
Auditors' Report

To The Members of Council, Inhabitants And Ratepayers Of The Corporation Of The Town of Plympton-Wyoming

We have audited the consolidated statement of financial position of the **Corporation of the Town of Plympton-Wyoming** as at December 31, 2009 and the consolidated statement of financial activities and accumulated surplus, cash flows and change in net financial assets for the year then ended. These financial statements are the responsibility of the Town's management. Our responsibility is to express an opinion on these financial statements based on our audit.

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

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

Sarnia, Ontario
October 15, 2010

Collins Barrow Sarnia

**Chartered Accountants
Licensed Public Accountants**

**Corporation Of The Town Of Plympton-Wyoming
Consolidated Statement Of Financial Position
December 31, 2009**

	2009	2008
		(Restated - note 2)
Assets		
Financial Assets		
Cash (note 4)	\$ 3,393,180	\$ 4,468,987
Accounts receivable	964,971	418,272
Taxes receivable (note 5)	696,196	548,798
Long term receivables	425,644	317,320
Debt to be recovered	<u>187,300</u>	<u>250,000</u>
Total financial assets	<u>5,667,291</u>	<u>6,003,377</u>
Liabilities		
Accounts payable and accrued liabilities	605,837	630,826
Interest on debt	18,185	20,770
Municipal debt (note 6)	1,793,962	1,907,386
Deferred revenue (note 7)	<u>543,642</u>	<u>310,315</u>
Total liabilities	<u>2,961,626</u>	<u>2,869,297</u>
Net Financial Assets	2,705,665	3,134,080
Non-Financial Assets		
Tangible Capital Assets (note 11)	<u>59,356,408</u>	<u>58,509,483</u>
Accumulated Surplus (note 12)	<u>\$ 62,062,073</u>	<u>\$ 61,643,563</u>

On Behalf Of Council



(Mayor)

The accompanying notes are an integral part of this financial statement.

Corporation Of The Town Of Plympton-Wyoming
Consolidated Statement Of Financial Activities and Accumulated Surplus
For the Year Ended December 31, 2009

	Budget 2009	Actual 2009	Actual 2008
	(Unaudited - Note 15)		(Restated - Note 2)
Revenues			
Net municipal taxation	\$ 3,327,257	\$ 3,386,670	\$ 3,020,359
User charges	265,636	193,886	181,835
Water and sewage charges	2,307,806	2,198,396	2,433,226
Transfer payments	1,249,034	1,668,658	2,588,880
Other	<u>513,528</u>	<u>510,584</u>	<u>750,504</u>
Total Revenues	<u>7,663,261</u>	<u>7,958,194</u>	<u>8,974,804</u>
Expenditures			
General government	774,286	794,474	713,682
Protection to persons and property	1,402,708	1,458,088	1,400,010
Transportation services	1,762,449	2,504,538	2,229,496
Environmental services	2,081,329	2,697,197	2,581,492
Health services	34,542	35,104	72,855
Recreation and cultural	333,179	345,956	343,184
Planning and development	<u>103,085</u>	<u>53,999</u>	<u>107,341</u>
Total Expenditures	<u>6,491,578</u>	<u>7,889,356</u>	<u>7,448,060</u>
Share of LAWSS consolidation adjustment	<u>-</u>	<u>349,672</u>	<u>162,686</u>
Annual Surplus	1,171,683	418,510	1,689,430
Accumulated Surplus, Beginning of year (note 2)	<u>61,643,563</u>	<u>61,643,563</u>	<u>59,954,133</u>
Accumulated Surplus, End of Year (note 12)	<u>\$ 62,815,246</u>	<u>\$ 62,062,073</u>	<u>\$ 61,643,563</u>

The accompanying notes are an integral part of this financial statement.

