

THE CORPORATION OF THE TOWNSHIP OF ENNISKILLEN

CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2009

THE CORPORATION OF THE TOWNSHIP OF ENNISKILLEN

DECEMBER 31, 2009

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AUDITORS' REPORT

To the Members of Council, Inhabitants and Ratepayers of
The Corporation of the Township of Enniskillen

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

June 23, 2010

Chartered Accountants
Licensed Public Accountants

THE CORPORATION OF THE TOWNSHIP OF ENNISKILLEN
(Incorporated under the Laws of Ontario)

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	AS AT DECEMBER 31, 2009	
	2009	2008
	(Restated - Note 2)	
FINANCIAL ASSETS		
Cash (Note 3)	\$ 1,347,126	\$ 1,236,135
Investments (Note 4)	653,010	633,928
Taxes receivable	133,799	131,762
User charges receivable	27,119	28,616
Accounts receivable	1,049,763	995,215
Unbilled revenue	240,115	219,572
Long-term receivables	40,842	66,474
	3,491,774	3,311,702
LIABILITIES		
Accounts payable and accrued liabilities	174,978	363,690
Deferred revenue (Note 5)	38,269	34,988
Tile drain debenture prelevies	24,846	28,497
	238,093	427,175
NET FINANCIAL ASSETS	3,253,681	2,884,527
NON-FINANCIAL ASSETS		
Inventories of supplies	23,653	42,728
Tangible capital assets (Note 6)	19,041,241	18,415,150
ACCUMULATED SURPLUS (Note 7)	\$ 22,318,575	\$ 21,342,405

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

THE CORPORATION OF THE TOWNSHIP OF ENNISKILLEN

CONSOLIDATED STATEMENT OF OPERATIONS

FOR THE YEAR ENDED DECEMBER 31, 2009

	2009 Budget	2009 Actual	2008 Actual
	(Unaudited - Note 13)		(Restated - Note 2)
REVENUES			
Taxation	\$ 953,000	\$ 1,142,492	\$ 1,077,097
Fees and user charges	709,609	2,272,558	1,996,270
Government of Canada grants	128,735	106,248	96,963
Province of Ontario grants	1,422,053	1,463,795	2,246,925
Other municipalities grants	170,000	207,688	13,747
Investment income	25,200	46,219	97,469
Penalties and interest on taxes	24,000	23,799	23,678
TOTAL REVENUES	3,432,597	5,262,799	5,552,149
EXPENDITURES			
General government	469,800	448,565	454,393
Protection to persons and property	418,300	620,413	687,143
Transportation	2,617,747	1,585,386	3,539,723
Environmental services	65,000	1,355,512	1,336,253
Health services	2,300	432	4,220
Recreation and culture	46,000	58,273	74,201
Planning and development	39,350	218,048	163,380
TOTAL EXPENDITURES	3,658,497	4,286,629	6,259,313
ANNUAL SURPLUS (DEFICIT)	(225,900)	976,170	(707,164)
ACCUMULATED SURPLUS, beginning of year	21,342,405	21,342,405	22,049,569
ACCUMULATED SURPLUS, end of year	\$ 21,116,505	\$ 22,318,575	\$ 21,342,405

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

THE CORPORATION OF THE TOWNSHIP OF ENNISKILLEN

CONSOLIDATED STATEMENT OF CHANGE IN NET FINANCIAL ASSETS

FOR THE YEAR ENDED DECEMBER 31, 2009

	2009 Budget	2009 Actual	2008 Actual
	(Unaudited - Note 13)		(Restated - Note 2)
ANNUAL SURPLUS (DEFICIT)	\$ (225,900)	\$ 976,170	\$ (707,164)
Acquisition of tangible capital assets	-	(1,472,822)	(287,204)
Amortization of tangible capital assets	-	846,731	913,670
Acquisition of supplies inventories	-	19,075	(13,729)
CHANGE IN NET FINANCIAL ASSETS (DEBT)	(225,900)	369,154	(94,427)
NET FINANCIAL ASSETS, beginning of year	2,884,527	2,884,527	2,978,954
NET FINANCIAL ASSETS, end of year	\$ 2,658,627	\$ 3,253,681	\$ 2,884,527

