



Consolidated Financial Statements of the

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

December 31, 2008



495 Richmond Street
Suite 700
P.O. Box 5005
London, Ontario, Canada
N6A 5G4

AUDITORS' REPORT

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

We have audited the consolidated statement of financial position of the **Corporation of the Township of St. Clair** as at December 31, 2008, the consolidated statement of financial activities, and changes in financial position 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.

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 Corporation of the Township of St. Clair as at December 31, 2008 and the results of its operations 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
May 20, 2009

LICENSED PUBLIC ACCOUNTANTS

TABLE OF CONTENTS

| | <u>PAGE</u> |
|--|-------------|
| Consolidated Statement of Financial Activities | 1 |
| Consolidated Statement of Financial Position | 2 |
| Consolidated Statement of Changes in Financial Position | 3 |
| Notes to the Consolidated Financial Statements | 4-10 |
| Schedule 1 - Reserves | 11 |
| Schedule 2 - Capital Fund Operations | 12 |
| Schedule 3 - Current Fund Operations | 13 |
| Schedule 4 – Moore Museum Statement of Revenue and Expenditures | 14 |
| Schedule 5 – Sombra Museum Statement of Revenue and Expenditures | 15 |

CORPORATION OF THE TOWNSHIP OF ST. CLAIR

Consolidated Statement of Financial Activities

Year ended December 31, 2008

| | Budget 2008 (Unaudited) | Actual 2008 | Budget 2007 (Unaudited) | Actual 2007 |
|---|-------------------------------|-------------------|-------------------------------|-------------------|
| REVENUES | | | | |
| TAXATION AND USER CHARGES | | | | |
| Net Municipal Taxation | \$ 9,525,635 | \$ 8,982,108 | \$ 8,823,305 | \$ 8,338,170 |
| User charges | 8,926,824 | 9,051,570 | 7,976,464 | 8,532,855 |
| | <u>18,452,459</u> | <u>18,033,678</u> | <u>16,799,769</u> | <u>16,871,025</u> |
| GRANTS | | | | |
| Province of Ontario | 5,407,000 | 6,733,538 | 1,777,600 | 2,469,790 |
| Federal Grant | 240,000 | 333,169 | 198,000 | 210,093 |
| Other Municipalities | 54,000 | 85,479 | 54,000 | 82,312 |
| | <u>5,701,000</u> | <u>7,152,186</u> | <u>2,029,600</u> | <u>2,762,195</u> |
| OTHER | | | | |
| Investment income | 700,000 | 717,799 | 373,622 | 939,872 |
| Penalties and interest on taxes | 190,000 | 173,870 | 190,000 | 186,312 |
| Prepaid special charges | | (31,581) | 165,000 | 25,896 |
| Debenturing | 3,524,000 | 427,902 | 1,075,000 | - |
| Donations and other revenues | 734,000 | 1,529,052 | 755,900 | 553,916 |
| | <u>5,148,000</u> | <u>2,817,042</u> | <u>2,559,522</u> | <u>1,705,996</u> |
| TOTAL REVENUES | <u>29,301,459</u> | <u>28,002,906</u> | <u>21,388,891</u> | <u>21,339,216</u> |
| EXPENDITURES | | | | |
| CURRENT OPERATIONS | | | | |
| General government | 1,562,086 | 1,301,098 | 1,649,267 | 1,120,043 |
| Protection to persons and property | 3,320,355 | 3,310,031 | 3,195,502 | 3,150,074 |
| Transportation services | 2,649,100 | 3,018,790 | 2,649,600 | 2,709,195 |
| Environmental services | 4,260,562 | 4,303,540 | 3,923,700 | 3,933,719 |
| Health services | 51,040 | 43,944 | 27,500 | 32,217 |
| Social and family services | | 13,231 | 6,000 | 10,114 |
| Recreation and cultural services | 3,902,367 | 3,591,000 | 3,695,113 | 3,589,417 |
| Planning and development | 454,639 | 935,086 | 460,740 | 777,194 |
| | <u>16,200,149</u> | <u>16,516,720</u> | <u>15,607,422</u> | <u>15,321,973</u> |
| CAPITAL OPERATIONS | | | | |
| General government | 126,000 | 66,420 | - | 10,159 |
| Protection to persons and property | 1,217,000 | 1,181,858 | 306,000 | 1,164,345 |
| Transportation services | 3,734,750 | 4,800,380 | 3,579,500 | 3,367,015 |
| Environmental services | 7,166,000 | 3,640,872 | 3,401,000 | 1,628,495 |
| Health services | | 70,000 | | |
| Recreation and cultural services | 537,208 | 664,140 | 1,318,162 | 245,786 |
| Planning and development | 1,029,550 | 867,458 | 667,750 | 820,095 |
| | <u>13,810,508</u> | <u>11,291,128</u> | <u>9,272,412</u> | <u>7,235,895</u> |
| TOTAL EXPENDITURES | <u>30,010,657</u> | <u>27,807,848</u> | <u>24,879,834</u> | <u>22,557,868</u> |
| CHANGE IN NET FINANCIAL POSITION | (709,198) | 195,058 | (3,490,943) | (1,218,652) |
| Transfer (from) to deferred revenues | (69,577) | 358,886 | (430,309) | (170,036) |
| Debt Principal Repayment | 441,938 | 52,572 | 444,000 | 413,817 |
| CHANGE IN FUND BALANCES | (1,081,559) | (216,400) | (3,504,634) | (1,462,433) |
| FUND BALANCES, BEGINNING OF YEAR | 10,812,272 | 10,812,272 | 12,274,705 | 12,274,705 |
| FUND BALANCES, END OF YEAR | \$ 9,730,713 | \$ 10,595,872 | \$ 8,770,071 | \$ 10,812,272 |

