

TOWNSHIP OF BROOKE-ALVINSTON
CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2005

AUDITORS' REPORT

To the Members of Council, Inhabitants and Ratepayers
of the Corporation of the Township of Brooke-Alvinston

We have audited the consolidated statement of financial position of the Township of Brooke-Alvinston as at December 31, 2005 and the consolidated statements of financial activities and changes in financial position 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.

Except as explained in the following paragraph, 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.

Due to the time delays in completing the accounting records for the fiscal year, we were unable to satisfactorily complete audit procedures to assure ourselves that the cut-off for amounts receivable and amounts payable had been completed accurately. The Township is in the process of bringing its record keeping up to date so that financial statements can be prepared on a timely basis, but that effort is concentrated on the current accounting records and therefore the information for 2005 will not be further adjusted. Accordingly, we were not able to determine whether any adjustments might be necessary to accounts receivable, accounts payable, revenues, expenses or the changes in fund balances.

In our opinion, except for the effect of adjustments, if any, which we might have determined to be necessary had we been able to satisfy ourselves with respect to the cut-off of amounts receivable and amounts payable described in the preceding paragraph, these consolidated financial statements present fairly, in all material respects, the financial position of the Township of Brooke-Alvinston as at December 31, 2005 and the results of its financial activities and changes in its financial position for the year then ended in accordance with the accounting principles for municipal governments established by the Canadian Institute of Chartered Accountants.

London, Canada
September 21, 2007

Collins Barrow KMD LLP

CHARTERED ACCOUNTANTS

TOWNSHIP OF BROOKE-ALVINSTON
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2005

(with comparative figures at December 31, 2004)

	<u>2005</u>	<u>2004</u>
FINANCIAL ASSETS		
Cash	\$ 83,386	\$ 231,468
Taxes receivable	713,976	560,231
Accounts receivable	1,221,639	320,673
Other current assets	25,281	27,183
Investment - Alvinston Electricity Holdings	<u>328,905</u>	<u>311,081</u>
Total assets	<u>\$ 2,373,187</u>	<u>\$ 1,450,636</u>
LIABILITIES		
Bank loan	\$ 490,000	\$ 927,945
Accounts payable and accrued liabilities	227,953	401,558
Long term liabilities (note 5)	<u>1,138,118</u>	<u>326,567</u>
Total liabilities	<u>1,856,071</u>	<u>1,656,070</u>
MUNICIPAL FUND POSITION		
Operating fund (note 4)	658,646	454,978
Reserves and reserve funds (note 6)	1,172,950	826,191
Investment in Alvinston Electricity Holdings	328,905	311,081
Capital fund	<u>(505,267)</u>	<u>(1,471,117)</u>
Total fund balances	1,655,234	121,133
Amounts to be recovered from future revenues	<u>(1,138,118)</u>	<u>(326,567)</u>
Net fund balances	<u>517,116</u>	<u>(205,434)</u>
Total liabilities and municipal fund position	<u>\$ 2,373,187</u>	<u>\$ 1,450,636</u>

The accompanying notes are an integral part of this statement

Approved by Council

Mayor _____ Treasurer Administrator _____

TOWNSHIP OF BROOKE-ALVINSTON
CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2005

(with comparative figures for the year ended December 31, 2004)

