

Consolidated financial statements of

**The Corporation of
TheTown of Whitby**

December 31, 2008

The Corporation of The Town of Whitby

December 31, 2008

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Auditors' Report

To the Members of Council, Inhabitants and
Ratepayers of The Corporation of
The Town of Whitby

We have audited the consolidated statement of financial position of The Corporation of The Town of Whitby as at December 31, 2008 and the consolidated statements of financial activities and of changes in financial position for the year then ended. These financial statements are the responsibility of the Town'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 consolidated financial statements present fairly, in all material respects, the financial position of the Corporation of the Town of Whitby as at December 31, 2008 and the results of its operations and the changes in its financial position for the year then ended in accordance with Canadian generally accepted accounting principles.

Deloitte & Touche LLP

Chartered Accountants
Licensed Public Accountants
April 9, 2009

The Corporation of The Town of Whitby

Consolidated statement of financial position
as at December 31, 2008

	2008	2007
	\$	\$
Financial assets		
Cash and investments	107,047,385	84,845,413
Taxes receivable (Note 4)	12,053,343	12,052,158
Accounts receivable	3,083,988	4,381,285
Other accounts receivable (Note 5)	6,521,300	6,521,300
Investment in Whitby Hydro Energy Corporation (Note 13)	44,334,654	41,557,584
Long-term note receivable (Note 13)	21,816,642	21,816,642
	194,857,312	171,174,382
Liabilities		
Accounts payable and accrued liabilities	9,083,041	8,455,398
Other current liabilities	1,200,086	1,285,560
Deferred revenue (Note 6)	80,896,074	69,237,608
Employee future benefits liabilities (Note 7)	5,642,588	5,220,924
	96,821,789	84,199,490
Net financial assets	98,035,523	86,974,892
Non-financial assets		
Inventory	519,976	423,157
	98,555,499	87,398,049
Fund balances		
Operating Fund - Schedule 1	3,598,541	2,719,067
Capital Fund - Schedule 2	(2,761,527)	(1,938,306)
Reserves and Reserve Funds - Schedule 3	57,137,156	48,467,712
Equity in Whitby Hydro Energy Corporation (Note 13)	66,151,296	63,374,226
	124,125,466	112,622,699
Amounts to be recovered (Note 8)		
From future revenues	(25,569,967)	(25,224,650)
	98,555,499	87,398,049

The Corporation of The Town of Whitby

Consolidated statement of financial activities

year ended December 31, 2008

	2008		2007
	Budget unaudited (Note 11)	Actual	Actual
	\$	\$	\$
Revenues			
Taxation - all classes	-	200,667,673	187,904,024
Less amounts received for Region and School Boards (Note 2)	-	(144,387,966)	(136,348,074)
	55,756,513	56,279,707	51,555,950
User charges	13,204,265	13,780,760	12,561,715
Grants	279,550	449,777	415,852
Developer revenues earned	8,169,238	4,449,693	5,711,501
Gas Tax revenue	1,504,000	1,242,098	926,361
Investment income	500,000	2,173,802	2,660,006
Fines, penalties and interest	1,500,000	2,108,124	1,871,935
Licenses and permits	1,354,619	2,435,020	1,773,553
Rents and other	6,309,010	5,880,772	4,787,144
Total revenues	88,577,195	88,799,753	82,264,017
Expenditures (Note 10)			
Operating			
General government	10,087,331	9,875,386	8,995,853
Protection to persons and property	16,132,640	16,376,658	15,369,279
Transportation services	13,467,560	14,019,573	12,415,051
Environmental services	2,693,349	2,675,902	2,388,502
Recreation and cultural services	19,411,479	19,587,451	18,338,543
Planning and development	2,703,654	2,448,640	2,318,119
Health services	235,100	188,602	192,548
Social and family services	1,008,692	1,040,054	997,674
Subtotal	65,739,805	66,212,266	61,015,569
Capital			
General government	2,149,075	988,907	957,975
Protection to persons and property	808,435	783,495	733,248
Transportation services	14,040,785	10,231,113	9,447,911
Environmental services	680,800	667,000	4,056
Recreation and cultural services	8,211,260	4,104,856	2,661,535
Planning and development	2,458,495	528,555	274,785
Health service	-	-	108,996
Social and family services	14,575	21,000	-
	28,363,425	17,324,926	14,188,506
Total expenditures	94,103,230	83,537,192	75,204,075
Operating income, Whitby Hydro Energy Corporation (Note 13)	-	5,798,070	6,156,353
Net revenues (expenditures)	(5,526,035)	11,060,631	13,216,295
Principal repayment of internal loan	(1,424,862)	(1,424,863)	(1,226,012)
Increase in internal loans	-	1,348,516	-
Add increase in employee future benefits liability	-	421,664	396,640
(Decrease) increase in amounts to be recovered	(1,424,862)	345,317	(829,372)
Increase in inventory	-	96,819	12,555
Change in fund balance	(6,950,897)	11,502,767	12,399,478

