

**THE LOWER TRENT REGION  
CONSERVATION AUTHORITY**

**FINANCIAL STATEMENTS**

December 31, 2010

**THE LOWER TRENT REGION CONSERVATION AUTHORITY**

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DECEMBER 31, 2010

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## INDEPENDENT AUDITOR'S REPORT

To the Members of  
**THE LOWER TRENT REGION CONSERVATION AUTHORITY**

We have audited the accompanying financial statements of **THE LOWER TRENT REGION CONSERVATION AUTHORITY** which comprise the statement of financial position as at December 31, 2010 and the statements of changes in net assets, operations 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 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 judgement, 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 basis for our audit opinion.

### Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of **THE LOWER TRENT REGION CONSERVATION AUTHORITY** as at December 31, 2010 and its results of operations and its cash flows for the year ended in accordance with Canadian generally accepted accounting principles.



CHARTERED ACCOUNTANTS  
LICENSED PUBLIC ACCOUNTANTS

Trenton, Ontario  
February 10, 2011

Welch LLP

An Independent Member of BKR International

## THE LOWER TRENT REGION CONSERVATION AUTHORITY

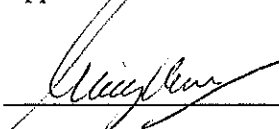
*(Established under the Conservation Authorities Act of Ontario)*

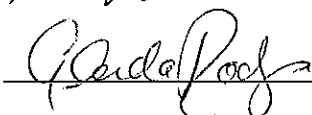
## STATEMENT OF FINANCIAL POSITION

DECEMBER 31, 2010

	<u>2010</u>	<u>2009</u>
<b>FINANCIAL ASSETS</b>		
Cash - note 2	\$ 2,333,149	\$ 3,479,134
Short term investments - note 3	60,257	60,073
Accounts receivable:		
Municipalities	1,600	2,520
Administered programs - note 4	-	5,073
Other	<u>61,062</u>	<u>64,745</u>
	<u>2,456,068</u>	<u>3,611,545</u>
 <b>LIABILITIES</b>		
Accounts payable and accrued liabilities	327,238	134,631
Unearned revenue:		
General	92,992	118,395
Administered programs - note 4	1,707,304	2,958,182
Deferred contributions - note 5	<u>21,892</u>	<u>21,825</u>
	<u>2,149,426</u>	<u>3,233,033</u>
 <b>NET FINANCIAL ASSETS</b>	<u>306,642</u>	<u>378,512</u>
<b>NON-FINANCIAL ASSETS</b>		
Tangible capital assets - schedule 4	<u>3,147,030</u>	<u>3,004,073</u>
 <b>ACCUMULATED SURPLUS</b>	<u>\$ 3,453,672</u>	<u>\$ 3,382,585</u>
 Represented by:		
Operating fund - schedule 3	\$ 121,930	\$ 93,800
Reserve funds - schedule 3, note 6	184,712	284,712
Equity in tangible capital assets	<u>3,147,030</u>	<u>3,004,073</u>
	<u>\$ 3,453,672</u>	<u>\$ 3,382,585</u>

