

Township of Whitewater RegionConsolidated Balance SheetAs at 31 December 2002
(with 2001 figures for comparison)

<u>ASSETS</u>	<u>2002</u>	<u>2001</u>
Cash	\$ 153,074	\$ 522,645
Taxes receivable	597,426	620,817
Accounts receivable	247,879	131,784
Investment in Ottawa River Power Corporation	<u>294,735</u>	<u>294,735</u>
	<u>\$ 1,293,114</u>	<u>\$ 1,569,981</u>
 <u>LIABILITIES AND MUNICIPAL POSITION</u>		
Liabilities:		
Temporary loans - current purposes	\$ 100,000	
Accounts payable and accrued liabilities	335,535	\$ 266,428
Deferred revenue (Note 4)	71,161	55,639
Net long term liabilities (Note 5)	100,000	701,000
Future employee benefits	38,532	
Landfill closure and post closure costs (Note 6)	<u>766,833</u>	<u>754,773</u>
	<u>\$ 1,412,061</u>	<u>\$ 1,777,840</u>
Municipal position:		
Fund balances:		
Current fund (Note 7)	\$ 60,258	\$ 63,503
Cobden and District Recreation Association	-2,708	-16,951
Whitewater Region Public Library Board	18,895	18,476
Waterworks - Cobden	-8,614	-8,726
Waterworks - Beachburg	-9,874	14,899
Waterworks - Haley	2,478	1,931
Ross Historical Society	7,430	6,198
Capital fund	-22,648	
Reserves and reserve funds	<u>741,201</u>	<u>1,168,584</u>
Total fund balances	<u>\$ 786,418</u>	<u>\$ 1,247,914</u>
Amounts to be recovered:		
Long term liabilities	\$ -100,000	\$ -701,000
Future employee benefits	-38,532	
Landfill closure and post closure costs	<u>-766,833</u>	<u>-754,773</u>
Total amounts to be recovered	<u>\$ -905,365</u>	<u>\$ -1,455,773</u>
Municipal position	<u>\$ -118,947</u>	<u>\$ -207,859</u>
	<u>\$ 1,293,114</u>	<u>\$ 1,569,981</u>

(See accompanying notes)

MACKILLICAN & ASSOCIATES

CHARTERED ACCOUNTANTS

Township of Whitewater Region

Consolidated Statement of Operations

For the year ended 31 December 2002
(with 2002 budget and 2001 actual figures for comparison)

	Budget 2002	Actual 2002	Actual 2001
Revenue:			
Net municipal taxation and user fees	\$ 2,033,042	\$ 2,032,483	\$ 1,938,831
Transfer payments:			
Ontario	1,197,135	1,333,162	1,192,115
Canada	7,400	5,665	9,545
Other municipalities	6,000	8,652	6,484
Other	726,041	760,828	619,194
	<u>\$ 3,969,618</u>	<u>\$ 4,140,790</u>	<u>\$ 3,766,169</u>
Expenditure:			
Current:			
General government	\$ 535,834	\$ 539,253	\$ 543,497
Protection to persons and property	777,838	824,474	809,194
Transportation services	1,043,357	986,350	1,011,278
Environmental services	900,940	937,918	913,525
Health services	11,000	14,225	9,967
Recreation and cultural services	288,968	286,484	270,026
Planning and development	14,300	12,408	10,787
	<u>\$ 3,572,237</u>	<u>\$ 3,601,112</u>	<u>\$ 3,568,274</u>
Capital:			
General government			\$ 21,901
Protection to persons and property	\$ 116,443	\$ 112,224	118,978
Transportation services	248,000	173,202	215,984
Environmental services	133,500	109,748	19,374
Recreation and cultural services	5,000	5,000	1,471
Planning and development			6,976
	<u>\$ 502,943</u>	<u>\$ 400,174</u>	<u>\$ 384,684</u>
Total expenditure	<u>\$ 4,075,180</u>	<u>\$ 4,001,286</u>	<u>\$ 3,952,958</u>
Net surplus (deficit) for the year	\$ -105,562	\$ 139,504	\$ -186,789
Less: debt principal payments	<u>-601,000</u>	<u>-601,000</u>	<u>-57,000</u>
Change in fund balances for the year	<u>\$ -706,562</u>	<u>\$ -461,496</u>	<u>\$ -243,789</u>

(See accompanying notes)

MACKILLICAN & ASSOCIATES

CHARTERED ACCOUNTANTS

Township of Whitewater Region

Schedule of Current Fund Operations

For the year ended 31 December 2002
(with 2002 budget and 2001 actual figures for comparison)

