



Consolidated Financial Statements

The Corporation of the Town of Aurora

December 31, 2010

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Independent Auditor's report

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To the Members of Council, Inhabitants,
And Ratepayers of the **Corporation of
The Town of Aurora**

We have audited the accompanying consolidated financial statements of the **Corporation of the Town of Aurora**, which comprise the consolidated statement of financial position as at December 31, 2010, the consolidated statements of operations, change in net debt and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the 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 organization's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the organization's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the consolidated financial statements present fairly, in all material respects, the financial position of the **Corporation of the Town of Aurora** as at December 31, 2010, and its financial performance and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Other matter

Without modifying our report we draw attention to the budget figures which are provided for comparative purposes only. They have not been subject to audit procedures. Accordingly, we do not express an opinion on the budget figures.



Markham, Ontario
July 12, 2011

Chartered Accountants
Licensed Public Accountants

The Corporation Of The Town Of Aurora
CONSOLIDATED STATEMENT OF FINANCIAL POSITION

December 31, 2010

(Dollar amounts presented in '000's)

	<u>2010</u>	<u>2009</u> (restated- note 2)
Financial assets		
Cash and cash equivalents	\$ 4,058	\$ 47,525
Taxes receivable	6,635	6,973
User charges receivable	2,939	2,589
Accounts receivable (note 4)	4,143	1,204
Portfolio investments (note 3)	72,912	32,588
Land listed for sale (note 5)	5,583	5,583
	<u>96,270</u>	<u>96,462</u>
Liabilities		
Accounts payable and accrued liabilities	9,390	9,201
Deposits and deferred revenue	3,775	5,080
Deferred revenue - obligatory reserve funds (note 6)	21,367	21,605
Employee future benefits liabilities (note 7)	748	717
Long term debt (note 8)	10,454	11,851
	<u>45,734</u>	<u>48,454</u>
Net financial assets	<u>50,536</u>	<u>48,008</u>
Non-financial assets		
Tangible capital assets (note 19)	356,269	352,074
Prepaid expenses	28	20
	<u>356,297</u>	<u>352,094</u>
Accumulated surplus (note 9)	<u>\$ 406,833</u>	<u>\$ 400,102</u>

Contingencies and contractual obligations (notes 16 and 17)

See accompanying notes to the consolidated financial statements.

The Corporation Of The Town Of Aurora
Consolidated Statement of Operations and Accumulated Surplus

Year ended December 31, 2010

(Dollar amounts presented in '000's)

	Budget <hr/> (unaudited)	2010 <hr/>	2009 <hr/> (restated- note 2)
Revenues			
Taxation (note 10)	\$ 27,837	\$ 28,647	\$ 26,870
User charges	21,828	20,591	17,758
Grants (note 11)	4,087	4,769	2,491
Other (note 12)	5,846	6,661	6,882
	<hr/> 59,598	<hr/> 60,668	<hr/> 54,001
Expenditures			
General government	8,609	8,262	6,627
Protection to person and property	9,018	8,915	8,566
Transportation services	10,837	6,708	5,662
Environmental services	18,495	16,541	15,663
Leisure and cultural services	17,077	16,794	16,029
Planning and development	1,630	1,657	1,518
	<hr/> 65,666	<hr/> 58,877	<hr/> 54,065
Net (expenditures) revenue	<hr/> \$ (6,068)	<hr/> 1,791	<hr/> (64)
Other revenue			
Gain on disposal of tangible capital assets		257	28
Infrastructure assets assumed from developer		4,683	12,829
		<hr/> 4,940	<hr/> 12,857
Annual surplus		<hr/> 6,731	<hr/> 12,793
Accumulated surplus, beginning of year			
As previously reported		397,534	384,741
Prior year adjustment (note 2)		2,568	2,568
As restated		<hr/> 400,102	<hr/> 387,309
Accumulated surplus, end of year		<hr/> \$ 406,833	<hr/> \$ 400,102

See accompanying notes to the consolidated financial statements.