Approved on behalf of the Board

  
 \_\_\_\_\_ Director

  
 \_\_\_\_\_ Director

*(See accompanying notes)*

## THE LOWER TRENT REGION CONSERVATION AUTHORITY

## STATEMENT OF OPERATIONS AND SURPLUS

YEAR ENDED DECEMBER 31, 2010

	Budget <u>2010</u>	Actual <u>2010</u>	Actual <u>2009</u>
<b>REVENUE</b>			
Government grants - provincial	\$ 133,330	\$ 133,329	\$ 133,329
Municipal levies - general	688,650	688,650	658,650
Municipal levies - special benefitting	15,000	14,187	14,797
Conservation services - trees	18,000	21,773	18,396
Legal enquiries, fill permits and plan review	62,000	67,358	60,445
Sundry revenue	48,100	62,743	186,032
Other programs - note 7	2,196,700	2,543,105	2,492,184
Property rental	14,500	20,236	14,991
Interest	-	117	1,218
Donations	100	88,158	2,942
Goodrich Loomis Nature Camp	20,000	16,921	18,684
Gain on disposition of tangible capital assets	-	-	2,730
	<u>3,196,380</u>	<u>3,656,577</u>	<u>3,604,398</u>
<b>EXPENDITURES</b>			
Environment advisory services - schedule 1	355,000	334,608	336,255
Flood protection services - schedule 1	241,000	238,844	240,196
Conservation lands - schedule 2	335,300	245,744	229,696
Watershed restoration - schedule 2	330,000	448,508	319,444
Program - administration - schedule 2	257,000	277,123	270,045
Program - non eligible - schedule 1	74,000	45,068	57,049
Goodrich Loomis Nature Camp	20,000	16,921	18,684
Children's Water Festival	-	12,296	6,039
Streamgauge Network Rehabilitation	-	-	11
Source Water Protection - note 7	1,626,700	1,798,922	1,822,352
Source Protection - Early Action - note 7	270,000	230,448	51,989
Source Protection - Outreach and Education	-	-	5,397
Groundwater Technical Studies - note 7	-	88,198	208,684
Surface Water Technical Studies - note 7	-	5,614	172,187
Ontario Drinking Water Stewardship	-	5,880	33,220
Cost recoveries	(173,800)	(220,680)	(194,453)
Amortization	-	53,274	58,864
Loss on disposition of tangible capital assets	-	4,722	-
	<u>3,335,200</u>	<u>3,585,490</u>	<u>3,635,659</u>
<b>ANNUAL SURPLUS (DEFICIT)</b>	(138,820)	71,087	(31,261)
<b>ACCUMULATED SURPLUS, beginning of year</b>	<u>3,382,585</u>	<u>3,382,585</u>	<u>3,413,846</u>
<b>ACCUMULATED SURPLUS, end of year</b>	<u>\$ 3,243,765</u>	<u>\$ 3,453,672</u>	<u>\$ 3,382,585</u>

(See accompanying notes)

**THE LOWER TRENT REGION CONSERVATION AUTHORITY**  
**STATEMENT OF CHANGES IN NET FINANCIAL ASSETS**  
**YEAR ENDED DECEMBER 31, 2010**

	<u>Budget</u>	<u>2010</u>	<u>2009</u>
Annual surplus (deficit)	\$ (138,820)	\$ 71,087	\$ (31,261)
Acquisition of tangible capital assets	-	(200,953)	(46,293)
Amortization of tangible capital assets	-	53,274	58,864
(Gain) loss on sale of tangible capital assets	-	4,722	(2,730)
Proceeds on sale of tangible capital assets	-	-	3,000
Increase (decrease) in net financial assets	(138,820)	(71,870)	(18,420)
Net financial assets, at beginning of year	<u>378,512</u>	<u>378,512</u>	<u>396,932</u>
Net financial assets, at end of year	<u>\$ 239,692</u>	<u>\$ 306,642</u>	<u>\$ 378,512</u>

*(See accompanying notes)*

**THE LOWER TRENT REGION CONSERVATION AUTHORITY**  
**STATEMENT OF CASH FLOWS**  
**YEAR ENDED DECEMBER 31, 2010**

	<u>2010</u>	<u>2009</u>
<b>CASH FLOWS FROM OPERATING TRANSACTIONS</b>		
Annual surplus (deficit)	\$ 71,087	\$ (31,261)
Non-cash items:		
Amortization	53,274	58,864
(Gain)/loss on sale of tangible capital assets	4,722	(2,730)
Net changes in non-cash financial assets/financial liabilities:		
Accounts receivables - municipalities	920	1,230
Accounts receivables - other	8,756	(35,272)
Accounts payable and accrued liabilities	192,607	(15,115)
Unearned revenues - general	(25,403)	65,778
Unearned revenues - administered programs	(1,250,878)	(723,593)
Deferred contributions	67	49
	<u>(944,848)</u>	<u>(682,050)</u>
<b>CASH FLOWS FROM CAPITAL TRANSACTIONS</b>		
Purchase of tangible capital assets	(200,953)	(46,293)
Proceeds on disposal of tangible capital assets	-	3,000
	<u>(200,953)</u>	<u>(43,293)</u>
<b>CASH FLOWS FROM INVESTING TRANSACTIONS</b>		
Purchase of short-term investments	<u>(184)</u>	<u>(134)</u>
<b>INCREASE (DECREASE) IN CASH</b>	(1,145,985)	(725,477)
<b>CASH, beginning of year</b>	<u>3,479,134</u>	<u>4,204,611</u>
<b>CASH, end of year</b>	<u>\$ 2,333,149</u>	<u>\$ 3,479,134</u>

