

**Town of Olds  
Financial Statements  
For the year ended December 31, 2008**

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## Auditors' Report

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**To the Mayor and Council of  
Town of Olds**

We have audited the statement of financial position of the Town of Olds as at December 31, 2008 and the statements of financial activities with change in fund balances and the statement of changes in cash flows 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 Town of Olds as at December 31, 2008 and the results of its financial activities and the changes in its financial position for the year then ended in accordance with Canadian generally accepted accounting principles.

*BDO Dunwoody LLP*

**Chartered Accountants**

Calgary, Alberta  
April 2, 2009

**Town of Olds**  
**Statement of Financial Position**

December 31

2008

2007

**Assets**

**Financial Assets**

Cash and cash equivalents	\$ 5,198,301	\$ 6,332,925
Receivables		
Taxes and grants in place of taxes receivable (Note 2)	195,793	86,257
Trade and other receivables (Note 3)	1,880,913	1,380,244
Prepaid expenses	3,769	1,476
Investments	<u>124,551</u>	<u>119,317</u>
	<u>7,403,327</u>	<u>7,920,219</u>

**Physical Assets**

Inventory for consumption	-	9,275
Capital assets (Note 4)	<u>66,468,854</u>	<u>62,749,924</u>
	<u>66,468,854</u>	<u>62,759,199</u>
	<b>\$ 73,872,181</b>	<b>\$ 70,679,418</b>

**Liabilities and Municipal Equity**

**Liabilities**

Accounts payable and accrued liabilities	\$ 1,812,691	\$ 1,479,939
Deposits and other liabilities	72,014	60,848
Deferred revenue (Note 5)	1,140,268	2,144,866
Long-term debt (Note 6)	<u>5,661,704</u>	<u>6,061,603</u>
	<u>8,686,677</u>	<u>9,747,256</u>

**Municipal Equity**

**Fund Balances**

Operating fund (Schedule 1)	-	722,485
Reserves for future expenditures (Schedule 3)	<u>4,378,354</u>	<u>3,521,356</u>
Total Fund balances	4,378,354	4,243,841

**Equity in capital assets (Schedule 4)**

	<u>60,807,150</u>	<u>56,688,321</u>
	<u>65,185,504</u>	<u>60,932,162</u>
	<b>\$ 73,872,181</b>	<b>\$ 70,679,418</b>

On behalf of the Council:

\_\_\_\_\_ Mayor

\_\_\_\_\_ Chief Administrative Officer

The accompanying notes are an integral part of these financial statements.

