

Financial statements of

**The Corporation of the
Municipality of Clarington
Trust Funds**

December 31, 2007

The Corporation of the Municipality of Clarington Trust Funds

December 31, 2007

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Auditors' Report

To the Members of Council,
Inhabitants and Ratepayers of the
Corporation of the Municipality of Clarington

We have audited the statement of financial position of the trust funds of the Corporation of the Municipality of Clarington as at December 31, 2007 and the statement of financial activities for the year then ended. These financial statements are the responsibility of the Municipality'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 Municipality of Clarington as at December 31, 2007 and the results of their operations and cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

Deloitte & Touche LLP

Chartered Accountants
Licensed Public Accountants
July 15, 2008

The Corporation of the Municipality of Clarington Trust Funds

Statement of financial activities
year ended December 31, 2007

	Bowmanville		Bondhead		Trulls		Advent		Lovekin		Orono		St. George's		Community		Host		Irene		Rinch		Trust		Total		Total	
	Cemetery	Maintenance	Cemetery	Maintenance	Cemetery	Maintenance	Cemetery	Maintenance	Cemetery	Maintenance	Cemetery	Maintenance	Cemetery	Maintenance	Cemetery	Maintenance	Fun	(Note 5)	Fun	Fun	Fun	Fun	Fun	Fun	Fun	Fun	Fun	Fun
Revenues																												
Care and maintenance receipts (Note 4)	44,172	5,058	-	-	-	-	-	-	-	-	-	13,253	2,510	2,510	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Interest earned	20,096	2,423	56	27	387	27	387	27	387	27	5,970	5,970	1,100	1,100	34	34	34	34	34	34	34	34	34	34	34	34	34	34
	64,268	7,481	56	27	387	27	387	27	387	27	19,223	5,970	3,610	1,100	34	34	34	34	34	34	34	34	34	34	34	34	34	34
Expenditures																												
Contributions to cemeteries	20,096	2,423	56	27	387	27	387	27	387	27	5,970	5,970	1,100	1,100	34	34	34	34	34	34	34	34	34	34	34	34	34	34
Other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	20,096	2,423	56	27	387	27	387	27	387	27	5,970	5,970	1,100	1,100	34	34	34	34	34	34	34	34	34	34	34	34	34	34
Excess of revenue over expenditure	44,172	5,058	-	-	-	-	-	-	-	-	13,253	2,510	2,510	2,510	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Balance, beginning of year	613,018	72,749	1,774	918	10,000	918	10,000	918	10,000	918	194,251	5,970	34,717	34,717	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000
Balance, end of year	657,190	77,807	1,774	918	10,000	918	10,000	918	10,000	918	207,504	5,970	37,227	37,227	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000

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

The Corporation of the Municipality of Clarington

Trust Funds

Notes to the financial statements

December 31, 2007

1. Significant accounting policies

The financial statements of the trust funds of the Corporation of Municipality of Clarington are the representations of management prepared in accordance with Canadian generally accepted accounting principles and reflect the following policies:

Basis of accounting

Revenues are recorded in the period in which the transactions or events occurred that gave rise to the revenue.

Expenditures are recorded in the period the goods and services are acquired and a liability is incurred. Refunds are reported in the period issued.

Investments

Investments are recorded at cost. The cost of investments approximates their fair market value.

Use of estimates

The preparation of the periodic financial statements in conformity with Canadian generally accepted accounting principles, 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 amount of revenues and expenditures during the period. Actual results could differ from these estimates.

2. Statement of cash flows

A statement of cash flows has not been included in these financial statements as the information is readily determinable from the financial statements presented.

3. Investments

The total investments held by the trust funds of \$11,144,589 (2006 - \$10,938,743) reported on Statement of Financial Position at cost have a market value of \$11,275,374 (2006 - \$11,053,914) including accrued interest at the end of the year.

4. Care and maintenance funds

The Care and Maintenance Funds administered by the Municipality are funded by the sale of cemetery plots. These funds are invested and earnings derived from the investment are used to perform care and maintenance to the Municipality's cemeteries. The operations and investments of the Funds are undertaken by the Municipality in accordance with the regulations of the Cemeteries Act.

The Corporation of the Municipality of Clarington

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5. Host Community Fund

The Host Community Fund is administered by the Municipality. The capital is to be held in trust and earnings derived from the investment of these funds are expended by the municipality at its discretion. The original capital payment received during the year ended December 31, 2001 shall be repaid on the last to occur of both (1) the day on which a license is refused by the Canadian Nuclear Safety Commission to construct the Clarington Facility as contemplated by the related agreement, and (2) the first day after the low-level radioactive waste now located at the Port Granby Waste Management Facility has been removed from Clarington and the site of the Port Granby Waste Management Facility has been cleaned up in accordance with the intent of the related agreement. If a license to construct the Port Granby Facility is granted by the Canadian Nuclear Safety Commission, on the date of the issuance of the license, Clarington's obligation in favour of Canada shall terminate, and the \$10,000,000 will become a grant to the Municipality.