

**Village of Lions Bay
Financial Statements
For the year ended December 31, 2008**

**Village of Lions Bay
Financial Statements
For the year ended December 31, 2008**

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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, 2008 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, 2008 and the results of its financial activities and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit was made for the purpose of forming an opinion on the financial statements taken as a whole. The supplementary information included in Exhibits A through K and Schedules 1 through 2 is presented for purposes of additional analysis. Such supplementary information has been subjected to the auditing procedures applied in the audit of the financial statements and, in our opinion is fairly stated, in all material respects, in relation to the financial statements taken as a whole.

Chartered Accountants

Vancouver, British Columbia
May 8, 2009

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

December 31 **2008** **2007**

Assets

Financial Assets

Cash and equivalents	\$ 2,529,397	\$ 31,854
Short-term investments	-	1,293,180
Accounts receivable	166,685	204,539
Other assets	2,500	-
	2,698,582	1,529,573

Non-financial Assets

Property and equipment (Note 1)		
General	3,441,774	2,872,934
Water	4,347,506	3,895,021
Sewer	244,000	244,000
	8,033,280	7,011,955
	\$ 10,731,862	\$ 8,541,528

Liabilities and Financial Position

Liabilities

Accounts payable	\$ 155,427	\$ 268,912
Long term debt (Note 7)	1,750,336	105,006
	1,905,763	373,918

Financial Position

Financial Equity		
Current Fund	980,980	712,323
Reserve Fund	554,748	548,338
Capital Fund	1,007,427	-
	2,543,155	1,260,661
Investment in Property and equipment (Note 6)	6,282,944	6,906,949
	8,826,099	8,167,610
	\$ 10,731,862	\$ 8,541,528

_____ Treasurer

_____ Mayor

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

For the year ended December 31	2008	2008	2007
		Budget (Unaudited)	
Revenue			
Taxation (Note 3)	\$ 1,130,942	\$ -	\$ 1,067,218
Utility connection fees and user rates	304,501	-	222,813
Government grants	312,169	-	205,955
Sale of services	183,364	-	159,724
Other revenues	136,784	-	139,892
Proceeds on disposal of property and equipment	2,525	-	-
	2,070,285	3,141,000	1,795,602
Expenses			
General departmental expenditures (Schedule 2)	1,101,862	1,165,200	1,089,212
Water system operations	240,181	220,000	200,117
Sewer system operations	30,973	37,000	33,860
Interest and bank charges	36,253	-	8,397
Expenditures for property and equipment	1,023,852	4,260,000	730,373
	2,433,121	5,682,200	2,061,959
Net revenue for the year before debt proceeds and repayment	(362,836)	(2,541,200)	(266,357)
Debt proceeds	1,650,000	1,800,000	-
Repayment of debt	(4,670)	(70,000)	(4,554)
Net revenue for the year	1,282,494	(811,200)	(270,911)
Financial Equity, beginning of year	1,260,661	1,260,661	1,531,572
Financial Equity, end of year	\$ 2,543,155	\$ 449,461	\$ 1,260,661

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	2008	2008	2007
		Budget (Unaudited)	
Revenue			
Taxation (Note 3)	\$ 1,130,942	\$ -	\$ 1,067,218
Utility connection fees and user rates	304,501	-	222,813
Government grants	252,255	-	205,955
Sale of services	183,364	-	159,724
Other revenues	130,374	-	118,673
Proceeds on disposal of property and equipment	2,525	-	-
	2,003,961	5,773,000	1,774,383
Expenses			
General departmental expenditures (Schedule 1)	1,101,862	1,165,200	1,089,212
Water system operations	240,181	220,000	200,117
Sewer system operations	30,973	37,000	33,860
Interest and bank charges	36,253	-	8,397
Capital debt repayments	4,670	70,000	4,554
	1,413,939	1,492,200	1,336,140
Net revenue before transfers	590,022	4,280,800	438,243
Transfer to capital fund	(321,365)	(4,260,000)	(625,373)
Transfer from (to) reserve fund	-	(20,800)	-
Change in Current Fund balance	268,657	-	(187,130)
Current Fund Balance, beginning of year	712,323	712,323	899,453
Current Fund Balance, end of year	\$ 980,980	\$ 712,323	\$ 712,323
Represented by			
General	\$ 575,684	\$ -	\$ 535,156
Water	314,851	-	99,869
Sewer	90,445	-	77,298
	\$ 980,980	\$ -	\$ 712,323