CORPORATION OF THE TOWNSHIP OF ST. CLAIR
Consolidated Statement of Financial Position
December 31, 2008

| | 2008 | 2007 |
|--|----------------------|----------------------|
| FINANCIAL ASSETS | | |
| Cash | \$ 14,355,562 | \$ 12,305,100 |
| Taxes receivable | 971,983 | 1,097,280 |
| Accounts receivable | 1,758,335 | 1,301,980 |
| Other assets | 104,108 | 65,535 |
| Long-term receivables (Note 5) | 1,388,624 | 1,453,671 |
| | 18,578,612 | 16,223,566 |
| PHYSICAL ASSETS | | |
| Inventories of material and supplies | 83,245 | 109,902 |
| | \$ 18,661,857 | \$ 16,333,468 |
| LIABILITIES | | |
| Accounts payable and accrued charges | \$ 7,069,428 | \$ 4,883,525 |
| Deferred revenue (Note 8) | 933,852 | 574,966 |
| Other current liabilities | 62,705 | 62,705 |
| Net long-term liabilities (Note 6) | 6,706,673 | 6,331,343 |
| | 14,772,658 | 11,852,539 |
| FUND BALANCES AT END OF YEAR | | |
| To be recovered from taxation (Note 7) | (120,546) | 2,572 |
| Capital operations not yet financed (Note 7) | (1,802,603) | (2,624,938) |
| Reserves (Note 8) | 12,519,021 | 13,434,638 |
| Fund Balances | 10,595,872 | 10,812,272 |
| Amounts to be recovered | (6,706,673) | (6,331,343) |
| NET FINANCIAL POSITION | 3,889,199 | 4,480,929 |
| | \$ 18,661,857 | \$ 16,333,468 |

CORPORATION OF THE TOWNSHIP OF ST. CLAIR
Consolidated Statement of Changes in Financial Position
Year ended December 31, 2008

| | Actual 2008 | Actual 2007 |
|---|----------------------|----------------------|
| Cash provided by (used in) operations: | | |
| Change in net financial position | \$ 195,058 | \$ (1,218,652) |
| Increase (decrease) in net current assets other than cash: | | |
| (Increase) decrease in: | | |
| Taxes receivable | 125,297 | (5,870) |
| Accounts receivable | (456,355) | 104,362 |
| Other assets | (38,573) | (49,004) |
| Inventories of materials and supplies | 26,657 | 100,668 |
| (Decrease) increase in: | | |
| Accounts payable and accrued charges | 2,185,903 | (592,441) |
| Other current liabilities | - | (1,994) |
| Cash provided by (used in) operations | 2,037,987 | (1,662,931) |
| Cash provided by investment activities | | |
| Decrease in long-term receivables | 65,047 | 111,887 |
| Cash provided by (used in) financing activities | | |
| Decrease in long-term debt | (52,572) | (413,817) |
| Increase (decrease) in cash during the year | 2,050,462 | (1,964,861) |
| Cash balance - beginning of year | 12,305,100 | 14,269,961 |
| Cash balance - end of year | \$ 14,355,562 | \$ 12,305,100 |

