

Region of Peel *Working for you*

The Regional Municipality of Peel, Ontario, Canada
for the year ended December 31, 2005

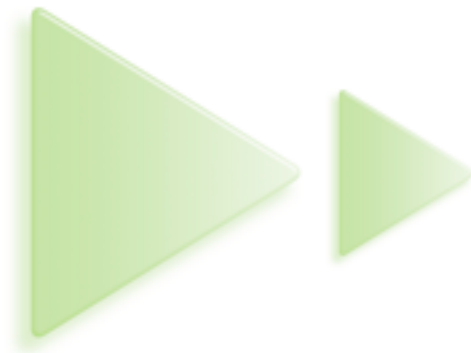


ANNUAL FINANCIAL REPORT

2005



Fast Forward Peel



Fast Forward Peel

Vision

Peel will be a healthy, vibrant, and safe community that values its diversity and quality of life.

Mission

The Region of Peel will serve its changing community through leadership, partnership, commitment and excellence.

Goals

- 1 *Improve the community's health, social well-being and safety*
- 2 *Assess and manage all aspects of growth that affect Peel services to ensure a more liveable region*
- 3 *Preserve, protect and enhance Peel's natural environment and resources*
- 4 *Contribute to a strong regional economy*
- 5 *Be a citizen-focused Regional government*

Table of Contents

Introductory Section

Regional Council	2
A Message from the Chair and Chief Administrative Officer	4
Program Highlights 2005	6
2005 Awards	8
A Message from the Treasurer and Commissioner of Finance	10

Financial Section

Auditors' Report	31
Consolidated Statement of Financial Position	32
Consolidated Statement of Financial Activities	33
Consolidated Statement of Changes in Financial Position	34
Notes to Financial Statements	35
Consolidated Schedule of Current Fund Operations	41
Consolidated Schedule of Capital Operations	43
Consolidated Schedule of Reserves and Reserve Funds	44

Sinking Funds

Auditors' Report	46
Consolidated Statement of Financial Position	47
Consolidated Statement of Financial Activities and Fund Balance ...	47
Notes to Financial Statements	48

Trust Funds

Auditors' Report	49
Consolidated Statement of Financial Position	50
Consolidated Statement of Financial Activities and Changes in Fund Balance	50
Notes to Financial Statements	50

Five-Year Financial and Statistical Review

Five-Year Financial Review	52
Five-Year Statistical Review	54
Top Employers	55
Key Contacts	56

 **Region of Peel**
Working for you



ANNUAL FINANCIAL REPORT

2005



THE REGIONAL MUNICIPALITY OF PEEL, ONTARIO, CANADA
for the year ended December 31, 2005

Prepared by the Financial Services Division, Finance Department.

Regional Council@Peel

Brief Evolution of Peel and Regional Council

On June 22, 1973, an Act to Establish the Regional Municipality of Peel received Royal Assent. The first election for local and regional councils took place on October 1, 1973. By this Act, the ten local municipalities in the County of Peel amalgamated into the three municipalities, the City of Brampton, Town of Caledon and the City of Mississauga to form the Region of Peel on January 1, 1974. The ten municipalities that amalgamated were:

- Township of Caledon
- Township of Albion
- Township of Chinguacousy
- Town of Brampton
- Town of Mississauga
- Village of Caledon East
- Village of Bolton
- Township of Toronto Gore
- Town of Streetsville
- Town of Port Credit

The Region of Peel is named for the distinguished former Prime Minister of Britain Sir Robert Peel.

Peel Region is governed by the upper tier of a two-tier system of local government. The two tiers of government work together to provide a wide range of municipal services. The regional system has the advantage of remaining close to the people and responsive to their needs while providing a region-wide approach to planning urban development and municipal service delivery. The Region's comprehensive financial management ensures the most efficient allocation of resources and the most cost effective delivery of services.

The Regional Chair and a 21-member Council, representing its member municipalities, govern Peel Region. Mississauga is represented on Regional Council by its Mayor and nine Councillors, Brampton by its Mayor and five Councillors and Caledon by its Mayor and four Councillors.

In 2005, the Province of Ontario announced that effective for the 2006 municipal election, Mississauga will get two additional Councillors for a total of 12, while Brampton will get one for a total of seven. Caledon will remain unchanged with five Councillors.

Goal 1

*Improve the community's
health, social well-being
and safety*



Regional Council

Above: Back row, left to right:

Carmen Corbasson, *Mississauga - Ward 1*
Susan DiMarco, *Brampton - Wards 3, 4*
Nando Iannicca, *Mississauga - Ward 7*
Nancy Stewart, *Caledon - Wards 3, 4*
Maja Prentice, *Mississauga - Ward 3*
John Sprovieri, *Brampton - Wards 9, 10*
Richard Paterak, *Caledon - Ward 1*
Pat Saito, *Mississauga - Ward 9*
George Carlson, *Mississauga - Ward 6*

David Lyons, *Caledon - Ward 2*
Patricia Mullin, *Mississauga - Ward 2*
Paul Palleschi, *Brampton - Wards 2, 6*
Frank Dale, *Mississauga - Ward 4*

Above: Front row, left to right:

Katie Mahoney, *Mississauga - Ward 8*
Eve Adams, *Mississauga - Ward 5*
Gael Miles, *Brampton - Wards 7, 8*
Hazel McCallion, *Mississauga - Mayor*
Emil Kolb, *Regional Chair*
Marolyn Morrison, *Caledon - Mayor*
Susan Fennell, *Brampton - Mayor*
Elaine Moore, *Brampton - Wards 1, 5*
Annette Groves, *Caledon - Ward 5*

Message from the Regional Chair and Chief Administrative Officer



Emil Kolb,
Regional Chair



David Szwarc,
Chief Administrative Officer

We are pleased to present this 2005 Annual Financial Report on behalf of Regional Council, the Executive Management Team and all Regional employees and want to take this opportunity to acknowledge their outstanding work in consistently delivering high quality, cost-effective programs that address the changing needs and priorities of our community.

The many accomplishments detailed in this report are propelled by sound goals and objectives carefully woven into the fabric of our organization through our strategic plan, *Fast Forward Peel: Building a Strong Community Together*. The Region's solid management practices translate into a highly effective organization that is financially strong and is able to provide over one million citizens with the best return on their tax dollar.

This year's achievements and awards clearly demonstrate why the Region of Peel is recognized as one of the best managed governments in Canada. Among the Region's many milestones achieved in 2005:

- A number of new Regional facilities were opened including Malton Village Long Term Care Centre, Summerville Pines, Peel Youth Village, and Angela's Place.
- Regional Council demonstrated leadership in identifying long-term solutions for waste management by endorsing a new facility to produce alternative fuel from mixed waste. Regional Council also approved a new waste contract to ensure services continue for years to come.
- Regional partnerships continued to flourish, with the Region actively participating with several other municipalities and levels of government to positively influence such initiatives as air quality improvements, enhancements to the agricultural industry in the Greater Toronto Area, and the expansion of the Public Sector Network.



- Among many health-related initiatives, the Region received \$611,000 from the Province's Smoke-Free Ontario Campaign for the expansion of the stop-smoking and smoking prevention programs. Regional Council also contributed \$36.9 million to the William Osler Health Centre in funds that had accumulated from hospital development charges levied from 1976 to 1999.
- Recognizing the growing demand for flexible child care, the Region successfully launched Peel's first evening child care program at the Chinguacousy Child Centre.

As we draw closer to the end of this Term of Council, and indeed to the conclusion of our fourth strategic plan, we look forward to renewing our commitment to building a healthy, vibrant and safe community that values its diversity and quality of life.

Emil Kolb
Regional Chair

David Szwarc
Chief Administrative Officer

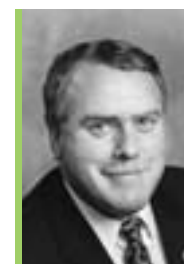
Executive Management Team



David Szwarc,
Chief Administrative Officer



Kent Gillespie,
Commissioner of Corporate Services and Regional Solicitor



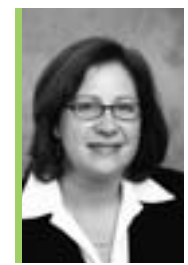
Dan Labrecque,
Treasurer and Commissioner of Finance



Janet Menard,
Commissioner of Social Services (Acting)



Laura Nashman,
Commissioner of People, Information and Technology



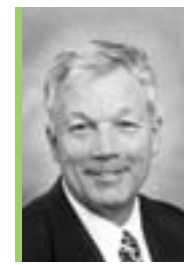
Janette Smith,
Commissioner of Health (Acting)



Nick Tunnacliffe,
Commissioner of Planning



Keith Ward,
Commissioner of Housing and Property, and General Manager, Peel Living




Mitch Zamojc,
Commissioner of Public Works

Highlights of 2005 Accomplishments @ Peel Following Through on Plans

The following represents highlights of Peel's 2005 accomplishments:

- During 2005, many grand openings took place in Peel including the following:
 - Malton Village Long Term Care Centre, a state-of-the-art 160-bed facility;
 - Summerville Pines, a project that created 136 units of affordable housing in Mississauga under the Canada/Ontario Affordable Housing Program;
 - Peel Youth Village, a four-storey residence which houses and assists 48 youths and provides transitional housing, programs and recreational activities. This project was funded by Peel and both the federal and provincial governments; and
- Angela's Place, an innovative 20-unit housing facility for Peel families in transition, funded by Peel and the Government of Canada's National Homelessness Initiative.
- Peel Regional Council endorsed a new facility to produce alternative fuel from mixed waste. A plant will be constructed to convert municipal solid waste into a fuel product known as EnviroFuel™. The plant will be located at the Caledon Sanitary Landfill Site. Peel is demonstrating leadership by identifying long-term solutions for waste management needs.
- Regional Council approved a new waste contract which provides for 20 years of waste disposal capacity and 10 years of waste collection services for Peel residents. The \$557 million contract will provide 20 years of Ontario-based landfill disposal capacity at current market rates or Michigan-based capacity in the event that Ontario-based is not available. Peel is proactive in ensuring a stable, long-term solution for Peel waste.
- Peel and other Greater Toronto Area municipal and regional governments, the Province and the Government of Canada announced their initiatives to improve air quality at the 2005 Smog Summit held at Toronto City Hall. The



Goal 2

*Assess and manage all
aspects of growth that affect*

*Peel services to ensure a
more liveable region*



key outcome of the Summit is the Intergovernmental Declaration on Clean Air which includes a commitment from all three levels of government to report back to the public.


- Peel along with Halton, York and Durham Regions in partnership with the Greater Toronto Area Federations of Agriculture, the provincial and federal governments and the City of Toronto launched the Greater Toronto Area Agricultural Action Plan to optimize the opportunities and address the challenges facing the agricultural industry across the Greater Toronto Area. In June of 2005, the Province announced funding of \$800,000 for Peel, Durham, Halton and York Regions to help strengthen the agricultural industry across Ontario's Greenbelt.
- Peel Region contributed \$36.9 million to the William Osler Health Centre to provide funding towards the construction of the new Brampton hospital. From 1976 to 1999 the Region collected development charges for hospital projects. As of 1999, the Province discontinued the collection of development charges for hospitals and Regional Council directed that accumulated funding from the original hospital development charges be granted to hospitals serving Peel's residents for growth related projects.
- Peel Health received \$611,000 from the Province's Smoke-Free Ontario Campaign to help expand the Health department's stop-smoking and smoking prevention programs.
- Peel's first evening child care program was very successful in 2005. The Chinguacousy Child Care Centre's evening Care Program operates from 7:00 a.m. to 11:30 p.m. and provides dinner and bedtime for children. Currently, licensed child care centres which operate beyond 6:30 p.m. are rare despite the fact that one in five full-time workers work outside the typical nine-to-five business hours. Peel met the needs of the community by expanding services to accommodate the growing demand for flexible child care.
- Peel, along with the area municipalities celebrated the connection of the 200th facility to the fibre optic network that stretches over 350 kilometres across Peel. The fibre optic network labeled the Public Sector Network involves Peel, the area municipalities and other public sector organizations such as Peel hospitals, libraries and educational institutions providing cost effective, high-speed telecommunications.



2005 Awards @ Peel

On an annual basis, Peel Region receives a number of prestigious awards, illustrating why the Region is widely recognized as one of the best run governments in Canada. Among the many notable awards received in 2005 are a number of awards from provincial, national and international bodies that recognize the highest level of broad program achievement:

- The Ontario Ministry of Municipal Affairs and Housing honoured Peel Chair Emil Kolb for his 40 years of political contributions to the Peel community. The Ontario government's long-standing service awards program recognizes municipally elected officials with at least 25 years of service.
- Peel Commissioner of Public Works, Mitch Zamojc was presented with one of the American Public Works Association Top Ten Public Works Leader of the Year Award. The Peel Public Works department is internationally recognized for its innovative and progressive best practices. A few of Public Works' recent successes include leading the York/Peel water supply and wastewater servicing agreement; developing long-term waste resource management strategy to reduce reliance on landfill by 70 per cent; and coordinating the south Peel water and wastewater treatment facility expansion. Public Works received the 2005 Excellence in Storage Award from the Salt Institute for the second consecutive year.
- Peel's Corporate Energy Division was recognized as an Outstanding Leader in Sustainable Energy Practices by the Ontario Ministry of Energy's Conservation Action Team. In keeping with the Region's continuous improvement philosophy, Corporate Energy was recognized for its cost-saving, environmentally friendly initiatives such as building retrofits, exploration of renewable energy alternatives, bi-fuel generation, energy efficiency audits and demand reduction programs.