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

THE CORPORATION OF THE TOWNSHIP OF ENNISKILLEN

CONSOLIDATED STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED DECEMBER 31, 2009

	2009	2008
		(Restated - Note 2)
OPERATING ACTIVITIES		
Annual surplus (deficit)	\$ 976,170	\$ (707,164)
Item not requiring cash		
Amortization	846,731	913,670
Operating transactions		
Taxes receivable	(2,037)	21,268
User charges receivable	1,497	(2,771)
Accounts receivable	(54,548)	(25,605)
Unbilled revenue	(20,543)	(7,761)
Long-term receivables	25,632	29,805
Accounts payable and accrued liabilities	(188,712)	234,881
Deferred revenue	3,281	(31,009)
Tile drain debenture prelevies	(3,651)	7,214
Inventories of supplies	19,075	(13,729)
Cash provided by operating activities	1,602,895	418,799
INVESTING ACTIVITIES		
Additions to capital assets		
Cash used to acquire tangible capital assets	(1,472,822)	(287,204)
Cash used in investing activities	(1,472,822)	(287,204)
INCREASE IN CASH, during the year	130,073	131,595
CASH, beginning of the year	1,870,063	1,738,468
CASH, end of the year	\$ 2,000,136	\$ 1,870,063
REPRESENTED BY		
Cash	\$ 1,347,126	\$ 1,236,135
Investments	653,010	633,928
	\$ 2,000,136	\$ 1,870,063

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

THE CORPORATION OF THE TOWNSHIP OF ENNISKILLEN

NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 2009

The Corporation of the Township of Enniskillen is a municipality that was created in 1855. The township provides municipal services such as police, fire, public works, planning, parks and recreation, and other general government operations.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(a) MANAGEMENT RESPONSIBILITY

The consolidated financial statements of The Corporation of the Township of Enniskillen are the representation of management prepared in accordance with accounting principles established by the Public Sector Accounting Board of the Canadian Institute of Chartered Accountants as prescribed by the Ministry of Municipal Affairs and Housing.

(b) BASIS OF CONSOLIDATION

These consolidated financial statements reflect the assets, liabilities, revenues and expenditures of the current fund, capital fund, reserve fund and reserves of 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 board and municipal enterprise owned or controlled by Council have been consolidated:

Enniskillen Water Area

(c) ACCOUNTING FOR REGION 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.

(d) TRUST FUNDS

Trust funds and their related operations administered by the municipality are not consolidated, but are reported separately on the Trust Funds Balance Sheet and Statement of Continuity which are shown on pages 21 and 22.

THE CORPORATION OF THE TOWNSHIP OF ENNISKILLEN

NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 2009

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

(e) BASIS OF ACCOUNTING

Revenues and expenditures are reported on the accrual basis of accounting. The accrual basis of accounting recognizes revenues as they are earned and measurable; expenditures are recognized as they are incurred and measurable as a result of the receipt of goods or services and/or the creation of a legal obligation to pay.

The consolidated statement of financial position reflects all of the financial assets and liabilities of the municipality. Financial assets are those assets which could provide resources to discharge existing liabilities or finance future operations. Municipal position represents the financial position of the municipality, and is the difference between its assets and liabilities. This provides information about the municipality's overall future revenue requirements and its ability to finance activities and meet its obligations.

(f) INVESTMENTS

Investments consist of Guaranteed Investment Certificates and are recorded at cost plus accrued interest.

(g) FINANCIAL INSTRUMENTS

The municipality recognizes and measures financial assets and financial liabilities on the statement of financial position when they become a party to the contractual provisions of a financial instrument. All transactions related to financial instruments are recorded on a settlement date basis. All financial instruments are measured at fair value on initial recognition. Measurement in subsequent periods depends on whether the financial instrument has been classified as held-for-trading, loans and receivables, available for sale, held-to-maturity or other financial liabilities.

