



Grant Thornton

Consolidated Financial Statements

The Corporation of the Township of Dorion

December 31, 2010



Corporation of the
Township of Dorion

DORION, ONTARIO

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Statement of Administrative Responsibility


The management of The Corporation of the Township of Dorion have prepared the accompanying financial statements and are responsible for their accuracy and integrity. These statements consolidate all operations for which the Township 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 Township of Dorion. The external auditors have access to, and meet with Municipal Council to discuss their audit and the results of their examination.

The 2010 Financial Statements have been reported on by The Corporation of the Township of Dorion's external auditors, Grant Thornton LLP, the auditors appointed by Municipal Council. The auditor's report outlines the scope of their audit and their opinion on the presentation of the information included in the financial statements.

Helena Tamminen, Clerk-Treasurer



David Harris, Reeve

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Independent Auditor's Report

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To the Members of Council, Inhabitants and Ratepayers of

The Corporation of the Township of Dorion

We have audited the accompanying consolidated financial statements of The Corporation of the Township of Dorion, which comprise the consolidated statement of financial position as at December 31, 2010 and the statements of operations and accumulated surplus, change in net financial assets and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's responsibility for the financial statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian public sector accounting standards, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's responsibility

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 comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of The Corporation of the Township of Dorion as at December 31, 2010, and the results of its operations, changes in its net financial assets and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Grant Thornton LLP

Thunder Bay, Canada
May 3, 2011

Chartered Accountants
Licensed Public Accountants

The Corporation of the Township of Dorion Consolidated Statement of Financial Position

As at December 31	2010	2009
	\$	\$
FINANCIAL ASSETS		
Cash and cash equivalents	417,113	305,247
Taxes receivable	271,171	248,500
Accounts receivable	45,392	63,209
Other current assets	—	8,605
Total financial assets	733,676	625,561
LIABILITIES		
Bank indebtedness <i>[note 3]</i>	—	25,000
Accounts payable and accrued liabilities	54,572	48,504
Deferred revenue <i>[note 4]</i>	65,864	53,025
Vested sick leave liability <i>[note 5]</i>	17,308	22,140
Long-term debt <i>[note 7]</i>	14,877	24,877
Landfill closure and post-closure liability <i>[note 8]</i>	274,597	256,544
Other current liabilities	8,209	—
Total liabilities	435,427	430,090
NET FINANCIAL ASSETS	298,249	195,471
NON-FINANCIAL ASSETS		
Tangible capital assets - net <i>[note 9] [schedule 2]</i>	656,266	693,127
Prepaid expenses	2,614	2,454
	658,880	695,581
Accumulated surplus <i>[schedule 1]</i>	957,129	891,052

See accompanying notes to the consolidated financial statements.



The Corporation of the Township of Dorion Consolidated Statement of Operations and Accumulated Surplus

Year ended December 31

	Budget 2010 \$ [note 13]	Actual 2010 \$	Actual 2009 \$
REVENUES [schedule 3]			
Taxation			
Residential and farm taxation	343,720	341,956	334,655
Commercial and industrial	245,994	246,187	267,656
Taxation from other governments	19,457	19,245	18,287
	609,171	607,388	620,598
Deduct			
Amounts received or receivable on behalf of school boards	(101,935)	(102,090)	(134,996)
	507,236	505,298	485,602
Other fees and service charges	12,100	7,680	6,914
	519,336	512,978	492,516
Grants			
Government of Canada	23,251	4,105	—
Province of Ontario	212,437	222,985	344,894
	235,688	227,090	344,894
Other			
Investment income	—	1,115	3,071
Penalties and late payment charges	20,000	39,965	34,175
Other	15,500	50,669	36,301
	35,500	91,749	73,547
Total revenues	790,524	831,817	910,957