Goal 3

*Preserve, protect and
enhance Peel's natural
environment and
resources*



- Peel's Internal Audit Division became the first municipal group in Canada to receive an external assessment validation report in accordance with requirements of the Institute of Internal Auditors Standards for Professional Practice of Internal Auditing. Internal Audit also received the Institute of Internal Auditor's Recognition of Commitment Award for 2005. This international honour is bestowed on organizations that are committed to improving the quality of their internal audit functions in the areas of professional excellence, quality of service and professional outreach.
- The Ministry of Community Safety and Correctional Services awarded Peel Region its Essential Level designation, which is the first of three required emergency standards under the Emergency Management of Ontario Act. All municipalities in Ontario under this act must develop and improve emergency programs in their communities to protect public health, safety and property, as well as the economic stability in the event of an emergency.
- Peel Long Term Care received the Workplace Quality Award from the Ontario Association of Non-Profit Homes and Services for Seniors. This award recognizes practical and creative programs and strategies that foster workplace excellence.
- Peel Communication Services staff received eleven awards recognizing excellence in communication. These awards include the Canadian Public Relations Society

(CPRS) National Award of Excellence, the International Association of Business Communicators (IABC) International Gold Quill Award, the OVATION Award of Excellence, the IABC OVATION Award of Merit and the Dalton Pen Communications Award of Excellence.

- The Finance department received the Government Finance Officer Association Distinguished Budget Award for the 2005 Capital and Current Budget document as well as the Canadian Financial Reporting Award for the 2004 Annual Financial Report.



Message from the Treasurer and Commissioner of Finance



Dan Labrecque,
Treasurer and Commissioner of Finance

During 2005, Peel Region continued on a path supporting the high quality of life while responding to the opportunities and challenges of our growth and success.

2005 was a successful year. Peel remains debt-free. Peel Region maintained the highest credit rating that a municipality can be given, a Triple A credit rating from the Dominion Bond Rating Service Limited and the Standard and Poor's Rating Services, based on the Region's continued economic and financial strength. Peel's economy will continue to prosper, allowing our financial outlook to remain strong. The Region's commitment to its four fiscal pillars of debt avoidance, growth management, sustainability and valuing partnerships are key factors supporting this credit rating.

Peel Region is a key partner in the Greater Toronto Area, working closely with local municipalities to develop and share best practices. By participating in partnerships such as the Ontario Municipal Benchmarking Initiative, a project to push for service excellence in municipal government, the Region benefits from innovative ideas related to private and public sector projects.

For the fourth consecutive year, the Finance Department won the Canadian Award for Financial Reporting for its comprehensive 2004 Annual Financial Report. For the sixth consecutive year, Finance was presented with the Government Finance Officers Association, Distinguished Budget Presentation Award for its 2005 Current and Capital Budget.



Canadian Award for Financial Reporting
received for the fourth consecutive year.

Regional Growth

Peel's economy remained strong in 2005. An estimated 1.13 million people were residents of Peel at the end of the year, up 3.2 per cent relative to 2004. Peel's population is expected to increase to a level of almost 1.57 million by 2031.

Peel's total taxable assessment base also increased moving up 4.0 per cent in 2005. This represented a continuation of the strong growth observed in Peel



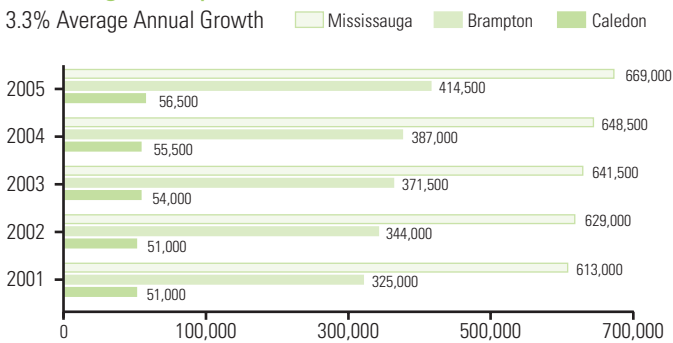
over the past five years. In 2005, the residential sub-sector was the main contributor to growth with an increase of 4.5 per cent while growth in the non-residential sector reached 2.0 per cent in the same period.

In 2005, a total of \$2.36 billion in building permits was issued in Peel, a decline of 44 per cent. Residential construction activity continued to decline from record years as this sub-sector was down 57 per cent to \$1.2 billion. The value of non-residential permits was \$1.13 billion, down 16.9 per cent. The downturn in the value of permits is partly due to higher development charges in Brampton that became

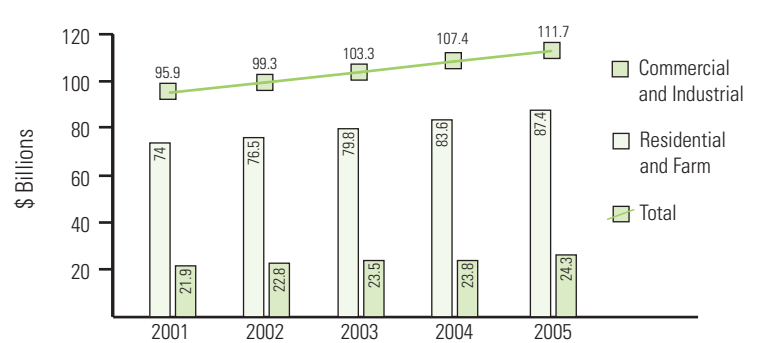
effective December 2004 under a new City of Brampton Development Charges By-Law. In order to avoid the higher development charges, an increased number of permits were submitted and processed in 2004, elevating the values for that year by 23.4% over that realized in fiscal 2003.

Residential housing construction continued to decline from the peak levels attained in 2002-2003 as the 9,629 housing starts in 2005, was 17 per cent below the level attained in 2004. The decline was concentrated in the single dwelling segment of the market where the decline was 31 per cent.

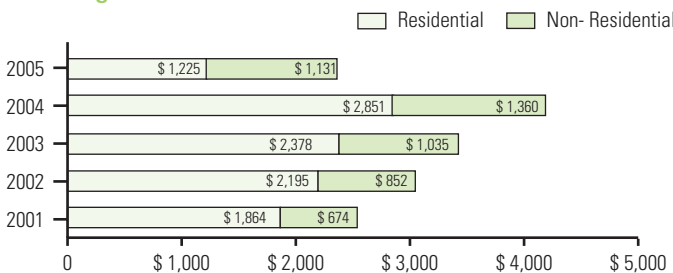
Peel Region Population from 2001 to 2005



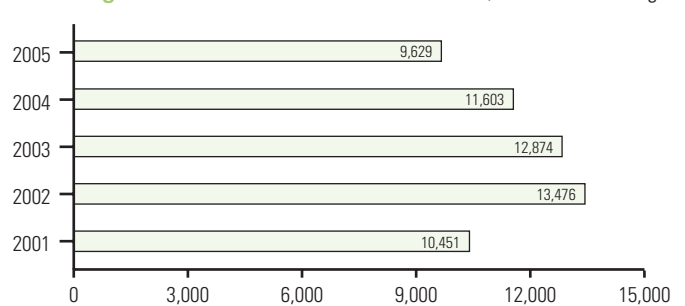
Taxable Assessment from 2001 to 2005



Building Permits Issued from 2001 to 2005



Housing Starts from 2001 to 2005



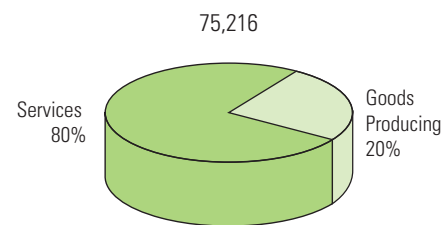
Note: In December 2004, permits issued in the amount of \$768.8 million were 18.3% of the total \$ value issued for the year. This is a significant increase of over 340% compared to the value issued in December 2003.

Business Sector

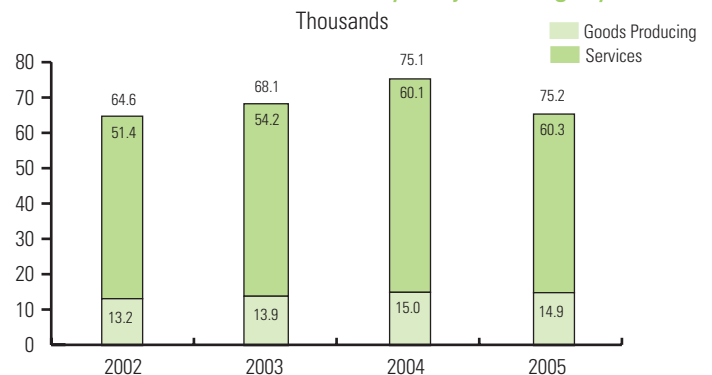
The business sector increased slightly during the period June 2004 to June 2005 adding just over 100 new businesses to reach 75,216 establishments. The marginal increment is attributed to a 0.3 per cent increase in business establishments in the service sector, partially offset by a 0.5 per cent decline in the mining, oil and gas and manufacturing sectors. The share of businesses between the sectors remained at 80 per cent in the services sector and 20 per cent in the goods producing sector.

A total of 210 business bankruptcies were recorded in Peel between January and December 2005, compared to a total of 174 during a similar period in 2004, an increase of 20.7 per cent.

Total Business Establishments



Peel Business Establishments by Major Category (June)



Business Bankruptcies: January - December





Labour Force Review

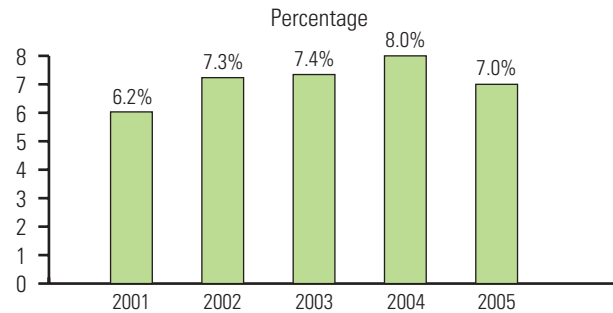
In 2005 overall labour market changes were positive in Peel. The total labour force increased by 0.8 per cent to 688,500 people. The employed labour force increased at a greater rate of 1.8 per cent to 640,000 people, resulting in a decline in the unemployment rate of one percentage point to 7 per cent. Full time and part time employment both experienced growth at 0.9 per cent and 7.2 per cent respectively.

Employment in the services sector, increased by 4.5 per cent or approximately 20,000 people, led by growth in management, administrative, health care and social assistance services. In the goods producing sector approximately 9,000 people lost jobs primarily due to weakness in the auto industry segment of the manufacturing sector.

Employed Labour Force
Thousands



Unemployment Rate
Percentage



Peel Region Employment Profile

Thousands

	2001	2002	2003	2004	2005	Change 2004 / 2003	Change 2005 / 2004
Total labour force	603.4	646.5	698.5	683.3	688.5	-2.2%	0.8%
Employed labour force	566.1	599.2	647.0	628.9	640.0	-2.8%	1.8%
Full time	483.6	514.3	557.4	540.4	545.1	-3.0%	0.9%
Part time	82.5	84.9	89.6	88.5	94.9	-1.2%	7.2%
Unemployed	37.3	47.3	51.5	54.4	48.5	5.6%	-10.8%
Unemployment rate (%)	6.2	7.3	7.4	8.0	7.0	0.8%	-12.5%
Employment by Industry							
Goods producing	157.4	166.9	174.6	181.0	172.1	3.7%	-4.9%
Services producing	408.7	432.3	472.4	447.9	467.9	-5.2%	4.5%

Source: Labour Force Survey: Statistics Canada

Corporate Planning Process

The Corporate Planning Process begins with our fourth Strategic Plan titled, *Fast Forward Peel: Building a Strong Community Together*. This plan, solidly built on extensive consultations with community stakeholders, employees and Regional Councillors, guides Council and staff in addressing the changing needs of the people who live and work in Peel. The Strategic Plan describes how we will achieve the Region's vision and mission. The vision is for Peel to remain a healthy, vibrant, and safe community that values its diversity and quality of life. Peel's mission is to serve its growing community through commitment, partnership, innovation and excellence.

The strategic plan establishes a framework for our work with community partners enables the Region to establish

priorities to support a broad range of interests. It is our high level plan that focuses on the future of Peel, and it builds on the successes and lessons of the Region's previous three plans. The process for developing the Strategic Plan is inclusive. The Region uses focus groups with employees and volunteers as well as multicultural community agencies and community stakeholders' feedback sessions and our internal web site for direct feedback.

The second element of our Corporate Planning Process is the Service Strategy Business Plan (SSBP). The SSBP sets out what services will be provided at the department, division, or program level and how they will be provided. The SSBP ensures that the work done within departments is aligned with Peel's five strategic goals.





In the spring of each year, the Chief Administrative Officer (CAO) and the Executive Management Team establish new objectives after consultation with Regional Council. Over the upcoming months, the program Service Strategy Business Plans are developed taking into account Regional strategic directions and specific objectives determined each year by the CAO. The CAO Guidelines are the basis for the Current and Capital Budget Instruction Guide utilized by all business program staff. The guidelines indicate factors such as growth assumptions, legislative changes, funding availability, cost pressures and service level assumptions. The Region's Corporate Planning Process includes the preparation of an annual Current and Capital Budget with a further nine-year capital forecast.

The Current Budget includes the expenditures and revenues approved by Regional Council for the period from January 1 to December 31 each year. A two-year operating forecast is also included in the business plan.


The Capital Budget includes the expenditures and financing sources to acquire, construct and maintain Regional assets approved for capital spending.

The Ten-year Capital Plan provides the long-term view of the Regional infrastructure and non-growth related asset acquisition or construction requirements as well as the related financing sources.

Financial Management and Control

The financial management and control of the Region of Peel is governed by the Financial Control By-law, the Purchasing By-law and various other by-laws that prescribe the accounting, investment, risk management procedures and debt policy. Council allocates funds through the approval of the Current and Capital Budgets.





