

**The Corporation of the Township of
Tarbutt and Tarbutt Additional
Consolidated Financial Statements
For the year ended December 31, 2009**

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Auditors' Report

To the Members of Council, Inhabitants and Ratepayers of
The Corporation of the Township of Tarbutt and Tarbutt Additional

I have audited the consolidated statement of financial position of The Corporation of the Township of Tarbutt and Tarbutt Additional as at December 31, 2009 and the consolidated statement of operations and accumulated surplus, cash flows and changes in net financial assets for the year then ended. These financial statements are the responsibility of the Township's management. My responsibility is to express an opinion on these financial statements based on my audit

I conducted my audit in accordance with Canadian generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free from 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 the significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these consolidated financial statements present fairly, in all material respects, the financial position, statement of financial activities and cash flows of The Corporation of the Township of Tarbutt and Tarbutt Additional as at December 31, 2009 and the results of its activities for the year then ended in accordance with Canadian generally accepted accounting policies.

Budget figures are provided for comparative purposes and have not been subject to audit procedures. Accordingly, I do not express any opinion regarding budget figures.

Stefanizzi Professional Corporation

Stefanizzi Professional Corporation
Chartered Accountant, authorized to practise public accounting by
The Institute of Chartered Accountants of Ontario
Sault Ste. Marie, Ontario
March 8, 2010

**The Corporation of the Township of
Tarbutt and Tarbutt Additional
Consolidated Statement of Financial Position**

As at December 31,	2009	2008 <small>(Restated, see note 2)</small>
Financial Assets		
Cash (note 3)	\$ -	\$ 385,118
Taxes receivable	88,709	69,242
Accounts receivable	611,063	45,988
Long-term receivables (note 4)	9,679	18,984
	<u>709,451</u>	<u>519,332</u>
Liabilities		
Bank indebtedness (note 3)	3,566	-
Accounts payable and accrued liabilities	351,131	60,120
Deferred revenue (note 5)	33,677	39,687
Landfill site closure liability (note 6)	9,030	8,802
Municipal long-term debt (note 7)	9,679	18,984
	<u>407,083</u>	<u>127,593</u>
Net financial assets	<u>302,368</u>	<u>391,739</u>
Non-financial assets		
Tangible capital assets (schedule 1)	2,341,432	1,381,925
Accumulated surplus (note 8)	<u>\$ 2,643,800</u>	<u>\$ 1,773,664</u>

Approved on behalf of council:

_____ Mayor

_____ Clerk - Treasurer

The Corporation of the Township of Tarbutt and Tarbutt Additional Consolidated Statement of Operations

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

	Budget 2009	Actual 2009	Actual 2008
	(unaudited, see note 9)		(Restated, see note 2)
Revenues			
Taxation (note 10)	\$ 629,855	\$ 633,998	\$ 577,521
Federal grants	359,737	362,898	5,994
Provincial grants	815,193	780,806	403,840
Other municipalities	79,528	50,500	58,889
Fees and user charges	40,539	38,615	39,693
Other income	128,514	14,770	20,623
	2,053,366	1,881,587	1,106,560
Expenditures			
Current			
General government	193,794	202,717	208,902
Protection	83,090	75,114	90,343
Transportation services	172,710	242,065	300,092
Environmental services	94,575	88,030	77,648
Health services	20,247	18,895	17,780
Social and family services	339,397	361,671	366,533
Recreation and cultural services	18,375	16,695	21,881
Planning and development	6,516	6,264	8,613
	928,704	1,011,451	1,091,792
Annual surplus	1,124,662	870,136	14,768
Accumulated surplus , beginning of year, as previously stated	1,773,664	1,773,664	311,489
Prior period adjustment (note 2)	-	-	1,447,407
Accumulated surplus , beginning of year, restated	1,773,664	1,773,664	1,758,896
Accumulated surplus, end of year	\$ 2,898,326	\$ 2,643,800	\$ 1,773,664

**The Corporation of the Township of Tarbutt and Tarbutt Additional
Consolidated Statement of Change in Net Financial Assets**

