

Town of Renfrew

Financial Report

For the year ended 31 December 2009

**MACKILLCAN & ASSOCIATES**

CHARTERED ACCOUNTANTS

MACKILLICAN & ASSOCIATES  
CHARTERED ACCOUNTANTS

252 Raglan Street S.  
Renfrew, Ontario

AUDITORS' REPORT

To the Members of Council,  
Inhabitants and Ratepayers of the  
Corporation of the Town of Renfrew.

We have audited the consolidated statement of financial position of the Corporation of the Town of Renfrew as at 31 December 2009, and the consolidated statements of financial activities, changes in net financial assets and cash flows for the year then ended. These financial statements are the responsibility of the Town'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 Town of Renfrew as at 31 December 2009, and the results of its operations, changes in net financial assets and cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

*MacKillican & Associates*

RENFREW, Ontario.  
5 April 2010.

Chartered Accountants,  
Licensed Public Accountants.

Town of Renfrew  
Consolidated Statement of Financial Position  
As at 31 December 2009  
(with 2008 figures for comparison)

	<u>2009</u>	<u>2008</u>
Financial assets:		
Cash	\$ 2,105,135	\$ 2,117,653
Taxes receivable	962,485	780,034
Accounts receivable	2,238,425	3,338,937
User charges receivable	1,128,418	732,740
Other assets	15,842	7,844
Investment in government business enterprises (Note 4)	<u>8,491,002</u>	<u>8,964,255</u>
	<u>\$ 14,941,307</u>	<u>\$ 15,941,463</u>
Financial liabilities:		
Temporary loan - capital purposes	\$ 9,000,000	\$ 6,000,000
Accounts payable and accrued liabilities	1,789,801	3,489,546
Deferred revenue - obligatory reserve funds (Note 6 (a))	1,175,872	1,231,080
- other (Note 6 (b))	1,144,045	1,254,522
Net long term liabilities (Note 13)	4,700,000	5,034,337
Landfill closure and post closure costs (Note 7)	1,742,000	1,742,000
Employee future benefits	<u>175,812</u>	<u>236,456</u>
	<u>\$ 19,727,530</u>	<u>\$ 18,987,941</u>
Net financial assets (liabilities)	<u>\$ (4,786,223)</u>	<u>\$ (3,046,478)</u>
Non-financial assets:		
Tangible capital assets (net) (Note 10)	\$ 111,857,103	\$ 109,233,926
Inventory of supplies	165,233	145,140
Prepaid expenses	<u>87,242</u>	<u>97,459</u>
	<u>\$ 112,109,578</u>	<u>\$ 109,476,525</u>
Accumulated surplus	<u>\$ 107,323,355</u>	<u>\$ 106,430,047</u>
Accumulated surplus comprised of:		
Equity in tangible capital assets	\$ 95,731,854	\$ 94,841,734
Reserves	5,881,033	5,330,358
General	(868,920)	(857,825)
Renfrew Downtown Business Association	6,198	21
Waterworks fund		85,854
Wastewater fund		44,106
Equity in government business enterprises	8,491,002	8,964,255
Unfunded - employee future benefit costs (Note 2)	(175,812)	(236,456)
Unfunded - landfill closure and post closure costs (Note 2)	<u>(1,742,000)</u>	<u>(1,742,000)</u>
Total accumulated surplus	<u>\$ 107,323,355</u>	<u>\$ 106,430,047</u>

(See accompanying notes)

Town of Renfrew  
Consolidated Statement of Financial Activities  
For the year ended 31 December 2009  
(with 2009 budget and 2008 actual figures for comparison)