The Corporation of The Town of Whitby

Consolidated statement of changes in financial position year ended December 31, 2008

	2008	2007
	\$	\$
Operating		
Net revenues	11,060,631	13,216,295
Less item not affecting cash		
Operating income of Whitby Hydro Energy Corporation	(5,798,070)	(6,156,353)
	5,262,561	7,059,942
Uses		
Increase in accounts receivable	-	(1,370,028)
Increase in taxes receivable	(1,185)	(1,917,036)
Decrease in accounts payable and accrued liabilities	-	(12,603,682)
Decrease in other current liabilities	(85,474)	(156,034)
	(86,659)	(16,046,780)
Sources		
Decrease in accounts receivable	1,297,297	-
Increase in accounts payable and accrued liabilities	627,643	-
Increase in deferred revenue	11,658,466	7,268,551
Increase in employee future benefits liabilities	421,664	396,640
	14,005,070	7,665,191
Net increase (decrease) in cash from operations	19,180,972	(1,321,647)
Investing		
Dividends from Whitby Hydro Energy Corporation	3,021,000	2,701,000
Net change in cash and investments	22,201,972	1,379,353
Cash and investments, beginning of year	84,845,413	83,466,060
Cash and investments, end of year	107,047,385	84,845,413

The Corporation of The Town of Whitby

Notes to the consolidated financial statements

December 31, 2008

1. Significant accounting policies

The consolidated financial statements of The Corporation of the Town of Whitby (the "Town") are the representations of management prepared in accordance with local government accounting standards, as recommended by the Public Sector Accounting Board ("PSAB") of the Canadian Institute of Chartered Accountants.

(a) (i) Reporting entity

These consolidated financial statements reflect the assets, liabilities, revenues and expenditures of the operating fund, capital fund, reserve funds, and reserves of the reporting entity. The reporting entity is comprised of all organizations, local boards and committees which are controlled by the Town, including the following:

- Town of Whitby Public Library Board
- Groveside Cemetery Board

All material inter-entity transactions and balances are eliminated on consolidation with the exception of transactions/balances with Whitby Hydro Energy Corporation (Note 1(a)(ii)).

(ii) Investment in Whitby Hydro Energy Corporation

Whitby Hydro Energy Corporation and its subsidiaries are accounted for on a modified equity basis, consistent with generally accepted accounting principles as recommended by PSAB for government business enterprises. Under the modified equity basis of accounting, the business enterprise's accounting principles are not adjusted to conform to those of the Town, and inter-organizational transactions and balances are not eliminated. The Town recognizes its equity interest in the annual income or loss of Whitby Hydro Energy Corporation in its statement of financial activities with a corresponding increase or decrease in its investment asset account. Any dividends that the Town receives from Whitby Hydro Energy Corporation are reflected as reductions in the investment asset account.

(iii) Accounting for region and school board transactions

The taxation, other revenues, expenditures, assets and liabilities with respect to the operations of the school boards and the Region of Durham are not reflected in the municipal fund balances of these financial statements.

(iv) 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 Financial Activity and Change in Fund Balance" and the "Trust Funds Statement of Financial Position".

(b) Basis of accounting

(i) Revenues and expenditures

Revenues and expenditures are reported on the accrual basis of accounting. The accrual basis of accounting recognizes revenues, as they are earned and measurable; expenditures are recognized, as they are incurred and measurable as a result of the receipt of goods or services and the creation of a legal obligation to pay.

