

COUNTY OF HURON
CONSOLIDATED FINANCIAL REPORT
December 31, 2008

VODDEN, BENDER & SEEBACH LLP
Chartered Accountants

County of Huron
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2008

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AUDITOR'S REPORT

To the Members of Council, Inhabitants and Ratepayers of the Corporation of the County of Huron:

We have audited the consolidated statement of financial position of the Corporation of the County of Huron as at December 31, 2008 and the consolidated statements of financial activity and cash flows for the year then ended. These statements are the responsibility of the Corporation's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted Canadian 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 consolidated financial position of the Corporation of the County of Huron as at December 31, 2008 and the results of its consolidated financial activities and cash flows for the year then ended in accordance with accounting principles for municipal governments established by the Canadian Institute of Chartered Accountants.

Goderich, Ontario
July 28, 2009

Vodden, Bender & Seebach LLP

Vodden, Bender & Seebach LLP
Chartered Accountants
Licensed Public Accountants

County of Huron

Consolidated Statement of Financial Position

as at December 31, 2008

	<u>2008</u>	<u>2007</u>
	\$	\$
Financial Assets		
Cash and short-term investments (note 2)	37,589,947	34,171,567
Accounts receivable	1,015,930	750,480
Other current assets	<u>78,967</u>	<u>30,313</u>
Total assets	<u><u>38,684,844</u></u>	<u><u>34,952,360</u></u>
Liabilities		
Accounts payable and accrued liabilities	11,364,208	11,060,575
Deferred revenue	1,439,659	449,042
Net long term liabilities (note 8)	<u>690,574</u>	<u>767,277</u>
Total liabilities	<u><u>13,494,441</u></u>	<u><u>12,276,894</u></u>
Fund balances at the end of the year		
Operating fund	(216,576)	20,926
Capital fund	-	-
Reserves and reserve funds	<u>26,097,553</u>	<u>23,421,817</u>
Total fund balances	25,880,977	23,442,743
Amounts to be recovered (note 8)	<u>(690,574)</u>	<u>(767,277)</u>
Total municipal position	<u><u>25,190,403</u></u>	<u><u>22,675,466</u></u>
Total liabilities and municipal position	<u><u>38,684,844</u></u>	<u><u>34,952,360</u></u>

The accompanying notes are an integral part of this financial statement.

County of Huron

Consolidated Statement of Financial Activities

for the year ended December 31, 2008

	Budget <u>2008</u> \$	Actual <u>2008</u> \$	Actual <u>2007</u> \$
Revenues			
Taxation and user fees	37,408,402	37,731,186	35,834,346
Government transfers	41,884,326	44,213,487	40,212,843
Other revenue	<u>5,910,043</u>	<u>6,715,473</u>	<u>8,055,057</u>
Total revenues	<u>85,202,771</u>	<u>88,660,146</u>	<u>84,102,246</u>
Expenditures			
Operating			
General government	6,730,161	6,126,625	5,075,893
Protection to persons and property	884,283	1,029,511	872,342
Transportation services	5,837,064	7,130,579	7,796,299
Environmental services	308,200	207,528	247,036
Health services	12,917,992	12,347,582	12,416,920
Social and family services	32,134,640	34,376,081	34,794,072
Social and public housing	3,450,784	3,980,745	3,737,925
Recreation and cultural services	3,517,136	3,487,787	3,313,780
Planning and development	<u>3,704,886</u>	<u>3,474,438</u>	<u>2,216,290</u>
	<u>69,485,146</u>	<u>72,160,876</u>	<u>70,470,557</u>
Capital			
General government	2,199,783	1,214,480	940,138
Protection to persons and property	8,000	754	3,757
Transportation services	10,747,000	11,824,082	7,954,437
Environmental services	-	3,900	-
Health services	155,603	318,025	130,461
Social and family services	423,714	220,772	482,430
Social and public housing	423,000	391,540	402,706
Recreation and cultural services	209,003	57,165	112,638
Planning and development	<u>24,060</u>	<u>30,318</u>	<u>74,417</u>
	<u>14,190,163</u>	<u>14,061,036</u>	<u>10,100,984</u>
Total expenditures	<u>83,675,309</u>	<u>86,221,912</u>	<u>80,571,541</u>
Net revenues (expenditures)	1,527,462	2,438,234	3,530,705
Decrease in amounts to be recovered	76,703	76,703	73,329
Opening municipal position	<u>22,675,466</u>	<u>22,675,466</u>	<u>19,071,432</u>
Closing municipal position	<u>24,279,631</u>	<u>25,190,403</u>	<u>22,675,466</u>

The accompanying notes are an integral part of this financial statement.

County of Huron

Consolidated Statement of Cash Flows

for the year ended December 31, 2008

	Actual <u>2008</u> \$	Actual <u>2007</u> \$
Operations		
Net revenues (expenditures)	2,438,234	3,530,705
Add (deduct) financing items included in operations:		
Housing long-term debt principal repaid	76,703	73,329
Changes in working capital providing (using) cash:		
Decrease (increase) in accounts receivable	(265,450)	92,664
Decrease (increase) in other current assets	(48,654)	(1,541)
Increase (decrease) in accounts payable and accrued liabilities	303,633	1,398,155
Increase (decrease) in deferred revenue	<u>990,617</u>	<u>(744,099)</u>
Net increase (decrease) from operations	<u><u>3,495,083</u></u>	<u><u>4,349,213</u></u>
Financing		
Principal repayment on housing long term bank loan	<u>(76,703)</u>	<u>(73,329)</u>
Cash and short-term investments beginning of year	<u><u>34,171,567</u></u>	<u><u>29,895,683</u></u>
Cash and short-term investments end of year	<u><u><u>37,589,947</u></u></u>	<u><u><u>34,171,567</u></u></u>

The accompanying notes are an integral part of this financial statement.