	2009 <u>Budget</u>	2009 <u>Actual</u>	2008 <u>Actual</u>
Revenues:			
Taxation and user charges	\$ 5,823,450	\$ 6,027,249	\$ 5,637,038
Government transfers:			
Ontario	3,432,000	3,539,298	7,485,379
Canada	1,578,998	1,670,268	6,309,348
Other municipalities	535,900	541,248	712,372
Other	<u>5,894,165</u>	<u>5,115,885</u>	<u>5,416,210</u>
	<u>\$ 17,264,513</u>	<u>\$ 16,893,948</u>	<u>\$ 25,560,347</u>
Expenditures:			
General government	\$ 1,365,086	\$ 1,344,692	\$ 1,611,239
Protection to persons and property	3,237,363	3,167,813	3,087,653
Transportation services	5,405,322	4,940,985	5,037,084
Environmental services	3,271,400	3,598,072	3,234,781
Social services	589,521	589,101	619,381
Recreation and cultural services	2,118,012	2,141,228	2,077,933
Planning and development	<u>249,263</u>	<u>218,749</u>	<u>239,096</u>
	<u>\$ 16,235,967</u>	<u>\$ 16,000,640</u>	<u>\$ 15,907,167</u>
Net surplus for the year	\$ 1,028,546	\$ 893,308	\$ 9,653,180
Accumulated surplus at the beginning of the year	<u>106,430,047</u>	<u>106,430,047</u>	<u>96,776,867</u>
Accumulated surplus at the end of the year	<u>\$ 107,458,593</u>	<u>\$ 107,323,355</u>	<u>\$ 106,430,047</u>

(See accompanying notes)

Town of Renfrew  
Consolidated Statement of Changes in Net Financial Assets  
For the year ended 31 December 2009  
(with 2008 figures for comparison)

	<u>2009</u>	<u>2008</u>
Net surplus for the year	\$ 893,308	\$ 9,653,180
Amortization of tangible capital assets	3,690,404	3,680,346
Acquisition of tangible capital assets and construction in progress	(6,330,138)	(18,517,379)
Loss (gain) on disposal of capital assets	16,557	47,270
Use of (acquisition of) prepaid expenses	10,217	(97,459)
Use of (acquisition of) inventory	<u>(20,093)</u>	<u>(145,140)</u>
Increase (decrease) in net financial assets	\$ (1,739,745)	\$ (5,379,182)
Net financial assets (liabilities), beginning of year	<u>(3,046,478)</u>	<u>2,332,704</u>
Net financial assets (liabilities), end of year	<u>\$ (4,786,223)</u>	<u>\$ (3,046,478)</u>

(See accompanying notes)

## Town of Renfrew

## Consolidated Statement of Cash Flows

For the year ended 31 December 2009

(with 2008 figures for comparison)

	<u>2009</u>	<u>2008</u>
Cash flows from operating activities:		
Net surplus for the year	\$ 893,308	\$ 9,653,180
Add non cash items - amortization	3,690,404	3,680,346
- loss on disposal of assets	<u>16,557</u>	<u>47,270</u>
	<u>\$ 4,600,269</u>	<u>\$ 13,380,796</u>
Net change in non cash working capital balances related to operations:		
- decrease (increase) in taxes receivable	\$ (182,451)	\$ (41,827)
- decrease (increase) in other assets	(7,998)	93,193
- decrease (increase) in accounts receivable	1,100,512	(617,571)
- decrease (increase) in prepaid expenses	10,217	(97,459)
- decrease (increase) in user charges receivable	(395,678)	3,168
- decrease (increase) in inventory	(20,093)	(145,140)
- increase (decrease) in accounts payable and accrued liabilities	(1,699,745)	572,273
- decrease (increase) in investment in government business enterprises	473,253	(39,162)
- increase (decrease) in employee future benefits	<u>(60,644)</u>	<u>136,932</u>
	<u>\$ (782,627)</u>	<u>\$ (135,593)</u>
Cash flows from operating activities	<u>\$ 3,817,642</u>	<u>\$ 13,245,203</u>
Cash flows from financing activities:		
Increase (decrease) in long term debt	\$ (334,337)	\$ (334,336)
Increase (decrease) in deferred revenue - obligatory reserve funds	(55,208)	340,077
Increase (decrease) in deferred revenue - other	<u>(110,477)</u>	<u>568,771</u>
Cash flows from (used for) financing activities	<u>\$ (500,022)</u>	<u>\$ 574,512</u>
Cash flows used for investing activities:		
Additions to tangible capital assets:		
General government	\$ (46,823)	
Protection to persons and property		\$ (13,800)
Transportation services		(213,617)
Environmental services	(30,030,734)	(69,865)
Recreation and cultural services	(366,444)	(146,754)
Social services		(9,163)
Planning services	(9,909)	
Decrease (increase) in construction in progress	<u>24,123,772</u>	<u>(18,064,180)</u>
Cash flows used for investing activities	<u>\$ (6,330,138)</u>	<u>\$ (18,517,379)</u>
Increase (decrease) in cash and cash equivalents during the year	\$ (3,012,518)	\$ (4,697,664)
Cash and cash equivalents at the beginning of the year	<u>(3,882,347)</u>	<u>815,317</u>
Cash and cash equivalents at the end of the year	<u>\$ (6,894,865)</u>	<u>\$ (3,882,347)</u>
Comprised of:		
Cash	\$ 2,105,135	\$ 2,117,653
Temporary loan - capital purposes	<u>(9,000,000)</u>	<u>(6,000,000)</u>
	<u>\$ (6,894,865)</u>	<u>\$ (3,882,347)</u>