	Budget 2010 \$ [note 13]	Actual 2010 \$	Actual 2009 \$
EXPENSES [note 10] [schedule 3]			
General government	221,544	231,936	226,594
Protection to persons and property	106,061	120,969	117,496
Transportation services	312,305	241,767	335,102
Environmental services	—	18,053	17,653
Health services	29,320	26,972	27,104
Social and family services	75,652	73,109	85,708
Recreation and cultural services	50,886	52,934	53,011
	795,768	765,740	862,668
NET REVENUES	(5,244)	66,077	48,289
Annual surplus	(5,244)	66,077	48,289
Accumulated surplus, beginning of year	800	891,052	842,763
Accumulated surplus, end of year	(4,444)	957,129	891,052

See accompanying notes to the consolidated financial statements.



The Corporation of the Township of Dorion Consolidated Statement of Change in Net Financial Assets

Year ended December 31

	Budget 2010 \$ <i>[note 13]</i>	Actual 2010 \$	Actual 2009 \$
Annual surplus	(5,244)	66,077	48,289
Acquisition of tangible capital assets	—	(6,826)	(10,619)
Amortization of tangible capital assets	—	43,687	52,635
Acquisition of prepaid expenses	—	(2,614)	(2,454)
Use of prepaid expenses	—	2,454	2,325
Increase (decrease) in net financial assets	(5,244)	102,778	90,176
Net financial assets, beginning of year	—	195,471	105,295
Net financial assets, end of year	—	298,249	195,471

See accompanying notes to the consolidated financial statements.

The Corporation of the Township of Dorion Consolidated Statement of Cash Flows

Year ended December 31	2010	2009
	\$	\$
OPERATIONS		
Annual surplus	66,077	48,289
Non-cash charges		
Amortization of tangible capital assets	43,687	52,635
Increase in landfill liability	18,053	17,654
	127,817	118,578
Net change in non-cash working capital balances		
Increase in taxes receivable	(22,671)	(74,582)
Decrease in accounts receivable	17,817	28,307
Increase in prepaid expenses	(160)	(129)
Decrease (increase) in other current assets	8,605	(8,605)
Increase (decrease) in accounts payable and accrued liabilities	6,068	(10,096)
Increase (decrease) in deferred revenue	12,839	(74,028)
Increase (decrease) in other current liabilities	8,209	(3,526)
Decrease in vested sick leave liability	(4,832)	(9,257)
Cash provided by (used in) operating transactions	153,692	(33,338)
CAPITAL		
Acquisition of tangible capital assets	(6,826)	(10,619)
Cash used in capital transactions	(6,826)	(10,619)
FINANCING		
Repayment of long-term debt	(10,000)	(25,123)
Cash used in financing transactions	(10,000)	(25,123)
Increase (decrease) in cash and cash equivalents	136,866	(69,080)
Opening cash and cash equivalents	280,247	349,327
Closing cash and cash equivalents	417,113	280,247
Represented by		
Cash and cash equivalents	417,113	305,247
Bank indebtedness	—	(25,000)
	417,113	280,247

See accompanying notes to the consolidated financial statements.

The Corporation of the Township of Dorion

Notes to the Consolidated Financial Statements

December 31, 2010

GENERAL

The Corporation of the Township of Dorion 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 Corporation of the Township of Dorion 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 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 Township, and which are owned or controlled by the Township. Accordingly, the following is consolidated in these financial statements.

Dorion Public Library Board

All interfund balances and transactions have been eliminated.

Joint local boards

The financial activities of certain entities associated with the Township are not consolidated. The Township'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

The District of Thunder Bay Social Services Administration Board

Thunder Bay Area Emergency Measures Organization

District of Thunder Bay Home for the Aged

Trust funds

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



The Corporation of the Township of Dorion

Notes to the Consolidated Financial Statements

December 31, 2010

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 Township 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.

