



Consolidated Financial Statements

**The Corporation of the Town of Aurora**

December 31, 2008

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## Auditors' report

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To the Members of Council, Inhabitants,  
And Ratepayers of the **Corporation of  
The Town of Aurora**

We have audited the consolidated statement of financial position of the **Corporation of the Town of Aurora** as at December 31, 2008 and the consolidated statements of operations, consolidated statement of net financial assets, consolidated statement of cash flows, consolidated operating fund statement, consolidated capital fund statement, and consolidated reserves and reserve funds statement for the year then ended. These consolidated financial statements are the responsibility of the Town's management. Our responsibility is to express an opinion on these consolidated 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 consolidated financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the consolidated financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall consolidated financial statement presentation.

In our opinion, these consolidated financial statements present fairly, in all material respects, the financial position of the Town as at December 31, 2008 and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

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

*Grant Thornton LLP*

Markham, Canada  
April 15, 2009

Chartered Accountants  
Licensed Public Accountants

**THE CORPORATION OF THE TOWN OF AURORA**  
**Consolidated Statement of Financial Position**  
**December 31, 2008**

	2008	2007
<b>Assets</b>		
Cash and cash equivalents (note 1)	\$ 28,615,199	\$ 31,907,130
Temporary Investments (note 2)	47,121,706	33,210,366
Taxes receivable	6,992,902	5,579,100
User charges receivable	2,979,627	3,674,091
Accounts receivable	783,652	1,830,957
Investment in Borealis (note 3)	1	1
	<u>86,493,087</u>	<u>76,201,645</u>
<b>Liabilities</b>		
Accounts payable and accrued liabilities	8,901,929	7,442,170
Deposits and deferred revenue	3,184,544	3,895,709
Deferred revenue - Obligatory reserve funds (note 4)	19,039,251	10,769,471
Employee future benefits liabilities (note 5)	685,314	649,146
Long Term Debt (note 6)	13,193,234	14,483,031
	<u>45,004,272</u>	<u>37,239,527</u>
<b>Net Financial Assets</b>	<u>\$ 41,488,815</u>	<u>\$ 38,962,118</u>
<b>Municipal Position</b>		
<b>Fund Balances</b>		
Operating Fund (Page 14)	\$ 301,348	\$ 362,217
Capital Fund (Page 15)	8,213,030	9,728,285
Reserves and Reserve Funds (Page 16)	46,167,670	43,354,646
Equity in Borealis	1	1
	<u>54,682,049</u>	<u>53,445,149</u>
To be recovered from future revenues (Note 6)	<u>(13,193,234)</u>	<u>(14,483,031)</u>
<b>Municipal position</b>	<u>\$ 41,488,815</u>	<u>\$ 38,962,118</u>
<b>Contingencies (note 11)</b>		

See accompanying notes to the consolidated financial statements.

**THE CORPORATION OF THE TOWN OF AURORA**  
**Consolidated Statement of Financial Activities**  
Year ended December 31, 2008

	Budget 2008 (unaudited)	Actual 2008	Actual 2007
<b>Revenues</b>			
Taxation (Note 7)	\$ 25,126,928	\$ 25,699,269	\$ 23,503,783
User charges	19,858,826	18,782,544	20,550,537
Grants	3,116,362	4,674,707	832,427
Other (Note 8)	6,147,262	9,789,735	7,736,034
	<u>54,249,378</u>	<u>58,946,255</u>	<u>52,622,781</u>
<b>Expenditures</b>			
Operating			
General government	5,897,439	5,732,830	5,264,080
Protection to persons and property	8,143,697	8,151,190	7,650,207
Transportation services	3,339,991	3,521,239	3,218,341
Environmental services	11,255,127	10,566,278	9,730,413
Leisure and cultural services	12,661,146	12,446,741	11,653,286
Planning and development	1,331,986	1,275,974	1,201,492
	<u>42,629,386</u>	<u>41,694,252</u>	<u>38,717,819</u>
<b>Capital</b>			
General government	821,845	415,022	218,608
Transportation services	6,461,018	7,196,487	5,971,067
Environmental services	3,292,285	1,280,894	1,899,820
Leisure and cultural services	5,126,333	5,664,543	2,518,008
Planning and development	260,000	132,192	83,581
	<u>15,961,481</u>	<u>14,689,138</u>	<u>10,691,084</u>
<b>Total expenditures (note 9)</b>	<u>58,590,867</u>	<u>56,383,390</u>	<u>49,408,903</u>
Net revenues (expenditures)	(4,341,489)	2,562,865	3,213,878
<b>Financing and transfers</b>			
Principal repayment on long term debt	(1,289,797)	(1,289,797)	(1,240,500)
Changes in employee benefit obligation	-	(36,168)	(61,025)
Change in fund balance	<u>\$ (5,631,286)</u>	<u>\$ 1,236,900</u>	<u>\$ 1,912,353</u>

See accompanying notes to the consolidated financial statements.

