



Financial Statements

The Municipality of North Perth Trust Funds

December 31, 2012

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Independent auditor's report

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To the Chair and Members of Council Inhabitants and Ratepayers of the
Municipality of North Perth

We have audited the accompanying financial statements of the Municipality of North Perth Trust Funds which comprise the statement of financial position as at December 31, 2012, and the statement of operations for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the financial statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian public sector accounting standards, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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 comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Trust's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Trust's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of The Municipality of North Perth Trust Funds as at December 31, 2012, and the results of its operations for the year then ended in accordance with Canadian public sector accounting standards.

Grant Thornton LLP

Burlington, Canada
June 17, 2013

Chartered accountants
Licensed Public Accountants

The Municipality of North Perth Trust Funds Statement of Financial Position

Years Ended December 31

2012

2011

Financial assets

Cash	\$ 227,515	\$ 174,148
Loan receivable (Note 2)	266,525	278,288
Due from the Municipality of North Perth	<u>15,012</u>	<u>41,604</u>
Accumulated surplus	<u>\$ 509,052</u>	<u>\$ 494,040</u>

See accompanying notes to financial statements.

The Municipality of North Perth Trust Funds Statement of Operations

Years Ended December 31 2012 2011

Revenue

Plot sales/ monuments transferred from		
Cemetery Board	\$ 15,012	\$ 19,732
Interest	<u>19,028</u>	<u>19,762</u>
	<u>34,040</u>	<u>39,494</u>

Expenses

Interest transferred to Cemetery Board	<u>19,028</u>	<u>19,762</u>
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Annual surplus 15,012 19,732

Accumulated surplus, beginning of the year 494,040 474,308

Accumulated surplus, end of year \$ 509,052 \$ 494,040

See accompanying notes to financial statements.

The Municipality of North Perth Trust Funds

Notes to the Financial Statements

December 31, 2012

1. Summary of significant accounting policies

The financial statements of the Municipality of North Perth Trust funds have been prepared in accordance with Canadian generally accepted accounting principles as defined in the Canadian Institute of Chartered Accountants Public Sector Accounting Handbook.

Basis of accounting

Sources of revenue and expenses are reported on the accrual basis of accounting. The accrual basis of accounting recognizes revenues as they become available and measurable; expenses are recognized as they are incurred and measurable as a result of receipt of goods or services and the creation of legal obligation to pay.

Use of estimates

The preparation of the Trust Fund's financial statements in conformity with Canadian public sector accounting standards 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 year. Actual results could differ from those estimates.

Statement of cash flows

The statement of cash flows has not been included in these financial statements as it would not provide any additional useful information in understanding the cash flows for the year. The sources and uses of cash are readily apparent from the information included in the financial statements.

2. Loan receivable

The loan to the Municipality of North Perth is receivable in annual instalments of \$25,678 including interest at 5% and is due December 2027.