Employee benefits

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

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 annual surplus, 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:

Land improvements	20 years
Buildings	20 to 60 years
Library collection	10 years
Machinery and equipment	5 to 15 years
Furniture and computer- hardware	3 to 5 years
- software	5 years
Linear assets - roads	15 to 40 years
- culverts	35 years
- wells	40 years
- bridges	50 years

Assets under construction are not amortized until the asset is available for productive use, at which time they are capitalized.

The Corporation of the Township of Dorion

Notes to the Consolidated Financial Statements

December 31, 2010

[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 of such assets are the Township's road allowances.

[d] Capitalization of interest

The Township 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.

[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.

Deferred revenue

Deferred revenue represents government transfers which have been received but not earned. These accounts will be recognized as revenues in the fiscal year the qualifying expenses occur and the grant is earned. The Township receives development charges under the authority of provincial legislation and Township 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 4].

Reserves and reserve funds

Certain amounts, as approved by 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.

The Corporation of the Township of Dorion

Notes to the Consolidated Financial Statements

December 31, 2010

Government transfers

Government transfers are the transfer of assets from senior levels of government that are not the result 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.

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. TRUST FUNDS

Trust funds administered by the Township amounting to \$10,582 [2009 - \$10,920] have not been included in the Consolidated Statement of Financial Position nor have their operations been included in the Consolidated Statement of Operations and Accumulated Surplus.

3. BANK INDEBTEDNESS

The Township has available a line of credit of \$500,000 [2009 - \$500,000] for which the Township has provided a borrowing by-law of which \$nil [2009 - \$25,000] was borrowed at year-end. Interest on the line of credit is calculated at a rate of prime plus 0.75% [3.75% at December 31, 2010].

The Corporation of the Township of Dorion

Notes to the Consolidated Financial Statements

December 31, 2010

4. DEFERRED REVENUE

	2010 \$	2009 \$
Obligatory reserve funds		
Unearned Gas Tax proceeds	48,099	28,724
Other deferred revenue		
Unearned grant proceeds	17,765	24,301
	65,864	53,025

The continuity of deferred revenue is as follows:

	2010 \$	2009 \$
Balance, beginning of year	53,025	127,053
Investment income	136	—
Gas Tax, Municipal Infrastructure Investment Initiative, COMRIF, Rural Infrastructure	23,344	28,724
Gas Tax revenue earned	(4,105)	—
Other grant revenue earned	(6,536)	(102,752)
Balance, end of year	65,864	53,025

5. LIABILITY FOR EMPLOYEE VESTED SICK LEAVE BENEFITS

Under the sick leave benefit plan, unused sick leave can accumulate and certain employees may become entitled to a cash payment when they retire or leave the Township's employment.

The liability for these accumulated days, to the extent that they have vested and could be taken by an employee on retirement or his/her voluntary or involuntary termination amounted to approximately \$17,308 [2009 - \$22,140]. The liability for these days which could be taken by an employee upon voluntary termination of employment amount to approximately \$17,308 [2009 - \$22,140]. \$1,634 [2009 - \$5,560] was paid to employees who left the Township's employment during the year.

The Corporation of the Township of Dorion

Notes to the Consolidated Financial Statements

December 31, 2010

6. PENSION AGREEMENTS

The Township 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 2010 was \$4,837 [2009 - \$4,488] for current service.

7. LONG-TERM DEBT

[a] The balance of debt reported on the consolidated statement of financial position is as follows:

	2010	2009
	\$	\$
Bank of Montreal loan payable in monthly instalments of \$833 plus interest at a rate of prime plus 0.75% [3.75% at December 31, 2010], maturing 2012.	14,877	24,877

[b] Principal due on debt is summarized as follows:

	\$
2011	10,000
2012	4,877
	14,877

[c] Total interest charges for debt reported on the Consolidated Statement of Operations and Accumulated Surplus are \$1,267 [2009 - \$1,767].