(See accompanying notes)

MACKILLICAN &amp; ASSOCIATES

CHARTERED ACCOUNTANTS

Town of RenfrewNotes to the Financial StatementsFor the year ended 31 December 2009

## 1. SIGNIFICANT ACCOUNTING POLICIES

The consolidated financial statements of the Corporation of the Town of Renfrew are the representation of management 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.

The focus of PSAB financial statements is on the financial position of the Town and changes thereto. The Consolidated Statement of Financial Position reports financial assets and liabilities. Financial assets are available to provide resources to discharge existing liabilities or finance future operations. Municipal position represents the financial position of the Town and is the difference between financial assets and liabilities. This information explains the Town's overall future revenue requirements and its ability to finance activities and meet its obligations.

Effective 1 January 2009, the Town changed its accounting and financial reporting to conform to the revised guidelines in the Public Sector Accounting Handbook on financial reporting presentation (Section PS 1200) and tangible capital asset accounting (PS 3150). Current year data is presented on the new basis. Prior year data has been restated on the same basis wherever possible, to be comparable with the current year data. The most significant change is the reporting on tangible capital assets for the first time, and the inclusion of the Consolidated Statement of Changes in Net Financial Assets.

## (a) Reporting Entity

- (i) The consolidated financial statements reflect financial assets, liabilities, operating revenues and expenditures, reserves, reserve funds, and changes in investment in tangible capital assets of the Town. The reporting entity is comprised of all organizations, committees and local boards accountable for the administration of their financial affairs and resources to the Town and which are owned or controlled by the Town. Interdepartmental and interorganizational transactions and balances between these organizations are eliminated.

These consolidated financial statements include:

- Town of Renfrew Waterworks
- Town of Renfrew Wastewater System
- Renfrew Public Library Board
- Renfrew Downtown Business Association

## (ii) Accounting for County and School Board Transactions

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

- (iii) Trust funds and their related operations administered by the Town are not included in these financial statements but are reported separately.

## (b) Accrual Basis of Accounting

Expenditures and related sources of financing are reported on the accrual basis of accounting. The accrual basis of accounting recognizes revenues in the period in which transactions or events occurred that gave rise to the revenue; expenditures are recognized in the period goods and services are acquired and a liability is incurred or transfers are due.

Town of Renfrew

Notes to the Financial Statements

For the year ended 31 December 2009

(c) 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. The change in non-financial assets during the year, together with the excess of revenues over expenses, provides the change in net financial assets for the year.

