



Consolidated Financial Statements of the

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

December 31, 2010



Chartered Accountants

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INDEPENDENT AUDITORS' REPORT

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

We have audited the consolidated financial statements of the **Corporation of the Township of St. Clair**, which comprise the consolidated statement of financial position as at December 31, 2010 and the consolidated statements of operations, change in net financial assets and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with Canadian generally accepted accounting principles, and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these consolidated financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the consolidated financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the consolidated financial statements.

We believe that the audit evidence we have obtained in our audit is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

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, 2010 and the results of its operations, change in net financial assets and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

Collins Barrow KMD LLP

CHARTERED ACCOUNTANTS
LICENSED PUBLIC ACCOUNTANTS

London, Canada
August 15, 2011

CORPORATION OF THE TOWNSHIP OF ST. CLAIR
Notes to the Consolidated Financial Statements
Year ended December 31, 2010

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CORPORATION OF THE TOWNSHIP OF ST. CLAIR
Consolidated Statement of Financial Position
December 31, 2010

	<u>2010</u>	<u>2009</u>
ASSETS		
FINANCIAL ASSETS		
Cash	\$ 6,798,573	\$ 5,278,609
Taxes receivable	1,150,398	1,386,580
Accounts receivable	8,959,483	7,178,249
Long-term receivables (Note 5)	1,266,704	1,528,031
	<u>18,175,158</u>	<u>15,371,469</u>
LIABILITIES		
Accounts payable and accrued charges	\$ 6,891,345	\$ 7,473,634
Deferred revenue - Schedule 1	699,285	701,620
Other current liabilities	59,883	58,831
Net long-term liabilities (Note 6)	15,843,753	7,091,096
	<u>23,494,266</u>	<u>15,325,181</u>
NET FINANCIAL (DEBT) ASSETS	(5,319,108)	46,288
NON-FINANCIAL ASSETS		
Tangible capital assets - net - Schedule 2	183,057,356	166,908,849
Prepaid expenses	89,679	73,388
Inventories of material and supplies	152,218	97,806
	<u>183,299,253</u>	<u>167,080,043</u>
ACCUMULATED SURPLUS - Schedule 3	\$ 177,980,145	\$ 167,126,331

CORPORATION OF THE TOWNSHIP OF ST. CLAIR

Consolidated Statement of Operations

Year ended December 31, 2010

	Budget 2010 (Unaudited)	Actual 2010	Actual 2009
REVENUES			
TAXATION AND USER CHARGES			
Net Municipal Taxation	\$ 8,780,727	\$ 8,764,726	\$ 8,255,227
User charges	8,942,354	9,846,717	9,661,559
	17,723,081	18,611,443	17,916,786
GOVERNMENT TRANSFERS			
Province of Ontario	9,965,000	5,839,352	3,980,191
Federal Grant	7,856,316	4,680,363	2,832,734
Other Municipalities	54,000	162,910	150,177
	17,875,316	10,682,625	6,963,102
OTHER			
Investment income	275,000	187,278	199,941
Penalties and interest on taxes	184,000	207,435	184,017
Deferred revenue earned	44,500	19,576	119,467
Contribution from developers	70,000	-	1,243,120
Donations and other revenues	766,500	38,527	350,092
	1,340,000	452,816	2,096,637
TOTAL REVENUES	36,938,397	29,746,884	26,976,525
EXPENSES			
General government	1,423,836	1,493,984	1,495,157
Protection to persons and property	3,893,522	3,933,721	3,808,272
Transportation services	3,880,393	4,406,451	4,205,300
Environmental services	7,080,864	6,955,598	6,393,836
Health services	46,500	57,701	41,510
Social and family services		11,848	13,413
Recreation and cultural services	4,436,224	3,987,820	4,050,139
Planning and development	1,426,978	1,589,255	1,627,681
TOTAL EXPENSES	22,188,317	22,436,378	21,635,308
ANNUAL SURPLUS	14,750,080	7,310,506	5,341,217
ACCUMULATED SURPLUS, BEGINNING OF YEAR	167,126,331	167,126,331	160,336,517
EQUITY INCREASE IN LAWSS DUE TO CHANGE IN OWNERSHIP		3,543,308	1,448,597
ACCUMULATED SURPLUS, END OF YEAR	\$ 181,876,411	\$ 177,980,145	\$ 167,126,331