	<u>Budget</u> <u>2005</u>	<u>Actual</u> <u>2005</u>	<u>Actual</u> <u>2004</u>
Revenues			
Taxation for municipal purposes	\$ 1,344,905	\$ 1,395,995	\$ 1,394,014
User fees	696,342	666,947	611,265
Government transfers - Canada		29,152	2,000
Government transfers - Ontario	1,482,000	1,577,297	1,994,039
Government transfers - Other municipalities	46,900	163,147	51,721
Other	<u>36,400</u>	<u>1,638,414</u>	<u>580,364</u>
Total revenues	<u>3,606,547</u>	<u>5,470,952</u>	<u>4,633,403</u>
Expenditures			
Current			
General government	458,500	439,053	396,180
Protection to persons and property	724,200	566,388	531,658
Transportation services	753,867	778,337	786,701
Environmental services	402,478	473,092	529,538
Health services	450	22,119	16,345
Recreation and cultural services	382,886	363,648	345,284
Planning and development	<u>25,000</u>	<u>8,735</u>	<u>10,205</u>
	<u>2,747,381</u>	<u>2,651,372</u>	<u>2,615,911</u>
Capital			
General government	10,000	5,824	10,176
Protection to persons and property	17,000	238,873	12,553
Transportation services	418,852	207,770	291,211
Environmental services		288,177	556,225
Health services		19,320	494
Recreation and cultural services	70,530	211,300	152,012
Planning and development		<u>142,766</u>	<u>83,770</u>
	<u>516,382</u>	<u>1,114,030</u>	<u>1,106,441</u>
Total expenditures	<u>3,263,763</u>	<u>3,765,402</u>	<u>3,722,352</u>
Net revenues (expenditures)	342,784	1,705,550	911,051
Debenture payments	<u>(70,461)</u>	<u>(171,449)</u>	<u>(87,834)</u>
Change in fund balances	<u>272,323</u>	<u>1,534,101</u>	<u>823,217</u>
Fund Balances, opening	<u>121,133</u>	<u>121,133</u>	<u>(702,084)</u>
Fund Balances, closing	<u>\$ 393,456</u>	<u>\$ 1,655,234</u>	<u>\$ 121,133</u>

The accompanying notes are an integral part of this statement

TOWNSHIP OF BROOKE-ALVINSTON
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED DECEMBER 31, 2005
(with comparative figures for the year ended December 31, 2004)

	<u>2005</u>	<u>2004</u>
Operating activities		
Changes in fund balances - statement 2	\$ 1,534,101	823,217
Net change in non-cash working capital balances		
Taxes receivable	(153,745)	(25,827)
Accounts receivable	(900,966)	124,570
Other current assets	1,902	4,802
Investment - Alvinston Electricity Holdings	(17,824)	(3,020)
Accounts payable and accrued charges	<u>(173,605)</u>	<u>103,479</u>
	<u>289,863</u>	<u>1,027,221</u>
Change in cash and equivalents during year	289,863	1,027,221
Cash and equivalents, beginning of year	<u>(696,477)</u>	<u>(1,723,698)</u>
Cash and equivalents, end of year	\$ <u>(406,614)</u>	\$ <u>(696,477)</u>
Analysis of cash and equivalents		
Cash and short term deposits	\$ 83,386	\$ 231,468
Bank loan	<u>(490,000)</u>	<u>(927,945)</u>
	\$ <u>(406,614)</u>	\$ <u>(696,477)</u>

The accompanying notes are an integral part of this statement

TOWNSHIP OF BROOKE-ALVINSTON
CONSOLIDATED STATEMENT OF OPERATING FUND ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2005

(with comparative figures for the year ended December 31, 2004)

	Budget	Actual	Actual
	2005	2005	2004
Revenues			
Taxation for municipal purposes	\$ 1,344,905	\$ 1,395,995	\$ 1,394,014
User fees	696,342	666,947	611,265
Government transfers - Canada		29,152	2,000
Government transfers - Ontario	1,432,000	1,430,616	1,030,049
Government transfers - Other municipalities	46,900	49,029	48,230
Donations		50,927	275,841
Investment income	1,400	44,387	15,148
Penalty and interest on taxes	<u>35,000</u>	<u>76,122</u>	<u>68,114</u>
Total revenues	<u>3,556,547</u>	<u>3,743,175</u>	<u>3,444,661</u>
Expenditures			
General government	458,500	439,053	396,180
Protection to persons and property	724,200	566,388	531,658
Transportation services	753,867	778,337	786,701
Environmental services	402,478	473,092	529,538
Health services	450	22,119	16,345
Recreation and cultural services	382,886	363,648	345,284
Planning and development	<u>25,000</u>	<u>8,735</u>	<u>10,205</u>
	<u>2,747,381</u>	<u>2,651,372</u>	<u>2,615,911</u>
Net revenues	809,166	1,091,803	828,750
Transfers			
Debt repayments	(70,461)	(171,449)	(87,834)
Interfund transfers (to) from reserves	(341,550)	(346,759)	(71,094)
Interfund transfers (to) from capital	<u>(466,382)</u>	<u>(352,103)</u>	<u>(415,975)</u>
Change in operating fund balance	(69,227)	221,492	253,847
Fund Balance, opening	<u>766,059</u>	<u>766,059</u>	<u>512,212</u>
Fund Balance, closing	<u>\$ 696,832</u>	<u>\$ 987,551</u>	<u>\$ 766,059</u>