(d) Tangible Capital Assets

(i) Tangible capital assets (TCAs) are recorded at cost, which includes all amounts that are directly attributable to acquisition, construction, development or betterment of the asset. Where the cost was not readily determinable, the assets were valued at their current fair market value and then discounted back to their in service date using the Consumer Price Index (CPI). Where cost was not readily determinable, the land was given a value of \$ 1.00 per segment. The cost, less residual value, of the tangible capital assets are amortized on a straight-line basis over their estimated useful lives as follows:

Land improvements	20 - 30 years
Facilities	15 - 95 years
Equipment	5 - 30 years
Rolling stock	7 - 25 years
Infrastructure	10 - 100 years

Amortization is calculated commencing the first month of the year following acquisition using the above rates. In the year of disposal a full year of amortization will be charged against the asset. Capital work in progress is not amortized until it is put into service.

The Town has a capitalization threshold of \$ 5,000, so that individual TCAs of lesser value are expensed, unless they are pooled because, collectively, they have significant value, or for operational reasons.

(ii) 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. Similarly, transfers of assets to third parties are recorded as an expense equal to the net book value of the assets as of the date of transfer.

(iii) Leases

Leases are classified as capital or operating leases. Leases which transfer substantially all of the benefits and risks incidental to ownership of property are accounted for as capital leases. All other leases are accounted for as operating leases and the related lease payments are charged to expenses as incurred.

(iv) Inventories

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

(e) Investment Income

Investment income earned on current funds (other than obligatory reserve funds) is reported as revenue in the period earned. Investment income earned on externally restricted funds is added to the fund balance and forms part of the respective deferred revenue balance.

Town of Renfrew

Notes to the Financial Statements

For the year ended 31 December 2009

(f) 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.

(g) Deferred Revenue

Certain amounts are received pursuant to regulations or agreement and may only be used in the conduct of certain programs or in the delivery of specific services and transactions. These amounts are recognized as revenue in the fiscal year the related expenditures are incurred or services performed.

(h) Deferred Revenue - Obligatory Reserve Funds

The Town receives restricted contributions under the authority of provincial and federal legislation and Township by-laws. These funds by their nature are restricted in their use and until applied to applicable costs are recorded as deferred revenue. Amounts applied to qualifying expenditures are recorded as revenue in the fiscal period they are expended.

(i) Financial Instruments

Financial instruments include cash, taxes receivable, accounts receivable, user charges receivable, investment in government business enterprises, accounts payable and accrued liabilities, deferred revenue and long term debt. Unless otherwise noted, it is management's opinion that the Town is not exposed to significant interest, currency or credit risks arising from these financial instruments.

The carrying amounts reported on the statement of financial position for cash, taxes receivable, accounts receivable, user charges receivable, accounts payable and accrued liabilities and deferred revenue approximate fair values due to the immediate and short term maturities of these financial instruments.

The fair value of long term debt, including the current portion, is based on rates currently available to the Town with similar terms and maturities and approximates its carrying amounts as disclosed on the statement of financial position.

(j) Use of Estimates

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

## 2. AMOUNTS TO BE RECOVERED

Amounts to be recovered represent the requirement of the Town to raise funds in subsequent periods to finance unfunded liabilities, comprised of the landfill closure and post closure liabilities and employee future benefit costs.

## 3. TRUST FUNDS

Trust funds administered by the Town, totaling \$ 153,046 (2008 - \$ 178,261) are presented in separate financial statements of trust fund financial position and financial activities. As such, balances held in trust by the Town for the benefit of others have not been included in the Consolidated Statement of Financial Position nor have their operations been included in the Consolidated Statement of Financial Activities.

Town of Renfrew  
Notes to the Financial Statements  
For the year ended 31 December 2009

#### 4. INVESTMENT IN GOVERNMENT BUSINESS ENTERPRISES

The Energy Competition Act, 1998, required municipalities choosing to continue providing hydro-electric power services beyond 7 November 2000, to do so through an entity incorporated under the Ontario Business Corporations Act. The Renfrew Hydro Electric Commission was divided into two new corporations, Renfrew Hydro Inc. and Renfrew Power Generation Inc. The breakdown of the Town of Renfrew's investment and equity in these two Corporations consists of the following:

