

Financial Statements of

**MIDDLESEX COUNTY TRUST FUNDS**

Year ended December 31, 2016

# INDEPENDENT AUDITORS' REPORT

To the Stakeholders

We have audited the accompanying financial statements of the County of Middlesex Trust Funds, which comprise the statement of financial position as at December 31, 2016, the statements of earnings and fund balances and cash flows for the year then ended, and notes, comprising 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.

## *Auditors' 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 our 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, we consider 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 County of Middlesex Trust Funds as at December 31, 2016, and its results of operations, and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

"DRAFT"

Chartered Professional Accountants, Licensed Public Accountants  
June 27, 2017  
London, Canada

# COUNTY OF MIDDLESEX TRUST FUNDS

## Statement of Financial Position

December 31, 2016, with comparative information for 2015

	Strathmere Lodge Trust Fund	Strathroy Library Trust Fund	Clark Wright Bequest Trust Fund	2016 Total	2015 Total
<b>Assets:</b>					
Cash	\$37,642	\$ -	\$ -	\$37,642	\$37,348
Due from County of Middlesex (note 4)	-	5,778	25,000	30,778	30,778
	37,642	5,778	25,000	68,420	68,126
<b>Liabilities:</b>					
Accounts payable and accrued liabilities	\$4,215	\$ -	\$ -	\$4,215	\$ -
<b>Fund Balances</b>					
Fund balances	33,427	5,778	25,000	64,205	68,126
	\$37,642	\$5,778	\$25,000	\$68,420	\$68,126

See accompanying notes to financial statements.

## COUNTY OF MIDDLESEX TRUST FUNDS

Statement of Earnings and Fund Balances

Year ended December 31, 2016, with comparative information for 2015

	Strathmere Lodge Trust Fund	Strathroy Library Trust Fund	Clark Wright Bequest Trust Fund	2016 Total	2015 Total
<b>Revenues:</b>					
Capital	\$233,534	\$ -	\$ -	\$233,534	\$201,856
Interest	-	55	238	293	293
	233,534	55	238	233,827	202,149
<b>Expenditures:</b>					
Resident withdrawals	237,455	-	-	237,455	207,464
Transfer to County of Middlesex Library Board	-	55	238	293	293
	237,455	55	238	237,748	207,757
Deficiency of revenue over expenditures	(3,921)	-	-	(3,921)	(5,608)
Fund balance, beginning of year	37,348	5,778	25,000	68,126	73,734
Fund balance, end of year	\$33,427	\$5,778	\$25,000	\$64,205	\$68,126

See accompanying notes to financial statements.

## COUNTY OF MIDDLESEX TRUST FUNDS

### Statement of Cash Flows

Year ended December 31, 2016, with comparative information for 2015

	2016	2015
Cash provided by:		
Operating activities:		
Deficiency of revenue over expenditures	\$(3,921)	\$(5,608)
Accounts Payable	4,215	-
Increase (decrease) in cash	294	(5,608)
Cash, beginning of year	37,348	42,956
Cash, end of year	\$37,642	\$37,348

See accompanying notes to financial statements.

# COUNTY OF MIDDLESEX TRUST FUNDS

Notes to Financial Statements

Year ended December 31, 2016

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## **1. Significant accounting policies:**

### (a) Trust funds financial statements:

The Strathmere Lodge Trust Fund reflects the assets, liabilities, receipts and expenditures of funds belonging to the residents of the County's home for the aged. The Strathroy Library Trust Fund and Mr. Clark Wright Trust Funds are required to be spent on the Strathroy library.

### (b) Accrual basis of accounting:

The financial statements have been prepared using the accrual basis of accounting.

## **2. Strathroy Public Library Board:**

On January 1, 1999, the Strathroy Public Library Board became a branch of the Middlesex County Library Board. The former trust fund of the Strathroy Public Library Board has been transferred to the County of Middlesex trust fund and the interest on that trust fund will be used towards expenditures of the Strathroy branch.

## **3. Clark Wright Bequest:**

In 2014, Mr. Clark Wright willed a legacy donation in the amount of \$25,000 to the Strathroy Public Library. Per the terms of the will this amount is to be invested in an endowment fund, the income from which is to be used to support the Book Budget.

## **4. Due from the County of Middlesex:**

The County of Middlesex holds cash on behalf of the Strathroy Library Trust and Clark Wright Bequest Trust.