CORPORATION OF THE TOWNSHIP OF ST. CLAIR
Consolidated Statement of Change in Net Financial Assets
Year ended December 31, 2010

	2010 Actual	2009 Actual
ANNUAL SURPLUS	\$ 7,310,506	\$ 5,341,217
Amortization of tangible capital assets	4,028,720	3,817,251
Acquisition of tangible capital assets	(16,029,818)	(14,328,740)
Share of LAWSS adjustment on tangible capital assets	(4,336,981)	(1,768,535)
Loss on sale of tangible capital assets	122,394	36,796
Proceeds on sales of tangible capital assets	67,178	54,054
 (Acquisition) Use of supplies inventories	 (16,291)	 (14,561)
(Acquisition) Use of prepaid expenses	(54,412)	30,720
 Equity in LAWSS due to Change in Ownership	 3,543,308	 1,448,597
(INCREASE)/DECREASE IN NET FINANCIAL ASSETS	(5,365,396)	(5,383,201)
NET FINANCIAL ASSETS, BEGINNING OF YEAR	46,288	5,429,489
NET FINANCIAL ASSETS, END OF YEAR	\$ (5,319,108)	\$ 46,288

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

CORPORATION OF THE TOWNSHIP OF ST. CLAIR
Consolidated Statement of Cashflows
Year ended December 31, 2010

	Actual 2010	Actual 2009
OPERATING TRANSACTIONS		
Annual Surplus/(Deficit)	\$ 7,310,506	\$ 5,341,217
Non - Cash items including amortization	4,028,720	3,817,251
Loss on sale of tangible capital assets	122,394	36,796
Prepaid expenses	(54,412)	30,720
Inventories of material and supplies	(16,291)	(14,561)
Deferred revenue	(2,335)	(232,232)
Taxes receivable	236,182	(414,597)
Accounts receivable	(1,781,234)	(4,855,374)
Accounts payable	(582,289)	220,912
Other current liabilities	1,052	(3,874)
Cash provided by operating transactions:	9,262,293	3,926,258
INVESTING TRANSACTIONS		
Decrease (Increase) in long-term receivables	261,327	(8,980)
Equity increase in LAWSS due to change in ownership	3,543,308	1,448,597
Cash applied to investment transactions	3,804,635	1,439,617
CAPITAL TRANSACTIONS		
Proceeds on sale of tangible capital assets	67,178	54,051
Cash used to acquire tangible capital assets	(16,029,818)	(14,328,740)
Share of LAWSS adjustment on tangible capital assets	(4,336,981)	(1,768,535)
Cash applied to capital transactions	(20,299,621)	(16,043,224)
FINANCING TRANSACTIONS		
Proceeds from debt issues	8,500,000	1,000,000
Debt repayment	(681,188)	(1,030,888)
Share in LAWSS Adjustment	933,845	415,311
Cash applied to financing transactions	8,752,657	384,423
NET (DECREASE) INCREASE IN CASH	1,519,964	(10,292,926)
CASH, BEGINNING OF YEAR	5,278,609	15,571,535
CASH, END OF YEAR	\$ 6,798,573	\$ 5,278,609
 Total interest paid	 \$ 694,497	 \$ 474,169
Total interest received	\$ 192,228	\$ 314,424

CORPORATION OF THE TOWNSHIP OF ST. CLAIR

Notes to the Consolidated Financial Statements

Year ended December 31, 2010

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 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) Joint Local Board

The Lambton Area Water Supply System (LAWSS) has been consolidated on a proportionate equity basis based upon the water flow of the municipality in proportion to the entire flows provided by the joint board for the previous year. Under the proportionate equity basis, the municipality's pro rata share of each of the assets, liabilities, revenues and expenditures of the board are consolidated with similar items in the municipality's financial statements. For 2010, the municipality's share of the System was 27.1% (2009 - 22.5%). Material inter-organizational transaction and balances have been eliminated.

CORPORATION OF THE TOWNSHIP OF ST. CLAIR
Notes to the Consolidated Financial Statements
Year ended December 31, 2010

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 Financial Position.