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

	Budget (Unaudited) 2009	Actual 2009	Actual 2008
			(Restated, see note 2)
Annual surplus	\$ 1,124,662	\$ 870,136	\$ 14,768
Acquisition of tangible capital assets	-	(1,046,801)	-
Amortization of tangible capital assets	-	87,291	65,482
	-	(959,510)	65,482
Net change in net financial assets	1,124,662	(89,374)	80,250
Net financial assets, beginning of year	391,739	391,739	311,489
Net financial assets, end of year	\$ 1,516,401	\$ 302,368	\$ 391,739

The Corporation of the Township of Tarbutt and Tarbutt Additional Consolidated Statement of Cash Flow

For the year ended December 31,	2009	2008
		(Restated, see note 2)
Cash provided by (used for):		
Operating		
Increase (decrease) in accumulated surplus	\$ 870,136	\$ 14,768
Changes in non-cash operating items:		
Decrease (increase) in taxes receivable	(19,467)	8,479
Decrease (increase) in accounts receivable	(565,075)	31,124
Decrease in long term receivables	9,305	4,061
Decrease in municipal long term debt	(9,305)	(4,061)
Increase (decrease) in accounts payable	291,013	25,279
Increase (decrease) in landfill post-closure costs	229	211
Increase (decrease) in deferred revenue	(6,010)	15,200
	570,826	95,061
Annual depreciation	87,291	65,482
	658,117	160,543
Capital transactions:		
Capital additions	(1,046,801)	-
Increase (decrease) in cash for the year	(388,684)	160,543
Cash, beginning of year	385,118	224,575
Cash (bank indebtedness), end of year	\$ (3,566)	\$ 385,118
Represented by:		
Cash (bank indebtedness)	\$ (3,566)	\$ 385,118

The Corporation of the Township of Tarbutt and Tarbutt Additional

Summary of Significant Accounting Policies

December 31, 2009

The Corporation of the Township of Tarbutt and Tarbutt Additional ("the Municipality") is a municipality in the province of Ontario, Canada. The Municipality conducts its operations in accordance with the provisions of provincial statutes such as the Municipal Act, Municipal Affairs Act and related legislation.

Management responsibility

The consolidated financial statements of The Corporation of the Township of Tarbutt and Tarbutt Additional are the representation of management, prepared in accordance with local government accounting standards established by the Public Sector Accounting and Auditing Board of the Canadian Institute of Chartered Accountants. Since precise determination of many assets and liabilities is dependent upon future events, the preparation of periodic financial statements necessarily involves the use of estimates and approximations. These estimates and approximations have been made using careful judgment.

Effective January 1, 2009, the The Corporation of the Township of Tarbutt and Tarbutt Additional changed its accounting and financial reporting to conform to the revised guidelines in the Public Sector Accounting Handbook on financial reporting presentation (Section PS 1200) and tangible capital accounting (Section PS 3150). Current year data is presented in accordance with the new basis. Prior year data has been restated on the same basis wherever possible, to be comparable with the current year data. The most significant change is the reporting on tangible capital assets for the first time.

The focus on the new financial reporting presentation is on the financial position of the Municipality and the changes to the net assets. The Consolidated Statement of Financial Position reports financial and non-financial assets and liabilities of the Municipality. Financial assets are those assets which could provide resources to discharge existing liabilities or finance future operations. Municipal position represents the financial position and is the difference between assets and liabilities. This provides information about the municipality's overall future revenue requirements and its ability to finance activities and meet its obligations.

Consolidated entities

These consolidated statements reflect the assets, liabilities, operating revenues and expenditures, reserve funds and reserves and tangible capital assets of The Corporation of the Township of Tarbutt and Tarbutt Additional. The reporting entity is comprised of all organizations, local boards and committees accountable for the administration of the financial affairs and resources of the Municipality.

All material inter-entity transactions and balances are eliminated on consolidation.

