



Financial Statements

The Corporation of the City of Elliot Lake Care and  
Maintenance Trust Fund

December 31, 2007

# Contents

	<b>Page</b>
Auditors' Report	1
Statement of Financial Position	2
Statement of Fund Balance Continuity	2
Notes to the Financial Statements	3



# Grant Thornton

## Auditors' report

**Grant Thornton LLP**  
5th Floor, Station Tower  
421 Bay Street  
Sault Ste. Marie, ON  
P6A 1X3  
T (705) 945-9700  
F (705) 945-9705  
[www.GrantThornton.ca](http://www.GrantThornton.ca)

To the Members of Council, Inhabitants and Ratepayers of  
The Corporation of the City of Elliot Lake

We have audited the statement of financial position of the Care and Maintenance Trust Fund of The Corporation of the City of Elliot Lake as at December 31, 2007 and the statement of fund balance continuity for the year then ended. These financial statements are the responsibility of the City'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 Care and Maintenance Trust Fund of the City as at December 31, 2007 and the continuity of the Fund for the year then ended in accordance with Canadian generally accepted accounting principles.

Sault Ste. Marie, Ontario  
June 16, 2008

*Grant Thornton LLP*

Chartered accountants  
Licensed public accountants

---

**The Corporation of the City of Elliot Lake  
Care and Maintenance Trust Fund  
Statement of Financial Position**

As at December 31	2007	2006
<b>Assets</b>		
Cash	\$ 114,156	\$ 83,419
Investments	<u>148,221</u>	<u>141,739</u>
	<u>\$ 262,377</u>	<u>\$ 225,158</u>
<b>Liabilities</b>		
Payable to municipality	\$ 16,430	\$ 7,760
<b>Fund balance</b>	<u>245,947</u>	<u>217,398</u>
	<u>\$ 262,377</u>	<u>\$ 225,158</u>

---

**Statement of Fund Balance Continuity**

For the Year Ended December 31	2007	2006
Balance, at the beginning of the year	<u>\$ 217,398</u>	<u>\$ 217,152</u>
<b>Revenue</b>		
Contribution from municipality	27,914	30,966
Interest earned	<u>9,304</u>	<u>8,422</u>
	<u>37,218</u>	<u>39,388</u>
<b>Expenditure</b>		
Contribution to municipality	<u>8,669</u>	<u>39,142</u>
Balance, at the end of the year	<u>\$ 245,947</u>	<u>\$ 217,398</u>

---

See accompanying notes to the financial statements.

---

# The Corporation of the City of Elliot Lake Care and Maintenance Trust Fund Notes to the Financial Statements

For the Year Ended December 31, 2007

---

## 1. Significant accounting policies

The financial statements of The Corporation of the City of Elliot Lake Care and Maintenance Trust Fund are prepared by management in accordance with Canadian generally accepted accounting principles for local governments, as recommended by the Public Sector Accounting Board of the Canadian Institute of Chartered Accountants. Significant aspects of the accounting policies adopted by the Board are as follows:

### (a) Reporting entity

The financial statements reflect the assets, liabilities, revenues and expenditures of the reporting entity.

### (b) Basis of accounting

The basis of accounting followed in the financial statements presentation includes revenues in the period in which the transactions or events occurred that gave rise to the revenues and expenditures in the period the goods and services are acquired.

### (c) 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 and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates.

### (d) Revenue recognition

Contribution from the municipality is recognized when received. Interest is recognized when earned.

### (e) Investment

Investments are carried at cost, which approximates market value.

---

## 2. Cash

Cash is represented by funds on deposit in chartered banks, plus accrued interest.