(ii) Tangible capital assets

Tangible capital assets are recorded as capital expenditures in the Statement of Financial Activities in the period acquired.

The Corporation of The Town of Whitby

Notes to the consolidated financial statements

December 31, 2008

1. Significant accounting policies (continued)

(b) Basis of accounting (continued)

(iii) Investments

Investments are recorded at lower of cost or market value.

(iv) Accounting for Bill 140 Capping and Clawback Provisions resulting from the Ontario Fair Assessment System

The net impact in property taxes as a result of the application capping provisions does not affect the consolidated statement of financial activities as the full amount of the property taxes is levied.

(v) Deferred revenue - obligatory reserve funds

Deferred revenue - obligatory reserve funds represents development charge contributions, payments in lieu of parkland, building code net revenues, and gas tax, levied or received under the authority of federal and provincial legislation and Town by-laws. These amounts have been collected but the related services have yet to be performed. These amounts will be recognized as revenue in the fiscal year the related services are performed.

(vi) Deferred revenue - general

Deferred revenue represents user charges and other fees, which have been collected, for which the related services have yet to be performed. These amounts will be recognized as revenue in the fiscal year the related services are performed.

(vii) Employee future benefits liabilities

The present value of the cost of providing employees with future benefits programs is recognized as employees earn these entitlements through service.

(viii) Government transfers

Government transfers are recognized in the financial statements in the period in which the events giving rise to the transfer occur, eligibility criteria are met, and reasonable estimates of the amount can be made.

(ix) Use of estimates

The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts in the financial statements and accompanying notes. Significant estimates relate to taxes receivable, accounts receivable, accounts payable and accrued liabilities and expenditures. Due to the inherent uncertainty in making estimates, actual results could differ from those estimates.

The Corporation of The Town of Whitby

Notes to the consolidated financial statements

December 31, 2008

2. Operations of school boards and the Region of Durham

Further to Note 1(a) (iii), requisitions were made by the Region of Durham and School Boards requiring the Town to collect property taxes and payments in lieu of property taxes on their behalf. The amounts collected and remitted are summarized as follows:

			2008	2007
	School boards	Region of Durham	Total	Total
	\$	\$	\$	\$
Taxation	49,227,730	93,775,890	143,003,620	135,020,735
Payment in lieu of taxes	165,542	1,218,804	1,384,346	1,327,339
Amounts collected and remitted	49,393,272	94,994,694	144,387,966	136,348,074

3. Trust Funds

Trust funds administered by the municipality amounting to \$812,754 (2007 - \$764,118) 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 trust funds have been reported separately on the "Trust Funds Statement of Financial Activity and Change in Fund Balance" and "Trust Funds Statement of Financial Position".

4. Taxes receivable

The balance in taxes receivable, including penalties and interest, is comprised of the following:

	2008	2007
	\$	\$
Current year	7,484,894	7,377,434
Arrears previous years	4,568,449	4,674,724
	12,053,343	12,052,158

The Corporation of The Town of Whitby

Notes to the consolidated financial statements

December 31, 2008

5. Other accounts receivable

	2008	2007
	\$	\$
7-1/4% promissory note issued to the Town of Whitby by Whitby Hydro Energy Corporation. The Town has the option of calling the principal amount in whole or in part, with notice of twelve months. The Town has agreed not to call this loan before January 1, 2010.	1,460,300	1,460,300
7-1/4% promissory note issued to the Town of Whitby by Whitby Hydro Energy Corporation. The Town has the option of calling the principal amount in whole or in part, with notice of sixty days. The Town has agreed not to call this note before January 1, 2010.	5,061,000	5,061,000
	6,521,300	6,521,300

Interest revenue earned on these notes totalled \$472,794 (2007 - \$472,794).