The Corporation Of The Town Of Aurora
CONSOLIDATED STATEMENT OF CASH FLOWS

Year ended December 31, 2010

(Dollar amounts presented in '000's)

	<u>2010</u>	<u>2009</u>
Cash and cash equivalents provided by (used in)		
Operating activities		
Annual surplus	\$ 6,731	\$ 12,793
Non-cash charges to operations:		
Amortization	9,040	8,719
Gain on disposal of tangible capital assets	(257)	(28)
Infrastructure assets assumed from developer	(4,683)	(12,829)
Changes in non-cash operating working capital		
Prepaid expenses	(8)	4
Taxes receivable	338	20
User charges receivable	(350)	(103)
Accounts receivable	(2,939)	50
Accounts payable and accrued liabilities	189	299
Deposits and deferred revenue	(1,543)	4,461
Employee future benefits liabilities	31	32
Total Operating Activities	<u>6,549</u>	<u>13,418</u>
Capital activities		
Acquisition of tangible capital assets	(9,391)	(7,727)
Net proceeds on disposal of tangible capital assets	1,096	28
Total Capital Activities	<u>(8,295)</u>	<u>(7,699)</u>
Financing activities		
Principal repayment on long term debt	(1,397)	(1,342)
Investing activities		
Increase in potfolio investments	(40,324)	(387)
(Decrease) increase in cash and cash equivalents	(43,467)	3,990
Cash and cash equivalents, beginning of year	<u>47,525</u>	<u>43,535</u>
Cash and cash equivalents, end of year	<u>\$ 4,058</u>	<u>\$ 47,525</u>
Supplementary information:		
Interest paid	\$ 474	\$ 521
Interest received	<u>\$ 1,870</u>	<u>\$ 1,538</u>

See accompanying notes to the consolidated financial statements.

The Corporation Of The Town Of Aurora
CONSOLIDATED STATEMENT OF CHANGE IN NET FINANCIAL ASSETS

Year ended December 31, 2010
(Dollar amounts presented in '000's)

	Budget (unaudited)	2010	2009 (restated- note 2)
Annual surplus	\$ (6,068)	\$ 6,731	\$ 12,793
Amortization of tangible capital assets	9,040	9,040	8,719
Net proceeds on disposal of tangible capital assets		1,096	28
Gain on disposal of tangible capital assets	-	(257)	(28)
Acquisition of tangible capital assets	(9,391)	(9,391)	(7,727)
Infrastructure assets assumed from developer	-	(4,683)	(12,829)
Land listed for sale	-	-	5,583
Prepaid expenses	-	(8)	4
Change in net financial assets	(6,419)	2,528	6,543
Net financial assets, beginning of year	48,008	48,008	41,465
Net financial assets, end of year	\$ 41,589	\$ 50,536	\$ 48,008

See accompanying notes to the consolidated financial statements.

The Corporation of the Town of Aurora

Notes to the Consolidated Financial Statements

December 31, 2010

(Dollar amounts presented in '000's)

The Corporation of the Town of Aurora (the "Town") is a municipality in the Province of Ontario. The Town conducts its operations guided by the provisions of provincial statutes such as the Municipal Act, Municipal Affairs Act and related legislation.

1. Summary of significant accounting policies

The consolidated financial statements of the Town are the representation of management and have been prepared in accordance with Canadian generally accepted accounting principles for local governments as recommended by the Public Sector Accounting Board ("PSAB") of The Canadian Institute of Chartered Accountants.

Significant accounting policies adopted by the Town are as follows:

Basis of consolidation

The consolidated financial statements reflect the assets, liabilities, revenues, expenditures and fund balances of the Town, and except for government business enterprise which are accounted for by the modified equity basis of accounting, comprise all of the organizations that are accountable for the administration of their financial affairs and resources to the Town and are owned or controlled by the Town.

The Aurora Public Library Board is fully consolidated in these consolidated financial statements. All inter-organizational and inter-fund transactions and balances are eliminated.

The taxation, other revenues, expenditures, assets and liabilities with respect to the Boards of Education within the Regional Municipality of York are not reflected in the Town's consolidated financial statements.

Basis of accounting

Revenues and expenditures are reported on the accrual basis of accounting whereby revenues are recognized as they are earned and measurable. Expenditures are recognized in the period goods and services are acquired and a liability is incurred or transfers are due.

Cash and cash equivalents

Cash and cash equivalents are comprised of cash on hand, cash held in financial institutions and temporary investments with maturities of 90 days or less.