CORPORATION OF THE TOWNSHIP OF ST. CLAIR

Notes to the Consolidated Financial Statements

Year ended December 31, 2008

On January 1, 2001, the Corporation of the Township of Sombra and The Corporation of the Township of Moore were amalgamated as a township municipality under the name of “The Corporation of the Township of St. Clair”, as per the Minister’s Restructuring Filing Notice under Subsection 25.2(6)(b) of the Municipal Act, dated February 21, 2000.

1. ACCOUNTING POLICIES

The consolidated financial statements of the Corporation of the Township of St. Clair are the representation of management, prepared in accordance with local government accounting standards established by the Public Sector Accounting Board (PSAB) of the Canadian Institute of Chartered Accountants.

The focus of PSAB financial statements is on the financial position of the Township and the changes thereto. The Statement of Financial Position includes all the assets and liabilities of the Township. Financial assets are those 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 Township’s overall future revenue requirements and its ability to finance activities and meet obligations.

(a) (i) Basis of consolidation

These consolidated statements reflect the assets, liabilities, sources of financing and expenditures of the revenue fund, capital fund and reserves for all municipal organizations, committees, and boards which are owned or controlled by Council. All interfund assets and liabilities and revenues and expenditures have been eliminated on consolidation.

The following boards controlled by Council have been consolidated:

Brigden Community Hall
Courtright Community Hall
Moore Township Museum
Port Lambton Athletic Field Board
Port Lambton Community Centre
Sombra Athletic Field Board
Sombra Community Centre
Sombra Township Museum
Wilkesport Community Centre
Wilkesport Field Board

(ii) Non-consolidated entities

There are no non-consolidated entities.

CORPORATION OF THE TOWNSHIP OF ST. CLAIR

Notes to the Consolidated Financial Statements

Year ended December 31, 2008

1. ACCOUNTING POLICIES (Continued)

(iii) *Accounting for county and school board transactions*

The taxation, other revenues, expenditures, assets and liabilities with respect to the operations of the school boards and the County of Lambton are not reflected in the municipal fund balances of these financial statements.

(iv) *Trust Funds*

Trust funds and their related operations administered by the municipality are not consolidated, but are reported separately on the Trust Funds Statement of Continuity and Balance Sheet.

(b) *Basis of accounting*

(i) *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.

(ii) *Capital assets*

The historical cost and accumulated depreciation for capital assets are not recorded for municipal purposes. The cost of acquiring capital assets is reported as an expenditure on the Consolidated Statement of Operations in the year of acquisition.

(iii) *Deferred revenues*

The Township receives funds for specific purposes under the authority of provincial legislation and Township by-laws. These funds by their nature are restricted in their use and until applied to applicable capital works are recorded as deferred revenue. Amounts applied to qualifying capital projects are recorded as revenue in the fiscal period they are expended.

CORPORATION OF THE TOWNSHIP OF ST. CLAIR

Notes to the Consolidated Financial Statements

Year ended December 31, 2008

(iv) *Use of estimate*

The preparation of financial statements in conformity with Canadian generally accepted accounting principals requires management to make estimates and assumptions that affect the reported amounts of the assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenditures during the period. Actual results could differ from the estimates.

(c) *Future Change in Accounting Policies*

In 2009, the municipality will apply the new recommendations of the Public Sector Accounting Board of the Canadian Institute of Chartered Accountants regarding the recognition, measurement and presentation of tangible capital assets following the release of Section PS3150, "Tangible Capital Assets". Management is currently assessing the impact this new standard will have on the financial statements.