6. Deferred revenue

Deferred revenue represents user charges and fees which have been collected but for which the related services have yet to be performed. These amounts will be recognized as revenues in the fiscal year the related services are performed. The following is the current status of the deferred revenues:

	2008	2007
	\$	\$
Obligatory Reserve Funds		
Development charges	69,194,984	63,195,852
Parkland	1,790,286	1,602,721
Federal gas tax	919,330	713,444
Building Code Act	1,555,255	942,732
Deferred revenue - general	7,436,219	2,782,859
	80,896,074	69,237,608

The Corporation of The Town of Whitby

Notes to the consolidated financial statements

December 31, 2008

6. Deferred revenue (continued)

Continuity of deferred revenue is as follows:

	2008	2007
	\$	\$
Balance, beginning of year	69,237,608	61,969,057
Developer contributions collected	8,120,570	8,922,629
Federal gas tax	1,420,161	1,562,330
Net building code revenues	612,523	17,854
Other collections	7,436,219	2,782,859
Interest earned	2,543,643	3,196,754
	20,133,116	16,482,426
Less		
Developer contribution revenue recognized in current operations	273,449	307,896
Developer contribution revenue recognized in capital operations	4,176,244	5,403,605
Gas tax revenue recognized in capital operations	1,242,098	926,361
General deferred revenue recognized	2,782,859	2,576,013
	8,474,650	9,213,875
Balance, end of year	80,896,074	69,237,608

7. Employee future benefits liabilities

The Town makes available to qualifying employees who retire before the age of 65, the opportunity to continue their coverage for such benefits as extended health and drugs, dental care and life insurance. Coverage ceases at the age of 65. The accrued benefit liability and the expense for the year ended December 31, 2008 are based on the results and assumptions of an actuarial valuation as at December 31, 2006 and updated to December 31, 2008. The significant actuarial assumptions used in estimating the Town's related accrued benefit obligation are as follows:

Discount rate	6%
Inflation rate	3% per year
Dental benefit cost escalation	5% per year
Medical benefit cash escalation	10% per year reducing to 5% per year over 15 years

Information about the Town's post retirement benefit plan is as follows:

Accrued benefit liability

	2008	2007
	\$	\$
Accrued benefit obligation	5,911,988	5,512,774
Unamortized actuarial loss	(269,400)	(291,850)
Employee future benefit liability	5,642,588	5,220,924

The Corporation of The Town of Whitby

Notes to the consolidated financial statements

December 31, 2008

7 Employee future benefits liabilities (continued)

Expense

	2008	2007
	\$	\$
Current year benefit expense	247,069	230,346
Amortization of actuarial losses	22,450	2,450
Interest on accrued benefit obligation	331,145	308,760
	600,664	541,556

8. Amounts to be recovered from future revenues

	2008	2007
	\$	\$
Employee future benefits	5,642,588	5,220,924
Internal loans from Obligatory Reserve Funds	19,927,379	20,003,726
	25,569,967	25,224,650

As a means of funding various capital acquisitions, funds are borrowed by the Operating Fund from Development Charges. These funds are secured by promissory notes and are repaid over a determined period of time. The financing arrangements and ultimate repayment are approved by Council through the current budget process. For the purpose of these financial statements, the loans are included in amounts to be recovered. The following is a summary of the individual loans.

	2008	2007
	\$	\$
Whitby Public Library	7,739,428	8,078,119
Cullen Central Park	8,057,210	8,347,882
Recreation and Cultural	4,130,741	3,577,725
	19,927,379	20,003,726

9. Pension agreements

The Town makes contributions to the Ontario Municipal Employees Retirement System ("OMERS") which is a multi-employer plan, on behalf of all permanent, full-time members of its staff. The Plan is a defined benefit plan that specifies the amount of the retirement benefit to be received by the employees based on the length of service and rates of pay. Contributions to OMERS for the year were \$4,563,854 (2007 - \$4,159,087).

The Corporation of The Town of Whitby

Notes to the consolidated financial statements

December 31, 2008

10. Classification of expenditures by object

The Consolidated Statement of Financial Activities presents the expenditures by function. The following classifies those same expenditures by object:

	2008	2007
	\$	\$
Salaries, wages and employee benefits	45,475,314	41,790,565
Operating materials and supplies	9,798,934	8,405,268
Contracted services	7,991,094	8,059,802
Rents and financial expenses	2,266,591	2,196,711
Other	680,333	563,223
Capital expenditures	17,324,926	14,188,506
Total expenditures by object	83,537,192	75,204,075

11. Budget figures

The approved operating and capital budgets for 2008 are reflected on the Consolidated Schedule of Operating Fund Financial Activities and Fund Balance, Consolidated Schedule of Capital Fund Financial Activities and Fund Balance, and the Consolidated Statement of Financial Activities. The budgets established for the Capital Fund operations are on a project oriented basis, the costs of which may be carried out over one or more years and, therefore, budget figures presented may not be comparable with the current year actual amounts. As well, the Town does not budget for activity within Reserves and Reserve Funds, with the exceptions being those transactions which affect either operating or capital funds. Budget figures are unaudited.