County of Huron

Schedule of Operating Fund Activities

for the year ended December 31, 2008

	Budget <u>2008</u> \$	Actual <u>2008</u> \$	Actual <u>2007</u> \$
Revenues			
Taxation and user fees	37,408,402	37,731,186	35,834,346
Government transfers	41,884,326	44,213,487	40,212,843
Other revenue	<u>5,910,043</u>	<u>6,152,333</u>	<u>7,567,544</u>
Total revenues	<u>85,202,771</u>	<u>88,097,006</u>	<u>83,614,733</u>
Expenditures			
General government	6,730,161	6,126,625	5,075,893
Protection to persons and property	884,283	1,029,511	872,342
Transportation services	5,837,064	7,130,579	7,796,299
Environmental services	308,200	207,528	247,036
Health services	12,917,992	12,347,582	12,416,920
Social and family services	32,134,640	34,376,081	34,794,072
Social and public housing	3,450,784	3,980,745	3,737,925
Recreation and cultural services	3,517,136	3,487,787	3,313,780
Planning and development	<u>3,704,886</u>	<u>3,474,438</u>	<u>2,216,290</u>
Total expenditures	<u>69,485,146</u>	<u>72,160,876</u>	<u>70,470,557</u>
Net revenues (expenditures)	15,717,625	15,936,130	13,144,176
Net interfund transfers			
From (to) capital fund	(14,190,163)	(14,061,036)	(10,100,984)
From (to) reserves and reserve funds	<u>(1,548,388)</u>	<u>(2,112,596)</u>	<u>(3,212,923)</u>
Total net interfund transfers	<u>(15,738,551)</u>	<u>(16,173,632)</u>	<u>(13,313,907)</u>
Change in fund balance	(20,926)	(237,502)	(169,731)
Opening balance	<u>20,926</u>	<u>20,926</u>	<u>190,657</u>
Closing balance	<u>-</u>	<u>(216,576)</u>	<u>20,926</u>

The accompanying notes are an integral part of this financial statement.

Schedule of Capital Fund Activities

for the year ended December 31, 2008

	Budget <u>2008</u> \$	Actual <u>2008</u> \$	Actual <u>2007</u> \$
Revenues			
Other revenue	-	-	-
Total revenues	<u>-</u>	<u>-</u>	<u>-</u>
Expenditures			
General government	2,199,783	1,214,480	940,138
Protection to persons and property	8,000	754	3,757
Transportation services	10,747,000	11,824,082	7,954,437
Environmental services	-	3,900	-
Health services	155,603	318,025	130,461
Social and family services	423,714	220,772	482,430
Social and public housing	423,000	391,540	402,706
Recreation and cultural services	209,003	57,165	112,638
Planning and development	24,060	30,318	74,417
Total expenditures	<u>14,190,163</u>	<u>14,061,036</u>	<u>10,100,984</u>
Net revenues (expenditures)	(14,190,163)	(14,061,036)	(10,100,984)
Net interfund transfers			
From (to) operating fund	14,190,163	14,061,036	10,100,984
From (to) reserves and reserve funds	-	-	-
Total net interfund transfers	<u>14,190,163</u>	<u>14,061,036</u>	<u>10,100,984</u>
Change in fund balance	-	-	-
Opening balance	<u>-</u>	<u>-</u>	<u>-</u>
Closing balance	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>-</u></u>

The accompanying notes are an integral part of this financial statement.

County of Huron

Schedule of Reserves and Reserve Funds Activities

for the year ended December 31, 2008

	Budget 2008 \$	Actual 2008 \$	Actual 2007 \$
Revenues			
Interest earned	-	563,140	487,513
Total revenues	-	563,140	487,513
Net interfund transfers			
From (to) operating fund	1,548,388	2,112,596	3,212,923
From (to) capital fund	-	-	-
Total net interfund transfers	1,548,388	2,112,596	3,212,923
Change in fund balance	1,548,388	2,675,736	3,700,436
Opening balance	23,421,817	23,421,817	19,721,381
Closing balance	24,970,205	26,097,553	23,421,817
Analyzed as follows:			
Reserves			
Reserve for Working Funds	1,200,000	1,200,000	1,200,000
Reserve for Contingencies	6,861,708	6,803,883	7,154,676
Reserve for Workers Safety Insurance	200,000	200,000	200,000
Reserve for Server Replacement	13,375	17,500	13,375
Reserve for Ambulance Station Capital	371,176	451,176	242,072
Reserve for Ontario Works IT	30,000	30,000	30,000
Reserve for Library Books	92,471	92,471	92,471
	8,768,730	8,795,030	8,932,594
Reserve funds			
Facilities Reserve Fund	2,151,555	3,059,066	2,401,555
Accessibility Reserve fund	5,962	6,098	5,962
Corporate IT Reserve Fund	67,422	69,598	51,422
Insurance Reserve Fund	837,325	884,898	787,325
Future Infrastructure Reserve Fund	1,020,650	1,063,161	520,650
Levy Stabilization Reserve Fund	673,446	711,666	1,673,446
Highway Reserve Fund	6,367,696	5,146,916	3,232,831
Fleet Reserve Fund	1,464,896	1,990,781	2,174,184
Water Source Protection Reserve Fund	252,157	282,266	252,157
Waste Management Reserve Fund	1,068,805	1,244,620	1,073,805
EMS Fleet Reserve Fund	855,448	817,724	540,201
Homes for the Aged Reserve Fund	493,302	975,669	742,802
Social Housing Capital Reserve Fund	640,400	648,990	640,400
Huron Heritage Reserve Fund	17,249	17,643	17,249
Global Information System Reserve Fund	2,056	21,075	22,056
Economic Development Reserve Fund	274,159	331,060	336,231
Forestry Reserve Fund	8,947	31,292	16,947
	16,201,475	17,302,523	14,489,223
	24,970,205	26,097,553	23,421,817