(b) Basis of accounting

(i) Accrual accounting

The accrual basis of accounting recognizes revenues in the period in which they are earned and measurable; expenditures are recognized in the period the goods and services are acquired and a liability is incurred or transfers are due.

(ii) Non-financial assets

Non-financial assets are not available to discharge existing liabilities and are held for use in the provision of services. They have useful lives extending beyond the current year, and are not intended for sale in the ordinary course of operations.

(iii) Tangible Capital Assets

Tangible capital assets are recorded at cost, which includes all amounts that are directly attributable to acquisition, construction, development or betterment of the asset. The cost, less residual value, of the tangible capital assets, excluding land are amortized on a straight-line basis over their estimated useful lives as follows:

Asset	Useful Life – Years
Land Improvements	10 - 25
Buildings and building improvements	5 - 50
Machinery and equipment	5 - 50
Linear assets	10 - 90

CORPORATION OF THE TOWNSHIP OF ST. CLAIR

Notes to the Consolidated Financial Statements

Year ended December 31, 2010

Amortization for non infrastructure assets is calculated for six months if purchased before July. For infrastructure assets amortization will be recorded in the year following acquisition. Assets under construction are not amortized until the asset is available for productive use.

(a) Contribution of tangible capital assets

Tangible capital assets received as contributions are recorded at their fair value at the date of receipt, and that fair value is also recorded as revenue.

(b) Works of art and cultural and historical assets

Works of art and cultural and historic assets are not recorded as assets in these financial statements.

(c) Inventories

Inventories held for consumption are recorded at the lower of cost or replacement value

(iv) *Deferred revenues*

The Township receives funds for specific purposes under the authority of provincial legislation, Government transfer of gas taxes and Township by-laws and are reported as deferred revenue in the Consolidated Statement of Financial Position. These amounts by their nature are restricted in their use and will be recognized as revenues in the period in which expenditures are incurred.

v) *Use of Estimates*

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.

In addition, the Township's implementation of the Public Sector Accounting Handbook PS3150 has required management to make estimates of historical cost and useful lives of tangible capital assets.

vi) *Government transfers*

Transfers are recognized in the financial statements as revenues in the period in which events giving rise to the transfer occur, providing the transfers are authorized, any eligibility criteria have been met, and reasonable estimate of the amounts can be made.

CORPORATION OF THE TOWNSHIP OF ST. CLAIR
Notes to the Consolidated Financial Statements
Year ended December 31, 2010

vii) *Future accounting changes*

Effective for fiscal period beginning on or after April 1, 2012, all governments will be required to adopt Public Sector Accounting Board Handbook ("PSAB") Section 3510, Tax Revenue. This standard provides guidance to governments on the accounting and reporting of tax revenue in the financial statements.

Effective for fiscal periods beginning on or after April 1, 2010, all governments will be required to adopt PSAB Section 3210, Government Transfers. This standard provides guidance on accounting and reporting of government transfers to both the transferring government and the recipient government.

Management is currently in the process of evaluating the potential impact of adopting these standards.

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	\$ 8,777,991	\$ 8,570,570
Share of payments-in-lieu of taxes	29,191	77,911
	<u>\$ 8,807,182</u>	<u>\$ 8,648,481</u>

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 \$420,732 at December 31, 2010 has not been included in the Consolidated Financial Position nor have its operations been included in the Consolidated Statement of Operations.

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.

CORPORATION OF THE TOWNSHIP OF ST. CLAIR
Notes to the Consolidated Financial Statements
Year ended December 31, 2010

The amount contributed to OMERS for 2010 was \$472,450 (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 Operations. The OMERS plan had a \$4,467 million funding deficit as of December 31, 2010 (\$1.519 million deficit as of December 31, 2009) and the Plan had an actuarial value of net assets of \$55,568 million as of December 31, 2010 (\$52,734 million as of December 31, 2009.)

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 was due on March 31, 2010. The payment terms were restructured and beginning in January 1, 2011 the lessee is making a monthly payment of \$11,242.

On March 7, 2005 Council approved the refinancing of tax receivable arrears on 274 properties. The balance at December 31, 2010 was \$745,000 bearing interest at 8% per annum. 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. 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.

