

**THE CORPORATION OF THE MUNICIPALITY OF CLARINGTON**

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES AND FUND BALANCE  
For the year ended December 31, 2007**

	2007 CURRENT FUND		2007 CAPITAL FUND	2007 RESERVE AND RESERVE FUNDS	2007 CONSOLIDATED	2006 CONSOLIDATED
	BUDGET	ACTUAL	ACTUAL	ACTUAL	ACTUAL	ACTUAL
	\$	\$	\$	\$	\$	\$
<b>REVENUES</b>						
Taxation and user charges						
Property taxation	31,801,251	32,466,378	-	-	32,466,378	29,353,860
Taxation from other governments	2,814,080	3,383,529	-	-	3,383,529	2,888,965
User charges	8,866,186	10,281,542	-	-	10,281,542	8,462,140
Grants						
Government of Canada	25,103	37,040	12,511	-	49,551	565,419
Province of Ontario	270,088	312,267	88,831	-	401,098	2,308,360
Other						
Investment income	1,313,548	927,640	572,332	2,008,578	3,508,550	3,520,502
Penalty and interest on taxes	1,030,000	1,319,003	-	-	1,319,003	1,185,897
Fines	95,500	294,298	-	-	294,298	102,399
Donations and contribution from others	173,566	303,566	1,879,093	247,301	2,429,960	2,024,141
Deferred revenue earned	2,918,157	2,320,706	8,454,608	-	10,775,314	10,064,353
Sale of land and equipment	-	-	70,574	-	70,574	279,311
Total revenues	49,307,479	51,645,969	11,077,949	2,255,879	64,979,797	60,755,347
<b>EXPENDITURES</b>						
General government	8,111,334	8,083,350	397,380	-	8,480,730	8,401,566
Protection to persons and property	8,417,675	9,746,409	1,666,296	-	11,412,705	9,182,868
Transportation services	9,014,478	10,036,512	12,295,929	-	22,332,441	18,678,033
Environmental services	115,000	446,363	-	-	446,363	117,715
Health services	225,978	216,674	2,230	-	218,904	233,516
Recreational and cultural services	14,451,123	13,790,439	12,705,243	-	26,495,682	22,338,510
Planning and development	4,038,329	3,445,591	32,624	-	3,478,215	3,432,481
Total expenditures	44,373,917	45,765,338	27,099,702	-	72,865,040	62,384,689
Veridian Corporation						
Share of net earnings	-	-	-	1,212,264	1,212,264	1,217,229
Net (expenditure) revenue	4,933,562	5,880,631	(16,021,753)	3,468,143	(6,672,979)	(412,113)
Net financing and transfers	(3,316,761)	(4,706,505)	4,251,484	455,021	-	-
Increase (decrease) in amounts to be recovered						
Debt principal repayments	(1,616,801)	(1,458,801)	-	-	(1,458,801)	(1,471,600)
Increase in unfunded employee future benefit liabilities	-	642,780	-	-	642,780	52,244
Proceeds of debenture issue	-	-	17,325,000	-	17,325,000	1,111,640
Net increase (decrease) in amounts to be recovered	(1,616,801)	(816,021)	17,325,000	-	16,508,979	(307,716)
(Decrease) increase in non-financial assets	-	(27,643)	-	-	(27,643)	445,017
Change in fund balance	-	330,462	5,554,731	3,923,164	9,808,357	(274,812)
Fund balance, beginning of year	-	233,588	7,648,519	51,360,140	59,242,247	59,517,059
Fund balance, end of year	-	564,050	13,203,250	55,283,304	69,050,604	59,242,247