**Corporation Of The Town Of Plympton-Wyoming
Consolidated Statement Of Cash Flows
For The Year Ended December 31, 2009**

	2009	2008 (Restated - Note 2)
Operations		
Annual surplus	\$ 418,510	\$ 1,689,430
Items not requiring cash:		
Amortization	1,919,600	1,938,260
Share of LAWSS consolidation adjustment.	<u>(349,672)</u>	<u>(162,686)</u>
	1,988,438	3,465,004
Accounts receivable	(546,699)	(94,490)
Taxes receivable	(147,398)	38,034
Long term receivables	(108,324)	44,607
Debt to be recovered	62,700	101,500
Accounts payable and accrued liabilities	(29,109)	(69,355)
Interest on debt	(2,585)	3,376
Deferred revenue	<u>233,327</u>	<u>(24,163)</u>
Cash from operations	<u>1,450,350</u>	<u>3,464,513</u>
Capital Transactions		
Acquisition of tangible capital assets	<u>(2,296,170)</u>	<u>(1,207,097)</u>
Financing Transactions		
Issuance of municipal debt	32,300	285,204
Repayment of municipal debt	<u>(262,287)</u>	<u>(224,315)</u>
Cash provided from financing transactions	<u>(229,987)</u>	<u>60,889</u>
Net Change In Cash And Cash Equivalents	(1,075,807)	2,033,101
Opening, Cash And Cash Equivalents	<u>4,468,987</u>	<u>2,435,886</u>
Closing, Cash And Cash Equivalents	<u>\$ 3,393,180</u>	<u>\$ 4,468,987</u>
Supplemental Cash Flow Information:		
Cash Represented By:		
Unrestricted	\$ 2,849,538	\$ 4,158,672
Restricted	<u>543,642</u>	<u>310,315</u>
	<u>\$ 3,393,180</u>	<u>\$ 4,468,987</u>
Cash Disbursed For:		
Interest	<u>\$ 136,441</u>	<u>\$ 136,510</u>

The accompanying notes are an integral part of this financial statement.

**Corporation Of The Town Of Plympton-Wyoming
Consolidated Statement of Change in Net Financial Assets
For the Year Ended December 31, 2009**

	Actual 2009	Actual 2008
Annual surplus	\$ 418,510	\$ 1,689,430
Amortization of tangible capital assets	1,919,600	1,938,260
Consolidation adjustment for share of LAWSS tangible capital assets	(470,655)	262,201
Acquisition of tangible capital assets	<u>(2,296,170)</u>	<u>(1,207,097)</u>
Increase (decrease) in net financial assets	(428,715)	2,682,794
Net financial assets, beginning of year	<u>3,134,380</u>	<u>451,586</u>
Net financial assets, end of year	<u>\$ 2,705,665</u>	<u>\$ 3,134,380</u>

The accompanying notes are an integral part of this financial statement.

Corporation Of The Town Of Plympton-Wyoming
Notes To Financial Statements
December 31, 2009

1. Significant Accounting Policies

The consolidated financial statements of the Corporation of the Town of Plympton-Wyoming (the "Town") are the representation of management prepared in accordance with local government accounting standards established by the Public Sector Accounting Board ("PSAB") of the Canadian Institute of Chartered Accountants.

Significant accounting policies adopted include:

(a) (i) Reporting Entity

These consolidated statements reflect the assets, liabilities, operating revenues, expenditures, reserves and changes in investment in tangible capital assets of the Town and following local boards:

Plympton Cemetery Board
Wyoming Cemetery Board
Wyoming Water Commission
Wyoming-Plympton Fire Board
Plympton-Wyoming Parks and Recreation Board

All inter-entity transactions and balances are eliminated on consolidation.

(ii) Joint Local Board

The Lambton Area Water Supply System ("LAWSS") has been consolidated on a proportionate basis based upon the water flow of the municipality in proportion to the entire flows provided by the joint local board for the previous year. Under the proportionate basis, the municipality's pro rata share of each of the assets, liabilities, revenues and expenditures of the board are consolidated with similar items in the municipality's financial statements. For 2009, the municipality's share of the System was 1.91% (2008 - 1.34%). Material inter-organizational transaction balances have been eliminated.