*(See accompanying notes)*

**THE LOWER TRENT REGION CONSERVATION AUTHORITY**  
**SCHEDULE OF EXPENDITURES**  
**YEAR ENDED DECEMBER 31, 2010**

	2010 <u>Budget</u>	2010 <u>Actual</u>	2009 <u>Actual</u>
<b>ENVIRONMENTAL ADVISORY SERVICES</b>			
Monitoring/assessing watershed conditions	\$ 313,000	\$ 295,039	\$ 305,796
Dissemination of information - capital	8,000	4,761	3,328
Travel	-	5,534	3,992
Storm water management program	15,000	9,690	6,789
Oak Ridges Moraine Coalition	2,500	2,500	2,500
Groundwater monitoring	16,500	17,084	13,850
	<u>\$ 355,000</u>	<u>\$ 334,608</u>	<u>\$ 336,255</u>
<b>FLOOD PROTECTION SERVICES</b>			
<b>Flood control structures</b>			
Operation of FCS	\$ 21,000	\$ 19,871	\$ 19,915
Minor maintenance of FCS	26,760	22,651	15,855
Preventative maintenance of FCS	14,500	12,000	12,000
<b>Erosion control structures</b>			
Operation of ECS	5,000	7,125	7,915
Minor maintenance of ECS	3,500	3,000	3,000
Preventative maintenance of ECS	2,500	2,000	2,000
<b>Flood forecasting &amp; warning</b>			
Data collection	32,036	28,322	29,680
Flood forecasting	33,445	30,255	31,844
Communications	31,500	28,713	28,562
Operation centre	21,500	34,989	30,348
Systems plan	18,223	19,560	22,862
Response to a flood	31,036	25,353	25,399
Trent River Flood Damage Reduction GPS Project	-	5,005	10,816
	<u>\$ 241,000</u>	<u>\$ 238,844</u>	<u>\$ 240,196</u>
<b>PROGRAM - NON ELIGIBLE</b>			
General maintenance - Conservation Lands	\$ 21,000	\$ 11,644	\$ 29,813
Bank interest and service charge	-	2,458	3,024
Vehicle and equipment maintenance	30,000	29,318	23,394
Vehicle and equipment lease purchase	23,000	1,648	818
	<u>\$ 74,000</u>	<u>\$ 45,068</u>	<u>\$ 57,049</u>

(See accompanying notes)

