

THE CORPORATION OF THE MUNICIPALITY OF CLARINGTON

2005 FINANCIAL REPORT

**CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES AND FUND BALANCE
For the year ended December 31, 2005**

	2005		2005	2005	2005	2004
	CURRENT FUND ACTIVITIES BUDGET	ACTUAL	CAPITAL FUND ACTUAL	RESERVES AND RESERVE FUNDS ACTUAL	CONSOLIDATED ACTUAL	CONSOLIDATED ACTUAL
	\$	\$	\$	\$	\$	\$
REVENUES						
Taxation and user charges						
Property taxation	27,143,934	27,517,511	-	-	27,517,511	25,533,920
Taxation from other governments	2,920,304	5,192,877	-	-	5,192,877	5,437,872
User charges	7,342,715	8,488,848	-	-	8,488,848	7,871,510
Grants						
Government of Canada	25,000	36,874	6,934	-	43,808	92,983
Province of Ontario	232,000	389,285	45,971	3,872	439,128	783,671
Other						
Deferred revenue earned	2,132,381	2,285,684	4,221,462	-	6,507,146	7,005,891
Investment income	1,055,692	687,926	364,100	2,472,283	3,524,309	3,594,079
Sale of land and equipment	-	-	86,506	-	86,506	347,480
Penalty and interest on taxes	1,025,000	1,111,791	-	-	1,111,791	1,188,002
Fines	219,000	196,661	-	-	196,661	231,461
Donations and contribution from others	21,000	69,596	1,182,240	2,045,404	3,297,240	2,354,254
Total revenues	42,117,026	45,977,053	5,907,213	4,521,559	56,405,825	54,441,123
EXPENDITURES						
General government	7,010,866	9,148,522	756,361	-	9,904,883	17,100,205
Protection to persons and property	7,278,724	7,737,502	1,553,553	-	9,291,055	9,541,348
Transportation services	9,136,005	9,894,074	6,940,808	-	16,834,882	17,701,602
Environmental services	122,000	155,513	-	-	155,513	1,250,372
Health services	243,188	215,696	25,718	-	241,414	206,464
Recreational and cultural services	11,436,069	11,866,171	6,318,015	-	18,184,186	17,658,882
Planning and development	3,181,007	3,655,505	32,593	-	3,688,098	4,099,468
Total	38,407,859	42,672,983	15,627,048	-	58,300,031	67,558,341
Share of net income of Veridian Corporation	-	-	-	1,070,425	1,070,425	617,637
(Decrease) Increase in Equity of Veridian Corporation	-	-	-	-	-	-
Net (expenditures) revenue	3,709,167	3,304,070	(9,719,835)	5,591,984	-823,781	-12,499,581
Net financing and transfers	(2,309,467)	-1,934,156	6,562,262	(4,628,106)	-	3,385,000
Increase (decrease) in amounts to be recovered						
Debt principal repayments	(1,399,700)	-1,399,700	-	-	-1,399,700	-1,187,200
Unfunded employee future benefits obligati	-	147,494	-	-	147,494	(6,710)
Proceeds of Debenture Issue	-	-	-	-	-	-
Increase (Decrease) in Amounts to be Recov	(1,399,700)	(1,252,206)	-	-	(1,252,206)	(1,193,910)
Increase (decrease) in Non-financial Assets	-	-73,242	-	-	-73,242	58,718
Change in Fund Balance	-	44,466	(3,157,573)	963,878	(2,149,229)	(10,249,773)
Fund Balance, Beginning of year	-	-418,951	9,582,206	52,503,033	61,666,288	71,916,061
Fund Balance, End of year	-	-374,485	6,424,633	53,466,911	59,517,059	61,666,288

THE CORPORATION OF THE MUNICIPALITY OF CLARINGTON

**CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2005**

	<u>2005</u>	<u>2004</u>
	\$	\$
ASSETS		
Financial assets		
Cash and cash equivalents	17,903,038	27,567,598
Investments	32,716,676	34,841,907
Accounts receivable	9,896,862	9,336,035
Taxes receivable	7,715,636	8,346,655
Inventories for resale	48,191	47,310
Promissory notes receivable	8,321,000	8,321,000
Investment in Veridian Corporation	11,131,576	10,713,951
Total financial assets	<u>87,732,979</u>	<u>99,174,456</u>
LIABILITIES		
Accounts payable and accrued liabilities	5,880,876	16,857,427
Employee future benefit liabilities	1,947,987	1,832,311
Net long-term liabilities	19,781,600	21,181,300
Deferred revenue - general	4,720,263	3,771,297
Deferred revenue - obligatory reserve fund	17,045,770	16,351,857
Total liabilities	<u>49,376,496</u>	<u>59,994,192</u>
Net financial assets	<u>38,356,483</u>	<u>39,180,264</u>
Non-financial assets		
Prepaid expenses	329,977	422,577
Inventory supplies	205,697	186,339
Total non-financial assets	<u>535,674</u>	<u>608,916</u>
Net assets	<u>38,892,157</u>	<u>39,789,180</u>
MUNICIPAL POSITION		
Fund balances		
Current fund	-374,485	-418,951
Capital fund	6,424,633	9,582,206
Reserves	4,828,934	5,783,499
Reserve funds-general	28,050,054	27,105,755
Reserve fund-Veridian Corporation net equity	20,587,923	19,613,779
Total fund balances	<u>59,517,059</u>	<u>61,666,288</u>
Amounts to be recovered from future revenues	<u>-20,624,902</u>	<u>-21,877,108</u>
Municipal position	<u>38,892,157</u>	<u>39,789,180</u>

THE CORPORATION OF THE MUNICIPALITY OF CLARINGTON

**CONSOLIDATED SCHEDULE OF RESERVES AND RESERVE FUND BALANCES
AS AT DECEMBER 31, 2005**

	<u>2005</u>	<u>2004</u>
	\$	\$
Reserves set aside for specific purpose by Council:		
Acquisition of capital assets	3,473,726	4,334,357
Capital improvements	95,751	85,751
Working Funds, Contingencies and Other	<u>1,259,457</u>	<u>1,363,391</u>
	<u>4,828,934</u>	<u>5,783,499</u>
Reserve Funds set aside for specific purposes by Council:		
Industrial Development and Bowmanville BIA	191,525	250,263
Debt management and General municipal purposes	9,588,487	9,700,471
Acquisition of capital assets	7,095,347	6,820,864
Capital improvements	10,776,038	9,835,911
Recreation and Culture	<u>398,657</u>	<u>498,246</u>
	<u>28,050,054</u>	<u>27,105,755</u>
Municipal government business partnership	<u>20,587,923</u>	<u>19,613,779</u>
	<u>53,466,911</u>	<u>52,503,033</u>

**CONSOLIDATED SCHEDULE OF TRUST FUND BALANCES
AS AT DECEMBER 31, 2005**

	<u>2005</u>	<u>2004</u>
	\$	\$
Cemeteries	840,685	615,921
Vanderveer Legacy	1,000	1,000
Montague Trust	17,885	17,012
Host Community Fund	<u>10,000,000</u>	<u>10,000,000</u>
Total Trust Funds	<u>10,859,570</u>	<u>10,633,933</u>

THE CORPORATION OF THE MUNICIPALITY OF CLARINGTON

GENERAL NOTES DECEMBER 31, 2005

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 Older Adult Centre Board
 - Local Architectural Conservation Advisory Committee
 - Bowmanville Santa Clause Parade Committee
 - Orono Cemetery Board

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.