GRAND RIVER CONSERVATION AUTHORITY

AUDITED FINANCIAL STATEMENTS

DECEMBER 31, 2013

KPMG LLP
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INDEPENDENT AUDITORS' REPORT

To the Members of Grand River Conservation Authority

We have audited the accompanying financial statements of Grand River Conservation Authority, which comprise the statement of financial position as at December 31, 2013, the statements of operations, change in accumulated surplus, cash flows and changes in net financial assets for the year then ended, and notes, comprising 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.

Auditors' 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 our 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, we consider internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by 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.

KPMG LLP, is a Canadian limited liability partnership and a member firm of the KPMG network of independent member firms affiliated with KPMG International Cooperative ("KPMG International"), a Swiss entity.
KPMG Canada provides services to KPMG LLP.

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of Grand River Conservation Authority as at December 31, 2013, and its results of operations, its changes in net financial assets, and its cash flows for the year then ended in accordance with Canadian public sector accounting standards**.**

KPMG LLP

Chartered Professional Accountants, Licensed Public Accountants

February 28, 2014
Waterloo, Canada

GRAND RIVER CONSERVATION AUTHORITY

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DECEMBER 31, 2013

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STATEMENT 1

GRAND RIVER CONSERVATION AUTHORITY

(Established by the Conservation Authorities Act)

Statement of Financial Position

As at December 31, 2013

(with comparative figures for 2012)

	2013	2012
Financial Assets		
Cash	$ 2,654,328	$ 1,262,989
Investments (Note 2)	15,769,260	16,340,790
Accounts Receivable - Government Grants	175,412	1,264,476
Accounts Receivable - Municipal Levies and Other	416,838	462,897
Other Receivables	870,347	1,233,187
	19,886,185	20,564,339
Financial Liabilities		
Accounts Payable and Accrued Liabilities	2,529,443	2,125,694
Deferred Revenue (Note 3)	3,564,944	5,127,872
Deposits	288,804	276,993
	6,383,191	7,530,559
Net Financial Assets	13,502,994	13,033,780
Non-Financial Assets		
Tangible Capital Assets (Note 4)	93,264,312	92,372,242
Prepaid Expenses and Inventory	306,490	350,566
	93,570,802	92,722,808
ACCUMULATED SURPLUS	$ **107,073,796**	$ **105,756,588**

ACCUMULATED SURPLUS COMPRISED OF

Accumulated Surplus - Reserves - Operating	(Note 8)	$ 3,767,652	$ 3,464,184
Accumulated Surplus - Reserves - Capital	(Note 8)	8,351,147	8,394,968
Accumulated Surplus - Reserves - Motor Pool	(Note 8)	1,337,701	1,170,565
Accumulated Surplus - Other		352,984	354,629
Accumulated Surplus - Tangible Capital Assets		93,264,312	92,372,242
ACCUMULATED SURPLUS		$ **107,073,796**	$ **105,756,588**

Commitments and Contingencies (Notes 6 and 7)

(see accompanying notes to the financial statements)

GRAND RIVER CONSERVATION AUTHORITY **STATEMENT 2**

STATEMENT OF OPERATIONS AND CHANGE IN ACCUMLATED SURPLUS

For the Year Ended December 31, 2013

(with comparative figures for 2012)