Portfolio investments

Portfolio investments are comprised of fixed income securities primarily federal, provincial and municipal government bonds and promissory notes and bankers' acceptances and bearer deposits that mature after more than 90 days. Portfolio investments are valued at the lower of cost and market value.

The Corporation of the Town of Aurora

Notes to the Consolidated Financial Statements

December 31, 2010

(Dollar amounts presented in '000's)

1. Summary of significant accounting policies (continued)

Government transfers

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

Tangible capital assets

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

Buildings	10-50 years
Vehicles	7-15 years
Other	
Machinery & equipment	4-20 years
Library collection	7 years
Computer	4- 10 years
Parks Facilities excluding buildings	5-80 years
Transportation infrastructure	
Roads	20-36 years
Bridges and other structures	30-40 years
Environmental infrastructure	
Sanitary pumping stations	20-50 years
Underground and other networks	15-100 years

One-half of the annual amortization is charged in the year of acquisition and in the year of disposal. Assets under construction are not amortized until the asset is available for productive use.

Contributions of tangible capital assets

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

Interest capitalization

Interest is capitalized whenever external debt is issued to finance construction of tangible capital assets.

The Corporation of the Town of Aurora

Notes to the Consolidated Financial Statements

December 31, 2010

(Dollar amounts presented in '000's)

1. Summary of significant accounting policies (continued)

Employee future benefits

Employee future benefits include health and basic dental coverage that the Town pays on behalf of its current and retired employees. The Town records these future benefits as they are earned during the employee's tenure of service. The Town also estimates future benefits relating to accumulated sick credits and overtime as they are earned.

The present value of the cost of providing employees with future benefit programs is expensed as employees earn these entitlements through service. The cost of the benefits earned by employees is actuarially determined using the projected benefit method prorated on service and management's best estimate of retirement ages of employees and expected health care and dental costs. Vacation entitlements are accrued for as entitlements are earned.

Pension agreements

The Town makes contributions to the Ontario Municipal Employees Retirement Fund (OMERS), a multi-employer public sector pension fund, based on the principles of a defined benefit plan, which specifies the amount of the retirement benefit to be received by the employees on the basis of predefined retirement age, length of eligible service and rates of remuneration over a fixed period of time.

Deferred revenue – obligatory reserve funds

Deferred revenues represent user charges and fees which have been collected but for which the related services have yet to be performed. These accounts will be recognized as revenues in the fiscal year the services are performed. The Town receives development charges under the authority of provincial legislation and Town by-laws. These funds, by their nature, are restricted in their use and, until applied to specific capital works, are recorded as deferred revenue.

Use of estimates

The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenditures during the period. Actual results could differ from these estimates.

Budget figures

The operating budget approved for 2010 is reflected on the Consolidated Statement of Financial Activities. The budgets established for capital investment in tangible capital assets are on a project-oriented basis, the costs of which may be carried out over one or more years and, therefore, may not be comparable with the current year actual. Budget figures have been restated to be comparable with the PSAB reporting reflected in the actual results.

The Corporation of the Town of Aurora

Notes to the Consolidated Financial Statements

December 31, 2010

(Dollar amounts presented in '000's)

1. Summary of significant accounting policies (continued)

Reserves and reserve funds

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

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 municipality. The municipality is not involved in the construction and does not budget for either the contributions from the developer or the capital expenditure.

Investment income

Investment income earned is reported as revenue in the period earned. Investment income earned on development charges and other obligatory reserve funds is added to the fund balance and forms part of the deferred revenue balance.

2. Prior year adjustment

The Town has restated certain financial and non-financial assets and accumulated surplus for 2009 as a result of ongoing reviews of initial valuations of tangible capital assets. These reviews identified tangible capital assets that had not previously been recorded in the amount of \$3,896 and other costs in the amount of \$1,328 that had been capitalized in error. This resulted in a net increase in tangible capital assets of \$2,568. As well, land that had been identified as surplus to the Town's needs had not previously been transferred from tangible capital assets to land listed for sale. The effect of these changes is as follows:

