



Grant Thornton

Consolidated Financial Statements

The Corporation of the Municipality of Oliver
Paipoonge

December 31, 2009



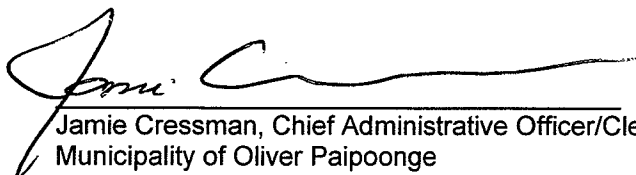
Statement of Administrative Responsibility

The management of **The Corporation of the Municipality of Oliver Paipoonge** have prepared the accompanying financial statements and are responsible for their accuracy and integrity. These statements consolidate all operations for which the Municipality has legislative and financial responsibility. The financial statements have been prepared by management in accordance with the accounting principles generally accepted for the public sector as prescribed by the Public Sector Accounting Board [PSAB] of the CICA.

In fulfilling its responsibilities and recognizing the limits inherent in all systems, the administration has developed and maintains a system of internal control designed to provide reasonable assurance that Municipal assets are safeguarded from loss and that the accounting records are a reliable basis for the preparation of the financial statements.

The Municipal Council reviews and approves the financial statements before such statements are submitted to the Ministry of Municipal Affairs and Housing and published for the residents of **The Corporation of the Municipality of Oliver Paipoonge**. The external auditors have access to, and meet with Municipal Council to discuss their audit and the results of their examination.

The 2009 Financial Statements have been reported on by **The Corporation of the Municipality of Oliver Paipoonge's** external auditors, Grant Thornton LLP, the auditors appointed by Municipal Council. The auditors' report outlines the scope of their audit and their opinion on the presentation of the information included in the financial statements.



Jamie Cressman, Chief Administrative Officer/Clerk
Municipality of Oliver Paipoonge



Lucy Kloosterhuis, Mayor
Municipality of Oliver Paipoonge

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Auditors' Report

Grant Thornton LLP

979 Alloy Drive
Thunder Bay, ON
P7B 5Z8

T +1 807 345 6571
+1 800 446 4794 (Toll Free)
F +1 807 345 0032
E ThunderBay@ca.gt.com
www.GrantThornton.ca

To the Members of Council, Inhabitants and Ratepayers of
The Corporation of the Municipality of Oliver Paipoonge

We have audited the consolidated statement of financial position of The Corporation of the Municipality of Oliver Paipoonge as at December 31, 2009 and the consolidated statements of operations and accumulated surplus, changes in net financial assets and cash flows for the year then ended. These financial statements are the responsibility of the Municipality'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 Municipality as at December 31, 2009 and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

Grant Thornton LLP

Thunder Bay, Canada
April 4, 2011

Chartered Accountants
Licensed Public Accountants

**The Corporation of the Municipality of Oliver
Paipoonge
Consolidated Statement of Financial Position**

As at December 31	2009	2008
	\$	\$ <i>[restated - note 2]</i>
FINANCIAL ASSETS		
Cash and cash equivalents	1,811,832	3,945,446
Investments <i>[note 4]</i>	572,745	569,331
Taxes receivable	962,053	777,473
Accounts receivable	2,019,525	337,005
User charges receivable	155,285	312,291
Due from trust funds	15,928	17,463
Total financial assets	5,537,368	5,959,009
LIABILITIES		
Accounts payable and accrued liabilities	801,828	592,538
Deferred revenue <i>[note 5]</i>	105,004	90,089
Employee future benefits	56,072	56,073
Landfill closure and post-closure liability <i>[note 9]</i>	174,162	171,710
Other long-term liability	52,247	78,537
Total liabilities	1,189,313	988,947
NET FINANCIAL ASSETS	4,348,055	4,970,062
NON-FINANCIAL ASSETS		
Tangible capital assets - net <i>[note 10] [schedule 2]</i>	38,410,434	38,075,886
	38,410,434	38,075,886
Accumulated surplus <i>[schedule 1]</i>	42,758,489	43,045,948

See accompanying notes to the consolidated financial statements.

**The Corporation of the Municipality of Oliver
Paipoonge
Consolidated Statement of Operations and
Accumulated Surplus**

Year ended December 31

	Budget 2009 \$ <i>[Unaudited] [note 14]</i>	Actual 2009 \$	Actual 2008 \$ <i>[restated - note 2]</i>
REVENUES [schedule 3]			
Taxation			
Residential and farm taxation	4,146,263	4,175,113	4,002,713
Commercial and industrial	1,121,271	1,120,069	1,233,180
Taxation from other governments	85,956	86,132	94,785
	<u>5,353,490</u>	<u>5,381,314</u>	<u>5,330,678</u>
Deduct			
Amounts received or receivable on behalf of school boards	(1,446,287)	(1,453,573)	(1,544,663)
	<u>3,907,203</u>	<u>3,927,741</u>	<u>3,786,015</u>
User charges			
Other fees and service charges	245,200	547,516	949,497
Grants			
Government of Canada	380,949	1,324,901	398,030
Province of Ontario	3,680,812	3,100,763	5,377,824
	<u>4,061,761</u>	<u>4,425,664</u>	<u>5,775,854</u>
Other			
Donations	200	4,931	2,862
Penalties and late payment charges	75,000	131,100	112,078
Rents and concessions	239,100	232,752	240,146
Other	—	11,868	16,886
Sale of land, publications and equipment	6,600	7,883	10,518
Investment income	69,000	42,518	188,061
	<u>389,900</u>	<u>431,052</u>	<u>570,551</u>
Total revenues	<u>8,604,064</u>	<u>9,331,973</u>	<u>11,081,917</u>

	Budget 2009 \$ <i>[Unaudited]</i> <i>[note 14]</i>	Actual 2009 \$	Actual 2008 \$ <i>[restated - note 2]</i>
EXPENSES [note 11] [schedule 3]			
General government	698,996	729,460	779,748
Protection to persons and property	1,276,592	1,317,233	1,256,578
Transportation services	4,466,004	4,531,205	4,407,959
Environmental services	212,650	494,863	552,089
Health services	409,106	403,234	395,224
Social and family services	1,212,517	1,216,347	1,236,470
Recreation and cultural services	712,716	900,709	590,359
Planning and development	64,950	55,373	80,970
	9,053,531	9,648,424	9,299,397
NET REVENUES (EXPENSES)	(449,467)	(316,451)	1,782,520
OTHER INCOME			
Gain on disposal of tangible capital assets	—	28,992	—
Annual surplus (deficit)	(449,467)	(287,459)	1,782,520
Accumulated surplus, beginning of year	15,191	43,045,948	41,263,428
Accumulated surplus, end of year	(434,276)	42,758,489	43,045,948

See accompanying notes to the consolidated financial statements.

**The Corporation of the Municipality of Oliver
Paipoonge
Consolidated Statement of Changes in Net Financial
Assets**

Year ended December 31, 2009

	Budget 2009 \$ <i>[Unaudited] [note 14]</i>	Actual 2009 \$	Actual 2008 \$
Annual surplus (deficit)	(449,467)	(287,459)	1,782,520
Acquisition of tangible capital assets	—	(3,988,405)	(3,485,188)
Amortization of tangible capital assets	—	3,649,849	3,278,318
Proceeds from sale of tangible capital assets	—	33,000	—
Gain on sale of tangible capital assets	—	(28,992)	—
Increase (decrease) in net financial assets	(449,467)	(622,007)	1,575,650
Net financial assets, beginning of year	229,749	4,970,062	3,394,412
Net financial assets, end of year	(219,718)	4,348,055	4,970,062

See accompanying notes to the consolidated financial statements.

