

Village of Lions Bay
Financial Statements
For the year ended December 31, 2007

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Financial Statements
For the year ended December 31, 2007

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Auditors' Report

To the Mayor and Councilors of the Village of Lions Bay

We have audited the Statement of Financial Position of the Village of Lions Bay as at December 31, 2007 and the Statements of Financial Activities, Current Fund Operations, Reserve Fund Operations, Capital Fund Operations and Cash Flows for the year then ended. These financial statements are the responsibility of the Village'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 Village as at December 31, 2007 and the results of its financial activities and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

Chartered Accountants

Vancouver, British Columbia
April 18, 2008

**Village of Lions Bay
Statement of Financial Position**

December 31 **2007** **2006**

Assets

Financial Assets

Cash and equivalents	\$ 31,854	\$ 429,324
Short-term investments	1,293,180	1,072,195
Accounts receivable	204,539	204,163
	1,529,573	1,705,682

Non-financial Assets

Property and equipment (Note 1)		
General	2,872,934	2,686,867
Water	3,895,021	3,350,715
Sewer	244,000	244,000
	7,011,955	6,281,582
	\$ 8,541,528	\$ 7,987,264


Liabilities and Financial Position

Liabilities

Accounts payable	\$ 268,912	\$ 174,110
Long term debt (Note 7)	105,006	109,560
	373,918	283,670

Financial Position

Financial Equity		
Current Fund	712,323	899,453
Reserve Fund	548,338	632,119
	1,260,661	1,531,572
Investment in Property and equipment (Note 6)	6,906,949	6,172,022
	8,167,610	7,703,594
	\$ 8,541,528	\$ 7,987,264

 _____ Treasurer

 _____ Mayor

**Village of Lions Bay
Statement of Financial Activities**

<u>For the year ended December 31</u>	<u>2007</u>	<u>2007</u>	<u>2006</u>
		Budget (Unaudited)	
Revenue			
Taxation (Note 3)	\$ 1,067,218	\$ 1,057,400	\$ 1,025,485
Utility connection fees and user rates	222,813	223,275	152,937
Government grants	205,955	1,406,000	263,080
Sale of services	159,724	143,000	156,420
Other revenues	139,892	103,000	491,690
	<u>1,795,602</u>	<u>2,932,675</u>	<u>2,089,612</u>
Expenses			
General departmental expenditures (Schedule 1)	1,089,212	999,000	869,778
Water system operations	200,117	195,000	234,960
Sewer system operations	33,860	33,000	28,104
Interest and bank charges	8,397	5,446	8,671
Memorial Fund Scholarship	-	-	185
Expenditures for property and equipment	730,373	2,861,000	470,876
	<u>2,061,959</u>	<u>4,093,446</u>	<u>1,612,574</u>
Net revenue for the year before debt proceeds and repayment	(266,357)	(1,160,771)	477,038
Debt proceeds	-	600,000	-
Repayment of debt	<u>(4,554)</u>	<u>(4,554)</u>	<u>(4,440)</u>
Net revenue for the year	(270,911)	(565,325)	472,598
Financial Equity, beginning of year	<u>1,531,572</u>	<u>1,531,572</u>	<u>1,058,974</u>
Financial Equity, end of year	\$ 1,260,661	\$ 966,247	\$ 1,531,572

The accompanying summary of significant accounting policies and notes are an integral part of these financial statements.

Village of Lions Bay
Statement of Current Fund Operations

For the year ended December 31	2007	2007	2006
		Budget (Unaudited)	
Revenue			
Taxation (Note 3)	\$ 1,067,218	\$ 1,057,400	\$ 1,025,485
Utility connection fees and user rates	222,813	223,275	152,937
Government grants	205,955	206,000	193,678
Sale of services	159,724	143,000	156,420
Other revenues	118,673	103,000	99,482
	<u>1,774,383</u>	<u>1,732,675</u>	<u>1,628,002</u>
Expenses			
General departmental expenditures (Schedule 1)	1,089,212	999,000	869,778
Water system operations	200,117	195,000	234,960
Sewer system operations	33,860	33,000	28,104
Interest and bank charges	8,397	5,446	8,671
Capital Debt Repayments	4,554	4,554	4,440
	<u>1,336,140</u>	<u>1,237,000</u>	<u>1,145,953</u>
Net revenue before transfers	438,243	495,675	482,049
Transfer to capital fund	(625,373)	(495,675)	(401,474)
Change in Current Fund balance	(187,130)	-	80,575
Current Fund Balance, beginning of year	899,453	899,453	818,878
Current Fund Balance, end of year	\$ 712,323	\$ 899,453	\$ 899,453
Represented by			
General	\$ 535,156	\$ 484,516	\$ 484,516
Water	99,869	339,554	339,554
Sewer	77,298	75,383	75,383
	<u>\$ 712,323</u>	<u>\$ 899,453</u>	<u>\$ 899,453</u>

The accompanying summary of significant accounting policies and notes are an integral part of these financial statements.