	<u>2009</u>
Tangible capital assets	
Previously reported	\$ 355,089
Prior year adjustment	2,568
Transfer to land listed for sale	<u>(5,583)</u>
Restated	<u>\$ 352,074</u>
Accumulated surplus	
Previously reported	\$ 397,534
Prior year adjustment	<u>2,568</u>
Restated	<u>\$ 400,102</u>
Land listed for sale	
Previously reported	\$ -
Transfer from tangible capital assets	<u>5,583</u>
Restated	<u>\$ 5,583</u>

The Corporation of the Town of Aurora

Notes to the Consolidated Financial Statements

December 31, 2010

(Dollar amounts presented in '000's)

3. Portfolio investments

Portfolio investments of \$72,912 (2009 - \$32,588) have a market value of \$74,194 (2009 - \$34,352).

4. Accounts receivable

	<u>2010</u>	<u>2009</u>
Government entities	\$ 3,274	\$ 468
Other	<u>869</u>	<u>736</u>
	<u>\$ 4,143</u>	<u>\$ 1,204</u>

5. Land listed for sale

The Town owns two pieces of land, 95 Allure Boulevard and 15059 Leslie Street, which are surplus to the Town's needs and hence are listed for sale.

6. Deferred revenue – obligatory reserve funds

Obligatory reserve funds consist of the following:

	<u>2010</u>	<u>2009</u>
Development charges	\$ 3,243	\$ 3,168
Park purposes	11,645	11,204
Building Code Act, 1992	2,630	3,018
Federal Gas Tax	<u>682</u>	<u>388</u>
	18,200	17,778
Development charges transferred to capital but unexpended at the end of the year	<u>3,167</u>	<u>3,827</u>
	<u>\$ 21,367</u>	<u>\$ 21,605</u>

The Corporation of the Town of Aurora

Notes to the Consolidated Financial Statements

December 31, 2010

(Dollar amounts presented in '000's)

7. Employee future benefit obligations	<u>2010</u>	<u>2009</u>
Employee future benefits	\$ 586	\$ 555
Accrued sick leave	131	131
Accrued overtime	<u>31</u>	<u>31</u>
	<u>\$ 748</u>	<u>\$ 717</u>

Employee future benefits are health and dental benefits that are provided to early retirees, future retirees, and employees currently on a long term disability. The Town recognizes these post-retirement costs as they are earned during the employee's tenure of service.

Information about the Town's post retirement benefits plan is as follows:

	<u>2010</u>	<u>2009</u>
Employee future benefits payable	<u>\$ 586</u>	<u>\$ 555</u>
Employee future benefits, beginning of year	\$ 555	\$ 523
Add: Benefit expense	27	25
Interest cost	28	26
Less: Expected benefits paid for the period	<u>(24)</u>	<u>(19)</u>
Employee future benefits, end of year	<u>\$ 586</u>	<u>\$ 555</u>

Actuarial evaluations for accounting purposes are performed every four years using the projected benefit method prorated on services. The last actuarial valuation carried out was December 31, 2007 and an actuarial update to December 31, 2010 was made.

The main assumptions employed for the actuarial valuation prepared at December 31, 2007 and updated to December 31, 2010 are as follows:

General Inflation

Future general inflation levels were assumed to increase at 2.0% (2009 – 2.0%) per year.

Interest (discount) rate

The present value of the post employment benefit liability was determined using a discount rate of 5.0% (2009 – 5.0%).

Health costs

Health costs were assumed to increase at an average increase of 7.7% per year reducing to 4.0% (2009 – 4.0%) per year over 11 years.

Dental costs

Dental costs were assumed to increase at an average increase of 4.0% (2009 – 4.0%) in future years.

The Corporation of the Town of Aurora

Notes to the Consolidated Financial Statements

December 31, 2010

(Dollar amounts presented in '000's)

8. Long term debt	<u>2010</u>	<u>2009</u>
Debenture, bearing interest at rates varying from 3.1% to 4.1%, maturing in September 2015. Principal is repayable in annual instalments and interest is payable in half yearly instalments.	\$ 6,954	\$ 8,189
Debenture, bearing interest at 4.37%, maturing in September 2025. Principal and interest is repayable in half yearly instalments of \$160,272.	<u>3,500</u>	<u>3,662</u>
	<u>\$ 10,454</u>	<u>\$ 11,851</u>

The debentures were issued by The Regional Municipality of York, on behalf of the Town, to fund the construction of the Town's new recreation complex.