**The Corporation of the Municipality of Oliver
Paipoonge
Consolidated Statement of Cash Flows**

Year ended December 31	2009	2008
	\$	\$ <i>[restated - note 2]</i>
OPERATIONS		
Annual surplus (deficit)	(287,459)	1,782,520
Non-cash charges		
Amortization of tangible capital assets	3,649,849	3,278,318
Landfill closure and post-closure costs	2,452	9,215
Gain on disposal of tangible capital assets	(28,992)	—
	3,335,850	5,070,053
Net change in non-cash working capital balances		
Increase in investments	(3,414)	(6,776)
Decrease (increase) in taxes receivable	(184,580)	16,487
Increase in accounts receivable	(1,682,520)	(159,140)
Decrease (increase) in user charges receivable	157,006	(47,522)
Decrease in note receivable	—	22,000
Decrease (increase) in due from trust funds	1,535	(7,289)
Increase in accounts payable and accrued liabilities	209,290	11,035
Increase (decrease) in deferred revenue	14,915	(738,364)
Decrease in other long-term liability	(26,290)	(66,085)
Decrease in employee future benefits	(1)	—
Cash provided by operating transactions	1,821,791	4,094,399
CAPITAL		
Acquisition of tangible capital assets	(3,988,405)	(3,485,188)
Proceeds on disposal of tangible capital assets	33,000	—
Cash used in capital transactions	(3,955,405)	(3,485,188)
Increase (decrease) in cash and cash equivalents	(2,133,614)	609,211
Opening cash and cash equivalents	3,945,446	3,336,235
Closing cash and cash equivalents	1,811,832	3,945,446

See accompanying notes to the consolidated financial statements.

The Corporation of the Municipality of Oliver Paipoonge

Notes to the Consolidated Financial Statements

December 31, 2009

GENERAL

The Corporation of the Municipality of Oliver Paipoonge is a municipality in the Province of Ontario, Canada. It conducts its operations guided by the provisions of provincial statutes such as the Municipal Act and related legislation.

1. SIGNIFICANT ACCOUNTING POLICIES

These consolidated financial statements of the The Corporation of the Municipality of Oliver Paipoonge are prepared by management in accordance with accounting policies generally accepted for the local government as prescribed by the Public Sector Accounting Board ("PSAB") of the CICA. The more significant of these accounting policies are as follows:

[a] Basis of consolidation

Reporting Entity

These consolidated financial statements reflect the financial assets, liabilities, revenues and expenses, and accumulated surplus of the reporting entity. The reporting entity is comprised of all organizations, local boards, and committees accountable for the administration of their financial affairs and resources, to the Municipality, and which are owned or controlled by the Municipality. Accordingly, the following are consolidated in these financial statements.

Nor West Recreation Centre Board
Oliver Paipoonge Museum Committee
Oliver Paipoonge Public Library Board
Stanley Hill Cemetery Board

All interfund balances and transactions have been eliminated.

Joint Local Boards

The financial activities of certain entities associated with the Municipality are not consolidated. The Municipality's contribution to these entities are recorded in the Statement of Operations and Accumulated Surplus. The entities that are accounted for in this manner are:

Thunder Bay District Health Unit
Thunder Bay District Social Services Administration Board
Thunder Bay Area Emergency Measures Organization
Lakehead Rural Planning Board

**The Corporation of the Municipality of Oliver
Paipoonge
Notes to the Consolidated Financial Statements**
December 31, 2009

Trust Funds

Trust funds administered by the Municipality have not been included in the Consolidated Statement of Financial Position nor have their operations been included in the Consolidated Statement of Operations. They are reported separately on the Trust Fund Statement of Continuity and Continuity of Financial Position.

Accounting for school board transactions

The taxation, other revenues, expenses, assets and liabilities with respect to the operations of the school boards, are not reflected in these consolidated financial statements.

[b] Basis of accounting

Accrual accounting

The Municipality uses the accrual basis of accounting and recognizes revenues as they are levied or earned and become measurable; expenses 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 and cash equivalents

Cash and cash equivalents consist of cash on hand and balances in banks.

Inventories held for resale

Inventories held for resale are recorded at the lower of cost and net realizable value.

Investments

Investments are recorded at the lower of cost plus accrued interest and market value.

Employee benefits

Vacation pay, sick leave liability and other post-employment benefits are charged to operations in the year earned.

The Corporation of the Municipality of Oliver Paipoonge

Notes to the Consolidated Financial Statements

December 31, 2009

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.

[a] Tangible capital assets

Tangible capital assets are recorded at cost, which includes all amounts that are directly attributable to acquisition, construction, development or betterment of the asset. The cost, less residual value, of the tangible capital assets are amortized on a straight-line basis over their estimated useful lives as follows:

Buildings	40 years
Vehicles	10 years
Other (including Library collection)	10 years
Transportation	
- roads	5 to 30 years
- bridges and structures	30 to 50 years
Underground and other networks	15 to 100 years
Machinery and equipment	10 to 20 years

One half of the annual amortization is charged in the year of acquisition and in the year of disposal. Assets under construction are not amortized until the asset is available for productive use, at which time they are capitalized.

[b] 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. Similarly, transfers of assets to third parties are recorded as an expense equal to the net book value of the asset as of the date of transfer.

[c] Tangible capital assets recognized at nominal value

Certain assets have been assigned a nominal value of one dollar, because of the difficulty of determining a tenable valuation. The most significant such assets are the Municipality's road allowances.

[d] Capitalization of interest

The Municipality has a policy of capitalizing borrowing costs incurred when financing the acquisition of a tangible capital asset, for those interest costs incurred up to the date the asset goes into use, per PS 3150.17.

The Corporation of the Municipality of Oliver Paipoonge

Notes to the Consolidated Financial Statements

December 31, 2009

[e] 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.

[f] Inventories

Inventories held for consumption are recorded at the lower of cost or replacement cost.

Deferred revenue

Deferred revenue represents user charges and fees and government transfers 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 Municipality receives development charges under the authority of provincial legislation and Municipality by-laws (obligatory reserve funds) as well as Gas Tax proceeds from the Federal Government through the Association of Municipalities of Ontario. These funds, by their nature, are restricted in their use and, until applied to specific expenses are recorded as deferred revenue. Amounts applied to qualifying capital projects are recorded as revenue in the fiscal period they are expended. See note 5 for more details.

Reserves and reserve funds

Certain amounts, as approved by the Municipality Council, are set aside in reserves and reserve funds for future operating and capital purposes.

Investment income

Investment income earned on surplus funds are reported as revenue in the period earned. Investment income earned on obligatory reserve funds is added to the fund balance and forms part of the deferred revenue balance.

Government transfers

Government transfers are the transfer of assets from senior levels of government that are not the results of an exchange transaction, are not expected to be repaid in the future or are the result of a direct financial return.

Government transfers are recognized in the consolidated financial statements as revenue in the fiscal period in which events giving rise to the transfer occur, providing the transfers are authorized, any eligibility criteria have been met including performance and return requirements, and reasonable estimates of the amounts can be determined.

**The Corporation of the Municipality of Oliver
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Notes to the Consolidated Financial Statements
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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.

2. CHANGE IN ACCOUNTING POLICIES

[a] Effective January 1, 2009, the Municipality of Oliver Paipoonge adopted Canadian Institute of Chartered Accountants ("CICA") Public Sector Handbook Section 1200 - Financial Statement Presentation and Section 3150 - Tangible Capital Assets. As a result of these changes, the Municipality has recorded tangible capital assets for 2009 with prior year information restated to conform with the current year presentation. In addition, the statements reflect the new Consolidated Statement of Change in Net Financial Assets and no longer reflect the Statements of Operating, Capital and Reserves and Reserve Funds.

As a result of the PSAB changes, non-financial assets for 2008 have increased by \$38,075,886 for tangible capital assets, 2008 expenses decreased by \$206,870 and the 2008 opening municipal position has increased by \$37,869,016 and is now represented by accumulated surplus.

[b] On January 1, 2009, the Municipality changed its accounting policy for joint local boards. Joint local boards that were previously accounted for as government partnerships and proportionately consolidated in the financial statements are no longer proportionately consolidated in the Municipality's financial statements. This policy change has been retroactively applied in the financial statements. Management believes that this policy provides more relevant and reliable information to the users of the financial statements.