2. OPERATIONS OF SCHOOL BOARDS AND THE COUNTY OF LAMBTON

Further to note 1(a)(iii), the taxation, other revenues and requisitions for the school boards and the County of Lambton are comprised of the following:

| | <u>School Boards</u> | <u>County of Lambton</u> |
|------------------------------------|---------------------------|------------------------------|
| Taxation | \$ 8,716,034 | \$ 8,621,789 |
| Share of payments-in-lieu of taxes | 29,161 | 81,006 |
| | <hr/> \$ 8,745,195 | <hr/> \$ 8,702,795 |

3. TRUST FUNDS

The following trust funds: Bradshaw Cemetery, Water Well Contamination Deposits and the St. Clair River Trail are administered by the Township. The total fund balance amounting to \$234,985 at December 31, 2008 has not been included in the Consolidated Balance Sheet nor have its operations been included in the Consolidated Statement of Operations.

CORPORATION OF THE TOWNSHIP OF ST. CLAIR

Notes to the Consolidated Financial Statements

Year ended December 31, 2008

4. PENSION AGREEMENTS

The municipality makes contributions to the Ontario Municipal Employees Retirement System (OMERS), which is a multi-employer plan, on behalf of 64 members of its staff. The plan is a defined benefit plan, which specifies the amount of the retirement benefit to be received by the employees based on the length of service and rates of pay.

The amount contributed to OMERS for 2008 was \$429,659.88 (50% by employees and 50% by the employer) for current service and the employer's portion is included as an expenditure on the consolidated Statement of Financial Activities. The OMERS plan had a \$279 million basic funding deficit as of December 31, 2008 (\$82 million surplus as of December 31, 2007.)

5. LONG-TERM RECEIVABLES

A capital lease receivable in the amount of \$261,122 arises from expenditures incurred to develop and build an industrial building on behalf of a third party and is financed through proceeds from a capital lease to the Township. The lease agreement, which was signed in March 2000, commenced on April 1, 2000 and is due on March 31, 2010. An agreement to amend and postpone the lease for one year came into effect October 1, 2008. The nominal interest rate is 6.25% per annum with equal monthly payments of \$9,949.03 until April 1, 2011, when the final payment of \$100,000 is due.

On March 7, 2005 Council approved the refinancing of tax receivable arrears on 274 properties valued at \$1,078,000 as of December 31, 2008 bearing interest at 8% per annum. The reduction in value is recorded in these financial statements. The Municipality's interest shall be secured in accordance with the provisions of the Municipal Act, 2001, S.O. 2001, c. 25 and associated regulations, especially Local Improvement Charges – Property Lien Status – O. Reg. 119/03. Principal reductions will be based on the sale of lots.

The loan term will run retroactive from December 1, 2004 to December 1, 2009. Should there be a default of non compliance within 30 days the loan refinancing will be null and void and the amount before refinancing will be due plus interest at 15% per annum.

Council approved a loan to the Sombra Athletic Association with the current balance of \$12,223 bearing no interest, repayable over five years and maturing in 2011. Council has approved a new loan to the Sombra Athletic Association with a current balance of \$37,279 bearing no interest, repayable over five years and maturing in 2012.

Repayments over the next five years:

| | |
|-------|--------------------|
| 2009 | \$115,901 |
| 2010 | \$585,114 |
| 2011 | \$347,670 |
| 2012 | <u>\$339,989</u> |
| Total | <u>\$1,388,624</u> |

CORPORATION OF THE TOWNSHIP OF ST. CLAIR

Notes to the Consolidated Financial Statements

Year ended December 31, 2008

6. NET LONG-TERM LIABILITIES

- (a) The balance of net long-term liabilities reported on the Consolidated Balance Sheet is made up of the following:

| | <u>2008</u> | <u>2007</u> |
|---|--------------------|--------------------|
| Total long-term liabilities incurred by the municipality including those incurred on behalf of school boards and municipal enterprises and outstanding at the end of the year amount to | \$ 7,121,873 | \$ 6,832,606 |
| Of the long-term liabilities shown above, the responsibility for payment of principal and interest charges for tile drainage and shoreline property assistance loans has been assumed by individuals. At the end of the year, the outstanding principal amount of this liability is | (415,200) | (501,263) |
| <hr/> Net long-term liabilities, end of year | <hr/> \$ 6,706,673 | <hr/> \$ 6,331,343 |

- (b) The principal payments of the long-term liabilities reported in (a) of this note are summarized as follows:

From general municipal revenues:

| | |
|---------------------|--------------------|
| 2009 – 2013 | \$ 3,557,612 |
| 2014 – 2018 | 3,187,111 |
| 2019 and thereafter | 377,150 |
| | <hr/> \$ 7,121,873 |