The accompanying notes are an integral part of this statement

TOWNSHIP OF BROOKE-ALVINSTON
CONSOLIDATED STATEMENT OF CAPITAL FUND ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2005

(with comparative figures for the year ended December 31, 2004)

	<u>Budget</u> <u>2 0 0 5</u>	<u>Actual</u> <u>2 0 0 5</u>	<u>Actual</u> <u>2 0 0 4</u>
Revenues			
Government transfers - Ontario	50,000	\$ 146,681	\$ 963,990
Government transfers - Other municipalities		114,118	3,491
Special Charges		299,646	74,436
Fees and donations		85,332	
Debentures issued		1,082,000	126,825
Trillum grant			<u>20,000</u>
Total revenues	<u>50,000</u>	<u>1,727,777</u>	<u>1,188,742</u>
Expenditures			
General government	10,000	5,824	10,176
Protection to persons and property	17,000	238,873	12,553
Transportation services	418,852	207,770	291,211
Environmental services		288,177	556,225
Health services		19,320	494
Recreation and cultural services	70,530	211,300	152,012
Planning and development		<u>142,766</u>	<u>83,770</u>
	<u>516,382</u>	<u>1,114,030</u>	<u>1,106,441</u>
Net revenues (expenditures)	(466,382)	613,747	82,301
Transfers			
Interfund transfers (to) from operating	<u>466,382</u>	<u>352,103</u>	<u>415,975</u>
Change in capital fund balance		965,850	498,276
Fund Balance, opening	(1,471,117)	(1,471,117)	(1,969,393)
Fund Balance, closing	<u>\$(1,471,117)</u>	<u>\$(505,267)</u>	<u>\$(1,471,117)</u>

The accompanying notes are an integral part of this statement

TOWNSHIP OF BROOKE-ALVINSTON
CONSOLIDATED STATEMENT OF RESERVE AND RESERVE FUND ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2005

(with comparative figures for the year ended December 31, 2004)

	<u>Budget</u> <u>2005</u>	<u>Actual</u> <u>2005</u>	<u>Actual</u> <u>2004</u>
Transfers			
Interfund transfers (to) from operating	\$ 341,550	\$ 346,759	\$ 71,094
Interfund transfers (to) from capital	<u> </u>	<u> </u>	<u> </u>
Change in reserve and reserve fund balance	341,550	346,759	71,094
Fund Balance, opening	<u>826,191</u>	<u>826,191</u>	<u>755,097</u>
Fund Balance, closing	<u>\$ 1,167,741</u>	<u>\$ 1,172,950</u>	<u>\$ 826,191</u>

The accompanying notes are an integral part of this statement

TOWNSHIP OF BROOKE-ALVINSTON
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2005

1. Significant Accounting Policies

The consolidated financial statements of the Township of Brooke-Alvinston are the representation of management prepared in accordance with generally accepted accounting principles for municipal governments, as recommended by the Public Sector Accounting Board of the Canadian Institute of Chartered Accountants. Significant aspects of the accounting policies adopted by the Township are as follows:

(a) (i) Basis of Consolidation

These consolidated statements reflect the assets, liabilities, revenues, expenditures and changes in fund balances and financial position of the reporting entity. The reporting entity is comprised of all organizations accountable to the Township and owned or controlled by the Township. In addition to the operating, reserve and reserve and capital funds of the Township, they include the following local boards:

Alvinston Cemetery Board
Brooke, Alvinston and Inwood Community Centre Board
Inwood Community Centre Board

Interfund transactions and balances are eliminated.

Alvinston Electricity Holdings Inc. is a wholly owned government business enterprise which is accounted for on the modified equity basis.

(ii) Trust Funds

Trust funds and their related operations administered by the Township are not consolidated, but are reported separately on the "Trust Funds Statement of Continuity and Balance Sheet."

(b) Basis of Accounting

(i) Revenues and Expenditures

Revenues 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.

(ii) Capital Assets

The historical cost and accumulated depreciation for capital assets are not recorded for municipal purposes. Capital assets are reported as an expenditure on the Consolidated Statement of Financial Activities in the year of acquisition.