As a result of the non-proportionate consolidation of joint local boards, 2008 financial assets have decreased by \$136,763, 2008 financial liabilities have decreased by \$163,845, 2008 revenues have decreased by \$305,054, 2008 expenses have decreased by \$258,101, and the 2008 opening municipal position has increased by \$17,941 and is now represented by accumulated surplus.

The Corporation of the Municipality of Oliver Paipoonge

Notes to the Consolidated Financial Statements

December 31, 2009

3. TRUST FUNDS

Trust funds administered by the Municipality amounting to \$164,267 [2008 - \$161,374] have not been included in the Consolidated Statement of Financial Position nor have their operations been included in the Consolidated Statement of Operations.

4. INVESTMENTS

Investments consist of a term deposit, maturing in 2011, earning interest at 2.8%. Investments also consist of ONE Fund Bond Funds and a 4% Northern Ontario Grow Bond due April, 2010.

5. DEFERRED REVENUE

	2009 \$	2008 \$
Obligatory reserve funds		
Recreational purposes	105,004	90,089

The continuity of deferred revenue is as follows:

	2009 \$	2008 \$
Balance, beginning of year	90,089	828,453
Investment income	915	6,111
Gas Tax proceeds	380,949	190,474
Subdivider contributions to Parkland	14,000	11,000
Grant and Gas Tax proceeds revenue earned	(380,949)	(899,910)
Unspent grant proceeds to be returned	—	(46,039)
Balance, end of year	105,004	90,089

6. TEMPORARY LOANS

The Municipality has available a line of credit of \$1,000,000 [2008 - \$1,000,000] for which the Municipality has provided a borrowing by-law and signed advisory letter of which \$nil [2008 - \$nil] was borrowed at year-end. Interest on the line of credit is calculated at bank prime plus 0.5% [4.5% at year-end].

7. PENSION AGREEMENTS

The Municipality makes contributions to the Ontario Municipal Employees Retirement Fund ("OMERS"), which is a multi-employer plan, on behalf of certain members of its staff. The plan is a defined benefit plan which specifies the amount of retirement benefit to be received by the employees based on the length of service and rates of pay. The amount contributed to OMERS for 2009 was \$43,589 [2008 - \$48,639] for current service.

**The Corporation of the Municipality of Oliver
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Notes to the Consolidated Financial Statements**

December 31, 2009

8. DEBT

[a] The balance of debt reported on the consolidated statement of financial position is made up of the following:

	2009 \$	2008 \$
Tile drainage assistance loans repayable in annual instalments ranging from \$1,550 - \$6,168, including interest ranging from 8% - 10%, maturing February 2011.	71,905	92,859
Less tile drainage debt recoverable from landowners.	(71,905)	(92,859)
	—	—

Principal due on debt is summarized as follows:

	\$
2010	14,000
2011	12,000
2012	7,700
2013	8,000
Thereafter	30,205
	71,905
Less recoverable from landowners	(71,905)
	—

[b] The debt in [a] issued in the name of the Municipality have received approval of the Ontario Municipal Board for those approved on or before December 31, 1992. Those approved after January 1, 1993 have been approved by by-law. The annual principal and interest payments required to service these liabilities are within the annual debt repayment limit prescribed by the Ministry of Municipal Affairs.

[c] The Municipality is contingently liable for the debt with respect to the tile drainage assistance loans.

[d] All principal and interest owing on the tile drainage loans was paid out as of December 31, 2009.

[e] Total interest charges for debt reported on the Consolidated Statement of Financial Activities are \$nil [2008 - \$nil].

**The Corporation of the Municipality of Oliver
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Notes to the Consolidated Financial Statements
December 31, 2009

9. LANDFILL CLOSURE AND POST-CLOSURE

The main components of the landfill closure plan includes final capping using selected specific layers of impermeable materials based on an engineered cap design and implementation of a drainage management plan and gas management plan. The post-closure care requirements will involve cap maintenance, groundwater monitoring, gas management system operation and maintenance and annual inspections and reports as in accordance with Ministry of Environment regulations.

The estimated liability for this care is the present value for future cash flows associated with closure and post closure costs discounted using the Municipality's average long-term borrowing rate of 6%. The change in the recorded liability is \$2,452 [2008 - \$9,215] based on a total estimated undiscounted outflow in the future of \$2,391,971 [2008 - \$2,346,734], leaving an amount to be recognized in the future of \$2,217,809 [2008 - \$2,175,024] over the closure and post closure period. An amount of \$422,215 [2008 - \$544,162] has been provided in a reserve fund to fund this liability and future landfill expansion. The liability is expected to be funded through budget allocations to a landfill reserve over the remaining life of the landfill.

The estimated remaining lives of the sites are approximately 35.5 and 21 years. Post closure care is estimated to continue for a period of approximately 20 years.

10. TANGIBLE CAPITAL ASSETS

Schedule 2 provides information on the tangible capital assets of the Municipality by major asset class, as well as accumulated amortization of the assets controlled.

There were no write-downs of assets in 2009 [2008 - \$nil].

Interest capitalized during 2009 was \$nil [2008 - \$nil].

There were no contributed tangible capital assets in 2009 [2008 - \$nil].

Certain assets have been recorded at a nominal value due to the difficulty in determining an appropriate value. This includes the land right-of-way relating to the roads network. There are 1,500 segments assigned a value of \$1 each. Other assets include historical equipment and buildings inherited from the Municipality's predecessor. The total number of assets so valued in 2009 was \$nil [2008 - \$nil].

The Corporation of the Municipality of Oliver Paipoonge

Notes to the Consolidated Financial Statements

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11. SEGMENTED INFORMATION

The Corporation of the Municipality of Oliver Paipoonge is a diversified municipal government institution that provides a wide range of services to its citizens, including police, fire, ambulance, and water. For management reporting purposes, the Municipality's operations and activities are organized and reported by Fund. Funds were created for the purpose of recording specific activities to attain certain objectives in accordance with special regulations, restrictions or limitations.

Municipal services are provided by departments and their activities are reported in these funds. Certain departments that have been separately disclosed in the segmented information, along with the services they provide, are as follows:

General government

General government comprises various administrative services, including finance, corporate services, and Mayor and Council.

Protection to persons and property

Protection to persons and property is comprised of police services, fire services and protective inspection and control. The police services are contracted from the City of Thunder Bay. The Fire Services Department is responsible for fire suppressions; fire prevention programs, training and education related to prevention, detection or extinguishment of fires. Protective inspection and control ensures an acceptable quality of building construction and maintenance of properties through enforcement of construction codes, building standards and by-laws for the protection of occupants. Protective inspection and control also represents the Municipality's contributions to the activities of the Thunder Bay Area Emergency Measures Organizations (EMO).

Transportation services

Transportation services include roadways, winter control and street lighting.. Roadways covers the delivery of municipal public works services related to the planning, development and maintenance of roadway systems, culverts, and sidewalks. Winter control includes snowplowing, sanding and salting, snow removal and flood control. Street lighting plans, develops and maintains the street lighting system.

Environmental services

Environmental services consist of waterworks, waste disposal and recycling. Waterworks provides drinking water to certain citizens in Rosslyn Village in the Municipality of Oliver Paipoonge. Waste disposal and recycling includes landfill site operations and waste minimization programs.

The Corporation of the Municipality of Oliver Paipoonge

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Health services

Health services includes public health services and ambulance services. Public health services represents the Municipality's contributions to the activities of the Thunder Bay District Health Unit. In response to the health needs of the community, the Thunder Bay District Health Unit provides health information and prevention-related clinical services to people of all ages; advocates for healthy public policy; protects citizens by investigating reportable diseases; and upholds regulations that apply to public health.