**Town of Olds**  
**Statement of Financial Activities**  
**and Change in Fund Balances**

For the year ended December 31	2008 Budget (unaudited)	2008	2007
<b>Revenues</b>			
Net municipal property taxes (Schedule 5)	\$ 5,597,800	\$ 5,516,315	\$ 4,802,534
Sales to other governments	151,500	157,020	156,924
Sales and user fees	6,110,400	5,660,788	4,183,072
Government transfers (Schedule 6)	3,558,200	3,471,075	2,190,303
Proceeds from disposal of capital property	-	60,424	207,547
Investment income	101,500	272,872	251,512
Penalties, costs and fines	167,000	180,297	167,340
Licenses and permits	370,500	333,657	494,073
Franchise fees	472,000	531,133	478,318
Developers' agreements	-	(20,000)	380,029
Rentals and other	126,600	191,816	234,559
	<u>16,655,500</u>	<u>16,355,397</u>	<u>13,546,211</u>
<b>Expenditures by function (Schedule 7 - Expenditures by Object)</b>			
<b>OPERATING</b>			
General Government	1,141,445	1,331,093	1,019,322
Protective services	1,601,401	1,651,904	1,528,793
Roads, streets and other transportation services	952,533	1,217,607	816,523
Waste and wastewater	2,758,454	2,846,218	2,501,631
Waste management	578,069	663,543	617,114
Public health and welfare	299,848	294,776	282,661
Planning and development	633,613	684,912	549,303
Recreation, parks and culture	2,759,136	3,262,461	2,507,967
Other	9,000	14,410	9,941
	<u>10,733,499</u>	<u>11,966,924</u>	<u>9,833,255</u>
<b>CAPITAL</b>			
General Government	99,000	116,998	87,494
Protective services	1,076,000	64,635	146,810
Roads, streets and other transportation services	1,195,000	930,426	1,618,927
Water and wastewater	1,976,200	2,199,766	424,182
Waste management	-	58,553	-
Public health and welfare	130,000	94,611	77,363
Recreation, parks and culture	517,000	389,072	1,346,694
	<u>4,993,200</u>	<u>3,854,061</u>	<u>3,701,470</u>
	<u>15,726,699</u>	<u>15,820,985</u>	<u>13,534,725</u>
<b>Excess of revenues over expenditures</b>	928,801	534,412	11,486
New long-term debt issued	-	-	890,445
Repayment of long-term debt	-	(399,899)	(373,765)
<b>Change in fund balances</b>	928,801	134,513	528,166
Fund balances, beginning of year	4,908,465	4,243,841	3,715,675
<b>Fund balances, end of year</b>	\$ 5,837,266	\$ 4,378,354	\$ 4,243,841

The accompanying notes are an integral part of these financial statements.

**Town of Olds  
Statement of  
Changes in Cash Flows**

For the year ended December 31

2008

2007

**Cash flows from operating activities**

Excess (deficiency) of revenues over expenditures		
Operating financial activities (Schedule 1)	\$ 1,728,258	\$ 1,466,198
Capital financial activities (Schedule 2)	<u>(1,193,846)</u>	<u>(1,454,712)</u>
	534,412	11,486

Changes in other working capital accounts

Accounts receivable		
Taxes and grants in place of property taxes	(109,536)	(31,680)
Trade and other	(500,669)	1,487,557
Prepaid expenses	(2,293)	(1,477)
Inventory for consumption	9,275	-
Accounts payable and accrued liabilities	332,752	29,436
Deposits and other liabilities	11,166	2,402
Deferred revenue	<u>(1,004,598)</u>	<u>869,728</u>
	<u>(729,491)</u>	<u>2,367,452</u>

**Cash flows from financing activities**

Long-term debt issued	-	890,445
Repayment of long-term debt	<u>(399,899)</u>	<u>(373,765)</u>
	<u>(399,899)</u>	<u>516,680</u>

Cash flows from investing activities

Purchase of investments	(5,234)	-
Disposal of investments	-	37,167
	<u>(5,234)</u>	<u>37,167</u>

**Increase (decrease) in cash and cash equivalents**

(1,134,624)      2,921,299

Cash and cash equivalents, beginning of year

6,332,925      3,411,626

**Cash and cash equivalents, end of year**

**\$ 5,198,301**      **\$ 6,332,925**

**Represented by the following:**

Cash	\$ 3,410,238	\$ 4,610,179
Temporary investments	<u>1,788,063</u>	<u>1,722,746</u>
	<b>\$ 5,198,301</b>	<b>\$ 6,332,925</b>

The accompanying notes are an integral part of these financial statements.

**December 31, 2008**

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**1. Significant Accounting Policies**

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The financial statements of the Town of Olds (the "Town") are the representations of management prepared in accordance with generally accepted accounting principles for local governments established by the Public Sector Accounting Board of the Canadian Institute of Chartered Accountants. Significant aspects of the accounting policies adopted by the Town are as follows:

(a) Reporting entity

The financial statements reflect the assets, liabilities, revenues and expenditures, and changes in fund balances and in cash flows of the reporting entity which comprises all the organizations that are accountable for the administration of their financial affairs and resources to the Council and are owned or controlled by the Town.