- (c) The long-term liabilities in (a) issued in the name of the municipality have received approval of the Ontario Municipal Board for those approved on or before December 31, 1992. Those approved after January 1, 1993 have been approved by by-law. The annual principal and interest payments required to service these liabilities are within the annual debt payment limit prescribed by the Ministry of Municipal Affairs.
- (d) The municipality is contingently liable for long-term liabilities with respect to tile drainage and shoreline property assistance loans. The total amount outstanding as at December 31, 2008 is \$415,200 and is not recorded on the Consolidated Balance Sheet.
- (e) The charges for long-term liabilities assumed by individuals, regarding tile drainage and shoreline property assistance loans are not reflected in these statements.

CORPORATION OF THE TOWNSHIP OF ST. CLAIR

Notes to the Consolidated Financial Statements

Year ended December 31, 2008

7. MUNICIPAL FUND BALANCES, END OF YEAR

- (a) The balances on the Consolidated Balance Sheet of the municipal deficit of \$1,923,149 (2007 - \$2,622,366) for the year is comprised of the following:

| | <u>2008</u> | <u>2007</u> |
|--|-----------------------|-----------------------|
| To be used to offset (recovered from) taxation or user charges | | |
| For benefiting landowners in regards to user charges | | |
| • municipal drains maintenance special areas | \$ (329,100) | \$ (185,969) |
| • local boards | <u>208,554</u> | 188,541 |
| | <u>(120,546)</u> | 2,572 |
| Capital operations not yet financed | | |
| • through taxation and user charges | 235,214 | (1,321,661) |
| • from the proceeds on sale of land | <u>(2,037,817)</u> | (1,303,277) |
| | <u>(1,802,603)</u> | (2,624,938) |
| | <u>\$ (1,923,149)</u> | <u>\$ (2,622,366)</u> |

CORPORATION OF THE TOWNSHIP OF ST. CLAIR

Notes to the Consolidated Financial Statements

Year ended December 31, 2008

8. RESERVES AND DEFERRED REVENUE

The total balances of reserves and deferred revenue of \$12,519,021 and \$933,852 respectively are made up of the following:

| | <u>2008</u> | <u>2007</u> |
|---|---------------------|---------------------|
| Reserves set aside for specific purpose by council | | |
| Working capital | \$ 643,500 | \$ 643,500 |
| Election | 25,250 | 12,250 |
| General fund operating reserve | 835,948 | 1,253,060 |
| Provincial capital grants | 1,120,337 | 575,763 |
| Tax Supplementary Billing | 870,433 | 987,555 |
| Capital expenditures | 2,484,927 | 4,431,805 |
| Water distribution | 2,298,905 | 1,465,214 |
| Sanitary Sewage systems | 1,915,681 | 1,693,977 |
| Uncollectable taxes | 107,459 | 104,005 |
| Insurance claims | 35,777 | 36,675 |
| St. Clair Parkway | 2,180,804 | 2,230,834 |
| Total reserves | \$12,519,021 | \$13,434,638 |
| Deferred Revenue set aside for specific purposes by legislation, regulation or agreement | | |
| Payments-in-lieu of park land | \$ 84,106 | \$ 73,734 |
| Impost and lot levies | 95,316 | 92,252 |
| Development charges | 516,270 | 408,980 |
| Federal Gas Tax | 238,160 | |
| Total deferred revenue | \$ 933,852 | \$ 574,996 |

The majority of the reserves and deferred revenues received interest calculated on a monthly basis.

9. ONTARIO POWER GENERATION PROPERTY REASSESSMENT

The property tax assessment for Ontario Power Generation (OPG) for the years 2003 to 2008 has been under appeal with the Assessment Review Board since 2006. As of December 31, 2008 the municipality has recorded a liability of \$3,441,544 in the financial statements. This liability is based on the Township's best estimate but the actual amount will be determined by the Board's ruling. The final liability as determined in reference to the Board's ruling could be substantially more or less than the estimate provided.

10. FINANCIAL INSTRUMENTS

Financial instruments consist of cash, accounts receivable, investments and accounts payable. All financial instruments are considered current in nature and accordingly their value approximates fair value. Management has determined that the corporation is not exposed to interest rate and credit risks.