Social and family services

Social and family services include general assistance, assistance to aged persons, child care and assistance to the disabled. General assistance represents the Municipality's contributions to the activities of The District of Thunder Bay Social Services Administration Board (TBDSSAB). TBDSSAB is responsible for issuing welfare payments, Ontario Works program delivery, employment assistance services and social housing. Under assistance to aged persons, TBDSSAB is responsible for providing services to seniors.

Recreation and cultural services

Recreation and cultural services include parks, recreation programs and facilities, public library, museum and contributions to cultural organizations. The Municipality provides public services that contribute to neighbourhood development and sustainability through the provision of recreation and leisure services, the development and maintenance of various recreational facilities; and the maintenance of parks and open spaces. The public library is dedicated to providing community access to local and global information resources that support lifelong learning, research and leisure activities. The Municipality makes contributions to various cultural organizations under specific funding programs.

Planning and development

The Municipality manages development for business interest, environmental concerns, heritage matters, local neighbourhoods and the various urban and rural areas through planning and community development and approval of all land development plans.

For additional information see the Consolidated Schedule of Segment Disclosure [Schedule 3].

**The Corporation of the Municipality of Oliver
Paipoonge
Notes to the Consolidated Financial Statements**

December 31, 2009

12. RESERVES AND RESERVE FUNDS

The continuity of reserves and reserve funds is as follows:

	2009 \$	2008 \$
Reserves		
Balance, beginning of year	4,369,581	2,929,458
Increases		
Contributions from current operations	612,085	1,819,851
Contributions from capital operations	—	75,000
	612,085	1,894,851
Decreases		
Contributions to capital operations	1,058,048	454,728
Balance, end of year	3,923,618	4,369,581
Reserve funds		
Balance, beginning of year	891,609	509,016
Increases		
Contributions from current operations	74,850	576,377
Interest earned	9,059	36,608
	83,909	612,985
Decreases		
Contributions to capital operations	177,326	230,392
Balance, end of year	798,192	891,609

13. DESIGNATED ASSETS

Of the financial assets reported on the Consolidated Statement of Financial Position, the Council has designated \$1,323,393 [2008 - \$1,313,421] to support reserve funds.

14. BUDGET FIGURES

The operating budget approved by Municipality Council for 2009 is reflected on the consolidated statement of operations. The budget established for capital investment in tangible capital assets is on a project-oriented basis, the costs of which may be incurred over a number of years and therefore may not be comparable with the current year's actual expenses. The Municipality does not budget activity within reserves and reserve funds, with the exception being those transactions which affect either operations or capital investments. Budget figures have been restated to be comparable with the PSAB reporting reflected in the actual results.

**The Corporation of the Municipality of Oliver
Paipoonge**
Notes to the Consolidated Financial Statements
December 31, 2009

15. CONTINGENCIES

There are outstanding claims and litigation pending against the Municipality for which the amount of settlement, if any, is not determinable and will be charged to expenditures when determined.

16. COMMITMENTS

The Municipality leases certain office equipment under operating leases. The future minimum annual lease payments over the next four years are as follows:

	\$
2010	3,768
2011	3,600
2012	3,600
2013	2,700
	<hr/> 13,668 <hr/>

The Corporation of the Municipality of Oliver
Paipoonge **Schedule 1**
Consolidated Schedule of Accumulated Surplus

Year ended December 31 2009 2008
\$ \$

Surpluses (deficit)		
General fund	(91,888)	3,366
Library	614	11,825
Investment in tangible capital assets	38,410,434	38,075,886
Unfunded		
Employee benefits and other long-term liabilities	(108,319)	(134,609)
Landfill closure and post-closure liabilities	(174,162)	(171,710)
Total surpluses	38,036,679	37,784,758

Reserves set aside for specific purposes by Council

For working capital	659,290	442,200
For acquisition of capital assets or capital expenditure	3,193,022	3,769,050
For recreation programs and facilities	35,543	122,568
For cemetery development	11,596	11,596
For Murillo Hall	24,167	24,167
Total reserves	3,923,618	4,369,581

Reserve funds set aside for specific purposes by Council

For administration activities	42,666	42,237
For Oliver Road	140,981	114,815
For other recreation activities	31,975	31,653
For Kakabeka Community Centre building	33,333	32,998
For acquisition of fire department capital assets	29,254	28,960
Reserve fund for winter control	44,249	43,804
Reserve fund for municipal landfill	422,215	544,162
Reserve fund for museum development	53,519	52,980
Total reserve funds	798,192	891,609

Accumulated surplus	42,758,489	43,045,948
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The Corporation of the Municipality of Oliver Paipoonge Consolidated Schedule of Tangible Capital Assets

Year ended December 31, 2009

Schedule 2

	General					Infrastructure			Totals	
	Land \$	Buildings \$	Vehicles \$	Other \$	Assets under Construction \$	Roads \$	Underground Networks \$	Machinery and Equipment \$	2009 \$	2008 \$
COST										
Balance, beginning of year	3,126,238	3,392,340	171,841	62,383	1,785,429	51,432,989	6,359,884	2,489,541	68,820,645	65,360,139
Add										
Additions during the year	—	99,781	43,000	15,857	453,605	2,967,782	—	408,380	3,988,405	3,485,188
Less										
Disposals during the year	—	—	—	7,046	—	—	—	—	81,035	24,682
Transfers	—	1,764,429	—	—	(1,785,429)	—	—	21,000	—	—
Balance, end of year	3,126,238	5,256,550	214,841	71,194	453,605	54,400,771	6,359,884	2,844,932	72,728,015	68,820,645
ACCUMULATED AMORTIZATION										
Balance, beginning of year	—	1,666,238	127,509	26,079	—	25,558,172	2,095,974	1,270,787	30,744,759	27,491,123
Add										
Amortization during the year	—	233,034	15,320	10,634	—	3,119,332	142,166	129,363	3,649,849	3,278,318
Less										
Accumulated amortization on disposals	—	—	—	7,046	—	—	—	69,981	77,027	24,682
Balance, end of year	—	1,899,272	142,829	29,667	—	28,677,504	2,238,140	1,330,169	34,317,581	30,744,759
	3,126,238	3,357,278	72,012	41,527	453,605	25,723,267	4,121,744	1,514,763	38,410,434	38,075,886

The Corporation of the Municipality of Oliver Paipoonge Consolidated Schedule of Segment Disclosure

Schedule 3

Year ended December 31, 2009

	General Government		Protection to Persons and Property		Transportation Services		Environmental Services		Health Services	
	2009 \$	2008 \$	2009 \$	2008 \$	2009 \$	2008 \$	2009 \$	2008 \$	2009 \$	2008 \$
Revenues										
Taxation	3,927,741	3,786,015	—	—	—	—	—	—	—	—
Grants	1,999,400	2,567,400	16,437	—	2,249,104	1,535,463	6,363	6,363	—	—
User fees and service charges	102,480	93,722	6,660	24,312	25,408	11,021	388,082	789,564	6,648	913
Other municipalities	—	—	27,116	63,422	—	—	—	—	—	—
Other revenues	131,100	115,223	2,792	2,857	4,236	6,470	—	3,750	3,647	2,686
Interest income - general	33,459	151,453	—	—	—	—	—	—	—	—
Interest income - reserves and reserve funds	9,059	36,608	—	—	—	—	—	—	—	—
	6,203,239	6,750,421	53,005	90,591	2,278,748	1,552,954	394,445	799,677	10,295	3,599
Expenses										
Salaries, wages and employee benefits	431,951	416,196	132,324	131,557	482,366	448,082	51,380	63,042	1,222	6,440
Materials	122,563	86,569	121,972	173,101	514,071	605,999	205,564	259,437	1,628	776
Contracted services	179,365	256,913	980,115	887,111	307,740	344,434	95,753	78,228	291,063	280,739
External transfers to others	(25,000)	—	21,187	—	—	—	—	—	109,321	107,269
Unfunded liabilities	—	—	—	—	—	—	—	9,215	—	—
Amortization	20,581	20,070	61,635	64,809	3,227,028	3,009,444	142,166	142,167	—	—
	729,460	779,748	1,317,233	1,256,578	4,531,205	4,407,959	494,863	552,089	403,234	395,224
Net revenue (expenses)	5,473,779	5,970,673	(1,264,228)	(1,165,987)	(2,252,457)	(2,855,005)	(100,418)	247,588	(392,939)	(391,625)