The schedule of property taxes levied also includes operating requisitions for education, health, social and other external organizations that are not part of the municipal reporting entity.

The financial statements exclude any trust assets that may be administered for the benefit of external parties. Inter-departmental and organizational transactions and balances have been eliminated.

(b) Basis of accounting

Revenues from property taxes, utility consumption, and other goods and services are recognized in the period in which the transactions or events giving rise to the revenues occurred. Funds from external parties and earnings thereon, restricted by agreement or legislation, are recorded as deferred revenue until used for the specified purpose.

Government transfers are recognized as revenues for the period in which transactions or events giving rise to the transfer occurred, providing the transfers are authorized, the Town has met eligibility criteria, and reasonable estimates of the amounts can be made.

Expenditures are recognized in the period the goods and services were acquired and a liability was incurred or transfers are due.

(c) 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 amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenue and expenditure during the period. Where measurement uncertainty exists, the financial statements have been prepared within reasonable limits of materiality. The valuation of accounts receivable is based upon management's best estimate of the future recoverability of these assets. Actual results could differ from those estimates.

(d) Fund accounting

Management funds consist of the operating, capital and reserve funds. Transfers between funds are recorded as adjustments to the appropriate equity account. Proceeds from sales of land held for resale are recorded as operating fund revenues.

The operating and capital funds are further segregated by functions which relate to specific areas of activity of the Town.

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December 31, 2008

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**1. Significant Accounting Policies (Continued)**

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- (e) Cash  
Cash includes cash at hand and in the bank.
  - (f) Temporary investments  
Temporary investments are recorded at cost and include cash management funds, T-bills and other short-term deposits with maturities of three months or less.
  - (g) Investments  
Investments are recorded at cost and represent short-term notes and deposits that have an effective interest rate of 4.15% (2007 - 4.4%) and mature on September 6, 2010.
  - (h) Taxes and grants in place of taxes receivable  
Taxes and grants in place of taxes receivable consist of current and non-current property tax levies which remain outstanding at December 31.
  - (i) Inventories  
Inventories of materials and supplies for consumption are valued at the lower of cost or replacement value with cost determined by the average cost method.
  - (j) Capital assets  
Capital assets are reported as expenditures in the period they are acquired. Capital assets are recorded at cost, except for donated assets which are recorded at the estimated fair value when acquired.  
Government contributions for the acquisition of capital assets are recorded as capital revenue and do not reduce the related capital asset costs.  
Capital assets for government purposes are not depreciated.
  - (k) Reserves for future expenditures  
Reserves are established at the discretion of Council and are set aside to finance future operating and capital expenditures. Transfers to and/or from reserves are reflected as an adjustment in the equity account of the appropriate fund.
  - (l) Equity in capital assets  
Equity in capital assets represents the Town's net investment in its total capital assets, after deducting the portion financed by third parties through debenture, bond and mortgage debts, long-term capital borrowings, capitalized leases and other capital liabilities which will be repaid by the Town.
  - (m) Over-levies and under-levies  
Over-levies and under-levies arise from the difference between the actual property tax levy made to cover each requisition and the actual amount requisitioned.  
If the actual levy exceeds the requisition, the over-levy is accrued as a liability and property tax revenue is reduced. Where the actual levy is less than the requisition amount, the under-levy is accrued as a receivable and property tax revenue is increased.  
Requisition tax rates in the subsequent year are adjusted for any over-levies or under levies of the prior year.
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**Town of Olds**  
**Notes to Financial Statements**

**December 31, 2008**

**1. Significant Accounting Policies (Continued)**

(n) Tangible capital assets

Section 3150 - Tangible Capital Assets of the Public Sector Accounting Handbook comes into effect on January 1, 2009.

During 2008, the Town of Olds continued working towards compliance with the new accounting recommendations for tangible capital assets. A complete listing of assets and values for land, buildings, machinery & equipment, engineering structures and vehicles is currently underway and is expected to be completed by December 31, 2009.