CORPORATION OF THE TOWNSHIP OF ST. CLAIR

Schedule of Reserves

Year ended December 31, 2008

| | Budget 2008 (Unaudited) | Actual 2008 | Budget 2007 (Unaudited) | Actual 2007 |
|--|-------------------------------|----------------------|-------------------------------|----------------------|
| REVENUES | | | | |
| Interest | \$ 420,000 | \$ 352,135 | \$ 113,622 | \$ 457,011 |
| TOTAL REVENUES | 420,000 | 352,135 | 113,622 | 457,011 |
| TRANSFERS | | | | |
| Transfers from current fund | 1,783,827 | 1,851,448 | 895,399 | 1,626,282 |
| Transfers from (to) capital fund | (3,285,386) | (3,119,200) | (4,678,655) | (3,073,995) |
| Net Transfers | (1,501,559) | (1,267,752) | (3,783,256) | (1,447,713) |
| CHANGE IN FUND BALANCE | (1,081,559) | (915,617) | (3,669,634) | (990,702) |
| FUND BALANCE, BEGINNING OF YEAR | 13,434,638 | 13,434,638 | 14,425,340 | 14,425,340 |
| FUND BALANCE, END OF YEAR | \$ 12,353,079 | \$ 12,519,021 | \$ 10,755,706 | \$ 13,434,638 |

CORPORATION OF THE TOWNSHIP OF ST. CLAIR

Schedule of Capital Fund Operations

Year ended December 31, 2008

| | Budget 2008 (Unaudited) | Actual 2008 | Budget 2007 (Unaudited) | Actual 2007 |
|---|-------------------------------|----------------|-------------------------------|----------------|
| REVENUES | | | | |
| Ontario grants | \$ 3,778,000 | \$ 4,960,555 | \$ 148,600 | \$ 713,771 |
| Federal grants | 240,000 | 288,159 | 198,000 | 190,540 |
| Prepaid special charges | | (31,581) | 165,000 | 25,896 |
| Debenture | 3,524,000 | 427,902 | 1,075,000 | |
| Other revenues | 734,000 | 1,513,343 | 755,900 | 426,597 |
| Investment income | | | 10,000 | 22,481 |
| Donations | | | | 67,484 |
| | 8,276,000 | 7,158,378 | 2,352,500 | 1,446,769 |
| CAPITAL EXPENDITURES | | | | |
| General government | 126,000 | 66,420 | | 10,159 |
| Protection | 1,217,000 | 1,181,858 | 306,000 | 1,164,345 |
| Transportation services | 3,734,750 | 4,800,380 | 3,579,500 | 3,367,015 |
| Environmental services | 7,166,000 | 3,640,872 | 3,401,000 | 1,628,495 |
| Health services | | 70,000 | | |
| Recreation and cultural services | 537,208 | 664,140 | 1,318,162 | 245,786 |
| Planning and development | 1,029,550 | 867,458 | 667,750 | 820,095 |
| | 13,810,508 | 11,291,128 | 9,272,412 | 7,235,895 |
| CHANGE IN NET FINANCIAL POSITION | (5,534,508) | (4,132,750) | (6,919,912) | (5,789,126) |
| Transfer from current | 2,179,545 | 2,194,771 | 1,975,948 | 2,089,045 |
| Transfer from (to) reserves | 3,285,386 | 3,119,200 | 4,678,655 | 3,073,995 |
| Transfer from (to) deferred revenues | 69,577 | (358,886) | 430,309 | 170,036 |
| Change in Outlay to be Recovered | 5,534,508 | 4,955,085 | 7,084,912 | 5,333,076 |
| CHANGE IN FUND BALANCE | - | 822,335 | 165,000 | (456,050) |
| FUND BALANCE, BEGINNING OF YEAR | (2,624,938) | (2,624,938) | (2,168,888) | (2,168,888) |
| FUND BALANCE, END OF YEAR | \$ (2,624,938) | \$ (1,802,603) | \$ (2,003,888) | \$ (2,624,938) |