Village of Lions Bay
Statement of Reserve Fund Operations

<u>For the year ended December 31</u>	<u>2007</u>	<u>2007</u>	<u>2006</u>
		Budget (Unaudited)	
Revenue			
Interest Income	\$ 21,219	\$ 15,000	\$ 15,208
Sale of Land	-	-	377,000
	<u>21,219</u>	<u>15,000</u>	<u>392,208</u>
Expenditure - Scholarship	<u>-</u>	<u>-</u>	<u>185</u>
Net revenue before transfers	<u>21,219</u>	<u>15,000</u>	<u>392,023</u>
Transfer from (to) Capital Fund	<u>(105,000)</u>	<u>(565,325)</u>	<u>-</u>
Change in Reserve Fund Balance	<u>(83,781)</u>	<u>(550,325)</u>	<u>392,023</u>
Reserve Fund Balance, beginning of year	<u>632,119</u>	<u>632,119</u>	<u>240,096</u>
Reserve Fund Balance, end of year	<u>\$ 548,338</u>	<u>\$ 81,794</u>	<u>\$ 632,119</u>

Village of Lions Bay
Statement of Capital Fund Operations

<u>For the year ended December 31</u>	<u>2007</u>	<u>2007</u>	<u>2006</u>
		Budget (Unaudited)	
Sources of Capital Financing			
Net Interfund Transfers			
From Reserve Fund and Current Fund	\$ 730,373	\$ 1,061,000	\$ 401,474
Debt proceeds	-	600,000	-
Grants	-	1,200,000	-
Disposal Proceeds	-	-	69,402
	<u>730,373</u>	<u>2,861,000</u>	<u>470,876</u>
Expenditure for Property and Equipment			
Facilities	1,447	48,000	21,592
Vehicles and fleet	2,924	414,000	109,649
Equipment	181,696	133,000	83,237
Roads	-	40,000	53,490
Water Services	544,306	2,218,000	202,908
Sewer Treatment	-	8,000	-
	<u>730,373</u>	<u>2,861,000</u>	<u>470,876</u>
Change in Capital Fund Balance	-	-	-
Capital Fund Balance, beginning of year	-	-	-
Capital Fund Balance, end of year	\$ -	\$ -	\$ -

Village of Lions Bay
Statement of Cash Flows

<u>For the year ended December 31</u>	<u>2007</u>	<u>2006</u>
Cash provided by (used in)		
Operating activities		
Net revenue for the year	\$ (270,911)	\$ 472,598
Changes in non-cash operating balances		
Accounts receivable	(376)	(65,670)
Accounts payable	94,802	(101,706)
	<u>(176,485)</u>	<u>305,222</u>
Investing activity		
Redemption (purchase) of short term investments	<u>(220,985)</u>	<u>(1,010,178)</u>
Decrease in cash and equivalents during the year	(397,470)	(704,956)
Cash and equivalents, beginning of year	<u>429,324</u>	<u>1,134,280</u>
Cash and equivalents, end of year	<u>\$ 31,854</u>	<u>\$ 429,324</u>

The accompanying summary of significant accounting policies and notes are an integral part of these financial statements.

Village of Lions Bay
Summary of Significant Accounting Policies

December 31, 2007

The Village is a municipality in the province of British Columbia. The Village prepares its financial statements in accordance with generally accepted accounting principles for local government using guidelines developed by the Public Sector Accounting Board ("PSAB") of the Canadian Institute of Chartered Accountants.