<b>2. Taxes and Grants in Place of Taxes Receivable</b>	<b>2008</b>	<b>2007</b>
Current taxes and grants in place of taxes	\$ 167,841	\$ 72,871
Arrears taxes	<u>27,952</u>	<u>13,386</u>
	<b>\$ 195,793</b>	<b>\$ 86,257</b>

<b>3. Trade and Other Receivables</b>	<b>2008</b>	<b>2007</b>
Utility accounts receivable	\$ 781,025	\$ 251,824
Goods and services tax recoverable and rebates	307,588	180,534
Other government receivables	373,007	266,705
Trade and other	<u>419,293</u>	<u>681,181</u>
	<b>\$ 1,880,913</b>	<b>\$ 1,380,244</b>

<b>4. Capital Assets</b>	<b>2008</b>	<b>2007</b>
Land	\$ 1,201,568	\$ 1,143,015
Buildings	19,568,772	19,259,615
Engineering structures	38,428,509	36,018,446
Machinery and equipment	5,608,699	4,722,800
Vehicles	<u>1,661,306</u>	<u>1,606,048</u>
	<b>\$ 66,468,854</b>	<b>\$ 62,749,924</b>

<b>5. Deferred Revenue</b>	<b>2008</b>	<b>2007</b>
Alberta Municipal Infrastructure Program	\$ 301,215	\$ 1,664,930
Municipal Sustainability Initiative	706,204	471,997
New Deal for Cities and Communities	529	514
Other	<u>132,320</u>	<u>7,425</u>
	<b>\$ 1,140,268</b>	<b>\$ 2,144,866</b>



**Town of Olds**  
**Notes to Financial Statements**

**December 31, 2008**

6. Long-term Debt	2008	2007
Debentures supported by general tax levies	\$ 2,837,861	\$ 2,945,096
Debentures supported by utility rates	<u>2,823,843</u>	<u>3,116,507</u>
	<u>\$ 5,661,704</u>	<u>\$ 6,061,603</u>

Principal and interest repayments are as follows:

	Principal	Interest	Total
2009	\$ 421,030	\$ 317,311	\$ 738,341
2010	422,912	296,989	719,901
2011	417,647	275,547	693,194
2012	424,144	254,600	678,744
2013	259,150	234,469	493,619
Subsequent years	<u>3,716,821</u>	<u>1,381,168</u>	<u>5,097,989</u>
	\$ 5,661,704	\$ 2,760,084	\$ 8,421,788

Debenture debt is repayable to Alberta Capital Finance Authority and bears interest at rates ranging from 3.55% to 6.25% per annum, before Provincial subsidy, and matures in periods 2009 through 2026. For qualifying debentures, the Province of Alberta rebates 60% of interest in excess of 8%, 9% and 11% to a maximum annual rate of 12.5%, depending on the date borrowed. Debenture debt is issued on the credit and security of the Town at large.

Interest on long-term debt amounted to \$328,551 (2007 - \$322,000).

Total cash payments for interest in 2008 were \$336,574 (2007 - \$320,075).

**7. Contingencies**

The Town is a member of the Alberta Municipal Insurance Exchange (MUNIX). Under the terms of membership, the Town could become liable for its proportionate share of any claim losses in excess of the funds held by the exchange. Any liability incurred would be accounted for as a current transaction in the year the losses are determined.