12. Contingent liabilities

Unsettled legal claims and potential other claims

The Town has been named as the defendant in certain legal actions in which damages have been sought. The outcome of these actions is not determinable at this time and, accordingly, no provision has been made in these financial statements for any liability that may result.

The Corporation of The Town of Whitby

Notes to the consolidated financial statements

December 31, 2008

13. Investment in Whitby Hydro Energy Corporation

In accordance with the requirements in Bill 35 (The Energy Competition Act, 1998) the Town of Whitby (the "Town"), passed a transfer by-law, effective November 1, 2000, that transferred substantially all of the assets and liabilities of the Whitby Hydro-Electric Commission to Whitby Hydro Energy Corporation. Whitby Hydro Energy Corporation carries on the former business of the Commission with all its rights, duties, obligations and responsibilities.

(a) *Equity in Whitby Hydro Energy Corporation*

	2008	2007
	\$	\$
Balance, beginning of year	63,374,226	59,918,873
Changes during the year:		
Net income for the year	5,798,070	6,156,353
	<u>69,172,296</u>	<u>66,075,226</u>
Dividend received from Whitby Hydro Energy Corporation	(3,021,000)	(2,701,000)
Balance, end of year	<u>66,151,296</u>	<u>63,374,226</u>
	2008	2007
	\$	\$
Investment in Whitby Hydro Energy Corporation	44,334,654	41,557,584
Long-term note receivable	21,816,642	21,816,642
	<u>66,151,296</u>	<u>63,374,226</u>

Reported on the Consolidated Statement of Financial Position as follows:

The long-term note receivable by the Town is a demand note with a fixed interest rate of 7.0%. The Town has the option of calling the principal, in whole or in part, with twelve months notice. The Town does not anticipate calling this note before January 1, 2010.

Interest revenue earned on this note totaled \$1,527,206 (2007 - \$1,527,206).

The Corporation of The Town of Whitby

Notes to the consolidated financial statements

December 31, 2008

13. Investment in Whitby Hydro Energy Corporation (continued)

(a) Equity in Whitby Hydro Energy Corporation (continued)

The following table provides condensed financial information of Whitby Hydro Energy Corporation at and for the year ended December 31, 2008.

	2008	2007
	\$	\$
Financial position		
Current assets	30,096,247	30,361,132
Capital assets	58,552,157	55,601,626
Deferred charges and other assets	738,842	675,248
Total assets	89,387,246	86,638,006
Current liabilities	12,562,250	13,300,518
Other liabilities	32,490,342	31,779,904
Total investment	45,052,592	45,080,422
Net assets	44,334,654	41,557,584
Results of operations		
Revenues	23,698,480	24,878,487
Expenditures (including income taxes \$3,495,022; 2007 - \$4,231,124)	17,900,410	18,722,134
Net earnings	5,798,070	6,156,353

Included in revenues above is \$2,774,367 (2007 - \$3,069,245) earned from the Town for services provided. Expenditures above include \$2,447,151 (2007 - \$2,434,334) paid to the Town.

(b) Contingencies and commitments of Whitby Hydro Energy Corporation as disclosed in their financial statements are as follows:

(i) Contingency

Class Action of Late Payment Charges-Griffith et al. v. Toronto Hydro-Electric Commission et al.

This action has been brought under the *Class Proceedings Act, 1992*. The plaintiff class seeks \$500 million in restitution for amounts paid to Toronto Hydro and to other Ontario municipal electric utilities ("LDCs") who received late payment penalties which constitute interest at an effective rate in excess of 60% per year, contrary to section 347 of the *Criminal Code*. Pleadings have closed in this action. The action has not yet been certified as a class action and no discoveries have been held, as the parties were awaiting the outcome of similar proceedings brought against Enbridge Gas Distribution Inc. (formerly Consumers Gas).