	Budget 2002	Actual 2002	Actual 2001
Revenue:			
Net municipal taxation	\$ 1,581,717	\$ 1,589,447	\$ 1,500,470
User charges	130,000	123,832	124,840
Transfer payments:			
Ontario	1,135,500	1,304,674	1,144,306
Canada	2,900	1,240	2,908
Other municipalities	5,000	4,930	5,484
Other	500,382	534,782	426,852
	<u>\$ 3,355,499</u>	<u>\$ 3,558,905</u>	<u>\$ 3,204,860</u>
Expenditure:			
General government	\$ 535,834	\$ 539,253	\$ 543,497
Protection to persons and property	777,838	824,474	809,195
Transportation services	1,043,357	986,350	1,011,278
Environmental services	563,417	574,783	549,972
Health services	11,000	14,225	9,967
Recreation and cultural services	64,650	73,946	50,434
Planning and development	14,300	12,408	10,787
	<u>\$ 3,010,396</u>	<u>\$ 3,025,439</u>	<u>\$ 2,985,130</u>
Net surplus for the year	<u>\$ 345,103</u>	<u>\$ 533,466</u>	<u>\$ 219,730</u>
Financing and transfers:			
Debt principal payments	\$ -309,786	\$ -309,786	\$ -34,830
Transfer to Cobden and District Recreation	-25,537	-25,537	-10,000
Transfer to Whitewater Region Public Library	-30,500	-31,035	-33,000
Transfer to Ross Historical Society	-2,500	-1,607	-1,717
Transfer from reserves	323,919	88,814	358,921
Transfer from waterworks - Beachburg	4,692	4,692	9,384
Transfer to waterworks - Haley	-37,251	-37,251	-58,921
Transfer to capital	-331,643	-225,001	-251,202
Net financing and transfers	<u>\$ -408,606</u>	<u>\$ -536,711</u>	<u>\$ -21,365</u>
Change in current fund	\$ -63,503	\$ -3,245	\$ 198,365
Current fund balance at the beginning of the year	<u>63,503</u>	<u>63,503</u>	<u>-134,862</u>
Current fund balance at the end of the year	<u>\$ -</u>	<u>\$ 60,258</u>	<u>\$ 63,503</u>

(See accompanying notes)

MACKILLICAN & ASSOCIATES

CHARTERED ACCOUNTANTS

Township of Whitewater Region

Schedule of Reserves and Reserve Funds

For the year ended 31 December 2002
(with 2001 figures for comparison)

	<u>2002</u>	<u>2001</u>
Revenue:		
Investment income	\$ <u>13,447</u>	\$ <u>16,700</u>
Net transfers to other funds:		
Transfer to current fund	\$ -88,814	\$ -358,921
Transfer from Cobden and District Recreation Association	6,000	
Transfer to capital fund		-102,859
Transfer from waterworks - Beachburg	1,437	
Transfer to waterworks - Cobden	-357,818	-16,732
Transfer to Whitewater Region Public Library Board	<u>-1,635</u>	<u>-10,534</u>
	\$ <u>-440,830</u>	\$ <u>-489,046</u>
Change in the reserves and reserve fund balances	\$ -427,383	\$ -472,346
Reserves and reserve funds at the beginning of the year	<u>1,168,584</u>	<u>1,640,930</u>
Reserves and reserve funds at the end of the year	<u>\$ 741,201</u>	<u>\$ 1,168,584</u>
Analyzed as follows:		
Reserves set aside for specific purposes:		
Working funds	\$ 574,741	\$ 435,698
Retirement of waterworks debentures	7,433	351,955
Working funds waterworks	2,437	
Working funds for Beachburg	7,105	
Roads	73,000	1,000
Sick leave	44,821	44,821
Replacement of fire equipment	7	7
Parks and recreation	6,367	12,967
Landfill expenditures	<u>867</u>	<u>867</u>
Total reserves	\$ <u>716,778</u>	\$ <u>847,315</u>
Discretionary reserve funds set aside for specific purposes:		
Retirement of sewer debentures	\$ 20,572	\$ 315,783
Library	<u>3,851</u>	<u>5,486</u>
Total reserve funds	\$ <u>24,423</u>	\$ <u>321,269</u>
Total reserves and reserve funds	<u>\$ 741,201</u>	<u>\$ 1,168,584</u>

(See accompanying notes)

MACKILLICAN & ASSOCIATES
CHARTERED ACCOUNTANTS

Township of Whitewater Region

Schedule of Capital Fund Operations

For the year ended 31 December 2002
(with 2002 budget and 2001 actual figures for comparison)

	Budget 2002	Actual 2002	Actual 2001
Revenue:			
Grant - Ontario	\$ 5,000	\$ 5,000	
Contribution from the Restructuring Fund	<u>50,000</u>	<u>50,276</u>	\$ <u>20,042</u>
	<u>\$ 55,000</u>	<u>\$ 55,276</u>	<u>\$ 20,042</u>
Expenditure:			
General government			\$ 21,901
Protection to persons and property	\$ 116,443	\$ 112,224	118,978
Transportation services	248,000	173,202	215,984
Environmental services	133,500	109,748	19,374
Recreation and cultural services	5,000	5,000	1,471
Planning and development			<u>6,976</u>
Total expenditure	<u>\$ 502,943</u>	<u>\$ 400,174</u>	<u>\$ 384,684</u>
Net deficit for the year	<u>\$ -447,943</u>	<u>\$ -344,898</u>	<u>\$ -364,642</u>
Financing and transfers:			
Transfer from current fund	\$ 331,643	\$ 225,001	\$ 251,202
Transfer from reserves			102,859
Transfer from waterworks - Cobden	87,700	76,345	3,906
Transfer from waterworks - Beachburg	23,200	15,484	2,086
Transfer from waterworks - Haley	5,400	5,420	3,118
Transfer from Cobden and District Recreation			<u>1,471</u>
Total financing and transfers	<u>\$ 447,943</u>	<u>\$ 322,250</u>	<u>\$ 364,642</u>
Capital fund balance at the end of the year	<u>\$ -</u>	<u>\$ -22,648</u>	<u>\$ -</u>