**Welch LLP**



## THE LOWER TRENT REGION CONSERVATION AUTHORITY

## SCHEDULE OF EXPENDITURES

YEAR ENDED DECEMBER 31, 2010

	2010	2010	2009
	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
<b>CONSERVATION LANDS</b>			
Taxes	\$ 30,000	\$ 27,212	\$ 27,658
Insurance	13,000	11,371	11,822
Staff salaries	143,000	135,073	136,385
Planning and marketing	6,000	2,183	2,820
Workshop operational costs	12,000	8,229	12,838
Capital improvements	92,300	30,949	10,497
Travel and clothing	1,000	754	950
Staff training	1,000	1,698	253
Conservation services trees	18,000	20,486	18,469
Goodrich-Loomis conservation centre - capital	-	-	-
Goodrich-Loomis conservation centre - operations	9,000	7,789	7,867
Forest Management Plan	10,000	-	137
	<u>\$ 335,300</u>	<u>\$ 245,744</u>	<u>\$ 229,696</u>
<b>WATERSHED RESTORATION</b>			
Bay of Quinte Implementation Manager - note 7	300,000	\$ 253,140	\$ 172,648
Bay of Quinte Natural Heritage Strategy - note 7	-	59,339	248
Bay of Quinte Work Plan - note 7	-	908	-
Bay of Quinte Contaminant Study - note 7	-	12,500	12,500
Bay of Quinte Fish and Wildlife - note 7	-	65,623	46,492
Bay of Quinte - Biocontaminants - note 7	-	22,255	5,073
Bay of Quinte Mohawk Report - note 7	-	100	-
Trent-Rice Lake Species at Risk	-	6,319	21,963
Watershed Stewardship	30,000	26,872	60,520
Trent River Caring Project	-	37	-
Yellow Fish Road	-	1,415	-
	<u>\$ 330,000</u>	<u>\$ 448,508</u>	<u>\$ 319,444</u>
<b>PROGRAM - ADMINISTRATION</b>			
Wages and benefits	\$ 174,000	\$ 174,542	\$ 175,158
Travel and allowances	24,000	27,059	25,855
Equipment purchase and rentals	2,000	1,071	1,087
Material and supplies	13,000	8,168	14,477
Rent and utility services	20,000	12,722	16,651
General expenses	24,000	53,561	36,817
	<u>\$ 257,000</u>	<u>\$ 277,123</u>	<u>\$ 270,045</u>

(See accompanying notes)

**THE LOWER TRENT REGION CONSERVATION AUTHORITY**  
**SCHEDULE OF CONTINUITY OF OPERATING AND RESERVE FUNDS**  
**YEAR ENDED DECEMBER 31, 2010**

	<u>Budget</u>	<u>2010</u>	<u>2009</u>
<b>OPERATING FUND</b>			
Balance beginning of year	\$ 93,800	\$ 93,800	\$ 112,220
Increase (decrease) in net financial assets	(138,120)	(71,870)	(18,420)
Appropriations from reserves	60,000	100,000	-
Appropriations to reserves	-	-	-
	<u>\$ 15,680</u>	<u>\$ 121,930</u>	<u>\$ 93,800</u>

	<u>Balance, beginning of year</u>	<u>Appropriations from Operations</u>	<u>Appropriations to Operations</u>	<u>Balance, end of year</u>
<b>RESERVE FUNDS</b>				
Reserve for Administration Facility	\$ 75,480	\$ -	\$ -	\$ 75,480
Reserve for Equipment	71,556	-	-	71,556
Reserve for Special Projects	32,676	-	30,000	2,676
Reserve for Workshop Facility	30,000	-	-	30,000
Reserve for Conservation Lands	<u>75,000</u>	<u>-</u>	<u>70,000</u>	<u>5,000</u>
Total 2010	<u>\$ 284,712</u>	<u>\$ -</u>	<u>\$ 100,000</u>	<u>\$ 184,712</u>
Total 2009	<u>\$ 284,712</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 284,712</u>

*(See accompanying notes)*

SCHEDULE "4"

THE LOWER TRENT REGION CONSERVATION AUTHORITY  
 SCHEDULE OF TANGIBLE CAPITAL ASSETS  
 YEAR ENDED DECEMBER 31, 2010

Historical Costs:	Land \$	Buildings and structures \$	Bridges and dams \$	Roads, parking lots and trails \$	Furniture and fixtures \$	Equipment \$	Office equipment \$	Vehicles \$	Computer \$	2010		2009 Total \$
										Total	Total	
Opening Balance	2,136,808	667,593	284,897	80,952	36,697	76,019	47,357	167,884	43,939	3,542,146	3,517,931	
Additions	-	141,050	-	53,845	-	-	-	-	6,058	200,953	46,293	
Disposals	-	-	-	-	-	(6,559)	-	-	-	(6,559)	(22,078)	
Closing Balance, Dec 31	2,136,808	808,643	284,897	134,797	36,697	69,460	47,357	167,884	49,997	3,736,540	3,542,146	
<b>Accumulated Amortization:</b>												
Opening Balance	-	133,711	138,001	12,271	23,920	55,384	29,407	113,538	31,841	538,073	501,017	
Amortization Expense	-	14,229	3,672	2,087	2,555	3,181	5,384	16,304	5,862	53,274	58,864	
Effects of Disposals	-	-	-	-	-	(1,837)	-	-	-	(1,837)	(21,808)	
Closing Balance Dec 31	-	147,940	141,673	14,358	26,475	56,728	34,791	129,842	37,703	589,510	538,073	
<b>Net book value for year ended December 31, 2010</b>	2,136,808	660,703	143,224	120,439	10,222	12,732	12,566	38,042	12,294	3,147,030	3,004,073	