	Budget 2013 Note 5	Actual 2013	Actual 2012
Revenue			
Municipal			
Grants:			
General-Operating	$ 9,044,000	$ 9,044,000	$ 8,654,000
General-Capital	1,000,000	1,000,000	1,100,000
Special	330,000	303,309	123,839
Other	700,000	740,274	782,995
Total Municipal Revenue	**11,074,000**	**11,087,583**	**10,660,834**
Government Grants			
MNR Transfer Payments	871,073	871,073	871,073
Source Protection Program-Provincial	644,600	1,734,399	3,021,732
Other Provincial	2,188,500	1,482,965	871,599
Federal	25,000	86,016	57,973
Total Government Grants	**3,729,173**	**4,174,453**	**4,822,377**
Self-Generated			
User Fees and Sales:			
Enquiries and Permits	370,800	356,405	402,870
Plan Input and Review	350,000	344,076	310,235
Nursery and Woodlot Management	535,000	508,191	525,080
Consulting	10,000	6,521	-
Conservation Lands Income	71,000	106,691	61,680
Conservation Areas User Fees	6,755,000	6,372,499	6,743,744
Nature Centres and Camps	694,000	719,757	743,840
Merchandising and Sales	0	7,373	3,379
Property Rentals	3,076,320	3,033,511	2,978,723
Hydro Generation	450,000	738,957	410,641
Land Sales	450,000	-	-
Grand River Conservation Foundation	362,700	355,054	580,121
Donations	501,300	432,910	310,311
Landowner Contributions	350,000	238,763	281,073
Investment Income	350,000	390,164	392,310
Miscellaneous Income	127,000	108,651	123,302
Total Self-Generated Revenue	**14,453,120**	**13,719,523**	**13,867,309**
Total Revenue	**$ 29,256,293**	**$ 28,981,559**	**$ 29,350,520**
Expenditures			
Watershed Management and Monitoring	7,072,023	6,789,300	6,577,438
Source Protection Program	648,349	1,738,148	3,021,732
Resource Planning	1,874,300	1,726,843	1,671,999
Watershed Stewardship	3,821,051	3,329,044	3,324,643
Conservation Land Management	3,834,296	3,613,904	3,555,470
Recreation and Education	7,684,731	7,466,835	7,396,534
Corporate Services / Information Systems and Motor Pool	3,258,693	2,869,005	2,857,340
Miscellaneous Expense	204,000	131,272	128,833
Total Expenditures	**$ 28,397,443**	**27,664,351**	$ **28,533,989**
Annual Surplus	**858,850**	**1,317,208**	**816,531**
Accumulated Surplus, Beginning of Year	**105,756,588**	**105,756,588**	**104,940,057**
Accumulated Surplus, End of Year	**$ 106,615,438**	**$ 107,073,796**	**$ 105,756,588**

GRAND RIVER CONSERVATION AUTHORITY
STATEMENT OF CASH FLOWS
For the Year Ended December 31, 2013
(with comparative figures for 2012)

	Actual 2013	Actual 2012
Operating Activities		
Annual surplus	$ 1,317,208	$ 816,531
Items not involving cash:		
Amortization	3,199,903	3,170,420
Loss/(gain) on sale of tangible capital assets	17,854	(39,312)
Donated assets	(167,693)	-
Change in non-cash assets and liabilities:		
Accounts receivable	1,497,963	(1,051,008)
Prepaid expenses and inventory	44,076	(92,825)
Deferred revenue and deposits	(1,551,117)	(621,844)
Accounts payable and accrued liabilities	403,749	285,400
Net change in cash from operating activities	4,761,943	2,467,362
Capital Activities		
Cash used to acquire tangible capital assets	(3,952,784)	(2,335,225)
Proceeds on sale of tangible capital assets	10,650	51,753
Net change in cash from capital activities	(3,942,134)	(2,283,472)
Investing Activities		
Change in investments	571,530	88,602
Net change in cash from investing activities	571,530	88,602
Net change in cash	**1,391,339**	**272,492**
Cash, beginning of year	1,262,989	990,497
Cash, end of the year	$ **2,654,328**	$ **1,262,989**

(see accompanying notes to the financial statements)

STATEMENT 4

GRAND RIVER CONSERVATION AUTHORITY
STATEMENT OF CHANGE IN NET FINANCIAL ASSETS
For the Year Ended December 31, 2013
(with comparative figures for 2012)

	Actual 2013	Actual 2012
Annual surplus	$ 1,317,208	$ 816,531
Acquisition of tangible capital assets	(3,952,784)	(2,335,225)
Amortization of tangible capital assets	3,199,903	3,170,420
Loss/(gain) on sale of tangible capital assets	17,854	(39,312)
Donated assets	(167,693)	-
Proceeds on sale of tangible capital assets	10,650	51,753
	425,138	1,664,167
Net changes in prepaid expenses and inventory	44,076	(92,825)
Net change in financial assets	469,214	1,571,342
Net financial assets, beginning of year	13,033,780	11,462,438
Net financial assets, end of year	$ 13,502,994	$ 13,033,780