The accompanying notes are an integral part of this financial statement.

County of Huron

Notes to the Financial Statements

for the year ended December 31, 2008

1. Accounting Policies

The consolidated financial statements of the County of Huron are the representation of management prepared in accordance with Canadian generally accepted accounting principles prescribed 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 municipality are as follows:

(a) Reporting Entity

The consolidated financial statements reflect the assets, liabilities, revenues, expenditures, and changes in fund balances and in financial position of the reporting entity. The reporting entity is comprised of all organizations and enterprises accountable for their administration of their financial affairs and resources to the municipality and which are owned or controlled by the municipality. In addition to the general government tax-supported operations, they include the following:

- Huron County Board of Health
- Huron County Homes for the Aged
- Huron County Library Board
- Huron County Museum and Historic Gaol

Interdepartmental and organizational transactions and balances have been eliminated.

The statements exclude trust funds that are administered for the benefit of external parties.

(b) Basis of Accounting

Revenues are accounted for in the period in which the transactions or events occurred that gave rise to the revenues. Expenditures are accounted for in the period the goods and services are acquired and a liability is incurred or transfers are due.

(c) Fund Accounting

Funds within the consolidated financial statements consist of the operating, capital and reserves and reserve funds. Transactions between funds are recorded as interfund transfers.

(d) Capital Assets

The historical cost and accumulated depreciation of capital assets are not reported for municipal purposes. Capital assets are reported as an expenditure on the statement of financial activities in the year of acquisition.

County of Huron

Notes to the Financial Statements

for the year ended December 31, 2008

1. Accounting Policies (continued)

(e) Reserves and Reserve Funds

Certain amounts, as approved by council or senior management, are set aside in reserves or reserve funds for future operating and capital expenditures. Transfers to and from reserves and reserve funds are reflected as adjustments to the respective funds.

(f) Government Transfers

Government transfers are recognized in the financial statements as revenues in the period in which events giving rise to the transfer occur, provided that the transfers are authorized, any eligibility criteria have been met, and reasonable estimates can be made.

(g) Use of Estimates

The preparation of financial statements in conformity with 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 amounts of revenues and expenditures during the period. Actual results could differ from those estimates.

2. Cash and Short-Term Investments

	2008	2007
	\$	\$
Cash	34,384,701	31,095,854
Short-term investments	3,205,246	3,075,713
	<u>37,589,947</u>	<u>34,171,567</u>

The short-term investments have a market value of \$3,130,324 (2007- \$2,896,260).

3. Trust Funds

Trust funds administered by the municipality amounting to \$305,055 (2007 - \$272,600) have not been included in the consolidated statement of financial position nor have their operations been included in the consolidated statement of financial activities.

County of Huron

Notes to the Financial Statements

for the year ended December 31, 2008

4. Pension Agreements

The municipality makes contributions to the Ontario Municipal Employees Retirement Fund (OMERS), which is a multi-employer plan, on behalf of 455 members of its staff. The plan is a defined benefit plan which specifies the amount of the retirement benefit to be received by the employees based on the length of services and rates of pay.

The amount contributed to OMERS for 2008 was \$1,581,356 (2007 - \$1,440,604) and is included as an expenditure on the consolidated statement of financial activities.

5. Liability for Vested Sick Leave Benefits

Under the sick leave benefit plan, unused sick leave credits may be used to supplement the seventeen weeks' sick leave benefit up to 100 percent of earnings at time of illness or disability, calculated on current earnings at time of withdrawing credit. The unused credits in this plan were frozen as of December 31, 1971. Employees with unused credits remaining from prior to December 31, 1971 may become entitled to a cash payment when they leave the municipality's employment.

The liability for these accumulated days, to the extent that they have vested and could be taken in cash by an employee on terminating, amounted to \$550 (2007 - \$550) at the end of the year. A reduction of \$Nil (2007 - \$Nil) was used to supplement employees' sick leave benefits. An amount of \$Nil (2007 - \$Nil) was paid to employees who left the municipality's employment during the current year.