(iii) Accounting for County and School Board Transactions

The taxation, other revenues, expenditures, assets and liabilities with respect to the operations of the school boards and the County of Lambton are not reflected in the municipal fund balances of these financial statements.

(iv) Trust Funds

Trust funds and their related operations administered by the municipality are not consolidated, but are reported separately on the Trust Funds Statement of Continuity and Balance Sheet.

(b) Basis of Accounting

(i) Basis of Accounting

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

Corporation Of The Town Of Plympton-Wyoming
Notes To Consolidated Financial Statements
December 31, 2009

1. Significant Accounting Policies cont'd....

(ii) Cash and Cash Equivalents

Cash and cash equivalents include cash on account and short-term investments with original maturities of three months or less and are stated at cost, which approximates market value.

(iii) Non-Financial Assets

Non-financial assets are available to discharge existing liabilities and are held for use in the provision of services. They have useful lives extending beyond the current year and are not intended for sale in the ordinary course of operations. The change in non-financial assets during the year, together with the excess of revenues over expenditures, 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 estimated residual value, of the tangible capital assets is amortized on the straight-line basis over their estimated useful lives as follows:

Asset	Years
Buildings	15 to 95 years
Equipment	10 to 35 years
Vehicles	10 to 25 years
Road infrastructure	30 to 80 years
Environmental infrastructure	10 to 115 years

Only one-half of the above rates are used in the year of acquisition.

Assets under construction are not amortized until the asset is available for productive use

(b) Contribution of Tangible Capital Assets

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

(c) Works of Art and Cultural and Historic Assets

Works of art and cultural and historic assets are not recorded as assets in these financial statements.

(iv) Deferred Revenue

Deferred revenue represents development charges and other fees which have been collected, for which related services have yet to be performed. These amounts will be recognized as revenues in the fiscal year the services are performed.

(v) Investment Income

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

Corporation Of The Town Of Plympton-Wyoming
Notes To Consolidated Financial Statements
December 31, 2009

1. Significant Accounting Policies cont'd....

(vi) 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 year. Due to the inherent uncertainty in making estimates, actual results could differ from those estimates.

2. Change in Accounting Policies

The Town has implemented "PSAB" sections 1200 Financial Statement Presentation and 3150 Tangible Capital Assets. Section 1200 establishes general reporting principles and standards for the disclosure of information in government financial statements. Section 3150 requires governments to record and amortize their tangible capital assets in their financial statements. In prior years, tangible capital asset additions were expensed in the year of acquisition or construction.

Methods Used for Determining the Cost of Each Major Category of Tangible Capital Assets

The financial information recorded includes the actual or estimated historical costs of the tangible capital assets. When historical cost records were not available, other methods were used to estimate the costs and accumulated amortization of the assets. The town applied a consistent method of estimating the replacement or reproduction cost of the tangible capital assets for which it did not have historical cost records, except in circumstances where it could be demonstrated that a different method would provide a more accurate estimate of the cost of a particular type of tangible capital asset. After defining replacement or reproduction cost the consumer price index was used as a resource for determining appropriate indices in order to deflate the replacement or reproduction cost to an estimated historical cost at the year of acquisition.

This change has been applied retroactively and prior periods have been restated. This change in accounting policy has changed amounts reported in the prior period as follows:

Accumulated Surplus at January 1, 2008

Operating fund balance	\$ 29,015
Capital fund balance	(523,987)
Reserves	2,731,224
Amounts to be recovered	<u>(1,751,674)</u>
Accumulated surplus (deficit), as previously reported	484,578
Net book value of tangible capital assets recorded	53,828,783
Reclassification of drain balances and recoverable debt	713,421
Share of LAWSS consolidation adjustment	<u>4,927,351</u>
Accumulated surplus, as restated, January 1, 2008	59,954,133
Annual surplus for 2008	<u>1,689,430</u>
Accumulated Surplus, December 31, 2008	<u>\$ 61,643,563</u>

Corporation Of The Town Of Plympton-Wyoming
Notes To Consolidated Financial Statements
December 31, 2009