The Corporation of the Municipality of Oliver Paipoonge
Schedule 3 (continued)
Consolidated Schedule of Segment Disclosure

Year ended December 31, 2009

	Social and Family Services		Recreation and Cultural Services		Planning and Development		Total
	2009	2008	2009	2008	2009	2008	
	\$	\$	\$	\$	\$	\$	\$
Revenues							
Taxation	—	—	—	—	—	—	3,786,015
Grants	—	—	127,244	1,603,206	—	—	4,398,548
User fees and service charges	—	—	1,238	14,210	17,000	15,755	949,497
Other municipalities	—	—	—	—	—	—	63,422
Other revenues	—	—	246,759	246,606	—	4,898	382,490
Interest income - general	—	—	—	—	—	—	151,453
Interest income - reserves and reserve funds	—	—	—	—	—	—	36,608
	1,216,347	1,236,470	375,241	1,864,022	17,000	20,653	9,331,973
Expenses							
Salaries, wages and employee benefits	—	—	217,721	198,876	23,409	66,589	1,340,373
Materials	—	—	380,762	271,602	6,792	157	1,353,352
Contracted services	—	—	103,787	78,053	25,172	10,296	1,982,995
External transfers to others	1,216,347	1,236,470	—	—	—	—	1,321,855
Unfunded liabilities	—	—	—	—	—	—	1,343,739
Capital expenditures	—	—	—	—	—	3,928	9,215
Amortization	—	—	198,439	41,828	—	—	3,928
	1,216,347	1,236,470	900,709	590,359	55,373	80,970	9,648,424
Net revenue (expenses)	(1,216,347)	(1,236,470)	(525,468)	1,273,663	(38,373)	(60,317)	(316,451)
							1,782,520



Auditors' Report

Grant Thornton LLP

979 Alloy Drive
Thunder Bay, ON
P7B 5Z8

T +1 807 345 6571
+1 800 446 4794 (Toll Free)
F +1 807 345 0032
E ThunderBay@ca.gt.com
www.GrantThornton.ca

To the Board Members, Members of Council, Inhabitants and Ratepayers of
Oliver Paipoonge Public Library Board

We have audited the statement of financial position of Oliver Paipoonge Public Library Board as at December 31, 2009 and the statements of operations and changes in net financial assets and cash flows for the year then ended. These financial statements are the responsibility of the Board's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the Board as at December 31, 2009 and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

Grant Thornton LLP

Thunder Bay, Canada
April 4, 2011

Chartered Accountants
Licensed Public Accountants

Oliver Paipoonge Public Library Board Statement of Financial Position

As at December 31	2009	2008
	\$	\$ <i>[restated - note 1]</i>
FINANCIAL ASSETS		
Cash and cash equivalents	7,112	8,340
Accounts receivable	7,584	8,399
Total financial assets	14,696	16,739
LIABILITIES AND NON-FINANCIAL ASSETS		
Liabilities		
Accounts payable and accrued liabilities	4,082	4,914
Due to related party	10,000	—
Total liabilities	14,082	4,914
NET FINANCIAL ASSETS	614	11,825
NON-FINANCIAL ASSETS		
Tangible capital assets - net <i>[note 2]</i>	41,527	36,304
Accumulated surplus <i>[note 3]</i>	42,141	48,129

See accompanying notes to the financial statements.

Oliver Paipoonge Public Library Board

Statement of Operations and Accumulated Surplus

Year ended December 31	2009	2009	2008
	Budget	Actual	Actual
	\$	\$	\$
	<i>[Unaudited]</i>		<i>[restated -</i>
	<i>[note 4]</i>		<i>note 1]</i>
REVENUES			
Province of Ontario operating grants	19,113	19,113	19,113
Other grants	—	31,055	6,121
Municipal contributions	14,635	17,000	17,000
Sundry	1,000	3,747	2,482
Total revenues	34,748	70,915	44,716
EXPENSES			
Amortization	—	10,634	7,294
Books, subscriptions and supplies	2,950	6,377	3,406
Capital and relocation	6,480	(1,687)	(329)
Professional fees	1,600	1,000	455
Rent	3,600	3,600	3,600
Salaries and benefits	30,285	49,565	31,304
Sundry	2,800	4,784	4,525
Utilities and cleaning	2,500	2,630	2,500
Total expenses	50,215	76,903	52,755
Annual deficit	(15,467)	(5,988)	(8,039)
Accumulated surplus, beginning of year	12,000	48,129	56,168
Accumulated surplus (deficit), end of year	(3,467)	42,141	48,129

See accompanying notes to the financial statements.

Oliver Paipoonge Public Library Board

Statement of Changes in Net Financial Assets

Year ended December 31

	Budget 2009 \$ <i>[Unaudited]</i> <i>[note 4]</i>	Actual 2009 \$	Actual 2008 \$
Annual deficit	(15,467)	(5,988)	(8,039)
Acquisition of tangible capital assets	—	(15,857)	(9,368)
Amortization of tangible capital assets	—	10,634	7,294
Decrease in net financial assets	(15,467)	(11,211)	(10,113)
Net financial assets, beginning of year	12,000	11,825	21,938
Net financial assets, end of year	(3,467)	614	11,825

See accompanying notes to the financial statements.

Oliver Paipoonge Public Library Board Statement of Cash Flows

Year ended December 31	2009	2008
	\$	\$ <i>[restated - note 1]</i>
OPERATIONS		
Annual deficit	(5,988)	(8,039)
Non-cash charges		
Decrease in due from The Corporation of the Municipality of Oliver Paipoonge	—	90
Amortization	10,634	7,294
	4,646	(655)
Net change in non-cash working capital balances		
Decrease in accounts receivable	815	4,123
Increase (decrease) in accounts payable and accrued liabilities	(832)	1,919
Increase in due to related parties	10,000	—
Cash provided by operating transactions	14,629	5,387
CAPITAL		
Acquisition of tangible capital assets	(15,857)	(9,368)
Cash used in capital transactions	(15,857)	(9,368)
Decrease in cash and cash equivalents	(1,228)	(3,981)
Opening cash and cash equivalents	8,340	12,321
Closing cash and cash equivalents	7,112	8,340

See accompanying notes to the financial statements.

Oliver Paipoonge Public Library Board

Notes to the Financial Statements

December 31, 2009

GENERAL

The Oliver Paipoonge Public Library Board is dedicated to providing community access to local and global information resources that support lifelong learning, research and leisure activities.

1. SIGNIFICANT ACCOUNTING POLICIES

These financial statements of the Oliver Paipoonge Public Library Board are prepared by management in accordance with accounting policies generally accepted for the local government sector as prescribed by the Public Sector Accounting Board ("PSAB") of the CICA.

Basis of accounting

Effective January 1, 2009, the Board adopted CICA Public Sector Handbook section 1200 Financial Statement Presentation and section 3150 Tangible Capital Assets. As a result of these changes, the Board has recorded its tangible capital assets for 2009 with prior year information restated to conform with the current year presentation. In addition, the statements reflect the new Statement of Changes in Net Financial Assets.

As a result of the PSAB changes, non financial assets have increased by \$36,304 for tangible capital assets, 2008 expenses decreased by \$2,074 and opening fund balances has increased by \$34,230 and is now represented by accumulated surplus.

Accrual accounting

Sources of financing and expenses are reported on the accrual basis of accounting. The accrual basis of accounting recognizes revenues as they are earned and measurable.