HELD-FOR-TRADING

Financial assets classified as held-for-trading are measured at fair value. The financial instrument included in this category is cash.

THE CORPORATION OF THE TOWNSHIP OF ENNISKILLEN

NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 2009

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

LOANS AND RECEIVABLES

Loans and receivables are non-derivative financial assets with fixed or determinable repayment dates, usually with interest, that are not debt securities or instruments classified as held-for-trading or initial recognition. Accounts receivable, taxes receivable, user charges receivable, unbilled revenue and long-term receivables have been classified as loans and receivables. These instruments are initially recognized at fair value. Direct and incremental transaction costs are expensed immediately. They are subsequently valued at amortized cost using the effective interest method less any provision for impairment.

HELD-TO-MATURITY

Held-to-maturity investments are classified as such because the municipality has the positive intent and ability to hold the securities until maturity. These investments are recorded at amortized cost. Where it is determined that there is an impairment in value that is other than temporary, the impairment is recognized in annual surplus.

OTHER FINANCIAL LIABILITIES

Other financial liabilities are non-derivative financial liabilities and include accounts payable and accruals. These instruments are initially recognized at fair value. Direct and incremental transaction costs are expensed immediately. They are subsequently measured at amortized cost using the effective interest method.

FAIR VALUE

The township has financial instruments recognized in its financial statements consisting of cash, investments and investment income accrued, receivables and accounts payable and accrued liabilities. For the remaining financial instruments, fair value approximates cost due to their short-term nature.

THE CORPORATION OF THE TOWNSHIP OF ENNISKILLEN

NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 2009

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

(h) 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.

(i) TANGIBLE CAPITAL ASSETS

Tangible capital assets are recorded at cost which includes 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 and landfill sites, are amortized on a straight line basis over their estimated useful lives as follows:

Asset	Useful life - years
Building and building improvements	20 - 50
Machinery and equipment	5 - 20
Water and wastewater infrastructure	20 - 80
Roads infrastructure - base	50
- surface	15 - 20

Annual amortization is charged in the year of acquisition. Assets under construction are not amortized until the asset is available for productive use.

(ii) CONTRIBUTIONS OF TANGIBLE CAPITAL ASSETS

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

(iii) NATURAL RESOURCES

Natural resources that have not been purchased are not recognized as assets in the financial statements.

(iv) WORKS OF ART AND CULTURAL AND HISTORIC ASSETS

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

(v) TANGIBLE CAPITAL ASSETS DISCLOSED AT NOMINAL VALUES

Where an estimate of fair market value could not be made, the tangible capital asset was recognized at a nominal value. Land is the only category where nominal values were assigned.

(vi) LEASED TANGIBLE CAPITAL ASSETS

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

(vii) INVENTORIES OF SUPPLIES

Inventories of supplies held for consumption are recorded at cost.

THE CORPORATION OF THE TOWNSHIP OF ENNISKILLEN

NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 2009

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

(i) DEFERRED REVENUE

Revenue restricted by legislation, regulation or agreement and not available for general municipal purposes is reported as deferred revenue on the consolidated statement of financial position. The revenue is reported on the consolidated statement of operations in the year in which it is used for the specified purpose.

(j) REVENUE RECOGNITION

Taxation revenue is recognized in the year that the taxes are levied.

Grant revenue is recognized when the amount has been determined and approval has been obtained. If the grants relate to specific expenditures, the revenue is recognized when the resources have been used for the specified purpose.

User charges are recorded when the service has been provided, the amount is determinable and collectibility is assured.

Investment income is reported as revenue in the period earned.

(k) USE OF ESTIMATES

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the period. Significant estimates include assumptions used in estimating provisions for accrued liabilities.

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.

Actual results could differ from these estimates.