The Corporation of the Township of Tarbutt and Tarbutt Additional Summary of Significant Accounting Policies

December 31, 2009

Non-consolidated entities	<p>The following local boards, joint local boards and municipal enterprises are not consolidated:</p> <p>Algoma District Services Administration Board Algoma Public Health Algoma District Homes for the Aged</p>
Revenue recognition	<p>Revenues and expenditures are reported on the accrual basis of accounting. Expenditures are recognized in the period the goods or services are acquired and a legal liability is incurred or transfers are due. Revenues are recognized as follows.</p> <p>a) Tax revenue is recognized in the calendar year to which the tax assessment applies and the assessment is known.</p> <p>b) Fines and donations are recognized when collection is reasonably assured.</p>
Deferred revenue	<p>Revenue restricted by legislation, regulation or agreement and not available for general municipal purposes is reported as deferred revenue on the consolidated statement of financial position. The revenue is reported on the consolidated statement of operations in the year in which it is used for the specified purpose.</p>
Reserves and reserve funds	<p>Certain amounts, as approved by council, are set aside in reserves and reserve funds for future operating and capital purposes. Transfers to and/or from reserves and reserve funds are an adjustment to the respective fund when approved.</p>
Government transfers	<p>Government transfers include entitlements, transfers under shared cost agreements and grants. Revenue is recognized for unconditional entitlements and grants in the period received or receivable. Revenue is recognized for any conditional entitlements and grants in the period the associated expenditure is incurred. Revenue is recognized for transfers under shared service agreements in the period the costs are incurred.</p>
Contributed goods and services	<p>Goods and services contributed to the Township are recorded at their fair market value at the time of their occurrence.</p>

The Corporation of the Township of Tarbutt and Tarbutt Additional Summary of Significant Accounting Policies

December 31, 2009

- Use of estimates** The preparation of financial statements in accordance with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from management's best estimates as additional information becomes available in the future.
- Accounting for school board transactions** The taxation, other revenues, expenditures, assets and liabilities with respect to the operations of the school boards are not reflected in the municipal fund balances of these consolidated financial statements. As a result of the province wide reform of the tax system, overlevies (underlevies) are reported on the consolidated statement of financial position as current liabilities or current assets.
- Trust funds** Trust funds and their related operations administered by the Municipality are not consolidated, but are reported separately on the Trust Funds Statement of Continuity and Statement of Financial Position.
- 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.
- Non-financial assets** Non-financial assets are not available to discharge existing liabilities and are held for use in the provision of services. They have useful lives extending beyond the current year, and are not intended for sale in the ordinary course of operations. The change in non-financial assets during the year, together with the excess of revenues over expenses, provides the Change in Net Financial Assets for the year.
- Capital assets** Tangible capital assets are recorded at cost, which includes all amounts that are directly attributable to the acquisition, construction, development or betterment of an asset. The cost, less residual value, of the tangible capital assets are amortized on a straight-line bases over their estimated useful lives as follows:

	Useful Life - Years
Buildings	20 - 40
Infrastructure	10 - 50
Vehicle and machinery	5 - 20
Waste management land	35

The Corporation of the Township of Tarbutt and Tarbutt Additional

Summary of Significant Accounting Policies

December 31, 2009

In the year of acquisition, capital assets are amortized at one-half the above rates.

- (a) Contribution of tangible capital assets** Tangible capital assets received as contributions are recorded at their fair value at the date of receipt, and that fair value is also recorded as revenue.
- (b) Interest capitalization** Interest is capitalized whenever external debt is issued to finance the construction of tangible capital assets.
- (c) Leases** Leases are classified as capital or operating leases. Leases which transfer substantially all of the benefits and risks incidental to ownership of property are accounted for as capital leases. All other leases are accounted for as operating leases and the related lease payments are charged to expenses as incurred.
- (d) Threshold** The Corporation of the Township of Tarbutt and Tarbutt Additional has a capitalization threshold of \$5,000 to \$10,000 for all categories of tangible capital assets. Individual assets below the threshold are expensed, unless they are pooled, because collectively, they have significant value. The Municipality's threshold for pooled assets is \$5,000.
- Amounts to be recovered** Amounts to be recovered are reported in the municipal position on the consolidated statement of financial position. The balance represents future expenditures not yet levied on the ratepayers.
- Budget figures** Budget figures have been reclassified for the purposes of these financial statements to comply with PSAB reporting requirements. The approved operating budget and capital budgets are reflected on the Consolidated Statement of Operations and are unaudited. The budgets established for capital investment in tangible capital assets are on a project-oriented basis, the costs of which may be carried out over one or more years and, therefore, may not be comparable with current year's actual expenditure amounts. As well, the Town does not budget activity within Reserves and Reserve Funds, with the exception being those transactions, which affect either operations or capital investments.
- Comparative figures** Certain comparative figures have been reclassified to conform with the current year financial statement presentation.