**THE CORPORATION OF THE TOWN OF AURORA**  
**Consolidated Statement of Changes in Financial Position**  
Year ended December 31, 2008

	2008	2007
Increase (decrease) in cash and cash equivalents		
<b>Operating activities</b>		
Net revenues	<u>\$ 2,562,865</u>	<u>\$ 3,213,878</u>
Uses:		
Increase in tax receivable	(1,413,802)	-
Increase in user charges receivable	-	(1,283,663)
Increase in temporary investments	(13,911,340)	(16,430,694)
Decrease in deposits and deferred revenues	(711,165)	-
	<u>(16,036,307)</u>	<u>(17,714,357)</u>
Sources:		
Decrease in taxes receivable	-	252,061
Decrease in user charges receivable	694,464	-
Decrease in temporary investments	-	-
Decrease in accounts receivable	1,047,305	223,363
Increase in obligatory reserve funds	8,269,780	4,423,007
Increase in accounts payable and accrued liabilities	1,459,759	541,148
Increase in deposits and deferred revenues	-	419,106
	<u>11,471,308</u>	<u>5,858,685</u>
Net cash from operations	(2,002,134)	(8,641,794)
<b>Financing</b>		
Principal repayment of long term debt	<u>(1,289,797)</u>	<u>(1,240,500)</u>
<b>Net decrease in cash during the year</b>	<b>(3,291,931)</b>	<b>(9,882,294)</b>
Cash and cash equivalents, beginning of year	<u>31,907,130</u>	<u>41,789,424</u>
Cash and cash equivalents, end of year	<u>\$ 28,615,199</u>	<u>\$ 31,907,130</u>

See accompanying notes to the consolidated financial statements.

# The Corporation of the Town of Aurora

## Notes to the Consolidated Financial Statements

December 31, 2008

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The Corporation of the Town of Aurora (the "Town") is a municipality in the Province of Ontario. The Town conducts its operations guided by the provisions of provincial statutes such as the Municipal Act, Municipal Affairs Act and related legislation.

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### 1. Summary of significant accounting policies

The consolidated financial statements of the Town are the representation of management and have been prepared in accordance with Canadian generally accepted accounting principles for local governments as recommended by the Public Sector Accounting Board ("PSAB") of The Canadian Institute of Chartered Accountants.

Significant accounting policies adopted by the Town are as follows:

#### **Basis of consolidation**

The consolidated financial statements reflect the assets, liabilities, revenues, expenditures and fund balances of the Town, and except for government business enterprise which are accounted for by the modified equity basis of accounting, comprise all of the organizations that are accountable for the administration of their financial affairs and resources to the Town and are owned or controlled by the Town.

The Aurora Public Library Board is fully consolidated in these consolidated financial statements. All inter-organizational and inter-fund transactions and balances are eliminated.

The taxation, other revenues, expenditures, assets and liabilities with respect to the Boards of Education within the Regional Municipality of York are not reflected in the Town's consolidated financial statements.

#### **Basis of accounting**

Revenues 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.

#### **Cash Equivalents**

Cash equivalents consist of Government of Canada treasury bills, provincial government treasury bills and promissory notes, bankers' acceptances and bearer deposits that mature within 90 days. They are recorded at cost, which approximates their quoted market value.

#### **Inventories**

Expenditures on materials and supplies are reported as an expenditure on the consolidated statement of financial activities in the year of acquisition.

# The Corporation of the Town of Aurora

## Notes to the Consolidated Financial Statements

December 31, 2008

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### 1. Summary of significant accounting policies (continued)

#### Capital assets

The historical cost and accumulated amortization of capital assets are not recorded for Town purposes. Capital assets acquired are reported as an expenditure on the consolidated statement of financial activities in the year of acquisition.

#### Pensions agreements

The Town makes contributions to the Ontario Municipal Employees Retirement Fund (OMERS), a multi-employer public sector pension fund, based on the principles of a defined benefit plan, which specifies the amount of the retirement benefit to be received by the employees on the basis of predefined retirement age, length of eligible service and rates of remuneration over a fixed period of time.