(See accompanying notes)

# THE LOWER TRENT REGION CONSERVATION AUTHORITY

## NOTES TO FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 2010

### 1. SIGNIFICANT ACCOUNTING POLICIES

The financial statements of The Lower Trent Region Conservation Authority are prepared in accordance with generally accepted accounting principles for organizations operating in the local government sector as recommended by the Public Sector Accounting Board of The Canadian Institute of Chartered Accountants. Significant aspects of the accounting policies adopted by The Lower Trent Region Conservation Authority are as follows:

#### **Basis of Accounting**

Revenue and expenditures are recorded on the accrual basis, whereby they are reflected in the accounts in the year in which they have been earned and incurred, respectively, whether or not such transactions have been settled by the receipt or payment of money.

#### **Appropriations to Reserves**

Authorities may establish reserves by appropriating amounts to earmark them for specific purposes. Appropriations to or from reserves are reported on the statement of operations and surplus as appropriations from or to surplus.

#### **Revenue Recognition**

The Authority recognizes revenue as follows:

Municipal levies - general are recognized in the fiscal year in which they are levied.

The Provincial government annual operating grant is recognized in the fiscal year to which the grant relates to the extent that eligible expenditures have been incurred.

User fees and sales are recognized when the service has been performed or the goods have been transferred.

Other grants and specified donations are recognized when the related net expenditures have been incurred.

General donations are recognized when received.

Any funding received for which the related services have not been performed and/or the related expenditures have not been incurred at the end of the fiscal year are recorded as unearned revenue.

# THE LOWER TRENT REGION CONSERVATION AUTHORITY

## NOTES TO FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 2010

### 1. SIGNIFICANT ACCOUNTING POLICIES (continued)

#### Tangible Capital Assets

Tangible capital assets, are recorded at cost less accumulated amortization and are classified according to their functional use. Amortization is recorded on a declining balance basis commencing the year the asset is put in to service. Donated tangible capital assets are reported at fair value at the time of donation. Amortization rates are as follows:

Buildings and structures	2.5%
Bridges and dams	2.5%
Roads, parking lots and trails	2.5%
Furniture and fixtures	20%
Equipment	20%
Office equipment	30%
Vehicles	30%
Computer software	30%
Computer hardware	45%

#### 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 statement and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

### 2. CASH

Cash includes \$127 (2009 - \$365,136) in deposits held in trust for the Source Water Protection program. These funds are segregated and any interest earned is considered to be a contribution to the program.

### 3. SHORT TERM INVESTMENTS

Short term investments include \$21,892 (2009 - \$21,825), which is restricted in use as described in Note 5. The short term investment is valued at cost. The market value of the investment is equivalent to its cost.

**THE LOWER TRENT REGION CONSERVATION AUTHORITY**

**NOTES TO FINANCIAL STATEMENTS**

**YEAR ENDED DECEMBER 31, 2010**

**4. ADMINISTERED PROGRAMS**

The Authority is administering various non-authority programs on behalf of outside organizations. The Authority is advanced funds to cover the expenditures of these programs. At December 31 the Authority had the following unearned revenue relating to these programs:

	<u>2010</u>	<u>2009</u>
Bay of Quinte Natural Heritage Strategy	\$ 28,150	\$ 40,745
Bay of Quinte Implementation Manager	69,896	83,006
Bay of Quinte Mohawk Report	503	603
Bay of Quinte Work Planning	-	908
Bay of Quinte Fish and Wildlife	60,219	25,697
Bay of Quinte Biocontaminants	42,672	-
Source Protection Early Action	296,129	267,738
Streamgauge Network Rehabilitation	626	626
Groundwater Technical Studies	-	88,198
Surface Water Technical Studies	-	5,614
Source Water Protection	<u>1,209,109</u>	<u>2,445,047</u>
	<u>\$ 1,707,304</u>	<u>\$2,958,182</u>

At December 31, 2010, the Authority had the following amounts receivable related to these programs.