(See accompanying notes)

Township of Whitewater RegionConsolidated Statement of Cash FlowsFor the year ended 31 December 2002
(with 2001 figures for comparison)

	<u>2002</u>	<u>2001</u>
Cash flows from operating activities:		
Net surplus (deficit) for the year	\$ 139,504	\$ -186,789
Net change in non cash working capital balances related to operations (Note 10)	<u>-8,075</u>	<u>-48,371</u>
Cash flows from (used for) operating activities	\$ 131,429	\$ -235,160
Cash flows from financing activities:		
Long term debt repaid	<u>-601,000</u>	<u>-57,000</u>
Net decrease in cash and cash equivalents during the year	\$ -469,571	\$ -292,160
Cash and cash equivalents at the beginning of the year	<u>522,645</u>	<u>814,805</u>
Cash and cash equivalents at the end of the year	<u>\$ 53,074</u>	<u>\$ 522,645</u>
Comprised of:		
Cash in bank	\$ 153,074	\$ 522,645
Temporary loans - current purposes	<u>-100,000</u>	<u> </u>
	<u>\$ 53,074</u>	<u>\$ 522,645</u>

(See accompanying notes)

MACKILLICAN & ASSOCIATES
CHARTERED ACCOUNTANTS

Township of Whitewater RegionNotes to the Financial StatementsFor the year ended 31 December 2002

1. ACCOUNTING POLICIES

The consolidated financial statements of the Corporation of the Township of Whitewater Region are the representation of management prepared in accordance with accounting policies prescribed for Ontario municipalities by the Ministry of Municipal Affairs and Housing. Since precise determination of many assets and liabilities is dependent upon future events, the preparation of periodic financial statements necessarily involves the use of estimates and approximations. These have been made using careful judgements.

- (a) (i) **Basis of Consolidation**
These consolidated financial statements reflect the assets, liabilities, sources of financing and expenditures of the revenue fund, capital fund, reserve funds and reserves and include the activities of all committees of Council and the following boards which are under the control of Council:
- Township of Whitewater Region Waterworks
 - Cobden and District Recreation Association
 - Whitewater Region Public Library Board
 - Ross Historical Society
- All interfund assets and liabilities and sources of financing and expenditures have been eliminated.
- (ii) **Accounting for County and School Board Transactions**
The taxation, other revenues and requisitions with respect to the operations of the school boards and the County of Renfrew are not reflected in the municipal fund balances of these financial
- (iii) **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) **Sources of financing and expenditures are reported on the accrual basis of accounting with the exception of interest charges on long term liabilities which are charged against operations in the periods in which they are paid. The interest charges are not accrued for the periods from the dates of the latest installment payments to the end of the financial year.**
- (ii) **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.**
- (iii) **Fixed Assets**
The historical cost and accumulated depreciation of fixed assets are not recorded for municipal purposes. Fixed assets are reported as an expenditure on the "Consolidated Statement of Operations" in the year of acquisition.

MACKILLICAN & ASSOCIATES
CHARTERED ACCOUNTANTS

Township of Whitewater Region

Notes to the Financial Statements

For the year ended 31 December 2002

2. OPERATIONS OF SCHOOL BOARDS AND THE COUNTY OF RENFREW

Further to Note 1 (a) (ii), the taxation, other revenues and requisitions for the school boards and the County of Renfrew are comprised of the following:

	<u>School Boards</u>	<u>County</u>
Taxation and user charges	\$ 1,867,543	\$ 1,524,506
Share of payments in lieu of taxes	<u>23</u>	<u>23,289</u>
Total requisitions	<u>\$ 1,867,566</u>	<u>\$ 1,547,795</u>

3. TRUST FUNDS

Trust funds administered by the Municipality amounting to \$ 62,927 (2001 - \$ 72,791) have not been included in the "Consolidated Balance Sheet" nor have their operations been included in the "Consolidated Statement of Operations".