2. Change in Accounting Policies cont'd....

Annual Surplus for 2008

Excess of revenues over expenditures, as previously reported	\$ 2,089,250
Assets capitalized but previously expensed	1,207,097
Amortization not previously recorded	(1,938,260)
Charges to long-term receivables previously shown as revenue and expense	168,657
Share of LAWSS consolidation adjustment	<u>162,686</u>
 Annual Surplus, as Restated	 <u><u>\$ 1,689,430</u></u>

3. Operations Of School Boards And The County Of Lambton

Further to note 1(a)(iii), the taxation, other revenues and requisitions of the School Boards and the County of Lambton are comprised of the following:

	School Boards	County	2009 Total	2008 Total
Taxation and user charges	\$ 2,230,410	\$ 3,506,614	\$ 5,737,024	\$ 5,624,863
Grants-in-lieu	<u>27</u>	<u>24,377</u>	<u>24,404</u>	<u>23,858</u>
Total	<u><u>\$ 2,230,437</u></u>	<u><u>\$ 3,530,991</u></u>	<u><u>\$ 5,761,428</u></u>	<u><u>\$ 5,648,721</u></u>

4. Cash

This represents a consolidation of cash from the operating fund and the reserve funds (including those funds set aside in respect of deferred revenue as detailed in note 6). The composition is as follows:

	2009		2008	
	Cash	Investments	Cash	Investments
Unrestricted	\$ 2,849,538	\$ -	\$ 4,158,672	\$ -
Restricted	<u>543,642</u>	<u>-</u>	<u>310,315</u>	<u>-</u>
Total	<u><u>\$ 3,393,180</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 4,468,987</u></u>	<u><u>\$ -</u></u>

Corporation Of The Town Of Plympton-Wyoming
Notes To Consolidated Financial Statements
December 31, 2009

5. Taxes and Tax Interest Receivable	2009	2008
Current year	\$ 452,278	\$ 347,187
Arrears from previous years	<u>271,476</u>	<u>229,169</u>
	723,754	576,356
Less allowance	<u>27,558</u>	<u>27,558</u>
	<u>\$ 696,196</u>	<u>\$ 548,798</u>

The allowance of \$27,558 has been established to cover the Town's share of potential adjustments from unresolved appeals, vacancy rebates and penalty and interest adjustments.

6. Municipal Debt

(a) The balance of net long-term liabilities reported on the consolidated statement of financial position is comprised of the following loans and debentures:

	2009	2008
7.50% debenture, due December 1, 2009	\$ -	\$ 14,800
7.50% debenture, due December 1, 2010	29,200	58,400
7.50% debenture, due December 1, 2010	13,500	27,000
7.50% debenture, due December 1, 2012	112,300	149,800
2.25% debenture, due December 1, 2012	32,300	-
4.13% OPIC loan, due February 15, 2013	205,676	259,235
7.65% - 8.00% debenture, due May 9, 2017	<u>1,400,986</u>	<u>1,398,151</u>
	<u>\$ 1,793,962</u>	<u>\$ 1,907,386</u>

(b) Principal repayments are as follows:

2010	\$ 279,587
2011	249,459
2012	262,724
2013	197,228
2014	178,917
2015 to 2017	<u>626,047</u>
	<u>\$ 1,793,962</u>

Revenue for the above principal repayments will be raised from the following sources:

	2010 to 2014	2015 to 2018	Total
From tax rates	\$ 205,676	\$ -	\$ 205,676
From water rates	774,939	626,047	1,400,986
From benefiting landowners	<u>187,300</u>	<u>-</u>	<u>187,300</u>
	<u>\$ 1,167,915</u>	<u>\$ 626,047</u>	<u>1,793,962</u>

Corporation Of The Town Of Plympton-Wyoming
Notes To Consolidated Financial Statements
December 31, 2009

6. Municipal Debt cont'd...

(c) Annual principal and interest payments for Town's municipal debt relating to the Lambton Area Water Supply System issued by the County of Lambton on behalf of the Town are determined by the Town's percentage of the total water flow in the system during the previous year. The Town's share of municipal debt issued by the County of Lambton is \$1,400,986 (2008 - \$1,396,151) which represents 6.3200% (2008 - 5.8210%) of the municipal debt issued by the County of Lambton for the Lambton Water Area Supply System. The future principal payments relating to the Town's share of this municipal debt are based on the assumption that the Town's share of the municipal debt will remain at 6.3200%.