**8. Commitments**

The Town has agreed to lease vehicles for various periods as follows:

2009	\$ 32,259
2010	4,715

**Town of Olds**  
**Notes to Financial Statements**

December 31, 2008

**9. Debt Limits**

Section 276(2) of the Municipal Government Act requires that debt and debt servicing limits as defined by Alberta Regulation 255/00 for the Town be disclosed as follows:

	2008	2007
Total debt limit	\$ 20,717,558	\$ 17,977,614
Total debt	<u>5,661,704</u>	<u>6,061,603</u>
Amount of debt limit unused	<u>\$ 15,055,854</u>	<u>\$ 11,916,011</u>
Debt servicing limit	\$ 3,452,926	\$ 2,996,269
Debt servicing	<u>738,341</u>	<u>653,138</u>
Amount of debt servicing limit unused	<u>\$ 2,714,585</u>	<u>\$ 2,343,131</u>

The debt limit is calculated at 1.5 times revenue of the municipality (as defined in Alberta Regulation 255/00) and the debt service limit is calculated at 0.25 times such revenue. Incurring debt beyond these limitations requires approval by the Minister of Municipal Affairs. These thresholds are guidelines used by Alberta Municipal Affairs to identify municipalities that could be at financial risk if further debt is acquired. The calculation taken alone does not represent the financial stability of the municipality. Rather, the financial statements must be interpreted as a whole.

**10. Salary and Benefits Disclosure**

Disclosure of salaries and benefits for municipal officials and the chief administrative officer as required by Alberta Regulation 313/2000 is as follows:

	Salary	Benefits	2008 Total	2007 Total
Mayor and Council				
Mayor Dahl	\$ 32,550	\$ 926	\$ 33,476	34,347
Counsellor Bojda	-	-	-	12,291
Counsellor Bull	15,130	25	15,155	3,575
Counsellor Dobush	13,350	292	13,642	2,810
Counsellor Dundas	-	-	-	10,593
Counsellor Harper	16,120	384	16,504	3,333
Counsellor Smith	17,080	415	17,495	18,150
Counsellor Taylor	-	-	-	12,318
Counsellor Walsh	14,970	346	15,316	16,363
Counsellor Winfield	15,880	370	16,250	3,529
CAO (outgoing)	94,988	6,968	101,956	132,445
CAO (incoming)	64,875	14,638	79,513	-

Salary includes regular base pay, bonuses, overtime, lump sum payments, gross honoraria, and any other direct cash remuneration.

**December 31, 2008**

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**10. Salary and Benefits Disclosure - Continued**

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Benefits may include:

- (a) employer's share of all employee benefits and contributions or payments made on behalf of employees including pension, health care, dental coverage, vision coverage, group life insurance, accidental disability and dismemberment insurance, long and short-term disability plans, professional memberships, and tuition; and
  - (b) allowances and the employer's share of the costs of additional taxable benefits including special leave with pay, financial planning services, retirement planning services, concessionary loans, car and travel allowances, conferences and memberships.
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**11. Financial Instruments**

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The Town's financial instruments consist of cash and temporary investments, receivables, accounts payable, accrued liabilities, and long-term debt. It is management's opinion that the Town is not exposed to significant interest or currency risks arising from these financial instruments.

The Town is subject to credit risk with respect to taxes and grants in place of taxes receivable and trade and other receivables. Credit risk arises from the possibility that taxpayers and entities to which the Town provides services may experience financial difficulty and be unable to fulfil their obligations. The large number and diversity of taxpayers and customers minimizes this credit risk. In addition, substantially all of the Town's cash is held with one bank, thereby exposing the Town to the risk of this institution.

Unless otherwise noted, the carrying value of the financial instrument approximates fair value.

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**12. Local Authorities Pension Plan**

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Employees of the Town of Olds participate in the Local Authorities Pension Plan (LAPP), which is covered by the Public Sector Pension Plans Act. The Plan services about 133,000 people and 389 employers. It is financed by employer and employee contributions and investment earnings of the LAPP Fund.

The Town of Olds is required to make current service contributions to the Plan of 7.75% of pensionable earnings up to the Canada Pension Plan Year's Maximum Pensionable Earnings and 10.64% for the excess. Employees of the Town of Olds are required to make current service contributions of 6.75% of pensionable salary up to the year's maximum pensionable salary and 9.64% on pensionable salary above this amount.

