

Consolidated Financial Statements of

**THE CORPORATION OF THE
TOWN OF RICHMOND HILL**

December 31, 2003

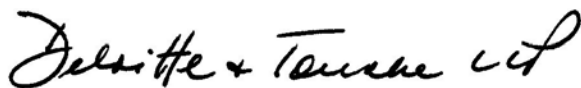
Auditors' Report

To the Members of Council, Inhabitants
and Ratepayers of The Corporation of
the Town of Richmond Hill

We have audited the consolidated statement of financial position of The Corporation of The Town of Richmond Hill as at December 31, 2003 and the consolidated statements of financial activities and of changes in financial position 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 consolidated financial statements present fairly, in all material respects, the financial position of the Town as at December 31, 2003 and the results of its operations and the changes in its financial position for the year then ended in accordance with Canadian generally accepted accounting principles.



Chartered Accountants

Toronto, Ontario
April 23, 2004

THE CORPORATION OF THE TOWN OF RICHMOND HILL

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THE CORPORATION OF THE TOWN OF RICHMOND HILL
Consolidated Statement of Financial Position

December 31, 2003

(\$000's)

	<u>2003</u>	<u>2002</u>
FINANCIAL ASSETS		
Cash and cash equivalents (Note 2)	\$ 307,062	\$ 247,723
Short term investments (Note 2)	17,153	63,935
Taxes and payments-in-lieu receivable (Note 4)	19,182	13,658
Accounts receivable	21,045	31,719
	364,442	357,035
LIABILITIES		
Accounts payable and accrued liabilities	25,922	21,053
Other liabilities	2,845	3,624
Deferred revenue (Note 5)	79,695	80,290
Interest payable on long-term debt	-	29
Employee future benefits liability (Note 6)	2,828	2,621
Long-term debt (Note 7)	-	853
	111,290	108,470
NET FINANCIAL ASSETS	253,152	248,565
NON-FINANCIAL ASSETS		
Prepaid expenses	29	15
Inventory	292	355
	321	370
NET ASSETS	\$ 253,473	\$ 248,935
COMMITMENTS (Note 14)		
CONTINGENCY (Note 15)		
MUNICIPAL POSITION		
Operating Fund - Schedule 1 (Note 8)	\$ 1,153	\$ 909
Capital Fund - Schedule 2 (Note 8)	20,966	15,163
Reserves and Reserve Funds - Schedule 3 (Note 8)	235,597	237,911
	257,716	253,983
Amounts to be recovered (Note 9)	(4,243)	(5,048)
	\$ 253,473	\$ 248,935

APPROVED BY

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The accompanying summary of significant accounting policies and notes are an integral part of these financial statements.

THE CORPORATION OF THE TOWN OF RICHMOND HILL

Consolidated Statement of Financial Activities

Year ended December 31, 2003

(\$000's)

	2003		2002
	Budget (Unaudited - Note 16)	Actual	Actual
REVENUES			
Taxation (Note 10)	\$ 212,435	\$ 214,453	\$ 200,184
Less amounts received for Region and School Boards	(167,809)	(169,403)	(157,188)
	44,626	45,050	42,996
User charges	30,553	33,870	31,470
Grants (Note 11)	167	732	886
Permits, penalties, rents and other	13,942	20,325	19,970
Investment income	5,725	16,289	13,449
Development contributions earned	23,317	18,919	20,720
	118,330	135,185	129,491
EXPENDITURES (Note 12)			
CURRENT			
General government	15,403	15,558	13,781
Protection to persons and property	14,666	16,390	14,534
Transportation services	12,791	12,757	10,435
Environmental services	25,279	24,839	26,760
Health services	2,500	2,500	-
Social and family services	1,000	1,000	-
Recreation and cultural services	22,153	23,702	22,239
Planning and development	2,257	2,067	1,790
	96,049	98,813	89,539
CAPITAL			
General government	4,085	2,294	4,696
Protection to persons and property	598	738	543
Transportation services	12,060	6,230	6,442
Environmental services	1,279	2,240	3,738
Recreation and cultural services	24,968	20,034	13,324
Planning and development	-	249	70
	42,990	31,785	28,813
TOTAL EXPENDITURES	139,039	130,598	118,352
(DECREASE) INCREASE IN NET FINANCIAL ASSETS	(20,709)	4,587	11,139
DECREASE IN AMOUNTS TO BE RECOVERED	(969)	(805)	(305)
(DECREASE) INCREASE IN NON-FINANCIAL ASSETS	-	(49)	106
CHANGE IN FUND BALANCES	\$ (21,678)	\$ 3,733	\$ 10,940