The Corporation of the Township of Tarbutt and Tarbutt Additional Notes to Consolidated Financial Statements

December 31, 2009

1. Financial instruments

The Township's financial instruments consist of cash and temporary investments, taxes receivable, accounts receivable, accounts payable and accrued liabilities and long term debt. Unless otherwise noted, it is management's opinion that the Township is not exposed to significant interest, currency or credit risks arising from these financial instruments. The fair value of these financial instruments approximate their carrying value.

2. Change in accounting policy

On January 1, 2009, the Municipality adopted revised Public Sector Accounting Standards: Section 1000 - Financial Statement Concepts, Section 1100 - Financial Statement Objectives, Section 1200 - Financial Statement Presentation and Section 3150 - Tangible Capital Assets. As a result, the presentation of the financial statements change from the prior year. These standards require the recognition of all non-financial assets including tangible capital assets, prepaid expenses and inventories of supplies as assets in the financial statements. In addition, revenue from contributed assets and amortization on tangible capital assets was recorded in the statement of operations. These changes in accounting policy have been applied retroactively with the restatement of the prior period. The impact of adopting the revised standards was as follows:

	2008
Statement of Financial Position	
Increase in tangible capital assets	\$ 1,447,407
Increase in accumulated surplus	\$ 1,447,407
Statement of Operations	
Increase in revenue	\$ -
Increase (decrease) in expenses:	
Amortization of tangible capital assets	65,482
Capital expenditures	-
Total decrease in expenses	65,482
Decrease in annual surplus	(65,482)
Annual surplus as previously reported	80,250
Annual surplus as revised	\$ 14,768

**The Corporation of the Township of Tarbutt and Tarbutt Additional
Notes to Consolidated Financial Statements**

December 31, 2009

3. Cash and cash equivalents

	2009	2008
Unrestricted cash	\$ (96,901)	\$ 142,206
Restricted cash (note 5)	33,677	39,688
Temporary investments	59,658	203,224
	\$ (3,566)	\$ 385,118

Temporary investments have a market value which approximates its book value. Interest rates on temporary investments range between 2.00% and 2.35%.

4. Long-term receivables

	2009	2008
Long term receivables from benefiting land owners, which have various maturity dates and interest rates ranging from 2010 to 2011 and 7% and 8% respectively.	\$ 9,679	\$ 18,984

5. Deferred revenue

A requirement of the public sector accounting principles of the Canadian Institute of Chartered Accountants is that obligatory reserve funds be reported as deferred revenue. This requirement is in place as a provincial and municipal legislation restricts how these funds may be used. The balances in the obligatory reserve funds of the Township are summarized below:

	2009	2008
Gasoline tax	\$ 30,283	\$ 36,343
Cash in lieu of parkland	3,394	3,344
	\$ 33,677	\$ 39,687

The Corporation of the Township of Tarbutt and Tarbutt Additional Notes to Consolidated Financial Statements

December 31, 2009

6. Landfill site closure liability

Effective January 1, 2001 the Township adopted accounting recommendations of the Public Sector Accounting Board of the Canadian Institute of Chartered Accountants with respect to landfill site closing and post-closing costs. As a result, the consolidated statement of financial position now reflects a liability for anticipated future costs related to the closing and monitoring of the existing landfill site. The waste site closure and post closure cost liability has been estimated at \$12,551. This liability represents the estimated total expenditures required for closure and post closure care. This estimated liability was generated from external consultants who have experience with landfill construction and closure work. For purposes of the above calculation, the landfill has an estimated remaining life of 24 years. Once closed, this landfill site will be monitored for an estimated period of 10 years. A discount rate has been used that is equal to the rate available to the government long term borrowing rate. As at December 31, 2009, the landfill close and post closure costs have been financed.