4. DEFERRED REVENUE

The balance of deferred revenue on the "Consolidated Balance Sheet" at the end of the year is comprised of the following externally restricted reserve funds:

	<u>2002</u>	<u>2001</u>
Parkland Reserve Fund	\$ 19,676	\$ 19,344
Water and Sewer Reserve Fund	<u>51,485</u>	<u>36,295</u>
	<u>\$ 71,161</u>	<u>\$ 55,639</u>

5. NET LONG TERM LIABILITIES

- (a) The balance of municipal debt reported on the Consolidated Balance Sheet is made up of the following:

	<u>2002</u>	<u>2001</u>
Non-callable instalment debentures, maturing 15 October 2002 with interest payable at 8.5%		\$ 580,000
Non-callable instalment debentures, maturing 2003 to 2006 with interest payable at rates of 7.75% to 8.25%	<u>\$ 100,000</u>	<u>121,000</u>
	<u>\$ 100,000</u>	<u>\$ 701,000</u>

- (b) Approval of the Ontario Municipal Board has been obtained for the long term liabilities in (a) of this Note issued in the name of the Municipality.

MACKILICAN & ASSOCIATES
CHARTERED ACCOUNTANTS

Notes to the Financial StatementsFor the year ended 31 December 2002

- (c) Total charges for the year for net long term liabilities which are reported on the "Consolidated Statement of Operations" are made up of:

Principal	\$	601,000
Interest		<u>59,086</u>
	\$	<u>660,086</u>

- (d) The net long term liabilities reported in (a) of this Note are payable from 2003 to 2006.

6. LANDFILL CLOSURE AND POST CLOSURE COSTS

The landfill closure and post closure costs are the Township's estimate of the future costs of closing and monitoring the Township's landfill sites.

7. CURRENT FUND BALANCE AT THE END OF THE YEAR

The current fund balance on the "Consolidated Balance Sheet" at the end of the year is comprised of the following:

	<u>2002</u>	<u>2001</u>
- for general reduction of (inc	\$ 51,563	\$ 72,882
- for reduction of (increase in) charges to benefitting landowners related to special areas as follows:		
- street lights	7,300	-224
- sewage	<u>1,395</u>	<u>-9,155</u>
	<u>\$ 60,258</u>	<u>\$ 63,503</u>

8. CONTINGENT LIABILITIES

The Municipality is contingently liable for long term liabilities with respect to tile drainage loans. The total amount outstanding as at 31 December 2002 is \$ 219,513 (2001 - \$ 167,132) and is not recorded on the "Consolidated Balance Sheet".

9. Formed 1 January 2001 when the Township of Westmeath, Village of Beachburg, Village of Cobden and the Township of Ross amalgamated. All the assets and liabilities of the amalgamating municipalities became part of the Township of Whitewater Region on that date.
10. The net change in non cash working capital balances related to operations consists of changes in taxes receivable, accounts receivable, accounts payable and accrued liabilities and deferred revenue.

MACKILLICAN & ASSOCIATES
CHARTERED ACCOUNTANTS

Township of Whitewater Region

Trust Funds Statement of Continuity

For the year ended 31 December 2002
(with 2001 figures for comparison)

	2002			2001
	Municipal Restructuring Fund	Home Renewal Program	Total Trust Funds	Total Trust Funds
Balance at the beginning of the year	\$ 42,392	\$ 30,399	\$ 72,791	\$ 87,929
Revenue:				
Ontario grant	\$ 70,969		\$ 70,969	\$ 60,496
Interest earned - at bank		\$ 13	13	3,550
- on loans		142	142	361
Loan recovered				1,500
	\$ 70,969	\$ 155	\$ 71,124	\$ 65,907
Expenditure:				
Administration charges		\$ 67	\$ 67	\$ 383
Repayment to the Province of Ontario		7,518	7,518	
Restructuring costs	\$ 73,403		73,403	80,662
	\$ 73,403	\$ 7,585	\$ 80,988	\$ 81,045
Balance at the end of the year	\$ 39,958	\$ 22,969	\$ 62,927	\$ 72,791

Township of Whitewater Region

Trust Funds Balance Sheet

As at 31 December 2002
(with 2001 figures for comparison)

	2002			2001
	Municipal Restructuring Fund	Home Renewal Program	Total Trust Funds	Total Trust Funds
ASSETS				
Cash in bank	\$ 23,133	\$ 1,084	\$ 24,217	\$ 92,294
Loans receivable (Notes 2 and 3)		21,952	21,952	22,881
Due from Canada	2,016		2,016	1,913
Due from Province	85,200		85,200	14,231
	\$ 110,349	\$ 23,036	\$ 133,385	\$ 131,319
LIABILITIES AND FUND BALANCES				
Accounts payable	\$ 1,000		\$ 1,000	\$ 22,511
Due to Township of Whitewater Region	69,391	\$ 67	69,458	36,017
Fund balances	39,958	22,969	62,927	72,791
	\$ 110,349	\$ 23,036	\$ 133,385	\$ 131,319

(See accompanying notes)

MACKILLICAN & ASSOCIATES

CHARTERED ACCOUNTANTS

Township of Whitewater Region

Trust Funds

Notes to the Financial Statements

For the year ended 31 December 2002

1. ACCOUNTING POLICIES

Basis of Accounting

Capital receipts and income are reported on the cash basis of accounting.

