

**THE MOORE TOWNSHIP COMMUNITY AND
RECREATIONAL FOUNDATION
Financial Statements
December 31, 2017**

TABLE OF CONTENTS

	<u>PAGE</u>
Independent Auditors' Report	1
Statement of Financial Position	2
Statement of Operations	3
Statement of Changes in Net Financial Assets	4
Statement of Cash Flows	5
Notes to the Financial Statements	6-7

Independent Auditors' Report

To the of The Moore Township Community and Recreational Foundation:

We have audited the accompanying financial statements of The Moore Township Community and Recreational Foundation, which comprise the statement of financial position as at December 31, 2017, and the statements of earnings and changes in net assets 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 accounting standards for not-for-profit organizations, 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 the auditors' 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 qualified audit opinion.

Basis for Qualified Opinion

The Moore Township Community and Recreational Foundation derives revenue from donations, the completeness of which is not susceptible to satisfactory audit verification. Accordingly, our verification of these revenues was limited to the amounts recorded in the records of the Foundation and we were not able to determine whether any adjustments might be necessary to donation revenues, change in net financial position and cash flows for the year ended December 31, 2017, financial assets and net financial position for the year then ended.

Qualified Opinion

In our opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph, the financial statements present fairly, in all material respects, the financial position of The Moore Township Community and Recreational Foundation as at December 31, 2017 and the results of its operations for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

Other Matter

The financial statements of The Moore Township Community and Recreational Foundation for the year ended December 31, 2016 were reviewed by another practitioner who expressed a qualified conclusion on those financial statements with respect to the completeness of donation revenue on August 21, 2017.

London, Ontario

September 10, 2018


Chartered Professional Accountants

Licensed Public Accountants


The Moore Township Community and Recreational Foundation
Statement of Financial Position
As at December 31, 2017

	2017	2016
FINANCIAL ASSETS		
Cash	15,245	9,125
Guaranteed investment certificate (Note 4)	86,057	85,382
Accounts receivable	567	506
TOTAL FINANCIAL ASSETS	101,869	95,013
FUND BALANCE AT END OF YEAR	101,869	95,013

Approved on behalf of Council:



 Mayor



 Treasurer



 CAO

The Moore Township Community and Recreational Foundation
Statement of Operations
Year ended December 31, 2017

	2017	2016
REVENUES		
Donation	10,000	5,000
Interest	1,402	1,070
	<hr/> 11,402	<hr/> 6,070
EXPENDITURES		
Donation	4,546	3,000
	<hr/> 4,546	<hr/> 3,000
ANNUAL SURPLUS	6,856	3,070
FUND BALANCE AT BEGINNING OF YEAR	95,013	91,943
FUND BALANCE AT END OF YEAR	<hr/> 101,869	<hr/> 95,013

The Moore Township Community and Recreational Foundation
Statement of Changes in Net Financial Assets
Year ended December 31, 2017

	2017	2016
ANNUAL SURPLUS	6,856	3,070
INCREASE IN NET FINANCIAL ASSETS	6,856	3,070
NET FINANCIAL ASSETS, BEGINNING OF YEAR	95,013	91,943
NET FINANCIAL ASSETS, END OF YEAR	101,869	95,013

The Moore Township Community and Recreational Foundation
Statement of Cash Flows
Year ended December 31, 2017

	2017	2016
NET INFLOW (OUTFLOW) OF CASH RELATED TO THE FOLLOWING ACTIVITIES		
OPERATING ACTIVITIES		
Annual Surplus	6,856	3,070
(Increase) decrease in Guaranteed Investment certificates	(675)	(15,152)
(Increase) decrease in Accounts receivable	(61)	(291)
Cash provided by operating transactions:	6,120	(12,373)
CASH, BEGINNING OF YEAR	9,125	21,498
CASH, END OF YEAR	15,245	9,125

THE MOORE TOWNSHIP COMMUNITY AND RECREATIONAL FOUNDATION

Notes to the Financial Statements

Year ended December 31, 2017

1. NATURE OF FOUNDATION

The Moore Township Community and Recreational Foundation (“the Foundation”) was incorporated on December 31, 1990 and is funded through donations, bequest and other gifts. The Foundation has been established to act as a fiduciary for those who wish to tangibly express the pride they feel for this area through donations, bequests and other gifts. The Foundation will make grants to charitable, educational, cultural and other projects and activities which will enhance the excellence and quality of life in the community.

2. SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Foundation are the representation of management and have been prepared in accordance with Canadian accounting standards for not-for-profit organizations which include the following significant accounting policies:

Revenue Recognition

Donations are recognized as revenue when received by the Foundation using the deferral method accounting for contributions. Interest earned on surplus funds is recognized as revenue when earned.

Accrual accounting

Revenues and expenditures are reported on the accrual basis of accounting.

The accrual basis of accounting recognizes revenues as they become available and measurable; expenditures are recognized as they are incurred and measurable as a result of receipt of goods or services and the creation of a legal obligation to pay.

Financial instruments

i) Measurement of financial instruments

The Foundation initially measures its financial assets and financial liabilities at fair value adjusted by, in the case of a financial instrument that will not be measured subsequently at fair value, the amount of transaction costs directly attributable to the instrument.

The Foundation subsequently measures its financial assets and financial liabilities at amortized cost.

Financial assets measured at amortized cost include cash, guaranteed investment certificates and accounts receivable.

THE MOORE TOWNSHIP COMMUNITY AND RECREATIONAL FOUNDATION

Notes to the Financial Statements

Year ended December 31, 2017

ii) Impairment

Financial assets measured at amortized cost are tested for impairment when there are indicators of possible impairment. When a significant adverse change has occurred during the period in the expected timing or amount of future cash flows from the financial asset or group of assets, a write-down is recognized in the statement of operations. The write down reflects the difference between the carrying amount and the higher of:

- a) the present value of the cash flows expected to be generated by the asset or group of assets;
- b) the amount that could be realized by selling the assets or group of assets;
- c) the net realizable value of any collateral held to secure repayment of the assets or group of assets.

When the event occurring after the impairment confirm that a reversal is necessary, the reversal is recognized in the statement of operations up to the amount of the previously recognized impairment.

3. FINANCIAL INSTRUMENTS AND RISKS

All financial instruments are considered current in nature and accordingly their value approximates fair value. Management has determined that the Foundation is not exposed to interest rate risk, credit risks, or liquidity risk

4. GUARANTEED INVESTMENT CERTIFICATES

	2017	2016
GIC 1.50% due July 11, 2018	35,382	
GIC 1.35% due July 11, 2017		35,382
GIC 1.50% due September 10, 2018	50,675	-
GIC 1.35% due September 8, 2017	-	50,000
	<u>86,057</u>	<u>85,382</u>