	<u>Renfrew Hydro Inc.</u>	<u>Renfrew Power Generation Inc.</u>	<u>Total</u>
Investments:			
Notes receivable	\$ 2,705,168	\$ 925,554	\$ 3,630,722
Shareholder's equity	<u>3,225,174</u>	<u>1,635,106</u>	<u>4,860,280</u>
Equity in government business enterprises	<u>\$ 5,930,342</u>	<u>\$ 2,560,660</u>	<u>\$ 8,491,002</u>

#### 5. OPERATIONS OF SCHOOL BOARDS AND COUNTY OF RENFREW

Requisitions were made by the School Boards and County of Renfrew requiring the Town to collect property taxes and payments in lieu of property taxes on their behalf. The amounts collected and remitted are as follows:

	<u>School Boards</u>	<u>County</u>
Property taxes	\$ 3,069,528	\$ 2,759,812
Payments in lieu		<u>117,798</u>
	<u>\$ 3,069,528</u>	<u>\$ 2,877,610</u>

#### 6. DEFERRED REVENUE

##### a) Obligatory Reserve Funds:

A requirement of the public sector accounting principles of the Canadian Institute of Chartered Accountants is that obligatory reserve funds be reported as deferred revenue. This requirement is in place because federal, provincial and municipal legislation restricts how these funds may be used. The balances in the obligatory reserve funds of the Town are summarized below:

- (i) The balance of deferred revenue - obligatory reserve funds on the "Consolidated Statement of Financial Position" at the end of the year is comprised of the following externally restricted reserve funds:

	<u>2009</u>	<u>2008</u>
Lot development charges	\$ 508,526	\$ 494,865
Gasoline tax rebates - Provincial	337,990	321,498
Gasoline tax rebates - Federal	<u>329,356</u>	<u>414,717</u>
	<u>\$ 1,175,872</u>	<u>\$ 1,231,080</u>

Town of Renfrew  
Notes to the Financial Statements  
For the year ended 31 December 2009

(ii) Transactions during the year in the deferred revenue - obligatory reserve funds are as follows:

	<u>2009</u>	<u>2008</u>
Balance at the beginning of the year	\$ 1,231,080	\$ 891,003
Gas tax revenues received	443,293	388,157
Development charges	58,920	82,970
Interest earned	<u>9,231</u>	<u>28,195</u>
	<u>\$ 1,742,524</u>	<u>\$ 1,390,325</u>
Used to purchase tangible capital assets	\$ (391,082)	\$ (15,000)
Transferred to other enterprises	<u>(175,570)</u>	<u>(144,245)</u>
	<u>\$ (566,652)</u>	<u>\$ (159,245)</u>
Balance at the end of the year	<u>\$ 1,175,872</u>	<u>\$ 1,231,080</u>

(b) Other Deferred Revenue:

Other deferred revenue consists of advances from the Province of Ontario to complete infrastructure projects within the Town.

#### 7. LANDFILL CLOSURE AND POST CLOSURE LIABILITY

The Environmental Protection Act sets out the 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. This requirement is to be provided for over the estimated remaining life of the landfill site based on usage.

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 ground water and leachates from the site, and ongoing environmental monitoring, site inspection and maintenance. The reported liability is based on estimates and assumptions with respect to events extending over a ten year period using the best information available to management. Future events may result in significant changes to the estimated total expenditures, capacity used or total capacity and the estimated liability, and would be recognized prospectively, as a change in estimate, when applicable.

#### 8. CONTINGENT LIABILITIES

The nature of municipal activities is such that there may be litigation pending or in prospect at any time. The Town of Renfrew is currently involved in various liability claims. Because the outcome of these matters cannot yet be determined, no amounts have been recorded in the accounts.

#### 9. BUDGET FIGURES

The operating budget approved by the Town of Renfrew for 2009 is reflected on the Consolidated Statement of Financial Activities. The budget established for capital investment in tangible capital assets is on a project-oriented basis, the costs of which may be carried out over one or more years and, therefore, may not be comparable with current year's actual expenditure amounts. As well, the Town does not budget activity within reserves and reserve funds, with the exception being those transactions which affect either operations or capital investments. Budget figures have been reclassified for the purpose of these financial statements to comply with PSAB reporting requirements.