**THE CORPORATION OF THE MUNICIPALITY OF CLARINGTON**

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT DECEMBER 31, 2007**

	<u>2007</u>	<u>2006</u>
	\$	\$
<b>ASSETS</b>		
Financial assets		
Cash and cash equivalents	40,013,015	20,044,797
Investments	18,256,014	32,490,460
Accounts receivable	8,377,760	8,336,349
Taxes receivable	10,014,983	8,103,539
Inventories for resale	72,805	75,782
Promissory notes receivable	8,321,000	8,321,000
Investment in Veridian Corporation	12,201,069	11,532,805
Total financial assets	<u>97,256,646</u>	<u>88,904,732</u>
<b>LIABILITIES</b>		
Accounts payable and accrued liabilities	9,616,455	9,707,038
Employee future benefit liabilities	2,829,424	2,067,608
Net long-term liabilities	35,287,839	19,421,640
Deferred revenue - general	5,475,058	4,119,375
Deferred revenue - obligatory reserve funds	12,776,479	15,644,701
Total liabilities	<u>65,985,255</u>	<u>50,960,362</u>
Net financial assets	<u>31,271,391</u>	<u>37,944,370</u>
Non-financial assets		
Prepaid expenses	606,867	569,565
Inventory supplies	346,181	411,126
Total non-financial assets	<u>953,048</u>	<u>980,691</u>
<b>Net assets</b>	<u>32,224,439</u>	<u>38,925,061</u>
<b>MUNICIPAL POSITION</b>		
Fund balances		
Current fund	564,050	233,588
Capital fund	13,203,250	7,648,519
Reserves	3,330,104	3,472,852
Reserve funds-general	29,917,103	26,650,697
Reserve fund-Veridian Corporation net equity	22,036,097	21,236,591
Total fund balances	<u>69,050,604</u>	<u>59,242,247</u>
Amounts to be recovered from future revenues	<u>(36,826,165)</u>	<u>(20,317,186)</u>
<b>Municipal position</b>	<u>32,224,439</u>	<u>38,925,061</u>

**THE CORPORATION OF THE MUNICIPALITY OF CLARINGTON**

**CONDENSED CONSOLIDATED SCHEDULE OF RESERVES AND RESERVE FUND BALANCES  
AS AT DECEMBER 31, 2007**

	<b><u>2007</u></b>	<b><u>2006</u></b>
	<b>\$</b>	<b>\$</b>
Reserves set aside for specific purpose by Council:		
Acquisition of capital assets	2,290,268	2,414,655
Capital improvements	90,818	83,325
Working funds, contingencies and other	<u>949,018</u>	<u>974,872</u>
	<u>3,330,104</u>	<u>3,472,852</u>
Reserve Funds set aside for specific purposes by Council:		
Industrial development and Bowmanville BIA	174,107	144,635
Debt management and general municipal purposes	9,663,199	8,774,746
Acquisition of capital assets	6,527,485	6,292,222
Capital improvements	12,865,477	10,975,303
Recreation and culture	<u>686,835</u>	<u>463,791</u>
	<u>29,917,103</u>	<u>26,650,697</u>
Municipal government business partnership - Veridian Corporation	<u>22,036,097</u>	<u>21,236,591</u>
	<u>55,283,304</u>	<u>51,360,140</u>

**CONDENSED SCHEDULE OF TRUST FUND BALANCES  
AS AT DECEMBER 31, 2007**

	<b><u>2007</u></b>	<b><u>2006</u></b>
	<b>\$</b>	<b>\$</b>
Cemeteries	992,420	927,427
Vanderveer Legacy	1,000	1,000
Montague Trust	19,192	18,553
Host Community Fund	10,000,000	10,000,000
Irene Rinch Trust	<u>149,544</u>	<u>0</u>
Total Trust Funds	<u>11,162,156</u>	<u>10,946,980</u>

## **THE CORPORATION OF THE MUNICIPALITY OF CLARINGTON**

### **GENERAL NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS DECEMBER 31, 2007**

1. These condensed 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 Museum and Archives
  - Clarington Public Library Board
  - 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
  - Bowmanville Santa Claus Parade Committee
  - Clarington Heritage Committee
  - Clarington Older Adult Centre Board
  - Newcastle Arena Board
  - Newcastle Community Hall Board
  - Orono Arena and Community Centre Board
  - Orono Cemetery Board
  - Solina Hall Board
  - Tyrone Community Hall Board
  
2. The data presented here has been extracted from financial statements audited by Deloitte and Touche, LLP. Detailed financial statements and the Auditors' Reports thereon, for the Municipality, are available from the Finance Department.