

**TOWNSHIP OF SOUTH-WEST OXFORD**  
**TRUST FUNDS**  
**FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2016**

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TRUST FUNDS  
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FOR THE YEAR ENDED DECEMBER 31, 2016**

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**INDEPENDENT AUDITOR'S REPORT**

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**To the Members of Council, Inhabitants and Ratepayers of the Township of South-West Oxford:**

I have audited the accompanying financial statements of the Trust Funds of the Township of South-West Oxford, which comprise the Statement of Financial Position as at December 31, 2016 and the Statements of Operations and Accumulated Surplus, and Cash Flows 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**

My responsibility is to express an opinion on these financial statements based on my audit. I conducted my audit in accordance with Canadian generally accepted auditing standards. Those standards require that I 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.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

**Basis for Qualified Opinion**

The Trust Funds of the Township of South-West Oxford derive receipts of capital from residents and donors, the completeness of which is not susceptible to satisfactory audit verification. Accordingly, my verification of these receipts was limited to the amounts recorded in the records of the Township and I was not able to determine whether any adjustments might be necessary to capital receipts, assets and capital balance.

**Qualified Opinion**

In my opinion, except for the effects of the matter described in the Basis for Qualified Opinion paragraph, the financial statements present fairly, in all material respects, the financial position of the Trust Funds of the Township of South-West Oxford as at December 31, 2016, and its financial performance and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

September 19, 2017  
London, Canada

*Scrimgeour & Company*  
LICENSED PUBLIC ACCOUNTANT

**TOWNSHIP OF SOUTH-WEST OXFORD  
TRUST FUNDS  
STATEMENT OF FINANCIAL POSITION  
AS AT DECEMBER 31, 2016**

	2016		2015
<b>FINANCIAL ASSETS</b>			
Cash	\$ 83,855	\$	97,904
Investments (note 2)	314,945		260,980
Accounts receivable	-		7,224
	<b>398,800</b>		<b>366,108</b>
<b>LIABILITIES</b>			
Due to Township of South-West Oxford	38,749		6,785
<b>NET FINANCIAL ASSETS</b>	<b>360,051</b>		<b>359,323</b>
<b>ACCUMULATED SURPLUS (note 3)</b>	<b>\$ 360,051</b>	<b>\$</b>	<b>359,323</b>

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

**TOWNSHIP OF SOUTH-WEST OXFORD  
TRUST FUNDS  
STATEMENT OF OPERATIONS AND ACCUMULATED SURPLUS  
FOR THE YEAR ENDED DECEMBER 31, 2016**

	<b>2016</b>		<b>2015</b>
<b>REVENUE</b>			
Care and maintenance portion of plot sales	\$ 3,400	\$	8,735
Transfer of care and maintenance funds	50		8,050
Interest	1,011		6,022
	<b>4,461</b>		<b>22,807</b>
<b>EXPENDITURES</b>			
Cemetery maintenance	3,109		2,807
Trustee fees	624		626
	<b>3,733</b>		<b>3,433</b>
Excess of revenue over expenditures for the year	728		19,374
<b>ACCUMULATED SURPLUS, BEGINNING OF YEAR</b>	<b>359,323</b>		<b>339,949</b>
<b>ACCUMULATED SURPLUS, END OF YEAR</b>	<b>\$ 360,051</b>	<b>\$</b>	<b>359,323</b>

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

**TOWNSHIP OF SOUTH-WEST OXFORD  
TRUST FUNDS  
STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED DECEMBER 31, 2016**

	2016	2015
<b>NET INFLOW (OUTFLOW) OF CASH RELATED TO THE FOLLOWING ACTIVITIES:</b>		
<b>OPERATING</b>		
Excess of revenue over expenditures (page 3)	\$ 728	\$ 19,374
Change in non-cash operating balances		
Accounts receivable	7,224	(6,415)
Investments	(53,965)	26,407
Accounts payable	31,964	(22,278)
Cash provided by operating transactions	(14,049)	17,088
Increase (decrease) in cash	(14,049)	17,088
<b>CASH, BEGINNING OF YEAR</b>	<b>97,904</b>	<b>80,816</b>
<b>CASH, END OF YEAR</b>	<b>\$ 83,855</b>	<b>\$ 97,904</b>

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

**TOWNSHIP OF SOUTH-WEST OXFORD  
TRUST FUNDS  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2016**

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**1. Accounting policies**

The financial statements of the Township of South-West Oxford - Trust Funds (the Trust Funds) are prepared by management in accordance with Canadian public sector accounting standards as prescribed by the Public Sector Accounting Board of the CPA Canada.

**a. Basis of accounting**

Interest revenue is recorded on the cash basis. Interest revenue is transferred to operations when it is received. Other revenue and expenditures are reported on the accrual basis of accounting. The accrual basis of accounting recognizes revenue as they become available and measurable; expenditures are recognized as they are incurred and measurable as a result of receipt of goods or services and the creation of a legal obligation to pay.

**b. Financial instruments**

The financial instruments of the trust funds consist of cash, short-term investments and accounts receivable. The carrying values of these financial assets approximate their fair values unless otherwise disclosed.

**c. Use of estimates**

The preparation of 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 revenue and expenditures during the period. Actual results could differ from these estimates.

**d. Tangible capital assets**

The trust funds do not own any capital assets.

**2. Short-term investments**

Short-term investments of \$314,945 (2015 - \$260,980 ) consist of guaranteed income certificates with varying interest rates and maturity dates. The investments are recorded at cost which approximates market value.

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TRUST FUNDS  
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FOR THE YEAR ENDED DECEMBER 31, 2016**

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**3. Accumulated surplus**

The accumulated surplus of the Trust Funds is comprised of the following:

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	<b>2016</b>		<b>2015</b>
Mount Elgin Cemetery	\$ 22,391	\$	22,391
Sweaburg Union Cemetery	10,511		10,511
West Oxford Cemetery	237,279		235,270
Beachville Cemetery	24,870		26,151
Delmer Cemetery	65,000		65,000
	<b>\$ 360,051</b>	<b>\$</b>	<b>359,323</b>

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