On April 22, 2004, the Supreme Court of Canada released a decision in the Consumers Gas case rejecting all of the defences which had been raised by Enbridge, although the Court did not permit the Plaintiff class to recover damages for any period prior to the issuance of the Statement of Claim in 1994 challenging the validity of late payment penalties. The Supreme Court remitted the matter back to the Ontario Superior Court of Justice for determination of the damages. At the end of 2006, a mediation process resulted in the settlement of the damages payable by Enbridge.

In 2007, Enbridge filed an application to the Ontario Energy Board ("OEB"), to recover the Court-approved amount and related amounts from ratepayers. On February 4, 2008, the OEB approved recovery of the said amounts from ratepayers over a five year period.

The Corporation of The Town of Whitby

Notes to the consolidated financial statements

December 31, 2008

13. Investment in Whitby Hydro Energy Corporation (continued)

(c) *Contingencies and commitments of Whitby Hydro Energy Corporation as disclosed in their financial statements are as follows:*

(i) Contingency

Class Action of Late Payment Charges-Griffith et al. v. Toronto Hydro-Electric Commission et al.

After the release by the Supreme Court of Canada of its 2004 decision in the Consumers Gas case, the plaintiffs in the LDC late payment penalties class action indicated their intention to proceed with their litigation against the LDCs. To date, no formal steps have been taken to move the action forward. The LDCs intend to respond to the action if and when it proceeds on the basis that the LDCs' situation may be distinguishable from that of Consumers Gas.

Whitby Hydro collected total late payment penalties of \$2,081,699 for the period from 1994 to 2001. No determination of the portion of these payments which may have constituted interest at an impermissible rate has been made.

(ii) Commitments

The Corporation has entered into an agreement with outside service providers and is committed to making the following payments:

	\$
2009	69,240
2010	69,240
2011	69,240
	<hr/> <hr/> 207,720

14. Tangible capital assets

For fiscal years commencing on or after January 1, 2009, the Town will be required to report tangible capital assets in its consolidated financial statements in accordance with The Public Sector Accounting Handbook of the Canadian Institute of Chartered Accountants section PS3150 – Tangible Capital Assets. The Town is currently working toward obtaining the necessary information in order to comply with PS 3150. Public Sector Guideline 7 requires the disclosure of tangible capital asset information in the notes to the financial statements to the extent that reliable information is available. As of December 31, 2008 the Town has completed an inventory of all of its tangible capital assets and has identified the following major asset classes:

- Land
- Land improvements
- Equipment
- Roads
- Stormlines
- Buildings
- Street Lights
- Sidewalks
- Bridges and Culverts
- SWM Ponds

The Town has prepared draft accounting policies for tangible capital assets and is in the process of reviewing and finalizing these policies. The Town has completed its inventory and valuation of TCA as at December 31, 2007.

The Corporation of The Town of Whitby

Notes to the consolidated financial statements

December 31, 2008

15. Segmented information

The Town of Whitby provides a wide range of services to its residents.

Segmented information has been provided in Schedule 4 for the following Town Services:

- Protection to persons and property
- Public works services (Transportation and environmental)
- Recreation and Culture
- Planning and Development
- Health and Social Services
- General Government

Revenues and expenses directly attributable to each segment are reported by segment. Typically general government expenditures are incurred in support of all services. Similarly general government revenues including taxes are used to finance all activities of the Town. For purposes of segmented reporting general government revenues and expenditures have not been allocated to the other services but rather are shown separately.