7. Municipal long-term debt

	2009	2008
Debenture debt incurred by the municipality is incurred on behalf of benefiting land owners. The debt has maturity dates between 2010 and 2011 and interest rates ranging from 7% to 8%, and is included in long-term receivables under financial assets.	\$ 9,679	\$ 18,984

The Corporation of the Township of Tarbutt and Tarbutt Additional Notes to Consolidated Financial Statements

December 31, 2009

8. **Accumulated surplus**

The accumulated surplus is comprised of the following:

	2009	2008
Reserves set aside for specific purposes by Council:		
- working capital	\$ 74,874	\$ 74,874
- recreation	6,199	6,199
- cemetery	3,357	3,357
	<hr/> 84,430	<hr/> 84,430
Reserve funds set aside for specific purposes by Council:		
- bridge and equipment	28,089	27,677
- fire protection	37,094	36,550
- garbage disposal	291	19,539
- office equipment	6,341	6,248
- cemetery	3,915	3,858
- roads capital	22,419	37,008
- health services	285	19,147
- general and planning	113,142	151,013
- environmental	5,347	5,269
- legal fees	1,015	1,000
	<hr/> 217,938	<hr/> 307,309
Total reserves and reserve funds	<hr/> 302,368	<hr/> 391,739
Invested in tangible capital assets	<hr/> 2,341,432	<hr/> 1,381,925
Accumulated surplus	<hr/> \$ 2,643,800	<hr/> \$ 1,773,664

**The Corporation of the Township of Tarbutt and Tarbutt Additional
Notes to Consolidated Financial Statements**

December 31, 2009

9. Budget reconciliation

The authority of Council is required before monies can be spent by the Township. Approvals are given in the form of an annually approved budget. The budget approved by Council differs from the budget in the Consolidated Statement of Operations as a result of numerous factors and material changes due to PSAB reporting requirements.

	(Unaudited)	
	Revenue	Expenses
Council approved budget		
Operating fund	\$ 1,943,196	\$ 928,704
Reserves and reserve funds	110,170	-
	<u>2,053,366</u>	<u>928,704</u>
Capital budget	-	1,124,662
Total approved by council	2,053,366	2,053,366
Less tangible capital assets capitalized	-	(1,046,801)
Less amortization expense	-	(87,292)
Plus transfers to reserves	-	9,433
Budget per consolidated statement of operations	\$ 2,053,366	\$ 928,706

10. Taxation

	2009	2008
Taxation revenue	\$ 763,035	\$ 699,692
Less: Amount levied and remitted to school boards	129,037	122,171
	<u>\$ 633,998</u>	<u>\$ 577,521</u>

**The Corporation of the Township of Tarbutt and Tarbutt Additional
Notes to Consolidated Financial Statements**

December 31, 2009

11. Expenditures by object

	2009	2008
Salaries, wages and employee benefits	\$ 192,030	\$ 213,490
Materials	212,774	273,235
Contracted services	118,486	113,575
Rents and financial expenses	23,951	23,361
Amortization	87,292	65,482
Transfer payments	376,918	359,508
Non-TCA expenditures	-	43,141
	\$ 1,011,451	\$ 1,091,792

12. Contributions to unconsolidated joint boards

The following contributions were made by the Township to these boards:

	2009	2008
Algoma District Service Administration Board	\$ 325,808	\$ 330,671
Algoma Public Health	10,247	10,248
Algoma District Homes for the Aged	13,589	13,589
	\$ 349,644	\$ 354,508

13. Pension agreements

The Township makes contributions to the Ontario Municipal Employees Retirement Fund (OMERS), which is a multi-employer plan, on behalf of three 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 service and rates of pay. The amount contributed on behalf of Township employees in 2009 was \$5,880 (2008 - \$7,685).

14. Trust funds

Trust funds administrated by the Township amounting to \$14,417 (2008 - \$14,102) have not been included in the "Consolidated Statement of Financial Position" nor have their operations been included in the "Consolidated Statement of Financial Activities".

**The Corporation of the Township of Tarbutt and Tarbutt Additional
Notes to Consolidated Financial Statements**

December 31, 2009

15. Public Sector Salary Disclosure Act

No employee was paid an annual salary of \$100,000 or more as defined by the Public Sector Salary Disclosure Act, 1996.

