

TOWNSHIP OF SOUTH-WEST OXFORD
TRUST FUNDS
FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2017

**TOWNSHIP OF SOUTH-WEST OXFORD
TRUST FUNDS
FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2017**

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INDEPENDENT AUDITOR'S REPORT

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

We 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, 2017 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

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.

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, our verification of these receipts was limited to the amounts recorded in the records of the Township and we were not able to determine whether any adjustments might be necessary to capital receipts, assets and capital balance.

Qualified Opinion

In our 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, 2017, and its financial performance and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

August 7, 2018
London, Canada

Scrimgeour & Company
LICENSED PUBLIC ACCOUNTANT

**TOWNSHIP OF SOUTH-WEST OXFORD
TRUST FUNDS
STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2017**

	2017	2016
FINANCIAL ASSETS		
Cash	\$ 87,809	\$ 83,855
Investments (note 2)	295,516	314,945
Due from Township of South-West Oxford	34,919	-
	418,244	398,800
LIABILITIES		
Due to Cemetery Operations	10,880	38,749
NET FINANCIAL ASSETS	407,364	360,051
ACCUMULATED SURPLUS (note 3)	\$ 407,364	\$ 360,051

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, 2017**

	2017	2016
REVENUE		
Care and maintenance portion of plot sales	\$ 24,010	\$ 3,400
Transfer of care and maintenance funds	27,855	50
Interest	2,320	1,011
	54,185	4,461
EXPENDITURES		
Cemetery maintenance	6,235	3,109
Trustee fees	637	624
	6,872	3,733
Excess of revenue over expenditures for the year	47,313	728
ACCUMULATED SURPLUS, BEGINNING OF YEAR	360,051	359,323
ACCUMULATED SURPLUS, END OF YEAR	\$ 407,364	\$ 360,051

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, 2017**

	2017	2016
NET INFLOW (OUTFLOW) OF CASH RELATED TO THE FOLLOWING ACTIVITIES:		
OPERATING		
Excess of revenue over expenditures (page 3)	\$ 47,313	\$ 728
Change in non-cash operating balances		
Accounts receivable	(34,919)	7,224
Investments	19,429	(53,965)
Accounts payable	(27,869)	31,964
Cash provided by operating transactions	3,954	(14,049)
Increase (decrease) in cash	3,954	(14,049)
CASH, BEGINNING OF YEAR	83,855	97,904
CASH, END OF YEAR	\$ 87,809	\$ 83,855

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, 2017**

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 \$295,516 (2016 - \$314,945) 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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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2017**

3. Accumulated surplus

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

	2017		2016
Mount Elgin Cemetery	\$ 27,696	\$	22,391
Sweaburg Union Cemetery	10,511		10,511
West Oxford Cemetery	266,287		237,279
Beachville Cemetery	24,870		24,870
Delmer Cemetery	78,000		65,000
	\$ 407,364	\$	360,051