Goal 4

*Contribute to a strong
regional economy*

2005 Current and Capital Budgets

On December 9, 2004, Regional Council approved the 2005 Current Budget of \$1.1 billion and the Ten-year Capital Plan of \$2.7 billion for the period spanning 2005 to 2014. The 2005 Current Budget included a property tax increase of 3.2 per cent, or \$44 to the average homeowner, mainly for policing and provincially mandated programs. For the first time in 14 years, a percentage tax increase was approved for non-police services.

The guiding principle in the budget process is ensuring that Regional Council could continue providing the highest level of services to our residents while minimizing the tax impact.

Service delivery enhancements included:

- 330 new subsidized child care spaces including special needs resources for 90 children
- 26,000 new service hours for ambulance services, which is the equivalent to operating three vehicles 24/7
- Enhanced waste diversion programs
- More investment to reduce traffic congestion
- Additional public health staff
- Additional front line police officers

The average tax per household for services provided by Peel in 2005 was \$1,408. The following chart is a list of services provided by the Region with a breakdown of average cost per household.



Children's Water Festival
Photographed by Roser Hasner/TRC



<i>Tax Supported Service</i>	<i>(\$)</i>	<i>%</i>	<i>Description of Services Provided</i>
Police	517	36.7	Peel Regional Police provide policing services to residents in the Cities of Brampton and Mississauga and the Ontario Provincial Police provide policing services to residents in the Town of Caledon.
Ontario Works (Social Assistance)	172	12.3	Delivers a range of programs providing employment and financial assistance.
Housing Policy	158	11.2	Responsible for funding approximately 14,000 social housing units in Peel.
Waste Management	151	10.7	Provides for the collection, processing and disposal of solid waste generated by Peel residents.
Toronto's Social Services Subsidy (GTA Pooling)	140	9.9	Responsible for subsidizing social housing and welfare costs across the GTA.
Regional Roads	73	5.2	Maintains over 1,545 lane kilometres throughout Peel.
Ambulance and Emergency Programs	60	4.2	Responsible for the provision of ambulance services, responding to more than 90,000 calls per year. Management, administration and policy development for the 9-1-1 Emergency Service, Regional Fire Co-ordination and Emergency Measures Planning.
Long Term Care	45	3.2	Operates five long-term care facilities for seniors.
Public Health	43	3.1	Programs that focus on health promotion, illness prevention and strategic health planning.
Children's Services	25	1.8	Eleven child care centres in Brampton and Mississauga. The Region provides subsidized child care for more than 3,000 children.
TransHelp	17	1.2	Provides bus/taxi transportation to persons with disabilities, with over 235,000 trips planned for fiscal 2005.
Heritage	3	0.2	Collecting, preserving and displaying materials related to Peel's Heritage.
Other	4	0.3	Includes Regional Planning and internal support programs in addition to the funding of the Municipal Property Assessment Corporation. The Region provides funding to conservation authorities.

2005 Water and Wastewater Rates

The Region continues to enjoy the lowest combined water and wastewater rates in the Greater Toronto Area despite an average budget increase of 5 per cent or \$15 per household. The key drivers necessitating the increase were growth, legislation requirements set out in the Safe Water Drinking Act, increased energy costs and the maintenance of aging infrastructure. The rate increase enables the Region to:

- Protect Peel's natural water resources, including groundwater and surface water (lakes and rivers);
- Fund additional work at water treatment plants to reduce seasonal taste and odours;
- Provide sufficient funding in the future to secure Peel's ability to adequately maintain its growing water system infrastructure.

The Region's water and wastewater operations continue to be debt-free, meaning rates are for services provided, not interest on debt.



2005 Audited Consolidated Financial Statements

This report provides the audited 2005 consolidated financial statements. These financial statements and related information are the responsibility of management and reflect the financial position as at December 31, 2005 and the financial activities for Current, Capital Reserves and Reserve Funds for the year ended December 31, 2005. These statements reflect the financial activities of all entities controlled by Peel including the Peel Regional Police Services Board and the Peel Housing Corporation. The statements have been prepared in accordance with generally accepted accounting principles for local governments as recommended by the Public Sector Accounting Board (PSAB) of the Canadian Institute of Chartered Accountants.

Peel continues to demonstrate an entrenched tradition of administering a well-managed organization. Management's ability to achieve their financial results is an outcome of consistent, dependable and progressive budgetary performance, capital budgeting and exemplary financial reporting.

Peel maintains its exceptionally strong financial position through the maintenance of reserves, minimal debt burden and a reliance on pay-as-you-go financing, with these policies underpinned by continuing growth in population and taxable assessment.



2005 Financial Highlights

Consolidated Statement of Financial Position

The Consolidated Statement of Financial Position describes the Region's financial position in terms of assets and liabilities as at the end of the accounting period. PSAB standards for reporting require the Region to distinguish between financial and physical assets. Financial assets are those assets on hand, which could provide resources to discharge liabilities or finance future operations. The difference between financial assets and liabilities, or net financial resources, is a key indicator of the Region's financial condition.

In 2005, the Region continued to provide the highest level of service to our residents while minimizing the impact on taxes and water rates. This was accomplished with only a marginal impact on our financial position as net financial resources decreased by 8.8 per cent, to \$655.4 million. The majority of the decrease is attributed to planned capital expenditures on infrastructure, financed primarily from reserves/reserve funds and revenue received in the form of development charges.

The Region remains debt-free as the net long-term liabilities position of \$422.7 million is for provincially guaranteed mortgages on Peel Housing Corporation properties and for debt issued on behalf of and recoverable from other municipalities.

The Region's fund balances are comprised of the Current Fund and the Reserves and Reserve Funds, as well as the Region's investment in Peel Housing Corporation. A significant amount of the \$1.1 billion balance is earmarked to finance our Ten-year Capital Plan, as well as discharge liabilities for closure and post closure costs for landfill sites, and other liabilities. The Region's investment in Peel Housing Corporation, a non-profit housing provider, amounts to \$39.2 million.



Consolidated Statement of Financial Activities

The Consolidated Statement of Financial Activities consolidates all revenues by source, and expenditures by function, for the Region's Current Fund, Capital Fund and Reserves and Reserve Fund operations, with the financial activities for Peel Housing Corporation. Total revenues of \$1.367 billion include \$609.2 million from the tax levy on area municipalities and \$164.5 million from direct charges for water and wastewater services. Other sources of revenue were government subsidies, development charges to finance capital projects, fees and service charges and investment income. Expenditures on current and capital operations totalled \$1.431 billion resulting in a decrease to net financial assets of \$63.6 million.

Additional details of the financial activities in the Current, Capital and Reserves and Reserve Funds are discussed below.

2005 Consolidated Schedule of Current Fund Operations

The Current Fund consists of the current operations of the Region's property tax supported and utility rate supported programs consolidated with the current operations of Peel Housing Corporation.

i) Comparison to Prior Year

Total revenues in 2005 were \$1.114 billion compared to \$1.049 billion in 2004. Tax levies on area municipalities increased by \$42.5 million primarily to sustain growth and finance service level enhancements. Direct charges for water and wastewater were up \$15.7 million due to

higher water consumption and rate increases required to offset rising energy costs, maintain infrastructure and be compliant with the requirements under the Safe Water Drinking Act. Contributions from other governments grew by \$19.7 primarily due to increased provincial funding of social and family services for child care, long-term care and general assistance. Fees, service charges and other revenue declined to \$127 million in 2005 primarily because of a \$17.4 million receipt received in 2004 under the terms of the York/Peel Water Supply Agreement.

Total expenditures in 2005 were \$949.9 compared to \$895.5 million in 2004. Increases related to service level enhancements were for additional front-line police officers and public health staff, the first full year of operation of the Tall Pines and Malton Village Long Term facilities, additional subsidized child care spaces and the extension of service hours for ambulance services. Other increases are attributed to a higher general assistance caseload, increased payments for the Ontario Disability Support Program and increased demand for water, wastewater and waste services. Lower general government expenditures relate to the decision to charge an actuarial loss related to liabilities for employee benefits to 2004 operations as opposed to amortizing the loss over a longer period.

ii) Comparison to Budget

In 2005, total revenues exceeded the budget of \$1,105 billion by \$8.7 million primarily due to unanticipated



supplementary taxation revenue and higher subsidies received for expanded child care programs announced by the Province of Ontario during the year. The Region, acting as the “banker” for the lower-tier municipalities, also reported a tax capping surplus that was transferred to an assessment reserve to be applied to any future capping shortfalls. Partially offsetting the surplus revenues was lower than expected revenues from direct billings for water services partly attributed to lower usage due to high levels of precipitation.

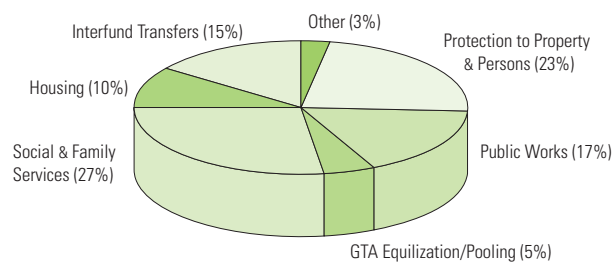
In 2005, total expenditures were \$15.1 million less than the budget of \$965.0 million. Contributing factors were lower than anticipated occupancy rates in long-term care facilities, favourable salary and wage variances along with operational efficiencies in ambulance and police services and lower than anticipated material processing at waste facilities. Expenditures exceeding budget include the purchase of additional child care services, costs for winter road maintenance due to higher than anticipated levels of precipitation and an obligation established in general government services for legal claims not recoverable from insurance.

Total net revenue of \$163.9 million exceeded the budget by \$23.7 million. This net revenue, less budgeted transfers to the Capital Fund and the Reserves and Reserve Funds, results in the surplus of \$12.7 million reported to Council and excludes the financial activity of Peel Housing Corporation. The Region has a surplus

management strategy, which permits year end transfers to and from reserves to manage the level of surplus carried forward into the next year in order to stabilize the year end fiscal position and future tax and utility rates. Pursuant to this strategy the surplus was transferred to capital and working fund reserves resulting in a zero net change in the Current Fund for 2005.

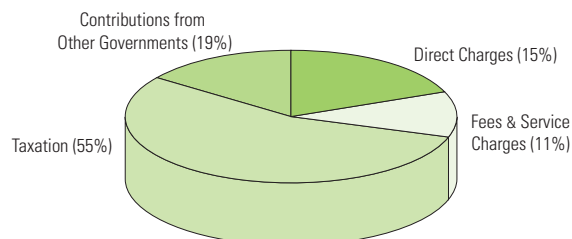
2005 Current Fund Operations

Expenditures - \$949.9 Million Interfund Transfers - \$164.0 Million



2005 Current Fund Operations

Revenues - \$1,113.9 Million



Consolidated Schedule of Capital Fund Operations

In order to maintain quality service delivery, 2005 capital expenditures increased by \$67.8 million to \$481.0 million.

Construction in water and wastewater infrastructure comprises 54 per cent of the total including an investment of \$170 million in the South Peel Project, one of the largest and most innovative water and wastewater construction projects in Canada. This project involves the expansion and upgrades of the treatment processes at the Lakeview Wastewater Treatment Facility, the Lakeview Water Treatment Facility and the Clarkson Wastewater Facility.

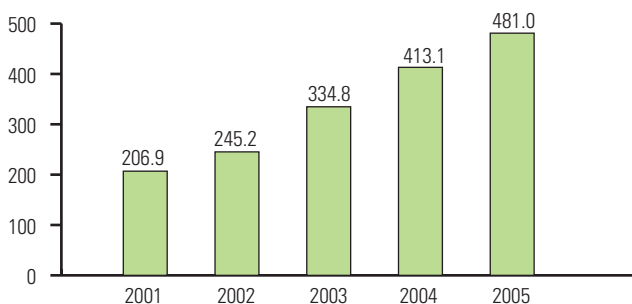
Construction also continued on the Peel Integrated Waste Management Facility located in the City of Brampton. This multi-faceted facility consists of a Material Recycling Facility, a Central Composting Facility and a Waste Transfer Station and is expected to be fully operational in 2006.

Peel Regional Council is proud that the capital program includes a \$36.9 million contribution towards the construction of the new William Osler Health Centre. The contribution is funded from development charges collected by the Region from 1976 to 1999 that were specifically designated for growth-related hospital projects.

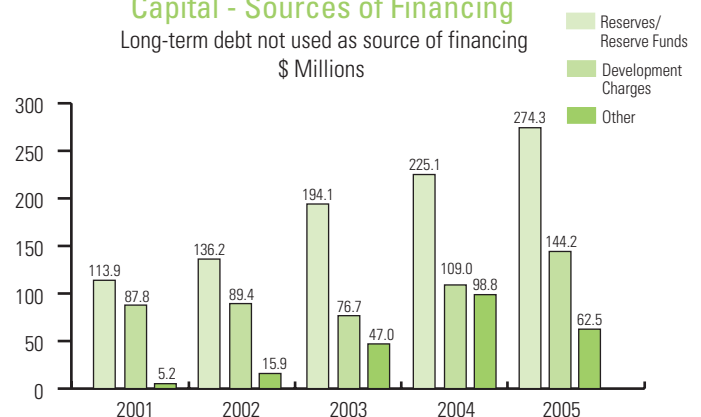
All capital projects are approved by Regional Council and financed on a “just-in-time” basis, which allocates funds from reserves, reserve funds and development charges to the capital projects as expenditures are incurred.

Development charge revenue earned from developers in the amount of \$144.2 million, and planned contributions from capital reserves in the amount of \$274.3 million were used to finance the majority of the capital projects. Long-term debt was not incurred to finance capital projects, sustaining the Region’s “pay-as-you-go” philosophy.

