

**THE CORPORATION OF THE TOWNSHIP OF ATHENS CENTRE '76
FINANCIAL STATEMENTS
AS AT DECEMBER 31, 2015**

THE CORPORATION OF THE TOWNSHIP OF ATHENS CENTRE '76
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INDEPENDENT AUDITORS' REPORT

To the Council of the
The Corporation of the Township of Athens Centre '76

Report on the Financial Statements

We have audited the accompanying financial statements of The Corporation of the Township of Athens Centre '76, which comprise the statement of financial position as at December 31, 2015 and the statements of operations, cash flows, 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 public sector accounting standards. Management is also responsible for internal controls that they determine are 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 these 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, these financial statements present fairly, in all material respects, the financial position of the Board as at December 31, 2015 and the results of its operations, its cash flows, and the changes in net assets for the year then ended in accordance with Canadian public sector accounting standards.

Other Matters

The previous year's financial statements were subject to audit by another chartered accountant.

KINGSTON, Canada
July 4, 2016

Wilkinson Company LLP
Chartered Accountants
Licensed Public Accountants

THE CORPORATION OF THE TOWNSHIP OF ATHENS CENTRE '76
STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2015

	2015	2014
	\$	\$
FINANCIAL ASSETS		
Cash	5,679	15,943
Accounts receivable	30,285	40,193
Due from Township of Athens	384,638	384,638
	420,602	440,774
LIABILITIES		
Accounts payable and accrued liabilities	20,641	33,890
Due to Township of Athens	6,251	
	26,892	33,890
Net assets	393,710	406,884
MUNICIPAL POSITION		
Accumulated Surplus - Note 3	393,710	406,884

The accompanying notes form an integral part of these financial statements

THE CORPORATION OF THE TOWNSHIP OF ATHENS CENTRE '76
STATEMENT OF OPERATIONS
FOR THE YEAR ENDED DECEMBER 31, 2015

	2015	2014
	\$	\$
REVENUES		
Grant - Township	15,000	25,000
Hall and sign rental	3,657	3,799
Hockey, skating, ice rentals and levies	215,190	221,373
Interest		130
Other	170	245
	234,017	250,547
EXPENDITURES		
Administration	826	7,654
Insurance		23,046
Professional fees		2,975
Repairs and maintenance	24,023	13,423
Supplies	4,147	7,653
Telephone	3,226	3,121
Utilities	102,991	89,419
Wages and benefits - arena	114,723	104,466
	249,936	251,757
ANNUAL DEFICIT BEFORE THE UNDERNOTED	(15,919)	(1,210)
CANTEEN OPERATIONS - Note 4	2,745	5,385
ANNUAL SURPLUS (DEFICIT)	(13,174)	4,175
ACCUMULATED SURPLUS - BEGINNING OF YEAR	406,884	402,709
ACCUMULATED SURPLUS - END OF YEAR	393,710	406,884

The accompanying notes form an integral part of these financial statements

THE CORPORATION OF THE TOWNSHIP OF ATHENS CENTRE '76
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2015

	2015 \$	2014 \$
OPERATING TRANSACTIONS		
Annual surplus (deficit)	(13,174)	4,175
Net change in non-cash working capital balances related to operations -		
Decrease (increase) in accounts receivable	9,908	(4,227)
Increase (decrease) in accounts payable and accrued liabilities	(13,249)	17,691
CASH PROVIDED BY (APPLIED TO) OPERATING TRANSACTIONS	(16,515)	17,639
CAPITAL TRANSACTIONS		
Advances from (to) the Township	6,251	(46,775)
CASH PROVIDED BY (APPLIED TO) CAPITAL TRANSACTIONS	6,251	(46,775)
DECREASE IN CASH AND CASH EQUIVALENTS	(10,264)	(29,136)
OPENING CASH AND CASH EQUIVALENTS	15,943	45,079
CLOSING CASH AND CASH EQUIVALENTS	5,679	15,943
REPRESENTED BY:		
Cash and cash equivalents	5,679	15,943

The accompanying notes form an integral part of these financial statements

THE CORPORATION OF THE TOWNSHIP OF ATHENS CENTRE '76
STATEMENT OF CHANGES IN NET ASSETS
FOR THE YEAR ENDED DECEMBER 31, 2015

	2015	2014
	\$	\$
Annual surplus (deficit)	<u>(13,174)</u>	<u>4,175</u>
Increase (decrease) in net assets	(13,174)	4,175
Net assets - beginning of year	<u>406,884</u>	<u>402,709</u>
Net assets - end of year	<u>393,710</u>	<u>406,884</u>

The accompanying notes form an integral part of these financial statements

**THE CORPORATION OF THE TOWNSHIP OF ATHENS CENTRE '76
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015**

1. NATURE OF BUSINESS

The Corporation of the Township of Athens Centre '76 is a municipal local board operating a recreation centre. The board of management is composed of representatives from council and ratepayers of the Township of Athens. The corporation provides recreational facilities for residents of the Township and surrounding areas.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of The Corporation of the Township of Athens Centre '76 are prepared by management in accordance with Canadian generally accepted accounting policies as recommended by the Public Sector Accounting Board of the Canadian Institute of Chartered Accountants. Significant aspects of the accounting policies adopted by the Board are as follows:

(a) Basis of Accounting

These financial statements are prepared in accordance with Canadian public sector accounting standards.

(b) Use of Estimates and Measurement Uncertainty

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, the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the year. Actual results could differ from those estimates.

(c) Revenue Recognition

Revenue is reported on the accrual basis of accounting.

User charges and fees are recognized as revenue in the year the goods and services are provided.

Grants from the Township are recorded when received.

**THE CORPORATION OF THE TOWNSHIP OF ATHENS CENTRE '76
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015**

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Cont'd)

(d) Financial Instruments

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

The Board subsequently measures all its financial assets and financial liabilities at amortized cost except for equities quoted in an active market, which are subsequently measured at fair value.

All financial assets and financial liabilities are measured at amortized cost.

3. ACCUMULATED SURPLUS

	2015 \$	2014 \$
Total reserve and reserve funds	60,000	60,000
Operating surplus	333,710	346,884
	393,710	406,884

4. CANTEEN OPERATIONS

	2015 \$	2014 \$
Revenue:		
Canteen sales	47,042	51,991
Operating expenditures:		
Wages and benefits	18,865	18,589
Supplies	25,432	28,017
	44,297	46,606
REVENUE OVER EXPENDITURES	2,745	5,385

5. SUBSEQUENT EVENT

On June 6, 2016, a by-law was passed to dissolve the management of the Centre '76 arena. The dissolution will be in effect on January 1, 2017. Upon dissolution, the Council of the Township will stand in the place of the Board for all purposes.