#### Employee future benefits

Employee future benefits include health and basic dental coverage that the Town pays on behalf of its current and retired employees. The Town records these future benefits as they are earned during the employee's tenure of service. The Town also estimates future benefits relating to accumulated sick credits and overtime as they are earned.

The present value of the cost of providing employees with future benefit programs is expensed as employees earn these entitlements through service. The cost of the benefits earned by employees is actuarially determined using the projected benefit method prorated on service and management's best estimate of retirement ages of employees and expected health care and dental costs. Vacation entitlements are accrued for as entitlements are earned.

#### Deferred revenue

Deferred revenues represent user charges and fees which have been collected but for which the related services have yet to be performed. These accounts will be recognized as revenues in the fiscal year the services are performed. The Town receives development charges under the authority of provincial legislation and Town by-laws. These funds, by their nature, are restricted in their use and, until applied to specific capital works, are recorded as deferred revenue.

#### 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 of 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 these estimates.



# The Corporation of the Town of Aurora

## Notes to the Consolidated Financial Statements

December 31, 2008

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### 1. Summary of significant accounting policies (continued)

#### **Budget figures**

The approved operating and capital budgets for 2008 are reflected on 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, may not be comparable with the current year actual.

#### **Reserves and reserve funds**

Certain amounts, as approved by the Town Council, are set aside in reserves and reserve funds for future operating and capital purposes. Transfer to/from reserves and reserve funds are an adjustment to the respective fund when approved.

#### **Subdivision infrastructure**

Subdivision streets, lighting, sidewalks, drainage and other infrastructure are required to be provided by subdivision developers. Upon completion they are turned over to the municipality. The municipality is not involved in the construction and does not budget for either the contributions from the developer or the capital expenditure.

#### **Investment income**

Investment income earned on surplus operating funds, capital funds, and reserves and reserve funds are reported as revenue in the period earned. Investment income earned on development charges (obligatory reserve funds) is added to the fund balance and forms part of the deferred revenue balance.

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### 2. Temporary investments

Temporary investments are recorded at cost which approximates their quoted market value. These investments consist of interest-bearing certificates that are liquid in nature and are included as part of temporary investments. These investments have a term beyond 90 days in length.

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### 3. Investment in Borealis Hydro Electric Holdings Inc.

Borealis Hydro Electric Holdings Inc. is the former owner of Aurora Hydro and has no assets.

# The Corporation of the Town of Aurora

## Notes to the Consolidated Financial Statements

December 31, 2008

### 4. Deferred revenue – Obligatory reserve funds

A requirement of PSAB is that obligatory reserve funds be reported as deferred revenue. This requirement is in place as provincial legislation restricts how these funds may be used and, under certain circumstances, how these funds may be refunded.

Obligatory reserve funds consist of the following:

	<u>2008</u>	<u>2007</u>
Development charges	\$ 5,824,416	\$ 1,313,147
Park purposes	9,949,761	6,714,692
Building Code Act, 1992	2,447,138	1,160,042
Federal Gas Tax	<u>187,014</u>	<u>181,870</u>
	<b>18,408,329</b>	<b>9,369,751</b>
Development charges transferred to capital but unexpended at the end of the year	<u>630,922</u>	<u>1,399,720</u>
	<b>\$ 19,039,251</b>	<b>\$ 10,769,471</b>

### 5. Employee future benefit obligations

	<u>2008</u>	<u>2007</u>
Employee future benefits	\$ 522,899	\$ 486,731
Accrued sick leave	131,715	131,715
Accrued overtime	<u>30,700</u>	<u>30,700</u>
	<b>\$ 685,314</b>	<b>\$ 649,146</b>

Employee future benefits are health and dental benefits that are provided to early retirees, future retirees, and employees currently on a long term disability. The Town recognizes these post-retirement costs as they are earned during the employee's tenure of service.

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

	<u>2008</u>	<u>2007</u>
Employee future benefits payable	\$ <u>522,899</u>	\$ <u>486,731</u>
Employee future benefits, beginning of year	\$ 486,731	\$ 425,706
Add: Benefit expense	27,567	45,642
Interest cost	24,724	25,932
Less: Expected benefits paid for the period	<u>(16,123)</u>	<u>(10,549)</u>
Employee future benefits, end of year	<b>\$ 522,899</b>	<b>\$ 486,731</b>

# The Corporation of the Town of Aurora

## Notes to the Consolidated Financial Statements

December 31, 2008

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### 5. Employee future benefit obligations (continued)

Actuarial evaluations for accounting purposes are performed every three years using the projected benefit method prorated on services. The last actuarial valuation carried out was December 31, 2007 and an actuarial update to December 31, 2008 was made.

