

**THE CORPORATION OF THE COUNTY OF  
PRINCE EDWARD**

**TRUST FUND FINANCIAL STATEMENTS**

December 31, 2010

## INDEPENDENT AUDITOR'S REPORT

To the Members of Council of **THE CORPORATION OF THE COUNTY OF PRINCE EDWARD**

We have audited the statement of financial position of **The Corporation of The County of Prince Edward** Trust Funds as at December 31, 2010 and the statement of financial activities and changes in fund balances for the year then ended and a summary of significant accounting policies. The financial statement has been prepared by management using the cash receipts and disbursement basis of accounting described in notes to financial statements.

### **Management's Responsibility for the Financial Statements**

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the cash receipts and disbursements basis of accounting described in notes to financial statements; this includes determining that the cash receipts and disbursements basis of accounting is an acceptable basis for the preparation of the financial statement in the circumstances, 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 statement is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statement, 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 statement 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 statement.

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, these financial statement presents fairly, in all material respects, the cash receipts and disbursements and financial position of **THE CORPORATION OF THE COUNTY OF PRINCE EDWARD** Trust Funds for the year ended December 31, 2010 in accordance with the cash receipts and disbursements basis of accounting described in notes to financial statements.

Picton, Ontario  
September 27, 2011



CHARTERED ACCOUNTANTS  
Licensed Public Accountants

**THE CORPORATION OF THE COUNTY OF PRINCE EDWARD  
TRUST FUNDS**

**STATEMENT OF FINANCIAL POSITION**

**DECEMBER 31, 2010**

**ASSETS**

	<u>2010</u>	<u>2009</u>
Cash	\$ 645,451	\$ 443,197
Investments - note 3	151,024	142,155
Loans to homeowners	2,083	2,134
	<u>\$ 798,558</u>	<u>\$ 587,486</u>

**LIABILITIES AND FUND BALANCES**

Accounts payable and accrued liabilities	\$ 3	\$ 17
Fund Balances		
Capital	527,557	314,820
Income	270,998	272,649
	<u>798,555</u>	<u>587,469</u>
	<u>\$ 798,558</u>	<u>\$ 587,486</u>

**STATEMENT OF FINANCIAL ACTIVITIES AND CHANGES IN FUND BALANCES**

**YEAR ENDED DECEMBER 31, 2010**

	<u>2010</u>	<u>2009</u>
<b>RECEIPTS</b>		
Donations	\$ 1,824	\$ 2,906
Individuals' deposits	217,750	78,853
Interest earned	9,965	11,260
	<u>229,539</u>	<u>93,019</u>
<b>EXPENDITURES</b>		
Payments on behalf of individuals	961	372,977
Scholarships	320	-
Cemetery maintenance	4,590	4,739
Collection and management fees	1,036	950
Deposits Refunded	7,245	-
Administration fees - OHRP	3	17
Repaid to Province - OHRP	298	297
Library books	4,000	2,000
	<u>18,453</u>	<u>380,980</u>
<b>CHANGE IN FUND BALANCES</b>	211,086	(287,961)
<b>BALANCES, beginning of year</b>	<u>587,469</u>	<u>875,430</u>
<b>BALANCES, end of year</b>	<u>\$ 798,555</u>	<u>\$ 587,469</u>

The accompanying notes are an integral part of these financial statements.

THE CORPORATION OF THE COUNTY OF PRINCE EDWARD

SCHEDULE OF TRUST FUND ASSETS AND LIABILITIES

DECEMBER 31, 2010

	Cash	Investments	Loans to Homeowners	Total Assets	Payable to Municipality	Capital Fund	Income Fund	Fund Balances	Total Liabilities and Fund Balances
McFarland Home Residents	\$ 98,757	\$ -	\$ -	\$ 98,757	\$ -	\$ -	\$ 98,757	\$ 98,757	\$ 98,757
McFarland Home Bequests	1,516	-	-	1,516	-	-	1,516	1,516	1,516
Craft	6,696	-	-	6,696	-	-	6,696	6,696	6,696
Macaulay Heritage Park	92,922	-	-	92,922	-	-	92,922	92,922	92,922
Swimming	11,606	-	-	11,606	-	-	11,606	11,606	11,606
Performance Guarantees	348,428	-	-	348,428	-	348,428	-	348,428	348,428
Library Large Print Books	40,375	-	-	40,375	-	-	40,376	40,376	40,376
Ameliasburgh Scholarship	21,088	-	-	21,088	-	21,057	30	21,087	21,087
Ameliasburgh Museum	4,615	-	-	4,615	-	1,000	3,614	4,614	4,614
Wellington Museum	6,228	-	-	6,228	-	-	6,228	6,228	6,228
Consecon Cemetery Perpetual Care	12,903	-	-	12,903	-	7,100	5,803	12,903	12,903
Bloomfield Cemetery Perpetual Care	6	65,775	-	65,781	-	65,182	599	65,781	65,781
Rose Cemetery Perpetual Care	3	26,772	-	26,775	-	26,548	227	26,775	26,775
Sophiasburgh Cemetery Perpetual Care	4	42,745	-	42,749	-	42,405	345	42,750	42,750
Bowerman/McFaul Cemetery Perpetual Care	2	15,732	-	15,734	-	15,588	146	15,734	15,734
Pioneer Cemetery	251	-	-	251	-	249	2	251	251
Home Renewal Program	51	-	2,083	2,134	3	-	2,131	2,131	2,134
	<u>\$ 645,451</u>	<u>\$ 151,024</u>	<u>\$ 2,083</u>	<u>\$ 798,558</u>	<u>\$ 3</u>	<u>\$ 527,557</u>	<u>\$ 270,998</u>	<u>\$ 798,555</u>	<u>\$ 798,558</u>