The Corporation of the Township of Dorion
Notes to the Consolidated Financial Statements
December 31, 2010

8. 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 Township's average long-term borrowing rate of 6.0%. The change in the recorded liability is \$18,053 [2009 - \$17,654] based on a total estimated undiscounted outflow in the future of \$641,200 [2009 - \$663,642], leaving an amount to be recognized in the future of \$366,603 [2009 - \$407,098] over the closure and post-closure period. An amount of \$124,917 [2009 - \$124,912] 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 life of the site is approximately 9 years. Post-closure care is estimated to continue for a period of approximately 20 years.

9. TANGIBLE CAPITAL ASSETS

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

There were no write-downs of assets in 2010 [2009 - \$nil].

Interest capitalized during 2010 was \$nil [2009 - \$nil].

There were no contributed tangible capital assets in 2010 [2009 - \$nil].

The Corporation of the Township of Dorion

Notes to the Consolidated Financial Statements

December 31, 2010

10. SEGMENTED INFORMATION

The Corporation of the Township of Dorion is a diversified municipal government institution that provides a wide range of services to its citizens, including police, emergency services and waste management. For management reporting purposes, the Township'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 Department, Corporate Services Department, and Reeve 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 Ontario Provincial Police. The Fire Services Department is responsible for fire suppression; fire prevention programs; training and education related to prevention, detection or extinguishments 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 Township's contribution to the activities of the Thunder Bay Area Emergency Measures Organizations (EMO).

Transportation services

Transportation services include roadways and winter control. Roadways covers the delivery of municipal public works services related to the planning, development and maintenance of roadway systems, culverts, and signage. Winter control includes snowplowing, sanding and salting, snow removal and flood control.

Environmental services

Environmental services consist of waste disposal and recycling. Waste disposal and recycling includes the landfill site operations and waste minimization programs.

Health services

Health services includes public health services and ambulance services. Public health services represents the Township's contribution 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.



The Corporation of the Township of Dorion

Notes to the Consolidated Financial Statements

December 31, 2010

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 Township's contribution 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 recreation programs and facilities, public library and contributions to cultural organizations. The Community Services Department provides public services that contribute to neighbourhood development and sustainability through the provision of recreation and leisure services such as fitness and aquatic programs, 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 Township makes contributions to various cultural organizations under specific funding programs.

Planning and development

The planning and development services include planning and zoning activities. The Township's contribution to the activities of the Lakehead Rural Planning Board are included in the planning activities.

For additional information see the Consolidated Schedule of Segment Disclosure (Schedule 3).

The Corporation of the Township of Dorion

Notes to the Consolidated Financial Statements

December 31, 2010

11. RESERVES AND RESERVE FUNDS

The continuity of reserves and reserve funds is as follows:

	2010 \$	2009 \$
Reserves		
Balance, beginning of year	117,859	117,859
Balance, end of year	117,859	117,859
Reserve funds		
Balance, beginning of year	235,487	283,145
Increases		
Contributions from current operations	577	1,645
Interest earned	1,115	3,071
	1,692	4,716
Decreases		
Contributions to current operations	—	52,374
Balance, end of year	237,179	235,487

12. DESIGNATED ASSETS

Of the financial assets reported on the Consolidated Statement of Financial Position, the Council has designated \$237,179 [2009 - \$235,487] to support reserve funds.

13. BUDGET FIGURES

The operating budget approved by Township Council for 2010 is reflected on the Consolidated Statement of Operations and Accumulated Surplus. 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 Township 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 Township of Dorion Schedule 1 Consolidated Schedule of Accumulated Surplus

Year ended December 31	2010	2009
	\$	\$
Surpluses		
General fund	221,804	107,655
Library fund	13,495	18,345
Invested in tangible capital assets	656,266	693,127
Unfunded		
Long-term debt	(14,877)	(24,877)
Landfill closure and post-closure liabilities	(274,597)	(256,544)
Total surpluses	602,091	537,706
Reserves set aside for specific purposes by Council		
For working capital	114,217	114,217
For library	3,642	3,642
Total reserves	117,859	117,859
Reserve funds set aside for specific purposes by Council		
For fire equipment	48,358	48,130
For roads equipment	46,364	46,144
For administration equipment	6,481	6,454
For recreation	2,533	1,920
For landfill site	124,917	124,912
For museum	8,526	7,927
Total reserve funds	237,179	235,487
Accumulated surplus	957,129	891,052