Capital Fund Expenditures
\$ Millions



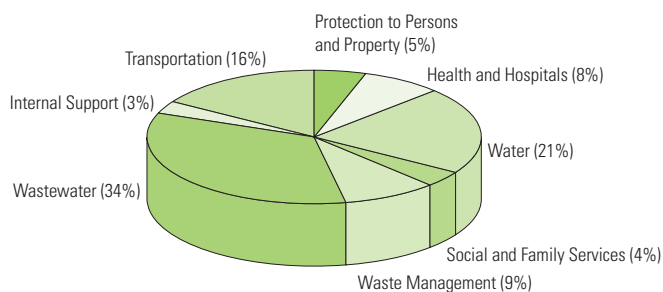
Capital - Sources of Financing
Long-term debt not used as source of financing
\$ Millions





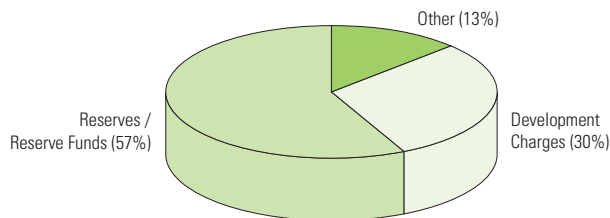
2005 Capital Fund Financing

\$481.0 Million



2005 Capital Fund Financing

\$481.0 Million



Consolidated Schedule of Reserves and Reserve Funds

A reserve is an appropriation from net revenue at the discretion of Council, after the provision of all known expenditures. Reserves are utilized to finance non-growth related capital construction; fund vehicle and equipment replacement; and to stabilize potential fluctuations to utility and tax rate operations.

In 2005, the Region's Reserves and Reserve Funds decreased by \$71.8 million to just under \$1.1 billion. Investment income of \$62.6 million and contributions from the Current Fund of \$138.3 million, were more than offset by the \$274.3 million contributions to the Capital Fund for capital project financing.

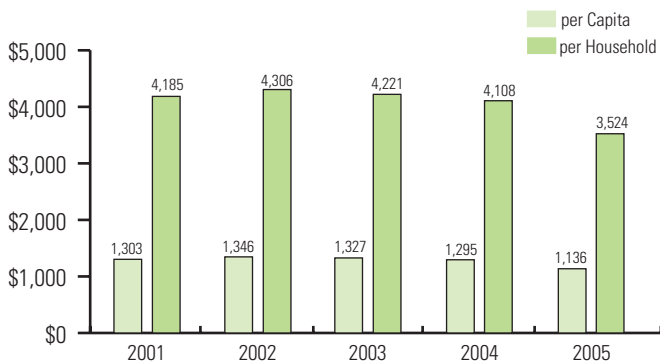
The Region also has a balance for development charges revenue collected which decreased by \$61.9 million to \$200.8 million. These funds are designated to finance only growth related capital projects as governed by the Development Charges By-law, which is in accordance with the 1997 Development Charges Act. As such, PSAB requires these balances be reported as deferred revenue on the Statement of Financial Position.

Peel's Ten-year Capital Plan for the period ending 2014 reflects an estimated expenditure of \$2.7 billion, of which 50 per cent is earmarked for Water and Wastewater projects. Regional Council has committed approximately \$1.0 billion, or 76 per cent of total reserves/reserve funds and development charges, towards financing projects in the Capital Plan.

The majority of committed funds are for growth and non growth-related capital construction and infrastructure replacement. Other financing is from external sources including bordering governments partnering with Peel in cost sharing projects.

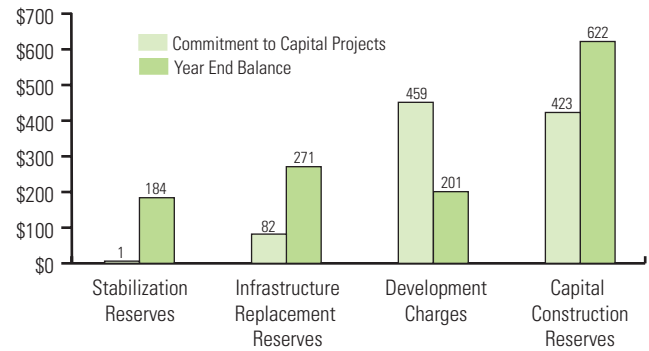
Peel continues to maintain its debt-free status, endorsing the long-term commitment to serving the Peel residents and ratepayers through prudent asset management and the maintenance of Regional infrastructure.

Reserves/Reserve Funds and Development Charges per Capita and per Household

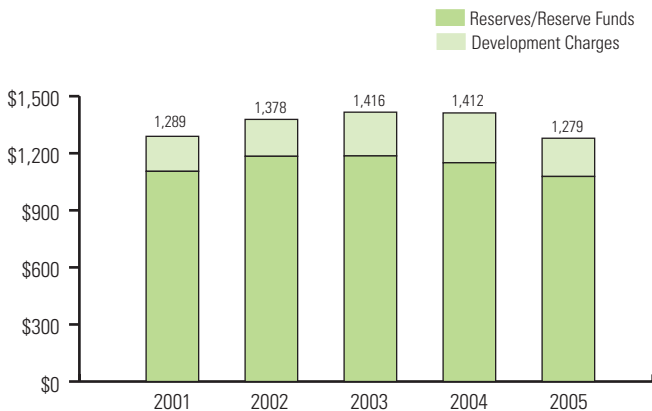


Commitments to Capital Projects

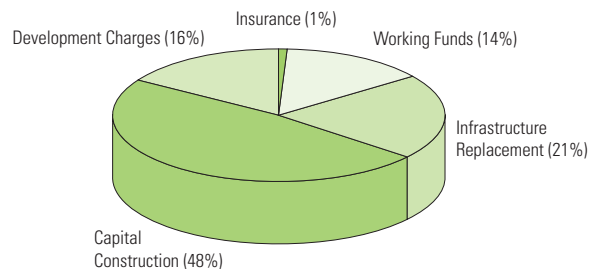
\$1.3 Billion - Reserves/Reserve Funds and Development Charges
\$1.0 Billion - Committed to Capital Projects
\$ Million



Reserves/Reserve Funds and Development Charges \$ Million



2005 Reserves/Reserve Funds (\$1078 Million) and Development Charges (\$200.8 Million)





York/Peel Inter Regional Water Servicing Agreement

In 2002, Peel Region signed an agreement to provide York Region with an escalating quantity of water beginning in 2004. Under the agreement, York Region will receive water from Peel's water treatment facilities to meet their growth related demands for water from 2004 to 2031. York Region will contribute to the capital costs required for the expansion of plant facilities and other components of the distribution system and also contribute to the Region's Reserve Fund for capital replacement.

Greater Toronto Area Pooling

The Greater Toronto Area (GTA) pooling equalization formula was established by the Province of Ontario to assist in stabilizing the financial costs that the City of Toronto faces being at the core of a single catchment for social services in the GTA. The Region of Peel's position is to remove GTA pooling from the property tax base and instead utilize provincial funding sources so that all Ontarians share in the financing of social services (i.e. social assistance and social housing). Peel therefore opposes any form of GTA equalization/pooling of services since the continuous funding of the GTA undermines the Region's financial capacity to satisfy its unmet needs given Peel's considerable growth. Since 1998, Peel has contributed \$491.0 million to GTA pooling including \$59.3 million in 2005. This represents an average of \$194 per household over this period.

Peel Region will continue to work with the GTA Working Group, a joint provincial/municipal initiative, to protect Peel's interest and limit the impact of GTA pooling in the short term.



Performance Measurement

Peel Region was one of the first municipalities to institute corporate measurement and benchmarking programs. For most of the past decade, Peel's services have been measured in detail and been tracked and analyzed over time as a tool for continuous improvement and quality assurance. Corporate performance measures form the basis for detailed annual business plans and play an important role in the long-term planning and reporting of service efficiency and effectiveness to Regional Council and the citizens of the Region. Service benchmarking has become a standard municipal practice and the Region, as a founding member, remains an active participant in the Ontario Municipal CAO's Benchmarking Initiative (OMBI) whose member municipalities represent about 80 per cent of Ontario's population.

The Province of Ontario first introduced the Municipal Performance Measurement Program (MPMP) in late 2000. The objectives of MPMP are to improve service delivery within and among municipalities, enhance accountability and to increase taxpayer awareness. This program, which is now in its sixth year of existence, has mandated the data collection and reporting of service performance measures in a number of municipal service areas such as Solid Waste, Water and Wastewater, Police, General Government, Land Use Planning and Roads. For the 2005 MPMP reporting year, the Region collected data on 37 measures shown on the following pages. Measures for Fire Services, Library Services, Parks and Recreation, Storm Water and Transit are not reported by the Region since these services are provided by area municipalities.

<i>MPMP Measures</i>	<i>2005 Results</i>
General Government	
1. Operating costs for governance and corporate management as a percentage of total municipal operating costs	2.11% of total operating costs
Police	
2. Operating costs for police services per person	\$188.66 per person
3. Violent crime rate per 1,000 persons	4.78 crimes per 1,000 persons
4. Property crime rate per 1,000 persons	19.94 crimes per 1,000 persons
5. Crime rate for other Criminal Code offences per 1,000 persons (excluding traffic)	13.03 crimes per 1,000 persons
6. Total crime rate per 1,000 persons (Criminal Code offences, excluding traffic)	37.75 crimes per 1,000 persons
7. Number of youth crimes per 1,000 youths	52.68 crimes per 1,000 youths

Note: Definitions of crime based on Statistics Canada definitions in Canadian Crime Statistics.



<i>MPMP Measures</i>	<i>2005 Results</i>
Roads	
8. Operating costs for paved (hardtop) roads per lane kilometre	\$523.92 per paved lane kilometre
9. Operating costs for unpaved (loose top) roads per lane kilometre	\$4,777.92 per unpaved lane kilometre
10. Operating cost for winter maintenance of roadways per lane kilometre maintained in winter	\$6,721.53 per lane kilometre
11. Percentage of paved lane kilometres where the condition is rated as good to very good	89% roads tested were good to very good
12. Percentage of winter events where the response met or exceeded locally determined road maintenance standards	100% met or exceeded standards
Wastewater	
13. Operating costs for the collection of wastewater per kilometre of wastewater main	\$2,373.00 per kilometre of main
14. Operating costs for the treatment and disposal of wastewater per megalitre	\$140.23 per megalitre
15. Operating costs for the collection, treatment, and disposal of wastewater per megalitre (Integrated System)	\$210.82 per megalitre
16. Number of wastewater main backups per 100 kilometres of wastewater main in a year	0.2469 backups per 100 kilometres of main
17. Percentage of wastewater estimated to have by-passed treatment	0.06% estimate to have bypassed treatment
Drinking Water	
18. Operating costs for treatment of drinking water per megalitre	183.23 per megalitre
19. Operating costs for the distribution of drinking water per kilometre of water distribution pipe	\$3,548.58 per kilometre of water distribution pipe
20. Operating costs for the treatment and distribution of drinking water per megalitre (Integrated System)	\$302.07 per megalitre
21. Weighted number of days when a boil water advisory issued by the Medical Officer of Health, applicable to a municipal water supply, was in effect	0 days
22. Number of water main breaks per 100 kilometres of water distribution pipe in a year 2005 Result	10.039 breaks per 100 kilometres of pipe
Solid Waste Management	
23. Operating costs for garbage collection per tonne	\$58.51 per tonne
24. Operating costs for garbage disposal per tonne	\$120.06 per tonne
25. Operating costs for solid waste diversion (recycling) per tonne	\$122.47 per tonne
26. Average operating costs for solid waste management (collection, disposal and diversion) per tonne	\$155.80 per tonne

<i>MPMP Measures</i>	<i>2005 Results</i>
Solid Waste Management (continued)	
27. Number of complaints received in a year concerning the collection of garbage and recycled materials per 1,000 households	62.13 complaints per 1,000 households
28. Total number of solid waste management sites owned by the municipality with a Ministry of Environment Certificate of Approval	9 sites
29. Number of days per year when a Ministry of Environment compliance order for remediation concerning an air or groundwater standard was in effect for a municipality owned solid waste management facility, by facility	0 days for all facilities
30. Percentage of residential solid waste diverted for recycling	45.17 % diverted for recycling
Land Use Planning	
31. Percentage of new lots, blocks and/or units with final approval which are located within settlement areas	99.92%
32. Percentage of land designated for agricultural purposes which was not re-designated for other uses during 2005	88.12%
33. Percentage of land designated for agricultural purposes which was not re-designated for other uses relative to the base year of 2000	88.02%
34. Number of hectares of land originally designated for agricultural purposes which was re-designated for other uses during 2005	3017 hectares
35. Number of hectares of land originally designated for agricultural purposes which was re-designated for other uses since January 1, 2000	3048 hectares
36. Hectares of land in the settlement areas as of December 31, 2005	58,752 hectares
37. Percentage change in the size of the settlement area relative to the base year of 2005	5.4%

Section 300 - Improvements to Service

Section 300 of the Municipal Act requires a municipality and its local boards to report on service improvements resulting from efficiency and effectiveness in service delivery as well as the barriers identified and dealt with in achieving the service improvements. The objective of this reporting requirement is to further enhance municipal

accountability and transparency, to inform the public of service improvements and to promote a greater understanding among citizens of the choices made by municipal governments. The Region has implemented a number of service improvements in 2005, three of which are briefly described as follows:




- The Region's Ontario Works Division reviewed the Consolidated Verification Process (CVP) and realised CVP risk factors were no longer effective in predicting risk and were barely comparable to random selection resulting in increased costs. To address this concern, Peel developed enhanced CVP case selection criteria and the existing provincial risk factors were replaced with a Peel-specific algorithm, which prioritizes cases for review based on new, interactive and value-added risk factors. The new algorithm identifies cases most likely to be found ineligible and/or to incur an overpayment. In Peel, the new algorithm has replaced the provincial model and has proven to be more cost effective. Research completed on termination rates indicate that they have increased from 18 per cent to 28 per cent in 2005, with an estimated total cumulative savings of about \$3.0 million.
- The Peel Regional Police reviewed the case management witness control program and realised many police officers identified as witnesses for criminal prosecutions are not always required for the successful prosecution of a case. It was recognized that 87 per cent of officers were attending court and were not called upon to testify. The Peel Regional Police launched a pilot project revising the process, now requiring that a detective analyze criminal court packages and determine if a police officer would be required to attend the court as a witness. If it was determined that the calling of a police officer as a witness was not essential, the appearance was cancelled. During 2005, 4,792 cases were reviewed and 1,907 occurrences

were identified where officers were not required to attend court as an essential witness. The results are that there is a far higher proportion of front-line officers performing operational duties, as well as a significant savings in court overtime costs in 2005.