THE CORPORATION OF THE TOWNSHIP OF ENNISKILLEN

NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 2009

2. CHANGE IN ACCOUNTING POLICIES

The Township has implemented Public Sector Accounting Board ("PSAB") sections 1200 Financial Statement Presentation and 3150 Tangible Capital Assets. Section 1200 establishes general reporting principles and standards for the disclosure of information in government financial statements. Section 3150 requires governments to record and amortize their tangible capital assets in their financial statements. In prior years, tangible asset additions were expensed in the year of acquisition or construction. In addition, the statements reflect the new Consolidated Statement of Change in Net Financial Assets and no longer reflect the Statements of Operating, Capital and Reserves and Reserve Funds.

Methods used for determining the cost of each major category of tangible capital assets

The financial information recorded includes the actual or estimated historical cost of the tangible capital assets. When historical cost records were not available, other methods were used to estimate the costs and accumulated amortization of the assets. The Township applied a consistent method of estimating the replacement or reproduction cost of the tangible capital assets for which it did not have historical cost records, except in circumstances where it could be demonstrated that a different method would provide a more accurate estimate of the cost of a particular type of tangible capital asset.

This change has been applied retroactively and prior period have been restated. This change in accounting policy has changed amounts reported in the prior period as follows:

Accumulated surplus at January 1, 2008:

Operating fund balance	\$ 1,111,699
Reserves	1,985,009
Amounts to be recovered	(88,759)
Accumulated surplus, as previously reported	3,007,949
Net book value of tangible capital assets recorded	19,041,620
Accumulated surplus, as restated	\$ 22,049,569

Annual surplus for 2008:

Net revenues, as previously reported	\$ (80,698)
Assets capitalized but previously expensed	287,204
Amortization expense not previously reported	(913,670)
Annual surplus, as restated	\$ (707,164)

THE CORPORATION OF THE TOWNSHIP OF ENNISKILLEN

NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 2009

3. CASH

The Township's bank accounts are held at one chartered bank and earn interest at varying rates.

4. INVESTMENTS

The investments reported on the consolidation consists of Guaranteed Investment Certificates, are classified as held-to-maturity and are recorded at cost plus accrued interest. At year end the carrying values approximated their market values.

5. DEFERRED REVENUE

The net change during the year in the restricted deferred revenue balance is made up as follows:

	PARKLAND		GAS TAX		2009 TOTAL	2008 TOTAL
Deferred revenue, beginning of the year	\$	34,988	\$	-	\$ 34,988	\$ 66,001
Restricted funds received during the year		-		105,895	105,895	63,948
Interest earned		3,281		353	3,634	2,002
Revenue recognized during the year		-		(106,248)	(106,248)	(96,963)
Deferred revenue, end of the year	\$	38,269	\$	-	\$ 38,269	\$ 34,988

THE CORPORATION OF THE TOWNSHIP OF ENNISKILLEN

NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 2009

6. TANGIBLE CAPITAL ASSETS

2009

	Land	Building and Improvements	Vehicles Machinery and Equipment	Water and Wastewater Infrastructure	Roads Infrastructure	Total
Cost						
Balance, beginning of year	\$ 96,097	\$ 1,786,238	\$ 2,749,527	\$ 7,360,277	\$ 16,661,736	\$ 28,653,875
Additions	-	18,750	98,043	49,126	1,306,903	1,472,822
Balance, end of year	\$ 96,097	\$ 1,804,988	\$ 2,847,570	\$ 7,409,403	\$ 17,968,639	\$ 30,126,697
Accumulated Amortization						
Balance, beginning of year	\$ -	\$ 652,032	\$ 1,088,207	\$ 1,669,454	\$ 6,829,032	\$ 10,238,725
Amortization expense	-	43,880	120,989	92,311	589,551	846,731
Balance, end of year	-	695,912	1,209,196	1,761,765	7,418,583	11,085,456
Net Book Value, end of year	\$ 96,097	\$ 1,109,076	\$ 1,638,374	\$ 5,647,638	\$ 10,550,056	\$ 19,041,241