The Corporation of the Township of Tarbutt and Tarbutt Additional Schedule 1
Schedule of Tangible Capital Assets

	Cost					Accumulated Amortization			2009	2008
	2009 Opening Balance	Additions and Betterments	Disposals/ Transfers	2009 Closing Balance	2009 Opening Balance	2009 Amortization Expense	Accumulated Amortization on Disposals	2009 Ending Balance	Net Book Value	Net Book Value
Land	\$ 13,419	\$ -	\$ -	\$ 13,419	\$ -	\$ -	\$ -	\$ -	\$ 13,419	\$ 13,419
Buildings	334,267	-	-	334,267	148,776	7,292	-	156,068	178,199	185,491
Infrastructure	2,620,059	404,027	-	3,024,086	1,536,968	67,306	-	1,604,274	1,419,809	1,083,091
Vehicle and machinery	186,602	-	-	186,602	86,678	11,085	-	97,763	88,839	99,924
Waste management land	-	112,562	-	112,562	-	1,608	-	1,608	110,954	-
	\$ 3,154,347	\$ 516,589	\$ -	\$ 3,670,936	\$ 1,772,422	\$ 87,291	\$ -	\$ 1,859,713	\$ 1,811,220	\$ 1,381,925
Assets under construction and not subject to amortization										
Infrastructure	\$ -	\$ 530,212	\$ -	\$ 530,212	\$ -	\$ -	\$ -	\$ -	\$ 530,212	\$ -
	\$ 3,154,347	\$ 1,046,801	\$ -	\$ 4,201,148	\$ 1,772,422	\$ 87,291	\$ -	\$ 1,859,713	\$ 2,341,432	\$ 1,381,925

The accompanying summary of significant accounting policies and notes are an integral part of these financial statements.

**The Corporation of the Township of Tarbutt and Tarbutt Additional
Segment Disclosures - Service Bundle**

Schedule 2

Year ended December 31, 2009

	General Government	Protection services	Transportation services	Environmental services	Health services	Social and family services	Recreation and cultural services	Planning and development	Total
Expenditures									
Salaries and wages	\$ 146,709	\$ 9,242	\$ 7,350	\$ 24,899	\$ -	\$ -	\$ 3,830	\$ -	\$ 192,030
Materials, good and supplies	16,261	36,821	103,593	34,044	3,648	-	10,964	922	206,253
Utilities	1,656	-	4,865	-	-	-	-	-	6,521
Contracted & general services	13,315	26,163	44,285	27,480	-	-	1,901	5,342	118,486
Rents and financial	23,951	-	-	-	-	-	-	-	23,951
Amortization expenses	825	2,888	81,971	1,608	-	-	-	-	87,292
Allocations	(93,882)	8,709	28,275	10,190	2,187	41,864	1,932	725	-
Other	-	-	-	-	15,247	361,671	-	-	-
	108,835	83,823	270,339	98,221	21,082	403,535	18,627	6,989	1,011,451
Revenues									
Taxation	68,220	52,542	169,454	61,567	13,215	252,944	11,676	4,382	634,000
User charges	1,020	-	-	18,240	903	-	13,433	5,018	38,614
External non-tax revenues	48,715	42,503	741,752	149,126	9,417	180,253	10,821	11,616	1,194,203
Other	1,589	1,224	3,948	1,434	308	5,893	272	102	14,770
	119,544	96,269	915,154	230,367	23,843	439,090	36,202	21,118	1,881,587
Annual Surplus	\$ 10,709	\$ 12,446	\$ 644,815	\$ 132,146	\$ 2,761	\$ 35,555	\$ 17,575	\$ 14,129	\$ 870,136