- Driven by fiscal responsibility, increasingly stringent water quality requirements, and water efficiency initiatives Regional staff initiated an investigation of alternative approaches to the problem of maintaining chlorine residuals at closed pressure zone valves. Included in this investigation was the pressure zone by-pass. A pilot project was instituted and resulted in a resounding success and the Region has now installed Pressure Zone By-Passes in the Water Distribution System exhibiting outstanding efficiency by eliminating the flushing program at pressure zone valves. This initiative will save 205 megalitres of drinking water annually and realize an annual savings of about \$225,000.

Other examples of service improvements resulting in efficiency and/or effectiveness include:

- To improve service delivery for Parents and Child Care providers of children with special needs the Region implemented Special Needs Access Point-Peel (SNAP - Peel). This allows Parents and Child Care providers to access service by calling one number for all their service needs. As a result 268 referrals to partnering agencies were completed and 422 potential referrals were redirected appropriately.



Goal 5

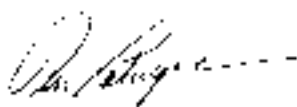
Be a citizen-focused

Regional government

- The Region implemented a centralized information data base for Energy management that assisted with bill validation and verification and produced a savings of approximately \$1.7 million for 2005.
- The Region's TransHelp division improves service delivery and offers next day service and eliminates ride ceilings during the week. This was achieved by improving policies to reduce the number of no-show and late cancellation of trips.
- The Region's Environmental Health Division reduced or eliminated clerical data entry of daily activity reports and increased accuracy levels to 95 per cent by selecting PC Tablets (portable computers) to manage information in the field to support the new food safety disclosure program.
- The Region implemented its own Salt Management Plan to minimize the impact of road salt use on the environment. The Salt Management Plan strives to minimize the adverse effects of road salt by reducing the amount of salt entering the natural environment.

Conclusion

In 2005, the Region remained debt-free and well positioned to strike a balance meeting program and service needs of the local community while minimizing the overall tax and utility impact. The Finance department is committed to providing quality service to one million Peel residents with its continued sustainable financial strategy.



Dan Labrecque

Treasurer and Commissioner of Finance, April 2006



KPMG LLP
Chartered Accountants
Yonge Corporate Centre
4100 Yonge Street Suite 200
Toronto ON M2P 2H3

Telephone (416) 228-7000
Fax (416) 228-7123
Internet www.kpmg.ca

AUDITORS' REPORT

To the Members of Council, Inhabitants and Ratepayers of
The Regional Municipality of Peel

We have audited the consolidated statement of financial position of The Regional Municipality of Peel (the "Region") as at December 31, 2005 and the consolidated statements of financial activities and changes in financial position for the year then ended. These financial statements are the responsibility of the Region's management. 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 plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these consolidated financial statements present fairly, in all material respects, the financial position of the Region as at December 31, 2005 and the results of its operations and changes in its financial position for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The current year's supplementary information included in the schedule is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Chartered Accountants

Toronto, Canada

March 17, 2006

THE REGIONAL MUNICIPALITY OF PEEL

Consolidated Statement of Financial Position

As at December 31 (All dollars in \$000)

	2005	2004
ASSETS		
Financial Resources		
Cash and short-term investments (Note 2)	\$ 197,238	\$ 215,969
Accounts receivable		
Federal and provincial governments	11,955	18,420
Other municipalities	43,170	122,927
Wastewater and water billings	24,524	23,641
Investment income	13,004	13,027
Sundry	25,175	24,662
Long-term investments (Note 2)	1,299,963	1,256,422
	1,615,029	1,675,068
Recoverable gross long-term debt from:		
Area municipalities	23,872	25,037
School boards	-	4,506
Region's share of sinking funds net of surplus on debt cancellation	21	41
	23,893	29,584
Gross Financial Resources	1,638,922	1,704,652
LIABILITIES		
Accounts payable and accrued liabilities		
Trade accounts payable	241,213	188,588
Provincial government (Note 3)	8,311	16,279
Other municipalities	2,911	-
Deferred revenue-general	36,661	12,401
Deferred revenue-development charges	200,845	262,785
Landfill closure and post closure liability (Note 4)	27,140	22,985
Employee benefits and other liabilities (Note 5)	43,790	41,366
	560,871	544,404
Net long-term liabilities (Notes 6 and 7)		
Gross long-term liabilities incurred by the Region; assumed and recoverable from area municipalities and school boards	23,893	29,584
Mortgages payable on income producing properties	398,801	411,671
	422,694	441,255
Net Financial Resources	655,357	718,993
Other Assets		
Prepaid Expenses	10,189	9,837
Inventory	3,168	2,975
Total Net Assets	\$ 668,714	\$ 731,805
MUNICIPAL POSITION (NOTE 8)		
Amounts to be recovered		
From Reserves and Reserve Funds	(58,584)	(54,950)
From Social Housing future revenues	(398,801)	(411,671)
Total	(457,385)	(466,621)
Fund balances		
Current Fund	8,512	8,512
Reserves and Reserve Funds	1,078,360	1,150,201
Investment in Social Housing	39,227	39,713
Total	1,126,099	1,198,426
Total Municipal Position	\$ 668,714	\$ 731,805

The accompanying notes are an integral part of these financial statements

THE REGIONAL MUNICIPALITY OF PEEL

Consolidated Statement of Financial Activities

For the year ended December 31 (All dollars in \$000)

	2005 Budget (unaudited-Note10)	2005 Actual	2004 Actual
REVENUES			
Levies on area municipalities	\$ 605,318	\$ 609,206	\$ 566,681
Direct charges on ratepayers	166,667	164,461	148,796
Contributions-other governments	251,005	253,327	270,499
Contributions-developers	133,410	144,171	109,022
Investment income	75,032	68,924	70,762
Fees, service charges and other	123,013	127,195	143,688
Total Revenues	1,354,445	1,367,284	1,309,448
EXPENDITURES			
Current			
General Government	14,689	16,730	19,093
Protection to Persons and Property	263,184	251,376	238,890
Transportation Services	16,293	17,475	16,313
Environmental Services	177,271	175,030	163,611
Health Services	40,850	39,601	34,861
Social and Family Services	264,775	264,945	236,973
Social Housing	113,094	110,030	107,741
GTA Pooling	59,115	59,349	60,947
Planning and Development	2,886	2,580	2,947
Assessment / Other	12,838	12,828	14,159
Total Current Expenditures	964,995	949,944	895,535
Capital			
General Government	19,838	14,960	14,965
Protection to Persons and Property	42,368	25,574	18,379
Transportation Services	108,667	77,661	59,364
Environmental Services	252,560	304,674	275,302
Health Services	37,743	37,446	8,464
Social and Family Services	2,581	11,393	30,586
Social Housing	35,966	9,268	6,082
Total Capital Expenditures	499,723	480,976	413,142
Total Expenditures	1,464,718	1,430,920	1,308,677
Increase (decrease) in net financial assets	(110,273)	(63,636)	771
Increase (decrease) in amounts to be recovered	-	(9,236)	(7,096)
Increase (decrease) in non-financial assets	(54)	545	1,915
Net Change in Fund Balances	\$ (110,327)	\$ (72,327)	\$ (4,410)

The accompanying notes are an integral part of these financial statements

THE REGIONAL MUNICIPALITY OF PEEL

Consolidated Statement of Changes in Financial Position

For the year ended December 31 (All dollars in \$000)

	2005	2004
OPERATIONS		
Increase (decrease) in net financial resources	\$ (63,636)	\$ 771
Uses:		
Increase in accounts receivable	-	(104,822)
Decrease in deferred revenue-general	-	(443)
Decrease in deferred revenue-development charges	(61,940)	-
	(61,940)	(105,265)
Sources:		
Increase in accounts payable	47,568	48,858
Increase in deferred revenue-general	24,260	-
Increase in deferred revenue-development charges	-	32,724
Increase in landfill closure and post closure liability	4,155	5,453
Increase in employee benefits and other liabilities	2,424	5,933
Decrease in accounts receivable	84,849	-
	163,256	92,968
Decrease in assumed Social Housing long-term debt	(12,870)	(11,760)
Net Change in Cash from Operations	24,810	(23,286)
INVESTMENTS		
Decrease (increase) in long-term investments	(43,541)	41,872
Net Change in Cash and Cash Equivalents	(18,731)	18,586
Opening Cash and Cash Equivalents	215,969	197,383
Closing Cash and Cash Equivalents	\$ 197,238	\$ 215,969

The accompanying notes are an integral part of these financial statements

THE REGIONAL MUNICIPALITY OF PEEL

Notes To Financial Statements

For the year ended December 31, 2005

The Regional Municipality of Peel (Region) is an upper-tier municipality in the Province of Ontario (Province), Canada. The provisions of provincial statutes such as the *Municipal Act*, *Municipal Affairs Act* and related legislation guide its operations.

1. Accounting Policies

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

The focus of PSAB financial statements is on the financial position of the Region and the changes thereto. The Consolidated Statement of Financial Position reports the financial assets and liabilities, and the non-financial assets of the Municipality. Financial assets are those assets which could provide resources to discharge existing liabilities or finance future operations. Municipal position represents the financial position and is the difference between assets and liabilities. This provides information about the Municipality's overall future revenue requirements and its ability to finance activities and meet its obligations.

Significant aspects of the accounting policies adopted by the Region are as follows:

a) Basis of Statement Presentation

The financial statements reflect the financial activities of all entities which are accountable to and controlled by the Region including:

- Peel Police Services Board
- Peel Housing Corporation

All inter-departmental and inter-organizational transactions are eliminated on consolidation. Also included are the Regional contributions to the local conservation authorities, and the funding thereof. The Region is required, by legislation, to reimburse the Province and the Municipal Property Assessment Corporation for the cost of services provided, that are not administered or controlled by the Region. These services include:

- Greater Toronto Area Pooling
- Assessment Services
- Social Housing (Non-Profit)

The costs of these services are included in the financial statements.

The following programs are fully funded by the Province and excluded from the financial statements:

- Healthy Babies, Healthy Children
- Heart Health
- Case Management for the Developmentally Handicapped
- Public Health School Asthma Program
- Early Childhood Development
- Infectious Disease Control
- Integrated Public Health Information System
- Smoke Free Ontario 100 per cent

Funds held in trust by the Region for residents of Peel Manor and Sheridan Villa Senior Citizens' Residences, the Tall Pines and Malton Village Long Term Care Centres and the Vera M. Davis Community Care Centre, in the amount of \$225,000 (2004 - \$200,000), are not included in the financial statements. The financial activity and position of the trust funds are reported separately in the Trust Funds financial statements.

The Region maintains a separate fund for the purpose of providing for periodic repayments on debt to be retired by means of sinking funds. The financial activity and position of this fund are disclosed separately in the Sinking Funds financial statements.

b) Basis of Accounting

i) Accrual Method of Accounting

The Region follows the accrual method of accounting. The accrual basis of accounting recognizes revenue in the period in which the transactions or events occurred that gave rise to the revenues. Expenditures are the cost of goods or services acquired in the period whether or not payment has been made or invoices received.

ii) Capital Assets

The historical cost and the accumulated depreciation of capital assets are not recorded in the Consolidated Statement of Financial Position for municipal accounting purposes.

iii) Long-term Investments

Investment income earned on surplus Current Fund, Capital Fund, Reserves and Reserve Funds (other than development charges) are reported as revenue in the period earned. Investment income on unspent development charges is added to the deferred revenue - development charges balance.

Long-term investments are carried at cost. Discounts or premiums are amortized on a straight-line basis over the term of the investment.

iv) Deferred Revenue-General

Deferred revenue-general represent user charges and fees which have been collected but for which the related services have yet to be performed. These amounts will be recognized as revenues in the fiscal year the services are performed.

v) Deferred Revenue-Development Charges

Development charges, collected under the authority of Sections 33 to 35 of the *Development Charges Act 1997*, are reported as deferred revenue in the Consolidated Statement of Financial Position in accordance with PSAB. Amounts applied to qualifying capital projects are recorded as revenue in the fiscal period in which the funds are expended on qualifying capital projects.

vi) Use of Estimates

Since precise determination of many assets and liabilities is dependent upon future events, the preparation of periodic financial statements necessarily involves the use of estimates and approximations.

vii) Government Transfers

Government transfers are recognized in the financial statements 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.

viii) Pension and Employee Benefits

The Region accounts for its participation in the Ontario Municipal Employee Retirement System (OMERS), a multi-employer public sector pension fund, as a defined benefit plan.

Vacation entitlements are accrued for as entitlements are earned.

Sick leave benefits are accrued where they are vested and subject to pay out when an employee leaves the Region's employment.

Other post-employment benefits and compensated absences are accrued in accordance with the projected benefit method, prorated on service and management's best estimate of salary escalation and retirement ages of employees. Actuarial valuations, where necessary for accounting purposes, are performed triennially. The discount rate used to determine the accrued benefit obligation was determined by reference to market interest rates at the measurement date on high-quality debt instruments with cash flows that match the timing and amount of expected benefit payments. Unamortized actuarial gains / losses are amortized on a straight-line basis over the expected average remaining service life of the related employee groups. Unamortized actuarial gains / losses for event-triggered liabilities, such as those determined as claims related to WSIB are recognized when determined.

Costs related to prior period employee services arising out of plan amendments are recognized in the period in which the plan is amended.

