

**THE CORPORATION OF THE CITY OF THUNDER BAY
CONSOLIDATED STATEMENT OF CASH FLOWS**

For the Year Ended December 31,	2013	2012
	\$	\$
Operating Activities		
Annual surplus	4,621,393	19,413,881
Non-cash charges to operations:		
Earnings from Thunder Bay Hydro Corporation (note 6)	(2,647,754)	(2,168,444)
Amortization of tangible capital assets	67,758,576	65,087,344
Contributed tangible capital assets	(781,693)	(3,882,328)
Loss on disposal of tangible capital assets	1,890,591	3,318,112
Write-down of tangible capital assets	-	1,127,823
Landfill closure and post closure liability	(2,348,216)	217,000
Employment benefits	7,309,953	1,762,555
Change in non-cash working capital balances		
Taxes receivable	(1,017,199)	411,208
Accounts receivable	8,132,409	(19,785,769)
User charges receivable	(1,046,873)	(306,408)
Other assets	(516,599)	625,628
Accounts payable and accrued liabilities	309,557	(3,441,607)
Deferred revenue	(631,655)	1,111,512
Supplies inventory	114,834	(261,777)
Prepaid expenses	814,459	(238,448)
Cash provided by operating activities	81,961,783	62,990,282
Capital Activities		
Acquisition of tangible capital assets	(95,769,257)	(73,239,834)
Proceeds on disposal of tangible capital assets	725,211	1,599,851
Cash used in capital activities	(95,044,046)	(71,639,983)
Financing Activities		
Increase/(decrease) in bank indebtedness	(3,343,000)	6,412,000
Decrease in Tbaytel long term payable	(4,425,000)	(4,241,000)
Proceeds from municipal debenture debt	11,049,800	26,149,099
Repayment of municipal debenture debt	(19,682,109)	(17,792,699)
Cash provided by (used in) financing activities	(16,400,309)	10,527,400
Investing Activities		
Reduction of investment in own debentures	19,440	18,427
Net decrease/(increase) in investments	27,834,128	(8,554,701)
Decrease/(increase) in long term receivable	(150,000)	170,272
Cash provided by (used in) investing activities	27,703,568	(8,366,002)
Decrease in cash	(1,779,004)	(6,488,303)
Cash, beginning of year	6,742,473	13,230,776
Cash, end of year	4,963,469	6,742,473

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