



Financial Statements of the

**CORPORATION OF THE
TOWNSHIP OF ST. CLAIR
TRUST FUNDS**

December 31, 2007



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London, Ontario, Canada
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AUDITORS' REPORT

To the Members of Council, Inhabitants and Taxpayers of the Corporation of the Township of St. Clair

We have audited the Statement of Financial Position of the **Trust Funds of the Corporation of the Township of St. Clair**, comprised of the Bradshaw Cemetery, Waterwell Contamination Deposits and St. Clair River Trail as at December 31, 2007 and the Statement of Financial Activity of the trust funds for the year then ended. These financial statements are the responsibility of the Township's management. Our responsibility is to express an opinion on these financial statements based on our audit.

Except as explained in the following paragraph, 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 statement. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

The trust funds derive a portion of their revenues from donations, the completeness of which is not susceptible to satisfactory audit verification. Accordingly, our verification of these revenues was limited to the amounts recorded in the records of the trust funds and we were not able to determine whether any adjustments might be necessary to donation revenue.

In our opinion, except for the effect of adjustments, if any, which we might have determined to be necessary had we been able to verify donations satisfactorily as explained in the preceding paragraph, these financial statements present fairly, in all material respects, the financial position of the Trust Funds of the Corporation of the Township of St. Clair as at December 31, 2007 and the financial activity for the year then ended in accordance with the accounting principles for municipal governments established by the Canadian Institute of Chartered Accountants.

Collins Barrow KMD LLP

London, Canada
April 17, 2008

LICENSED PUBLIC ACCOUNTANTS

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**CORPORATION OF THE TOWNSHIP OF ST. CLAIR
TRUST FUNDS**

Statement of Financial Position

December 31, 2007

	Bradshaw Cemetery	Waterwell Contamination Deposits	St. Clair River Trail	2007 Total	2006 Total
FINANCIAL ASSETS					
Cash and term deposits	\$ 31,784	\$ 35,375	\$ 24,153	\$ 91,312	\$ 297,128
Accounts Receivable		335	7,728	8,063	4,227
Due from the Township of St. Clair				-	32,494
	\$ 31,784	\$ 35,710	\$ 31,881	\$ 99,375	\$ 333,849
FUND BALANCES AT END OF YEAR	\$ 31,784	\$ 35,710	\$ 31,881	\$ 99,375	\$ 333,849
	\$ 31,784	\$ 35,710	\$ 31,881	\$ 99,375	\$ 333,849

**CORPORATION OF THE TOWNSHIP OF ST. CLAIR
TRUST FUNDS**

Statement of Financial Activities

Year ended December 31, 2007

	Bradshaw Cemetery	Waterwell Contamination Deposits	St. Clair River Trail	2007 Total	2006 Total
FUND BALANCES AT THE BEGINNING OF YEAR	\$ 32,494	\$ 35,888	\$ 265,467	\$ 333,849	\$ 218,052
REVENUE					
Donations			40,862	40,862	64,472
Municipal Contribution				-	96,478
Fundraising & Fees	265		7,015	7,280	13,054
Interest earned	1,300	1,370	7,871	10,541	6,181
	1,565	1,370	55,748	58,683	180,185
EXPENDITURE					
Payment to trust settlers		1,394		1,394	545
Administration fees		154		154	60
Fundraising			1,478	1,478	-
Other Expenses	2,275			2,275	2,375
Office and campaign cost				-	5,413
Engineering & Construction			287,856	287,856	55,995
	2,275	1,548	289,334	293,157	64,388
CHANGE IN NET FINANCIAL POSITION	(710)	(178)	(233,586)	(234,474)	115,797
FUND BALANCES AT END OF YEAR	\$ 31,784	\$ 35,710	\$ 31,881	\$ 99,375	\$ 333,849

CORPORATION OF THE TOWNSHIP OF ST. CLAIR TRUST FUNDS

Notes to the Financial Statements

Year ended December 31, 2007

1. ACCOUNTING POLICY

The financial statements of the trust funds are the representation of the management of the Corporation of the Township of St. Clair prepared in accordance with accounting principles prescribed for Ontario municipalities by the Ministry of Municipal Affairs. 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. These have been made using careful judgements.

Accrual accounting

Sources of financing and expenditures are reported on the accrual basis of accounting.

The accrual basis of accounting recognizes revenues as they become available and measurable; expenditures are recognized as they are incurred and measurable as a result of receipt of goods or services and the creation of a legal obligation to pay.

Future Change in Accounting Policies

In 2008, the municipality will apply the new recommendations of the Canadian Institute of Chartered Accountants regarding the recognition, measurement and presentation of financial instruments following the release of Sections 3855, "Financial instruments – recognition and measurement", 3862, "Financial instruments – disclosure" and 3863, "Financial instruments – presentation". Management does not believe that these new standards will have a significant impact on the financial statements.

2. NATURE OF TRUSTS

- **Water Well Contamination Deposits**

A trust established to provide immediate financial support in the event of water well contamination within a designated area of the Township. Interest earned on the capital is distributed to the municipality and the settlors.

- **St. Clair River Trail**

A trust established to hold funds on behalf of the community to be employed in the development of a trail system following the St. Clair River, the length of the Township.