Anticipated future payments to employees who are eligible to retire are:

<u>Year</u>	<u>\$</u>
<u>2009</u>	<u>550</u>

County of Huron

Notes to the Financial Statements

for the year ended December 31, 2008

6. Municipal Position at End of Year

The balances on the statement of financial position of \$22,675,466 as at the end of the year (2006 - \$16,071,432) are comprised of the following:

	2008	2007
	\$	\$
Operating fund - available for general reduction of taxation or user charges	(216,576)	20,926
Capital fund	-	-
Reserves and reserve funds	<u>26,097,553</u>	<u>23,421,817</u>
Total fund balances	<u>25,880,977</u>	<u>23,442,743</u>
Amounts to be recovered	<u>(690,574)</u>	<u>(767,277)</u>
Total municipal position	<u>25,190,403</u>	<u>22,675,466</u>

7. Expenditure by Object

	2008	2007
	\$	\$
Salaries, wages and benefits	32,046,515	30,352,456
Long term debt charges	109,716	109,716
Materials, goods, supplies, and utilities	11,376,761	10,860,818
Contracted and general services	9,730,118	8,430,844
Rents, leases, bank charges and financial expenses	2,079,834	2,122,475
Capital expenditures	14,061,036	10,100,984
External transfers	<u>16,817,932</u>	<u>18,594,248</u>
	<u>86,221,912</u>	<u>80,571,541</u>

8. Related Party - Huron County Housing Corporation

The Huron County Housing Corporation is a non-profit corporation all of whose shares are owned by the County of Huron. The Huron County Housing Corporation owns the land and buildings which are provided to the County of Huron - Housing Department for use as low income residential rental units.

Effective January 1, 2001, the County of Huron assumed responsibility for public housing. The County of Huron has assumed the responsibility for the operating revenues and expenditures of public housing, whereas the Huron County Housing Corporation is responsible for the capital transactions associated with public housing.

County of Huron

Notes to the Financial Statements

for the year ended December 31, 2008

8. Related Party - Huron County Housing Corporation (continued)

A debt obligation was transferred in 2001 from the Province of Ontario to the Huron County Housing Corporation on the transfer of responsibility for public housing operations.

As at December 31, 2008 the principal amount was \$767,277 (2007 - \$840,606). The debt is owed to a private sector lending institution. Interest rate is 4.55% per annum with monthly payments of principal and interest totalling \$9,143. Maturity date is May 2009.

This mortgage is insured by the CMHC and fully indemnified by the Province of Ontario.

Amounts to be recovered

Related amounts to be recovered have been reduced by principal amounts in 2008 and 2007 as follows:

	\$
2007	73,329
2008	76,703

Future principal payments are payable as follows:

	\$
2009	690,574

9. Tangible Capital Assets

Effective for years ending on or after January 1, 2009 local governments must disclose tangible capital assets in accordance with section 3150 of the Public Sector Accounting Handbook of the Canadian Institute of Chartered Accountants. Tangible capital assets will be capitalized and amortized over their estimated useful lives.

AUDITOR'S REPORT

To the Chairman and Members of the Huron County Board of Health:

We have audited the statements of financial position of the Huron County Board of Health as at December 31, 2008 and the statements of financial activities for the year then ended as follows:

- Huron County Health Unit - General Programs
 - Statement of Financial Position
 - Statement of Financial Activities
- Huron County Health Unit - Plumbing
 - Statement of Financial Position
 - Statement of Financial Activities
- Huron County Health Unit - On Site Sewage
 - Statement of Financial Position
 - Statement of Financial Activities
- Huron County Health Unit - Septic Re-Inspection
 - Statement of Financial Position
 - Statement of Financial Activities

These financial statements are the responsibility of the Board'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 misstatements. 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 Huron County Board of Health as at December 31, 2008 and the results of its financial activities for the year then ended in accordance with accounting principles for municipal governments established by the Canadian Institute of Chartered Accountants.

Goderich, Ontario.
June 15, 2009

Vodden, Bender & Seebach LLP
Vodden, Bender & Seebach LLP
Chartered Accountants
Licensed Public Accountants

Huron County Health Unit

General Programs

Statement of Financial Position

as at December 31, 2008

	<u>2008</u>	<u>2007</u>
	\$	\$
<u>Assets</u>		
Cash on hand	17,835	37,317
Due from Government of Canada	-	-
Accounts receivable	28,056	28,056
Due from County of Huron	<u>636,673</u>	<u>661,713</u>
	<u>682,564</u>	<u>727,086</u>
<u>Liabilities</u>		
Accounts payable	321,254	413,585
Due to Province of Ontario	180,400	120,090
Due to Government of Canada	-	-
Due to other programs	<u>180,910</u>	<u>193,411</u>
	<u>682,564</u>	<u>727,086</u>

The accompanying notes are an integral part of this financial statement.

Huron County Health Unit

General Programs

Statement of Financial Activities

for the year ended December 31, 2008

	2008 <u>Budget</u> \$	2008 <u>Actual</u> \$	2007 <u>Actual</u> \$
Revenue			
County of Huron	1,690,528	1,242,904	1,506,478
Province of Ontario	3,697,318	3,657,922	3,560,389
Government of Canada	-	-	46,451
Other revenue	<u>128,038</u>	<u>253,923</u>	<u>252,783</u>
	<u>5,515,884</u>	<u>5,154,749</u>	<u>5,366,101</u>
Expenditure			
Salaries and wages	3,576,796	3,261,423	3,381,514
Employee benefits	729,032	719,900	671,843
Fees for services	356,298	323,655	384,504
Travel	179,568	143,625	169,558
Materials and supplies	328,396	366,111	451,694
Rents and utilities	236,331	229,491	191,444
Administration	<u>109,463</u>	<u>110,544</u>	<u>115,544</u>
	<u>5,515,884</u>	<u>5,154,749</u>	<u>5,366,101</u>
Net Revenue for the Year	<u>-</u>	<u>-</u>	<u>-</u>

The accompanying notes are an integral part of this financial statement.

