

**THE CORPORATION OF THE CITY OF THUNDER BAY
CONSOLIDATED STATEMENT OF OPERATIONS AND
ACCUMULATED SURPLUS**

For the year ended December 31	Budget		
	2012	2012	2011
	\$	\$	\$
			[restated - note 2]
Revenues (Schedule 3)			
Taxation, net (note 3)	154,783,000	157,237,901	151,102,299
Fees and service charges	82,845,493	87,272,230	82,638,804
Government of Canada and Province of Ontario grants	80,784,204	84,818,202	93,918,010
Contributed tangible capital assets	-	3,882,328	1,359,823
Investment income	1,670,600	6,182,368	7,723,913
Other	10,943,077	22,668,467	18,694,760
Telephone	164,785,000	165,057,000	162,202,000
	495,811,374	527,118,496	517,639,609
Expenses (note 19, Schedule 3)			
General government	20,660,967	27,370,790	24,464,510
Protection to persons and property	70,677,520	72,124,687	74,603,599
Transportation services	45,277,795	61,926,965	57,156,292
Environmental services	53,636,634	61,812,167	56,561,901
Health services	22,163,654	23,892,585	22,669,331
Social and family services	66,860,323	64,431,204	62,242,403
Recreation and cultural services	40,345,998	43,376,570	41,628,192
Planning and development	8,679,089	9,209,159	10,016,589
Telephone	130,291,000	141,283,000	133,220,000
	458,592,980	505,427,127	482,562,817
Net revenues before the following	37,218,394	21,691,369	35,076,792
Loss on disposal of tangible capital assets	(191,000)	(3,318,112)	(1,881,999)
Loss on write-down of tangible capital assets (notes 14, 21)	-	(1,127,823)	-
Earnings from Thunder Bay Hydro Corporation (note 6)	-	2,168,444	2,660,423
Annual surplus	37,027,394	19,413,878	35,855,216
Accumulated surplus, beginning of year, as previously reported	829,202,203	865,119,742	829,202,203
Prior period adjustment (note 2)	-	1,741,532	1,803,855
Accumulated surplus, beginning of year, as restated.	829,202,203	866,861,274	831,006,058
Accumulated surplus, end of year	866,229,597	886,275,152	866,861,274

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