TOWNSHIP OF BROOKE-ALVINSTON
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2005

2. Operations of School Boards and the County of Lambton

Taxation, other revenues and expenditures of the school boards and the County of Lambton are comprised of the following:

	<u>School Boards</u>	<u>County</u>
Taxation and user charges	\$ 1,100,723	\$ 1,042,126
Grants	<u> </u>	<u> 4,780</u>
Amounts received or receivable	<u>\$ 1,100,723</u>	<u>\$ 1,046,906</u>

3. Trust Funds

Trust funds administered by the municipality include the Cemetery Perpetual Care Fund in the amount of \$176,684 and the Ontario Home Renewal Plan in the amount of \$10,435. These Trust funds have not been included in the "Consolidated Statement of Financial Position" nor have their operations been included in the "Consolidated Statement of Financial Activities".

4. Operating Fund Balance

The operating fund balance of \$658,646, as reported on the consolidated statement of financial position is comprised of the following:

	<u>2005</u>	<u>2004</u>
Operating fund		
Available to offset future revenue requirements (to be financed from future revenues)		
General area taxation	\$ 677,361	\$ 416,755
Cemetery Board	56,182	29,177
Cemetery Board - restricted surplus	246,000	246,000
Water Department	(177,680)	(95,440)
Sewer Department	24,475	32,823
Brooke, Alvinston, Inwood Community Centre	(166,539)	(174,159)
Inwood Community Centre Board	<u>(1,153)</u>	<u>(178)</u>
	<u>\$ 658,646</u>	<u>\$ 454,978</u>

TOWNSHIP OF BROOKE-ALVINSTON
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2005

5. Net Long Term Liabilities

	<u>2005</u>	<u>2004</u>
(a) Total long term liabilities incurred by the municipality including those incurred on behalf of school boards, other municipalities and municipal enterprises and outstanding at the end of the year consist of:		
Waterline debentures, interest rates from 7% to 8.25%, maturing 2004 to 2009	\$ 155,118	\$ 326,567
OSIFA debenture, interest rate of 2.54% maturing 2035	822,000	
OSIFA debenture, interest rate of 2.28% maturing 2020	150,000	
Arena debentures, interest rate of 7% maturing 2010	11,000	
Tile drainage loans, interest rates at 8%, maturing 2004 to 2014	348,834	333,704
Of the long term liabilities shown above, the responsibility for payment of principal and interest charges for tile drainage assistance loans has been assumed by individuals.	<u>(348,834)</u>	<u>(333,704)</u>
Net long term liabilities at the end of the year	<u>\$ 1,138,118</u>	<u>\$ 326,567</u>
(b) Of the net long term liabilities reported in (a) of this note, \$407,307 in principal payments are payable from 2006 to 2010 and are recoverable entirely from general municipal revenues.		

TOWNSHIP OF BROOKE-ALVINSTON
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2005

6. Reserves and reserve funds

The total balances of reserves and reserve funds of \$1,172,950 is made up of the following:

	<u>2005</u>	<u>2004</u>
Reserves set aside for specific purpose by Council		
- for working capital	\$ 538,160	\$ 477,160
- for roads capital and construction	133,001	75,001
- for equipment purchases	10,000	10,000
- for storm sewers	20,800	20,800
- for Brooke, Alvinston, Inwood Community Centre	59,254	41,754
- for Alvinston Fire Department	16,000	4,000
- for Fire Area No. 1	155,000	15,000
- for water and sewer development	<u>60,795</u>	<u>15,795</u>
Total reserves	<u>993,010</u>	<u>659,510</u>
Reserve funds set aside for specific purpose by Council		
- for water purposes	55,373	55,373
- for sewer purposes	2,142	2,142
- for Brooke, Alvinston, Inwood Community Centre	10,563	10,563
- Alvinston Utility Capital	21,000	21,000
- for Inwood Library building fund	6,514	6,514
- for Alvinston Library	4,105	4,051
- for Alvinston General	43,876	31,151
- for Fire Area #1	30,401	30,000
- for playground equipment	<u>5,966</u>	<u>5,887</u>
Total reserve funds	<u>179,940</u>	<u>166,681</u>
Total reserves and reserve funds	<u>\$ 1,172,950</u>	<u>\$ 826,191</u>

TOWNSHIP OF BROOKE-ALVINSTON
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2005

7. Investment - Alvinston Electricity Holdings Inc.

On October 31, 2000 the assets of the Alvinston Hydro Electric Commission were transferred to Bluewater Power Distribution Corporation. The Township is the sole shareholder of Alvinston Electricity Holdings Inc., which received a .72% interest in Bluewater Power Distribution Corporation in consideration for the transfer of the commission's assets. The investment is reported on the modified equity basis.

