

Financial statements of

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

December 31, 2009

The Corporation of the Municipality of Clarington Trust Funds

December 31, 2009

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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 Corporation of the Municipality of Clarington Trust Funds as at December 31, 2009 and the statement of operations 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 Corporation of the Municipality of Clarington Trust Funds as at December 31, 2009 and the results of operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

Deloitte & Touche LLP

Chartered Accountants
Licensed Public Accountants
July 7, 2010

The Corporation of the Municipality of Clarington

Trust Funds

Statement of financial position
as at December 31, 2009

												2009	2008
	Bowmanville Cemetery Care and Maintenance	Bondhead Cemetery Care and Maintenance	Trulls Cemetery Care and Maintenance	Advent Cemetery Care and Maintenance	Lovekin Cemetery Care and Maintenance	Orono Cemetery Care and Maintenance	St. George's Cemetery Care and Maintenance	Vanderveer Legacy	Montague Trust	Host Community Fund (Note 5)	Irene Rinch Trust	Total	Total
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Assets													
Accounts receivable													
Due from the Municipality of Clarington	16,970	400	-	-	-	3,196	1,000	-	-	-	-	21,566	25,871
Investments (Note 3)	723,002	89,944	1,774	918	10,000	218,453	38,451	1,000	20,574	10,000,000	160,331	11,264,447	11,204,407
	739,972	90,344	1,774	918	10,000	221,649	39,451	1,000	20,574	10,000,000	160,331	11,286,013	11,230,278
Fund balances	739,972	90,344	1,774	918	10,000	221,649	39,451	1,000	20,574	10,000,000	160,331	11,286,013	11,230,278

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

The Corporation of the Municipality of Clarington

Trust Funds

Statement of operations
year ended December 31, 2009

												2009	2008
	Bowmanville Cemetery Care and Maintenance	Bondhead Cemetery Care and Maintenance	Trulls Cemetery Care and Maintenance	Advent Cemetery Care and Maintenance	Lovekin Cemetery Care and Maintenance	Orono Cemetery Care and Maintenance	St. George's Cemetery Care and Maintenance	Vanderveer Legacy	Montague Trust	Host Community Fund (Note 5)	Irene Rinch Trust	Total	Total
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Revenues													
Care and maintenance receipts (Note 4)	43,324	2,966	-	-	-	3,196	1,400	-	-	-	-	50,886	60,802
Interest earned	27,480	3,273	124	41	425	8,745	860	-	549	363,302	4,300	409,099	467,503
	70,804	6,239	124	41	425	11,941	2,260	-	549	363,302	4,300	459,985	528,305
Expenditures													
Contributions to cemeteries	27,480	3,273	124	41	425	8,745	860	-	-	-	-	40,948	39,345
Other	-	-	-	-	-	-	-	-	-	363,302	-	363,302	420,838
	27,480	3,273	124	41	425	8,745	860	-	-	363,302	-	404,250	460,183
Excess of revenues over expenditures	43,324	2,966	-	-	-	3,196	1,400	-	549	-	4,300	55,735	68,122
Balance, beginning of year	696,648	87,378	1,774	918	10,000	218,453	38,051	1,000	20,025	10,000,000	156,031	11,230,278	11,162,156
Balance, end of year	739,972	90,344	1,774	918	10,000	221,649	39,451	1,000	20,574	10,000,000	160,331	11,286,013	11,230,278

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, 2009

1. Significant accounting policies

The financial statements of the Corporation of Municipality of Clarington Trust Funds 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.

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 \$11,264,447 (2008 - \$11,204,407) reported on Statement of Financial Position at cost have a market value of \$11,416,953 (2008 - \$11,341,282) 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 interest earned is 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

Trust Funds

Notes to the financial statements

December 31, 2009

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 available to be 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.