Where applicable, the Region has set aside Reserves intended to fund these obligations, either in full or in part. These Reserves were created under municipal by-law and do not meet the definition of a plan asset under CICA PS 3250 Retirement Benefits. Therefore, for the purposes of these financial statements, the plans are considered unfunded.

ix) Foreign Currency Translation

Monetary assets and liabilities denominated in foreign currencies are translated at the prevailing rates of exchange at the year end date. Revenue and expenditures are translated at the exchange rate prevailing on the transaction date. Realized and unrealized exchange gains and losses are included in the Consolidated Statement of Financial Activities.

2. Investments

Cash and short-term investments have a market value of \$187,358,000 (2004 -\$220,925,000) at the end of the year. Long-term investments have a market value of \$1,324,754,000 (2004-\$1,300,698,000), at the end of the year.

3. Local Service Realignment Costs

Accounts payable and accrued liabilities - Provincial Government include a \$1,013,000 (2004-\$10,366,000) obligation due to the Province for Local Service Realignment costs for social assistance attributed to Greater Toronto Area (GTA) Pooling.

Annual Local Service Realignment costs for 2005 have been included as expenditures in the Consolidated Statement of Financial Activities based on billings from the Province for Social Assistance, an interim agreement with the Province for Social Housing payments, and estimates for unbilled amounts relating to 2005.

The total obligation for 2005 will not be confirmed until the final billings for 2005 GTA Pooling costs are received from the Province.

Any surplus or deficit realized in 2006 from this obligation will be stabilized by a transfer to or from the Working Fund Reserve, subject to Regional Council's approval.

4. Liability for Landfill Closure and Post Closure Costs

The *Ontario Environmental and Protection Act* sets out regulatory requirements to properly close and maintain all active and inactive landfill sites. Under environmental law, there is a requirement for closure and post-closure care of solid waste landfill sites.

Landfill closure and post closure care requirements have been defined in accordance with industry standards and include final covering and landscaping of the landfill, pumping of ground water and leachates from the site, and ongoing environmental monitoring, site inspection and maintenance.

The Region has one active and 20 inactive landfill sites. The Caledon site is still in operation and has an estimated remaining life of 2.5 years, which represents 13 per cent of its total capacity. For the site that is still open, the estimated liability is recognized as the landfill site capacity is used. For inactive sites, the estimated liability for these expenditures is recognized immediately.

The estimated liability of \$27,140,000 (2004-\$22,985,000) included in the financial statements represents the sum of the discounted future cash flows for closure and post closure care activities discounted at the Region's long-term borrowing rate of 5.5 per cent.

The reserve of \$22,198,000 (2004-\$23,572,000) for waste abatement reported in the Consolidated Statement of Financial Position will be used to offset the liability.

5. Employee Benefits and Other Liabilities

Employee benefits and other liabilities included in the financial statements are summarized below:

(All dollars in \$000)	2005	2004
Retiree Benefits Peel Police Services Board	\$ 23,570	\$ 21,658
Retiree Benefits Peel Region	3,428	3,271
Workplace Safety and Insurance Board	11,774	10,898
Development charges-credits	3,739	4,261
Other	1,279	1,278
Total	\$ 43,790	\$ 41,366

a) Retiree Benefits

The liability for retiree benefits is the result of a 2005 actuarial update on the Region's and Peel Police Services Board's share of costs associated with extending the coverage for health, dental and life insurance benefits to qualifying employees. Benefit coverage, except for life insurance coverage, ceases at the age of 65. The update also includes Peel Police Services Board's costs associated with providing an annual health and dental spending account to qualifying employees between the ages of 65 and 70, effective July 1, 2005, for new retirees on or after January 1, 2005.

The following significant actuarial assumptions adopted in the valuation were based on management's best estimates.

- Future discount rate 6.0 per cent per year
- Future inflation rates 3.0 per cent per year
- Future salaries Escalate at 4.0 per cent per year
- Future dental premium rates Escalate at 5.0 per cent per year
- Future health care premium rates Escalate at 10 per cent per year reducing to 5.0 per cent per year over 15 years; 5.0 per year thereafter

The following are the actuarial results for the accrued benefit liability reported in the financial statements:

(All dollars in \$000)	2005	2004
Accrued Benefit Obligation		
Balance at January 1	\$ 24,929	\$ 20,593
Add: Benefit service cost	1,248	962
Add: Interest accrued	1,512	1,245
Add: Benefit Improvement	-	2,774
Deduct: Benefit payments	(691)	(645)
Balance at December 31	\$ 26,998	\$ 24,929

b) Workplace Safety and Insurance Board (WSIB)

The Region is a Schedule II employer under the *Workplace Safety and Insurance Act*, and therefore, self insures the entire risk of their own WSIB claims and is responsible for reimbursing the WSIB for all costs relating to its worker's claims.

The liability reported in the Consolidated Statement of Financial Position is the result of an actuarial valuation that estimated potential liabilities of the Region under the provisions of the *Workplace Safety and Insurance Act*.

The results of the actuarial valuation updated January 2006 are as follows:

(All dollars in \$000)	2005	2004
Accrued Benefit Obligation		
Balance at January 1	\$ 10,898	8,512
Add: Estimated cost of claims (service cost)	1,804	1,368
Add: Interest accrued	660	592
Deduct: Expected benefits paid	1,588	1,469
Add: Actuarial Loss	-	1,895
Balance at December 31	\$ 11,774	10,898

Reserves established for Workplace Safety and Insurance Board activities have been used to fund this liability.

c) Development Charges Act-Credits

This obligation is for lot levies received by the Region prior to 1989. Section 14 of the *Development Charges Act 1989* stipulates that current and former owners of land who paid a lot levy are entitled to a credit for these payments. The *Development Charges Act 1997* required owners and former owners to apply for such credits by October of 1999. The Region's obligation is the total of credit claims applied for, within the prescribed period.

6. Net Long-term Liabilities

Under the terms of the *Regional Municipality of Peel Act*, Regional Council has approved the issuing of debentures to finance its own capital expenditures and those of the area municipalities within the annual debt repayment limit prescribed by the Ministry. Debentures issued for such purposes are direct, joint and several obligations of the Region and area municipalities.

7. Charges for Net Long-term Liabilities

a) Incurred by the Region of Peel

The future payments of gross long-term liabilities outstanding at December 31, 2005 and their financing sources are set forth below. The future payments at maturity for sinking fund issues included below will be provided from the sinking funds accumulated to retire this debt. In 1995, a debt retirement fund was established in the sinking fund to provide for the orderly retirement of respective issues. As of December 31, 2005 the sinking fund fully provided for the retirement of \$23,000 of the outstanding gross long-term liabilities scheduled to be repaid as set out in the table below:

(All dollars in \$000)	2006
Property taxation	\$ -
Wastewater and water rates	23
Total	\$ 23

The cost of servicing net long-term liabilities incurred on behalf of wastewater and water operations does not represent a burden to the property tax supported revenues, as the necessary funds will be recovered through the wastewater and water rates.

Interest charges in the amount of \$3,000 (2004-\$5,000) are reported in the Consolidated Statement of Financial Activities.

b) Incurred by Peel Housing Corporation (PHC)

(All dollars in \$000)	
Mortgages payable	\$ 397,801
Note payable	1,000
Total	\$ 398,801

The property holdings of PHC include land, buildings and equipment recorded at cost.

Mortgages of \$397,801,000 (2004-\$410,671,000) on these properties are secured by a first charge on specific assets of PHC with amortization periods ranging from 20 to 50 years and interest rates ranging from 3.84 per cent to 12.10 per cent. Generally, interest rates are fixed for 5 years.

A note payable in the amount of \$1,000,000 is due to the tenants association of Twin Pines (PHC) and was contributed by its members. A contribution is repayable to a member of the tenants association on termination of membership with the association. Interest is payable at the lesser of \$5,000 or 1 per cent of the principal balance outstanding per annum.

Estimated future principal repayments are as follows:
(All dollars in \$000)

2006	\$	13,877
2007		14,596
2008		15,160
2009		15,914
2010		16,488
Subsequent to 2010		321,766
Total	\$	397,801

Interest charges in the amount of \$22,009,000 (2004-\$24,024,000) are reported in the Consolidated Statement of Financial Activities.

8. Municipal Position

a) Current Fund

The Region has a surplus management strategy which permits year end transfers to and from reserves to manage the level of surplus carried forward into the next fiscal year. Such transfers are made to ensure that future commitments of the Region can be met without incurring debt and are based on management's planning of infrastructure replacement, property tax rate and user rate stabilization, potential exposure to program funding shortfalls and contingent liabilities. The allocation of these transfers and their purpose is disclosed annually to Regional Council following completion of the year end audit. The financial statements include the transfers made to reserves under the surplus management strategy.

In 2004, a year end obligation was established for Local Service Realignment billings not received from the Province. The obligation was based on information available from the Province at that time. In 2005, the actual billings received were less than the obligation resulting in a surplus of \$2,496,000 for GTA Pooling costs. This amount, related to program costs from 2002 to 2004, is included in the Consolidated Statement of Financial Activities for 2005.

b) Reserves and Reserve Funds

Reserves and Reserve Funds are established by Regional Council as appropriate, and are included in the municipal position of the Region.

c) Capital Fund

All capital projects are approved by Regional Council and financed on a "just-in-time" basis, which allocates funds from Reserves and Reserve Funds to the capital projects, as expenditures are incurred. This financing method yields higher annual investment income for the Reserves and Reserve Funds. Any residual reported in the Schedule of Capital Fund Operations for unfinanced capital outlay, is carried forward and addressed in the following year's accounting process.

9. Pension Agreements

The Region, on behalf of 5,887 eligible employees, is a participant in OMERS. OMERS is a defined benefit pension plan, fully funded by equal contributions from participating employers and employees, and by the investment earnings of the OMERS Fund. OMERS pensions are calculated using a defined benefit formula, taking into account length of service and average annual wage (based upon highest 60 consecutive months of earnings), that is designed to integrate with the pension payable from the Canada Pension Plan.

In 2005, the amount contributed to OMERS for current service was \$23,330,000 (2004-\$20,585,000).

10. Current and Capital Budget Process

The Regional Council completes a review of its operating and capital budgets each year. The approved operating budget for 2005 is reported in the Consolidated Statement of Financial Activities and includes an adjustment for the change in non financial assets. The adjustment enhances comparability between budget and actual results as PSAB requirements stipulate that actual results include the expensing of non financial assets in the current year.

Budgets established for the Capital Fund and Reserves and Reserve Funds are set on a project-oriented basis, the costs of which may be carried out over one or more fiscal years. The budget reported in the Schedule of Capital Fund Operations, the Schedule of Reserves and Reserve Funds and in the Consolidated Statement of Financial Activities is an annual budget only, as required by the recommendations of the PSAB of the Canadian Institute of Chartered Accountants.

Also included in the budget accounts in the Consolidated Statement of Financial Activities are the budget accounts for PHC adjusted for inter-company transactions.

11. Regional Expenditures

The Consolidated Statement of Financial Activities reports expenditures for the Region by functions or by business programs. The following is a summary of expenditures by object.

(All dollars in \$000)	2005	2004
Current Operations		
Salary and Wages	\$ 399,116	\$ 351,182
Services and Rents	231,868	235,987
Grants and Transfer Payments	245,420	239,938
Materials and Supplies	50,051	43,662
Debt Charges	23,489	24,766
Total	\$ 949,944	\$ 895,535
Capital Operations		
Contract Services	\$ 427,133	\$ 360,832
Equipment and Furnishings	35,780	27,443
Salary and Wages	17,132	16,506
Materials and Supplies	931	8,361
Total	\$ 480,976	\$ 413,142

12. Contractual Obligations and Contingent Liabilities

- As at December 31, 2005 outstanding contractual obligations for capital works amounted to approximately \$215,639,000 (2004-\$340,392,000). Regional Council has authorized the financing of these obligations.
- As at December 31, 2005 the Region has been named as defendant or co-defendant in a number of outstanding legal actions. No provision has been made for any claims that are expected to be covered by insurance or where the consequences are undeterminable. A provision of \$2,600,000 (2004-\$1,400,000) has been made for those claims not expected to be covered by insurance.
- Under the terms of various operating lease agreements, future minimum payments are as follows:

(All dollars in \$000)	
2006	\$ 6,656
2007	5,733
2008	4,839
2009	3,474
2010	3,103
Subsequent to 2010	5,510
Total	\$ 29,315

- Under a 10-year service agreement, effective July 1, 1999, the Region has contracted the operations of the South Peel wastewater and water treatment systems to the Ontario Clean Water Agency (OCWA).
Included in the Consolidated Statement of Financial Activities are the 2005 charges from OCWA totaling \$14,672,000 (2004-\$15,161,000). The Consolidated Statement of Financial Position does not reflect any assets or liabilities pertaining to the wastewater and water treatment systems except to the extent of service charges due to or from OCWA.
- The Peel Regional Police provide policing services to the Greater Toronto Airport Authority. Under a service agreement, the Greater Toronto Airport Authority provides funding to fully offset any costs incurred by the Peel Regional Police. In 2005, the Peel Regional Police received \$13,718,000 (2004-\$12,475,000) from the Greater Toronto Airport Authority.
- Under a \$557,000,000 contract approved by the Region in 2005, Waste Management of Canada Corporation, effective 2007, will provide 20 years of waste disposal capacity at current market rates and 10 years of waste collection services for Peel residents.

13. Municipal Act, 2001

As part of its planned implementation of Current Value Assessment (CVA), the Province has mandated a transitional phase which requires municipalities to cap assessment-related tax increases on portions of properties in the commercial, industrial and multi-residential property classes. These assessment related tax adjustments will be capped using a number of Council adopted parameters designed to maximize the number of properties moving to full CVA based taxation. The legislation provides that the costs of capping can be funded through the reduction of previously indicated assessment related property tax decreases.

