

Financial Statements of

MIDDLESEX COUNTY TRUST FUNDS

Year ended December 31, 2017

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, 2017, 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, 2017, 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
London, Canada
June 26, 2018

COUNTY OF MIDDLESEX TRUST FUNDS

Statement of Financial Position

December 31, 2017, with comparative information for 2016

	Strathmere Lodge Trust Fund	Strathroy Library Trust Fund	Clark Wright Bequest Trust Fund	2017 Total	2016 Total
Assets:					
Cash	\$44,443	\$ –	\$ –	\$44,443	\$37,642
Due from County of Middlesex (note 4)	–	5,778	25,000	30,778	30,778
	44,443	5,778	25,000	75,221	68,420
Liabilities:					
Accounts payable and accrued liabilities	\$3,245	\$ –	\$ –	\$3,245	\$4,215
Fund Balances					
Fund balances	41,198	5,778	25,000	71,976	64,205
	\$44,443	\$5,778	\$25,000	\$75,221	\$68,420

See accompanying notes to financial statements.

COUNTY OF MIDDLESEX TRUST FUNDS

Statement of Earnings and Fund Balances

Year ended December 31, 2017, with comparative information for 2016

	Strathmere Lodge Trust Fund	Strathroy Library Trust Fund	Clark Wright Bequest Trust Fund	2017 Total	2016 Total
Revenues:					
Capital	\$218,196	\$ -	\$ -	\$218,196	\$233,534
Interest	-	55	238	293	293
	218,196	55	238	218,489	233,827
Expenditures:					
Resident withdrawals	210,425	-	-	210,425	237,455
Transfer to County of Middlesex Library Board	-	55	238	293	293
	210,425	55	238	210,718	237,748
Excess (deficiency) of revenue over expenditures	7,771	-	-	7,771	(3,921)
Fund balance, beginning of year	33,427	5,778	25,000	64,205	68,126
Fund balance, end of year	\$41,198	\$5,778	\$25,000	\$71,976	\$64,205

See accompanying notes to financial statements.

COUNTY OF MIDDLESEX TRUST FUNDS

Statement of Cash Flows

Year ended December 31, 2017, with comparative information for 2016

	2017	2016
Cash provided by:		
Operating activities:		
Excess (deficiency) of revenue over expenditures	\$7,771	\$(3,921)
Accounts Payable	(970)	4,215
Increase in cash	6,801	294
Cash, beginning of year	37,642	37,348
Cash, end of year	\$44,443	\$37,642

See accompanying notes to financial statements.

COUNTY OF MIDDLESEX TRUST FUNDS

Notes to Financial Statements

Year ended December 31, 2017

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.