Municipal debt relating to the Lambton Area Water Supply System issued by the County of Lambton on behalf of the Town is adjusted annually by the change in the Town's percentage of the total water flow in the system during the previous year. Any change in the Town's share of this debt is reflected by a direct charge to municipal debt and amounts to be recovered. For the year 2009, the Town's share of the municipal debt issued by the County of Lambton relating to the Lambton Area Water Supply System increased by .4990% from 2008 resulting in Town's share of this debt increasing by \$115,963. For 2008 the Town's share of the municipal debt issued by the County of Lambton relating to the Lambton Area Water Supply System increased by .2781% over 2007, resulting in an increase of \$110,215 of the Town's share of this debt.

- (d) Municipal debt approved after January 1, 1993 have been approved by by-law. The annual principal and interest payments required to service these liabilities are within the annual debt limit prescribed by the Ministry of Municipal Affairs and Housing.
- (e) Total interest charges for the year for municipal debt which is reported on the Statement of Financial Position was \$133,856 (2008 - \$139,886).
- (f) The Town is contingently liable for municipal debt with respect to tile drainage loans. The total amount outstanding as at December 31, 2009 is \$304,623 (2008 - \$304,827) and is not recorded on the "Consolidated Statement of Financial Position".

7. Deferred Revenue

The deferred revenue is comprised of the following obligatory reserve funds:

	2009	2008
Development Charges Act	\$ 222,228	\$ 212,386
Recreational Land	49,033	63,613
Canada Gas Tax Funding	246,496	6,858
Building Code Act, 1992	<u>25,885</u>	<u>27,458</u>
	<u>\$ 543,642</u>	<u>\$ 310,315</u>

Corporation Of The Town Of Plympton-Wyoming
Notes To Consolidated Financial Statements
December 31, 2009

7. Deferred Revenue cont'd....

The net change during the year in the deferred revenue balances is as follows:

	Building Code Act, 1992	Development Charges Act	Recreational Land	Canada Gas Tax Funding
Balance, Beginning	\$ 27,458	\$ 212,386	\$ 63,613	\$ 6,858
Interest Received	119	1,428	368	521
Transfer from Federal Government	-	-	-	239,117
Fees Received	<u>-</u>	<u>143,164</u>	<u>11,050</u>	<u>-</u>
	<u>27,577</u>	<u>356,978</u>	<u>75,031</u>	<u>246,496</u>
Transfer to Revenue	<u>1,692</u>	<u>134,750</u>	<u>25,998</u>	<u>-</u>
Balance, Ending	<u>\$ 25,885</u>	<u>\$ 222,228</u>	<u>\$ 49,033</u>	<u>\$ 246,496</u>

8. Pension Agreements

The Municipality makes contributions to the Ontario Municipal Employees Retirement Fund (OMERS), a multi-employer plan, on behalf of members of its staff. The plan is a defined benefit 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. The contribution made by the Town to OMERS was \$52,620 (2008 - \$48,606).

9. Public Sector Salary Disclosure

During 2009, no Town employees were paid a salary, as defined in the Public Sector Salary Disclosure Act 1996, of \$100,000 or more.