While the area municipalities have the jurisdiction responsibility for managing the tax collection system, the Region is responsible for acting as the “banker” in order to balance out the overall impact of the capping initiative on a broader Regional basis. Implementation may cause some year to year variances, although they are not expected to be material in nature. Regional Council has provided general direction that any such assessment variance may be funded through the use of general corporate reserves set-aside for this purpose.

14. Comparative Figures

Certain 2004 comparative figures have been reclassified to conform to the presentation adopted for the current year.

THE REGIONAL MUNICIPALITY OF PEEL

Consolidated Schedule of Current Fund Operations

For the year ended December 31 (All dollars in \$000)

	2006 Budget (unaudited-Note10)	2005 Budget (unaudited-Note10)	2005 Actual	2004 Actual
REVENUES				
Levies on Area Municipalities				
Mississauga	\$ 409,597	\$ 385,668	\$ 383,880	\$ 363,769
Brampton	202,242	189,536	195,379	174,395
Caledon	32,096	30,114	29,947	28,517
	643,935	605,318	609,206	566,681
Direct Charges on Ratepayers				
Wastewater	87,404	82,382	82,476	75,917
Water	92,704	84,285	81,985	72,879
	180,108	166,667	164,461	148,796
Contributions from Other Governments				
Ontario grants				
Health services	33,033	21,966	21,510	16,856
Housing	4,453	4,415	4,759	4,688
Social and family services	164,610	139,843	144,521	131,055
Other	19,618	19,603	18,982	18,492
Canada grants	26,060	23,787	23,355	22,327
	247,774	209,614	213,127	193,418
Fees, Service Charges and Other				
Senior citizens' resident fees	9,486	11,554	9,624	8,375
Waste disposal charges	8,850	5,857	5,539	5,191
Connection charges	4,387	4,759	4,392	4,790
Day care fees	2,460	2,459	2,252	2,274
Other fees and service charges	79,548	73,842	74,757	72,124
Net investment income	5,339	5,287	6,326	5,118
Sinking fund surplus	2	3	-	-
Police service charges	14,050	13,696	13,063	12,475
Other revenue	8,872	6,166	11,142	29,911
	132,994	123,623	127,095	140,258
Total Revenues	\$ 1,204,811	\$ 1,105,222	\$ 1,113,889	\$ 1,049,153

THE REGIONAL MUNICIPALITY OF PEEL

Consolidated Schedule of Current Fund Operations (continued)

For the year ended December 31 (All dollars in \$000)

	2006 Budget (unaudited-Note10)	2005 Budget (unaudited-Note10)	2005 Actual	2004 Actual
EXPENDITURES				
General Government	\$ 16,717	\$ 14,689	\$ 16,730	\$ 19,093
Protection to Persons and Property				
Police	248,061	230,573	224,441	213,034
Ambulance	33,362	33,029	27,462	26,744
Conservation authorities	(2,597)	(2,299)	(2,303)	(2,487)
Other	1,913	1,881	1,776	1,599
	280,739	263,184	251,376	238,890
Transportation Services	18,364	16,293	17,475	16,313
Environmental Services				
Wastewater	44,471	38,301	38,889	36,765
Water	61,783	58,187	58,349	54,548
Waste disposal	73,966	64,465	61,933	57,346
Waste collection	17,537	14,445	14,838	13,497
Engineering and administration	1,574	1,873	1,021	1,455
	199,331	177,271	175,030	163,611
Health Services	51,118	40,850	39,601	34,861
Social Housing	120,285	113,094	110,030	107,741
Social and Family Services				
General assistance	159,724	155,492	154,222	142,098
Assistance to aged persons	64,704	63,468	59,981	50,760
Day nurseries	70,582	45,815	50,742	44,115
	295,010	264,775	264,945	236,973
GTA Pooling	59,116	59,115	59,349	60,947
Planning and Development	2,987	2,886	2,580	2,947
Assessment / Other	13,906	12,838	12,828	14,159
Total Expenditures	1,057,573	964,995	949,944	895,535
NET REVENUE/(EXPENDITURE)	147,238	140,227	163,945	153,618
NET INTERFUND TRANSFERS				
To Capital Fund	(6,576)	(3,345)	(4,058)	(3,779)
To Reserves/Reserve Funds	(119,448)	(114,851)	(138,260)	(121,324)
To Investment in Social Housing	(21,854)	(21,977)	(21,651)	(21,129)
Increase (decrease) in employee benefits and other liabilities	-	-	(521)	(789)
Increase (decrease) in non-financial assets	640	(54)	545	1,915
CHANGE IN CURRENT FUND	-	-	-	8,512
Opening Balance	-	-	8,512	-
Closing Balance	\$ -	\$ -	\$ 8,512	\$ 8,512

THE REGIONAL MUNICIPALITY OF PEEL

Consolidated Schedule of Capital Fund Operations

For the year ended December 31 (All dollars in \$000)

	Land and Buildings	Engineering Structures	Machinery and Equipment	2005 Total	2005 Budget <small>(unaudited-Note10)</small>	2004 Total
REVENUES						
Contributions From Other Governments				\$ 40,200	\$ 41,391	\$ 77,081
Other						
Sale of other assets				38	479	-
Other				4,826	4,198	6,430
Development Levies Earned				144,171	133,410	109,022
Total Revenues				189,235	179,478	192,533
EXPENDITURES						
General Government	\$ -	\$ 8,406	\$ 6,554	\$ 14,960	\$ 19,838	\$ 14,965
Protection to Persons and Property	-	12,898	12,676	25,574	42,368	18,379
Transportation Services	3,982	73,291	388	77,661	108,667	59,364
Environmental Services						
Wastewater	336	154,330	6,156	160,822	96,005	102,917
Water	97	98,045	620	98,762	108,599	148,266
Waste Management	4,155	38,255	2,680	45,090	47,956	24,119
Health Services	-	37,236	210	37,446	37,743	8,464
Social and Family Services	-	9,312	2,081	11,393	2,581	30,586
Social Housing	-	9,268	-	9,268	35,426	6,082
Total Expenditures	\$ 8,570	\$ 441,041	\$ 31,365	\$ 480,976	\$ 499,183	\$ 413,142
NET REVENUES / (EXPENDITURES)				(291,741)	(319,705)	(220,609)
FINANCING AND TRANSFERS						
From Current Fund				4,058	15,886	3,779
From Reserves/Reserve Funds				274,260	292,677	225,112
From Investment in Social Housing				9,268	11,142	6,082
Increase (decrease) in other liabilities				4,155	-	5,453
				291,741	319,705	240,426
CHANGE IN CAPITAL FUND BALANCE				\$ -	\$ -	\$ 19,817
Opening Capital Fund Balance				-	-	(19,817)
Closing Capital Fund Balance				\$ -	\$ -	\$ -

THE REGIONAL MUNICIPALITY OF PEEL

Consolidated Schedule of Reserves and Reserve Funds

For the year ended December 31 (All dollars in \$000)

	2004	2005	Waste	Corporate
REVENUES				
Investment Income	\$ 65,644	\$ 62,598	\$ 13,364	\$ 5,823
Disposal of assets	441	79	-	-
Other	1,682	1,561	-	-
	67,767	64,238	13,364	5,823
EXPENDITURES				
Other	5	80	-	-
NET REVENUES				
	67,762	64,158	13,364	5,823
NET INTERFUND TRANSFERS				
(To) From Current	121,324	138,260	(2,876)	11,124
(To) From Capital	(225,112)	(274,260)	(40,880)	(9,527)
(To) From Other Reserves and Reserve Funds	-	-	-	-
	(103,788)	(136,000)	(43,756)	1,597
CHANGE IN RESERVES AND RESERVE FUND BALANCES				
Opening Balances	(36,026)	(71,842)	(30,392)	7,420
	1,186,227	1,150,202	246,475	154,601
Closing Balances	1,150,201	1,078,360	216,083	162,021
Balances committed at the end of the year (unaudited)	583,732	507,798	66,096	30,927
Balances Available for Future Spending	\$ 566,469	\$ 570,562	\$ 149,987	\$ 131,094

Wastewater	Water	Hospitals	Police	Ontario Works	Other	Roads	Other Social Services
\$ 11,469	\$ 10,846	\$ 2,622	\$ 4,700	\$ 1,588	\$ 6,379	\$ 4,701	\$ 1,106
-	61	-	-	-	18	-	-
-	-	-	352	-	-	-	1,209
11,469	10,907	2,622	5,052	1,588	6,397	4,701	2,315
-	-	-	80	-	-	-	-
11,469	10,907	2,622	4,972	1,588	6,397	4,701	2,315
44,139	26,385	-	17,791	(4,028)	21,739	17,166	6,820
(89,526)	(39,984)	(37,073)	(14,024)	(1,770)	(14,850)	(20,645)	(5,981)
-	-	-	-	-	(17,000)	17,000	-
(45,387)	(13,599)	(37,073)	3,767	(5,798)	(10,111)	13,521	839
(33,918)	(2,692)	(34,451)	8,739	(4,210)	(3,714)	18,222	3,154
200,437	182,040	51,802	82,137	31,536	110,013	72,810	18,351
166,519	179,348	17,351	90,876	27,326	106,299	91,032	21,505
114,944	126,221	7,303	33,576	157	32,844	68,663	27,067
\$ 51,575	\$ 53,127	\$ 10,048	\$ 57,300	\$ 27,169	\$ 73,455	\$ 22,369	\$ (5,562)



KPMG LLP
Chartered Accountants
Yonge Corporate Centre
4100 Yonge Street Suite 200
Toronto ON M2P 2H3

Telephone (416) 228-7000
Fax (416) 228-7123
Internet www.kpmg.ca

AUDITORS' REPORT

To the Members of Council, Inhabitants and Ratepayers of
The Regional Municipality of Peel

We have audited the statement of financial position of the Sinking Funds of The Regional Municipality of Peel (the "Region") as at December 31, 2005 and the statement of financial activities and changes in fund balance for the year then ended. These financial statements are the responsibility of the Region's management. 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 plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the Sinking Funds of the Region as at December 31, 2005 and the results of its operations for the year then ended in accordance with Canadian generally accepted accounting principles.

Chartered Accountants

Toronto, Canada

March 17, 2006

THE REGIONAL MUNICIPALITY OF PEEL

Sinking Funds Statement of Financial Position

As at December 31 (All dollars in \$000)

	2005	2004
FINANCIAL ASSETS AND LIABILITIES		
Assets		
Cash	\$ 1,343	\$ 2,782
Short-term investments (Market value 2005 - \$4,798; 2004 - \$3,101)	4,782	3,086
Accrued interest	196	96
Long-term investments (Market value 2005 - \$13,699; 2004 - \$11,106)	13,407	10,738
	19,728	16,702
Liabilities		
Funding requirements	17,945	15,615
Net Financial Resources	1,783	1,087
FUND BALANCE		
Fund balance	\$ 1,783	\$ 1,087
ALLOCATION		
Region of Peel - other	\$ 77	\$ 93
Town of Caledon	19,651	16,609
	\$ 19,728	\$ 16,702

THE REGIONAL MUNICIPALITY OF PEEL

Sinking Funds Statement of Financial Activities

For the year ended December 31 (All dollars in \$000)

	2005	2004
REVENUES		
Contributions (Note 3)	\$ 5,000	\$ -
Investment income	696	727
	5,696	727
EXPENDITURES		
Contribution to fund	5,000	-
Net change in financial resources	696	727

The accompanying notes are an integral part of these financial statements

THE REGIONAL MUNICIPALITY OF PEEL

Sinking Funds - Notes to Financial Statements

For the year ended December 31, 2005

1. Accounting Policies

The Region of Peel Sinking Fund is a separate fund maintained for the purpose of providing periodic repayments of all debt to be retired by means of sinking funds.

Basis of Accounting

(a) Revenue and Expenditure Recognition

The Region of Peel Sinking Fund follows the accrual method of accounting.

(b) Long-term Investments

Long-term investments are carried at cost. Discounts on zero-coupon bonds are amortized on a compound interest basis over the term of the investment. The discounts or premiums on any coupon bearing investment are amortized on a straight-line basis over the term of the investment.

(c) Funding Requirements

The funding requirements of the sinking fund represent the amounts required to pay the annual principal payment.

2. Allocation of Surplus

In 2005, there was no surplus declared payable to the Region by the Sinking Fund Committee (2004 - \$0).

3. Contribution

In 2005, the Town of Caledon made a contribution of \$5,000,000 to the fund, which is being managed by the Region. In 2004 there were no contributions made to the fund.



KPMG LLP
Chartered Accountants
Yonge Corporate Centre
4100 Yonge Street Suite 200
Toronto ON M2P 2H3

Telephone (416) 228-7000
Fax (416) 228-7123
Internet www.kpmg.ca

AUDITORS' REPORT

To the Members of Council, Inhabitants and Ratepayers of
The Regional Municipality of Peel

We have audited the trust funds statement of financial position of The Regional Municipality of Peel (the "Region") as at December 31, 2005 and the trust funds statements of financial activities and changes in fund balance for the year then ended. These financial statements are the responsibility of the Region's management. 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 plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the funds held in trust by the Region as at December 31, 2005 and the results of its operations for the year then ended in accordance with Canadian generally accepted accounting principles.

Chartered Accountants

Toronto, Canada

March 17, 2006

THE REGIONAL MUNICIPALITY OF PEEL

Trust Funds Statement of Financial Position

As at December 31 (All dollars in \$000)

	2005	2004
FINANCIAL ASSETS		
Cash and short-term investments	\$ 225	\$ 200
FUND BALANCE		
Residents' equity	\$ 225	\$ 200

THE REGIONAL MUNICIPALITY OF PEEL

Trust Funds Statement of Financial Activities and Changes in Fund Balance

For the year ended December 31 (All dollars in \$000)

	2005	2004
REVENUES		
Deposits from residents	\$ 522	\$ 398
Interest income	7	10
	529	408
EXPENDITURES		
Payment for maintenance, withdrawals by residents and estate payments	504	387
Change in financial assets	25	21
Fund balance at the beginning of the year	200	179
Fund balance at the end of the year	\$ 225	\$ 200

The accompanying notes are an integral part of these financial statements

THE REGIONAL MUNICIPALITY OF PEEL

Trust Funds - Note To Financial Statements

For the year ended December 31, 2005

These financial statements reflect the financial activity and financial position of funds held in trust by The Regional Municipality of Peel ("the Region") for residents of the Peel Manor and Sheridan Villa Senior Citizens' Residences, the Tall Pines and Malton Village Long Term Care Centres, and the Vera M. Davis Community Care Centre.