Huron County Health Unit

Plumbing

Statement of Financial Position

as at December 31, 2008

	<u>2008</u>	<u>2007</u>
	\$	\$
<u>Assets</u>		
Due from County of Huron	<u>110,076</u>	<u>93,644</u>
	<u>110,076</u>	<u>93,644</u>
<u>Liabilities</u>		
Accounts payable	<u>110,076</u>	<u>93,644</u>
	<u>110,076</u>	<u>93,644</u>

The accompanying notes are an integral part of this financial statement.

Huron County Health Unit

Plumbing

Statement of Financial Activities

for the year ended December 31, 2008

	2008	2008	2007
	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
	\$	\$	\$
Revenue			
County of Huron	-	17,230	(14,772)
Fees	<u>147,182</u>	<u>167,896</u>	<u>168,863</u>
	<u>147,182</u>	<u>185,126</u>	<u>154,091</u>
Expenditure			
Salaries	101,549	113,956	84,919
Employee benefits	21,422	26,358	19,516
Fees for service	4,103	1,181	1,100
Travel	2,500	27,718	21,093
Material and supplies	4,550	4,173	7,400
Rent	4,463	4,463	4,625
Telephone	1,500	1,101	1,990
Administration	<u>7,095</u>	<u>6,176</u>	<u>13,448</u>
	<u>147,182</u>	<u>185,126</u>	<u>154,091</u>
Net revenue (expenditures) for the year	<u>-</u>	<u>-</u>	<u>-</u>

The accompanying notes are an integral part of this financial statement.

Huron County Health Unit

On Site Sewage

Statement of Financial Position

as at December 31, 2008

	<u>2008</u>	<u>2007</u>
	\$	\$
<u>Assets</u>		
Accounts receivable and prepaid expenses	-	-
Due from County of Huron	<u>2,540</u>	<u>1,937</u>
	<u>2,540</u>	<u>1,937</u>
<u>Liabilities</u>		
Accounts payable	<u>2,540</u>	<u>1,937</u>
	<u>2,540</u>	<u>1,937</u>

The accompanying notes are an integral part of this financial statement.

Huron County Health Unit

On Site Sewage

Statement of Financial Activities

for the year ended December 31, 2008

	2008 <u>Budget</u> \$	2008 <u>Actual</u> \$	2007 <u>Actual</u> \$
Revenue			
County of Huron	52,780	69,731	15,623
Fees	<u>79,172</u>	<u>59,093</u>	<u>58,274</u>
	<u>131,952</u>	<u>128,824</u>	<u>73,897</u>
Expenditure			
Salaries	79,407	86,684	50,147
Employee benefits	19,426	23,396	12,308
Fees for service	1,103	1,181	1,100
Travel	15,000	7,581	6,192
Material and supplies	5,403	671	722
Rent	3,233	3,233	1,500
Telephone	1,800	168	213
Administration	<u>6,580</u>	<u>5,910</u>	<u>1,715</u>
	<u>131,952</u>	<u>128,824</u>	<u>73,897</u>
Net revenues (expenditures) before transfers	-	-	-
Net interfund transfers			
From (to) capital fund	-	-	-
From (to) reserves and reserve funds	<u>-</u>	<u>-</u>	<u>-</u>
Total net interfund transfers	<u>-</u>	<u>-</u>	<u>-</u>
Net revenue (expenditures) for the year	<u>-</u>	<u>-</u>	<u>-</u>

The accompanying notes are an integral part of this financial statement.

Huron County Health Unit

Septic Re-Inspection

Statement of Financial Activities

for the year ended December 31, 2008

	2008	2008	2007
	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
	\$	\$	\$
Revenue			
County of Huron	-	-	4,712
Provincial project grants	-	-	-
Miscellaneous revenues and recoveries	-	-	59,941
	<u>-</u>	<u>-</u>	<u>64,653</u>
Expenditure			
Salaries	-	-	49,931
Employee benefits	-	-	4,760
Fees for service	-	-	1,743
Travel	-	-	-
Material and supplies	-	-	8,007
Telephone	-	-	212
	<u>-</u>	<u>-</u>	<u>64,653</u>
Net revenues (expenditures) before transfers	-	-	-
Net interfund transfers			
From (to) capital fund	-	-	-
From (to) reserves and reserve funds	-	-	-
Total net interfund transfers	<u>-</u>	<u>-</u>	<u>-</u>
Net revenue (expenditures) for the year	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>-</u></u>

The accompanying notes are an integral part of this financial statement.