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

For the year ended December 31	2008	2008	2007
		Budget (Unaudited)	
Revenue			
Interest Income	\$ 6,410	\$ -	\$ 21,219
	6,410	-	21,219
Expenditure - Scholarship	-	-	-
Net revenue before transfers	6,410	-	21,219
Transfer from (to) Capital Fund	-	-	(105,000)
Change in Reserve Fund Balance	6,410	-	(83,781)
Reserve Fund Balance, beginning of year	548,338	548,338	632,119
Reserve Fund Balance, end of year	\$ 554,748	\$ 548,338	\$ 548,338

Village of Lions Bay
Statement of Capital Fund Operations

For the year ended December 31	2008	2008	2007
		Budget (Unaudited)	
Sources of Capital Financing			
Net Interfund Transfers			
From Reserve Fund and Current Fund	\$ 321,365	\$ 1,225,000	\$ 730,373
Debt proceeds	1,650,000	1,800,000	-
Grants	57,987	1,235,000	-
Interest	1,927	-	-
	2,031,279	4,260,000	730,373
Expenditure for Property and Equipment			
Facilities	-	280,000	1,447
Vehicles and fleet	281,046	575,900	2,924
Equipment	271,090	29,100	181,696
Roads	19,231	500,000	-
Water Services	452,485	2,870,000	544,306
Sewer Treatment	-	5,000	-
	1,023,852	4,260,000	730,373
Change in Capital Fund Balance	1,007,427	-	-
Capital Fund Balance , beginning of year	-	-	-
Capital Fund Balance , end of year	\$ 1,007,427	\$ -	\$ -

**Village of Lions Bay
Statement of Cash Flows**

For the year ended December 31	2008	2007
Cash provided by (used in)		
Operating activities		
Net revenue for the year	\$ 1,282,494	\$ (270,911)
Changes in non-cash operating balances		
Accounts receivable	37,854	(376)
Other assets	(2,500)	-
Accounts payable	(113,485)	94,802
	1,204,363	(176,485)
Investing activity		
Redemption (purchase) of short term investments	1,293,180	(220,985)
Increase (decrease) in cash and equivalents during the year	2,497,543	(397,470)
Cash and equivalents, beginning of year	31,854	429,324
Cash and equivalents, end of year	\$ 2,529,397	\$ 31,854

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, 2008

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. Interest paid in the prior year was 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 March 17, 2008.

Supplies

Supplies are charged to operations when purchased.

Property and Equipment

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.

In accordance with an accounting policy issued by the Ministry of Community Development, property and equipment are not amortized.

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, 2008

1. Property and Equipment

	2008	2007
General		
Land	\$ 596,194	\$ 596,194
Equipment - automotive	666,809	388,289
Equipment - other	994,109	723,019
Buildings	684,237	684,237
Engineering structures	500,425	481,195
	\$ 3,441,774	\$ 2,872,934
Water		
Supply and distribution system	\$ 4,347,506	\$ 3,895,021
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, 2008 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.

	2008	2007
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.	\$ 7,568	\$ 7,338

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.	547,180	541,000
	\$ 554,748	\$ 548,338

Village of Lions Bay
Notes to Financial Statements

December 31, 2008

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 \$126,000 (2007 - \$96,500) 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

	2008	2008 Budget (Unaudited)	2007
General purposes	\$ 915,962	\$ -	\$ 890,197
Collections for other governments			
School and RCMP - Province	906,584	-	821,667
Greater Vancouver Transportation Authority	201,527	-	188,239
Municipal Finance Authority	118	-	151
British Columbia Assessment Authority	36,521	-	34,445
	2,060,712	-	1,934,699
Transfers			
Regional District	38,993	-	38,049
Province of British Columbia	867,682	-	821,667
Greater Vancouver Transportation Authority	201,527	-	188,239
Municipal Finance Authority	117	-	151
British Columbia Assessment Authority	36,521	-	34,445
	1,144,840	-	1,082,551
Available for general purposes	915,872	907,000	852,148
Water utility parcel taxes	203,670	203,000	203,670
Sewer utility parcel taxes	11,400	11,400	11,400
	\$ 1,130,942	\$ 1,121,400	\$ 1,067,218

Village of Lions Bay
Notes to Financial Statements

December 31, 2008

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. At the end of 2008, there was a remaining commitment of \$165,018 plus taxes to be paid out relating to this acquisition.

5. Pension Plan

The Village and its employees contribute to the Municipal Pension Plan (the "Plan"), a jointly-trusted pension plan. The Plan's 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 the benefits. The pension plan is a multi-employer contributory pension plan. Basic pension benefits provided are defined. The plan has about 150,000 active members and approximately 54,000 retired members. Active members include approximately 32,000 contributors from local government.