(see accompanying notes to the financial statements

GRAND RIVER CONSERVATION AUTHORITY

NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 2013

(1) Summary of Significant Accounting Policies

The financial statements of Grand River Conservation Authority (the "Authority") are prepared by management in accordance with the Chartered Professional Accountants of Canada Public Sector Accounting Handbook for local government. Significant aspects of the accounting policies adopted by the Authority are as follows:

(a) Basis of Accounting

The Authority follows the accrual method of accounting for revenues and expenditures. Revenues are normally recognized in the year in which they are earned and measurable. Expenditures are recognized as they are incurred and measurable as a result of receipt of goods or services and/or the creation of a legal obligation to pay.

(b) Deferred Revenue and Deposits

Balance includes funds that have been advanced to the Authority from government agencies and/or the general public and as at year end the funds have not been expended for the purpose for which they were received. In most instances, service and/or product delivery is anticipated to be performed in the following fiscal period. Typical balances include tree planting cash receipts, rural water quality program funding from municipalities, advance payments on conservation area camping reservations and special projects funding that has been paid in advance of project completion. These amounts will be recognized as revenues in the fiscal year the services are performed.

(c) Classification of Expenditures

Expenditures are reported in nine main categories, which follow the format adopted by Conservation Ontario. By following these guidelines, there will be consistency of reporting by all Conservation Authorities in Ontario. These are further explained as follows:

Watershed Management and Monitoring

Watershed Management and Monitoring includes expenditures and revenues for programs which provide the information required to develop appropriate resource management strategies and to identify priority actions to maintain a healthy watershed. Also included are the maintenance and operations of all Flood and Erosion Control Structures and the operations of the Flood Forecasting and Warning system.

Source Protection Program

The Source Protection Program includes expenditures and revenues for the development of a "Drinking Water Source Protection" plan for the Lake Erie Source Protection Region (includes Grand River, Longpoint, Kettle Creek, and Catfish Conservation Authorities).

Resource Planning

Resource Planning includes expenditures and revenues associated with reviewing official plans, zoning bylaws, development plans and other planning proposals, in accordance with Conservation Authority and Municipal Agreements. It also includes, administration of floodplain regulations and watershed management consulting outside of the Grand River watershed, which is performed on a fee-for-service basis and generates a profit.

Watershed Stewardship

Watershed Stewardship includes those activities associated with providing service and/or assistance to private and public landowners, and community groups on sound environmental practices that will enhance, restore or protect natural heritage features on their properties.

Conservation Land Management

Conservation Land Management includes all expenditures and revenues associated with the acquisition and management of land owned/managed by the Authority. This includes the protection of provincially significant conservation lands, woodlot management, rental/lease agreements and other revenues generated from managing lands and facilities. These expenditures do not include those associated with recreation and education programs on Authority lands.

Recreation and Education

Recreation and Education includes expenditures and revenues associated with delivering recreational and educational programs on Authority lands at a number of active conservation areas and nature centres.

Corporate Services

Corporate services include the costs associated with head office facilities and functions other than technical staff and associated programmes.

Information Systems and Motor Pool

Net Information Systems and Motor Pool usage charges includes the support areas that are charged out to other cost centres on an "as used" basis. Information Systems consists of the head office, conservation area and nature centre computer systems. User cost centres incur a charge for their computer use. Motor Pool is the vehicles and equipment that are used for operations and capital projects by other cost centres. When equipment or vehicles are used, the cost centre is charged for the use of the asset.

Miscellaneous Expenditures

Miscellaneous Expenditures include expenditures and revenues which are general in nature, and not related to specific programs.