The main assumptions employed for the actuarial valuation prepared at December 31, 2007 are as follows:

#### *General Inflation*

Future general inflation levels were assumed to increase at 2.0% per year.

#### *Interest (discount) rate*

The present value of the post employment benefit liability was determined using a discount rate of 5.0%.

#### *Health costs*

Health costs were assumed to increase at an average increase of 7.7% per year reducing to 4.0% per year over 11 years.

#### *Dental costs*

Dental costs were assumed to increase at an average increase of 4.0% in 2008 and thereafter.

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### 6. Long term debt

	<u>2008</u>	<u>2007</u>
Debenture, bearing interest at rates varying from 3.1% to 4.1%, maturing in September 2015. Principal is repayable in annual instalments and interest is payable in half yearly instalments.	\$ 9,376,000	\$ 10,517,000
Debenture, bearing interest at 4.37%, maturing in September 2025. Principal and interest is repayable in half yearly instalments of \$160,272.	<u>3,817,234</u>	<u>3,966,031</u>
	<u>\$ 13,193,234</u>	<u>\$ 14,483,031</u>

The debentures were issued by The Regional Municipality of York, on behalf of the Town, to fund the construction of the Town's new recreation complex.

# The Corporation of the Town of Aurora

## Notes to the Consolidated Financial Statements

December 31, 2008

### 6. Long term debt (continued)

Principal repayments for each of the next five years and thereafter are as follows:

2009	\$	1,342,372
2010		1,397,237
2011		1,453,406
2012		1,511,891
2013		1,573,708
Thereafter		<u>5,914,620</u>
	\$	<u>13,193,234</u>

### 7. Net taxation charges

	<u>2008</u>	<u>2007</u>
Total taxes levied by the Town	\$ 88,015,583	\$ 82,163,712
Less:		
Taxes levied on behalf of the Boards of Education	27,402,307	26,355,890
Taxes levied on behalf of the Region of York	<u>34,914,007</u>	<u>32,304,039</u>
	\$ <u>25,699,269</u>	\$ <u>23,503,783</u>

### 8. Other revenue

	<u>2008</u>	<u>2007</u>
<b>Operating</b>		
Penalties and interest on taxes	\$ 830,210	\$ 782,678
Fines	485,710	502,878
Rents and leases	2,583,397	1,830,024
Interest income	1,649,471	1,351,043
Other	<u>519,135</u>	<u>676,502</u>
	<u>6,067,923</u>	<u>5,143,125</u>
<b>Capital</b>		
Proceeds from other municipalities		(62,158)
Proceeds from developers		(93,524)
Other	<u>698,616</u>	<u>634,302</u>
	<u>698,616</u>	<u>478,620</u>
<b>Reserves and Reserve Funds</b>		
Interest income	1,569,633	1,953,279
Other	<u>1,453,563</u>	<u>161,010</u>
	<u>3,023,196</u>	<u>2,114,289</u>
	\$ <u>9,789,735</u>	\$ <u>7,736,034</u>

# The Corporation of the Town of Aurora

## Notes to the Consolidated Financial Statements

December 31, 2008

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### 9. Classification of expenditures by object

Expenditures by object consist of the following:

	<u>2008</u>	<u>2007</u>
Salaries, wages and benefits	\$ 17,178,453	\$ 15,512,565
Interest on long term debt	598,638	650,372
Contracted services	20,408,450	17,714,893
Materials and supplies	4,074,062	5,446,224
Capital and other	<u>14,123,787</u>	<u>10,084,849</u>
	<u>\$ 56,383,390</u>	<u>\$ 49,408,903</u>

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### 10. Pension agreements

The Town makes contributions to the Ontario Municipal Employees Retirement System ["OMERS"], which is a multi-employer plan, on behalf of all full-time members of its staff. OMERS is a defined benefit plan which specifies the amount of the retirement benefits to be received by the employees based on the length of service and rates of pay.

Contributions in 2008 ranged from 6.5% to 10.75% depending on the level of earnings. The 2008 operating expense for OMERS was \$821,336 (2007 - \$746,847).