Huron County Health Unit

Septic Re-Inspection

Statement of Financial Activities

for the year ended December 31, 2008

	2008 <u>Budget</u> \$	2008 <u>Actual</u> \$	2007 <u>Actual</u> \$
Revenue			
County of Huron	-	-	4,712
Provincial project grants	-	-	-
Miscellaneous revenues and recoveries	-	-	59,941
	<u>-</u>	<u>-</u>	<u>64,653</u>
Expenditure			
Salaries	-	-	49,931
Employee benefits	-	-	4,760
Fees for service	-	-	1,743
Travel	-	-	-
Material and supplies	-	-	8,007
Telephone	-	-	212
	<u>-</u>	<u>-</u>	<u>64,653</u>
Net revenues (expenditures) before transfers	-	-	-
Net interfund transfers			
From (to) capital fund	-	-	-
From (to) reserves and reserve funds	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
Total net interfund transfers	-	-	-
Net revenue (expenditures) for the year	<u>-</u>	<u>-</u>	<u>-</u>

The accompanying notes are an integral part of this financial statement.

Huron County Health Unit

Notes to the Financial Statements

for the year ended December 31, 2008

1. Accounting Policies

The financial statements of the Huron County Health Unit are the representation of management prepared in accordance with generally accepted accounting principles prescribed 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 municipality are as follows:

- (a) **Basis of Accounting**
Revenues are accounted for in the period in which the transactions or events occurred that gave rise to the revenues. Expenditures are accounted for in the period the goods and services are acquired and a liability is incurred or transfers are due.
- (b) **Capital Assets**
The historical cost and accumulated depreciation of capital assets are not reported for municipal purposes. Capital assets are reported as an expenditure on the statement of financial activities in the year of acquisition.
- (c) **Government Transfers**
Government transfers are recognized in the financial statements as revenues in the period in which events giving rise to the transfer occur, provided that the transfers are authorized, any eligibility criteria have been met, and reasonable estimates can be made.
- (d) **Use of Estimates**
The preparation of financial statements in conformity with 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 amounts of revenues and expenditures during the period. Actual results could differ from those estimates.

AUDITOR'S REPORT

To the Chairman and Members of the Huron County Cultural Services and Seniors Committee:

We have audited the statements of financial position of the Huron County Homes for the Aged General Fund and the Homes for the Aged Tuck Shop as at December 31, 2008 and the statements of financial activities for the year then ended. These statements are the responsibility of the County of Huron'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 misstatements. 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 Huron County Homes for the Aged General Fund and the Homes for the Aged Tuck Shop as at December 31, 2008 and the results of their financial activities for the year then ended in accordance with accounting principles for municipal governments established by the Canadian Institute of Chartered Accountants.

Goderich, Ontario.
May 22, 2009

Vodden, Bender & Seebach LLP
Vodden, Bender & Seebach LLP
Chartered Accountants
Licensed Public Accountants

Homes for the Aged

General

Statement of Financial Position

as at December 31, 2008

	<u>2008</u>	<u>2007</u>
	\$	\$
<u>Assets</u>		
Cash	2,500	2,500
Due from County of Huron	775,487	841,383
Due from residents	-	-
Due from Province of Ontario	-	4,098
Other assets	<u>11,444</u>	<u>31,616</u>
	<u><u>789,431</u></u>	<u><u>879,597</u></u>
<u>Liabilities</u>		
Due to residents	2,805	32,783
Due to Province of Ontario	163,301	163,709
Due to County of Huron	-	-
Accounts payable and accrued liabilities	<u>623,325</u>	<u>683,105</u>
	<u><u>789,431</u></u>	<u><u>879,597</u></u>

The accompanying notes are an integral part of this financial statement.

Homes for the Aged

General

Statement of Financial Activities

for the year ended December 31, 2008

	2008 <u>Budget</u> \$	2008 <u>Actual</u> \$	2007 <u>Actual</u> \$
Revenue			
Residents care - basic rate	3,027,200	3,101,566	2,988,761
Preferred accommodation	<u>568,000</u>	<u>576,815</u>	<u>553,947</u>
	3,595,200	3,678,381	3,542,708
Apartment rentals	325,955	323,646	315,762
Miscellaneous	121,441	110,777	121,941
Province of Ontario	5,886,917	5,905,462	5,803,076
County of Huron	<u>2,409,169</u>	<u>2,091,863</u>	<u>1,817,714</u>
	<u>12,338,682</u>	<u>12,110,129</u>	<u>11,601,201</u>
Expenditure			
Program and support services	530,240	564,184	500,678
Dietary services	1,786,789	1,705,259	1,636,888
Medical and nursing services	6,643,438	6,409,552	6,460,464
Housekeeping services	740,646	728,519	695,836
Laundry and linen services	342,018	350,237	331,846
Building, property and equipment	1,144,533	1,012,552	1,203,414
General and administrative	617,738	815,217	573,718
Apartment expense	<u>533,280</u>	<u>524,609</u>	<u>513,895</u>
	<u>12,338,682</u>	<u>12,110,129</u>	<u>11,916,739</u>
Net revenues (expenditures) before transfers	-	-	(315,538)
Net interfund transfers			
From (to) capital fund	-	-	-
From (to) reserves and reserve funds	<u>-</u>	<u>-</u>	<u>315,538</u>
Total net interfund transfers	<u>-</u>	<u>-</u>	<u>315,538</u>
Net revenues (expenditures) for the year	<u>-</u>	<u>-</u>	<u>-</u>

The accompanying notes are an integral part of this financial statement.