(d) Investments

Investments include term deposits and Federal and Provincial Government bonds in accordance with the investment policy that was approved by the general membership. Investments are carried at the redemption amount adjusted for unamortized purchase premiums or discounts. Premiums and discounts are amortized on an effective-yield basis over the term to maturity. Interest income is recorded as it accrues. When the value of any investment is identified as impaired, the carrying amount is adjusted to the estimated realizable value and any adjustments are included in investment income in the year the impairment is recognized.

(e) Accounts Receivable

Accounts Receivable is reported net of any allowance for doubtful accounts.

(f) Inventory

Inventory is valued at the lower of cost or replacement cost.

(g) Interest Allocation

The Authority follows the policy of consolidating funds on hand for investment purposes. Interest income is generally recognized into income unless the provisions of a relevant agreement or legislation require that the income be restricted, then restricted interest income is recognized in deferred revenue until used for the purpose or purposes specified.

(h) Use of Estimates

The preparation of financial statements 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 dates of the financial statements and the reported amounts of revenue and expenses during the year. Significant items subject to such estimates and assumptions include accrued liabilities, contingencies and tangible capital assets. Actual results could differ from estimates.

(i) Tangible Capital Assets

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

Asset	Useful Life - Years
Site Improvements	10 - 50
Buildings	10 - 50
Furniture and Equipment	7 - 20
Motor Pool	5 - 10
Communications and Computer	5 - 10
Water Control Structures	10 - 80

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.

(i) 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.

(ii) Natural resources

Natural resources that have not been purchased are not recognized as assets in the financial statements.

(iii) Works of art and cultural and historic assets

Works of art and cultural and historic assets are not recorded as assets in these financial statements.

(j) 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.

(k) Adoption of new accounting standard

On January 1, 2013, the Authority adopted Public Sector Accounting Standard PS 3510 – Tax Revenue. The standard was adopted retrospectively. The new standard provides guidance on the entities that are able to record tax revenue on their financial statements. Under PS 3510, only the entity that levies the tax will record tax revenue in their financial statements. All other entities who receive revenue from taxes as transfers from the original taxing authority (the Municipalities) will record these amounts as grants in their financial statements.

As a result of adopting PS 3510, the Authority now presents the levies from Municipalities as grants.

(2) Investments

Investments include the following amounts:

	2013	2012
Term Deposits maturing within one to three years (Interest rates 2.39%) Market value at December 31, 2013 - $1,612,419 (2012-$1,581,349)	$ 1,499,504	$ 1,499,504
Term Deposits maturing within one year (Interest rate vary between 2.57% and 3.7%) Market value at December 31, 2013 - nil (2012-$3,408,503)	-	3,408,503
Bonds maturing within one to four years (Interest rates vary between 2.24% and 4.68%) Market value at December 31, 2013 - $8,629,274 (2012-$5,962,)	8,473,000	5,727,000
High interest savings account (Interest rates are 1.25%) Market value at December 31, 2013 - $5,678,207 (2012-$5,546,208)	5,678,207	5,546,208
Sub-Total	$ 15,650,711	$ 16,181,215
Plus: Unamortized purchase premium	118,549	159,575
Total	$ 15,769,260	$ 16,340,790

(3) **Deferred Revenue:**

	2013	2012
Balance, end of year:		
Source Protection Program	$ 579,012	$ 1,131,686
Rural Water Quality Program	1,652,623	1,603,552
Water and Erosion Control Infrastructure	-	636,402
Other Watershed Programs	628,428	1,319,173
Cottage Rent	363,562	331,758
Other Miscellaneous	341,319	105,301
Total Deferred Revenue	$ 3,564,944	$ 5,127,872
Balance, beginning of year:		
Source Protection Program	$ 1,131,686	$ 2,017,375
Rural Water Quality Program	1,603,552	1,507,564
Water and Erosion Control Infrastructure	636,402	592,355
Other Watershed Programs	1,319,173	1,217,379
Cottage Rent	331,758	292,927
Other Miscellaneous	105,301	119,323
	$ 5,127,872	$ 5,746,923
Grant Contributions	2,120,688	4,079,796
Interest	18,830	29,560
Other	654,012	416,916
Total Revenue	$ 2,793,530	$ 4,526,272
Contributions used	4,356,458	5,145,323
Balance, end of year	$ 3,564,944	$ 5,127,872