The accompanying summary of significant accounting policies and notes are an integral part of these financial statements.

THE CORPORATION OF THE TOWN OF RICHMOND HILL

Consolidated Statement of Changes in Financial Position

Year ended December 31, 2003

(\$000's)

	2003	2002
NET INFLOW (OUTFLOW) OF CASH RELATED TO THE FOLLOWING ACTIVITIES		
OPERATIONS		
Net revenues	\$ 4,587	\$ 11,139
Uses		
Increase in taxes and payments-in-lieu	(5,524)	-
Increase in accounts receivable	-	(4,153)
Decrease in accounts payable and accrued liabilities	-	(5,003)
Decrease in other liabilities	(779)	(667)
Decrease in deferred revenues	(595)	(2,287)
Decrease in interest payable on long-term debt	(29)	(27)
	(6,927)	(12,137)
Sources		
Decrease in taxes and payments-in-lieu	-	4,116
Decrease in trade and other receivables	10,674	-
Increase in accounts payable and accrued liabilities	4,869	-
Increase in employee benefits payable	207	604
	15,750	4,720
Net increase in cash from operations	13,410	3,722
INVESTING		
Decrease (increase) in short term investments	46,782	(13,386)
FINANCING		
Long-term debt payments	(853)	(788)
NET CHANGE IN CASH AND CASH EQUIVALENTS	59,339	(10,452)
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	247,723	258,175
CASH AND CASH EQUIVALENTS, END OF YEAR	\$ 307,062	\$ 247,723

The accompanying summary of significant accounting policies and notes are an integral part of these financial statements.

THE CORPORATION OF THE TOWN OF RICHMOND HILL
Notes to the Consolidated Financial Statements
December 31, 2003
(tabular amounts in thousands of dollars)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The consolidated financial statements of The Corporation of The Town of Richmond Hill (the "Town") are the representations of management prepared in accordance with local government accounting standards, as recommended by the Public Sector Accounting Board ("PSAB") of the Canadian Institute of Chartered Accountants.

Significant accounting policies adopted include:

(a) *i) Reporting entity*

These consolidated financial statements reflect the assets, liabilities, revenues and expenditures of the current fund, capital fund, reserves and reserve funds of the reporting entity. The reporting entity is comprised of all organizations, local boards and committees accountable for the administration of their financial affairs and resources to the Town, and which are owned or controlled by the Town, including the following:

Richmond Hill Public Library
Richmond Hill Business Improvement Area
Richmond Hill Arena Association

All material inter-entity and interfund transactions and balances are eliminated on consolidation.

ii) Accounting for region and school board

The taxation, other revenues, expenditures, assets and liabilities with respect to the operations of The York Region District School Board, The York Region Roman Catholic Separate School Board, and The Region of York are not reflected in the municipal fund balances of these consolidated financial statements.

iii) Trust Funds

Trust funds and their related operations administered by the Town are not included in the financial statements but are reported separately on the Trust Funds Statement of Revenue, Expenditure and Fund Balance.

(b) *Basis of accounting*

i) Revenues and expenditures

Revenues and expenditures are reported on the accrual basis of accounting. The accrual basis of accounting recognizes revenues in the period in which the transactions or events occurred that give rise to the revenue; expenditures are recognized in the period the goods or services are acquired and a legal liability is incurred or transfers are due.