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### 11. Contingencies

The Town is subject to various legal claims arising in the normal course of its operations. The ultimate outcome of these claims cannot be determined at this time, therefore, no amounts have been recorded in these financial statements. The Town's management believe that the ultimate disposition of these matters will not have a material adverse effect on its financial position.

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### 12. Central York Fire Services

Effective January 1, 2002, the Town entered into a Joint Venture Agreement with the Town of Newmarket with respect to the provision of Fire and Emergency services. Under the Agreement, the Town of Newmarket assumed responsibility for the combined Central York Fire Services. The cost of these services is shared between the two municipalities on the basis of a pre-defined cost sharing formula. The Town's share of costs for the year was \$6,185,337 (2007 - \$5,911,870).

# The Corporation of the Town of Aurora

## Notes to the Consolidated Financial Statements

December 31, 2008

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### 13. Insurance coverage

The Town is self insured for insurance claims up to \$10,000 for any individual claim and for any number of claims arising out of a single occurrence.

Claim costs during the year amounted to \$67,576 (2007 - \$64,487).

The Town has made provisions for reserves for self insurance claims under \$10,000 to be used for those claims that exceed the sum provided for in the annual budget. These reserves are reported on the Consolidated Statement of Financial Activities under reserves set aside by Council. As at December 31, 2008, these reserves amounted to \$254,736 (2007 - \$270,361).

The Town was a member of the Ontario Municipal Insurance Exchange which became a licensed group for liability insurance coverage on October 1, 1996. The Town's insurance is now with another carrier. Contributions have been made to the fund for claims in excess of \$10,000 and under \$50,000,000. These contributions have been reported as expenditures on the Consolidated Statement of Financial Activities.

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### 14. Tangible Capital Assets

In June 2006, Public Sector Accounting Board (PSAB) approved the revisions to Section 3150 of the Public Sector Accounting Handbook-Tangible Capital Assets. Section 3150 states that effective January 1, 2009 all municipal governments will be required to capitalize Tangible Capital Assets (TCA) at historic cost and amortize these assets over their useful life.

Effective January 1, 2007, the Town adopted Accounting Guideline 7 (PSG-7) of the Public Sector Accounting Handbook of the Canadian Institute of Chartered Accountants (CICA) with respect to the disclosure of tangible capital assets of municipal governments. PSG-7 provides transitional guidance on presenting information related to tangible capital assets until Section 3150 - Tangible Capital Assets of the Public Sector Accounting Handbook comes into effect on January 1, 2009.

During 2008, the Town continued to work towards compliance with the above new requirement for accounting for tangible capital assets. As of December 31, 2008, the Town has significantly completed the inventory of the assets and their valuation process. Fully completed and audited asset inventory and valuation will be disclosed in 2009 consolidated financial statement.

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### 15. Segmented information

In Schedule 4, the Town's services and programs are grouped and reported based on functional classification. Revenues are reported by source such as user charges, government grants and other revenues and they are allocated to the functional area they related to. Expenditures are reported by object. The accounting policies used in these segments are consistent with those followed in the preparation of the consolidated financial statements as disclosed in Note 1.

#### *Governance & Corporate Support*

This functional segment includes The Mayor office and Council, CAO Office, Corporate Services, Legal, Communication, Information Technology and Financial Services Department and all other support services.

# The Corporation of the Town of Aurora

## Notes to the Consolidated Financial Statements

December 31, 2008

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### 15. Segmented information (continued)

#### *Fire & Emergency Services*

Central York Fire Services provides fire and Emergency services to the residents of Aurora and Newmarket. The cost the Town paid for these services described in Note 12.

#### *Bylaw & licensing Services*

The Town issues a variety of licenses and permits. This segment ensures an acceptable quality of building construction and maintenance of properties through enforcement of construction codes, building standards and by-law for the protection of occupants. It facilitates economic development by providing services for the approval of all land development plans, the application and enforcement of zoning by-laws and the processing of building permit applications.

#### *Environmental Services*

This segment represents the water/sewer services and waste management services provided by the Public Works Department.

#### *Roads & Related Services*

This segment represents the reconstruction, repair, maintenance works and winter control services provided to the Town's roads, sidewalks, walkway and bridges.

#### *Planning & Development*

This functional segment manages the Town's urban development for business interest, environmental concerns, heritage matters and local neighbourhoods through the Town's Official Plan.

#### *Community Programs & Events*

This segment represents the services the Leisure Department provided through the community programs and special events.