THE CORPORATION OF THE TOWNSHIP OF ENNISKILLEN

NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 2009

6. TANGIBLE CAPITAL ASSETS (continued)

2008

	Land	Building and Improvements	Vehicles Machinery and Equipment	Water and Wastewater Infrastructure	Roads Infrastructure	Total
Cost						
Balance, beginning of year	\$ 96,097	\$ 1,786,238	\$ 2,643,858	\$ 7,360,277	\$ 16,480,201	\$ 28,366,671
Additions	-	-	105,669	-	181,535	287,204
Balance, end of year	96,097	1,786,238	2,749,527	7,360,277	16,661,736	28,653,875
Accumulated Amortization						
Balance, beginning of year	-	605,782	958,332	1,560,659	6,200,282	9,325,055
Amortization expense	-	46,250	129,875	108,795	628,750	913,670
Balance, end of year	-	652,032	1,088,207	1,669,454	6,829,032	10,238,725
Net Book Value, end of year	\$ 96,097	\$ 1,134,206	\$ 1,661,320	\$ 5,690,823	\$ 9,832,704	\$ 18,415,150

THE CORPORATION OF THE TOWNSHIP OF ENNISKILLEN

NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 2009

7. ACCUMULATED SURPLUS

The accumulated surplus is comprised of the following:

	2009	2008
Surplus		
Available to offset future revenue requirements		
General area taxation	\$ 168,703	\$ 35,272
Water	1,112,402	924,354
Oil Springs Fire	6,769	6,769
Inwood Fire	4,960	4,960
Petrolia/Wyoming Fire	47,284	47,284
Oil City sewers	58,653	51,779
Marthaville streetlights	5,028	5,414
Oil City streetlights	6,431	5,039
Howlett Lane streetlights	3,595	3,334
Consolidated Fire surplus	26,113	-
	1,439,938	1,084,205
Net book value of tangible capital assets	19,041,241	18,415,150
Acquisition of capital assets to be recovered through taxation or user charges	(141,201)	(138,168)
	18,900,040	18,276,982
Reserves	1,978,597	1,981,218
	\$ 22,318,575	\$ 21,342,405
RESERVES SET ASIDE FOR SPECIFIC PURPOSE BY COUNCIL:		
Working capital	\$ 558,792	\$ 558,792
Water capital	1,359,865	1,334,232
Insurance	19,099	16,958
Water and municipal drainage debentures	40,841	66,474
Game warden	-	4,762
	\$ 1,978,597	\$ 1,981,218

THE CORPORATION OF THE TOWNSHIP OF ENNISKILLEN

NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 2009

8. OPERATIONS OF SCHOOL BOARDS AND THE COUNTY OF LAMBTON

The total levies raised on behalf of the school board and the County of Lambton are comprised of the following:

	SCHOOL BOARDS		COUNTY OF LAMBTON	
	2009	2008	2009	2008
Taxation and user charges	\$ 1,020,862	\$ 1,017,257	\$ 1,232,546	\$ 1,277,587
Share of payment in lieu	-	-	7,488	7,791
Requisitions	\$ 1,020,862	\$ 1,017,257	\$ 1,240,034	\$ 1,285,378

9. TRUST FUNDS

The trust funds administered by the municipality amounting to \$7,790 (2008 - \$6,379) have not been included in the consolidated statement of financial position nor have the operations been included in the consolidated statement of operations.

10. NET LONG-TERM LIABILITIES

(a) Net long-term liabilities is made up of the following:

	2009	2008
Tile drainage loans, maturing 2010 - 2019	\$ 354,360	\$ 408,987
Of the long-term liabilities shown above, the responsibility for payment of principal and interest charges for tile drainage loans has been assumed by individuals. At the end of the year, the outstanding principal amount of the liability is	(354,360)	(408,987)
	\$ -	\$ -

(b) Of the total long-term liabilities reported in (a) of this note, \$262,857 in principal payments are payable from 2010 to 2014 and \$91,503 from 2015 to 2019 and are summarized as follows:

	2010 to 2014	2015 to 2019
From benefiting landowners	\$ 262,857	\$ 91,503

(c) The municipality is contingently liable for the long-term liabilities with respect to the tile drainage loans. The total amount outstanding at December 31, 2009 is \$354,360 (2008 - \$408,987) and is not recorded on the consolidated statement of financial position.