10. Classification Of Expenditures By Object

The Consolidated Statement of Financial Activities presents the expenditures by function; the following classifies these same expenditures by object:

	2009	2008
Salaries, wages and employee benefits	\$ 1,514,160	\$ 1,313,030
Operating materials and supplies	2,173,029	1,638,198
Contracted services	2,106,738	2,385,540
Rents and financial expenses	10,905	10,037
External transfers to others	33,653	23,009
Amortization	1,919,600	1,938,260
Interest on municipal debt	<u>131,271</u>	<u>139,986</u>
Total Expenditures By Object	<u>\$ 7,889,356</u>	<u>\$ 7,448,060</u>

Corporation Of The Town Of Plympton-Wyoming
Notes To Consolidated Financial Statements
December 31, 2009

11. Tangible Capital Assets

Asset Cost 2009

	Land	Land Improve- ments	Buildings	Equipment	Vehicles	Infrastructure	Assets Under Construction	Total
Balance, beginning	\$ 2,449,981	\$ -	\$ 9,050,181	\$ 3,057,158	\$ 2,831,498	\$ 68,790,297	\$ 183,624	\$ 86,362,739
Additions	-	-	329,231	17,276	229,230	1,258,760	461,673	2,296,170
Disposals	-	-	-	-	(86,740)	(307)	-	(87,047)
LAWSS adjustment	-	-	-	-	-	615,727	-	615,727
Balance ending	\$ <u>2,449,981</u>	\$ <u>-</u>	\$ <u>9,379,412</u>	\$ <u>3,074,434</u>	\$ <u>2,973,988</u>	\$ <u>70,664,477</u>	\$ <u>645,297</u>	\$ <u>89,187,589</u>

Accumulated Amortization

Balance, beginning	\$ -	\$ -	\$ 2,427,991	\$ 1,828,800	\$ 1,277,837	\$ 22,318,628	\$ -	\$ 27,853,256
Amortization	-	-	157,728	176,824	147,441	1,437,607	-	1,919,600
Disposals	-	-	-	-	(86,740)	(307)	-	(87,047)
LAWSS adjustment	-	-	-	-	-	145,372	-	145,372
Balance ending	\$ <u>-</u>	\$ <u>-</u>	\$ <u>2,585,719</u>	\$ <u>2,005,624</u>	\$ <u>1,338,538</u>	\$ <u>23,901,300</u>	\$ <u>-</u>	\$ <u>29,831,181</u>

Net Book Value	\$ <u>2,449,981</u>	\$ <u>-</u>	\$ <u>6,793,693</u>	\$ <u>1,068,810</u>	\$ <u>1,635,450</u>	\$ <u>46,763,177</u>	\$ <u>645,297</u>	\$ <u>59,356,408</u>
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Asset Cost 2008

	Land	Land Improve- ments	Buildings	Equipment	Vehicles	Infrastructure	Assets Under Construction	Total
Balance, beginning	\$ 2,449,981	\$ -	\$ 9,009,363	\$ 2,852,331	\$ 2,779,886	\$ 67,723,523	\$ 2,480	\$ 84,817,564
Additions	-	-	40,818	204,827	51,612	728,696	181,144	1,207,097
Disposals	-	-	-	-	-	-	-	-
LAWSS adjustment	-	-	-	-	-	338,078	-	338,078
Balance ending	\$ <u>2,449,981</u>	\$ <u>-</u>	\$ <u>9,050,181</u>	\$ <u>3,057,158</u>	\$ <u>2,831,498</u>	\$ <u>68,790,297</u>	\$ <u>183,624</u>	\$ <u>86,362,739</u>

Accumulated Amortization

Balance, beginning	\$ -	\$ -	\$ 2,286,851	\$ 1,653,136	\$ 1,116,253	\$ 20,782,879	\$ -	\$ 25,839,119
Amortization	-	-	141,140	175,664	161,584	1,459,872	-	1,938,260
Disposals	-	-	-	-	-	-	-	-
LAWSS adjustment	-	-	-	-	-	75,877	-	75,877
Balance ending	\$ <u>-</u>	\$ <u>-</u>	\$ <u>2,427,991</u>	\$ <u>1,828,800</u>	\$ <u>1,277,837</u>	\$ <u>22,318,628</u>	\$ <u>-</u>	\$ <u>27,853,256</u>

Net Book Value	\$ <u>2,449,981</u>	\$ <u>-</u>	\$ <u>6,622,190</u>	\$ <u>1,228,358</u>	\$ <u>1,553,661</u>	\$ <u>46,471,669</u>	\$ <u>183,624</u>	\$ <u>58,509,483</u>
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Assets Under Construction

Assets under construction having a value of \$645,297 (2008 - \$183,624) have not been amortized. Amortization of these assets will commence when the asset is put into service.