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

2011	\$ 1,453
2012	1,512
2013	1,574
2014	1,637
2015	1,703
Thereafter	<u>2,575</u>
	<u>\$ 10,454</u>

The Corporation of the Town of Aurora

Notes to the Consolidated Financial Statements

December 31, 2010

(Dollar amounts presented in '000's)

9. Accumulated surplus

Accumulated surplus is comprised of the following:

	<u>2010</u>	<u>2009</u>
Reserves, set aside by Council for Infrastructure		
Infrastructure Sustainability – Water Rate Funded	\$ (129)	\$ 958
Infrastructure Sustainability – Tax Rate Funded	<u>4,036</u>	<u>4,960</u>
	<u>3,907</u>	<u>5,918</u>
Reserve funds, set aside for specific purposes by Council	7,196	7,467
Proceeds of sale of Aurora Hydro	<u>33,531</u>	<u>33,842</u>
Total reserves and reserve funds	<u>44,634</u>	<u>47,227</u>
Surpluses		
General revenue	10,801	7,069
Land listed for sale	5,583	5,583
Invested in tangible capital assets	356,269	352,074
Less: financed by long term debt	<u>(10,454)</u>	<u>(11,851)</u>
Total surpluses	<u>362,199</u>	<u>352,875</u>
Accumulated surplus	<u>\$ 406,833</u>	<u>\$ 400,102</u>

10. Net taxation charges

	<u>2010</u>	<u>2009</u>
Total taxes levied by the Town	\$ 95,869	\$ 91,564
Less:		
Taxes levied on behalf of the Boards of Education	29,438	28,093
Taxes levied on behalf of the Region of York	<u>37,784</u>	<u>36,601</u>
	<u>\$ 28,647</u>	<u>\$ 26,870</u>

11. Grants

	<u>2010</u>	<u>2009</u>
Federal	\$ 2,651	\$ 1,975
Provincial	1,952	365
Other	<u>166</u>	<u>151</u>
	<u>\$ 4,769</u>	<u>\$ 2,491</u>

The Corporation of the Town of Aurora

Notes to the Consolidated Financial Statements

December 31, 2010

(Dollar amounts presented in '000's)

12. Other revenue	<u>2010</u>	<u>2009</u>
Penalties and interest on taxes	\$ 927	\$ 950
Fines	288	321
Building permits and fees	1,768	2,178
Interest income	1,803	1,538
Other	<u>1,875</u>	<u>1,895</u>
	<u>\$ 6,661</u>	<u>\$ 6,882</u>

13. Pension agreements

The Town makes contributions to the Ontario Municipal Employees Retirement System ["OMERS"], which is a multi-employer plan, on behalf of all full-time members of its staff. OMERS is a defined benefit plan which specifies the amount of the retirement benefits to be received by the employees based on the length of service and rates of pay.

Contributions in 2010 ranged from 6.5% to 10.75% depending on the level of earnings. As a result \$980 (2009 - \$911) was contributed to OMERS for current year services.

14. Central York Fire Services

Effective January 1, 2002, the Town entered into a Joint Venture Agreement with the Town of Newmarket with respect to the provision of Fire and Emergency services. Under the Agreement, the Town of Newmarket assumed responsibility for the combined Central York Fire Services. The cost of these services is shared between the two municipalities on the basis of a pre-defined cost sharing formula. The Town's share of costs for the year was \$6,497 (2009 - \$6,325).

15. Insurance coverage

The Town is self insured for insurance claims up to \$10 for any individual claim and for any number of claims arising out of a single occurrence.

Claim costs during the year amounted to \$34 (2009 - \$72).

The Town has made provisions for reserves for self insurance claims under \$10 to be used for those claims that exceed the sum provided for in the annual budget. These reserves are reported on the Consolidated Statement of Financial Activities under reserves set aside by Council. As at December 31, 2010, these reserves amounted to \$274 (2009 - \$272).