Other long term receivables totals \$260,582.

Repayments over the next seven years:

2011	\$241,389
2012	\$386,761
2013	\$315,816
2014	\$169,897
2015	\$150,878
2016	<u>\$ 1,963</u>
Total	<u>\$1,266,704</u>

CORPORATION OF THE TOWNSHIP OF ST. CLAIR
Notes to the Consolidated Financial Statements
Year ended December 31, 2010

6. NET LONG-TERM LIABILITIES

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

	<u>2010</u>	<u>2009</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	\$ 16,164,149	\$ 7,445,099
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	(320,395)	(354,003)
Net long-term liabilities, end of year	\$ 15,843,753	\$ 7,091,096

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

From general municipal revenues:

2011 – 2015	\$ 5,992,043
2016 – 2020	4,263,026
2021 and thereafter	5,909,080
	<u>\$ 16,164,149</u>

- (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, 2010 is \$320,395 and is not recorded on the Consolidated Statement of Financial Position.
- (e) The charges for long-term liabilities assumed by individuals, regarding tile drainage and shoreline property assistance loans are not reflected in these statements.
- (f) Total interest charges on net long term debt reported on the Consolidated Statement of Operations are \$1,623,451 (2009 - \$ 884,440). The long-term liabilities bear interest at rates ranging from 3.91% to 7.6%.

CORPORATION OF THE TOWNSHIP OF ST. CLAIR
Notes to the Consolidated Financial Statements
Year ended December 31, 2010

8. ONTARIO POWER GENERATION PROPERTY REASSESSMENT

The property tax assessment for Ontario Power Generation (OPG) for the years 2003 to 2009 has been under appeal with the Assessment Review Board since 2006. As of December 31, 2010 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.

9. JOINT LOCAL BOARD CONSOLIDATION - LAWSS

The following summarizes the financial position and operations of Lambton Area Water Supply System (LAWSS) which has been reported in these financial statements using the proportionate consolidation method.

The consolidated financial statements include the municipality's 27.1% (2008 - 22.5%) proportionate interest as follows:

	<u>2010</u>	<u>2009</u>
Cash	\$ 814,878	\$ 888,878
Accounts receivable	37,836	26,524
Accounts payable	(73,486)	(229,771)
	<u>779,228</u>	<u>685,631</u>
Long term debt	(4,979,625)	(4,567,725)
Tangible capital assets	<u>25,208,017</u>	<u>21,213,492</u>
Accumulated surplus	<u>21,007,620</u>	<u>17,331,398</u>
 Total revenues	 \$2,561,472	 \$2,025,833
Total expenses	<u>2,428,558</u>	<u>2,031,370</u>
Annual Surplus (Deficit)	<u>\$ 132,914</u>	<u>\$ (5,537)</u>

10. EXPENDITURE BY OBJECT

Total expenditures for the year reported on the Consolidated Statement of Operations are as follows:

	<u>2010</u>	<u>2009</u>
Wages and employee benefits	\$ 6,129,325	\$ 5,876,271
Materials	5,187,638	5,256,196
Contracted services	5,682,299	5,801,150
Amortization	4,028,720	3,817,251
Interest on Long-term debt	1,408,396	884,440
	<u>\$22,436,378</u>	<u>\$21,635,308</u>

CORPORATION OF THE TOWNSHIP OF ST. CLAIR
Notes to the Consolidated Financial Statements
Year ended December 31, 2010

11. BUDGET DATA

Budget data presented in these consolidated financial statements are based upon the 2010 operating and capital budgets approved by Council and actual for consolidated entities. The chart below reconciles the approved budget figures reported in these consolidated financial statements. The Township approved budget general expenses include amortization expense in the amount of \$1,814,710.