AUDITORS' REPORT

To the Members of Council, Inhabitants and Ratepayers of
the Corporation of the Township of Brooke-Alvinston

We have audited the balance sheet of the trust funds of the Corporation of the Township of Brooke-Alvinston as at December 31, 2005 and the statement of continuity of 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 Corporation of the Township of Brooke-Alvinston as at December 31, 2005 and the continuity of trust funds for the year then ended in accordance with the accounting principles disclosed in note 1 to the financial statements.

Collins Barrow KMD LLP

London, Canada
September 21, 2007

CHARTERED ACCOUNTANTS

TOWNSHIP OF BROOKE-ALVINSTON

TRUST FUNDS
STATEMENT OF CONTINUITY
FOR THE YEAR ENDED DECEMBER 31, 2005

	Cemetery Board Perpetual Care	Ontario Home Renewal Plan
Balance at beginning of the year	\$ <u>170,259</u>	\$ <u>11,822</u>
Revenue		
Capital receipts - sale of lots	6,425	
Interest earned	<u>8,026</u>	<u>330</u>
	<u>14,451</u>	<u>330</u>
Expenditures		
Administration		53
Repayment to Ministry		747
Loans forgiven		917
Transfer to Cemetery Board	<u>8,026</u>	
	<u>8,026</u>	<u>1,717</u>
Balance at end of the year	\$ <u>176,684</u>	\$ <u>10,435</u>

BALANCE SHEET
AS AT DECEMBER 31, 2005

ASSETS

Cash	\$ 7,981	\$ 1,008
Accounts receivable	5,818	
Investments (note 3)	156,994	
Due from Cemetery Board	5,891	
Loans receivable		<u>10,277</u>
	<u>\$ 176,684</u>	<u>\$ 11,285</u>

LIABILITIES AND FUND BALANCES

Accounts payable and accrued liabilities	\$	\$ 746
Due to Township of Brooke-Alvinston		104
Balance - capital	<u>176,684</u>	<u>10,435</u>
	<u>\$ 176,684</u>	<u>\$ 11,285</u>

The accompanying notes are an integral part of this statement

TOWNSHIP OF BROOKE-ALVINSTON
TRUST FUNDS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2005

1. Accounting of Policies

Basis of Accounting

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

Expenditures are reported on the cash basis of accounting with the exception of administrative expenses which 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

The Ontario Home Renewal Program was established by the Ontario Ministry of Housing in 1973 to provide grants for municipalities to make loans to assist owner occupants to repair, rehabilitate and improve their homes to local property standards. Individual loans are limited to \$7,500 of which the maximum forgivable portion is \$4,000.

Ontario Home Renewal Program loans receivable at December 31, 2005 are all repayable.

Under the terms of the Ontario Ministry of Housing regulations the municipality is required to transfer the balance of cash on hand to the ministry. The municipality is continuing to administer and collect the loans on behalf of the ministry.

3. Investments

Investments held by the Cemetery Perpetual Care Fund are recorded at cost of \$156,994 and have a market value of \$156,994 at the year end.

The accompanying schedules are provided for information purposes only.

TOWNSHIP OF BROOKE-ALVINSTON
ALVINSTON CEMETERY BOARD
BALANCE SHEET
DECEMBER 31, 2005

(with comparative figures at December 31, 2004)

	<u>2005</u>	<u>2004</u>
<u>ASSETS</u>		
Current		
Cash	\$ 56,442	\$ 37,540
Accounts receivable	1,363	181
Due from Township of Brooke-Alvinston	4,599	
Short term investments	81,000	246,000
Loan to Township of Brooke-Alvinston	<u>165,000</u>	<u> </u>
Total assets	<u>\$ 308,404</u>	<u>\$ 283,721</u>

LIABILITIES AND SURPLUS

Current		
Accounts payable	\$ 331	\$ 168
Due to Perpetual Care Fund	5,891	7,589
Due to Township of Brooke-Alvinston	<u> </u>	<u>787</u>
	6,222	8,544
Surplus		
Unrestricted surplus	56,182	29,177
Surplus restricted for future improvement and maintenance of the cemetery	<u>246,000</u>	<u>246,000</u>
	<u>302,182</u>	<u>275,177</u>
Total liabilities and surplus	<u>\$ 308,404</u>	<u>\$ 283,721</u>