(d) The long-term liabilities have been approved by by-law. The annual principal and interest payments required to service these liabilities are within the annual debt repayment limit prescribed by the Ministry of Municipal Affairs and Housing.

THE CORPORATION OF THE TOWNSHIP OF ENNISKILLEN

NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 2009

11. SEGMENTED INFORMATION

The Township is a municipal government institution that provides a wide range of services to its citizens, including police, fire and water. For management reporting purposes, the operations and activities are organized and reported by fund. Funds were created for the purpose of recording specific activities to attain certain objectives in accordance with specific regulations, restrictions or limitations.

Segmented information has been identified based upon lines of service provided by the Township. The Township services are provided by departments and their activities are reported by functional area in the body of the financial statements. Certain lines of service that have been separately disclosed in the segmented information, along with the services they provide, are as follows:

(a) Protection

Protection is comprised of the Police Services and Fire departments. The mandate of the Police Services department is to ensure the safety of the lives and property of citizens; preserve peace and good order; prevent crimes from occurring; detect offenders; and enforce the law. The Fire department is responsible to provide fire suppression services; fire prevention programs; training and education related to prevention; and detection or extinguishment of fires.

(b) Public Works - Transportation

The Public Works department is responsible for the delivery of municipal public works services related to the planning, development and maintenance of roadway systems, the maintenance of parks and open space, and street lighting.

(c) Public Works - Environment

The Township is responsible for environmental programs such as the engineering and operation of Water and Wastewater systems and Waste Management, the latter of which encompasses Solid Waste Collection Disposal and Recycling.

(d) Health Services

Health Services includes Ambulance Services.

(e) Recreation and Cultural Services

Recreation and Cultural Services include Parks, Recreation Programs and Facilities. The Community Services Department provides public services that contribute to neighbourhood development and sustainability through the provision of recreation and leisure services, and the development and maintenance of various parks and recreational facilities.

(f) Planning and Development

The Planning and Development department manages development for business interest, environmental concerns and land development plans.

The accounting policies used in these segments are consistent with those followed in the preparation of the consolidated financial statements as disclosed in Note 1.

THE CORPORATION OF THE TOWNSHIP OF ENNISKILLEN

NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 2009

11. SEGMENTED INFORMATION

2009

	General	Public Works- Government	Public Works - Transportation	Health Services	Recreation and Culture	Planning and Development	Total
Revenues							
Taxation	\$ 1,142,492	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,142,492
Fees and user charges	-	15,729	6,366	-	12,614	14,805	2,272,558
Grants	1,048,910	-	691,344	-	-	-	1,777,731
Investment income	13,490	-	-	-	-	-	46,219
Penalties and interest on taxes	23,799	-	-	-	-	-	23,799
Total revenues	2,228,691	15,729	697,710	-	12,614	14,805	5,262,799
Expenditures							
Salaries, wages and benefits	232,630	32,782	270,624	-	5,257	19,951	665,867
Operating	144,894	564,333	707,665	432	41,627	198,097	2,774,031
Amortization	20,806	53,033	632,026	-	11,389	-	846,731
Total expenditures	398,330	650,148	1,610,315	432	58,273	218,048	4,286,629
Annual surplus	\$ 1,830,361	\$ (634,419)	\$ (912,605)	\$ (432)	\$ (45,659)	\$ (203,243)	\$ 976,170