CORPORATION OF THE TOWNSHIP OF ST. CLAIR**Schedule of Current Fund Operations**

Year ended December 31, 2008

| | Budget 2008 (Unaudited) | Actual 2008 | Budget 2007 (Unaudited) | Actual 2007 |
|---|-------------------------------|----------------|-------------------------------|----------------|
| REVENUES | | | | |
| TAXATION AND USER CHARGES | | | | |
| Net municipal taxation | \$ 9,525,635 | \$ 8,982,108 | \$ 8,823,305 | \$ 8,338,170 |
| User charges | 8,926,824 | 9,051,570 | 7,976,464 | 8,532,855 |
| | 18,452,459 | 18,033,678 | 16,799,769 | 16,871,025 |
| GRANTS | | | | |
| Province of Ontario | 1,629,000 | 1,772,983 | 1,629,000 | 1,756,019 |
| Federal grant | | 45,010 | | 19,553 |
| Other Municipalities | 54,000 | 85,479 | 54,000 | 82,312 |
| | 1,683,000 | 1,903,472 | 1,683,000 | 1,857,884 |
| OTHER | | | | |
| Investment income | 280,000 | 365,664 | 250,000 | 460,380 |
| Penalties and interest on taxes | 190,000 | 173,870 | 190,000 | 186,312 |
| Donations and other revenues | | 15,709 | | 59,835 |
| | 470,000 | 555,243 | 440,000 | 706,527 |
| TOTAL REVENUES | 20,605,459 | 20,492,393 | 18,922,769 | 19,435,436 |
| EXPENDITURES | | | | |
| CURRENT OPERATIONS | | | | |
| General government | 1,562,086 | 1,301,098 | 1,649,267 | 1,120,043 |
| Protection to persons and property | 3,320,355 | 3,310,031 | 3,195,502 | 3,150,074 |
| Transportation services | 2,649,100 | 3,018,790 | 2,649,600 | 2,709,195 |
| Environmental services | 4,260,562 | 4,303,540 | 3,923,700 | 3,933,719 |
| Health services | 51,040 | 43,944 | 27,500 | 32,217 |
| Social and family services | | 13,231 | 6,000 | 10,114 |
| Recreation and cultural services | 3,902,367 | 3,591,000 | 3,695,113 | 3,589,417 |
| Planning and development | 454,639 | 935,086 | 460,740 | 777,194 |
| | 16,200,149 | 16,516,720 | 15,607,422 | 15,321,973 |
| CHANGE IN NET FINANCIAL POSITION | 4,405,310 | 3,975,673 | 3,315,347 | 4,113,463 |
| FINANCING AND TRANSFERS | | | | |
| Transfer to reserves | 1,783,827 | 1,851,448 | 895,399 | 1,626,282 |
| Transfer to Capital operations | 2,179,545 | 2,194,771 | 1,975,948 | 2,089,045 |
| Debt Principal Repayment | 441,938 | 52,572 | 444,000 | 413,817 |
| Net financing and transfers | 4,405,310 | 4,098,791 | 3,315,347 | 4,129,144 |
| CHANGE IN FUND BALANCE | - | (123,118) | - | (15,681) |
| FUND BALANCE, BEGINNING OF YEAR | 2,572 | 2,572 | 18,253 | 18,253 |
| FUND BALANCE, END OF YEAR | \$ 2,572 | \$ (120,546) | \$ 18,253 | \$ 2,572 |

MOORE MUSEUM
CORPORATION OF THE TOWNSHIP OF ST. CLAIR
Statement of Revenue & Expenditures
Year ended December 31, 2008