THE CORPORATION OF THE TOWN OF RICHMOND HILL
Notes to the Consolidated Financial Statements
December 31, 2003
(tabular amounts in thousands of dollars)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(b) Basis of accounting (continued)

ii) Tangible capital assets

The historical cost and accumulated depreciation of capital assets are not recorded for municipal purposes. Capital assets are reported as an expenditure on the consolidated statement of financial activities in the year of acquisition.

iii) Deferred revenue

Deferred revenues represent user charges, development charges and other fees which have been collected but for which the related services have yet to be performed. These amounts will be recognized as revenues in the fiscal year the services are performed.

iv) Employee future benefits

The present value of the cost of providing employees with future benefits programs is expensed as employees earn these entitlements through service. The cost of the benefits earned by employees is actuarially determined using the projected benefit method prorated on service and management's best estimate of retirement ages of employees and expected health care and dental costs.

Any actuarial gains or losses are recognized within the fiscal period in which the actuarial valuation has determined the amount.

v) Investment income

Investment income earned on current funds, capital funds, reserves and reserve funds (other than obligatory funds) is reported as revenue in the period earned. Investment income earned on development charges and parkland obligatory reserve funds is added to the fund balance and forms part of the respective deferred revenue balances.

vi) 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 consolidated financial statements and the reported amount of revenues and expenditures during the period. Actual results could differ from these amounts.

THE CORPORATION OF THE TOWN OF RICHMOND HILL

Notes to the Consolidated Financial Statements

December 31, 2003

(tabular amounts in thousands of dollars)

2. CASH AND INVESTMENTS

	<u>2003</u>	<u>2002</u>
Unrestricted cash and cash equivalents	\$ 206,401	\$ 152,270
Restricted cash and cash equivalents	100,661	95,453
	<u>307,062</u>	<u>247,723</u>
Short term investments	17,153	63,935
	<u>\$ 324,215</u>	<u>\$ 311,658</u>

Cash and investments included above had a market value of \$335,282 (2002 - \$318,956) at the end of the year.

3. TRUST FUNDS

Trust funds administrated by the Town amounting to \$50 (2002 - \$104) are presented separately in the Trust Fund Statement of Revenue, Expenditures and Fund Balance and Balance Sheet. As the Town holds these funds in trust for the benefit of others, they are not presented as part of the Town's financial position or financial activities.

4. TAXES AND PAYMENTS-IN-LIEU RECEIVABLE

The balance in taxes receivable, including penalties and interest, is comprised of the following:

	<u>2003</u>	<u>2002</u>
Current year	\$ 11,058	\$ 7,972
Previous years	6,923	4,421
Penalties and interest	1,521	1,585
	<u>19,502</u>	<u>13,978</u>
Less allowance	320	320
	<u>\$ 19,182</u>	<u>\$ 13,658</u>

THE CORPORATION OF THE TOWN OF RICHMOND HILL

Notes to the Consolidated Financial Statements

December 31, 2003

(tabular amounts in thousands of dollars)

5. DEFERRED REVENUE

Deferred revenue represents user charges and fees which have been collected but for which the related services have yet to be performed. These amounts will be recognized as revenues in the fiscal year the services are performed. The following is the current status of the deferred revenues:

	<u>2003</u>	<u>2002</u>
Obligatory Reserve Funds		
Development charges	\$ 39,787	\$ 48,529
Parkland	7,987	14,190
Unspent development contributions from Capital Funds	30,813	17,184
Deferred revenue - general	1,108	387
Total	\$ 79,695	\$ 80,290

Continuity of deferred revenue is as follows:

	<u>2003</u>	<u>2002</u>
Balance, beginning of year	\$ 80,290	\$ 82,577
Developer contributions collected	15,810	16,313
Other collections	952	217
Interest earned	1,769	1,903
	18,531	18,433
Less		
Developer contributions used in capital operations	18,798	20,633
Developer contributions used in current operations	231	57
General deferred revenues used	97	30
	19,126	20,720
Balance, end of year	\$ 79,695	\$ 80,290

THE CORPORATION OF THE TOWN OF RICHMOND HILL
Notes to the Consolidated Financial Statements
December 31, 2003
(tabular amounts in thousands of dollars)

6. EMPLOYEE FUTURE BENEFITS LIABILITY

(a) *Employee future benefits liability*

Health and dental benefits

Employee future benefits include health and dental benefits that the Town of Richmond Hill pays on behalf of its current and retired employees. The Town recognizes these post-retirement costs as they are earned during the employee's tenure of service.

