

TOWNSHIP OF SOUTH ALGONQUIN
ONTARIO HOME RENEWAL PLAN TRUST FUND
BALANCE SHEET
AS AT DECEMBER 31, 2005

	<u>2005</u>	<u>2004</u>
ASSETS		
Loans receivable	\$ <u>1,178</u>	\$ <u>1,178</u>
	\$ <u>1,178</u>	\$ <u>1,178</u>
 FUND BALANCE	 <u>1,178</u>	 <u>1,178</u>
	\$ <u>1,178</u>	\$ <u>1,178</u>

(See accompanying notes)

TOWNSHIP OF SOUTH ALGONQUIN
ONTARIO HOME RENEWAL PLAN TRUST FUND
STATEMENT OF CONTINUITY
FOR THE YEAR ENDED DECEMBER 31, 2005

	<u>2005</u>	<u>2004</u>
Balance at beginning of year	\$ <u>1,178</u>	\$ <u>1,178</u>
Revenue:		
Investment income	-	-
Interest earned on loans	<u>-</u>	<u>-</u>
	<u>-</u>	<u>-</u>
Expenditures:		
Repayment to the Province	-	-
Administration fees	<u>-</u>	<u>-</u>
	<u>-</u>	<u>-</u>
Balance at end of year	\$ <u><u>1,178</u></u>	\$ <u><u>1,178</u></u>

(See accompanying notes)

TOWNSHIP OF SOUTH ALGONQUIN
ONTARIO HOME RENEWAL PLAN TRUST FUND
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2005

NOTE 1 ACCOUNTING POLICIES

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.

NOTE 2 ONTARIO HOME RENEWAL PROGRAM

On July 13, 1993 the Ontario Ministry of Housing announced that it was discontinuing the Ontario Home Renewal Program and that all funds of the Program were to be returned to the Province. The Program was established by the Ontario Ministry of Housing in 1973 to provide grants for municipalities to make loans to assist owner occupants to repair, rehabilitate and improve their homes to local property standards. As of July 16, 1993 no further individual loans were to be issued. All loan repayments received are to be remitted to the Province, net of a 5% administration fee payable to the municipality.

Ontario Home Renewal Program loans receivable at December 31, 2005 consist of repayable loans of \$1,178 (2004 - \$1,178). In the event of the sale or lease of the home or in the event of the homeowner ceasing to occupy the home, the balance becomes due and payable by the homeowner.