Basis of Presentation	These financial statements include the accounts of all the funds of the Village. Inter-fund transactions and balances have been eliminated.
Cash and Equivalents	Cash and equivalents include bank balances and bank term deposits or guaranteed income certificates generally with duration of less than six months. All amounts are held at Canadian chartered banks and are denominated in Canadian dollars.
Short-term Investments	Short-term investments are recorded at cost and include bank term deposits or guaranteed income certificates of duration between 3 months to a year. Amounts are denominated in Canadian dollars and bear interest at rates ranging from 3.5% to 4.5% per annum.
Budget Amounts	Budget amounts reflect the Statutory Annual Budget as adopted by Council on April 16, 2007.
Supplies	Supplies are charged to operations when purchased.
Property and Equipment	<p>Property and equipment include donations in kind by developers and residents which have been recorded at estimated replacement cost at the time of acquisition. Included in the water system are assets acquired in 1971 from the Improvement District at a nominal value of \$1. Other Property and equipment are recorded at cost.</p> <p>In accordance with an accounting policy issued by the Ministry of Community Services, property and equipment are not amortized.</p>
Use of Estimates	The preparation of financial statements in accordance with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from management's best estimates as additional information becomes available in the future.
Financial Instruments	The Village's financial instruments consist of cash and equivalents, short-term investments, accounts receivable, accounts payable and long-term debt. Unless otherwise noted, it is management's opinion that the Village is not exposed to significant interest, currency or credit risk arising from these financial instruments.

Village of Lions Bay
Notes to Financial Statements

December 31, 2007

1. Property and Equipment

	2007	2006
General		
Land	\$ 596,194	\$ 596,194
Equipment - automotive	388,289	385,366
Equipment - other	723,019	539,876
Buildings	684,237	684,237
Engineering structures	481,195	481,194
	\$ 2,872,934	\$ 2,686,867
Water		
Supply and distribution system	\$ 3,895,021	\$ 3,350,715
Sewer		
Collection system and treatment plant	\$ 244,000	\$ 244,000

For the year ended December 31, 2009, the Village will be required to comply with Section 3150, Tangible Capital Assets of the Public Sector Accounting Board Handbook. Section 3150 requires the capitalization and amortization of tangible capital assets in the financial statements. As a transitional provision, Public Sector Guideline-7, Tangible Capital Assets of Local Governments, requires disclosure of information for each major class of tangible capital asset for which all the relevant information can be provided for the complete stock of tangible capital assets of that category.

The Village has begun compiling information and develop policies on its tangible capital assets but at December 31, 2007 complete information for any of the major categories is not available.

2. Reserve Funds

- (a) Certain funds administered by the Village are not available for general use for financing operating activities.

	2007	2006
Memorial Fund		
The Curly Stewart Memorial Fund was established in memory of A.M. Stewart, the first mayor of Lions Bay, to recognize outstanding achievement by a grade 12 student who is a resident of Lions Bay.	\$ 7,338	\$ 7,119
Reserve Funds Established by authority of Section 496 of the Local Government Act:		
Capital Expenditures Reserve Fund (Bylaw 81) capital projects including extension or renewal of existing capital works and for the purchase of machinery and equipment.	541,000	625,000
	\$ 548,338	\$ 632,119

Village of Lions Bay
Notes to Financial Statements

December 31, 2007

2. Restricted Funds - Continued

(b) Developers' Deposits

Bylaw 330 requires an applicant for certain building permits to pay a damage deposit of \$1,500 when the work is under \$50,000 and \$3,000 when the work is over \$50,000. The deposit less any costs incurred by the Village in restoring or replacing any damaged works or property will be returned to the applicant. The total cash on deposit of \$96,500 (2006 - \$76,500) has not been reported elsewhere in these financial statements because the deposits will be returned to the applicants. Any portion of these deposits used for replacing damaged works or property will be taken into income by the Village at such time.

3. Taxation

	2007	2007 Budget (Unaudited)	2006
General purposes	\$ 890,197	\$ 881,049	\$ 844,041
Collections for other governments			
School and RCMP - Province	821,667	821,664	747,898
Greater Vancouver Transportation Authority	188,239	191,463	198,012
Municipal Finance Authority	151	150	124
British Columbia Assessment Authority	34,445	34,445	34,367
	1,934,699	1,928,771	1,824,442
Transfers			
Regional District	38,049	38,049	36,221
Province of British Columbia	821,667	821,664	747,948
Greater Vancouver Transportation Authority	188,239	191,463	198,012
Municipal Finance Authority	151	150	124
British Columbia Assessment Authority	34,445	34,445	34,367
	1,082,551	1,085,771	1,016,672
Available for general purposes	852,148	843,000	807,770
Water utility parcel taxes	203,670	203,000	206,315
Sewer utility parcel taxes	11,400	11,400	11,400
	\$ 1,067,218	\$ 1,057,400	\$ 1,025,485