Total current and past service contributions by the Town of Olds to the Local Authorities Pension Plan in 2008 were \$191,607 (2007 - \$152,928). Total current and past service contributions by the employees of the Town of Olds to the Local Authorities Pension Plan in 2008 were \$168,615 (2007 - \$134,229).

At December 31, 2008, the Plan disclosed an actuarial deficiency of \$4.414 billion.

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**Town of Olds  
Notes to Financial Statements**

**December 31, 2008**

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**13. Approval of Financial Statements**

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Council and Management have approved these financial statements.

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**14. Comparative Figures**

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Certain comparative figures have been reclassified to conform with the current year's presentation.

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**Schedule 1**  
**Town of Olds**  
**Schedule of Operating Fund Activities**  
**and Change in Fund Balances**

<b>For the year ended December 31</b>	2008 Budget (unaudited)	2008	2007
<b>Revenues</b>			
Net municipal property taxes levied (Schedule 5)	\$ 5,597,800	\$ 5,516,315	\$ 4,802,534
Sales to other governments	151,500	157,020	156,924
Sales and user fees	6,110,400	5,660,788	4,183,072
Government transfers	839,300	927,383	629,168
Investment income	101,500	207,974	173,465
Penalties, costs and fines	167,000	180,297	167,340
Licenses and permits	370,500	333,657	494,073
Franchise fees	472,000	531,133	478,318
Rentals	91,500	98,917	90,144
Other	35,100	81,698	124,415
	<u>13,936,600</u>	<u>13,695,182</u>	<u>11,299,453</u>
<b>Expenditures</b>			
Council	362,920	330,266	309,078
General administration	778,525	1,000,827	710,244
Protective services	1,601,401	1,651,904	1,528,793
Roads, streets and other transportation services	952,533	1,217,607	816,523
Waste and wastewater	2,758,454	2,846,218	2,501,631
Waste management	578,069	663,543	617,114
Public health and welfare	299,848	294,776	282,661
Planning and development	633,613	684,912	549,303
Recreation, parks and culture	2,759,136	3,262,461	2,507,967
Other	9,000	14,410	9,941
	<u>10,733,499</u>	<u>11,966,924</u>	<u>9,833,255</u>
<b>Excess of revenues over expenditures</b>	<u>3,203,101</u>	<u>1,728,258</u>	<u>1,466,198</u>
<b>Net inter-fund transfers</b>			
Transfers from (to) operating reserves	41,400	(504,250)	38,420
Transfers to capital fund	(2,345,200)	(1,546,595)	(1,245,950)
Capital debt repaid	(400,000)	(399,899)	(258,668)
	<u>(2,703,800)</u>	<u>(2,450,744)</u>	<u>(1,466,198)</u>
<b>Change in fund balance during the year</b>	499,301	(722,486)	-
<b>Fund balance, beginning of year</b>	<u>722,486</u>	<u>722,486</u>	<u>722,485</u>
<b>Fund balance, end of year</b>	\$ 1,221,787	\$ -	\$ 722,485