Homes for the Aged

Tuck Shop

Statement of Financial Position

as at December 31, 2008

	<u>2008</u>	<u>2007</u>
	\$	\$
<u>Assets</u>		
Current Assets		
Cash on hand	180	110
Inventory, at lower of cost or market	4,867	3,847
Due from County of Huron	<u>12,687</u>	<u>23,295</u>
	<u>17,734</u>	<u>27,252</u>

Liabilities and Accumulated Net Revenue

Current Liabilities		
Accounts payable and accrued liabilities	<u>11,795</u>	<u>21,313</u>
Accumulated Net Revenue		
Balance at the beginning of the year	5,939	5,939
Net revenue for the year	<u>-</u>	<u>-</u>
Balance at the end of the year	<u>5,939</u>	<u>5,939</u>
	<u>17,734</u>	<u>27,252</u>

The accompanying notes are an integral part of this financial statement.

Homes for the Aged

Tuck Shop

Statement of Financial Activities

for the year ended December 31, 2008

	2008	2007
	<u>Actual</u>	<u>Actual</u>
	\$	\$
Revenue		
Canteen and newspaper sales	<u>28,160</u>	<u>28,916</u>
Expenditure		
Purchase of canteen supplies and newspapers	16,082	16,240
Liquor and beer purchases	402	393
Donations	11,546	11,905
Equipment repairs and maintenance	<u>130</u>	<u>378</u>
	<u>28,160</u>	<u>28,916</u>
Net Revenue for the Year	<u><u>-</u></u>	<u><u>-</u></u>

The accompanying notes are an integral part of this financial statement.

Homes for the Aged

Notes to the Financial Statements

for the year ended December 31, 2008

1. Accounting Policies

The financial statements of the Homes for the Aged are the representation of management prepared in accordance with generally accepted accounting principles prescribed 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 municipality are as follows:

- (a) **Basis of Accounting**
Revenues are accounted for in the period in which the transactions or events occurred that gave rise to the revenues. Expenditures are accounted for in the period the goods and services are acquired and a liability is incurred or transfers are due.
- (b) **Capital Assets**
The historical cost and accumulated depreciation of capital assets are not reported for municipal purposes. Capital assets are reported as an expenditure on the statement of financial activities in the year of acquisition.
- (c) **Government Transfers**
Government transfers are recognized in the financial statements as revenues in the period in which events giving rise to the transfer occur, provided that the transfers are authorized, any eligibility criteria have been met, and reasonable estimates can be made.
- (d) **Use of Estimates**
The preparation of financial statements in conformity with 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 amounts of revenues and expenditures during the period. Actual results could differ from those estimates.

2. Tuck Shop - Donations to Homes for the Aged Endowment Fund

Tuck Shop net revenues before donations of \$11,546 (2007 - \$11,905) have been set up as at December 31, 2008 (December 31, 2007) as donations payable to the Homes for the Aged Endowment Fund resulting in net Tuck Shop revenues of \$Nil (2007 - \$Nil).

AUDITOR'S REPORT

To the Chairman and Members of the Huron County Library Board:

We have audited the statement of financial position of the Huron County Library Board as at December 31, 2008 and the statement of financial activities for the year then ended. These statements are the responsibility of the Board'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 misstatements. 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 Huron County Library Board as at December 31, 2008 and the results of its financial activities for the year then ended in accordance with accounting principles for municipal governments established by the Canadian Institute of Chartered Accountants.

Goderich, Ontario.
June 5, 2009

Vodden, Bender & Seebach LLP

Vodden, Bender & Seebach LLP
Chartered Accountants
Licensed Public Accountants

Huron County Library Board

Statement of Financial Position

as at December 31, 2008

	<u>2008</u>	<u>2007</u>
	\$	\$
<u>Assets</u>		
Current		
Cash on hand	400	400
Accounts receivable	5,265	3,963
Due from County of Huron	<u>428,008</u>	<u>450,956</u>
	<u>433,673</u>	<u>455,319</u>
<u>Liabilities and Accumulated Net Revenue</u>		
Liabilities		
Accounts payable	129,397	111,257
Due to the Province of Ontario - Projects	187,393	253,879
Due to the Federal Government	50,957	30,869
Computer Equipment Fund	5,709	5,709
Children's Programming Fundraising	5,872	8,056
Equipment Fundraising	3,298	3,776
General Fundraising	45,667	39,602
Magazines Fundraising	30	5
Materials Fundraising	<u>5,350</u>	<u>2,166</u>
	<u>433,673</u>	<u>455,319</u>
Accumulated Net Revenue		
Balance at the end of the year	<u>-</u>	<u>-</u>
	<u>433,673</u>	<u>455,319</u>

The accompanying notes are an integral part of this financial statement.