Town of Renfrew  
Notes to the Financial Statements  
For the year ended 31 December 2009

#### 10. TANGIBLE CAPITAL ASSETS

The Schedule of Tangible Capital Assets provides information on the tangible capital assets of the Town by major asset class and by function, as well as for accumulated amortization of the assets controlled. The reader should be aware of the following information relating to tangible capital assets:

(i) Contributed Tangible Capital Assets:

The Town records all tangible capital assets contributed by an external party at fair value on the earlier of the date received or of the transfer of risk and responsibility. Typical examples are roadways, water and sewer lines installed by a developer as part of a subdivision agreement. There were no such transfers in 2009.

(ii) Tangible Capital Assets Recognized at Nominal Value:

Certain assets have been assigned a nominal value of one dollar, because of the difficulty of determining a tenable valuation. The most significant such assets are the Township's road allowances. The 2009 road network had segments, each of which has been assigned a value of one dollar for the road allowance itself.

#### 11. COMPARATIVE FIGURES

Certain comparative figures have been reclassified to conform to the current year financial statement presentation.

#### 12. EXPENDITURES BY OBJECT

The Consolidated Statement of Financial Activities presents the consolidated expenditures by function. The following listing classifies the expenditures by object:

	<u>2009</u>	<u>2008</u>
Salaries, wages and employee benefits	\$ 4,884,667	\$ 5,119,275
Interest on long term debt	129,658	139,589
Operating materials and supplies	2,291,786	2,311,793
Contracted services	4,450,733	4,020,618
Rents and financial expense	243,909	306,449
External transfers	309,483	281,827
Amortization	<u>3,690,404</u>	<u>3,727,616</u>
Total expenditures by object	<u>\$ 16,000,640</u>	<u>\$ 15,907,167</u>

Town of Renfrew  
Notes to the Financial Statements  
For the year ended 31 December 2009

13. NET LONG TERM LIABILITIES

- (a) The balance of net long term liabilities of \$ 4,700,000 (2008 - \$ 5,034,337) reported on the "Consolidated Statement of Financial Position" is made up of long term liabilities incurred by the Town and includes those incurred on behalf of municipal enterprises.
- (b) Payments required on the long term liabilities are as follows:

	<u>Principal</u>	<u>Interest</u>
2010	\$ 320,000	\$ 119,715
2011	320,000	109,798
2012	320,000	100,373
2013	320,000	89,629
2014	320,000	79,938
2015 to 2019	1,300,000	263,652
2020 onward	<u>1,800,000</u>	<u>143,041</u>
	<u>\$ 4,700,000</u>	<u>\$ 906,146</u>

14. CHARGES FOR NET LONG TERM LIABILITIES

- (a) Total charges for the year for net long term liabilities are as follows:

	<u>2009</u>	<u>2008</u>
Principal	\$ 334,337	\$ 334,336
Interest	<u>129,658</u>	<u>139,589</u>
	<u>\$ 463,995</u>	<u>\$ 473,925</u>

These payments are within the annual debt repayment limit as prescribed by the Ministry of Municipal Affairs and Housing under Ontario Regulation 403/02.

- (b) The interest charges shown in (a) above are reported on the Consolidated Statement of Financial Activities under the appropriate functional expenditure heading.

15. CHANGES IN OTHER ASSETS

Due to the change in accounting policy whereby tangible capital assets are now included on the statement of financial position an asset that was previously reported on the statement of financial position as part of other current assets has been reclassified as a tangible capital asset. The result of this change is to decrease the other assets by \$ 1,168,920, to decrease accounts payable by \$ 300,000 and to increase the 2008 opening deficit by \$ 868,920.