TOWNSHIP OF BROOKE-ALVINSTON
ALVINSTON CEMETERY BOARD
STATEMENT OF REVENUE AND EXPENDITURE
FOR THE YEAR ENDED DECEMBER 31, 2005
(with comparative figures for the year ended December 31, 2004)

	<u>2005</u>	<u>2004</u>
Revenue		
Grave openings, sale of lots and foundations	\$ 16,274	\$ 7,552
Donations	19,795	10,484
Donation from bequests	12,739	246,000
Interest	<u>19,636</u>	<u>7,503</u>
	<u>68,444</u>	<u>271,539</u>
Expenditures		
Administrative and general	11,376	8,535
Repairs and maintenance	2,713	1,072
Wages and benefits	8,030	6,739
Capital expenditures	<u>19,320</u>	<u>494</u>
	<u>41,439</u>	<u>16,840</u>
Net income	27,005	254,699
Surplus, beginning of year	<u>275,177</u>	<u>20,478</u>
Surplus, end of year	<u>\$ 302,182</u>	<u>\$ 275,177</u>

TOWNSHIP OF BROOKE-ALVINSTON
SEWER DEPARTMENT
BALANCE SHEET
DECEMBER 31, 2005

(with comparative figures at December 31, 2004)

	<u>2005</u>	<u>2004</u>
<u>ASSETS</u>		
Financial		
Cash	\$ 145	\$ 143
Accounts receivable	47,950	43,674
Due from water department	23,266	23,266
Prepays	<u> </u>	<u>1,592</u>
Total assets	<u>\$ 71,361</u>	<u>\$ 68,675</u>
 <u>LIABILITIES AND SURPLUS</u>		
Current		
Due to Township of Brooke-Alvinston	\$ 20,681	\$ 20,681
Accounts payable	<u>3,791</u>	<u>7,680</u>
	24,472	28,361
Reserve fund	2,142	2,142
Surplus	<u>24,475</u>	<u>32,823</u>
Total liabilities and surplus	<u>\$ 51,089</u>	<u>\$ 63,326</u>

TOWNSHIP OF BROOKE-ALVINSTON
SEWER DEPARTMENT
STATEMENT OF REVENUE AND EXPENDITURE
FOR THE YEAR ENDED DECEMBER 31, 2005
(with comparative figures for the year ended December 31, 2003)

	<u>2005</u>	<u>2004</u>
Revenue		
Sewer billings	\$ 81,048	\$ 84,785
Interest income	<u>2</u>	<u>1</u>
	<u>81,050</u>	<u>84,786</u>
 Expenditures		
OCWA operating costs	46,210	54,183
Administration and general	42,812	14,688
Capital repairs		44,929
Repairs and maintenance	376	2,208
Bad debt	<u> </u>	<u>5,348</u>
	<u>89,398</u>	<u>121,356</u>
 Surplus (deficit) for the year	 (8,348)	 (36,570)
 Surplus, beginning of year	 <u>32,823</u>	 <u>69,393</u>
Surplus, end of year	<u>\$ 24,475</u>	<u>\$ 32,823</u>

TOWNSHIP OF BROOKE-ALVINSTON
ALVINSTON WATER DEPARTMENT
BALANCE SHEET
DECEMBER 31, 2005

(with comparative figures at December 31, 2004)

	<u>2 0 0 5</u>	<u>2 0 0 4</u>
<u>ASSETS</u>		
Current		
Cash	\$ 57	\$ 64
Accounts receivable	111,884	68,724
Prepays	<u> </u>	<u>3,715</u>
	<u>111,941</u>	<u>72,503</u>
Restricted		
Due from Township of Brooke-Alvinston	<u>55,373</u>	<u>55,373</u>
Total assets	<u>\$ 167,314</u>	<u>\$ 127,876</u>

LIABILITIES AND ACCUMULATED NET INCOME

Current		
Accounts payable	\$ 50,073	\$ 68,988
Due to Township of Brooke-Alvinston	216,282	75,688
Due to Sewer Department	<u>23,266</u>	<u>23,266</u>
	<u>289,621</u>	<u>167,942</u>
Reserve fund	55,373	55,373
Accumulated net income	<u>(177,680)</u>	<u>(95,439)</u>
Total liabilities and accumulated net income	<u>\$ 167,314</u>	<u>\$ 127,876</u>

