
Township of Cavan Monaghan
Notes to Consolidated Financial Statements

December 31, 2009

9. Solid Waste Landfill Closure and Post-Closure Liability

As at December 31, 2009 the Township had one closed solid waste landfill site and one waste transfer station. Post closure costs for the solid waste landfill site includes monitoring and consulting for the next 25 years.

Management has obtained input from an engineering firm and has estimated the total costs until the year 2033 to be \$557,000. The net present value using a discount rate of 5% and an inflation rate of 1.3% results in a liability of \$429,000 as at December 31, 2009 (2008 - \$423,000). The full liability has been recognized because all site capacity has been used. Change from the prior year is due to changes in management estimates for monitoring costs and discount rates.

The Township has a landfill reserve of \$65,000 and the remaining landfill closure and post-closure liability will be funded from future taxation.

10. Expenses by Object

	<u>2009</u>	<u>2008</u>
		Restated (Note 1)
Salaries and benefits	\$ 2,608,673	\$ 2,586,559
Materials, supplies and services	1,728,027	2,078,240
Contracted services	2,028,993	2,548,180
Rent and financial expenses	14,327	12,606
Transfer to other entities	226,004	181,807
Amortization	1,369,814	1,309,911
	<u>\$ 7,975,838</u>	<u>\$ 8,717,303</u>

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15. Commitments

The Township is committed to police services provided by the Ontario Provincial Police (OPP). Contractual commitments for the next 5 years are as follows:

2010	\$ 1,360,270
2011	1,360,270
2012	1,360,270
2013	1,360,270
2014	906,847
	<u>\$ 6,347,927</u>

16. Public Sector Salary Disclosure

For 2009 the following employee was paid a salary as defined in the Public Sector Salary Disclosure Act of \$100,000 or more:

Name	Position	Salary Paid	Taxable Benefits
Yvette Hurley	CAO	\$ 116,844	\$ 1,001

17. Budget Amounts

Due to the changes in the Public Sector Accounting Standards described in Note 1, the Financial Plan (Budget) By-Law adopted by Council on April 6, 2009 was not prepared on a basis consistent with that used to report actual results (Public Sector Accounting Standards). Certain amounts have been reclassified to conform to PSAB accounting presentation for comparison to the actual results. In addition, the budget expensed all tangible capital expenditures rather than including amortization expense. As a result, the budget figures presented in the statements of operations and change in net financial assets represent the Financial Plan adopted by Council on April 6, 2009 with adjustments as follows:

	2009
Financial Plan (Budget) Bylaw surplus for the year	\$ -
Add:	
Capital expenditures	3,388,434
	-
Less:	
Budgeted transfers from accumulated surplus	(1,416,480)
Amortization	(1,369,814)
	<u>\$ 602,140</u>