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 indicates a surplus of \$438 million for basic pension benefits. The next valuation will be as at December 31, 2009 with results available 2010. The actuary does not attribute portions of the unfunded liability to individual employers. The Village paid \$30,572 for employer contributions to the plan in the year ended December 31, 2008 (2007 - \$29,240) while employee contributions totaled \$29,168 (2007 - \$25,498).

Due to severe market declines, the 2008 investment return on Plan assets to September 30, 2008 was -6.86%, which is below the actuarial target and slightly below the benchmark. The Plan could be at an underfunded position in comparison to the 2006 actuary reported surplus position. If there is an underfunded liability, the employer's contribution rate may increase. However, this increase may not be sufficient to keep the Plan fully funded.

The Plan's Board of Trustees has reviewed its asset allocation and will be making changes to its Statement of Investment Policies and Procedures at its March 2009 Board meeting.

**Village of Lions Bay
Notes to Financial Statements**

December 31, 2008

6. Investment in Property and Equipment

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

	2008	2007
Balance, beginning of year	\$ 6,906,949	\$ 6,172,022
Contributions for acquisition of Property and equipment:		
From current fund	321,365	625,373
From reserve fund	-	105,000
From government capital grants	57,987	-
Contributions for repayment of debt disposals:		
From Current Fund	4,670	4,554
Disposals of property and equipment		
Cost	(2,525)	-
Unspent debt proceeds	(1,005,502)	-
Balance, end of year	\$ 6,282,944	\$ 6,906,949

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. The balance outstanding under this bylaw at year-end was \$100,336 (2007 - \$105,006).

Loan Authorization Bylaw No. 401 and 374 were respectively adopted on June 2, 2008 and September 19, 2006 and gave approval for the Village to borrow up to \$800,000 and \$600,000 to assist in providing construction improvements to the water system servicing the Village of Lions Bay. The interest rate is 5.15% and the debt matures in 2028. The balance outstanding under this bylaws at year-end was \$1,400,000 (2007 - \$Nil).

Loan Authorization Bylaw No. 380 was adopted on September 19, 2006 and gave approval for the Village to borrow up to \$1,300,000 to assist in providing construction improvements to the Village of Lions Bay road system. During the year, Council reduced the approved borrowing for the bylaw to \$500,000 and \$250,000 was borrowed. The interest rate is 5.15% and the debt matures in 2028. The balance outstanding under this bylaw at year-end was \$250,000 (2007 - \$Nil) and the authorized but unissued debt was \$250,000 (\$1,300,000).

Village of Lions Bay
Notes to Financial Statements

December 31, 2008

7. Long-Term Debt (Continued)

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

2009	\$ 60,199
2010	60,321
2011	60,446
2012	60,574
2013	60,706
2014 and onwards	<u>1,448,090</u>
	<u>\$ 1,750,336</u>

Village of Lions Bay
Schedule 1 - Combined Statement of Operations by Segment

For the year ended December 31, 2008

	Government Services	Protective Services	Transportation	Environment Heath Services	Recreational and Cultural Services	Fiscal Services	Water Utility	Sewer Utility	Unallocated	2008 Actual	2008 Budget
Revenues											
General taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 203,670	\$ 11,400	\$ 915,872	\$ 1,130,942	\$ -
Utility charges	-	-	-	-	-	-	276,151	28,350	-	304,501	-
Government grants - Federal	-	-	-	-	-	-	-	-	500	500	-
Government grants - Provincial	-	-	-	-	-	-	57,987	-	251,755	309,742	-
Asset disposals	-	-	2,525	-	-	-	-	-	-	2,525	-
Sales of services	-	12,000	-	125,218	31,081	-	-	-	15,065	183,364	-
Other revenue	31,703	29,950	-	-	12,832	-	8,486	4,370	51,370	138,711	-
	31,703	41,950	2,525	125,218	43,913	-	546,294	44,120	1,234,562	2,070,285	3,141,000
Expenses											
Operating											
Goods and services	148,044	115,756	149,506	119,864	64,442	40,923	70,587	14,303	-	723,425	-
Labour	232,846	17,824	171,820	-	81,760	-	169,594	12,000	-	685,844	-
	380,890	133,580	321,326	119,864	146,202	40,923	240,181	26,303	-	1,409,269	-
Capital	-	254,005	317,362	-	-	-	452,485	-	-	1,023,852	-
	380,890	387,585	638,688	119,864	146,202	40,923	692,666	26,303	-	2,433,121	3,952,200
Excess (deficiency) in revenues over expenses	\$ (349,187)	\$ (345,635)	\$ (636,163)	\$ 5,354	\$ (102,289)	\$ (40,923)	\$ (146,372)	\$ 17,817	\$ 1,234,562	\$ (362,836)	\$ (811,200)