(4) Tangible Capital Assets

Cost	Balance at 2012	Additions	Disposals/ Transfers	Balance at 2013
	$	$	$	$
Land and Land Improvements	30,801,203	95,945	-	30,897,148
Site Improvements	11,871,823	863,357	(260,077)	12,475,103
Buildings	15,198,063	248,903	(181,032)	15,265,934
Furniture and Equipment	1,906,439	126,029	(237,617)	1,794,851
Motor Pool	3,794,427	252,861	(26,436)	4,020,852
Communications and Computers	1,256,802	195,058	(172,393)	1,279,467
Water Control Structures	92,450,066	189,154	-	92,639,220
Assets Under Construction	1,081,460	2,641,850	(492,679)	3,230,631
	158,360,283	4,613,157	(1,370,234)	161,603,206

Accumulated Amortization	Balance at 2012	Disposals	Amortization Expense	Balance at 2013
	$	$	$	$
Site Improvements	6,797,108	(249,955)	423,826	6,970,979
Buildings	8,269,354	(175,940)	369,577	8,462,991
Furniture and Equipment	1,043,424	(237,617)	138,142	943,949
Motor Pool	2,536,924	(24,557)	375,418	2,887,785
Communications and Computers	770,134	(160,981)	216,718	825,871
Water Control Structures	46,571,097	-	1,676,222	48,247,319
	65,988,041	(849,050)	3,199,903	68,338,894

	Net Book Value 2012	Net Book Value 2013
	$	$
Land and Land Improvements	30,801,203	30,897,148
Site Improvements	5,074,715	5,504,124
Buildings	6,928,709	6,802,943
Furniture and Equipment	863,015	850,902
Motor Pool	1,257,503	1,133,067
Communications and Computers	486,668	453,596
Water Control Structures	45,878,969	44,391,901
Assets Under Construction	1,081,460	3,230,631
	92,372,242	93,264,312

Cost	Balance at 2011	Additions	Disposals/ Transfers	Balance at 2012
	$	$	$	$
Land and Land Improvements	30,798,307	2,896	-	30,801,203
Site Improvements	11,624,179	259,788	(12,144)	11,871,823
Buildings	14,399,088	830,526	(31,551)	15,198,063
Furniture and Equipment	2,024,096	69,458	(187,115)	1,906,439
Motor Pool	3,720,097	323,019	(248,689)	3,794,427
Communications and Computers	1,254,687	135,697	(133,582)	1,256,802
Water Control Structures	92,053,417	396,649	-	92,450,066
Assets Under Construction	764,268	864,698	(547,506)	1,081,460
	156,638,139	2,882,731	(1,160,587)	158,360,283

Accumulated Amortization	Balance at 2011	Disposals	Amortization Expense	Balance at 2012
	$	$	$	$
Site Improvements	6,403,439	(12,144)	405,813	6,797,108
Buildings	7,950,059	(25,529)	344,824	8,269,354
Furniture and Equipment	1,079,962	(186,505)	149,967	1,043,424
Motor Pool	2,391,968	(242,880)	387,836	2,536,924
Communications and Computers	682,836	(133,582)	220,880	770,134
Water Control Structures	44,909,997	-	1,661,100	46,571,097
	63,418,261	(600,640)	3,170,420	65,988,041

	Net Book Value 2011	Net Book Value 2012
	$	$
Land and Land Improvements	30,798,307	30,801,203
Site Improvements	5,220,740	5,074,715
Buildings	6,449,029	6,928,709
Furniture and Equipment	944,134	863,015
Motor Pool	1,328,129	1,257,503
Communications and Computers	571,851	486,668
Water Control Structures	47,143,420	45,878,969
Assets Under Construction	764,268	1,081,460
	93,219,878	92,372,242

Assets Under Construction

Assets under construction having a value of $3,320,631 (2012-$1,081,460) have not been amortized. Amortization of these assets will commence when the asset is put into service.