Vested sick leave benefit

Under the sick leave benefit plan available only to the Town's firefighters, unused sick leave can accumulate and employees may become entitled to a cash payment when they leave the Town's employment.

The benefit liability at December 31, 2003 of \$2,506 (2002 - \$2,312) was determined by actuarial update. The accrued benefit liability and the expense for the year ended December 31, 2003 were based on assumptions used for the December 31, 2002 actuarial valuation.

The significant actuarial assumptions employed in the actuarial valuations are as follows:

i) *General inflation*

Future general inflation levels were assumed to be 3.0% in 2004 and thereafter.

ii) *Interest (discount) rate*

The present value as at December 31, 2003 of the future benefits was determined using a discount rate of 6%. This corresponds to the assumed inflation rate plus an assumed rate of return of 3%.

iii) *Health costs*

Health costs were assumed to increase at a rate of 10% for 2004 and continue to increase for the next 15 years. The increase will start at 10% per year in 2004 and gradually reduce to a 5 % per annum increase in 2018 and thereafter.

iv) *Dental costs*

Dental costs were assumed to increase at 5% for 2004 and thereafter.

THE CORPORATION OF THE TOWN OF RICHMOND HILL

Notes to the Consolidated Financial Statements

December 31, 2003

(tabular amounts in thousands of dollars)

6. EMPLOYEE FUTURE BENEFITS LIABILITY (continued)

(b) Workplace Safety and Insurance Board Liability

Effective January 1, 1994, the Corporation of the Town of Richmond Hill became a Schedule II employer under the Workplace Safety and Insurance Act and follows a policy of self insurance for all its employees.

The Town also maintains an insurance policy, which protects the Corporation against single claims in excess of \$250,000.

The Workplace Safety and Insurance Board liability at December 31, 2003 of \$322 (2002 - \$309) was determined by an actuarial update. The accrued benefit liability and the expense for the year ended December 31, 2003 were based on assumptions used for the December 31, 2002 actuarial update.

Information about the Town's employee future benefits liability is as follows:

	<u>2003</u>	<u>2002</u>
Accrued future benefits liability, beginning of year	\$ 2,621	\$ 2,017
Expense for the period	223	367
Interest accrued	161	117
Benefits paid during the period	(177)	(204)
Actuarial loss	-	324
Accrued future benefits liability, end of year	<u>\$ 2,828</u>	<u>\$ 2,621</u>

THE CORPORATION OF THE TOWN OF RICHMOND HILL

Notes to the Consolidated Financial Statements

December 31, 2003

(tabular amounts in thousands of dollars)

7. LONG-TERM DEBT

- (a) Long-term debt reported on the consolidated statement of financial position is made up of the following:

	<u>2003</u>	<u>2002</u>
The Municipality has assumed responsibility for the payment of principal and interest charges on certain long-term liabilities issued by the Region of York. At the end of the year, the outstanding principal amount of this liability is:	\$ -	\$ 853

- (b) The long-term liabilities in (a) issued in the name of the municipality received approval of the Ontario Municipal Board (or approved by private legislation) for those approved on or before December 31, 1992. Those approved on or after January 1, 1993 have been approved by by-law. The annual principal and interest payments required to service these liabilities were within the annual debt repayment limit prescribed by the Ministry of Municipal Affairs and Housing.
- (d) Interest expense on net long-term liabilities amounted to \$37 (2002 - \$137).
- (e) Long-term debt was recovered from general municipal revenues and proceeds from the Hydro Proceeds Reserve Fund.