Village of Lions Bay
Notes to Financial Statements

December 31, 2007

4. Contingent Liabilities and Commitments

- (a) The Village is responsible as a member of the Greater Vancouver Regional District for its portion of any operating deficits or capital debt related to functions in which it participates.
- (b) The Village partially insures itself through the Municipal Insurance Association of British Columbia. Should the Association pay out claims in excess of premiums received, it is possible that the Village along with the other participants, would be required to contribute towards the deficit.
- (c) From time to time the Village is named in lawsuits. At any given point in time, there may be a few lawsuits pending in which the Village is involved. It is considered that the potential claims against the Village resulting from litigation and not covered by insurance would not materially affect these financial statements.
- (d) In February 2008, the Village entered into a contract for the acquisition of a new fire truck for 339,600 plus taxes.
- (e) In March, 2008, the Village entered into a contract as part of the upgrade to the Village's water treatment facilities in the amount of \$98,260 plus taxes.

5. Pension Plan

The Village and its employees contribute to the Municipal Pension Plan (the Plan), a jointly trustee pension plan. The Board of Trustees, representing Plan members and employers, is responsible for overseeing the management of the Plan, including investment of the assets and administration of benefits. The Plan is a multi-employer contributory pension plan. Basic pension benefits provided are defined. The Plan has about 144,000 active members and approximately 51,000 retired members. Active members include approximately 35,000 contributors from local governments.

Every three years an actuarial valuation is performed to assess the financial position of the Plan and the adequacy of Plan funding. The most recent valuation as at December 31, 2006 indicated a surplus of \$438 million for basic pension benefits. The next valuation will be as at December 31, 2009 with results available in 2010. The actuary does not attribute portions of the surplus to individual employers. The Village paid \$29,240 for employer contributions to the Plan in fiscal 2007 (2006 - \$19,422) and employees contributed \$25,498 (2006 - \$18,680)

Village of Lions Bay
Notes to Financial Statements

December 31, 2007

6. Investment in Property and Equipment

The following summarizes the changes in the Investment in Property and Equipment:

	2007	2006
Balance, beginning of year	\$ 6,172,022	\$ 5,836,709
Contributions for acquisition of Property and equipment:		
From current fund	625,373	401,474
From reserve fund	105,000	-
Contributions for repayment of debt:		
From Current Fund	4,554	4,440
Disposals of property and equipment		
Cost	-	(140,000)
Proceeds	-	69,399
	\$ 6,906,949	\$ 6,172,022

7. Long-Term Debt

Loan Authorization Bylaw No. 353 was adopted on January 20th, 2005 and gave approval for the Village to borrow up to \$250,000 to assist in providing water services to the specified area of Brunswick Beach whose owners had opted to finance their share of costs over twenty years through a local parcel tax. The interest rate is 5.1% and the debt matures in 2025.

Payments in each of the next five years are as follows:

2008	\$	4,670
2009		4,789
2010		4,911
2011		5,036
2012		5,165
2013 and onwards		80,435
	\$	105,006

Village of Lions Bay
Schedule 1 - General Departmental Expenditures

<u>For the year ended December 31</u>	<u>2007</u>	<u>2007</u>	<u>2006</u>
		Budget (Unaudited)	
General Government			
Administrative and financial management	\$ 276,526	\$ 276,500	\$ 258,827
Professional fees	26,676	23,500	18,306
Insurance	24,282	25,000	23,530
Workers' Compensation	9,063	8,000	7,849
	<u>336,547</u>	<u>333,000</u>	<u>308,512</u>
Protective Services			
Fire protection	96,852	126,500	125,817
Building inspection	10,279	12,000	11,675
Bylaw enforcement and dog control	2,719	10,000	3,537
Emergency social services	16,004	30,000	-
	<u>125,854</u>	<u>178,500</u>	<u>141,029</u>
Transportation			
Supplies and equipment operation	42,266	35,000	41,682
Works yard and shop	214,558	166,000	134,787
Road maintenance	49,722	33,000	24,508
	<u>306,546</u>	<u>234,000</u>	<u>200,977</u>
Environmental Health Services			
Garbage, waste and recycling	117,977	110,000	102,313
Recreation and Cultural Services			
General	147,053	86,500	76,956
Programs	20,984	26,000	24,512
Community complex	20,826	15,000	11,600
Library	1,113	1,000	776
Landscaping	3,456	5,000	343
Cultural Events	8,856	10,000	-
Seagull newsletter	-	-	2,760
	<u>202,288</u>	<u>143,500</u>	<u>116,947</u>
Total general departmental expenditures	\$ 1,089,212	\$ 999,000	\$ 869,778

