

**TOWNSHIP OF NORTH HURON  
BELGRAVE COMMUNITY CENTRE BOARD  
FINANCIAL STATEMENTS  
DECEMBER 31, 2017**

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

## INDEPENDENT AUDITOR'S REPORT

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To the Members of Council, Inhabitants, Ratepayers  
of the Corporation of the Township of North Huron and the Belgrave Community Centre Board

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

In common with many similar organizations, Belgrave Community Centre Board derives revenue from fundraising activities, the completeness of which is not susceptible to satisfactory audit verification. Accordingly, our verification of these revenues is limited to the amounts recorded in the records of the organization and we are not able to determine whether any adjustments might be necessary to revenue, excess of revenue over expenses, assets and surplus.

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 Belgrave 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.

*Vodden, Bender & Seebach LLP*

Vodden, Bender & Seebach LLP  
Chartered Professional Accountants  
Licensed Public Accountants

Clinton, Ontario  
March 30, 2018

**TOWNSHIP OF NORTH HURON  
BELGRAVE COMMUNITY CENTRE BOARD  
STATEMENT OF FINANCIAL POSITION**

<b>As at December 31</b>	<b>2017</b>	<b>2016</b>
<b>FINANCIAL ASSETS</b>		
Cash	148,665	152,676
Accounts receivable	19	-
HST receivable	12,463	1,737
Total assets	<u>\$ 161,147</u>	<u>\$ 154,413</u>
<b>LIABILITIES</b>		
Accounts payable and accrued liabilities	5,863	2,317
HST payable	-	-
	<u>5,863</u>	<u>2,317</u>
<b>FUND BALANCE</b>		
Surplus to reduce user charges	\$ 168,063	\$ 165,880
Reserve for working capital	(12,779)	(13,784)
	<u>\$ 155,284</u>	<u>\$ 152,096</u>
Total liabilities and fund balance	<u>\$ 161,147</u>	<u>\$ 154,413</u>

**TOWNSHIP OF NORTH HURON  
BELGRAVE COMMUNITY CENTRE BOARD  
STATEMENT OF REVENUE AND EXPENDITURE AND SURPLUS**

<b>For the year ended December 31</b>	<b>2017</b>	<b>2016</b>
<b>Revenue</b>		
Fundraising events	16,901	22,908
Grants - Municipality of Morris-Turnberry	-	6,125
Grants - Township of North Huron	46,580	38,318
Capital grants - Township of North Huron	10,000	15,270
Softball	5,670	4,512
Arena floor, ice, hall and park rental	1,886	12,447
Bar sales	69,424	50,396
Donations and other	2,042	85
	<u>152,503</u>	<u>150,061</u>
<b>Expenditure</b>		
Salaries and benefits	17,020	19,642
Bar expenses	47,319	34,285
Repairs and maintenance	32,258	17,527
Softball equipment and supplies	962	1,900
Utilities	9,468	10,627
Fundraising events	5,667	19,390
Occupancy costs	21,497	20,752
Administrative expenses	6,129	5,630
Capital expenses	8,995	12,973
	<u>149,315</u>	<u>142,726</u>
<b>Net revenue (expenditure) for the year</b>	<b>3,188</b>	<b>7,335</b>
<b>Transfer to/from reserve for capital</b>	<b>(1,005)</b>	<b>(2,297)</b>
<b>Board position, beginning of year</b>	<b>165,880</b>	<b>160,842</b>
<b>Board position, end of year</b>	<b><u>\$ 168,063</u></b>	<b><u>\$ 165,880</u></b>

**TOWNSHIP OF NORTH HURON  
BELGRAVE COMMUNITY CENTRE BOARD  
STATEMENT OF CASH FLOWS**

<b>For the year ended December 31</b>	<b>2017</b>	<b>2016</b>
<b>Operating activities</b>		
Net revenue (expenditures)	3,188	7,335
Decrease (increase) in accounts receivable	(19)	50
Decrease (increase) in HST receivable	(10,726)	(2,782)
Increase (decrease) in accounts payable	3,546	1,517
Cash provided by operating activities	<u>(4,011)</u>	<u>6,120</u>
 <b>Increase (decrease) in cash position</b>	 <b>(4,011)</b>	 <b>6,120</b>
<b>Cash (overdraft) beginning of year</b>	<b><u>152,676</u></b>	<b><u>146,556</u></b>
<b>Cash (overdraft) end of year</b>	<b><u>\$ 148,665</u></b>	<b><u>\$ 152,676</u></b>

**BELGRAVE COMMUNITY CENTRE BOARD**  
**NOTES TO FINANCIAL STATEMENTS**

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**For the year ended December 31, 2017**

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**1. Accounting policies**

The financial statements of the Belgrave Community Centre Board are the representation of management prepared in accordance with Canadian generally accepted accounting principles for local governments as recommended by the Public Sector Accounting Board (PSAB) of the Canadian Institute of Chartered Accountants.

Significant aspects of accounting policies adopted by the organization are as follows:

a) Reporting entity

The financial statements reflect the financial assets, liabilities, operating revenues and expenditures, Reserves, and Reserve Funds of the reporting entity. The reporting entity is comprised of all organizations and enterprises accountable for the administration of their financial affairs and resources to the organization and which are owned or controlled by the organization.

Inter-departmental and inter-organizational transactions and balances are eliminated.

b) Accrual basis of accounting

Sources of financing and expenditures are reported on the accrual basis of accounting. The accrual basis of accounting recognizes revenues as they are earned and measurable, and recognizes expenditures as they are incurred and measurable as a result of receipt of goods or services and the creation of a legal obligation to pay.

c) Reserves for future expenditures

Certain amounts, as approved by the Board, are set aside in reserves for future operating and capital expenditure. Transfers to or from reserves are reflected as adjustments to the respective appropriated equity.

d) Government transfers

Government transfers are recognized in the financial statements as revenues in the period in which events giving rise to the transfer occur, providing the transfers are authorized, any eligibility criteria have been met, and reasonable estimates can be made.

e) Deferred revenue

Amounts received and required by legislation, regulation or agreement to be set aside for specific, restricted purposes are reported in the statement of financial position as deferred revenue until the obligation is discharged.

f) 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 of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, the reported amounts of revenues and expenditures during the period, and the accompanying notes. Due to the inherent uncertainty in making estimates, actual results could differ from those estimates.