

THE CORPORATION OF THE MUNICIPALITY OF CLARINGTON

2004 FINANCIAL REPORT

**CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES AND FUND BALANCE
For the year ended December 31, 2004**

	2004 CURRENT FUND ACTIVITIES		2004 CAPITAL FUND ACTIVITIES	2004 RESERVES AND RESERVE FUNDS	2004 CONSOLIDATED	2003 CONSOLIDATED
	<u>BUDGET</u>	<u>ACTUAL</u>	<u>ACTUAL</u>	<u>ACTUAL</u>	<u>ACTUAL</u>	<u>ACTUAL</u>
	\$	\$	\$	\$	\$	\$
REVENUES						
Taxation and user charges						
Property taxation	25,176,815	25,533,920	-	-	25,533,920	22,978,364
Taxation from other governments	3,021,571	5,437,872	-	-	5,437,872	5,566,404
User charges	7,192,473	7,871,510	-	-	7,871,510	6,853,543
Grants						
Government of Canada	5,485	74,723	18,260	-	92,983	229,176
Province of Ontario	239,069	281,160	502,511	-	783,671	480,495
Other						
Deferred revenue earned	1,599,842	1,636,446	5,369,445	-	7,005,891	5,047,250
Investment income	899,414	397,262	370,423	2,826,394	3,594,079	4,006,528
Sale of land and equipment	-	-	347,480	-	347,480	121,182
Penalty and interest on taxes	1,025,000	1,188,002	-	-	1,188,002	1,253,237
Fines	212,500	231,461	-	-	231,461	221,197
Donations and contribution from others	180,806	172,287	458,083	1,723,884	2,354,254	1,745,538
Total revenues	39,552,975	42,824,643	7,066,202	4,550,278	54,441,123	48,502,914
EXPENDITURES						
General government	6,709,350	16,061,239	1,038,966	-	17,100,205	8,108,382
Protection to persons and property	6,417,853	7,068,920	2,472,428	-	9,541,348	7,464,415
Transportation services	8,766,258	8,584,784	9,116,818	-	17,701,602	13,100,352
Environmental services	229,000	248,422	1,001,950	-	1,250,372	1,333,351
Health services	214,336	182,664	23,800	-	206,464	202,422
Recreational and cultural services	10,422,008	10,567,253	7,091,629	-	17,658,882	21,022,528
Planning and development	3,203,870	3,236,559	862,909	-	4,099,468	2,977,967
Total	35,962,675	45,949,841	21,608,500	-	67,558,341	54,209,417
Share of net income of Veridian Corporation	-	-	-	617,637	617,637	448,030
(Decrease) Increase in Equity of Veridian Corporation	-	-	-	-	-	-
	-	-	-	617,637	617,637	448,030
Net (expenditures) revenue	3,590,300	(3,125,198)	(14,542,298)	5,167,915	(12,499,581)	(5,258,473)
Net financing and transfers	(3,289,091)	3,618,245	17,450,614	(17,683,859)	3,385,000	-
Increase (decrease) in amounts to be recovered						
Debt principal repayments	-	(1,187,200)	-	-	(1,187,200)	(1,813,900)
Unfunded employee future benefits obligati	-	(6,710)	-	-	(6,710)	38,050
Proceeds of Debenture Issue	-	-	-	-	-	-
Increase (Decrease) in Amounts to be Rec	-	(1,193,910)	-	-	(1,193,910)	(1,775,850)
Increase (decrease) in Non-financial Assets	-	58,718	-	-	58,718	3,786
Change in Fund Balance	301,209	(642,145)	2,908,316	(12,515,944)	(10,249,773)	(7,030,537)
Fund Balance, Beginning of year	223,194	223,194	6,673,890	65,018,977	71,916,061	78,946,598
Fund Balance, End of year	524,403	(418,951)	9,582,206	52,503,033	61,666,288	71,916,061