The Corporation of the Town of Aurora

Notes to the Consolidated Financial Statements

December 31, 2010

(Dollar amounts presented in '000's)

15. Insurance coverage (continued)

The Town was a member of the Ontario Municipal Insurance Exchange which became a licensed group for liability insurance coverage on October 1, 1996. The Town's insurance is now with another carrier. Contributions have been made to the fund for claims in excess of \$10 and under \$50,000. These contributions have been reported as expenditures on the Consolidated Statement of Operations.

16. Contingencies

The Town is subject to various legal claims arising in the normal course of its operations. The ultimate outcome of these claims cannot be determined at this time; therefore, no amounts have been recorded in these financial statements. The Town's management believe that the ultimate disposition of these matters will not have a material adverse effect on its financial position.

17. Contractual obligations

The Town has outstanding contractual obligations on major capital projects of approximately \$906 at December 31, 2010.

18. Segmented information

In Schedule 1, the Town's services and programs are grouped and reported based on functional classification. Revenues are reported by source such as user charges, government grants and other revenues and they are allocated to the functional area they related to. Expenditures are reported by object. The accounting policies used in these segments are consistent with those followed in the preparation of the consolidated financial statements as disclosed in Note 1.

Governance & Corporate Support

This functional segment includes The Mayor office and Council, CAO Office, Corporate Services, Legal, Communication, Information Technology and Financial Services Department and all other support services.

Fire & Emergency Services

Central York Fire Services provides fire and Emergency services to the residents of Aurora and Newmarket. The cost the Town paid for these services is described in Note 14.

Bylaw & licensing Services

The Town issues a variety of licenses and permits. This segment ensures an acceptable quality of building construction and maintenance of properties through enforcement of construction codes, building standards and by-law for the protection of occupants. It facilitates economic development by providing services for the approval of all land development plans, the application and enforcement of zoning by-laws and the processing of building permit applications.

The Corporation of the Town of Aurora

Notes to the Consolidated Financial Statements

December 31, 2010

(Dollar amounts presented in '000's)

18. Segmented information (continued)

Environmental Services

This segment represents the water/sewer services and waste management services provided by the Public Works Department.

Roads & Related Services

This segment represents the reconstruction, repair, maintenance works and winter control services provided to the Town's roads, sidewalks, walkway and bridges.

Planning & Development

This functional segment manages the Town's urban development for business interest, environmental concerns, heritage matters and local neighbourhoods through the Town's Official Plan.

Community Programs & Events

This segment represents the services the Leisure Department provided through the community programs and special events.

Parks & Facilities

This segment maintains numerous recreation facilities, as well as indoor community space for booking and community use. It also maintain parks and playgrounds, open spaces and a vast trail system.

Public Library Services

The segment of library services covers Library Board and The Town's library expenses. The funding from the Town to the Library Board is eliminated before the segment amount is determined.

Taxation Revenue

The Town's primary source of funding for its operations is achieved through property taxes levied against property owners.

19. Tangible capital assets

Assets under construction

Assets under construction and other capital work in progress having a value of \$9,707 (2009 - \$11,190) have not been amortized. Amortization of these assets will commence when the assets are put into service.

Infrastructure assets assumed from developer

Infrastructure assets assumed from developer have been recognized at fair market value at the date of contribution. The value of the contributed assets received during the year is \$4,683 (2009 - \$12,829) comprised of land in the amount of \$35 (2009 - \$0) transportation infrastructure in the amount of \$618 (2009 - \$2,186) and environmental infrastructure in the amount of \$4,030 (2009 - \$10,643). For purposes of Consolidated Statement of Operations and Accumulated Surplus, these assumed assets are included as 'other revenue' in the year.

The Corporation of the Town of Aurora

Notes to the Consolidated Financial Statements

December 31, 2010

(Dollar amounts presented in '000's)

20. Comparative figures

Certain comparative figures in these financial statements have been reclassified to conform to the presentation adopted for the current year.