Village of Lions Bay
Schedule 2 - General Departmental Expenditures

For the year ended December 31	2008	2008	2007
		Budget (Unaudited)	
General Government			
Administrative and financial management	\$ 317,709	\$ -	\$ 276,526
Professional fees	32,199	-	26,676
Insurance	24,067	-	24,282
Workers' Compensation	6,915	-	9,063
	380,890	359,500	336,547
Protective Services			
Fire protection	98,793	-	96,852
Building inspection	12,495	-	10,279
Bylaw enforcement and dog control	7,808	-	2,719
Emergency social services	14,484	-	16,004
	133,580	182,700	125,854
Transportation			
Supplies and equipment operation	50,690	-	42,266
Works yard and shop	210,758	-	214,558
Road maintenance	59,878	-	49,722
	321,326	276,000	306,546
Environmental Health Services			
Garbage, waste and recycling	119,864	127,000	117,977
Recreation and Cultural Services			
General	82,568	-	145,745
Programs	26,990	-	20,984
Community complex	16,357	-	22,134
Library	1,436	-	1,113
Landscaping	15,581	-	3,456
Cultural Events	3,270	-	8,856
	146,202	220,000	202,288
Total general departmental expenditures	\$ 1,101,862	\$ 1,165,200	\$ 1,089,212

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

December 31	2008	2007
Assets		
Current		
Cash and temporary investments	\$ 1,974,649	\$ 776,695
Accounts receivable		
Federal government	75,736	67,375
Taxes receivable	85,586	79,214
Trade receivable	5,363	57,951
MFA Debt Reserve Deposits	2,500	-
	2,143,834	981,235
Capital fund		
Property and equipment (Note 1)	3,441,774	2,872,934
Due from Other funds	-	-
	\$ 5,585,608	\$ 3,854,169
<hr style="border: 1px solid black;"/>		
Liabilities		
Operating fund		
Accounts payable	\$ 152,925	\$ 267,650
MFA Debt Reserve	2,500	-
Due to other funds	1,412,725	178,429
Provision for future expenditures	226,170	215,013
Surplus	349,514	320,143
	2,143,834	981,235
Capital fund		
Long term debt	250,000	-
Equity in Property and Equipment	3,191,774	2,872,934
	3,441,774	2,872,934
	\$ 5,585,608	\$ 3,854,169

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

<u>For the year ended December 31</u>	<u>2008</u>	<u>2007</u>
Operating fund surplus		
Balance , beginning of year	\$ 320,143	\$ 269,503
Surplus for the year	<u>29,371</u>	<u>50,640</u>
Balance , end of year	<u>\$ 349,514</u>	<u>\$ 320,143</u>
Equity in Property and Equipment		
Balance , beginning of year	\$ 2,872,934	\$ 2,686,867
Property and equipment Disposals:		
Cost	-	-
Proceeds	-	-
Contribution from operating fund for:		
Property and equipment	<u>318,840</u>	<u>186,067</u>
Balance , end of year	<u>\$ 3,191,774</u>	<u>\$ 2,872,934</u>

Village of Lions Bay
General Fund

Supplementary Financial Information Exhibit C - Financial Activities

For the year ended December 31	2008	2007
Revenue		
Taxation (Note 3)	\$ 915,872	\$ 852,148
Sale of services		
Garbage collection and recycling	137,218	116,023
Sundry charges	15,065	15,451
Recreation	31,081	28,250
Licences and permits	22,890	26,770
Rents	7,932	5,877
Penalties and interest on taxes	18,721	21,117
Fire Department Call Outs	7,060	14,791
Grants		
Province of British Columbia - Revenue Sharing	251,755	205,455
Federal	500	500
Other	22,500	7,228
Interest	22,430	32,127
Proceeds on disposal of Property and equipment	2,525	-
Miscellaneous	15,985	3,163
	1,471,534	1,328,900
Expenditures		
General departmental expenditures (Schedule 1)		
General government	380,890	336,547
Protective services	133,580	125,854
Transportation	321,326	306,546
Environmental health services	119,864	117,977
Recreation and cultural services	146,202	202,288
Debt charges		
Sundry interest and bank charges	7,779	2,981
Expenditures for property and equipment	321,365	186,067
Transfer to provision for future expenditure	11,157	-
	1,442,163	1,278,260
Surplus for the year	\$ 29,371	\$ 50,640