The Corporation of the Township of Dorion
Consolidated Schedule of Tangible Capital Assets
 Year ended December 31, 2010

Schedule 2

	General						Totals	
	Land	Land Improvements	Buildings	Library Collection	Machinery and Equipment	Linear Assets	2010	2009
	\$	\$	\$	\$	\$	\$	\$	\$
COST								
Balance, beginning of year	112,106	7,017	399,088	24,484	443,731	1,995,031	2,981,457	2,970,838
Add: Additions during the year	—	—	—	6,826	—	—	6,826	10,619
Balance, end of year	112,106	7,017	399,088	31,310	443,731	1,995,031	2,988,283	2,981,457
ACCUMULATED AMORTIZATION								
Balance, beginning of year	—	6,842	190,644	13,392	292,874	1,784,578	2,288,330	2,235,695
Add: Amortization during the year	—	175	9,854	2,138	14,406	17,114	43,687	52,635
Balance, end of year	—	7,017	200,498	15,530	307,280	1,801,692	2,332,017	2,288,330
Net book value	112,106	—	198,590	15,780	136,451	193,339	656,266	693,127

The Corporation of the Township of Dorion Consolidated Schedule of Segment Disclosure

Year ended December 31, 2010

Schedule 3

	General Government		Protection to Persons and Property		Transportation Services		Environmental Services		Health Services	
	2010 \$	2009 \$	2010 \$	2009 \$	2010 \$	2009 \$	2010 \$	2009 \$	2010 \$	2009 \$
Revenues										
Taxation	505,298	485,602	—	—	—	—	—	—	—	—
Operating grants	196,411	235,566	—	—	10,641	84,452	—	—	—	—
User fees and service charges	—	—	—	—	—	—	—	—	—	—
Other revenues	84,015	57,498	—	—	6,619	12,978	—	—	—	—
Interest income - reserve funds	1,115	3,071	—	—	—	—	—	—	—	—
Capital grants	—	—	—	—	—	5,940	—	—	—	—
	786,839	781,737	—	—	17,260	103,370	—	—	—	—
Expenses										
Salaries, wages and employee benefits	102,764	105,891	12,316	16,756	80,923	74,020	—	—	—	—
Long-term debt charges	1,267	1,767	—	—	—	—	—	—	—	—
Materials	62,127	59,155	21,842	23,572	66,171	149,671	18,053	17,653	—	101
Contracted services	39,599	16,237	61,368	59,968	75,474	83,051	—	—	—	—
Rent and financials	21,344	38,533	6,480	—	—	—	—	—	—	—
External transfers	—	—	3,788	2,025	—	—	—	—	—	—
Amortization	4,835	5,011	15,175	15,175	19,199	28,360	—	—	26,972	27,003
	231,936	226,594	120,969	117,496	241,767	335,102	18,053	17,653	26,972	27,104
Net revenues (expenses)	554,903	555,143	(120,969)	(117,496)	(224,507)	(231,732)	(18,053)	(17,653)	(26,972)	(27,104)

**The Corporation of the Township of Dorion
Consolidated Schedule of Segment Disclosure**

Year ended December 31, 2010

Schedule 3 (continued)