	Township Approved Budget	PSAB Adjustment & Consolidated Entities	Budget Per Financial
General revenues	\$36,800,897	137,500	\$36,938,397
General expenses	(20,801,798)	(1,386,519)	(22,188,317)
Non Statement of Operation Transactions			
Proceeds on debt issue	6,160,000	(6,160,000)	--
Capital expenditures	(28,192,561)	28,192,561	--
Transfer from reserves	4,218,752	(4,218,752)	--
Annual Surplus (Deficit)	\$(1,814,710)	\$16,564,790	\$14,750,080

CORPORATION OF THE TOWNSHIP OF ST. CLAIR
Consolidated Schedule of Deferred Revenues
Year ended December 31, 2010

Schedule 1

	Balance, Beginning of Year	Increase in Deferred Revenues		Decreases in Deferred Revenues		Balance, End of Year
		Interest	Development Charges	Total	To Operations Acquisitions	
Payments-in-lieu of park land	85,698	36		36	19,576	66,158
Impost and lot levies	95,766	49		49	-	95,815
Development charges	520,156	2,591	33,139	35,730	18,574	537,312
Total	701,620	2,676	33,139	35,815	18,574	699,285

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

CORPORATION OF THE TOWNSHIP OF ST. CLAIR
Consolidated Schedule of Tangible Capital Assets
Year ended December 31, 2010

Schedule 2

	General Government	Fire & Police	Transportation Services	Sanitary Sewage	Storm Sewage	Water Supply	Health Services	Recreation & Culture	Planning & Development	Total 2010	Total 2009
COST											
Balance, beginning of year	2,941,389	8,319,375	53,423,942	22,010,550	15,123,369	108,459,473	21,512	14,599,815	476,863	225,376,288	211,741,793
Add: Share of LAWSS Adjustment						5,754,969				5,754,969	2,315,134
Add: Additions during the year	26,943	37,932	2,389,441	11,459	45,255	864,334		1,034,326	61,241	4,470,931	10,669,428
Less: Disposals during the year			354,810	4,668	12,476	21,585				393,539	593,186
Other: Contribution from Developer										-	1,243,119
ASSETS IN SERVICE - YEAR END	2,968,332	8,357,307	55,458,573	22,017,341	15,156,148	115,057,191	21,512	15,634,141	538,104	235,208,649	225,376,288
Assets under construction			82,678	17,958,058		220,707		146,136	1,397,299	19,804,878	8,245,991
ALL ASSETS, END OF YEAR	2,968,332	8,357,307	55,541,251	39,975,399	15,156,148	115,277,898	21,512	15,780,277	1,935,403	255,013,527	233,622,279
ACCUMULATED AMORTIZATION											
Balance, beginning of year	1,278,925	2,608,406	24,254,529	8,361,299	3,882,600	23,154,531	-	2,995,235	177,905	66,713,430	62,851,916
Add: Share of LAWSS Adjustment						1,417,988				1,417,988	546,600
Add: Amortization during the year	43,474	279,207	1,256,492	485,432	185,180	1,471,999		295,468	11,468	4,028,720	3,817,251
Less: Accumulated amortization on disposals			182,096	1,909	6,744	13,218				203,967	502,337
BALANCE, END OF YEAR	1,322,399	2,887,613	25,328,925	8,844,822	4,061,036	26,031,300	-	3,290,703	189,373	71,956,171	66,713,430
NET BOOK VALUE OF TANGIBLE CAPITAL ASSETS	1,645,933	5,469,694	30,212,326	31,130,577	11,095,112	89,246,598	21,512	12,489,574	1,746,030	183,057,356	166,908,849

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

CORPORATION OF THE TOWNSHIP OF ST. CLAIR
Consolidated Statement of Accumulated Surplus
Year ended December 31, 2010

Schedule 3

	2010	2009
Reserves		
Working Capital	\$ 643,500	\$ 643,500
Election	173	37,426
General operating reserve	774,707	835,948
Tax Supplementary billing	375,910	623,368
Capital expenditures	2,446,767	2,591,359
Water distribution	2,318,781	2,307,015
Water distribution LAWSS	779,228	685,631
Sanitary Sewage system	1,935,078	1,925,259
Uncollectible taxes	108,515	107,965
Insurance claim	26,049	25,917
St. Clair Parkway	1,766,164	1,535,088
Total Reserves	11,174,872	11,318,476
Surpluses		
Invested in tangible capital assets	127,165,441	127,165,441
Invested in tangible capital assets LAWSS	25,208,018	21,213,492
Local Boards	187,118	191,284
General Revenue Fund	2,531,481	1,037,854
Water supply system	(895,922)	11,686
Water supply system LAWSS		
Sanitary sewage system	12,371,935	4,301,922
Use of reserve	237,202	1,886,176
Total Surpluses	166,805,273	155,807,855
ACCUMULATED SURPLUS	\$ 177,980,145	\$ 167,126,331