THE CORPORATION OF THE TOWNSHIP OF ENNISKILLEN

NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 2009

11. SEGMENTED INFORMATION

2008

	General	Public Works- Government	Transportation	Public Works - Environmental	Health Services	Recreation and Culture	Planning and Development	Total
Revenues								
Taxation	\$ 1,077,097	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,077,097
Fees and user charges	78,966	51,870	6,366	1,837,484	-	15,714	5,870	1,996,270
Grants	-	-	1,148,378	1,209,257	-	-	-	2,357,635
Investment income	65,748	-	-	31,721	-	-	-	97,469
Penalties and interest on taxes	23,678	-	-	-	-	-	-	23,678
Total revenues	1,245,489	51,870	1,154,744	3,078,462	-	15,714	5,870	5,552,149
Expenditures								
Salaries, wages and benefits	286,189	-	324,135	115,979	-	5,784	20,389	752,476
Operating	143,454	634,109	2,543,811	1,070,040	4,220	54,542	142,991	4,593,167
Amortization	24,750	53,034	671,286	150,725	-	13,875	-	913,670
Total expenditures	454,393	687,143	3,539,232	1,336,744	4,220	74,201	163,380	6,259,313
Annual surplus (deficit)	\$ 791,096	\$ (635,273)	\$(2,384,488)	\$ 1,741,718	\$ (4,220)	\$ (58,487)	\$ (157,510)	\$ (707,164)

THE CORPORATION OF THE TOWNSHIP OF ENNISKILLEN

NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 2009

12. EXPENDITURES BY OBJECT

Total expenditures classified by object are as follows:

	2009	2008
Salaries, wages and employee benefits	\$ 665,867	\$ 752,476
Materials and services	2,774,031	4,593,167
Amortization	846,731	913,670
	\$ 4,286,629	\$ 6,259,313

13. SALARY DISCLOSURE

In 2009, no employees were paid a salary, as defined in the Public Sector Salary Disclosure Act, 1996, of \$100,000 or more.

14. BUDGET DATA

The unaudited budget data in these consolidated financial statements is based upon the 2009 operating and capital budgets approved by Council in August, 2009. Amortization was not contemplated on development of the budget and, as such, has not been included.

15. COMPARATIVE FIGURES

Certain of the comparative figures have been reclassified to conform with the method of financial statement presentation adopted for the current year.

AUDITORS' REPORT

To the Members of Council, Inhabitants and Ratepayers of
The Corporation of the Township of Enniskillen

We have audited the statement of financial position of the trust funds of The Corporation of the Township of Enniskillen as at December 31, 2009 and the statement of continuity of the trust funds for the year then ended. These financial statements are the responsibility of the Township'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 financial statements present fairly, in all material respects, the financial position of the trust funds of the Township as at December 31, 2009 and the continuity of the trust funds for the year then ended in accordance with Canadian generally accepted accounting principles.

June 23, 2010

Chartered Accountants
Licensed Public Accountants

THE CORPORATION OF THE TOWNSHIP OF ENNISKILLEN
(Incorporated under the Laws of Ontario)

TRUST FUNDS STATEMENT OF FINANCIAL POSITION

AS AT DECEMBER 31, 2009

ASSETS		2009	2008
CURRENT			
Cash		\$ 7,790	\$ 6,379
LIABILITIES			
		2009	2008
CURRENT			
Due to Township		\$ 2,560	\$ 2,550
ACCUMULATED INCOME		5,230	3,829
		\$ 7,790	\$ 6,379

TRUST FUNDS STATEMENT OF CONTINUITY

FOR THE YEAR ENDED DECEMBER 31, 2009

	2009	2008
ACCUMULATED INCOME , beginning of year	\$ 3,829	\$ 3,629
REVENUES		
Interest and donations	1,411	210
EXPENDITURES		
Transfer to Township	10	10
ACCUMULATED INCOME , end of year	\$ 5,230	\$ 3,829

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

THE CORPORATION OF THE TOWNSHIP OF ENNISKILLEN

NOTES TO THE TRUST FUNDS FINANCIAL STATEMENTS

DECEMBER 31, 2009

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(a) BASIS OF CONSOLIDATION

These trust funds are for the maintenance and care of the cemetery. These trust funds have not been consolidated with the financial statements of the The Corporation of the Township of Enniskillen.

(b) 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 the receipt of goods or services and the creation of a legal obligation to pay.

(c) CAPITAL ASSETS

The historical cost and accumulated amortization of capital assets are not recorded for municipal purposes.