	Social and Family Services		Recreation and Cultural Services		Planning and Development		Total
	2010	2009	2010	2009	2010	2009	
	\$	\$	\$	\$	\$	\$	\$
Revenues							
Taxation	—	—	—	—	—	—	—
Operating grants	—	—	20,038	18,936	—	—	485,602
User fees and service charges	—	—	7,680	6,914	—	—	338,954
Other revenues	—	—	—	—	—	—	6,914
Interest income - reserve funds	—	—	—	—	—	—	70,476
Capital grants	—	—	—	—	—	—	3,071
			27,718	25,850	—	—	831,817
							910,957
Expenses							
Salaries, wages and employee benefits	—	—	25,198	26,120	—	—	222,787
Long-term debt charges	—	—	—	—	—	—	1,767
Materials	—	—	15,615	13,554	—	—	263,706
Contracted services	—	—	—	—	—	—	159,256
Rent and financials	—	—	7,643	9,248	—	—	47,781
External transfers	73,109	85,708	—	—	—	—	114,736
Amortization	—	—	4,478	4,089	—	—	52,635
			73,109	85,708	—	—	765,740
							862,668
Net revenues (expenses)							
			(73,109)	(85,708)	—	—	66,077
							48,289
			(25,216)	(27,161)	—	—	



Independent Auditor's Report

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To the Board Members, Members of Council, Inhabitants and Ratepayers of

The Corporation of the Township of Dorion

We have audited the accompanying financial statements of Dorion Public Library Board, which comprise the statement of financial position as at December 31, 2010 and the statements of operations and accumulated surplus and change in net financial assets for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's responsibility for the financial statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian public sector accounting standards, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's responsibility

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 comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of Dorion Public Library Board as at December 31, 2010, and the results of its operations and changes in its net financial assets for the year then ended in accordance with Canadian public sector accounting standards.

Grant Thornton LLP

Thunder Bay, Canada
May 3, 2011

Chartered Accountants
Licensed Public Accountants

Dorion Public Library Board Statement of Financial Position

As at December 31	2010	2009
	\$	\$
FINANCIAL ASSETS		
Cash	1,786	—
Accounts receivable	5,030	6,175
Due from The Corporation of the Township of Dorion	7,243	12,535
Total financial assets	14,059	18,710
LIABILITIES		
Bank indebtedness	—	77
Accounts payable	564	288
Total liabilities	564	365
NET FINANCIAL ASSETS	13,495	18,345
NON-FINANCIAL ASSETS		
Tangible capital assets - net <i>[note 3]</i>	15,780	11,092
Accumulated surplus <i>[note 4]</i>	29,275	29,437

See accompanying notes to the financial statements.

Dorion Public Library Board Statement of Operations and Accumulated Surplus

Year ended December 31	2010	2010	2009
	Budget	Actual	Actual
	\$	\$	\$
REVENUES			
Municipal contribution	12,435	12,435	15,172
Province of Ontario grants	14,850	20,038	18,936
Other	—	365	548
Total revenues	27,285	32,838	34,656
EXPENSES			
Administration	6,269	4,947	6,113
Amortization	—	2,138	1,749
Program wages	800	5,223	4,634
Supplies	500	3,209	983
Utilities	1,000	944	943
Wages and benefits	19,516	16,539	18,164
	28,085	33,000	32,586
NET REVENUES (EXPENSES)	(800)	(162)	2,070
Annual surplus (deficit)	(800)	(162)	2,070
Accumulated surplus, beginning of year	800	29,437	27,367
Accumulated surplus, end of year	—	29,275	29,437

See accompanying notes to the financial statements.

Dorion Public Library Board Statement of Change in Net Financial Assets

Year ended December 31	2010	2010	2009
	Budget	Actual	Actual
	\$	\$	\$
Accumulated surplus (deficit)	—	(162)	2,070
Acquisition of tangible capital assets	—	(6,826)	(4,679)
Amortization of tangible capital assets	—	2,138	1,749
Decrease in net financial assets	—	(4,850)	(860)
Net financial assets, beginning of year	—	18,345	19,205
Net financial assets, end of year	—	13,495	18,345

See accompanying notes to the financial statements.



Dorion Public Library Board

Notes to the Financial Statements

December 31, 2010

1. SIGNIFICANT ACCOUNTING POLICIES

These financial statements of Dorion 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. The more significant of these accounting policies are as follows:

Accrual accounting

Sources of financing and expenditures 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
--------------------	----------

Assets less than \$500 are expensed in the year incurred.