Expenditures are reported on the accrual basis of accounting, which recognizes expenditures as they are incurred and measurable as a result of the receipt of goods or services and the creation of a legal obligation to pay.

2. ONTARIO HOME RENEWAL PROGRAM

Ontario Home Renewal Program loans receivable at 31 December 2002 comprise repayable loans of \$ 18,552 (2001 - \$ 19,481) and forgivable loans of \$ 3,400 (2001 - \$ 3,400). Loan forgiveness is earned and recorded at a rate of up to \$ 600 per year of continued ownership and occupancy. In the event of the sale or lease of the home or in the event of the homeowner ceasing to occupy the home, the balances of the repayable loan and the unearned forgivable loan immediately become due and payable by the homeowner.

In 1993, the Ministry of Municipal Affairs and Housing announced that the Ontario Home Renewal Program was being discontinued and that all cash funds on hand at the end of each year are to be returned to the Province by 1 March of the next year. For 2002, the amount of \$ 1,017 must be returned to the Province by 1 March 2003.

3. LOANS RECEIVABLE

The majority of the loans receivable are not being repaid on a current basis.

4. MUNICIPAL RESTRUCTURING FUND

The Municipality received a grant from the Province of Ontario to assist in the costs of amalgamating the Township of Westmeath, Village of Beachburg, Township of Ross and the Village of Cobden. The grant is to fund the costs of amalgamation up to a maximum of \$ 426,000. The remaining costs are to be shared by the amalgamating municipalities in a ratio based on their taxable assessment.

MACKILLICAN & ASSOCIATES
CHARTERED ACCOUNTANTS

Township of Whitewater Region Waterworks

Balance Sheet

As at 31 December 2002
(with 2001 figures for comparison)

	<u>2002</u>	<u>2001</u>
<u>ASSETS</u>		
Cash in bank	\$ 99,635	\$ 391,915
Due from Canada	4,147	1,448
Due from Province	393	393
Prepaid expenses	<u>471</u>	<u>1,088</u>
	<u>\$ 104,646</u>	<u>\$ 394,844</u>
 <u>LIABILITIES AND WATERWORKS POSITION</u>		
Accounts payable	\$ 6,708	
Due to current fund	104,078	\$ 34,785
Net long term liabilities	<u>26,550</u>	<u>317,764</u>
	<u>\$ 137,336</u>	<u>\$ 352,549</u>
 Waterworks position:		
Fund balances:		
Cobden	\$ -8,614	\$ -8,726
Beachburg	-9,874	14,899
Haley	2,478	1,931
Reserves	<u>9,870</u>	<u>351,955</u>
Total fund balances	\$ -6,140	\$ 360,059
Amounts to be recovered	<u>-26,550</u>	<u>-317,764</u>
Waterworks position	<u>\$ -32,690</u>	<u>\$ 42,295</u>
	<u>\$ 104,646</u>	<u>\$ 394,844</u>

(See accompanying notes)

MACKILLICAN & ASSOCIATES
CHARTERED ACCOUNTANTS

Township of Whitewater Region Waterworks - Cobden

Statement of Revenue and Expenditure

For the year ended 31 December 2002
(with 2002 budget and 2001 actual figures for comparison)

	<u>Budget</u> 2002	<u>Actual</u> 2002	<u>Actual</u> 2001
Revenue:			
Water service charges	\$ 174,825	\$ 175,035	\$ 170,325
OSTAR grant	1,320		6,817
Other	5,200	5,176	
Interest income	<u>17,984</u>	<u>14,164</u>	<u>15,723</u>
	\$ <u>199,329</u>	\$ <u>194,375</u>	\$ <u>192,865</u>
Expenditure:			
Administration	\$ 17,866	\$ 17,945	\$ 19,180
Distribution:			
Salaries	8,900	12,104	8,788
Facility supplies, utilities and maintenance	24,963	29,121	27,160
Interest on long term debt	26,878	26,878	28,710
Transmission:			
Salaries	46,600	56,166	58,819
Facility supplies, utilities and maintenance	<u>44,300</u>	<u>42,308</u>	<u>49,291</u>
	\$ <u>169,507</u>	\$ <u>184,522</u>	\$ <u>191,948</u>
Net surplus for the year	\$ <u>29,822</u>	\$ <u>9,853</u>	\$ <u>917</u>
Financing and transfers:			
Debt principal repayments	\$ -291,214	\$ -291,214	\$ -22,170
Transfer to capital fund	-87,700	-76,345	-3,906
Transfer from reserves	343,522	343,522	
Transfer from reserve fund	<u>14,296</u>	<u>14,296</u>	<u>16,732</u>
Net financing and transfers	\$ <u>-21,096</u>	\$ <u>-9,741</u>	\$ <u>-9,344</u>
Change in waterworks fund balance	\$ 8,726	\$ 112	\$ -8,427
Fund balance at the beginning of the year	<u>-8,726</u>	<u>-8,726</u>	<u>-299</u>
Fund balance at the end of the year	\$ <u><u>-</u></u>	\$ <u><u>-8,614</u></u>	\$ <u><u>-8,726</u></u>