**Schedule 2**  
**Town of Olds**  
**Schedule of Capital Fund Activities**  
**and Change in Fund Balances**

For the year ended December 31	2008 Budget (unaudited)	2008	2007
<b>Revenues</b>			
Government transfers	\$ 2,718,900	\$ 2,543,692	\$ 1,561,135
Developers' agreements	-	(20,000)	380,029
Proceeds from disposal of capital property	-	60,424	207,547
Return on investments	-	64,898	78,047
Other	-	11,201	20,000
	<u>2,718,900</u>	<u>2,660,215</u>	<u>2,246,758</u>
<b>Expenditures</b>			
General government	99,000	116,998	87,494
Protective services	1,076,000	64,635	146,810
Roads, streets and other transportation services	1,195,000	930,426	1,618,927
Water and wastewater	1,976,200	2,199,766	424,182
Waste management	-	58,553	-
Public health and welfare	130,000	94,611	77,363
Recreation, parks and culture	517,000	389,072	1,346,694
	<u>4,993,200</u>	<u>3,854,061</u>	<u>3,701,470</u>
<b>Deficiency of revenues over expenditures</b>	<u>(2,274,300)</u>	<u>(1,193,846)</u>	<u>(1,454,712)</u>
<b>Net inter-fund transfers</b>			
Transfers (to) from capital reserves	-	(352,749)	(566,586)
Transfers from operating fund	-	1,546,595	1,245,950
New long-term debt issued	-	-	890,445
Repayment of long-term debt	-	-	(115,097)
	<u>-</u>	<u>1,193,846</u>	<u>1,454,712</u>
<b>Change in fund balances</b>	(2,274,300)	-	-
<b>Fund balance, beginning of year</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Fund balance, end of year</b>	\$ (2,274,300)	\$ -	\$ -

**Schedule 3**  
**Town of Olds**  
**Schedule of Reserves for Future Expenditures**

For the year ended December 31, 2008

Reserves for future operating and capital activities changed as follows:

	2007	Increases	Decreases	2008
<b>Operating</b>				
WCB dividend	\$ 18,522	\$ 10,920	\$ 12,700	\$ 16,742
General	-	476,494	-	476,494
Fire department	41,191	9,495	23,410	27,276
Disaster services	8,000	-	-	8,000
Snow removal	23,254	-	-	23,254
Utilities	41,767	-	-	41,767
Perpetual care	110,888	27,950	-	138,838
Planning	3,392	-	-	3,392
Handi-bus	26,613	-	-	26,613
FCSS	-	15,500	-	15,500
Sports fields	5,000	-	-	5,000
	<u>278,627</u>	<u>540,359</u>	<u>36,110</u>	<u>782,876</u>
<b>Capital</b>				
General capital reserves	585,993	12,486	8,160	590,319
Infrastructure deficit	89,363	51,904	-	141,267
Community projects	352,208	183,957	400,000	136,165
Software replacement	56,888	1,212	25,373	32,727
Police	25,632	546	-	26,178
Fire equipment- capital	311,667	34,452	45,224	300,895
Fire -small equipment	43,605	36,129	27,839	51,895
Fire - building	-	12,600	-	12,600
Ambulance	2,023	43	-	2,066
Equipment replacement	32,157	685	2,453	30,389
Transportation	230,697	4,916	-	235,613
Parking improvements	20,050	1	20,000	51
Offsite levies - transportation	172,197	3,669	-	175,866
Airport	66,287	1,412	-	67,699
Offsite levies - storm sewer	177,565	3,784	-	181,349
Offsite levies - water	215,346	4,589	-	219,935
Water capital	1,406	205,030	-	206,436
Offsite levies - wastewater	157,585	3,358	-	160,943
Green reserve	-	29,600	-	29,600
Waste disposal	81,542	1,737	-	83,279
Sanitary sewers	241,483	315,146	-	556,629
Senior transportation	72,611	1,547	-	74,158
Signs	2,880	61	-	2,941
Handi-bus	33,008	2,103	-	35,111
Municipal recreation reserve	70,222	1,496	-	71,718
Aquatic centre	25,233	7,538	8,242	24,529
Aquatic steam room	44,777	20,954	-	65,731
Recreation complex	1,641	24,034	-	25,675
Trails reserve	67,529	1,439	62,710	6,258
Reserve for offsite - parks	27,563	587	-	28,150
Parks	19,112	407	8,293	11,226
Centennial legacy	9,916	211	6,687	3,440
Skateboard park	4,543	97	-	4,640
	<u>3,242,729</u>	<u>967,730</u>	<u>614,981</u>	<u>3,595,478</u>
	\$ 3,521,356	\$ 1,508,089	\$ 651,091	\$ 4,378,354