Village of Lions Bay
General Fund
Supplementary Financial Information Exhibit A - Financial Position

December 31	2007	2006
Assets		
Current		
Cash and temporary investments	\$ 776,695	\$ 869,400
Accounts receivable		
Federal government	67,375	54,245
Taxes receivable	79,214	97,925
Trade receivable	57,951	51,993
	981,235	1,073,563
Capital fund		
Property and equipment (Note 1)	2,872,934	2,686,867
	\$ 3,854,169	\$ 3,760,430
Liabilities		
Operating fund		
Accounts payable	\$ 267,650	\$ 156,701
Due to other funds	178,429	432,346
Provision for future expenditures	215,013	215,013
Surplus	320,143	269,503
	981,235	1,073,563
Capital fund		
Equity in Property and Equipment	2,872,934	2,686,867
	\$ 3,854,169	\$ 3,760,430

Village of Lions Bay
General Fund
Supplementary Financial Information Exhibit B - Surplus
and Equity in Property and Equipment

For the year ended December 31	2007	2006
Operating fund surplus		
Balance, beginning of year	\$ 269,503	\$ 129,286
Surplus for the year	50,640	140,217
Balance, end of year	\$ 320,143	\$ 269,503
 Equity in Property and Equipment		
Balance, beginning of year	\$ 2,686,867	\$ 2,558,902
Property and equipment Disposals:		
Cost	-	(140,000)
Proceeds	-	69,399
Contribution from operating fund for:		
Property and equipment	186,067	198,566
Balance, end of year	\$ 2,872,934	\$ 2,686,867

Village of Lions Bay
General Fund

Supplementary Financial Information Exhibit C - Financial Activities

<u>For the year ended December 31</u>	<u>2007</u>	<u>2006</u>
Revenue		
Taxation (Note 3)	\$ 852,148	\$ 807,770
Sale of services		
Garbage collection and recycling	116,023	107,305
Sundry charges	15,451	21,531
Recreation	28,250	27,584
Licences and permits	26,770	14,649
Rents	5,877	4,824
Penalties and interest on taxes	21,117	17,411
Fire Department Call Outs	14,791	19,556
Grants		
Province of British Columbia - Revenue Sharing	205,455	159,852
Federal	500	2,060
Other	7,228	3,124
Interest	32,127	19,876
Miscellaneous	3,163	6,042
	<u>1,328,900</u>	<u>1,211,584</u>
Expenditures		
General departmental expenditures (Schedule 1)		
General government	336,547	308,512
Protective services	125,854	141,029
Transportation	306,546	200,977
Environmental health services	117,977	102,313
Recreation and cultural services	202,288	116,947
Debt charges		
Sundry interest and bank charges	2,981	3,023
Expenditures for property and equipment	186,067	198,566
	<u>1,278,260</u>	<u>1,071,367</u>
Surplus for the year	\$ 50,640	\$ 140,217

Village of Lions Bay
Water Fund
Supplementary Financial Information Exhibit D - Financial Position

December 31	2007	2006
Assets		
Operating fund		
Due from other funds	\$ 101,131	\$ 356,963
MFA debt reserve deposit	1,287	1,234
	<u>102,418</u>	<u>358,197</u>
Capital fund		
Property and equipment (Note 1)	<u>3,895,021</u>	<u>3,350,715</u>
	<u>\$ 3,997,439</u>	<u>\$ 3,708,912</u>
Liabilities		
Operating fund		
Accounts payable	\$ 1,262	\$ 17,409
MFA debt reserve	1,287	1,234
Provision for future expenditure	-	240,456
Surplus	<u>99,869</u>	<u>99,098</u>
	<u>102,418</u>	<u>358,197</u>
Capital fund		
Equity in property and equipment	<u>3,790,015</u>	<u>3,241,155</u>
Long term debt	<u>105,006</u>	<u>109,560</u>
	<u>\$ 3,997,439</u>	<u>\$ 3,708,912</u>

Village of Lions Bay
Water Fund
Supplementary Financial Information Exhibit E -
Surplus and Equity in Property and Equipment

