

**SOUTH ALGONQUIN PUBLIC LIBRARY BOARD**  
**STATEMENT OF FINANCIAL POSITION**  
**AS AT DECEMBER 31, 2005**

	<u>2005</u>	<u>2004</u>
<b>FINANCIAL ASSETS</b>		
Due from own municipality	\$ _____ -	\$ <u>2,786</u>
<b>LIABILITIES</b>		
Due to own municipality	<u>2,328</u>	_____ -
<b>NET (LIABILITIES) ASSETS</b>	\$ <u>(2,328)</u>	\$ <u>2,786</u>
<b>MUNICIPAL POSITION</b>		
Current Fund	\$ <u>(2,328)</u>	\$ <u>1,832</u>

(See accompanying notes and schedules)

**SOUTH ALGONQUIN PUBLIC LIBRARY BOARD**  
**STATEMENT OF FINANCIAL ACTIVITIES**  
**FOR THE YEAR ENDED DECEMBER 31, 2005**

	Budget <u>2005</u>	Actual <u>2005</u>	Actual <u>2004</u>
<b>REVENUES</b>			
Provincial grants	\$ 13,797	\$ 18,354	\$ 20,133
Contributions from own Municipality	15,336	15,336	21,237
Fees, service charges and donations	<u>200</u>	<u>445</u>	<u>259</u>
	<u>29,333</u>	<u>34,135</u>	<u>41,629</u>
<b>EXPENDITURES</b>			
<b>Current operations</b>			
Salaries, wages and employee benefits	12,463	20,948	16,560
Books and periodicals	6,333	5,541	10,988
Operating supplies and maintenance	<u>12,823</u>	<u>12,280</u>	<u>11,560</u>
	31,619	38,769	39,108
<b>Capital</b>	<u>500</u>	<u>480</u>	<u>1,567</u>
<b>Total expenditures</b>	<u>32,119</u>	<u>39,249</u>	<u>40,675</u>
<b>NET (EXPENDITURES) REVENUE</b>	(2,786)	(5,114)	954
<b>MUNICIPAL POSITION AT BEGINNING OF YEAR</b>	<u>2,786</u>	<u>2,786</u>	<u>1,832</u>
<b>MUNICIPAL POSITION AT END OF YEAR</b>	\$ <u>-</u>	\$ <u>(2,328)</u>	\$ <u>2,786</u>

(See accompanying notes and schedules)

**SOUTH ALGONQUIN PUBLIC LIBRARY BOARD  
STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED DECEMBER 31, 2005**

	<u>2005</u>	<u>2004</u>
<b>CASH FLOWS FROM (USED IN) OPERATIONS</b>		
<b>Net (expenditures) revenue</b>	\$ <u>(5,114)</u>	\$ <u>954</u>
<b>Sources (Uses):</b>		
Advances from (to) own municipality	<u>5,114</u>	<u>(954)</u>
<b>CASH AT END OF YEAR</b>	\$ <u>          -</u>	\$ <u>          -</u>

(See accompanying notes and schedules)

**SOUTH ALGONQUIN PUBLIC LIBRARY BOARD**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2005**

The South Algonquin Public Library Board is a board of the Township of South Algonquin organized to direct the provision of library services to residents of the Township.

**NOTE 1 SIGNIFICANT ACCOUNTING POLICIES**

These financial statements 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.

**Fund accounting**

The current fund balance is to be used to offset taxation or user charges in 2005.

**Capital assets**

Capital assets are recorded as an expenditure in the year of acquisition on the statement of financial activities.

**Revenue recognition**

The Library is funded primarily by the Township of South Algonquin in accordance with the budget approved by the Township's council. These financial statements reflect agreed funding arrangements approved by the Township with respect to the year ended December 31, 2005.

**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 reporting period. Actual results could differ from these estimates.

**NOTE 2 FINANCIAL INSTRUMENTS**

It is management's opinion that the Library Board is not exposed to significant interest, currency or credit risks.