(See accompanying notes)

MACKILLICAN & ASSOCIATES
CHARTERED ACCOUNTANTS

Township of Whitewater Region Waterworks - Beachburg

Statement of Revenue and Expenditure

For the year ended 31 December 2002
(with 2002 budget and 2001 actual figures for comparison)

	<u>Budget 2002</u>	<u>Actual 2002</u>	<u>Actual 2001</u>
Revenue:			
Water service charges	\$ 136,000	\$ 133,765	\$ 133,388
OSTAR grant	1,320		3,677
Interest income	<u>775</u>		<u>772</u>
	<u>\$ 138,095</u>	<u>\$ 133,765</u>	<u>\$ 137,837</u>
Expenditure:			
Administration	\$ 21,880	\$ 21,523	\$ 21,625
Distribution:			
Salaries		7,073	270
Facility supplies, utilities and maintenance		9,736	160
Transmission:			
Salaries	49,085	55,336	54,209
Facility supplies, utilities and maintenance	<u>52,700</u>	<u>43,257</u>	<u>40,104</u>
	<u>\$ 123,665</u>	<u>\$ 136,925</u>	<u>\$ 116,368</u>
Net surplus (deficit) for the year	<u>\$ 14,430</u>	<u>\$ -3,160</u>	<u>\$ 21,469</u>
Transfer to capital fund	\$ -23,200	\$ -15,484	\$ -2,086
Transfer to reserves	-1,437	-1,437	
Transfer to current fund	<u>-4,692</u>	<u>-4,692</u>	<u>-9,384</u>
	<u>\$ -29,329</u>	<u>\$ -21,613</u>	<u>\$ -11,470</u>
	\$ -14,899	\$ -24,773	\$ 9,999
	<u>14,899</u>	<u>14,899</u>	<u>4,900</u>
Fund balance at the end of the year	<u>\$ -</u>	<u>\$ -9,874</u>	<u>\$ 14,899</u>

(See accompanying notes)

MACKILLICAN & ASSOCIATES
CHARTERED ACCOUNTANTS

Township of Whitewater Region Waterworks - Haley

Statement of Revenue and Expenditure

For the year ended 31 December 2002
(with 2002 budget and 2001 actual figures for comparison)

	Budget 2002	Actual 2002	Actual 2001
Revenue:			
Water service charges	\$ 10,500	\$ 10,404	\$ 9,808
OSTAR grant	1,500		5,613
Interest income	500		415
	<u>\$ 12,500</u>	<u>\$ 10,404</u>	<u>\$ 15,836</u>
Expenditure:			
Administration	\$ 2,536	\$ 1,994	\$ 6,452
Distribution:			
Salaries	2,100	327	1,682
Facility supplies, utilities and maintenance	3,600	244	3,592
Transmission:			
Salaries	12,990	14,519	18,706
Facility supplies, utilities and maintenance	23,125	24,604	24,805
	<u>\$ 44,351</u>	<u>\$ 41,688</u>	<u>\$ 55,237</u>
Net deficit for the year	<u>\$ -31,851</u>	<u>\$ -31,284</u>	<u>\$ -39,401</u>
Financing and transfers:			
Transfer to capital fund	\$ -5,400	\$ -5,420	\$ -3,118
Transfer from current fund	37,251	37,251	58,921
Net financing and transfers	<u>\$ 31,851</u>	<u>\$ 31,831</u>	<u>\$ 55,803</u>
Change in waterworks fund balance	\$ -	\$ 547	\$ 16,402
Fund balance at the beginning of the year	<u>1,931</u>	<u>1,931</u>	<u>-14,471</u>
Fund balance at the end of the year	<u><u>\$ 1,931</u></u>	<u><u>\$ 2,478</u></u>	<u><u>\$ 1,931</u></u>

(See accompanying notes)

MACKILLICAN & ASSOCIATES
CHARTERED ACCOUNTANTS

Township of Whitewater Region WaterworksNotes to the Financial StatementsFor the year ended 31 December 2002

1. ACCOUNTING POLICIES

The financial statements of the Township of Whitewater Region Waterworks are the representation of management prepared in accordance with accounting policies prescribed for Ontario municipalities by the Ministry of Municipal Affairs and Housing. Since precise determination of many assets and liabilities is dependent upon future events, the preparation of periodic financial statements necessarily involves the use of estimates and approximations. These have been made using careful judgments.

Basis of accounting

- (1) 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.
- (2) The historical cost and accumulated depreciation of fixed assets are not reported for municipal purposes.

2. NET LONG TERM LIABILITIES

- (a) Long term liabilities are comprised of debentures bearing interest rates ranging from 7.75% to 8.5% repayable as follows:

2003	\$	5,841
2004		6,372
2005		6,903
2006		<u>7,434</u>
	\$	<u><u>26,550</u></u>

- (b) Approval of the Ontario Municipal Board has been obtained for the long term liabilities in (a) of this Note issued in the name of the Municipality.

