

**The Municipality of North Perth
Trust Funds
Financial Statements
For the year ended December 31, 2016**

The Municipality of North Perth
Trust Funds
Financial Statements
For the year ended December 31, 2016

Contents

Auditors' Report	1
Financial Statements	
Statement of Financial Position	2
Statement of Operations	3
Summary of Significant Accounting Policies	4
Notes to Financial Statements	5

Independent Auditors' Report

To the 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, 2016 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 entity'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 entity'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, 2016 and the results of its operations for the year then ended in accordance with Canadian public sector accounting standards.

Chartered Accountants, Licensed Public Accountants

Stratford, Ontario
July 21, 2017

**The Municipality of North Perth Trust Funds
Statement of Financial Position**

December 31	2016	2015
Financial Assets		
Cash	\$ 362,703	\$ 327,521
Loan receivable (Note 1)	213,289	227,587
Due from the Municipality of North Perth	<u>40,885</u>	<u>42,744</u>
Net Financial Assets and Accumulated Surplus	\$ 616,877	\$ 597,852

The Municipality of North Perth Trust Funds Statement of Operations

For the year ended December 31	2016	2015
Revenue		
Plot sales/monuments transferred from Cemetery Board	\$ 19,025	\$ 16,157
Interest	<u>21,432</u>	<u>22,368</u>
	<u>40,457</u>	<u>38,525</u>
Expenses		
Interest transferred to Cemetery Board	<u>21,432</u>	<u>22,368</u>
Annual surplus	19,025	16,157
Accumulated surplus, beginning of the year	<u>597,852</u>	<u>581,695</u>
Accumulated surplus, end of the year	<u>\$ 616,877</u>	<u>\$ 597,852</u>

The Municipality of North Perth Trust Funds Summary of Significant Accounting Policies

December 31, 2016

Management's Responsibility for the Financial Statements

The financial statements are the responsibility of and prepared by management. They have been prepared in accordance with Canadian public sector accounting standards established by the Canadian Public Sector Accounting Board of the Chartered Professional Accountants of Canada. The preparation of financial statements necessarily involves the use of estimates based on management's judgement, particularly when transactions affecting the current accounting period cannot be finalized with certainty until future periods. The significant accounting policies used are as follows:

Use of Estimates

The preparation of financial statements in accordance 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 expenditures during the year. Actual results could differ from management's best estimates as additional information becomes available in the future.

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.

The Municipality of North Perth Trust Funds Notes to Financial Statements

December 31, 2016

1. 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.