Tangible capital assets

Tangible capital assets are recorded at cost which includes all amounts that are directly attributable to acquisition, construction, development or betterment of the asset. Tangible capital assets received as contributions are recorded at their fair value at the date of receipt. The cost, less residual value, of the tangible capital assets are amortized on a straight line basis over their estimated useful lives as follows:

Library collection	10 years
--------------------	----------

One half of the annual amortization is charged in the year of acquisition and in the year of disposal. Assets under construction are not amortized until the asset is available for productive use.

Contributions of tangible capital assets

Tangible capital assets received as contributions are recorded at their fair value at the date of receipt and also are recorded as revenue.

Oliver Paipoonge Public Library Board

Notes to the Financial Statements

December 31, 2009

Cash

Cash consists of cash on deposit and cash on hand.

Reporting entity

The financial statements reflect the assets, liabilities, revenue, expenses and changes in fund balances of the Board.

Revenue recognition

Government grants are recognized when approved to the extent the related expenses have been incurred and collection can be reasonable assured.

User fees and other revenues are recognized when the services are performed or goods are delivered and there is reasonable assurance of collection.

Deferred revenue

Deferred revenue is comprised of donations subject to externally imposed restrictions with respect to its use and the unspent portion of conditional grants.

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 disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. These estimates and assumptions are based on management's historical experience, best knowledge of current events and actions that the Board may undertake in the future. Significant accounting estimates include allowance for doubtful accounts. Actual results could differ from those estimates.

Oliver Paipoonge Public Library Board

Notes to the Financial Statements

December 31, 2009

2. TANGIBLE CAPITAL ASSETS

	2009	2008
	\$	\$
Cost		
Balance, beginning of year	62,383	63,569
Additions during the year	15,857	9,368
Less disposals during the year	7,046	10,554
Balance, end of year	71,194	62,383
Accumulated amortization		
Balance, beginning of year	26,079	29,339
Amortization during the year	10,634	7,294
Less accumulated amortization on disposals	7,046	10,554
Balance, end of year	29,667	26,079
Net book value of tangible capital assets	41,527	36,304

Amortization for the year is \$10,634 [2008 - \$7,294].

3. ACCUMULATED SURPLUS

	2009	2008
	\$	\$
General fund	614	11,825
Investment in tangible capital assets	41,527	36,304
Accumulated surplus	42,141	48,129

4. BUDGET FIGURES

Budget figures are compiled from the 2009 fiscal year operating budget approved by the Library Board and are not subject to audit.

The operating budget approved by the Board for 2009 is reflected on the statement of operations and accumulated surplus. The budget established for capital investment in tangible capital assets are on a project oriented basis, the costs of which may be incurred over a number of years and therefore may not be comparable with the current year's actual expenses. Budget figures have been restated to be comparable with the PSAB reporting reflected in the actual results.

**The Corporation of the Municipality of Oliver Paipoonge
Nor West Recreation Centre Board
Schedule of Operations**

Year ended December 31	2009	2009	2008
	Budget	Actual	Actual
	\$	\$	\$
	<i>[Unaudited]</i>		<i>[restated –</i>
	<i>[note 14]</i>		<i>note 2]</i>
REVENUES			
Arena rental	167,500	156,317	160,511
Concession sales	45,000	34,211	33,520
Donations	1,000	1,215	2,000
Municipal contribution	33,167	33,167	105,858
Provincial grant	20,000	20,000	1,422,000
Other	4,500	25	2,775
Total revenues	271,167	244,935	1,726,664
EXPENDITURES			
Concession supplies	24,000	27,526	24,505
Insurance and other contracted services	32,409	46,722	38,551
Repairs and maintenance	14,000	13,642	14,158
Supplies	4,500	9,673	858
Travel and convention	—	844	—
Utilities	90,500	89,545	70,429
Wages	77,000	69,820	72,873
Total expenditures	242,409	257,772	221,374
NET REVENUES (EXPENSES)	28,758	(12,837)	1,505,290

See accompanying note to the financial statements.

**The Corporation of the Municipality of Oliver Paipoonge
Stanley Hill Cemetery Board
Schedule of Operations**

Year ended December 31	2009	2009	2008
	Budget	Actual	Actual
	\$	\$	\$
	<i>[Unaudited]</i>		<i>[restated –</i>
	<i>[note 14]</i>		<i>note 2]</i>
REVENUES			
Sale of plots	6,600	5,881	4,420
Less portion transferred to the Perpetual Care Trust Fund	—	2,234	1,734
	6,600	3,647	2,686
Transfer from trust fund	—	700	6,528
Other	4,000	5,658	4,036
Total revenues	10,600	10,005	13,250
EXPENSES			
Maintenance of buildings and grounds	6,550	9,449	776
Other	800	329	3,700
Wages	3,250	1,222	6,440
	10,600	11,000	10,916
NET REVENUES (EXPENSES)	—	(995)	2,334

See accompanying note to the financial statements.



Auditors' Report

Grant Thornton LLP

979 Alloy Drive
Thunder Bay, ON
P7B 5Z8

T +1 807 345 6571
+1 800 446 4794 (Toll Free)
F +1 807 345 0032
E ThunderBay@ca.gt.com
www.GrantThornton.ca

To the Committee Members, Members of Council,
Inhabitants and Ratepayers of
The Corporation of the Municipality of Oliver Paipoonge

We have audited the statement of financial position of the Oliver Paipoonge Museum Committee as at December 31, 2009 and the statements of operations and accumulated surplus, and changes in net financial assets for the year then ended. These financial statements are the responsibility of the Committee'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 financial statements present fairly, in all material respects, the financial position of the Committee as at December 31, 2009 and the results of its operations for the year then ended in accordance with Canadian generally accepted accounting principles.

Grant Thornton LLP

Thunder Bay, Canada
April 4, 2011

Chartered Accountants
Licensed Public Accountants

**The Corporation of the Municipality of Oliver Paipoonge
 Oliver Paipoonge Museum Committee
 Statement of Financial Position**

As at December 31	2009	2008
	\$	\$
		<i>[restated – note 1]</i>
FINANCIAL ASSETS		
Cash	405	405
Due from The Corporation of the Municipality of Oliver Paipoonge	8,943	9,013
Total financial assets	9,348	9,418
NET FINANCIAL ASSETS	9,348	9,418
Accumulated surplus	9,348	9,418

See accompanying notes to the financial statements.

**The Corporation of the Municipality of Oliver Paipoonge
Oliver Paipoonge Museum Committee
Statement of Operations and Accumulated Surplus**

Year ended December 31	2009	2009	2008
	Budget	Actual	Actual
	\$	\$	\$
	<i>[unaudited - note 3]</i>		<i>[restated - note 1]</i>
REVENUES			
Contribution from The Corporation of the Municipality of Oliver Paipoonge, net <i>[note 2]</i>	23,680	23,680	20,541
Province of Ontario	6,800	6,834	6,681
Fees and other revenue	500	862	1,034
Donations	200	632	741
Fundraising	3,000	202	5,139
Total revenues	34,180	32,210	34,136
EXPENSES			
Administration and utilities	13,380	12,458	9,943
Maintenance	1,000	—	—
Salaries	19,800	19,822	18,865
Total expenses	34,180	32,280	28,808
NET REVENUES (EXPENSES)	—	(70)	5,328
Annual surplus (deficit)	—	(70)	5,328
Accumulated surplus, beginning of year	9,418	9,418	4,090
Accumulated surplus, end of year	9,418	9,348	9,418

See accompanying notes to the financial statements.

**The Corporation of the Municipality of Oliver Paipoonge
Oliver Paipoonge Museum Committee
Statement of Changes in Net Financial Assets**

Year ended December 31	2009	2009	2008
	Budget \$	Actual \$	Actual \$
Annual surplus (deficit)	—	(70)	5,328
Acquisition of tangible capital assets	—	—	—
Amortization of tangible capital assets	—	—	—
Increase (decrease) in net financial assets	—	(70)	5,328
Net financial assets, beginning of year	9,418	9,418	4,090
Net financial assets, end of year	9,418	9,348	9,418

See accompanying notes to the financial statements.