#### *Parks & Facilities*

This segment maintains numerous recreation facilities, as well as indoor community space for booking and community use. It also maintain parks and playgrounds, open spaces and a vast trail system.

#### *Public Library Services*

The segment of library services covers Library Board and The Town's library expenses. The funding from the Town to the Library Board is eliminated before the segment amount is determined.

#### *Taxation Revenue*

The Town's primary source of funding for its operations is achieved through property taxes levied against property owners.

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### 16. Comparative figures

Certain comparative figures in these financial statements have been reclassified to conform with the presentation adopted for the current year.

**THE CORPORATION OF THE TOWN OF AURORA**  
**Schedule of Operating Fund Activities**  
Year ended December 31, 2008

**Schedule 1**

	Budget 2008 (unaudited)	Actual 2008	Actual 2007
<b>Revenues</b>			
Taxation (Note 7)	\$ 25,126,928	\$ 25,699,269	\$ 23,503,783
User charges	17,003,716	16,544,915	17,026,660
Grants	854,495	872,071	795,427
Other (Note 8)	6,038,460	6,067,923	5,143,125
	<u>49,023,599</u>	<u>49,184,178</u>	<u>46,468,995</u>
<b>Expenditures</b>			
General government	5,897,439	5,732,830	5,264,080
Protection to persons and property	8,143,697	8,151,190	7,650,207
Transportation services	3,339,991	3,521,239	3,218,341
Environmental services	11,255,127	10,566,278	9,730,413
Leisure and cultural services	12,661,146	12,446,741	11,653,286
Planning and development	1,331,986	1,275,974	1,201,492
	<u>42,629,386</u>	<u>41,694,252</u>	<u>38,717,819</u>
<b>Net revenue</b>	<u>6,394,213</u>	<u>7,489,926</u>	<u>7,751,176</u>
<b>Financing and transfers</b>			
Principal payment of long term debt			0
Changes in employee benefit obligation		(36,168)	(61,025)
Transfer to reserves	(4,289,436)	(4,588,053)	(4,609,255)
Transfer to capital fund	(2,518,500)	(2,926,574)	(3,020,396)
	<u>(6,807,936)</u>	<u>(7,550,795)</u>	<u>(7,690,676)</u>
Change in operating fund	(413,723)	(60,869)	60,500
Operating fund balance, beginning of year	<u>362,217</u>	<u>362,217</u>	<u>301,717</u>
Operating fund balance, end of year	<u>\$ (51,506)</u>	<u>\$ 301,348</u>	<u>\$ 362,217</u>

See accompanying notes to the consolidated financial statements.



**THE CORPORATION OF THE TOWN OF AURORA**  
**Schedule of Capital Fund Activities**  
Year ended December 31, 2008

**Schedule 2**

	Budget 2008 (unaudited)	Actual 2008	Actual 2007
<b>Revenues</b>			
User charges	\$ 2,855,110	\$ 2,845,269	\$ 3,721,611
Grants	2,261,867	1,439,110	37,000
Other (Note 8)	108,802	698,616	478,620
	<u>5,225,779</u>	<u>4,982,995</u>	<u>4,237,231</u>
<b>Expenditures</b>			
General government	821,845	415,022	218,608
Protection to persons and property			-
Transportation services	6,461,018	7,196,487	5,971,067
Environmental services	3,292,285	1,280,894	1,899,820
Leisure and cultural services	5,126,333	5,664,543	2,518,008
Planning and development	260,000	132,192	83,581
	<u>15,961,481</u>	<u>14,689,138</u>	<u>10,691,084</u>
<b>Net revenue</b>	<u>(10,735,702)</u>	<u>(9,706,143)</u>	<u>(6,453,853)</u>
<b>Financing and transfers</b>			
Issuance of long term debenture			-
Principal payment of long term debt	(1,289,797)	(1,289,797)	(1,240,500)
Transfer from operating fund	2,518,500	2,926,574	3,020,396
Transfer from reserves	175,000	1,758,768	3,266,469
Transfer from reserve funds	55,000	4,795,343	4,608,752
	<u>1,458,703</u>	<u>8,190,888</u>	<u>9,655,117</u>
Change in capital fund balance	(9,276,999)	(1,515,255)	3,201,264
Capital fund balance, beginning of year	<u>9,728,285</u>	<u>9,728,285</u>	<u>6,527,021</u>
Capital fund balance, end of year	<u>\$ 451,286</u>	<u>\$ 8,213,030</u>	<u>\$ 9,728,285</u>

See accompanying notes to the consolidated financial statements.