Huron County Library Board

Statement of Financial Activities

for the year ended December 31, 2008

	2008 <u>Budget</u> \$	2008 <u>Actual</u> \$	2007 <u>Actual</u> \$
Revenue			
County of Huron	2,141,851	2,151,205	2,060,489
Province of Ontario	137,466	146,390	146,390
Province of Ontario Strategic Planning OPNET	111,000	63,619	50,377
Government of Canada grant	3,500	5,635	6,132
Government of Canada CAP grant	15,950	12,072	41,437
Fines and miscellaneous	45,900	46,443	46,583
Ontario Library Association - CAP	15,000	13,134	22,655
Fundraising and donations	11,700	12,672	24,355
Other municipalities	8,000	5,887	4,830
Other revenue Community Access Program	4,800	4,192	4,396
	<u>2,495,167</u>	<u>2,461,249</u>	<u>2,407,644</u>
Expenditure			
Salaries	1,382,759	1,391,790	1,301,256
Employee benefits	243,034	254,472	240,231
Books, processing and periodicals	432,000	426,930	454,966
Travel	32,700	36,822	32,949
Material and supplies	23,250	34,647	26,186
Administration	129,411	74,733	74,655
Branch maintenance grants	166,560	166,560	166,560
Equipment	99,203	44,854	92,852
Literacy Program	500	7,212	70
Community Access Program	35,750	23,229	35,274
	<u>2,545,167</u>	<u>2,461,249</u>	<u>2,424,999</u>
Net revenues (expenditures)	(50,000)	-	(17,355)
Net interfund transfers			
From (to) capital fund	-	-	-
From (to) reserves and reserve funds	50,000	-	17,355
Total net interfund transfers	<u>50,000</u>	<u>-</u>	<u>17,355</u>
Change in fund balance	<u>-</u>	<u>-</u>	<u>-</u>

The accompanying notes are an integral part of this financial statement.

Huron County Library Board

Notes to the Financial Statements

for the year ended December 31, 2008

1. Accounting Policies

The financial statements of the Huron County Library Board are the representation of management prepared in accordance with generally accepted accounting principles prescribed 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 municipality are as follows:

- (a) **Basis of Accounting**
Revenues are accounted for in the period in which the transactions or events occurred that gave rise to the revenues. Expenditures are accounted for in the period the goods and services are acquired and a liability is incurred or transfers are due.
- (b) **Capital Assets**
The historical cost and accumulated depreciation of capital assets are not reported for municipal purposes. Capital assets are reported as an expenditure on the statement of financial activities in the year of acquisition.
- (c) **Government Transfers**
Government transfers are recognized in the financial statements as revenues in the period in which events giving rise to the transfer occur, provided that the transfers are authorized, any eligibility criteria have been met, and reasonable estimates can be made.
- (d) **Use of Estimates**
The preparation of financial statements in conformity with 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 amounts of revenues and expenditures during the period. Actual results could differ from those estimates.

AUDITOR'S REPORT

To the Members of Council, Inhabitants and Ratepayers of the Corporation of the County of Huron:

We have audited the statement of financial position of the trust funds of the Corporation of the County of Huron as at December 31, 2008 and the statement of continuity of the trust funds for the year then ended. These statements are the responsibility of the Corporation's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted Canadian 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 County of Huron as at December 31, 2008 and the revenues and expenditures of those funds for the year then ended in accordance with accounting principles for municipal governments established by the Canadian Institute of Chartered Accountants.

Goderich, Ontario
July 28, 2009

Vodden, Bender & Seebach LLP
Vodden, Bender & Seebach LLP
Chartered Accountants
Licensed Public Accountants

County of Huron

Trust Funds

Statement of Financial Position

as at December 31, 2008

	Health Unit Special Project <u>Account</u> \$	Homes for the Aged Residents' <u>Residents'</u> \$	Homes for the Aged Endowment <u>Fund</u> \$	<u>Total</u> \$
Assets				
Cash	10,409	14,850	42,895	68,154
Investments at cost (note 2)	-	22,307	214,594	236,901
	<u>10,409</u>	<u>37,157</u>	<u>257,489</u>	<u>305,055</u>
Liabilities				
Balance at the end of the year	<u>10,409</u>	<u>37,157</u>	<u>257,489</u>	<u>305,055</u>
	<u>10,409</u>	<u>37,157</u>	<u>257,489</u>	<u>305,055</u>

The accompanying notes are an integral part of this financial statement.

County of Huron

Trust Funds

Statement of Continuity

for the year ended December 31, 2008

	Health Unit Special Project Account \$	Homes for the Aged Residents \$	Homes for the Aged Endowment Fund \$	Total \$
Balance Beginning of the Year	<u>10,094</u>	<u>37,725</u>	<u>224,781</u>	<u>272,600</u>
Revenues				
Donations from Tuck Shop	-	-	21,586	21,586
Donations other	-	-	-	-
Residents' funds received	-	57,998	-	57,998
Interest earned	315	458	11,122	11,895
	<u>315</u>	<u>58,456</u>	<u>32,708</u>	<u>91,479</u>
Expenditures				
Residents' funds disbursed	-	59,024	-	59,024
	<u>-</u>	<u>59,024</u>	<u>-</u>	<u>59,024</u>
Balance End of the Year	<u>10,409</u>	<u>37,157</u>	<u>257,489</u>	<u>305,055</u>

The accompanying notes are an integral part of this financial statement.

County of Huron

Trust Funds

Notes to the Financial Statements

for the year ended December 31, 2008

1. Accounting Policies

Basis of Accounting

Revenues and expenditures are reported on the cash basis of accounting.

2. Investments

The total of investments \$236,901 (2007 - \$226,770) recorded on the Statement of Financial Position at cost, have a market value of \$233,991 (2007 - \$225,754) as at the end of the year.