Write-down of Tangible Capital Assets

The write-down of tangible capital assets during the year was $nil (2012- $nil).

(5) 2013 Budget

The budget figures are those adopted at the General Meeting of the Authority held February 28, 2013. The Authority only prepares a budget for the statement of operations, the budget figures in the statement of change in net financial assets has not been provided.

(6) Commitments

The Authority generally enters into contracts for the construction of large infrastructure type projects. In 2013, contracts in progress include the Drimmie dam project, Guelph Elevator dam study and watershed studies as part of the source protection program. Total costs of approximately $740,000 will be incurred in 2014.

(7) Contingencies

The Authority recognizes that liabilities may arise due to certain contract and labour relations matters that were outstanding at year end, in the normal course of business. Additionally, legal action has been taken against the Authority for personal injury claims, property damage and other contractual matters. The outcome of these actions is not presently determinable. It is management's opinion that the Authority's insurance coverage and/or accumulated surplus will adequately cover any potential liabilities arising from these matters.

(8) Accumulated Surplus

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

		2013		2012
Operating				
Property and Liability Insurance	$	253,252	$	246,305
Building and Mechanical Equipment		567,165		551,608
Small Office Equipment		6,682		6,499
Personnel		857,729		817,668
Apps' Mill Nature Centre		18,358		17,854
Laurel Creek Nature Centre		56,899		52,338
Guelph Lake Nature Centre		28,702		27,915
Shade's Mills Nature Centre		20,476		18,414
Taquanyah Nature Centre		6,406		6,230
Computer Replacement		875,622		902,900
Forestry Management		301,043		182,028
Cottage Operations		310,323		182,185
Property Rental		34,072		33,137
Planning Enforcement		335,915		326,701
PSAB – Tangible Capital Assets		-		-
Grand River Management Plan		95,008		92,402
Total Operating Reserves	$	3,767,652	$	3,464,184
Operating Reserve Net Increase	$	303,468	$	430,061
Capital				
Completion of Capital Projects		137,000		137,000
Cambridge Desiltation Pond		11,086		12,090
Gravel		134,127		131,238
Wetland Fund		45,045		43,809
General Capital		508,329		494,386
Major Dam Maintenance		1,452,508		1,393,215
Gauges		316,196		239,443
Conservation Area		1,637,092		2,087,803
Land Reserves		4,109,764		3,855,984
Total Capital Reserves	$	8,351,147	$	8,394,968
Capital Reserve Net Increase/(decrease)	$	(43,821)	$	1,046,352
Motor Pool				
Motor Pool Equipment Replacement		1,262,890		1,097,806
Vehicle Insurance		74,811		72,759
Total Motor Pool Reserves	$	1,337,701	$	1,170,565
Motor Pool Reserve Net Increase	$	167,136	$	134,539
Total Reserves	$	13,456,500	$	13,029,717

Total Reserve Net Increase	$ 426,783	$ 1,610,952

Land reserves represent the net proceeds of land sales and are available for approved projects including purchases of conservation lands within the Watershed in accordance with Authority policies and Provincial Regulations.

(9) Pension and Retirement Benefits

The Authority makes contributions to the Ontario Municipal Employees Retirement System ("OMERS"), which is a multi-employer plan, on behalf of all eligible 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 service and rates of pay.

In 2013, the Authority's contribution to OMERS was $1,028,138 (2012-$914,021).

(10) Related Entity

The Grand River Conservation Foundation ("the Foundation") is an independent organization and a Registered Charity that raises funds to finance selected operating and capital expenditures of the Authority. Although the Foundation disburses funds at the discretion of its own Board of Directors, it only funds approved projects of the Authority and the Chairman of the Authority is a permanent member of the Foundation Board. The accounts of The Grand River Conservation Foundation are not included in these financial statements.

During 2013, the Foundation contributed $355,054 (2012-$580,121) to fund projects carried out by the Authority. At December 31, 2013, the amount due from the Foundation to the Authority is $64,816 (2012-$170,253). This receivable is included in "Other Receivables" on the Statement of Financial Position.