THE CORPORATION OF THE MUNICIPALITY OF CLARINGTON

**CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2004**

	<u>2004</u>	<u>2003</u>
	\$	\$
ASSETS		
Financial assets		
Cash and cash equivalents	27,567,598	28,381,889
Investments	34,841,907	34,252,933
Accounts receivable	9,336,035	5,236,427
Taxes receivable	8,346,655	9,036,136
Inventories for resale	47,310	35,778
Promissory notes receivable	8,321,000	8,321,000
Investment in Veridian Corporation	10,713,951	10,241,562
Total financial assets	<u>99,174,456</u>	<u>95,505,725</u>
LIABILITIES		
Accounts payable and accrued liabilities	16,857,427	5,527,309
Employee future benefit obligations	1,832,311	1,671,902
Net long-term liabilities	21,181,300	18,983,500
Deferred revenue - general	3,771,297	2,724,061
Deferred revenue - obligatory reserve fund	16,351,857	14,919,108
Total liabilities	<u>59,994,192</u>	<u>43,825,880</u>
Net financial assets	<u>39,180,264</u>	<u>51,679,845</u>
Non-financial assets		
Prepaid expenses	422,577	316,458
Inventory supplies	186,339	233,740
Total non-financial assets	<u>608,916</u>	<u>550,198</u>
Net assets	<u>39,789,180</u>	<u>52,230,043</u>
MUNICIPAL POSITION		
Fund balances		
Current fund	(418,951)	223,194
Capital fund	9,582,206	6,673,890
Reserves	5,783,499	8,649,805
Reserve funds-general	27,105,755	37,399,074
Reserve fund-Veridian Corporation net equity	19,613,779	18,970,098
Total fund balances	<u>61,666,288</u>	<u>71,916,061</u>
Amounts to be recovered from future revenues	<u>(21,877,108)</u>	<u>(19,686,018)</u>
Municipal position	<u>39,789,180</u>	<u>52,230,043</u>

THE CORPORATION OF THE MUNICIPALITY OF CLARINGTON

**CONSOLIDATED SCHEDULE OF RESERVES AND RESERVE FUND BALANCES
AS AT DECEMBER 31, 2004**

	2004	2003
	\$	\$
Reserves set aside for specific purpose by Council:		
Acquisition of capital assets	4,334,357	4,771,580
Capital improvements	85,751	81,141
Working Funds, Contingencies and Other	<u>1,363,391</u>	<u>3,797,084</u>
	<u>5,783,499</u>	<u>8,649,805</u>
Reserve Funds set aside for specific purposes by Council:		
Industrial Development and Bowmanville BIA	250,263	768,922
Debt management and General municipal purposes	9,700,471	16,522,137
Acquisition of capital assets	6,820,864	6,114,667
Capital improvements	9,835,911	12,849,735
Recreation and Culture	<u>498,246</u>	<u>1,143,613</u>
	<u>27,105,755</u>	<u>37,399,074</u>
Municipal government business partnership	<u>19,613,779</u>	<u>18,970,098</u>
	<u>52,503,033</u>	<u>65,018,977</u>

**CONSOLIDATED SCHEDULE OF TRUST FUND BALANCES
AS AT DECEMBER 31, 2004**

	2004	2003
	\$	\$
Cemeteries	615,921	578,030
Vanderveer Legacy	1,000	1,000
Montague Trust	17,012	16,248
Host Community Fund	<u>10,000,000</u>	<u>10,000,000</u>
Total Trust Funds	<u>10,633,933</u>	<u>10,595,278</u>

THE CORPORATION OF THE MUNICIPALITY OF CLARINGTON

GENERAL NOTES DECEMBER 31, 2004

1. These consolidated financial statements reflect the assets, liabilities, revenue, and expenditures of the current fund, capital fund, reserve funds and reserves and include the activities of all committees of Council and the following local boards, which are under the control of Council:
 - Clarington Public Library Board
 - Clarington Museum and Archives
 - Board of Management for the Bowmanville Central Business District Improvement Area
 - Board of Management for the Newcastle Central Business District Improvement Area
 - Board of Management for the Orono Central Business District Improvement Area
 - Orono Arena and Community Centre Board
 - Newcastle Arena Board
 - Newcastle Community Hall Board
 - Solina Hall Board
 - Tyrone Community Hall Board
 - Clarington Beech Centre Board
 - Local Architectural Conservation Advisory Committee

2. The data presented here has been extracted from financial statements audited by Deloitte and Touche, LLP. Detailed financial statements and the Auditor's Reports thereon, for the Municipality are available from the Finance Department.