Write-down Of Tangible Capital Assets

The write-down of tangible capital assets during the year was \$Nil (2008 - \$Nil).

Corporation Of The Town Of Plympton-Wyoming
Notes To Consolidated Financial Statements
December 31, 2009

12. Accumulated Surplus

Accumulated surplus consists of the following individual fund surplus and reserves as follows:

	2009	2008
Surplus		
Invested in tangible capital assets	\$ 59,356,408	\$ 58,509,123
To increase (reduce) future taxation and user charges	8,559	(178,440)
Unfunded	<u>(1,624,852)</u>	<u>(1,657,386)</u>
Total Surplus	<u>\$ 57,740,115</u>	<u>\$ 56,673,297</u>
Reserves		
Acquisition of property, plant and equipment	\$ 903,368	\$ 1,479,606
Fire	282,877	527,406
Parks and recreation	22,979	30,002
Cemeteries	31,151	37,648
Sewer and water	2,763,119	2,608,874
Insurance	18,516	14,716
Garbage	32,987	-
Community policing	-	1,056
Miscellaneous	35,962	-
Camlachie Community Centre	7,853	20,148
Medical Centre	30,560	30,560
Reserves held by LAWSS	<u>192,586</u>	<u>220,250</u>
	<u>\$ 4,321,958</u>	<u>\$ 4,970,266</u>
Accumulated Surplus	<u>\$ 62,062,073</u>	<u>\$ 61,643,563</u>

13. Commitment

The Town has agreed to contribute funds for the construction of the municipality of Lambton Shores recreation complex. Commencing in 2007, under this commitment the Town is assessing each property in the town \$25 for five years and donating the amount raised in this manner to the municipality of Lambton Shores. For 2009, the amount raised by the Town was \$97,925. The estimated total amount remaining to be raised and donated is \$195,850, with \$97,925 to be donated annually in 2010 and 2011.

Corporation Of The Town Of Plympton-Wyoming
Notes To Consolidated Financial Statements
December 31, 2009

14. Joint Local Board Consolidation - LAWSS

The following summarizes the financial position and operations of Lambton Area Water Supply System ("LAWSS") which has been reported in these financial statements using the proportionate consolidation method.

The consolidate financial statements include the municipality's 6.32% (2008 - 5.821%) proportionate interest of the following:

	2009	2008
Financial Position		
Financial assets	\$ <u>4,068,453</u>	\$ <u>5,961,992</u>
Liabilities		
Current liabilities	1,021,203	888,930
Municipal debt	<u>20,301,000</u>	<u>22,091,000</u>
Total liabilities	<u>21,322,203</u>	<u>22,979,930</u>
Net Financial Debt	(17,253,750)	(17,017,938)
Non-Financial Assets		
Tangible capital assets	<u>94,282,187</u>	<u>94,070,986</u>
Accumulated Surplus	\$ <u>77,028,437</u>	\$ <u>77,053,048</u>
Accumulated Surplus Comprised Of:		
Invested in tangible capital assets	\$ 94,282,187	\$ 94,070,986
General revenue fund	-	1,294,873
Reserves	3,047,250	3,778,189
Unfunded	<u>(20,301,000)</u>	<u>(22,091,000)</u>
Accumulated Surplus	\$ <u>77,028,437</u>	<u>77,053,048</u>
Results of Operations		
Revenues	\$ <u>9,003,700</u>	\$ <u>9,754,821</u>
Expenditures	\$ <u>9,028,311</u>	\$ <u>8,307,158</u>

Corporation Of The Town Of Plympton-Wyoming
Notes To Consolidated Financial Statements
December 31, 2009

15. Budget Data

The unaudited budget data presented in these financial statements is based upon the 2009 operating and capital budgets approved by Council. Amortization was not contemplated during the development of the budget and as such has not been included. Below is a reconciliation of the approved budget to the budget figures reported in these financial statements.