THE CORPORATION OF THE TOWN OF AURORA

Consolidated Schedule of Tangible Capital Assets

Year ended December 31, 2010

(Dollar amounts presented in '000s)

19. Tangible Capital Assets (continued)

	2010									
	General					Infrastructure			Total	
	Land	Buildings	Vehicles	Computer and other	Facilities	Roads	Underground and other networks	Bridges and Other Structures		Assets Under Construction
Cost										
Balance, beginning of year	\$ 95,889	\$ 68,615	\$ 6,909	\$ 5,000	\$ 14,115	\$ 60,907	\$ 179,583	\$ 15,537	\$ 11,190	\$ 457,745
Add: Additions during the year	-	757	994	679	1,089	77	1,095	-	4,700	9,391
Add: Donations and transfers	-	333	-	7	916	4,448	3,895	1,267	(6,183)	4,683
Less: Disposals during the year	(459)	(275)	(321)	(583)	-	(694)	(46)	-	-	(2,378)
Balance, end of year	<u>95,430</u>	<u>69,430</u>	<u>7,582</u>	<u>5,103</u>	<u>16,120</u>	<u>64,738</u>	<u>184,527</u>	<u>16,804</u>	<u>9,707</u>	<u>469,441</u>
Accumulated amortization										
Balance, beginning of year	-	21,327	4,013	2,972	5,129	20,300	41,906	10,024	-	105,671
Add: Amortization during the year	-	2,027	527	545	449	2,014	2,991	487	-	9,040
Less: Amortization on disposals	-	(268)	(309)	(583)	-	(374)	(5)	-	-	(1,539)
Balance, end of year	-	<u>23,086</u>	<u>4,231</u>	<u>2,934</u>	<u>5,578</u>	<u>21,940</u>	<u>44,892</u>	<u>10,511</u>	-	<u>113,172</u>
Net book value of tangible capital assets	<u>\$ 95,430</u>	<u>\$ 46,344</u>	<u>\$ 3,351</u>	<u>\$ 2,169</u>	<u>\$ 10,542</u>	<u>\$ 42,798</u>	<u>\$ 139,635</u>	<u>\$ 6,293</u>	<u>\$ 9,707</u>	<u>\$ 356,269</u>

THE CORPORATION OF THE TOWN OF AURORA

Consolidated Schedule of Tangible Capital Assets

Year ended December 31, 2010

(Dollar amounts presented in '000s)

19. Tangible Capital Assets (continued)

	2009									
	General					Infrastructure			Total	
	Land	Buildings	Vehicles	Computer and other	Facilities	Roads	Underground and other networks	Bridges and Other Structures	Assets Under Construction	(restated-note 2)
Cost										
Balance, beginning of year	\$ 101,472	\$ 68,406	\$ 6,901	\$ 4,409	\$ 13,833	\$ 58,568	\$ 167,716	\$ 15,537	\$ 6,361	\$ 443,203
Add: Additions during the year	-	209	411	608	293	153	1,224	-	4,829	7,727
Add: Donations and transfers	(5,583)		-	-	-	2,186	10,643	-	-	7,246
Less: Disposals during the year	-		(403)	(17)	(11)	-	-	-	-	(431)
Balance, end of year	<u>95,889</u>	<u>68,615</u>	<u>6,909</u>	<u>5,000</u>	<u>14,115</u>	<u>60,907</u>	<u>179,583</u>	<u>15,537</u>	<u>11,190</u>	<u>457,745</u>
Accumulated amortization										
Balance, beginning of year	-	19,342	3,912	2,426	4,727	18,366	39,035	9,575	-	97,383
Add: Amortization during the year	-	1,985	504	563	413	1,934	2,871	449	-	8,719
Less: Amortization on disposals	-		(403)	(17)	(11)	-	-	-	-	(431)
Balance, end of year	<u>-</u>	<u>21,327</u>	<u>4,013</u>	<u>2,972</u>	<u>5,129</u>	<u>20,300</u>	<u>41,906</u>	<u>10,024</u>	<u>-</u>	<u>105,671</u>
Net book value of tangible capital assets	<u>\$ 95,889</u>	<u>\$ 47,288</u>	<u>\$ 2,896</u>	<u>\$ 2,028</u>	<u>\$ 8,986</u>	<u>\$ 40,607</u>	<u>\$ 137,677</u>	<u>\$ 5,513</u>	<u>\$ 11,190</u>	<u>\$ 352,074</u>

THE CORPORATION OF THE TOWN OF AURORA

Segment Disclosures

Year ended December 31, 2010

Schedule 1

(Dollar amounts presented in '000s)