MOORE MUSEUM
CORPORATION OF THE TOWNSHIP OF ST. CLAIR
Statement of Revenue & Expenditures
Year ended December 31, 2010

	2010 Budget	2010 Actual	2009 Budget	2009 Actual
REVENUE				
Ministry of Culture, Tourism and Recreation				
Operating grant	\$ 17,340	17,340	\$ 17,340	\$ 17,340
Other grants	2,150	15,518	2,000	5,191
Museum revenue				
Admissions, proceeds and donations	15,600	14,680	19,900	24,605
Net sales	2,000	2,433	2,500	1,888
Municipal contribution	181,101	165,280	176,466	157,821
	218,191	215,251	218,206	206,845
EXPENDITURES				
Advertising	5,470	5,103	5,310	4,853
Amortization	2,796	2,796	2,796	2,796
Building maintenance	5,850	6,097	5,000	5,217
Capital expenditures	13,015	8,142	30,488	10,425
Gift Shop	1,001	1,200	1,400	1,109
Ground maintenance	1,530	1,020	1,500	622
Insurance	2,667	2,472	2,667	2,447
Janitorial service and supplies	11,250	10,856	10,260	10,246
Membership	450	508	425	443
Mileage	700	810	700	637
Office and miscellaneous	5,824	7,317	5,540	5,370
Postage and delivery	900	626	900	823
Salaries, wages and benefits	149,368	152,858	134,270	145,947
Seminars, education and training	1,100	1,162	1,000	1,007
Supplies	6,375	5,809	6,250	6,315
Website & DVD development		234		
Utilities	9,895	8,241	9,700	8,588
	\$ 218,191	\$ 215,251	\$ 218,206	\$ 206,845
Excess of revenues over (under) expenditures	\$ -	\$ -	\$ -	\$ -

SOMBRA MUSEUM
CORPORATION OF THE TOWNSHIP OF ST. CLAIR
Statement of Revenue & Expenditures
Year ended December 31, 2010

	2010 Budget	2010 Actual	2009 Budget	2009 Actual
Revenues				
Ministry of Culture, Tourism and Recreation	\$ 2,946	2,946	\$ 2,946	2,946
Federal Grant	4,000	4,387	1,300	3,095
Museum revenue				
Admissions, proceeds and donations	2,630	3,251	5,200	9,924
Interest Income			500	589
Municipal contribution	52,814	44,719	31,737	47,341
	<u>\$ 62,390</u>	<u>\$ 55,303</u>	<u>\$ 41,683</u>	<u>\$ 63,895</u>
Expenditures				
Wages & Benefit	\$ 36,200	34,396	\$ 18,000	31,919
Advertising and membership	1,500	832	1,200	601
Amortization	2,168	2,168	1,487	2,168
Utilities, Security and telephone	7,122	5,522	5,980	6,325
Insurance	1,500	1,455	750	1,338
Office Supplies & exhibits	1,500	569	1,400	806
Maintenance and supplies	10,300	9,944	10,266	20,088
Service Charges			60	
Seminars & Miscellaneous	2,100	1,733	2,540	1,658
	<u>\$ 62,390</u>	<u>\$ 56,619</u>	<u>\$ 41,683</u>	<u>\$ 64,903</u>
Excess of revenues over (under) expenditures	<u>\$ -</u>	<u>\$ (1,316)</u>	<u>\$ -</u>	<u>\$ (1,008)</u>
Surplus balance, beginning of the year	\$ 30,178	30,178	\$ 31,186	31,186
Excess of revenues over (under) expenditures for the year	<u>-</u>	<u>(1,316)</u>	<u>-</u>	<u>(1,008)</u>
Surplus balance, end of year	<u>\$ 30,178</u>	<u>\$ 28,862</u>	<u>\$ 31,186</u>	<u>\$ 30,178</u>