| | 2008 Budget | 2008 Actual | 2007 Budget | 2007 Actual |
|--|-------------------|-------------------|-------------------|-------------------|
| REVENUE | | | | |
| Ministry of Culture, Tourism and Recreation | | | | |
| Operating grant | \$ 17,340 | \$ 17,340 | \$ 10,500 | \$ 17,340 |
| Other grants | 2,000 | 5,801 | 1,960 | 7,334 |
| Museum revenue | | | | |
| Admissions, proceeds and donations | 18,600 | 17,735 | 19,600 | 24,219 |
| Net sales | 2,500 | 2,105 | 2,500 | 2,239 |
| Transfer from reserves | 24,521 | 16,310 | 16,585 | 17,045 |
| Municipal contribution | 148,430 | 148,106 | 147,709 | 139,606 |
| | 213,391 | 207,397 | 198,854 | 207,783 |
| EXPENDITURES | | | | |
| Advertising | 5,710 | 4,532 | 5,690 | 5,855 |
| Building maintenance | 5,000 | 4,077 | 4,000 | 5,365 |
| Capital expenditures | 34,671 | 22,450 | 27,420 | 24,560 |
| Gift Shop | 1,400 | 1,409 | 1,400 | 1,260 |
| Ground maintenance | 1,365 | 1,709 | 1,300 | 1,300 |
| Insurance | 2,536 | 2,667 | 2,485 | 2,588 |
| Janitorial service and supplies | 10,000 | 9,701 | 9,900 | 8,922 |
| Membership | 425 | 424 | 425 | 412 |
| Mileage | 930 | 522 | 930 | 669 |
| Office and miscellaneous | 5,440 | 5,835 | 5,600 | 4,514 |
| Postage and delivery | 900 | 881 | 850 | 873 |
| Salaries, wages and benefits | 128,614 | 130,360 | 123,504 | 127,217 |
| Seminars, education and training | 950 | 878 | 950 | 804 |
| Supplies | 6,000 | 5,582 | 5,400 | 6,558 |
| Utilities | 9,450 | 8,963 | 9,000 | 8,961 |
| Transfer to reserves held by Township of St. Clair | | 7,407 | | 7,925 |
| | \$ 213,391 | \$ 207,397 | \$ 198,854 | \$ 207,783 |

SOMBRA MUSEUM
CORPORATION OF THE TOWNSHIP OF ST. CLAIR
Statement of Revenue & Expenditures
Year ended December 31, 2008

| | 2008 Budget | 2008 Actual | 2007 Budget | 2007 Actual |
|--|------------------|------------------|------------------|------------------|
| Revenues | | | | |
| Ministry of Culture, Tourism and Recreation | \$ 2,946 | 2,946 | \$ 1,412 | \$ 2,946 |
| Federal Grant | 1,300 | 14,314 | 2,500 | 1,320 |
| Museum revenue | | | | |
| Admissions, proceeds and donations | 2,570 | 3,860 | 2,730 | 1,531 |
| Interest Income | 530 | 604 | 450 | 510 |
| Municipal contribution | 29,039 | 31,015 | 26,866 | 23,520 |
| | <u>\$ 36,385</u> | <u>\$ 52,739</u> | <u>\$ 33,958</u> | <u>\$ 29,827</u> |
| Expenditures | | | | |
| Wages & Benefit | \$ 17,209 | \$ 17,056 | 18,496 | 16,747 |
| Advertising and membership | 605 | 1,028 | 1,005 | 450 |
| Utilities, Security and telephone | 5,980 | 5,409 | 5,520 | 4,540 |
| Insurance | 950 | 731 | 950 | 973 |
| Office Supplies & exhibits | 1,100 | 1,747 | 854 | 227 |
| Maintenance and supplies | 3,750 | 3,552 | 2,700 | 3,079 |
| Service Charges | 51 | 50 | 53 | 39 |
| Capital | 5,000 | 17,000 | 2,800 | |
| Seminars & Miscellaneous | 1,740 | 1,451 | 1,580 | 963 |
| | <u>\$ 36,385</u> | <u>\$ 48,024</u> | <u>\$ 33,958</u> | <u>\$ 27,018</u> |
| Excess of revenues over (under) expenditures | <u>\$ -</u> | <u>\$ 4,715</u> | <u>\$ -</u> | <u>\$ 2,809</u> |
| Surplus balance, beginning of the year | | \$ 26,471 | | \$ 23,662 |
| Excess of revenues over (under) expenditures for the year | - | 4,715 | - | 2,809 |
| Surplus balance, end of year | <u>\$ -</u> | <u>\$ 31,186</u> | <u>\$ -</u> | <u>\$ 26,471</u> |
| Surplus balance is made up as follows: | | | | |
| Bank - current | \$ - | \$ 9,292 | \$ - | \$ 8,812 |
| - savings (GIC) | | 17,698 | | 17,208 |
| - accrued interest | | 82 | | 82 |
| Other receivable | | 13,971 | | 369 |
| Accounts Payable | | <u>(9,857)</u> | | |
| Surplus balance per above | <u>\$ -</u> | <u>\$ 31,186</u> | <u>\$ -</u> | <u>\$ 26,471</u> |