

KIRKTON-WOODHAM COMMUNITY CENTRE BOARD
FINANCIAL STATEMENTS
DECEMBER 31, 2017

VODDEN, BENDER & SEEBACH LLP
Chartered Professional Accountants

INDEPENDENT AUDITOR'S REPORT

To the Directors of the Kirkton-Woodham Community Centre Board

We have audited the accompanying financial statements of the Kirkton-Woodham Community Centre Board, which comprise the statement of financial position as at December 31, 2017, and the statements of revenue and expenditure 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 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

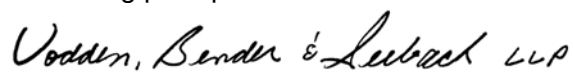
Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable 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 Community Centre Board 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
June 20, 2018

KIRKTON-WOODHAM COMMUNITY CENTRE BOARD

STATEMENT OF FINANCIAL POSITION

See accompanying notes to the financial statements

| As at December 31 | 2017 | 2016 |
|--|------------------------|-------------------------|
| ASSETS | | |
| Cash | <u>8,797</u> | <u>15,458</u> |
| | <u>\$ 8,797</u> | <u>\$ 15,458</u> |
| LIABILITIES AND ACCUMULATED SURPLUS (DEFICIT) | | |
| Accounts payable and accrued liabilities | <u>11,168</u> | <u>800</u> |
| Accumulated surplus (deficit) | <u>(2,371)</u> | <u>14,658</u> |
| | <u>\$ 8,797</u> | <u>\$ 15,458</u> |

KIRKTON-WOODHAM COMMUNITY CENTRE BOARD**STATEMENT OF REVENUE AND EXPENDITURE AND ACCUMULATED SURPLUS**

See accompanying notes to the financial statements

| For the year ending December 31 | 2017 | 2016 |
|--|--------------------------|-------------------------|
| Revenue | | |
| Diamond rental | 120 | - |
| Hall and kitchen rental | 20,888 | 24,372 |
| Municipal grants | 15,000 | 15,000 |
| Library grant - County of Huron | 10,050 | 10,000 |
| | <u>46,058</u> | <u>49,372</u> |
| Expenditure | | |
| Administrative | 342 | 404 |
| Audit fee | 850 | 850 |
| Furnace oil | 4,546 | 2,992 |
| Garbage collection | 316 | 1,509 |
| Grass cutting | 4,613 | 4,126 |
| Hydro - athletic field | 445 | 475 |
| Hydro - hall | 6,678 | 6,855 |
| Insurance | 5,363 | 5,467 |
| Janitorial service | 13,141 | 12,917 |
| Repairs and maintenance | 9,947 | 9,175 |
| Snow removal | 2,462 | 1,859 |
| Supplies | 1,360 | 1,806 |
| Telephone | 465 | 471 |
| Capital expenditures | 12,559 | 1,059 |
| | <u>63,087</u> | <u>49,965</u> |
| Net surplus (deficit) for the year | (17,029) | (593) |
| Accumulated surplus (deficit) beginning of year | \$ 14,658 | \$ 15,251 |
| Accumulated surplus (deficit) end of year | <u>(\$ 2,371)</u> | <u>\$ 14,658</u> |

KIRKTON-WOODHAM COMMUNITY CENTRE BOARD

STATEMENT OF CASH FLOWS

See accompanying notes to the financial statements

| For the year ending December 31 | 2017 | 2016 |
|--|------------------------|-------------------------|
| Operating activities | | |
| Net surplus (deficit) for the year | (17,029) | (593) |
| Net change in working capital balances | | |
| Accounts payable and accrued liabilities | <u>10,368</u> | <u>-</u> |
| Change in cash during year | (6,661) | (593) |
| Cash, beginning of year | <u>15,458</u> | <u>16,051</u> |
| Cash, end of year | <u><u>\$ 8,797</u></u> | <u><u>\$ 15,458</u></u> |

KIRKTON-WOODHAM COMMUNITY CENTRE BOARD

NOTES TO FINANCIAL STATEMENTS

For the Year Ended December 31, 2017

1. Nature of operations

The Kirkton-Woodham Community Centre Board 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 Community Centre Board 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 Board 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 corporation's financial assets and liabilities approximate their carrying amount. It is management's opinion that the company 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.