TOWNSHIP OF BROOKE-ALVINSTON
ALVINSTON WATER DEPARTMENT
STATEMENT OF OPERATIONS
FOR THE YEAR ENDED DECEMBER 31, 2005
(with comparative figures for the year ended December 31, 2004)

	<u>2 0 0 5</u>	<u>2 0 0 4</u>
Revenue		
Sale of water	\$ 219,010	\$ 214,185
Other income	<u> </u>	<u> </u>
	<u>219,010</u>	<u>214,186</u>
Expenditures		
Administrative and general	26,316	23,795
Bad debts	6,560	14,388
Bulk water purchases	104,223	104,446
Capital repairs	<u> </u>	<u>5,862</u>
OCWA - operation and maintenance	103,892	146,640
- long-term debt charges	<u>60,260</u>	<u>58,158</u>
	<u>301,251</u>	<u>353,289</u>
Net income	\$ <u>(82,241)</u>	\$ <u>(139,103)</u>

STATEMENT OF ACCUMULATED NET INCOME (EXPENSE)
FOR THE YEAR ENDED DECEMBER 31, 2005
(with comparative figures for the year ended December 31, 2004)

	<u>2 0 0 5</u>	<u>2 0 0 4</u>
Balance, beginning of year	\$ (95,439)	\$ 43,664
Net income	<u>(82,241)</u>	<u>(139,103)</u>
Balance, end of year	\$ <u>(177,680)</u>	\$ <u>(95,439)</u>

BROOKE ALVINSTON AND INWOOD COMMUNITY CENTRE
STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2005

(with comparative figures at December 31, 2004)

	<u>2 0 0 5</u>	<u>2 0 0 4</u>
<u>ASSETS</u>		
Current		
Cash	\$ 1,129	\$
Accounts receivable	91,952	54,534
Prepays	240	240
Inventory	500	500
Reserve fund investments	<u>10,567</u>	<u>10,563</u>
Total assets	<u>104,388</u>	<u>65,837</u>
Due from Township of Brooke-Alvinston	<u>5,887</u>	<u>5,887</u>
Total assets	<u>\$ 110,275</u>	<u>\$ 71,724</u>
 <u>LIABILITIES AND FUND POSITIONS</u>		
Current		
Bank loan	\$ 90,000	\$ 75,000
Bank overdraft		2,524
Accounts payable	16,837	22,849
Due to Township of Brooke-Alvinston	<u>94,195</u>	<u>87,306</u>
Total liabilities	<u>201,032</u>	<u>187,679</u>
Fund Positions		
Reserves	59,254	41,754
Reserve fund	16,528	16,450
Surplus (deficit)	<u>(166,539)</u>	<u>(174,159)</u>
Total fund positions	<u>(90,757)</u>	<u>(115,955)</u>
Total liabilities and fund positions	<u>\$ 110,275</u>	<u>\$ 71,724</u>

BROOKE ALVINSTON AND INWOOD COMMUNITY CENTRE
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2005
(with comparative figures for the year ended December 31, 2004)

	<u>2 0 0 5</u>	<u>2 0 0 4</u>
Revenue		
Facility revenues	\$ 220,477	\$ 190,049
Contributions from Township	140,000	150,000
Donations	7,732	6,887
Bank interest earned	<u>24</u>	<u>9</u>
Total revenue	<u>368,233</u>	<u>346,945</u>
Expenditures		
Administration and insurance	17,011	19,917
Advertising and promotion	1,193	746
Ball Park expenses	241	2,007
Bank charges and interest	3,903	3,739
Canteen & bar wages	42,987	35,715
Capital expenditures		4,479
Equipment and supplies	25,951	21,283
Net appropriations to reserves	17,579	5,892
Office supplies	1,962	2,407
Repairs and maintenance	28,925	23,976
Utilities	74,475	71,709
Wages and employee benefits	<u>146,386</u>	<u>138,254</u>
	<u>360,613</u>	<u>330,124</u>
Net revenue (expenditures)	7,620	16,821
Surplus (deficit), beginning of year	<u>(174,159)</u>	<u>(190,980)</u>
Surplus (deficit), end of year	<u>\$ (166,539)</u>	<u>\$ (174,159)</u>