The Corporation of the Municipality of Oliver Paipoonge

Oliver Paipoonge Museum Committee

Notes to the Financial Statements

December 31, 2009

1. SIGNIFICANT ACCOUNTING POLICY

These financial statements of the Oliver Paipoonge Museum Committee are prepared by management in accordance with accounting policies generally accepted for the local government sector as prescribed by the Public Sector Accounting Board ("PSAB") of the CICA. 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 have been made using careful judgment. The more significant of these accounting policies are as follows:

Basis of accounting

Effective January 1, 2009, the Museum Committee adopted "CICA Public Sector Handbook" Section 1200, Financial Statement Presentation and Section 3150, Tangible Capital Assets. As a result of these changes, the statements reflect the new Statement of Changes in Net Financial Assets.

Revenue recognition

Revenues and expenditures are recorded 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 and services and the creation of a legal obligation to pay.

Tangible capital assets

The historical cost and accumulated amortization of capital assets are not recorded by the Museum Committee. The capital assets acquired and related amortization are reported by the Municipality on the Consolidated Statement of Financial Position and in the Statement of Operations and Accumulated Surplus.

2. MUNICIPAL CONTRIBUTION

The net municipal contribution reflects the 2009 budgeted contribution to the Museum Committee, less a \$5,139 transfer to the reserve fund for Museum development held by the Municipality.

3. BUDGET FIGURES

The budget figures are compiled from the 2009 fiscal year operating budget approved by the Museum Committee and are not subject to audit.

4. RESERVE FUND

The Corporation of the Municipality of Oliver Paipoonge holds a reserve fund for museum development in the amount of \$53,519 [2008 - \$52,980]. This reserve fund has not been reflected in the financial statements of the Oliver Paipoonge Museum Committee.

Auditors' Report

Grant Thornton LLP

979 Alloy Drive
Thunder Bay, ON
P7B 5Z8

T +1 807 345 6571
+1 800 446 4794 (Toll Free)
F +1 807 345 0032
E ThunderBay@ca.gt.com
www.GrantThornton.ca

To the Committee Members, Members of Council,
Inhabitants and Ratepayers of
The Corporation of the Municipality of Oliver Paipoonge

We have audited the statement of financial position of the Trust Funds of The Corporation of the Municipality of Oliver Paipoonge as at December 31, 2009 and the statements of operations and accumulated surplus for the year then ended. These financial statements are the responsibility of the Municipality'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 financial statements present fairly, in all material respects, the financial position of the Trust Funds of The Corporation of the Municipality of Oliver Paipoonge as at December 31, 2009 and the results of its operations for the year then ended in accordance with Canadian generally accepted accounting principles.

Grant Thornton LLP

Thunder Bay, Canada
April 4, 2011

Chartered Accountants
Licensed Public Accountants

**The Corporation of the Municipality of Oliver Paipoonge
Trust Funds
Statement of Financial Position**

As at December 31 2009 2008

	Cemetery Perpetual Care \$	Quarry Rehabilitation \$	Total \$	Total \$
FINANCIAL ASSETS				
Cash	92,840	87,372	180,212	178,853
Short-term deposits	—	—	—	—
Interest receivable	—	—	—	—
Due to The Corporation of the Municipality of Oliver Paipoonge	725	(16,670)	(15,945)	(17,479)
Net financial assets	93,565	70,702	164,267	161,374
Accumulated surplus				
Capital	93,565	44,717	138,282	128,516
Income	—	25,985	25,985	32,858
Accumulated surplus	93,565	70,702	164,267	161,374

See accompanying notes to the financial statements.

**The Corporation of the Municipality of Oliver Paipoonge
Trust Funds**

Statement of Operations and Accumulated Surplus

Year ended December 31

2009

2008

	Cemetery Perpetual Care \$	Quarry Rehabilitation \$	Total \$	Total \$
REVENUES				
Portion of plot sales	2,234	—	2,234	1,734
Monument fees	—	—	—	357
Interest	700	659	1,359	5,657
	2,934	659	3,593	7,748
EXPENSES				
Administration fee	(700)	—	(700)	(6,528)
Annual surplus	2,234	659	2,893	1,220
Accumulated surplus, beginning of year	91,331	70,043	161,374	160,154
Accumulated surplus, end of year	93,565	70,702	164,267	161,374

See accompanying notes to the financial statements.

**The Corporation of the Municipality of Oliver Paipoonge
Trust Funds
Notes to the Financial Statements**

December 31, 2009

1. NATURE OF BUSINESS

The Corporation of the Municipality of Oliver Paipoonge administers a perpetual care trust fund for the future care of the cemetery. The cemetery provides internment services for the benefit of the citizens of Oliver Paipoonge.

2. ACCOUNTING POLICY

Basis of accounting

Capital receipts and income are reported using the accrual basis of accounting.

Expenses are reported using the accrual basis of accounting, which recognizes expenses 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.

3. STATEMENT OF CASH FLOWS

A statement of cash flows has not been presented as the required cash flow information is readily apparent from the other financial statements. Cash flows from operations approximates net revenues.

Auditors' Report

Grant Thornton LLP

979 Alloy Drive
Thunder Bay, ON
P7B 5Z8

T +1 807 345 6571
+1 800 446 4794 (Toll Free)
F +1 807 345 0032
E ThunderBay@ca.gt.com
www.GrantThornton.ca

To the Board Members, Members of Council, Inhabitants and Ratepayers
of the Participating Municipalities as listed in
note 2 to the financial statements

We have audited the statement of financial position of the Thunder Bay Area Emergency Measures Organization as at December 31, 2009 and the statement of operations and accumulated surplus for the year then ended. These financial statements are the responsibility of the Organization'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 financial statements present fairly, in all material respects, the financial position of the Thunder Bay Area Emergency Measures Organization as at December 31, 2009 and the results of its operations for the year then ended in accordance with the Canadian generally accepted accounting principles.

Grant Thornton LLP

Thunder Bay, Canada
April 4, 2011

Chartered Accountants
Licensed Public Accountants

Thunder Bay Area Emergency Measures Organization Statement of Financial Position

As at December 31	2009	2008
	\$	\$
FINANCIAL ASSETS		
Cash	500	500
Due from The Corporation of the Municipality of Oliver Paipoonge	11,095	11,788
Total financial assets	11,595	12,288
LIABILITIES		
Liabilities		
Unexpended donations <i>[note 3]</i>	1,000	1,000
NET FINANCIAL ASSETS	10,595	11,288
Accumulated surplus		
General fund	3,452	3,452
Equipment reserve	7,143	7,836
Accumulated surplus	10,595	11,288

See accompanying notes to the financial statements.

Thunder Bay Area Emergency Measures Organization Statement of Operations and Accumulated Surplus

Year ended December 31	2009	2009	2008
	Budget \$ <i>[Unaudited]</i>	Actual \$	Actual \$
REVENUES			
Municipal grants			
Municipal levies <i>[note 2]</i>	43,830	43,833	40,804
Other revenue	—	—	—
Total revenues	43,830	43,833	40,804
EXPENSES			
Mobile equipment maintenance	7,200	6,000	7,200
Office supplies and other expenses	3,400	2,711	2,085
Other expenditures	3,150	4,253	—
Other services	—	—	—
Salaries, wages and benefits	31,300	31,288	29,135
Travel	800	274	326
Total expenses	45,850	44,526	38,746
Annual surplus (deficit)	(2,020)	(693)	2,058
Accumulated surplus, beginning of year	11,288	11,288	9,230
Accumulated surplus, end of year	9,268	10,595	11,288

See accompanying notes to the financial statements.

Thunder Bay Area Emergency Measures Organization

Notes to the Financial Statements

December 31, 2009

1. SIGNIFICANT ACCOUNTING POLICY

These financial statements of the Thunder Bay Area Emergency Measures Organization are prepared by management in accordance with accounting policies generally accepted for the local government sector as prescribed by the Public Sector Accounting Board ("PSAB") of the CICA. 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 have been made using careful judgment. The more significant of these accounting policies are as follows:

Basis of accounting

[a] Revenues and expenditures are reported on the accrual basis of accounting which recognizes revenues as they become available and measurable, and expenditures as they are incurred and measurable as a result of receipt of goods or services and the creation of a legal obligation to pay.