**THE CORPORATION OF THE TOWN OF AURORA**  
**Schedule of Reserves and Reserve Funds Activities**  
Year ended December 31, 2008

**Schedule 3**

	Actual 2008	Actual 2007
<b>Revenues</b>		
User charges	\$ 7,662,140	\$ 7,794,924
Net changes in obligatory reserve funds	(8,269,780)	(7,992,657)
Grants	2,363,526	
Other (Note 8)	3,023,196	2,114,289
	<u>4,779,082</u>	<u>1,916,556</u>
<b>Financing and transfers</b>		
Transfer from operating fund	4,588,053	4,609,255
Transfer to capital	(6,554,111)	(7,875,221)
	<u>(1,966,058)</u>	<u>(3,265,966)</u>
Change in reserve balance	2,813,024	(1,349,410)
Reserve balance, beginning of year	43,354,646	44,704,056
Reserve balance, end of year	<u>\$ 46,167,670</u>	<u>\$ 43,354,646</u>
<b>Reserves and reserve funds are comprised of:</b>		
Reserves, set aside by Council for specific purposes		
Acquisition of capital assets	\$ 1,883,088	\$ 2,613,992
Contingencies	1,347,801	1,429,759
Engineering	4,386,883	3,333,805
Other management	34,283,517	32,884,021
	<u>41,901,290</u>	<u>40,261,577</u>
Reserve funds, set aside for specific purposes by legislation, regulation or agreement	4,266,380	3,093,069
Total reserves and reserve funds	<u>\$ 46,167,670</u>	<u>\$ 43,354,646</u>

See accompanying notes to the consolidated financial statements.

# THE CORPORATION OF THE TOWN OF AURORA

## Segment Disclosures

Year ended December 31, 2008

Schedule 4

	Govenance & Corporate Support		Fire & Emergency Services		Bylaw & Licensing Services	
	2008	2007	2008	2007	2008	2007
<b>Revenues</b>						
Taxation & User charges	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
User charges	184,787	203,711	-	-	134,800	81,316
Grant	680,963	525,583	-	-	2,000	-
Others	4,867,016	4,199,834	213,127	(17,554)	2,825,203	1,953,761
<b>Total Revenue</b>	<b>5,732,766</b>	<b>4,929,127</b>	<b>213,127</b>	<b>(17,554)</b>	<b>2,962,003</b>	<b>2,035,076</b>
<b>Expenditures</b>						
Salaries, wages and benefits	3,711,373	3,272,862	-	-	1,466,742	1,205,162
Capital expenditures	415,022	218,608	-	-	-	-
Materials and Supplies	126,653	358,874	1,659	-	243,776	231,426
Contracted Services	1,781,870	1,523,527	6,195,401	5,923,442	243,612	290,177
Interest on long term debt	-	-	-	-	-	-
Others	112,935	108,819	-	-	-	-
<b>Total Expenditures</b>	<b>6,147,853</b>	<b>5,482,690</b>	<b>6,197,060</b>	<b>5,923,442</b>	<b>1,954,130</b>	<b>1,726,765</b>
<b>Net Revenue (Expenditures)</b>	<b>\$ (415,087)</b>	<b>\$ (553,563)</b>	<b>\$ (5,983,933)</b>	<b>\$ (5,940,996)</b>	<b>\$ 1,007,873</b>	<b>\$ 308,311</b>