Village of Lions Bay
Water Fund

Supplementary Financial Information Exhibit D - Financial Position

December 31	2008	2007
Assets		
Operating fund		
Due from other funds	\$ 314,851	\$ 101,131
MFA debt reserve deposit	15,287	1,287
	<u>330,138</u>	<u>102,418</u>
Capital fund		
Property and equipment (Note 1)	4,347,506	3,895,021
Due from other funds	1,007,429	-
	<u>\$ 5,685,073</u>	<u>\$ 3,997,439</u>
Liabilities		
Operating fund		
Accounts payable	\$ -	\$ 1,262
MFA debt reserve	15,287	1,287
Provision for future expenditure	-	-
Surplus	314,851	99,869
	<u>330,138</u>	<u>102,418</u>
Capital fund		
Long term debt	1,500,336	105,006
Equity in property and equipment	3,854,599	3,790,015
	<u>5,354,935</u>	<u>3,895,021</u>
	<u>\$ 5,685,073</u>	<u>\$ 3,997,439</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	2008	2007
Operating fund surplus		
Balance , beginning of year	\$ 99,869	\$ 99,098
Surplus for the year	214,982	771
Balance , end of year	\$ 314,851	\$ 99,869
 Equity in Property and Equipment		
Balance , beginning of year	\$ 3,790,015	\$ 3,241,155
Contributions for acquisition of property and equipment from:		
Government Grant	57,987	544,306
Reduction in long-term debt	4,670	4,554
Interest	1,927	-
Balance , end of year	\$ 3,854,599	\$ 3,790,015

Village of Lions Bay
Water Fund

Supplementary Financial Information Exhibit F - Financial Activities

For the year ended December 31	2008	2007
Revenue		
User rates	\$ 276,151	\$ 200,538
Parcel taxes (Note 3)	203,670	203,670
Interest	8,486	5,500
Transfer from provision for future expenditure	-	240,456
Transfer from reserve fund	-	105,000
	<u>488,307</u>	<u>755,164</u>
Expenditures		
Operation and maintenance	240,181	200,117
Expenditures for property and equipment	-	544,306
Debt Charges		
Principal	4,670	4,554
Interest and issue costs	28,474	5,416
	<u>273,325</u>	<u>754,393</u>
Surplus for the year	\$ 214,982	\$ 771

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

December 31	2008	2007
Assets		
Operating fund		
Due from other funds	\$ 90,445	\$ 77,298
Capital fund		
Property and equipment (Note 1)	244,000	244,000
	\$ 334,445	\$ 321,298
Liabilities		
Operating fund		
Surplus	\$ 90,445	\$ 77,298
Capital fund		
Equity in Property and Equipment	244,000	244,000
	\$ 334,445	\$ 321,298

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

For the year ended December 31	2008	2007
 Operating fund surplus		
Balance , beginning of year	\$ 77,298	\$ 75,383
Surplus for the year	13,147	1,915
Balance , end of year	\$ 90,445	\$ 77,298
 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

For the year ended December 31	2008	2007
Revenue		
User rates	\$ 28,350	\$ 22,275
Parcel taxes (Note 3)	11,400	11,400
Interest	4,370	2,100
	<hr/>	
	44,120	35,775
	<hr/>	
Expenditures		
Operation and maintenance	30,973	33,860
	<hr/>	
Surplus for the year	\$ 13,147	\$ 1,915

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

December 31	2008	2007
Assets		
Memorial Fund		
Cash and temporary investments	\$ 7,568	\$ 7,338
Reserve Fund		
Cash and temporary investments	547,180	541,000
	\$ 554,748	\$ 548,338
 Liabilities and Fund Balances		
Memorial Fund		
Curly Stewart Memorial Fund (Note 2)	\$ 7,568	\$ 7,338
Reserve Fund		
Reserve for capital expenditures (Note 2)	547,180	541,000
	\$ 554,748	\$ 548,338

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

For the year ended December 31 **2008** **2007**

Memorial Fund

Balance , beginning of year	<u>\$ 7,338</u>	<u>\$ 7,119</u>
Interest	<u>230</u>	<u>219</u>
Income for the year	<u>230</u>	<u>219</u>
Balance , end of year	<u>\$ 7,568</u>	<u>\$ 7,338</u>

Reserve Funds

	<u>2008</u>	<u>2007</u>
Reserve for Capital Expenditure:		
Balance , beginning of year	<u>\$ 541,000</u>	<u>\$ 625,000</u>
Interest	<u>6,180</u>	<u>21,000</u>
Transfer to water fund	<u>-</u>	<u>(105,000)</u>
Balance , end of year	<u>\$ 547,180</u>	<u>\$ 541,000</u>