**Schedule 4**  
**Town of Olds**  
**Schedule of Equity in Capital Assets**

For the year ended December 31	2008	2007
<b>Balance, beginning of year</b>	<b>\$ <u>56,688,321</u></b>	<b>\$ <u>53,911,779</u></b>
<b>Increases</b>		
Capital assets acquired		
Land	58,553	-
Buildings	330,677	1,279,718
Engineering structures	2,435,064	2,099,620
Machinery and equipment	921,398	322,133
Vehicles	108,370	-
Repayment of long-term debt	<u>399,899</u>	<u>373,765</u>
	<b>4,253,961</b>	<b>4,075,236</b>
<b>Decreases</b>		
Machinery and equipment	(135,132)	(408,249)
New long-term debt issued	<u>-</u>	<u>(890,445)</u>
	<b>(135,132)</b>	<b>(1,298,694)</b>
<b>Net change during the year</b>	<b><u>4,118,829</u></b>	<b><u>2,776,542</u></b>
<b>Balance, end of year</b>	<b>\$ <u>60,807,150</u></b>	<b>\$ <u>56,688,321</u></b>
<b>Capital assets per statement of financial position</b>	<b>\$ <u>66,468,854</u></b>	<b>\$ <u>62,749,924</u></b>
<b>Less long-term debt</b>	<b><u>(5,661,704)</u></b>	<b><u>(6,061,603)</u></b>
<b>Equity in capital assets</b>	<b>\$ <u>60,807,150</u></b>	<b>\$ <u>56,688,321</u></b>



**Schedule 5**  
**Town of Olds**  
**Schedule of Property Taxes Levied**

For the year ended December 31	2008	2007
<b>Taxation</b>		
Real property taxes	\$ 8,090,914	\$ 7,330,342
Linear property taxes - power, pipe, cable	93,241	97,419
Government grants in place of property taxes	50,944	57,657
Local improvement taxes	<u>6,101</u>	<u>9,407</u>
	<b><u>8,241,200</u></b>	<b><u>7,494,825</u></b>
<b>Requisitions</b>		
Alberta School Foundation Fund	(2,632,609)	(2,602,119)
Mountain View Management Board	<u>(92,276)</u>	<u>(90,172)</u>
	<b><u>(2,724,885)</u></b>	<b><u>(2,692,291)</u></b>
<b>Net municipal property taxes</b>	<b>\$ 5,516,315</b>	<b>\$ 4,802,534</b>

**Schedule 6  
Town of Olds  
Schedule of Government Transfers**

<b>For the year ended December 31</b>	<b>2008 Budget (unaudited)</b>	<b>2008</b>	<b>2007</b>
<b>Federal and Provincial transfers</b>			
Shared cost agreements and grants	\$ 3,368,100	\$ 3,276,501	\$ 2,117,805
<b>Local government transfers</b>			
Shared cost agreements and grants	<u>190,100</u>	<u>194,574</u>	<u>72,498</u>
<b>Total government transfers</b>	\$ 3,558,200	\$ 3,471,075	\$ 2,190,303

**Schedule 7  
Town of Olds  
Schedule of Expenditures by Object**

For the year ended December 31	2008 Budget (unaudited)	2008	2007
<b>Expenditures</b>			
Salaries, wages and benefits	\$ 4,136,950	\$ 4,127,711	\$ 3,631,527
Contracted and general services	2,478,950	2,848,305	2,260,936
Purchases from other governments	1,975,900	2,144,429	1,739,603
Materials, goods and utilities	1,355,700	1,505,452	1,384,684
Transfers to other governments	260,200	258,650	37,872
Transfers to individuals and organizations	321,800	721,603	433,197
Bank charges and short-term interest	9,000	14,432	9,941
Interest on long-term debt	337,300	328,551	322,000
Capital assets acquired	4,993,200	3,854,061	3,701,471
Other	-	17,791	13,494
	\$ 15,869,000	\$ 15,820,985	\$ 13,534,725