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.

Leases

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

Cash

Cash consists of cash on deposit and cash on hand.

Reporting entity

The financial statements reflect the assets, liabilities, revenues, expenses and accumulated surplus of the Board.

Dorion Public Library Board

Notes to the Financial Statements

December 31, 2010

Revenue recognition

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

Budget figures

The operating budget approved by the Board for 2010 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 expenditures. Budget figures have been restated to be comparable with the PSAB reporting reflected in the actual results.

2. ANALYSIS OF RESERVE

A reserve in the amount of \$3,642 [2009 - \$3,642] is being held by The Corporation of the Township of Dorion.

Dorion Public Library Board
Notes to the Financial Statements
December 31, 2010

3. TANGIBLE CAPITAL ASSETS

Details of year-end tangible capital asset balances for the library collection are as follows:

	2010	2009
	\$	\$
Cost		
Balance, beginning of year	24,484	19,805
Add: Additions during the year	6,826	4,679
Balance, end of year	31,310	24,484
Accumulated amortization		
Balance, beginning of year	13,392	11,643
Add: Amortization during the year	2,138	1,749
Balance, end of year	15,530	13,392
Net book value	15,780	11,092

4. ACCUMULATED SURPLUS

	2010	2009
	\$	\$
Surpluses		
General fund	13,495	18,345
Investment in tangible capital assets	15,780	11,092
Accumulated surplus	29,275	29,437

5. BUDGET FIGURES

Budget figures are compiled from the 2010 fiscal year operating budget approved by the Library Board and are not subject to audit.





Independent Auditor's Report

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To the Members of Council, Inhabitants and Ratepayers of

The Corporation of the Township of Dorion

We have audited the accompanying financial statements of the Cemetery Perpetual Care Trust Fund of The Corporation of the Township of Dorion, which comprise the statement of financial position as at December 31, 2010 and the statement of continuity for the year then ended, and a summary of significant accounting policies.

Management's responsibility for the financial statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian generally accepted accounting principles, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's responsibility

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 comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of the Trust Fund as at December 31, 2010, 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
May 3, 2011

Chartered Accountants
Licensed Public Accountants

**The Corporation of the Township of Dorion
Cemetery Perpetual Care Trust Fund
Statement of Financial Position**

As at December 31	2010	2009
	\$	\$
FINANCIAL ASSETS		
Cash and cash equivalents	21,644	20,686
LIABILITIES AND FUND BALANCE		
Liabilities		
Due to The Corporation of the Township of Dorion	11,062	9,766
Fund balance	10,582	10,920
Total Liabilities and Fund Balance	21,644	20,686

See accompanying note to the financial statements.

**The Corporation of the Township of Dorion
Cemetery Perpetual Care Trust Fund
Statement of Continuity**

Year ended December 31	2010	2009
	\$	\$
Fund balance, beginning of year	10,920	10,711
Revenues		
Interest earned	33	47
Sale of plots, monuments and interments	925	1,150
	958	1,197
Expenditures		
Cemetery maintenance	1,296	988
Fund balance, end of year	10,582	10,920

See accompanying note to the financial statements.



**The Corporation of the Township of Dorion
Cemetery Perpetual Care Trust Fund
Note to the Financial Statements**

December 31, 2010

1. SIGNIFICANT ACCOUNTING POLICIES

Basis of accounting

Interest earned in this fund is recorded on the accrual basis.

[a] Capital receipts and income are reported on the accrual basis of accounting.

[b] Expenditures are reported on the accrual basis of accounting which recognizes expenditures 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.

Cash and cash equivalents

Cash and cash equivalents consist of cash on deposit and term deposits in money market instruments with maturity dates of less than three months from the date they are acquired. They are recorded at the lower of cost or market value.