The accompanying notes are an integral part of these financial statements

THE CORPORATION OF THE COUNTY OF PRINCE EDWARD

SCHEDULE OF CONTINUITY OF TRUST FUNDS

YEAR ENDED DECEMBER 31, 2010

	Receipts					Expenditures								Balance End of Year		
	Balance Beginning of Year	Donations	Individuals' Deposits	Interest Earned	Plot Sales	Total Receipts	Payments on Behalf of Individuals	Scholarships	Cemetery Maintenance	Collection and Management Fees	Deposits Refunded	Administration Fees - OHRP	Repaid to Province - OHRP		Library Books	Total Expenditures
McFarland Home Residents	\$ 98,687	\$ -	\$ -	\$ 608	\$ -	\$ 608	\$ 538	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 538	\$ 98,757
McFarland Home Bequests	1,503	-	-	13	-	13	-	-	-	-	-	-	-	-	-	1,516
Craft	5,251	1,824	-	44	-	1,868	423	-	-	-	-	-	-	-	423	6,696
Macaulay Heritage Park	92,148	-	-	774	-	774	-	-	-	-	-	-	-	-	-	92,922
Swimming	11,509	-	-	97	-	97	-	-	-	-	-	-	-	-	-	11,606
Performance Guarantees	144,690	-	209,000	1,983	-	210,983	-	-	-	-	7,245.00	-	-	-	7,245	348,428
Library Large Print Books	44,053	-	-	323	-	323	-	-	-	-	-	-	4,000.00	-	4,000	40,376
Ameliasburgh Scholarship	21,231	-	-	176	-	176	-	320.00	-	-	-	-	-	-	320	21,087
Ameliasburgh Museum	4,576	-	-	38	-	38	-	-	-	-	-	-	-	-	-	4,614
Wellington Museum	6,176	-	-	52	-	52	-	-	-	-	-	-	-	-	-	6,228
Consecon Cemetery Perpetual Care	12,796	-	-	107	-	107	-	-	-	-	-	-	-	-	-	12,903
Bloomfield Cemetery Perpetual Care	62,538	-	3,190	2,516	-	5,706	-	-	1,899	564	-	-	-	-	2,463	65,781
Rose Cemetery Perpetual Care	24,114	-	2,640	1,007	-	3,647	-	-	932	54	-	-	-	-	986	26,775
Sophiasburgh Cemetery Perpetual Care	40,276	-	2,440	1,626	-	4,066	-	-	1,228	364	-	-	-	-	1,592	42,750
Bowerman/McFaul Cemetery Perpetual Care	15,241	-	480	598	-	1,078	-	-	531	54	-	-	-	-	585	15,734
Pioneer Cemetery Perpetual Care	249	-	-	2	-	2	-	-	-	-	-	-	-	-	-	251
Home Renewal Program	2,431	-	-	1	-	1	-	-	-	-	-	3	298	-	301	2,131
	<u>\$ 587,469</u>	<u>\$ 1,824</u>	<u>\$ 217,750</u>	<u>\$ 9,965</u>	<u>\$ -</u>	<u>\$ 229,539</u>	<u>\$ 961</u>	<u>\$ 320</u>	<u>\$ 4,590</u>	<u>\$ 1,036</u>	<u>\$ 7,245</u>	<u>\$ 3</u>	<u>\$ 298</u>	<u>\$ 4,000</u>	<u>\$ 18,453</u>	<u>\$ 798,555</u>

The accompanying notes are an integral part of these financial statements

**THE CORPORATION OF THE COUNTY OF PRINCE EDWARD  
TRUST FUNDS  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2010**

**1. ACCOUNTING POLICIES**

*Basis of Accounting*

Capital receipts and income are reported on the cash basis of accounting.

Expenditures are reported on the cash basis of accounting with the exception of administrative expenses which are reported on the accrual basis of accounting, which recognizes expenditures as they are incurred and measurable as a result of the receipt of goods or services and the creation of a legal obligation to pay.

**2. ONTARIO HOME RENEWAL PROGRAM**

The Ontario Home Renewal Plan was established by the Ontario Ministry of Housing in 1973 to provide grants for municipalities to make loans to assist owner occupants to repair, rehabilitate and improve their homes to local property standards. Individual loans are limited to \$7,500 of which the maximum forgivable portion is \$4,000.

Ontario Home Renewal Program loans receivable at December 31, 2010 are comprised of repayable loans of \$2,083 and no forgivable loans. In the event of the sale or lease of the home or in the event of the homeowner ceasing to occupy the home, the balance of the repayable loan immediately becomes due and payable by the homeowner.

**3. INVESTMENTS**

The balance of investments consist of the following:

	2010		2009	
	<u>Cost</u>	<u>Market Value</u>	<u>Cost</u>	<u>Market Value</u>
Bloomfield Cemetery Perpetual Care - Mutual Fund	\$ 65,781	\$ 68,705	\$ 62,532	\$ 64,361
Rose Cemetery Perpetual Care - Mutual Fund	26,775	27,740	24,112	24,653
Sophiasburgh Cemetery Perpetual Care - Mutual Fund	42,750	44,454	40,272	41,273
Bowerman/McFaul Cemetery Perpetual Care - Mutual Fund	15,734	16,269	15,239	15,511
	<u>\$ 151,040</u>	<u>\$ 157,168</u>	<u>\$ 142,155</u>	<u>\$ 145,798</u>