**The Corporation of the Township of Tarbutt and Tarbutt Additional
Segment Disclosures - Service Bundle**

Schedule 3

Year ended December 31, 2008

	General Government	Protection services	Transportation services	Environmental services	Health services	Social and family services	Recreation and cultural services	Planning and development	Total
Expenditures									
Salaries and wages	\$ 131,745	\$ 11,885	\$ 40,135	\$ 26,892	\$ -	\$ -	\$ 2,833	\$ -	\$ 213,490
Materials, good and supplies	28,255	37,436	147,344	33,667	2,532	-	11,896	1,255	262,385
Utilities	1,732	-	9,118	-	-	-	-	-	10,850
Contracted & general services	12,896	38,134	37,426	17,089	-	-	1,901	6,129	113,575
Rents and financial	22,132	-	-	-	-	-	-	-	22,132
Interest on long-term debt	-	-	-	-	-	-	-	1,229	1,229
Non TCA capital expenditures	11,318	-	4,300	-	-	22,273	5,250	-	43,141
Amortization expenses	825	2,888	61,769	-	-	-	-	-	65,482
Allocations	(83,034)	9,234	24,710	8,198	1,877	36,350	1,756	909	-
Other	-	-	-	-	15,248	344,260	-	-	359,508
	125,869	99,577	324,802	85,846	19,657	402,883	23,636	9,522	1,091,792
Revenues									
Taxation	66,580	52,673	171,809	45,410	10,398	213,111	12,503	5,038	577,522
User charges	722	3,727	-	12,513	-	-	15,357	7,373	39,692
External non-tax revenues	46,910	33,882	179,735	58,192	5,769	118,231	10,064	15,940	468,723
Other	2,378	1,881	6,135	1,622	371	7,610	446	180	20,623
	116,590	92,163	357,679	117,737	16,538	338,952	38,370	28,531	1,106,560
Annual Surplus (Deficit)	\$ (9,279)	\$ (7,414)	\$ 32,877	\$ 31,891	\$ (3,119)	\$ (63,931)	\$ 14,734	\$ 19,009	\$ 14,768

Auditors' Report

To the Members of Council, Inhabitants and Ratepayers of
The Corporation of the Township of Tarbutt and Tarbutt Additional

I have audited the statement of financial position of the Trust Funds of The Corporation of the Township of Tarbutt and Tarbutt Additional as at December 31, 2009 and the statement of continuity of Trust Funds for the year then ended. These financial statements are the responsibility of the Township's management. My responsibility is to express an opinion on these financial statements based on my audit

I conducted my audit in accordance with Canadian generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free from 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 the significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these consolidated financial statements present fairly, in all material respects, the financial position of the Trust Funds as at December 31, 2009 and the results of its activities for the year then ended in accordance with Canadian generally accepted accounting principles.



Stefanizzi Professional Corporation
Chartered Accountant, authorized to practise public accounting by
The Institute of Chartered Accountants of Ontario
Sault Ste. Marie, Ontario
March 8, 2010

**The Corporation of the Township of Tarbutt and Tarbutt Additional
Trust Funds
Statement of Financial Position**

As at December 31,

	Cemetery	Actual 2009	Actual 2008
Assets			
Cash	\$ 14,417	\$ 14,417	\$ 14,102
Liabilities			
Accounts payable	1,659	1,659	1,659
Fund balance	\$ 12,758	\$ 12,758	\$ 12,443
	\$ 14,417	\$ 14,417	\$ 14,102

**The Corporation of the Township of Tarbutt and Tarbutt Additional
Trust Funds
Statement of Continuity**

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

	Perpetual Care	Actual 2009	Actual 2008
Balance, beginning of year	\$ 12,443	\$ 12,443	\$ 12,041
Revenues			
Interest earned	315	315	102
Plot sales and Monument surcharges	-	-	300
	315	315	402
Expenditures			
	-	-	-
Balance, end of year	\$ 12,758	\$ 12,758	\$ 12,443

**The Corporation of the Township of Tarbutt and Tarbutt Additional
Trust Funds
Summary of Significant Accounting Policies**

December 31, 2009

**Management
responsibility**

The consolidated financial statements of The Corporation of the Township of Tarbutt and Tarbutt Additional Trust Funds are the representation of management prepared in accordance with local government accounting standards established by the Public Sector Accounting and Auditing Board of the Canadian Institute of Chartered Accountants. Since precise determination of many assets and liabilities is dependent upon future events, the preparation of periodic financial statements necessarily involves the use of estimates and approximations.

Basis of accounting

Revenue 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.