

**KIRKTON-WOODHAM SWIMMING POOL  
FINANCIAL STATEMENTS  
DECEMBER 31, 2017**

***VODDEN, BENDER & SEEBACH LLP***  
***Chartered Professional Accountants***

## INDEPENDENT AUDITOR'S REPORT

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To the Directors of the Kirkton- Woodham Swimming Pool

We have audited the accompanying financial statements of the Kirkton- Woodham Swimming Pool, which comprise the balance sheet as at December 31, 2017, and the statement of operations and accumulated surplus 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 generally accepted accounting principles, 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*

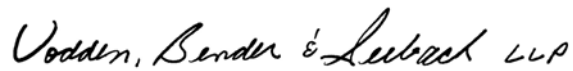
Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable 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 Kirkton- Woodham Swimming Pool as at December 31, 2017 and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.



Chartered Professional Accountants  
Licensed Public Accountants

Clinton, Ontario  
March 21, 2018

# KIRKTON-WOODHAM SWIMMING POOL

## BALANCE SHEET

As at December 31	2017	2016
<b>ASSETS</b>		
Due from Municipality of South Huron	<u>4,605</u>	<u>-</u>
	<u><b>\$ 4,605</b></u>	<u><b>\$ 0</b></u>
<b>LIABILITIES AND FUND BALANCES</b>		
Due to Municipality of South Huron	-	5,292
Accounts payable and accrued liabilities	<u>497</u>	<u>499</u>
	<u><b>497</b></u>	<u><b>5,791</b></u>
Fund balances		
Reserve funds	-	-
Accumulated surplus (deficit)	<u>4,108</u>	<u>(5,791)</u>
	<u><b>4,108</b></u>	<u><b>(5,791)</b></u>
	<u><b>\$ 4,605</b></u>	<u><b>\$ 0</b></u>

**KIRKTON-WOODHAM SWIMMING POOL**  
**STATEMENT OF OPERATIONS AND ACCUMULATED SURPLUS**

<b>For the Year Ended December 31</b>	<b>2017</b>	<b>2016</b>
<b>Revenue</b>		
Pool receipts	<b>30,732</b>	28,427
Grants from municipalities	<b>46,182</b>	46,400
Grants from municipalities- capital	<b>10,000</b>	99,354
	<b><u>86,914</u></b>	<u>174,181</u>
<b>Expenditure</b>		
Wages and benefits	<b>46,609</b>	50,064
Maintenance and pool supplies	<b>13,754</b>	14,733
Heat, hydro and telephone	<b>7,141</b>	7,609
Insurance	<b>1,591</b>	1,556
Accounting fee	<b>865</b>	865
Capital	<b>7,055</b>	99,354
	<b><u>77,015</u></b>	<u>174,181</u>
<b>Net surplus (deficit) for the year</b>	<b>9,899</b>	-
<b>Transfer from (to) reserves</b>	-	-
<b>Accumulated surplus (deficit) beginning of year</b>	<b><u>(5,791)</u></b>	<u>(5,791)</u>
<b>Accumulated surplus (deficit) end of year</b>	<b><u><u>\$ 4,108</u></u></b>	<u><u>(\$ 5,791)</u></u>

# KIRKTON-WOODHAM SWIMMING POOL

## NOTES TO FINANCIAL STATEMENTS

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For the Year Ended December 31, 2017

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### 1. Nature of operations

The Kirkton-Woodham Swimming Pool is a joint local board between the Municipality of South Huron and the Township of Perth South, with each municipality having a 50% interest.

### 2. Significant accounting policies

The financial statements of the Kirkton-Woodham Swimming Pool are the representation of management. Significant accounting policies include the following:

#### a) Accrual basis of accounting

Expenditures and related sources of funding are reported on the accrual basis of accounting. The accrual basis of accounting recognizes revenues in the period in which transactions or events occurred that gave rise to the revenues; expenditures are recognized in the period the goods and services are acquired and a liability is incurred or transfers are due.

#### b) Revenue recognition

Revenues are recognized in the period in which the activities occur.

#### c) Tangible capital assets

The tangible capital asset for the Pool are recorded in the participating municipalities financial statements in their proportionate ownership share.

#### d) Investments

Investments are recorded at the lower of cost or fair value.

#### e) Contributed services

Volunteer contributions are substantial but the value can not be estimated and therefore are not recognized in the financial statements.

#### f) Financial instruments

Unless otherwise stated in these financial statements, the fair value of the entity's financial assets and liabilities approximate their carrying amount. It is management's opinion that the entity is not exposed to significant interest, currency or credit risk arising from these financial instruments.

#### g) Use of estimates

The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts in the financial statements and accompanying notes. Due to the inherent uncertainty in making estimates, actual results could differ from those estimates.