(11) Public Sector Salary Disclosure

Grand River Conservation Authority is subject to The Public Sector Salary Disclosure Act, 1996. Salaries and benefits that have been paid by the Authority and reported to the Province of Ontario in compliance with this legislation are listed on the Ontario Ministry of Finance website at http://www.fin.gov.on.ca/en/publications/salarydisclosure/2013/ or can be provided in an alternate format upon request from the Authority.

(12) Segmented Information

2013	Watershed Management and Monitoring	Source Protection Program	Resource Planning	Watershed Stewardship	Conservation Land Management	Recreation and Education	Corporate Services/IS and Motor Pool	Other	Total
Revenue:									
Levies	$ 4,602,695	$ -	$ 1,024,932	$ 1,526,700	$ 153,000	$ 232,600	$ 2,504,073	$ -	$ 10,044,000
Grants	2,437,680	1,734,399	114,568	812,075	6,300	37,014	76,000	-	5,218,036
User fees and Other	-	-	707,002	736,486	3,821,139	7,099,629	-	567,303	12,931,559
Donations	1,102	-	-	446,126	205,331	102,150	-	33,255	787,964
Total revenue	7,041,477	1,734,399	1,846,502	3,521,387	4,185,770	7,471,393	2,580,073	600,558	28,981,559
Expenses:									
Salaries, Wages and Employee Benefits	3,158,630	366,318	1,531,874	1,341,611	1,624,294	4,006,969	2,778,752	23,317	14,831,765
Operating Expenses	2,033,742	1,368,081	194,969	1,978,051	1,816,631	2,794,914	1,657,800	107,955	11,952,143
Amortization	1,596,928	3,749	-	9,382	172,979	664,952	751,913	-	3,199,903
Less: Chargebacks	-	-	-	-	-	-	(2,319,460)	-	(2,319,460)
Total expenses	6,789,300	1,738,148	1,726,843	3,329,044	3,613,904	7,466,835	2,869,005	131,272	27,664,351
Annual surplus/ (deficit)	$ 252,177	$ (3,749)	$ 119,659	$ 192,343	$ 571,866	$ 4,558	$ (288,932)	$ 469,286	$ 1,317,208

2012	Watershed Management and Monitoring	Source Protection Program	Resource Planning	Watershed Stewardship	Conservation Land Management	Recreation and Education	Corporate Services/IS and Motor Pool	Other	Total
Revenue:									
Levies	$ 4,683,273	$ -	$ 960,820	$ 1,496,400	$ 148,500	$ 213,800	$ 2,375,047	$ -	$ 9,877,840
Grants	1,428,839	3,021,732	114,768	772,080	142,794	50,158	75,000	-	5,605,371
User fees and Other	3,464	-	713,105	796,379	3,456,700	7,490,963	13,077	503,189	12,976,877
Donations	15,599	-	-	330,382	344,782	164,579	-	35,090	890,432
Total revenue	6,131,175	3,021,732	1,788,693	3,395,241	4,092,776	7,919,500	2,463,124	538,279	29,350,520
Expenses:									
Salaries, Wages and Employee Benefits	3,032,420	524,220	1,466,293	1,352,301	1,456,617	3,929,653	2,772,035	-	14,533,539
Operating Expenses	1,950,551	2,497,512	205,706	1,968,922	1,930,064	2,824,286	1,569,116	128,833	13,074,990
Amortization	1,594,467	-	-	3,420	168,789	642,595	761,149	-	3,170,420
Less: Chargebacks	-	-	-	-	-	-	(2,244,960)	-	(2,244,960)
Total expenses	6,577,438	3,021,732	1,671,999	3,324,643	3,555,470	7,396,534	2,857,340	128,833	28,533,989
Annual surplus/ (deficit)	$ (446,263)	$ -	$ 116,694	$ 70,598	$ 537,306	$ 522,966	$ (394,216)	$ 409,446	$ 816,531