For the year ended December 31	2007	2006
Operating fund surplus		
Balance, beginning of year	\$ 99,098	\$ 81,761
Surplus for the year	771	17,337
Balance, end of year	\$ 99,869	\$ 99,098
 Equity in Property and Equipment		
Balance, beginning of year	\$ 3,241,155	\$ 3,033,807
Contributions for acquisition of property and equipment from:		
Water operating fund	544,306	202,908
Reduction in long-term debt	4,554	4,440
Balance, end of year	\$ 3,790,015	\$ 3,241,155

Village of Lions Bay
Water Fund

Supplementary Financial Information Exhibit F - Financial Activities

<u>For the year ended December 31</u>	<u>2007</u>	<u>2006</u>
Revenue		
User rates	\$ 200,538	\$ 134,712
Parcel taxes (Note 3)	203,670	206,315
Interest	5,500	11,500
Transfer from provision for future expenditure	240,456	81,000
Transfer from reserve fund	105,000	-
Planning grants	-	31,766
	<hr/>	<hr/>
	755,164	465,293
Expenditures		
Operation and maintenance	200,117	234,960
Expenditures for property and equipment	544,306	202,908
Debt Charges		
Principal	4,554	4,440
Interest and issue costs	5,416	5,648
	<hr/>	<hr/>
	754,393	447,956
Surplus for the year	<hr/> \$ 771	<hr/> \$ 17,337

Village of Lions Bay
Sewer Fund
Supplementary Financial Information Exhibit G - Financial Position

<u>December 31</u>	<u>2007</u>	<u>2006</u>
Assets		
Operating fund		
Due from other funds	\$ 77,298	\$ 75,383
Capital fund		
Property and equipment (Note 1)	<u>244,000</u>	<u>244,000</u>
	\$ 321,298	\$ 319,383
Liabilities		
Operating fund		
Surplus	\$ 77,298	\$ 75,383
Capital fund		
Equity in Property and Equipment	<u>244,000</u>	<u>244,000</u>
	\$ 321,298	\$ 319,383

Village of Lions Bay
Sewer Fund
Supplementary Financial Information Exhibit H - Surplus
and Equity in Property and Equipment

<u>For the year ended December 31</u>	<u>2007</u>	<u>2006</u>
Operating fund surplus		
Balance, beginning of year	\$ 75,383	\$ 71,362
Surplus for the year	<u>1,915</u>	<u>4,021</u>
Balance, end of year	\$ 77,298	\$ 75,383
 Equity in Property and Equipment		
Balance, beginning and end of year	\$ 244,000	\$ 244,000

Village of Lions Bay
Sewer Fund

Supplementary Financial Information Exhibit I - Financial Activities

<u>For the year ended December 31</u>	<u>2007</u>	<u>2006</u>
Revenue		
User rates	\$ 22,275	\$ 18,225
Parcel taxes (Note 3)	11,400	11,400
Interest	2,100	2,500
	<hr/>	<hr/>
	35,775	32,125
	<hr/>	<hr/>
Expenditures		
Operation and maintenance	33,860	28,104
	<hr/>	<hr/>
Surplus for the year	<hr/> \$ 1,915	<hr/> \$ 4,021

Village of Lions Bay
Memorial and Reserve Fund
Supplementary Financial Information Exhibit J - Financial Position

December 31	2007	2006
Assets		
Memorial Fund		
Cash and temporary investments	\$ 7,338	\$ 7,119
Reserve Fund		
Cash and temporary investments	541,000	625,000
	\$ 548,338	\$ 632,119
 Liabilities and Fund Balances		
Memorial Fund		
Curly Stewart Memorial Fund (Note 2)	\$ 7,338	\$ 7,119
Reserve Fund		
Reserve for capital expenditures (Note 2)	541,000	625,000
	\$ 548,338	\$ 632,119

Village of Lions Bay
Memorial and Reserve Fund
Supplementary Financial Information Exhibit K - Financial Activities

For the year ended December 31 **2007** **2006**

Memorial Fund

Balance, beginning of year	\$ 7,119	\$ 7,096
Interest	219	208
Scholarship paid	-	(185)
Income for the year	219	23
Balance, end of year	\$ 7,338	\$ 7,119

Reserve Funds

	<u>2007</u>	<u>2006</u>
Reserve for Capital Expenditure:		
Balance, beginning of year	\$ 625,000	\$ 233,000
Interest	21,000	15,000
Transfer to water fund	(105,000)	-
Sale of Land	-	377,000
Balance, end of year	\$ 541,000	\$ 625,000