

SOUTH ALGONQUIN RECREATION BOARD
STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2005

	<u>2005</u>	<u>2004</u>
FINANCIAL ASSETS		
Due from own municipality	\$ <u>21,207</u>	\$ <u>14,555</u>
NET ASSETS	\$ <u>21,207</u>	\$ <u>14,555</u>
MUNICIPAL POSITION		
Current fund	\$ 546	\$ 894
Reserve fund	<u>20,661</u>	<u>13,661</u>
	\$ <u>21,207</u>	\$ <u>14,555</u>

(See accompanying notes and schedules)

SOUTH ALGONQUIN RECREATION BOARD
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2005

	Budget <u>2005</u>	Actual <u>2005</u>	Actual <u>2004</u>
REVENUES			
Federal Grants	\$ 4,451	\$ 1,455	\$ -
Contributions from own Municipality	57,197	57,197	42,197
District Social Services Administration Board	43,590	43,590	-
Fees, service charges and donations	<u>6,700</u>	<u>9,662</u>	<u>3,190</u>
	<u>111,938</u>	<u>111,904</u>	<u>45,387</u>
EXPENDITURES			
Current operations			
Wages and benefits	19,871	23,128	13,112
Materials	10,500	9,204	11,098
Contracted services	21,171	21,378	19,604
Rents and financial expenses	<u>700</u>	<u>761</u>	<u>1,023</u>
	52,242	54,471	44,837
Capital	<u>60,590</u>	<u>50,781</u>	<u>-</u>
Total expenditures	<u>112,832</u>	<u>105,252</u>	<u>44,837</u>
NET REVENUE (EXPENDITURES)	(894)	6,652	550
MUNICIPAL POSITION AT BEGINNING OF YEAR	<u>14,555</u>	<u>14,555</u>	<u>14,005</u>
MUNICIPAL POSITION AT END OF YEAR	\$ <u>13,661</u>	\$ <u>21,207</u>	\$ <u>14,555</u>

(See accompanying notes and schedules)

**SOUTH ALGONQUIN RECREATION BOARD
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2005**

	<u>2005</u>	<u>2004</u>
CASH FLOWS FROM (USED IN) OPERATIONS		
Net revenue (expenditures)	\$ 6,652	\$ 550
Sources (Uses):		
Advances to own municipality	<u>(6,652)</u>	<u>(550)</u>
CASH AT END OF YEAR	<u>\$ -</u>	<u>\$ -</u>

(See accompanying notes and schedules)

SOUTH ALGONQUIN RECREATION BOARD
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2005

The South Algonquin Recreation Board is a board of the Township of South Algonquin organized to direct the provision of recreational services to residents of the Township.

NOTE 1 SIGNIFICANT ACCOUNTING POLICIES

These financial statements are prepared by management in accordance with Canadian generally accepted accounting principles for local governments as recommended by the Public Sector Accounting Board of the Canadian Institute of Chartered Accountants.

Fund accounting

The financial statements consist of current, capital and reserve funds. Interfund transfers are reflected in the appropriate municipal fund balance.

The schedule of current fund operations reflects the board's program delivery and administrative activities and interfund transfers. The current fund is to be used to offset taxation or user charges in 2005.

The schedule of capital fund operations reflects the current year's capital expenditures, related revenues and interfund transfers.

The schedule of reserves and reserve fund reflects transactions of the reserve fund.

Capital assets

Capital assets are recorded as an expenditure in the year of acquisition on the statement of financial activities.

Revenue recognition

The board is funded primarily by the Township of South Algonquin in accordance with the budget approved by the Township's council. These financial statements reflect agreed funding arrangements approved by the Township with respect to the year ended December 31, 2005.

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 and disclosure of contingent 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 these estimates.

NOTE 2 RESERVE

The reserve has been set aside for capital purposes.

NOTE 3 FINANCIAL INSTRUMENTS

It is management's opinion that the board is not exposed to significant interest, currency or credit risks.

SOUTH ALGONQUIN RECREATION BOARD
SCHEDULE OF CURRENT FUND OPERATIONS
FOR THE YEAR ENDED DECEMBER 31, 2005

	Budget <u>2005</u>	Actual <u>2005</u>	Actual <u>2004</u>
REVENUES			
Federal grants	\$ 4,451	\$ 1,455	\$ -
Contributions from own Municipality	57,197	57,197	42,197
Fees, service charges and donations	<u>6,700</u>	<u>9,662</u>	<u>3,190</u>
	<u>68,348</u>	<u>68,314</u>	<u>45,387</u>
EXPENDITURES			
Wages and benefits	19,871	23,128	13,112
Materials	10,500	9,204	11,098
Contracted services	21,171	21,378	19,604
Rents and financial expenses	<u>700</u>	<u>761</u>	<u>1,023</u>
	<u>52,242</u>	<u>54,471</u>	<u>44,837</u>
NET (EXPENDITURES) REVENUE	16,106	13,843	550
TRANSFERS			
To capital fund	(17,000)	(7,191)	-
To reserve fund	<u>-</u>	<u>(7,000)</u>	<u>-</u>
	(17,000)	(14,191)	-
CHANGE IN CURRENT FUND	(894)	(348)	550
CURRENT FUND AT BEGINNING OF YEAR	<u>894</u>	<u>894</u>	<u>344</u>
CURRENT FUND AT END OF YEAR	<u>\$ -</u>	<u>\$ 546</u>	<u>\$ 894</u>

**SOUTH ALGONQUIN RECREATION BOARD
SCHEDULE OF CAPITAL FUND OPERATIONS
FOR THE YEAR ENDED DECEMBER 31, 2005**

	Budget <u>2005</u>	Actual <u>2005</u>	Actual <u>2004</u>
REVENUES	-	-	-
District Social Services Administration Board	\$ 43,590	\$ 43,590	\$ -
EXPENDITURES	<u>60,590</u>	<u>50,781</u>	<u>-</u>
NET EXPENDITURES	<u>(17,000)</u>	<u>(7,191)</u>	<u>-</u>
TRANSFER			
From current fund	<u>17,000</u>	<u>7,191</u>	<u>-</u>
CHANGE IN CAPITAL FUND	-	-	-
CAPITAL FUND AT BEGINNING OF YEAR	<u>-</u>	<u>-</u>	<u>-</u>
CAPITAL FUND AT END OF YEAR	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>

**SOUTH ALGONQUIN RECREATION BOARD
SCHEDULE OF RESERVES
FOR THE YEAR ENDED DECEMBER 31, 2005**

	Budget <u>2005</u>	Actual <u>2005</u>	Actual <u>2004</u>
REVENUES	\$ -	\$ -	\$ -
TRANSFER FROM CURRENT FUND	<u>-</u>	<u>7,000</u>	<u>-</u>
CHANGES IN RESERVES	-	7,000	-
RESERVES AT BEGINNING OF YEAR	<u>13,661</u>	<u>13,661</u>	<u>13,661</u>
RESERVES AT END OF YEAR	<u>\$ 13,661</u>	<u>\$ 20,661</u>	<u>\$ 13,661</u>