The Corporation of The Town of Whitby

Consolidated schedule of operating fund financial activities and fund balance
year ended December 31, 2008

Schedule 1

	2008		2007
	Budget	Actual	Actual
	\$	\$	\$
Revenues			
Taxation – all classes	-	200,667,673	187,904,024
Less amounts received for Region and school boards (Note 3)	-	(144,387,966)	(136,348,074)
	55,756,513	56,279,707	51,555,950
User charges	13,204,265	13,780,760	12,561,715
Grants	279,550	337,509	276,057
Developers revenue earned	-	273,449	307,896
Investment income	500,000	526,028	673,727
Fines, penalties and interest	1,500,000	2,108,124	1,871,935
Licenses and permits	1,354,619	2,435,020	1,773,553
Rents and other	3,131,185	4,661,198	2,824,633
	19,969,619	24,122,088	20,289,516
Total revenue	75,726,132	80,401,795	71,845,466
Expenditures			
General government	10,087,331	9,875,386	8,995,853
Protection to persons and property	16,132,640	16,376,658	15,369,279
Transportation services	13,467,560	14,019,573	12,415,051
Environmental services	2,693,349	2,675,902	2,388,502
Recreation and cultural services	19,411,479	19,587,451	18,338,543
Planning and development	2,703,654	2,448,640	2,318,119
Health services	235,100	188,602	192,548
Social and family services	1,008,692	1,040,054	997,674
Total expenditures	65,739,805	66,212,266	61,015,569
Net revenues	9,986,327	14,189,529	10,829,897
Financing and transfers			
Decrease in internal loans	(1,424,862)	(1,424,863)	(1,226,012)
Transfer to reserves and reserve funds	(8,486,465)	(12,346,038)	(9,849,591)
Transfer to capital funds	(75,000)	(57,637)	(153,578)
Increase in employee future benefits	-	421,664	396,640
Net financing and transfers	(9,986,327)	(13,406,874)	(10,832,541)
Change in operating fund	-	782,655	(2,644)
Increase in inventory	-	96,819	12,555
Operating fund balance, beginning of year	2,719,067	2,719,067	2,709,156
Operating fund balance, end of year	2,719,067	3,598,541	2,719,067

The Corporation of The Town of Whitby

Consolidated schedule of capital fund financial activities and fund balance
year ended December 31, 2008

Schedule 2

	2008		2007
	Budget	Actual	Actual
	\$	\$	\$
Revenues			
Government of Canada grants	-	12,134	74,663
Province of Ontario grants	-	100,134	65,132
Developers revenue earned	8,169,238	4,176,244	5,403,605
Gas tax revenue	1,504,000	1,242,098	926,361
Other	3,177,825	620,864	1,462,840
Total revenues	12,851,063	6,151,474	7,932,601
Expenditures			
General government	2,149,075	988,907	957,975
Protection to persons and property	808,435	783,495	733,248
Transportation services	14,040,785	10,231,113	9,447,911
Environmental services	680,800	667,000	4,056
Recreation and cultural services	8,211,260	4,104,856	2,661,535
Planning and development	2,458,495	528,555	274,785
Health services	-	-	108,996
Social and family services	14,575	21,000	-
Total expenditures	28,363,425	17,324,926	14,188,506
Net expenditures	(15,512,362)	(11,173,452)	(6,255,905)
Financing and transfers			
Transfer from reserves and reserve funds	15,437,362	8,944,078	7,079,692
Transfer from operating funds	75,000	57,637	153,578
Increase in internal loans	-	1,348,516	-
Net financing and transfers	15,512,362	10,350,231	7,233,270
Change in capital fund	-	(823,221)	977,365
Capital fund balance, beginning of year	-	(1,938,306)	(2,915,671)
Capital fund balance, end of year	-	(2,761,527)	(1,938,306)

The Corporation of The Town of Whitby

Consolidated schedule of reserves and reserve fund financial activities
and fund balance
year ended December 31, 2008

Schedule 3

	2008		2007
	Budget	Actual	Actual
	\$	\$	\$
Revenues			
Investment income	-	1,647,774	1,986,279
Other	-	598,710	499,671
Total revenues	-	2,246,484	2,485,950
Net revenues	-	2,246,484	2,485,950
Net transfers from (to)			
Other funds			
Transfer from operating funds	8,486,465	12,346,038	9,849,591
Transfer to capital funds	(15,437,362)	(8,944,078)	(7,079,692)
Transfer from equity in Whitby Hydro Energy Corp.	2,874,569	3,021,000	2,701,000
Total net transfers	(6,950,897)	6,422,960	5,470,899
Change in reserve and reserve funds	(6,950,897)	8,669,444	7,956,849
Reserves and reserve funds			
balance, beginning of year	48,467,712	48,467,712	40,510,863
Reserves and reserve funds			
Balance, end of year	41,516,815	57,137,156	48,467,712
<hr/>			
		2008	2007
		\$	\$
Analyzed as follows:			
Reserves set aside for			
specific purposes by Council for:			
Working fund, contingencies and other		8,472,054	6,968,558
Acquisition of capital assets		2,134,871	1,784,180
Total Reserves		10,606,925	8,752,738
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Reserve funds set aside for			
specific purposes by Council for:			
Equipment replacement		7,601,748	6,728,594
Short-term disability		1,802,174	1,509,626
Capital purposes		33,251,535	27,589,561
Other		3,874,774	3,887,193
Total reserve funds		46,530,231	39,714,974
Total reserves and reserve funds		57,137,156	48,467,712