Basis of Accounting

Cash and short-term investments are recorded at cost.



FIVE YEAR FINANCIAL AND STATISTICAL

REVIEW



THE REGIONAL MUNICIPALITY OF PEEL

Five Year Financial Review

Unaudited (All dollars in \$000)

	2005	2004	2003	2002	2001
CURRENT PROGRAM ACTIVITY					
Sources of Revenue					
Levies on area municipalities	\$ 609,206	\$ 566,681	\$ 530,754	\$ 510,055	\$ 485,169
Direct charges on ratepayers	164,461	148,796	145,466	142,674	131,828
Contributions from other governments	213,127	193,418	175,456	164,516	136,004
Fees, service charges and other	127,095	140,258	107,815	104,264	92,866
	1,113,889	1,049,153	959,491	921,509	845,867
Expenditure by Function (see expenditure by object below)					
General Government	16,730	19,093	10,612	5,090	13,493
Protection to Persons and Property	251,376	238,890	212,239	189,499	188,654
Transportation Services	17,475	16,313	15,695	12,805	13,493
GO Transit	-	-	15	16,131	13,519
Environmental Services	175,030	163,611	150,820	129,212	106,512
Health Services	39,601	34,861	28,608	24,473	22,678
Social Housing	110,030	107,741	111,314	103,676	75,897
Social and Family Services	264,945	236,973	204,273	196,906	174,561
GTA Pooling	59,349	60,947	62,158	66,712	62,994
Planning and Development	2,580	2,947	2,931	2,956	2,643
Assessment / Other	12,828	14,159	10,506	14,720	9,065
	949,944	895,535	809,171	762,180	683,509
Financing and Transfers					
Net transfer to capital operations	(4,058)	(3,779)	(3,807)	(3,243)	(3,016)
Net transfer to reserve and reserve funds	(138,260)	(121,324)	(125,870)	(140,782)	(171,075)
Investment in Social Housing	(21,651)	(21,129)	(19,169)	(17,299)	(8,764)
Increase (decrease) in employee benefits and other liabilities	(521)	(789)	182	(2,179)	21,938
Increase (decrease) in non-financial assets	545	1,915	(1,656)	4,174	(1,441)
	(163,945)	(145,106)	(150,320)	(159,329)	(162,358)
Change in Current Fund	-	8,512	-	-	-
Surplus (Deficit) beginning of year	8,512	-	-	-	-
Surplus (Deficit) end of year	\$ 8,512	\$ 8,512	\$ -	\$ -	\$ -
Expenditure by Object					
Salaries, wages and employee benefits	\$ 399,116	\$ 351,182	\$ 303,169	\$ 261,142	\$ 258,635
Debt servicing	23,489	24,766	25,169	28,129	10,956
Operating and general expenditures	281,919	279,649	257,711	259,047	256,491
Transfers to others	245,420	239,938	223,122	213,862	157,427
	\$ 949,944	\$ 895,535	\$ 809,171	\$ 762,180	\$ 683,509

THE REGIONAL MUNICIPALITY OF PEEL

Five Year Financial Review (continued)

Unaudited (All dollars in \$000)

	2005	2004	2003	2002	2001
CAPITAL PROGRAM ACTIVITY					
Sources of Financing					
Contributions from other governments	\$ 40,200	\$ 77,081	\$ 39,708	\$ 8,436	\$ 384
Current fund revenue	4,058	3,779	3,807	3,243	3,016
Reserves, reserve funds and development levies	418,431	334,134	270,710	225,615	201,730
Investment in Social Housing	9,268	6,082	3,865	5,905	3,936
Other	9,019	11,883	1,318	4,310	1,755
	480,976	432,959	319,408	247,509	210,821
Expenditure by Function (see expenditure by object below)					
General Government	14,960	14,965	17,915	28,439	21,173
Protection to Persons and Property	25,574	18,379	34,786	30,673	13,350
Transportation Services	77,661	59,364	43,368	39,185	32,694
Environment Services	304,674	275,302	172,094	113,076	129,580
Health Services	37,446	8,464	15,355	2,498	3,334
Social Housing	9,268	6,082	3,865	5,905	3,936
Social and Family Services	11,393	30,586	47,368	31,412	6,745
	480,976	413,142	334,751	251,188	210,812
Change in Capital Fund	-	19,817	(15,343)	(3,679)	9
Opening Capital Fund Balance	-	(19,817)	(4,474)	(795)	(804)
Closing Capital Fund Balance	\$ -	\$ -	\$ (19,817)	\$ (4,474)	\$ (795)
Expenditure by Object					
Contract services	427,133	360,832	256,073	188,828	168,162
Equipment and furnishings	35,780	27,443	35,323	33,798	25,766
Salary and wages	17,132	16,506	15,986	15,790	12,042
Materials and supplies	931	8,361	27,369	12,772	4,842
	480,976	413,142	334,751	251,188	210,812
RESERVES AND RESERVE FUNDS					
Reserves and reserve funds	\$ 1,078,360	\$ 1,150,201	\$ 1,186,227	\$ 1,184,202	\$ 1,105,460
Development charges [Reported as deferred revenue]	200,845	262,785	230,061	194,037	183,597
	\$ 1,279,205	\$ 1,412,986	\$ 1,416,288	\$ 1,378,239	\$ 1,289,057
NET LONG-TERM LIABILITIES (SEE NOTE A)					
Supported by					
Property taxation	-	-	-	-	-
Sanitary sewer and water rates	-	-	-	-	-
Mortgages on Peel Housing Corporation properties	398,801	441,671	423,431	434,409	444,145
	\$ 398,801	\$ 441,671	\$ 423,431	\$ 434,409	\$ 444,145
CHARGES FOR NET LONG -TERM LIABILITIES (SEE NOTE A)					
Supported by					
Property taxation	-	-	-	-	-
Sanitary sewer and water rates	-	-	-	-	-
Service charges on Peel Housing Corporation mortgages	22,009	24,024	25,098	27,913	10,680
	\$ -	\$ -	\$ -	\$ -	\$ -
DEBT REPAYMENT LIMIT	\$ 168,100	\$ 157,100	\$ 161,761	\$ 157,946	\$ 132,724
(As prescribed by the Province)					

Note A: The Region's share of its own sinking funds are deducted to arrive at net long-term liabilities as they represent funds accumulated to retire those liabilities. Any interest charges are offset by sinking fund surpluses declared and paid to the Region.

THE REGIONAL MUNICIPALITY OF PEEL

Five Year Statistical Review

Unaudited

	2005	2004	2003	2002	2001
TAXABLE ASSESSMENT (By year of assessment, in millions)					
Residential and farm	\$ 87,423	\$ 83,644	\$ 70,521	\$ 60,549	\$ 58,563
Commercial and industrial	24,302	23,826	22,064	18,452	17,687
Total Taxable Assessment (Note B)	\$ 111,725	\$ 107,470	\$ 92,585	\$ 79,001	\$ 76,250

	2005	2004	2003	2002	2001
TAXABLE ASSESSMENT (Normalized for Current Value Assessment, in millions)					
Residential and farm	\$ 87,423	\$ 83,644	\$ 79,837	\$ 76,526	\$ 74,017
Commercial and industrial	24,302	23,826	23,433	22,809	21,859
Total Taxable Assessment (Note B)	\$ 111,725	\$ 107,470	\$ 103,270	\$ 99,335	\$ 95,876

	2005	2004	2003	2002	2001
BUILDING PERMITS (in millions)					
Residential	\$ 1,225	\$ 2,851	\$ 2,378	\$ 2,195	\$ 1,864
Non - residential	1,131	1,360	1,035	852	674
Total Building Permits	\$ 2,356	\$ 4,211	\$ 3,413	\$ 3,047	\$ 2,538

	2005	2004	2003	2002	2001
HOUSING STARTS	9,629	11,603	12,874	13,476	10,451

	2005	2004	2003	2002	2001
POPULATION AT YEAR END					
Mississauga	665,000	648,500	641,500	629,000	613,000
Brampton	405,000	387,000	371,500	344,000	325,000
Caledon	56,000	55,500	54,000	51,000	51,000
Total Peel Population	1,126,000	1,091,000	1,067,000	1,024,000	989,000

	2005	2004	2003	2002	2001
HOUSEHOLDS	363,000	344,000	335,500	320,000	308,000

	2005	2004	2003	2002	2001
EMPLOYEES (Continuous full-time)					
Peel Regional Police	2,359	2,282	2,202	2,039	1,963
Other Regional services	3,201	3,101	2,764	2,522	2,355
Total Employees	5,560	5,383	4,966	4,561	4,318

	2005	2004	2003	2002	2001
PER CAPITA INFORMATION					
Taxable assessment	\$ 77,640	\$ 76,668	\$ 66,092	\$ 59,130	\$ 59,215
Current expenditure	844	821	758	744	691
Reserves, reserve funds and development charges	1,136	1,295	1,327	1,346	1,303

	2005	2004	2003	2002	2001
Net Long-Term Liabilities					
Supported by					
Property taxation	-	-	-	-	-
Sanitary sewer and water rates	-	-	-	-	-
	\$ -	\$ -	\$ -	\$ -	\$ -

	2005	2004	2003	2002	2001
Employees (Continuous full-time, per hundred thousand residents)					
Peel Regional Police	210	209	206	199	198
Other Regional services	284	284	259	246	238
Total Employees	494	493	465	445	436

	2005	2004	2003	2002	2001
Average Cost per Household					
Property taxes (Notes B & C)	\$ 1,408	\$ 1,364	\$ 1,318	\$ 1,329	\$ 1,302
Utility charges	314	298	285	279	275
Average Homeowner Cost	\$ 1,722	\$ 1,662	\$ 1,603	\$ 1,608	\$ 1,577

Note B:

In 2001, properties were re-assessed using 1999 as the base year.

In 2003, properties were re-assessed using 2001 as the base year.

In 2004, properties were re-assessed using 2003 as the base year.

Note C:

2001 and 2002 based on residential taxable assessment value of \$232,000

2003 based on residential taxable assessment value of \$259,000

2004 and 2005 based on residential taxable assessment value of \$292,500

Top Employers

Air Canada

AstraZeneca Canada Inc.

Atomic Energy of Canada Ltd.

Bell Canada

Bell Mobility

Brite Milwork Inc.

Cara Operations

Canada Revenue Agency

Canada Post, Gateway Postal Facility

Canadian Tire Corporation

CFM Vermont Castings Majestic Products

City of Brampton

City of Mississauga

Credit Valley Hospital

Customer Glass

Daimler Chrysler Assembly Plant

Dufferin Peel Separate School Board

Effem Foods

Federal Express Canada Ltd.

GlaxoSmithKline

Globe Ground North America

Gamma-Dynacare Laboratories

Group 4 Falck

H.B. Fenn and Company Ltd.

Honeywell

Husky Injection Molding Systems

James Dick Construction

Laidlaw Transit Limited

Loblaw Companies East

Maple Lodge Farms

Nortel Networks

Peel District School Board

Peel Regional Police

Pratt & Whitney Canada Inc.

Purolator Courier Ltd.

RBC Insurance Services Inc.

RBC Financial Group

Region of Peel

Symcor

TD Bank Financial Group

Trillium Health Centre

Unisen

University of Toronto - Erindale Campus

Wal-Mart

Zellers



Key Access Contact Information

Public Works 24-Hour Emergency Services*905-791-7800
 Caledon residents call the Region toll-free*905-584-2216
 *Including water, wastewater and road operations

Region of Peel

General Information905-791-7800
 Access Peel Services905-791-7800, Ext. 4636
 Office of the Chief Administrative Officer.....905-791-7800, Ext. 4312
 Children's Services905-791-1585
 Health Line Peel905-799-7700
 Ontario Works in Peel905-793-9200
 Peel Living905-453-1300
 TransHelp.....905-791-1015
 Regional Clerk905-791-7800, Ext. 4325
 Regional Planning905-791-7800, Ext. 4347
 Wasteline905-791-9499
 Peel Heritage Complex905-791-4055
 Water and Wastewater Billing Inquiries
 Brampton/Mississauga905-791-8711
 Caledon905-584-2216, Ext. 4630
 Regional Chair, Emil Kolb.....905-791-7800, Ext. 4310
 chair@peelregion.ca

Police

Peel Region Police.....905-453-3311
 Ontario Provincial Police (OPP) Caledon905-584-2241

City of Brampton905-874-2000
 City of Mississauga905-896-5000
 Town of Caledon905-584-2272

There are many ways
 to reach us at the
 Region of Peel

E-mail: info@peelregion.ca

Web site: peelregion.ca

Situated in the heart of southern Ontario's major urban centres, the Region of Peel is the second largest municipality in Ontario, with a population of over one million and growing.

Peel has undergone a major transition during the past few decades. Rapid population growth and commercial development have transformed Peel into a dynamic urban community with a vibrant economic base.

Fast Forward Peel

Peel Partners

Auditors

KPMG LLP
Chartered Accountants

Lead Banker

Royal Bank of Canada

Fiscal Agents

CIBC World Markets
Scotia Capital
RBC Dominion Securities

Credit Rating Agencies

Standard & Poor's
Dominion Bond Rating Service Limited

Insurance Broker

Aon Reed Stenhouse Inc.



THE REGIONAL MUNICIPALITY OF PEEL

10 Peel Centre Drive, Brampton ON L6T 4B9

Tel: 905-791-7800

Web site: peelregion.ca