	<u>Consolidated</u>		<u>Taxation Revenue</u>		<u>Governance & Corporate Support</u>		<u>Fire & Emergency Services</u>	
	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>
Revenues								
Taxation	\$ 28,647	\$ 26,870	\$ 28,647	\$ 26,870	\$ -	\$ -	\$ -	\$ -
User charges	20,591	17,758	-	-	1,334	(2,949)	351	-
Grant	4,769	2,491	-	-	-	6	-	-
Others	6,661	6,882	-	-	2,783	3,404	-	-
Total Revenue	60,668	54,001	28,647	26,870	4,117	461	351	-
Expenditures								
Salaries, wages and benefits	20,289	18,128	-	-	4,892	4,077	-	-
Non-capital expenditures & amortization	11,618	10,348	-	-	639	392	153	-
Materials and Supplies	3,965	3,917	-	-	81	197	-	6
Contracted Services	22,303	20,985	-	-	2,460	1,833	6,251	6,335
Interest on long term debt	474	521	-	-	-	-	-	-
Others	228	166	-	-	190	128	-	-
Total Expenditures	58,877	54,065	-	-	8,262	6,627	6,404	6,341
Net Revenue (expenditures)	\$ 1,791	\$ (64)	\$ 28,647	\$ 26,870	\$ (4,145)	\$ (6,166)	\$ (6,053)	\$ (6,341)

THE CORPORATION OF THE TOWN OF AURORA

Segment Disclosures

Year ended December 31, 2010

Schedule 1

(Dollar amounts presented in '000s)

	<u>Bylaw & Licensing Services</u>		<u>Environmental Services</u>		<u>Roads & Related Services</u>		<u>Planning & Development</u>	
	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>
Revenues								
Taxation	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
User charges	499	(410)	10,750	10,460	70	860	486	400
Grant	-	-	2,349	664	1,172	1,106	-	-
Others	1,839	2,251	368	188	514	337	1	1
Total Revenue	2,338	1,841	13,467	11,312	1,756	2,303	487	401
Expenditures								
Salaries, wages and benefits	1,779	1,624	1,286	1,203	2,290	1,946	1,235	1,151
Non-capital expenditures & amortization	-	66	4,421	4,599	2,977	2,415	346	315
Materials and Supplies	490	265	607	654	764	524	3	5
Contracted Services	242	270	10,227	9,207	677	777	73	47
Interest on long term debt	-	-	-	-	-	-	-	-
Others	-	-	-	-	-	-	-	-
Total Expenditures	2,511	2,225	16,541	15,663	6,708	5,662	1,657	1,518
Net Revenue (expenditures)	\$ (173)	\$ (384)	\$ (3,074)	\$ (4,351)	\$ (4,952)	\$ (3,359)	\$ (1,170)	\$ (1,117)

THE CORPORATION OF THE TOWN OF AURORA

Segment Disclosures

Year ended December 31, 2010

Schedule 1

(Dollar amounts presented in '000s)

	<u>Community Programs & Events</u>		<u>Parks & Facilities</u>		<u>Public Library Services</u>	
	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>
Revenues						
Taxation	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
User charges	2,145	2,252	4,820	7,051	136	94
Grant	53	18	1,131	652	64	45
Others	240	170	859	460	57	71
Total Revenue	<u>2,438</u>	<u>2,440</u>	<u>6,810</u>	<u>8,163</u>	<u>257</u>	<u>210</u>
Expenditures						
Salaries, wages and benefits	2,656	2,500	3,937	3,521	2,214	2,106
Non-capital expenditures & amortization	-	-	2,531	2,138	551	423
Materials and Supplies	160	156	1,850	1,796	10	314
Contracted Services	752	978	1,461	1,324	160	214
Interest on long term debt	-	-	474	521	-	-
Others	50	46	(12)	(8)	-	-
Total Expenditures	<u>3,618</u>	<u>3,680</u>	<u>10,241</u>	<u>9,292</u>	<u>2,935</u>	<u>3,057</u>
Net Revenue (expenditures)	<u>\$ (1,180)</u>	<u>\$ (1,240)</u>	<u>\$ (3,431)</u>	<u>\$ (1,129)</u>	<u>\$ (2,678)</u>	<u>\$ (2,847)</u>