	Budget Amount
Revenues	
Operating budget	\$ 9,043,325
Less	
Issuance of municipal debt	(1,095,064)
Amounts levied for collection purposes	<u>(285,000)</u>
Total revenue	<u>7,663,261</u>
Expenses	
Operating budget	6,436,195
Capital budget	3,912,999
Debt principal payments	(260,067)
Transfers to other funds	(218,315)
Capital expenditures	<u>(3,379,234)</u>
Total expenses	<u>6,491,578</u>
Annual Surplus	<u>\$ 1,171,683</u>

16. Trust Funds

Trust funds, consisting of Cemetery Care and Maintenance Funds, administered by the Town amounting to \$161,238 (2008 - \$158,618) are not included in the Consolidated Statement of Financial Position nor have their operations been included in the "Consolidated Statement of Financial Activities".

17. Comparative Figures

The presentation of certain accounts of the previous year has been changed to conform with the presentation adopted for the current year.

Auditors' Report

To the Members of Council, Inhabitants And Ratepayers Of the Corporation Of The Town Of Plympton - Wyoming

We have audited the balance sheet of the **Corporation of the Town of Plympton - Wyoming Trust Funds** as at December 31, 2009 and the statement of continuity of trust funds for the year then ended. These financial statements are the responsibility of the Town'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 Corporation of the Town of Plympton - Wyoming Trust Funds as at December 31, 2009 and the continuity of trust funds for the year then ended in accordance with Canadian generally accepted accounting principles.

Sarnia, Ontario
October 15, 2010

Collins Barrow Sarnia

Chartered Accountants
Licensed Public Accountants

**Corporation Of The Town Of Plympton-Wyoming
Trust Funds
Statement Of Continuity
For The Year Ended December 31, 2009**

	Total	Wyoming Public Cemetery Care And Maintenance Fund	Plympton Cemetery Care And Maintenance Fund	Utoxeter Cemetery Care And Maintenance Fund
Balance, Beginning	\$ <u>158,618</u>	\$ <u>148,198</u>	\$ <u>10,050</u>	\$ <u>370</u>
Receipts				
Perpetual care	2,620	2,140	-	480
Interest	<u>8,241</u>	<u>7,685</u>	<u>554</u>	<u>2</u>
	<u>10,861</u>	<u>9,825</u>	<u>554</u>	<u>482</u>
Expenditures				
Transfer to Plympton- Wyoming Cemetery Board	<u>8,241</u>	<u>7,685</u>	<u>554</u>	<u>2</u>
Balance, Ending	\$ <u>161,238</u>	\$ <u>150,338</u>	\$ <u>10,050</u>	\$ <u>850</u>

**Balance Sheet
December 31, 2009**

	Total	Wyoming Public Cemetery Care And Maintenance Fund	Plympton Cemetery Care And Maintenance Fund	Utoxeter Cemetery Care and Maintenance Fund
Assets				
Cash	\$ 66,638	\$ 60,038	\$ 5,750	\$ 850
Investments (note 2)	<u>94,600</u>	<u>90,300</u>	<u>4,300</u>	<u>-</u>
	\$ <u>161,238</u>	\$ <u>150,338</u>	\$ <u>10,050</u>	\$ <u>850</u>
Surplus				
Capital	\$ <u>161,238</u>	\$ <u>150,338</u>	\$ <u>10,050</u>	\$ <u>850</u>

See accompanying notes to financial statements

Corporation Of The Town of Plympton - Wyoming
Trust Funds
Notes To Financial Statements
December 31, 2009

1. Significant Accounting Policy

Basis Of Accounting

Capital receipts, income and expenditures are reported on the cash basis of accounting.

2. Investments

The total for investments by the trust funds of \$94,600 (2008 - \$106,800) reported on the Balance Sheet at cost, have a market value of \$94,600 (2008 - \$106,800) at the end of the year.