Town of Renfrew  
Schedule of General Financial Activities  
For the year ended 31 December 2009  
(with 2009 budget and 2008 actual figures for comparison)

	2009 <u>Budget</u>	2009 <u>Actual</u>	2008 <u>Actual</u>
Revenue:			
Net municipal taxation	\$ 5,763,450	\$ 5,960,537	\$ 5,577,038
Government transfers:			
Ontario	1,634,400	1,868,966	1,628,986
Canada	2,500	14,645	74,845
Other municipalities	499,400	519,714	690,838
Other	<u>2,024,300</u>	<u>2,199,170</u>	<u>2,388,548</u>
	<u>\$ 9,924,050</u>	<u>\$ 10,563,032</u>	<u>\$ 10,360,255</u>
Expenditure:			
General government	\$ 1,365,086	\$ 1,344,692	\$ 1,538,957
Protection to persons and property	3,237,363	3,167,813	3,082,979
Transportation services	4,803,597	4,940,985	4,952,934
Environmental services	724,800	776,992	756,999
Social services	589,521	589,101	619,381
Recreation and cultural services	1,662,912	1,694,017	1,633,841
Planning and development	<u>203,600</u>	<u>157,192</u>	<u>179,141</u>
	<u>\$ 12,586,879</u>	<u>\$ 12,670,792</u>	<u>\$ 12,764,232</u>
Net revenue (deficit) for the year	<u>\$ (2,662,829)</u>	<u>\$ (2,107,760)</u>	<u>\$ (2,403,977)</u>
Transfers:			
Transfer to Library	\$ (375,000)	\$ (371,270)	\$ (351,747)
Transfer to reserves	(98,000)	(722,569)	(390,429)
Transfer from equity in tangible capital assets	<u>3,135,829</u>	<u>3,190,504</u>	<u>3,157,248</u>
Net transfers	<u>\$ 2,662,829</u>	<u>\$ 2,096,665</u>	<u>\$ 2,415,072</u>
Change in general surplus	\$ -	\$ (11,095)	\$ 11,095
General surplus (deficit) at the beginning of the year	<u>(857,825)</u>	<u>(857,825)</u>	<u>(868,920)</u>
General surplus (deficit) at the end of the year	<u>\$ (857,825)</u>	<u>\$ (868,920)</u>	<u>\$ (857,825)</u>

(See accompanying notes)

Town of Renfrew  
Schedule of Reserves and Reserve Funds  
For the year ended 31 December 2009  
(with 2008 figures for comparison)

	<u>2009</u>	<u>2008</u>
Contributions:		
From general operations	\$ 722,570	\$ 390,429
From wastewater operations	<u>836,932</u>	<u>490,136</u>
	<u>\$ 1,559,502</u>	<u>\$ 880,565</u>
Transfers:		
To tangible capital asset acquisitions	\$ (912,078)	\$ (375,732)
To waterworks operations	<u>(96,749)</u>	<u>(339,678)</u>
	<u>\$ (1,008,827)</u>	<u>\$ (715,410)</u>
Change in reserves and reserve funds balance	\$ 550,675	\$ 165,155
Reserves and reserve funds at the beginning of the year	<u>5,330,358</u>	<u>5,165,203</u>
Reserves and reserve funds at the end of the year	<u><u>\$ 5,881,033</u></u>	<u><u>\$ 5,330,358</u></u>
Reserves:		
Working funds	\$ 200,000	\$ 200,000
Contingencies	1,664,892	1,824,706
Asset acquisitions - general operations	1,165,959	975,653
- waterworks system	532,780	849,529
- wastewater system	2,317,187	1,480,255
Parking facilities	<u>215</u>	<u>215</u>
Total reserves	<u><u>\$ 5,881,033</u></u>	<u><u>\$ 5,330,358</u></u>

(See accompanying notes)

Town of Renfrew  
Schedule of Tangible Capital Assets  
As at 31 December 2009  
(with 2008 figures for comparison)