8. MUNICIPAL FUND BALANCES AT THE END OF THE YEAR

- (a) *Operating Fund Balance*

	<u>2003</u>	<u>2002</u>
Town	\$ 1,127	\$ 883
Business Improvement Area	26	26
	<u>\$ 1,153</u>	<u>\$ 909</u>

- (b) *Capital Fund Balance*

	<u>2003</u>	<u>2002</u>
Funds available for the acquisition of tangible capital assets	\$ 20,966	\$ 15,163

THE CORPORATION OF THE TOWN OF RICHMOND HILL

Notes to the Consolidated Financial Statements

December 31, 2003

(tabular amounts in thousands of dollars)

8. MUNICIPAL FUND BALANCES AT THE END OF THE YEAR (continued)

(c) *Reserves and Reserve Funds*

	<u>2003</u>	<u>2002</u>
Reserves set aside for special purposes by Council		
Working capital	\$ -	\$ 330
Contingencies	5,948	4,855
Acquisition of fixed assets	6,340	6,627
Operations and special purposes	15,874	12,541
	<u>28,162</u>	<u>24,353</u>
Reserve Funds set aside for special purposes by Council		
Parks and recreation	208	219
Acquisition of fixed assets	126,373	21,956
Insurance	1,938	1,940
W.S.I.B.	629	1,205
Fire fighters' sick leave	1,333	1,378
Operating and special purposes	76,954	41,096
Hydro proceeds (Note 17)	-	145,764
	<u>207,435</u>	<u>213,558</u>
Total Reserves and Reserve Funds	<u>\$ 235,597</u>	<u>\$ 237,911</u>

9. AMOUNTS TO BE RECOVERED

	<u>2003</u>	<u>2002</u>
Accrued interest on long-term debt	\$ -	\$ 29
Employee future benefits	2,828	2,621
Vacation pay - Library	30	43
Long-term debt	-	853
Internal loans from obligatory reserve funds	1,385	1,502
	<u>\$ 4,243</u>	<u>\$ 5,048</u>

THE CORPORATION OF THE TOWN OF RICHMOND HILL

Notes to the Consolidated Financial Statements

December 31, 2003

(tabular amounts in thousands of dollars)

10. TAXATION

Property tax billings are prepared by the Town based on assessment rolls issued by the Municipal Property Assessment Corporation (MPAC) and in accordance with the provisions of Municipal Act, 2001. The Municipal Council establishes the tax rates annually, incorporating amounts to be raised for local services, the requisitions made by the Region of York in respect to Regional services and amounts the Town is required to collect on behalf of the School Board(s) in respect of education taxes. From time to time property assessment are adjusted by MPAC through the reconsideration process or by the Assessment Review Board through the appeal process. Additional assessments, referred to as supplementary and omitted assessment can also be issued by MPAC in accordance with the Assessment Act. These adjustments and additional assessments are processed by the Town upon receipt and recognized in the fiscal year they are determined. All property taxes are secured by the land and pose no collection risk.

The Town is entitled to collect interest and penalties on overdue taxes. These revenues are recorded in the year the interest and penalties are levied.

11. GRANTS

	<u>2003</u>	<u>2002</u>
Government of Canada	\$ 252	\$ 120
Province of Ontario	480	344
Recoveries from Region of York - solid waste disposal rebate	-	422
	<u>\$ 732</u>	<u>\$ 886</u>

12. CLASSIFICATION OF EXPENDITURES BY OBJECT

The Consolidated Statement of Financial Activities presents the expenditures by function, whereas the following classifies those same expenditures by object:

	<u>2003</u>	<u>2002</u>
Salaries, wages and employee benefits	\$ 49,940	\$ 45,468
Operating materials and supplies	17,118	14,591
Contracted services	27,353	28,571
Rents and financial expenses	1,023	761
External transfers to others	3,342	11
Tangible capital assets	31,785	28,813
Debt service	37	137
Total expenditures by object	<u>\$ 130,598</u>	<u>\$ 118,352</u>

THE CORPORATION OF THE TOWN OF RICHMOND HILL

Notes to the Consolidated Financial Statements

December 31, 2003

(tabular amounts in thousands of dollars)

13. PENSION AGREEMENTS

The Town is required to participate in and make contributions to the Ontario Municipal Employees Retirement Fund (OMERS), which is a multi-employer plan, on behalf of staff. The plan is a defined benefit plan which specifies the amount of the retirement benefit to be received by the employees based on the length of service and rates of pay.