	<u>2010</u>	<u>2009</u>
Bay of Quinte - Biocontaminants	\$ -	\$ 5,073

**5. DEFERRED CONTRIBUTIONS**

	<u>Goodrich Loomis</u>
Balance December 31, 2009	\$ 21,825
Interest earned on amount	67
Expended in year	<u>-</u>
Balance, December 31, 2010	<u>\$ 21,892</u>

The Authority received contributions in a prior year from Shell Canada that are restricted in their expenditure.

**6. RESERVES**

Appropriations to or from the reserve for equipment, the reserve for administration facility, reserve for workshop facility, reserve for conservation lands and reserve for special projects are specific decisions of the Authority.

**THE LOWER TRENT REGION CONSERVATION AUTHORITY**

**NOTES TO FINANCIAL STATEMENTS**

**YEAR ENDED DECEMBER 31, 2010**

**7. REVENUES AND EXPENDITURES - ADMINISTERED PROGRAMS**

Revenues and expenditures of the programs are summarized as follows:

	Revenues Unearned 31/12/09	Funds Received in year	Revenues Unearned 31/12/10	Revenues	Expenditures
Bay of Quinte RAP Implementation Manager	\$ 83,006	\$ 240,030	\$ 69,896	\$ 253,140	\$ 253,140
Bay of Quinte Natural Heritage Strategy	40,745	46,744	28,150	59,339	59,339
Bay of Quinte Biocontaminants	(5,073)	70,000	42,672	22,255	22,255
Bay of Quinte Work Plan	908	-	-	908	908
Bay of Quinte Contaminant Study	-	12,500	-	12,500	12,500
Bay of Quinte Mohawk Report	603	-	503	100	100
Bay of Quinte Fish and Wildlife	25,697	100,145	60,219	65,623	65,623
Source Protection - Early Action	267,738	258,839	296,129	230,448	230,448
Groundwater Technical Studies	88,198	-	-	88,198	88,198
Surface Water Technical Studies	5,614	-	-	5,614	5,614
Source Water Protection	2,445,047	569,042	1,209,109	1,804,980	1,798,922
Streamgauge Network Rehabilitation	626	-	626	-	-
	<u>\$ 2,953,109</u>	<u>\$ 1,297,300</u>	<u>\$ 1,707,304</u>	<u>\$ 2,543,105</u>	<u>\$ 2,537,047</u>

**8. BUDGET AMOUNTS**

The budget amounts have been presented for information purposes only and have not been audited. Certain expenditures in the budget amounts may include capital items and thus the budget amounts are not fully comparable to actual amounts.

**THE LOWER TRENT REGION CONSERVATION AUTHORITY**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED DECEMBER 31, 2010**

**9. FINANCIAL INSTRUMENTS**

The Authority's financial instruments consist of cash, short term investments, accounts receivable and accounts payable and accrued liabilities. Unless otherwise noted, it is management's opinion that the Authority is not exposed to significant interest, currency or credit risks arising from these financial instruments.

The fair value of the financial instruments, excluding short-term investments approximate their carrying values because of their expected short-term maturities and treatment on normal trade terms. The fair value of short-term investments approximate their carrying value as the investment is in a T-bill fund for which the quoted price does not vary.

**10. PENSION AGREEMENTS**

The Authority belongs to the Ontario Municipal Employees Retirement Funds (OMERS). OMERS is a defined benefit pension plan which specifies the amount of the retirement benefit to be received by the employees based on the length of service and rates of pay. Contributions are split equally between the employees and the Authority. The Authority's share of contributions included in expenditures in the statement of operations and surplus in these financial statements is \$74,890 (2009 - \$73,674).