,210	43,905	1,170,159	64,505	903,327
Amortization	2,123,483	-	6,664,801	5,128,378	647,400	1,270,958
	<u>4,730,812</u>	<u>2,191,041</u>	<u>17,932,907</u>	<u>36,917,072</u>	<u>20,164,230</u>	<u>51,608,060</u>
<b>Excess revenues over (under) expenses before other</b>	<u>3,244,153</u>	<u>196,458</u>	<u>7,389,359</u>	<u>17,148,430</u>	<u>823,293</u>	<u>502,810</u>
<b>Other revenues (expenses)</b>						
Gain (loss) on disposal	222,998	-	(93,924)	(408,040)	13,948	(321,427)
<b>Excess revenues over (under) expenses</b>	<u><b>\$3,467,151</b></u>	<u><b>\$196,458</b></u>	<u><b>\$7,295,435</b></u>	<u><b>\$16,740,390</b></u>	<u><b>\$837,241</b></u>	<u><b>\$181,383</b></u>

# County of Oxford

## Consolidated Schedule of Segmented Disclosure

For the Year Ended December 31, 2015 (comparative balances for year ended December 31, 2014)

### Schedule 2

	Social Housing	Oxford County Public Library Board	Planning and Development	Total	Total 2014
<b>Revenues</b>					
Property taxes	\$4,047,289	\$3,392,810	\$3,123,526	<b>\$56,022,135</b>	\$54,926,344
User fees and charges	2,345,996	43,575	202,954	<b>60,738,899</b>	56,832,263
Government transfers	4,259,953	171,991	-	<b>53,550,255</b>	48,922,062
Investment income	-	925	-	<b>2,494,550</b>	1,890,670
Development charges	-	78,200	-	<b>5,053,143</b>	14,775,420
Provincial offences	-	-	-	<b>1,906,300</b>	2,152,902
Other	-	13,097	-	<b>763,659</b>	345,475
	<b>10,653,238</b>	<b>3,700,598</b>	<b>3,326,480</b>	<b>180,528,941</b>	<b>179,845,136</b>
<b>Expenses</b>					
Wages and benefits	18,026	2,058,473	2,402,004	<b>56,412,449</b>	55,872,059
Materials and supplies	3,025,527	333,276	376,595	<b>25,992,562</b>	28,913,640
Contracted services	511,778	33,959	83,521	<b>19,026,837</b>	17,701,817
Rents and financial expenses	88	213,767	10,452	<b>467,639</b>	433,888
External transfers	6,921,373	-	34,268	<b>30,189,921</b>	23,527,670
Interfunctional transfers	182,265	399,359	291,341	-	-
Interest on long term debt	206,344	47,227	-	<b>2,769,337</b>	2,777,352
Amortization	151,705	438,307	-	<b>16,425,032</b>	15,503,852
	<b>11,017,106</b>	<b>3,524,368</b>	<b>3,198,181</b>	<b>151,283,777</b>	<b>144,730,278</b>
<b>Excess revenues over (under) expenses before other</b>	<b>(363,868)</b>	<b>176,230</b>	<b>128,299</b>	<b>29,245,164</b>	<b>35,114,858</b>
<b>Other revenues (expenses)</b>					
Gain (loss) on disposal	-	-	-	<b>(586,445)</b>	(845,514)
<b>Excess revenues over (under) expenses</b>	<b>\$(363,868)</b>	<b>\$176,230</b>	<b>\$128,299</b>	<b>\$28,658,719</b>	<b>\$34,269,344</b>