The contribution rate for 2003 was 2.1% (2002 – 0%). The amount contributed to OMERS for 2003 was \$758 (2002 - \$Nil) for current service and is included as an expenditure on the consolidated statement of financial activities.

14. COMMITMENTS

- (a) The Town of Richmond Hill Public Library leases office space under an agreement that expires March 31, 2005. The obligations over the remaining life of the lease are as follows:

2004	\$	102
2005		25
		<hr/>
	\$	127

- (b) The Richmond Hill Arena Association leases land under an agreement that expires December 31, 2015. The obligations over the remaining life of the lease are as follows:

2004	\$	31
2005		31
2006		31
2007		31
2008		31
2009 to 2015		217
		<hr/>
	\$	372

- (c) The Town of Richmond Hill has entered into various contracts for vehicle and equipment leases. The obligations over the remaining life of the leases are as follows:

2004	\$	75
2005		13
		<hr/>
	\$	88

THE CORPORATION OF THE TOWN OF RICHMOND HILL

Notes to the Consolidated Financial Statements

December 31, 2003

(tabular amounts in thousands of dollars)

14. COMMITMENTS (continued)

- (d) The Town of Richmond Hill has entered into a ten-year contract for the handling of garbage and recycling materials expiring on March 31, 2009. The obligations over the remaining life of this contract are as follows:

2004	\$ 2,848
2005	2,978
2006	3,109
2007	3,238
2008	3,368
2009	875
	<hr/>
	\$ 16,416

15. CONTINGENCY

The Town is the defendant in several legal actions claiming personal, property and other damages. The claims are being handled by the Town's insurers. Provision has been made in the consolidated financial statements for management's best estimate of the ultimate cost to the Town to settle these actions.

16. BUDGET FIGURES

The Town completes separate budget reviews for its Operating and Capital Budgets each year. The approved budget for 2003 is reflected on the Consolidated Statement of Financial Activities, the Consolidated Schedule of Operating Activities and Fund Balance, and the Consolidated Schedule of Capital Fund Activities and Fund Balance.

Budgets established for the Capital Fund are set on a project-oriented basis, the costs of which may be carried out over one or more fiscal years and may not be comparable with the current year actual amounts. Funding for these capital projects is determined annually and made by transfers from reserve funds and by the application of applicable grants or other available funds.

As well, the Town does not budget for activity within the Reserve and Reserve Funds, with the exception being those transactions which affect either the operating or capital budgets.

17. HYDRO PROCEEDS RESERVE FUND

Pursuant to By-Law 17-02 passed January 28, 2002, a Hydro proceeds reserve fund was established effective December 31, 2001. The net proceeds on the sale of Richmond Hill Hydro Inc. (which included the liability for the assumed Hydro debt in the amount of \$1,434,950) amounting to \$142,557,487 was transferred from the Consolidated Capital Fund to the Hydro proceeds reserve fund on December 1, 2001. The Hydro assumed debt was repaid during 2002 and 2003.

THE CORPORATION OF THE TOWN OF RICHMOND HILL

Notes to the Consolidated Financial Statements

December 31, 2003

(tabular amounts in thousands of dollars)

18. GUARANTEES

In the normal course of business, the Town enters into agreements that meet the definition of a guarantee. The Town's primary guarantees subject to disclosure include indemnities in favour of third parties, such as purchase and sale agreements, confidentiality agreements, engagement letters with advisors and consultants, outsourcing agreements, leasing contracts, information technology agreements and service agreements.