[b] Capital assets

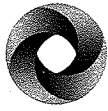
The historical cost and accumulated amortization for capital assets are not recorded for municipal purposes. Purchases of capital assets are included in expenditures in the year of acquisition on the Statement of Financial Activities.

2. MUNICIPAL LEVIES

	2009	2008
	\$	\$
Township of Conmee	1,258	1,081
Township of Dorion	644	625
Township of Gillies	925	745
Municipality of Greenstone	8,340	7,824
Township of Manitouwadge	3,910	4,284
Municipality of Neebing	3,713	3,066
Township of Nipigon	2,978	2,916
Township of O'Connor	1,224	1,075
Municipality of Oliver Paipoonge	9,787	8,849
Township of Red Rock	1,807	1,716
Township of Schreiber	1,532	2,167
Township of Shuniah	4,952	3,498
Township of Terrace Bay	2,763	2,958
	43,833	40,804

3. DONATIONS

Donations, which are accepted from the public, will be applied toward the purchase of a mobile site command post.



Auditors' Report

Grant Thornton LLP

979 Alloy Drive
Thunder Bay, ON
P7B 5Z8

T +1 807 345 6571
+1 800 446 4794 (Toll Free)
F +1 807 345 0032
E ThunderBay@ca.gt.com
www.GrantThornton.ca

To the Board Members, Members of Council, Inhabitants and Ratepayers of
the participating Municipalities as listed in note 5 to the financial statements

We have audited the statement of financial position of the Lakehead Rural Planning Board as at December 31, 2009 and the statements of operations and accumulated surplus, net financial assets and cash flows for the year then ended. These financial statements are the responsibility of the Board's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the Board as at December 31, 2009 and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

Grant Thornton LLP

Thunder Bay, Canada
August 4, 2010

Chartered Accountants
Licensed Public Accountants

Lakehead Rural Planning Board Statement of Financial Position

As at December 31	2009	2008
	\$	\$
FINANCIAL ASSETS		
Cash	31,923	21,578
LIABILITIES		
Accounts payable and accrued liabilities	2,049	2,399
Deferred revenue	13,533	13,676
Total liabilities	15,582	16,075
Net financial assets	16,341	5,503
Accumulated surplus	16,341	5,503

See accompanying notes to the financial statements.



Lakehead Rural Planning Board

Statement of Operations and Accumulated Surplus

Year ended December 31	2009	2009	2008
	Budget	Actual	Actual
	\$	\$	\$
REVENUES			
Municipal levies <i>[note 5]</i>	1,250	1,250	1,250
Province of Ontario			
Ministry of Municipal Affairs and Housing			
For planning services to the unorganized municipalities of Gorham and Ware	39,725	40,619	39,725
Business Case Funding	—	441	11,409
Other fees	—	11	20
Total revenues	40,975	42,321	52,404
EXPENDITURES			
Operating			
Meeting and mileage allowances	2,150	1,327	1,003
Office and administration	300	15	17
Official Plan - unincorporated areas	—	441	11,409
Planning fees <i>[note 6]</i>	36,125	30,000	36,121
Professional fees (recovered)	1,400	(300)	1,480
Total expenditures	39,975	31,483	50,030
Annual surplus	1,000	10,838	2,374
Accumulated surplus, beginning of year	—	5,503	3,129
Accumulated surplus, end of year	1,000	16,341	5,503

See accompanying notes to the financial statements.

Lakehead Rural Planning Board Statement of Net Financial Assets

Year ended December 31	2009	2009	2008
	Budget	Actual	Actual
	\$	\$	\$
Annual surplus	1,000	10,838	2,374
Net financial assets, beginning of year	5,503	5,503	3,129
Net financial assets, end of year	6,503	16,341	5,503

See accompanying notes to the financial statements.

Lakehead Rural Planning Board Statement of Cash Flows

Year ended December 31	2009	2008
	\$	\$
OPERATING ACTIVITIES		
Annual surplus	10,838	2,374
Net change in non-cash working capital balances		
Increase (decrease) in accounts payable and accrued liabilities	(350)	999
Decrease in deferred revenue	(143)	(11,409)
Cash provided by (used in) operating activities	10,345	(8,036)
Increase (decrease) in cash during year	10,345	(8,036)
Cash, beginning of year	21,578	29,614
Cash, end of year	31,923	21,578

See accompanying notes to the financial statements.

Lakehead Rural Planning Board

Notes to the Financial Statements

December 31, 2009

1. FUTURE OPERATIONS

The Board relies on funding from the Province for the delivery of planning services to the unincorporated portion of the Board's planning area. The Board's continuation as a "going-concern" is dependent upon the ability of the organization to continue to receive operating funds from government and/or member municipalities, and/or reduce operating expenditures.

2. SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Lakehead Rural Planning Board are prepared by management in accordance with Canadian generally accepted accounting policies for the local government sector as prescribed by the Public Sector Accounting Board ("PSAB") of the CICA. 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 have been made using careful judgement. The more significant of these accounting policies are as follows:

Basis of accounting

Accrual accounting

The Board uses the accrual basis of accounting and recognizes revenues as they are levied and become available and measurable; expenditures are recognized as they are incurred and measurable as the result of receipt of goods or services and the creation of a legal obligation to pay.

Tangible capital assets

Tangible capital assets are recorded at cost which includes all amounts that are directly attributable to acquisition, construction, development or betterment of the asset. Tangible capital assets received as contributions are recorded at their fair value at the date of receipt. The cost, less residual value, of the tangible capital assets are amortized on a straight-line basis over their estimated useful lives as follows:

Computer hardware	30% declining balance
Computer software	100% declining balance
General equipment	20% declining balance
Leased equipment	20% declining balance
Leasehold improvements	10 years straight-line
Office equipment	20% declining balance

One-half of the annual amortization is charged in the year of acquisition and in the year of disposal. Assets under construction are not amortized until the asset is available for productive use.

Lakehead Rural Planning Board

Notes to the Financial Statements

December 31, 2009

3. INTERNAL RESTRICTIONS

In 2009, the Board has internally restricted net assets of \$4,659 [2008 - \$3,659] for equipment purchases.

4. CHANGE IN ACCOUNTING POLICY

Effective January 1, 2009, Lakehead Rural Planning Board adopted Canadian Institute of Chartered Accountants (CICA) Public Sector Handbook Section 1200 - Financial Statement Presentation and Section 3150 - Tangible Capital Assets. As a result of these changes the opening Board position is now represented by accumulated surplus.

5. MUNICIPAL LEVIES

	2009	2008
	\$	\$
Municipality of Oliver Paipoonge	250	250
Municipality of Neebing	250	250
Township of Conmee	250	250
Township of O'Connor	250	250
Township of Gillies	250	250
	1,250	1,250

6. RELATED PARTY TRANSACTIONS

During the year, the Board also paid planning fees in the amount of \$30,000 [2008 - \$36,121] to the Municipality of Oliver Paipoonge, a participating municipality.

During the year, the Board paid rent in the amount of \$1,250 [2008 - \$1,250] to the Municipality of Oliver Paipoonge, a participating municipality.

7. BUDGET FIGURES

Budget figures are compiled from the 2009 fiscal year operating budget approved by the Planning Board and are not subject to audit.

The operating budget approved by the Board for 2009 is reflected on the statement of operations and accumulated surplus. Budget figures have been restated to be comparable with the PSAB reporting reflected in the actual results.

Lakehead Rural Planning Board		Schedule	
Accumulated Surplus			
Year ended December 31	2009	2008	
	\$	\$	
Surpluses			
General fund	16,341	5,503	
Accumulated surplus	16,341	5,503	