Segmented by asset class:	Balance at 31 December <u>2008</u>	<u>Additions</u>	Disposals, write-offs and adjustments	Balance at 31 December <u>2009</u>
<u>Cost</u>				
Land	\$ 245,330			\$ 245,330
Land improvements	2,032,017	\$ 70,739		2,102,756
Equipment	1,106,823	127,836		1,234,659
Rolling stock (vehicles)	2,242,268	22,906		2,265,174
Facilities	21,239,610	28,816,258		50,055,868
Infrastructure	95,172,643	1,416,170	\$ (31,024)	96,557,789
Capital work in progress	<u>26,116,934</u>	<u>1,912,331</u>	<u>(26,036,101)</u>	<u>1,993,164</u>
Total	<u>\$ 148,155,625</u>	<u>\$ 32,366,240</u>	<u>\$ (26,067,125)</u>	<u>\$ 154,454,740</u>

<u>Accumulated amortization</u>	Balance at 31 December <u>2008</u>	<u>Amortization</u>	Disposals, write-offs and adjustments	Balance at 31 December <u>2009</u>
Land improvements	\$ 1,475,555	\$ 82,715		\$ 1,558,270
Equipment	508,753	100,710		609,463
Rolling stock (vehicles)	922,803	133,108		1,055,911
Facilities	7,557,053	481,469		8,038,522
Infrastructure	<u>28,457,536</u>	<u>2,892,402</u>	<u>\$ (14,467)</u>	<u>31,335,471</u>
Total	<u>\$ 38,921,700</u>	<u>\$ 3,690,404</u>	<u>\$ (14,467)</u>	<u>\$ 42,597,637</u>

<u>Net book value</u>	Balance at 31 December <u>2008</u>	Balance at 31 December <u>2009</u>
Land	\$ 245,330	\$ 245,330
Land improvements	556,462	544,486
Equipment	598,070	625,196
Rolling stock (vehicles)	1,319,465	1,209,263
Facilities	13,682,557	42,017,346
Infrastructure	66,715,108	65,222,318
Capital work in progress	<u>26,116,934</u>	<u>1,993,164</u>
Total	<u>\$ 109,233,926</u>	<u>\$ 111,857,103</u>

(See accompanying notes)

Town of Renfrew  
Schedule of Tangible Capital Assets  
As at 31 December 2009  
(with 2008 figures for comparison)

Segmented by function: <u>Cost</u>	Balance at 31 December <u>2008</u>	<u>Additions</u>	Disposals, write-offs and <u>adjustments</u>	Balance at 31 December <u>2009</u>
General government	\$ 2,735,931	\$ 56,732		\$ 2,792,663
Protection services	1,050,518	27,498		1,078,016
Social services	67,741			67,741
Recreation and culture	8,011,922	366,444	\$ (52,049)	8,326,317
Development and works	<u>136,289,513</u>	<u>31,915,566</u>	<u>(26,015,076)</u>	<u>142,190,003</u>
Total	<u>\$ 148,155,625</u>	<u>\$ 32,366,240</u>	<u>\$ (26,067,125)</u>	<u>\$ 154,454,740</u>

<u>Accumulated amortization</u>	Balance at 31 December <u>2008</u>	<u>Amortization</u>	Disposals, write-offs and <u>adjustments</u>	Balance at 31 December <u>2009</u>
General government	\$ 1,367,438	\$ 106,086		\$ 1,473,524
Protection services	620,795	44,063		664,858
Social services	35,913	6,321		42,234
Recreation and culture	5,545,974	282,412		5,828,386
Development and works	<u>31,351,580</u>	<u>3,251,522</u>	<u>\$ (14,467)</u>	<u>34,588,635</u>
Total	<u>\$ 38,921,700</u>	<u>\$ 3,690,404</u>	<u>\$ (14,467)</u>	<u>\$ 42,597,637</u>

<u>Net book value</u>	Balance at 31 December <u>2008</u>	Balance at 31 December <u>2009</u>
General government	\$ 1,368,493	\$ 1,319,139
Protection services	429,723	413,158
Social services	31,828	25,507
Recreation and culture	2,465,948	2,497,931
Development and works	<u>104,937,934</u>	<u>107,601,368</u>
Total	<u>\$ 109,233,926</u>	<u>\$ 111,857,103</u>

(See accompanying notes)