These indemnification agreements may require the Town to compensate counterparties for losses incurred by the counterparties as a result of breaches in representation and regulations or as a result of litigation claims or statutory sanctions that may be suffered by the counterparty as a consequence of the transaction. The terms of these indemnities are not explicitly defined and the maximum amount of any potential reimbursement cannot be reasonably estimated.

The nature of these indemnification agreements prevents the Town from making a reasonable estimate of the maximum exposure due to the difficulties in assessing the amount of liability which stems from the unpredictability of future events and the unlimited coverage offered to counterparties. Historically, the Town has not made the any significant payments under such or similar indemnification agreements and therefore no amount has been accrued in the consolidated statement of financial position with respect to these agreements.

THE CORPORATION OF THE TOWN OF RICHMOND HILL

Notes to the Consolidated Financial Statements

December 31, 2003

(tabular amounts in thousands of dollars)

19. PUBLIC SECTOR DISCLOSURE

Pursuant to the Public Sector Disclosure Act, the following list discloses the salaries paid to Town employees earning greater than one hundred thousand dollars in 2003.

Surname	Given Name	Position	Salary Paid	Taxable Benefits
Armstrong	John	Manager, Roads, Water & Wastewater	\$ 106,432	\$ 1,482
Babcock	Janet	Commissioner, Planning & Development	139,925	7,735
Bagley	David	Deputy Fire Chief	119,448	535
Baker	Shane	Fire Chief	119,421	724
Bell	William	Mayor and York Regional Councillor	125,082	1,438
Brutto	Italo	Director, Maintenance & Operations	115,476	856
Caron	Patrick	Director, Asset Management	107,315	577
Collinson	David	Director, Planning	117,528	429
Devries	John	Director, Building Services	116,926	604
Dexter	David	Director, Financial Services	113,368	373
Elliott	Daniel	Commissioner, Finance & Treasurer	137,198	7,884
Fick	Stephen	Director, Design & Construction	106,970	773
Friedberg	Lynton	Commissioner, Parks & Recreation	146,501	7,693
Hollasch	Audrey	Director, Parks Development & Design	106,026	388
Johnston	Merv	Director, Human Resources	101,162	348
Joslin	Darlene	Director, Recreation & Culture	120,100	429
Joyce	William	Director, ITRS	120,170	429
Kennedy	Robert	Fire Chief	185,465	244
Kowalishin	Teresa	Town Solicitor	118,988	442
Kraft	Steven	Deputy Fire Chief	117,067	309
Luker	Douglas	Commissioner, Corporate Services	134,928	8,185
Macgregor	Bruce	Commissioner, Engineering/Works	134,368	8,185
McKinnon	Deborah	Director, Revenue	124,460	375
Meakes	John	Director, Economic Development	105,529	519
Melitzer	David	Assistant, Town Solicitor	104,975	388
Miller	Robert	Assistant Solicitor	103,215	749
Prowse	Robert	Director, Council Support & Town Clerk	106,124	388
Tettmar	James	Director, Parks Operations & Maintenance	115,691	1,288
Weldon	C. David	Chief Administrative Officer	166,178	5,606
Zawadowsky	Eugene	Director, Development & Technical Services	105,761	388

20. COMPARATIVE FIGURES

Certain of prior years figures have been reclassified to conform with the current year's basis of presentation.

THE CORPORATION OF THE TOWN OF RICHMOND HILL
Consolidated Schedule of Operating Fund Activities and
Fund Balance

Year ended December 31, 2003
(\$000's)