# THE CORPORATION OF THE TOWN OF AURORA

## Segment Disclosures

Schedule 4

Year ended December 31, 2008

	Environmental Services		Roads & Related Services		Planning & Development	
	2008	2007	2008	2007	2008	2007
<b>Revenues</b>						
Taxation & User charges	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
User charges	<b>10,138,047</b>	9,843,895	<b>1,425,528</b>	2,038,029	<b>486,592</b>	522,997
Grant	<b>133,086</b>	171,191	<b>3,605,526</b>			
Others	<b>230,697</b>	287,506	<b>213,708</b>	195,140	<b>105,376</b>	90,584
<b>Total Revenue</b>	<b><u>10,501,830</u></b>	<u>10,302,593</u>	<b><u>5,244,763</u></b>	<u>2,233,169</u>	<b><u>591,968</u></b>	<u>613,580</u>
<b>Expenditures</b>						
Salaries, wages and benefits	<b>1,287,341</b>	1,123,318	<b>1,777,851</b>	1,596,844	<b>1,213,850</b>	1,148,031
Capital expenditures	<b>1,280,894</b>	1,891,976	<b>7,196,486</b>	5,978,912	<b>132,192</b>	83,581
Materials and Supplies	<b>429,001</b>	1,703,431	<b>860,660</b>	726,404	<b>5,526</b>	4,571
Contracted Services	<b>8,849,935</b>	6,903,664	<b>882,729</b>	895,093	<b>56,597</b>	48,890
Interest on long term debt	-	-	-	-	-	-
Others	-	-	-	-	-	-
<b>Total Expenditures</b>	<b><u>11,847,171</u></b>	<u>11,622,389</u>	<b><u>10,717,725</u></b>	<u>9,197,253</u>	<b><u>1,408,165</u></b>	<u>1,285,073</u>
<b>Net Revenue (Expenditures)</b>	<b>\$ <u>(1,345,341)</u></b>	<b>\$ <u>(1,319,796)</u></b>	<b>\$ <u>(5,472,963)</u></b>	<b>\$ <u>(6,964,084)</u></b>	<b>\$ <u>(816,197)</u></b>	<b>\$ <u>(671,492)</u></b>

# THE CORPORATION OF THE TOWN OF AURORA

## Segment Disclosures

Schedule 4

Year ended December 31, 2008

	Community Programs & Events		Parks & Facilities		Public Library Services	
	2008	2007	2008	2007	2008	2007
<b>Revenues</b>						
Taxation & User charges	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
User charges	1,786,245	1,660,619	4,494,961	6,227,114	131,585	(27,147)
Grant	37,500	53,231	170,210	37,000	45,422	45,422
Others	167,746	71,629	1,096,924	875,134	69,938	80,003
<b>Total Revenue</b>	<b>1,991,491</b>	<b>1,785,479</b>	<b>5,762,095</b>	<b>7,139,248</b>	<b>246,945</b>	<b>98,277</b>
<b>Expenditures</b>						
Salaries, wages and benefits	1,496,085	1,313,346	4,318,295	4,064,729	1,906,916	1,788,274
Capital expenditures	-	-	4,755,251	1,820,400	343,937	91,372
Materials and Supplies	100,528	75,595	1,803,893	1,912,550	290,533	288,816
Contracted Services	733,296	586,968	1,460,382	1,306,378	204,629	236,754
Interest on long term debt	-	-	598,638	650,372	-	-
Others	59,000	-	39,897	35,740	-	-
<b>Total Expenditures</b>	<b>2,388,909</b>	<b>1,975,908</b>	<b>12,976,356</b>	<b>9,790,170</b>	<b>2,746,015</b>	<b>2,405,215</b>
<b>Net Revenue (Expenditures)</b>	<b>\$ (397,418)</b>	<b>\$ (190,429)</b>	<b>\$ (7,214,261)</b>	<b>\$ (2,650,922)</b>	<b>\$ (2,499,070)</b>	<b>\$ (2,306,938)</b>

# THE CORPORATION OF THE TOWN OF AURORA

## Segment Disclosures

Year ended December 31, 2008

Schedule 4

	Taxation Revenue		Consolidated Total	
	2008	2007	2008	2007
<b>Revenues</b>				
Taxation & User charges	\$ 25,699,269	\$ 23,503,787	\$ 25,699,269	\$ 23,503,787
User charges	-	-	18,782,544	20,550,533
Grant	-	-	4,674,707	832,427
Others	-	-	9,789,735	7,736,034
<b>Total Revenue</b>	<u>25,699,269</u>	<u>23,503,787</u>	<u>58,946,255</u>	<u>52,622,781</u>
<b>Expenditures</b>				
Salaries, wages and benefits	-	-	17,178,453	15,512,565
Capital expenditures	-	-	14,123,787	10,084,849
Materials and Supplies	-	-	3,862,230	5,301,665
Contracted Services	-	-	20,408,450	17,714,893
Interest on long term debt	-	-	598,638	650,372
Others	-	-	211,832	144,559
<b>Total Expenditures</b>	<u>-</u>	<u>-</u>	<u>56,383,390</u>	<u>49,408,903</u>
<b>Net Revenue (Expenditures)</b>	<u>\$ 25,699,269</u>	<u>\$ 23,503,787</u>	<u>\$ 2,562,865</u>	<u>\$ 3,213,878</u>