MACKILLICAN & ASSOCIATES
CHARTERED ACCOUNTANTS

Cobden and District Recreation AssociationBalance Sheet

As at 31 December 2002
(with 2001 figures for comparison)

	<u>2002</u>	<u>2001</u>
<u>ASSETS</u>		
Cash on hand and in bank	\$ 18,394	
Accounts receivable	<u>14,701</u>	\$ <u>17,204</u>
	<u>\$ 33,095</u>	<u>\$ 17,204</u>
 <u>LIABILITIES AND RECREATION POSITION</u>		
Bank overdraft		\$ 13,070
Accounts payable	\$ 5,297	11,810
Due to Canada	700	359
Due to Municipality	<u>23,497</u>	<u>8,607</u>
	<u>\$ 29,494</u>	<u>\$ 33,846</u>
Recreation position:		
Recreation fund	\$ -2,708	\$ -16,951
Reserves	<u>6,309</u>	<u>309</u>
Recreation position	<u>\$ 3,601</u>	<u>\$ -16,642</u>
	<u>\$ 33,095</u>	<u>\$ 17,204</u>

(See accompanying notes)

MACKILLICAN & ASSOCIATES
CHARTERED ACCOUNTANTS

Cobden and District Recreation AssociationStatement of Revenue and Expenditure

For the year ended 31 December 2002

(with 2002 budget and 2001 actual figures for comparison)

	<u>Budget 2002</u>	<u>Actual 2002</u>	<u>Actual 2001</u>
Accumulated net deficit at the beginning of the year	\$ -16,951	\$ -16,951	\$ -15,537
Revenue:			
Other municipalities	\$ 1,000	\$ 3,722	\$ 1,000
Facility rentals	122,500	116,161	103,765
Fund raising	<u>15,000</u>	<u>13,505</u>	<u>18,327</u>
	\$ 138,500	\$ 133,388	\$ 123,092
Expenditure:			
Administration	\$ 14,700	\$ 8,629	\$ 10,553
Maintenance of property and equipment	31,323	23,344	23,532
Programs and events		299	
Salaries	58,500	55,485	53,085
Utilities	<u>48,100</u>	<u>50,925</u>	<u>45,865</u>
	\$ 152,623	\$ 138,682	\$ 133,035
Net deficit for the year	\$ -14,123	\$ -5,294	\$ -9,943
Financing and transfers:			
Transfer from current fund	\$ 25,537	\$ 25,537	\$ 10,000
Transfer to reserves	-6,000	-6,000	
Transfer to capital fund	<u>-4,000</u>		<u>-1,471</u>
Net financing and transfers	\$ 15,537	\$ 19,537	\$ 8,529
Change in recreation fund balance	\$ 1,414	\$ 14,243	\$ -1,414
Accumulated net deficit at the end of the year	<u>\$ -15,537</u>	<u>\$ -2,708</u>	<u>\$ -16,951</u>

(See accompanying notes)

Cobden and District Recreation Association

Notes to the Financial Statements

For the year ended 31 December 2002

1. ACCOUNTING POLICIES

The financial statements of the Cobden and District Recreation Association are the representation of management prepared in accordance with accounting policies prescribed for Ontario municipalities by the Ministry of Municipal Affairs and Housing. Since precise determination of many assets and liabilities is dependent upon future events, the preparation of periodic financial statements necessarily involves the use of estimates and approximations. These have been made using careful judgments.

Basis of accounting

- (1) 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.
- (2) The historical cost and accumulated depreciation of fixed assets are not reported for municipal purposes.

MACKILLICAN & ASSOCIATES
CHARTERED ACCOUNTANTS

Whitewater Region Public Library BoardBalance Sheet

As at 31 December 2002
(with 2001 figures for comparison)

	<u>2002</u>	<u>2001</u>
<u>ASSETS</u>		
Cash on hand and in bank	\$ 16,050	\$ 8,474
Term deposits	10,000	18,049
Prepaid expenses	<u>945</u>	<u> </u>
	<u>\$ 26,995</u>	<u>\$ 26,523</u>
 <u>LIABILITIES AND LIBRARY POSITION</u>		
Accounts payable	\$ 2,000	\$ 1,500
Due to Canada	360	<u> </u>
Due to Municipality	<u>1,889</u>	<u>1,061</u>
	<u>\$ 4,249</u>	<u>\$ 2,561</u>
Library position:		
Library fund	\$ 18,895	\$ 18,476
Reserve fund (Note 2)	<u>3,851</u>	<u>5,486</u>
	<u>\$ 22,746</u>	<u>\$ 23,962</u>
	<u>\$ 26,995</u>	<u>\$ 26,523</u>

(See accompanying notes)

MACKILICAN & ASSOCIATES
CHARTERED ACCOUNTANTS

Whitewater Region Public Library Board

Statement of Revenue and Expenditure

For the year ended 31 December 2002
(with 2001 figures for comparison)