The Corporation of The Town of Whitby

Consolidated schedule of segmented disclosure
year ended December 31, 2008

Schedule 4

2008

	Protection to persons and property	Public works services	Recreation and culture	Planning and development	General Government	Consolidated
	\$	\$	\$	\$	\$	\$
Operating revenue						
Grants	21,770	33,800	228,058	3,140	50,741	337,509
Tax revenues	-	-	-	-	56,279,707	56,279,707
Other revenues	340,324	3,760,494	8,824,227	729,570	17,901,069	31,555,684
Total operating revenue	362,094	3,794,294	9,052,285	732,710	74,231,517	88,172,900
Operating expenditures						
Salaries and wages	14,448,602	9,446,010	13,136,474	2,094,708	6,349,520	45,475,314
Materials and supplies	781,878	4,046,847	3,648,755	306,311	1,015,143	9,798,934
Contracted services	1,138,243	3,046,369	2,678,742	45,999	1,081,741	7,991,094
Other	7,935	156,249	1,163,534	1,622	1,617,584	2,946,924
Total operating expenditures	16,376,658	16,695,475	20,627,505	2,448,640	10,063,988	66,212,266
Capital revenue						
Grants	48,000	64,268	-	-	-	112,268
Developer revenue	738,596	3,405,296	681,770	-	866,129	5,691,791
Other revenues	-	98,654	507,825	-	14,385	620,864
Total capital revenue	786,596	3,568,218	1,189,595	-	880,514	6,424,923
Capital expenditures	783,495	10,898,113	4,125,856	528,555	988,907	17,324,926
Net revenue(expenditure) before transfers	(16,011,463)	(20,231,076)	(14,511,481)	(2,244,485)	64,059,136	11,060,631

The Corporation of The Town of Whitby

Consolidated schedule of segmented disclosure
year ended December 31, 2007

Schedule 4

2007

	Protection to persons and property	Public Works services	Recreation and culture	Planning and development	General Government	Consolidated
	\$	\$	\$	\$	\$	\$
Operating revenue						
Grants	15,225	26,520	227,615	1,877	4,820	276,057
Tax revenues	-	-	-	-	51,555,950	51,555,950
Other revenues	548,352	3,187,976	8,499,338	506,298	15,605,902	28,347,866
Total operating revenue	563,577	3,214,496	8,726,953	508,175	67,166,672	80,179,873
Operating expenditures						
Salaries and wages	13,516,207	8,519,470	12,260,522	2,027,770	5,466,596	41,790,565
Materials and supplies	731,803	3,389,847	3,223,198	274,449	785,971	8,405,268
Contracted services	1,104,124	2,777,064	2,627,715	14,280	1,572,619	8,095,802
Other	17,145	117,172	1,224,782	1,620	1,399,215	2,759,934
Total operating expenditures	15,369,279	14,803,553	19,336,217	2,318,119	9,224,401	61,051,569
Capital revenues						
Grants	28,469	111,326	-	-	-	139,795
Developer revenue	-	-	-	-	6,637,862	6,637,862
Other revenues	-	1,022,751	272,865	28,228	138,996	1,462,840
Total capital revenues	28,469	1,134,077	272,865	28,228	6,776,858	8,240,497
Capital expenditures	733,248	9,451,967	2,661,535	274,785	1,066,971	14,188,506
Net revenue(expenditure) before transfers	(15,510,481)	(19,906,947)	(12,997,934)	(2,056,501)	63,652,158	13,180,295