Schedule 1

	2003		2002
	Budget (Unaudited - Note 16)	Actual	Actual
REVENUES			
Taxation	\$ 212,435	\$ 214,453	\$ 200,184
Less amounts received for Region and School Boards	(167,809)	(169,403)	(157,188)
	44,626	45,050	42,996
User charges	30,553	33,870	31,470
Grants	167	214	646
Permits, penalties, rents and other	12,469	13,327	15,745
Investment income	5,725	5,933	5,102
Developer contributions earned	90	121	87
	93,630	98,515	96,046
EXPENDITURES			
General government	15,403	15,558	13,781
Protection to persons and property	14,666	16,390	14,534
Transportation services	12,791	12,757	10,435
Environmental services	25,279	24,839	26,760
Health services	2,500	2,500	-
Social and family services	1,000	1,000	-
Recreation and cultural services	22,153	23,702	22,239
Planning and development	2,257	2,067	1,790
	96,049	98,813	89,539
NET REVENUES	(2,419)	(298)	6,507
FINANCING AND TRANSFERS			
Debt principal repayments	(969)	(969)	(895)
Accrued interest on long-term debt	-	(29)	(27)
Employee future benefits	-	207	604
Vacation pay - Library	-	(14)	13
Transfers from (to) Reserves and Reserve Funds	3,543	2,285	(6,138)
Transfers to Capital Fund	(1,064)	(889)	(1,941)
	1,510	591	(8,384)
CHANGE IN OPERATING FUND	(909)	293	(1,877)
INCREASE (DECREASE) IN NON-FINANCIAL ASSETS	-	(49)	106
CURRENT FUND BALANCE, BEGINNING OF YEAR	909	909	2,680
CURRENT FUND BALANCE, END OF YEAR	\$ -	\$ 1,153	\$ 909

The accompanying summary of significant accounting policies and notes are an integral part of these financial statements.

THE CORPORATION OF THE TOWN OF RICHMOND HILL

Consolidated Schedule of Capital Fund Activities and Fund Balance

Year ended December 31, 2003
(\$000's)

Schedule 2

	2003		2002
	Budget (Unaudited - Note 16)	Actual	Actual
REVENUES			
Developer recoveries	\$ 1,473	\$ 1,084	\$ 1,216
Grants	-	518	240
Developers contributions earned	23,227	18,798	20,633
	24,700	20,400	22,089
EXPENDITURES			
General government	4,085	2,294	4,696
Protection to persons and property	598	738	543
Transportation services	12,060	6,230	6,442
Environmental services	1,279	2,240	3,738
Recreation and cultural services	24,968	20,034	13,324
Planning and development	-	249	70
	42,990	31,785	28,813
NET EXPENDITURES	(18,290)	(11,385)	(6,724)
FINANCING AND TRANSFERS			
Transfers from reserves and reserve funds	17,226	16,299	610
Transfers from operating fund	1,064	889	1,941
	18,290	17,188	2,551
CHANGE IN CAPITAL FUND	-	5,803	(4,173)
CAPITAL FUND BALANCE, BEGINNING OF YEAR	20,966	15,163	19,336
CAPITAL FUND BALANCE, END OF YEAR	\$ 20,966	\$ 20,966	\$ 15,163

The accompanying summary of significant accounting policies and notes are an integral part of these financial statements.

THE CORPORATION OF THE TOWN OF RICHMOND HILL
Consolidated Schedule of Reserves and Reserve Funds Activities
and Fund Balance

Year ended December 31, 2003

(\$000's)

Schedule 3

	2003		2002
	Budget (Unaudited - Note 16)	Actual	Actual
REVENUES			
Investment income	\$ -	\$ 10,356	\$ 8,347
Permits, penalties, rents and other	-	5,914	3,009
	-	16,270	11,356
FINANCING AND TRANSFERS			
Transfer (to) from Operating Fund	(3,543)	(2,285)	6,138
Transfer to Capital Fund	(17,226)	(16,299)	(610)
	(20,769)	(18,584)	5,528
CHANGE IN RESERVES AND RESERVE FUNDS	(20,769)	(2,314)	16,884
FUND BALANCE, BEGINNING OF YEAR	237,911	237,911	221,027
FUND BALANCE, END OF YEAR	\$ 217,142	\$ 235,597	\$ 237,911

The accompanying summary of significant accounting policies and notes are an integral part of these financial statements.