	<u>2002</u>	<u>2001</u>
Accumulated net revenue at the beginning of the year	\$ 18,476	\$ 8,264
Revenue:		
Grants from the Province of Ontario - operating	\$ 13,517	\$ 13,517
- pay equity	2,278	2,278
Federal Community Access Program grant	4,425	6,637
Ontario Library Association	1,138	1,944
Fines and sale of books	1,358	2,057
Investment income	60	148
Donations	3,073	6,963
	<u>\$ 25,849</u>	<u>\$ 33,544</u>
Expenditure:		
Audit	\$ 1,535	\$ 1,557
Bank charges	354	508
Books and videos	8,037	10,354
Insurance	1,047	945
Postage, telephone and internet	3,463	1,363
Rent	2,400	2,400
Salaries	35,826	40,940
Supplies	4,299	4,725
Utilities	1,139	4,074
	<u>\$ 58,100</u>	<u>\$ 66,866</u>
Net deficit for the year	<u>\$ -32,251</u>	<u>\$ -33,322</u>
Financing and transfers:		
Transfer from current fund	\$ 31,035	\$ 33,000
Transfer from reserve fund	1,635	10,534
Net financing and transfers	<u>\$ 32,670</u>	<u>\$ 43,534</u>
Change in library fund balance	<u>\$ 419</u>	<u>\$ 10,212</u>
Accumulated net revenue at the end of the year	<u>\$ 18,895</u>	<u>\$ 18,476</u>

(See accompanying notes)

MACKILICAN & ASSOCIATES
CHARTERED ACCOUNTANTS

Whitwater Region Public Library Board

Notes to the Financial Statements

For the year ended 31 December 2002

1. ACCOUNTING POLICIES

The financial statements of the Whitwater Region Public Library Board are the representation of management prepared in accordance with accounting policies prescribed for Ontario municipalities by the Ministry of Municipal Affairs and Housing. Since precise determination of many assets and liabilities is dependent upon future events, the preparation of periodic financial statements necessarily involves the use of estimates and approximations. These have been made using careful judgments.

Basis of accounting

- (1) 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.
- (2) The historical cost and accumulated depreciation of fixed assets are not reported for municipal purposes.

2. RESERVE FUND

The reserve fund represents the balance of the Federal Community Access Program which has been set up as an internally restricted reserve fund.

Ross Historical SocietyBalance Sheet

As at 31 December 2002
(with 2001 figures for comparison)

	<u>2002</u>	<u>2001</u>
<u>ASSETS</u>		
Cash on hand and in bank	\$ <u>7,430</u>	\$ <u>9,091</u>
<u>LIABILITY AND ACCUMULATED NET REVENUE</u>		
Current liability:		
Due to the Ontario Trillium Foundation		\$ 2,893
Accumulated net revenue	\$ <u>7,430</u>	<u>6,198</u>
	\$ <u>7,430</u>	\$ <u>9,091</u>

(See accompanying notes)

MACKILICAN & ASSOCIATES
CHARTERED ACCOUNTANTS

Ross Historical Society

Statement of Revenue and Expenditure

For the year ended 31 December 2002
(with 2001 figures for comparison)

	<u>2002</u>	<u>2001</u>
Accumulated net revenue at the beginning of the year	\$ <u>6,198</u>	\$ <u>2,779</u>
Revenue:		
Ontario Trillium Foundation grant	\$ 7,693	\$ 15,907
Fund raising	7,480	5,211
Interest income	<u>208</u>	<u>275</u>
	\$ <u>15,381</u>	\$ <u>21,393</u>
Expenditure:		
Building maintenance	\$ 767	\$ 745
Office, advertising and supplies	5,629	1,322
Trillium grant expenditures	7,983	15,907
Utilities	<u>1,377</u>	<u>1,717</u>
	\$ <u>15,756</u>	\$ <u>19,691</u>
Net surplus (deficit) for the year	\$ -375	\$ 1,702
Financing and transfers:		
Transfer from current fund	<u>1,607</u>	<u>1,717</u>
Change in Historical Society fund balance	\$ <u>1,232</u>	\$ <u>3,419</u>
Accumulated net revenue at the end of the year	\$ <u><u>7,430</u></u>	\$ <u><u>6,198</u></u>

(See accompanying notes)

MACKILLICAN & ASSOCIATES
CHARTERED ACCOUNTANTS

Ross Historical Society
Notes to the Financial Statements
For the year ended 31 December 2002

1. ACCOUNTING POLICIES

The financial statements of the Ross Historical Society are the representation of management prepared in accordance with accounting policies prescribed for Ontario municipalities by the Ministry of Municipal Affairs and Housing. Since precise determination of many assets and liabilities is dependent upon future events, the preparation of periodic financial statements necessarily involves the use of estimates and approximations. These have been made using careful judgments.

Basis of accounting

- (1) 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.
- (2) The historical cost and accumulated depreciation of fixed assets are not reported for municipal purposes.