

**COUNTY OF HURON**  
**CONSOLIDATED FINANCIAL REPORT**

**December 31, 2010**

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

**COUNTY OF HURON**  
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**2010**

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## INDEPENDENT AUDITOR'S REPORT

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To the Members of Council, Inhabitants, and Ratepayers of the Corporation of the County of Huron

We have audited the accompanying financial statements of the Corporation of the County of Huron, which are comprised of the consolidated statement of financial position and the statement of accumulated surplus as at December 31, 2010, and the consolidated statements of operations, change in net financial assets, and cash flow 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 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 whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence supporting 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.

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 Corporation of the County of Huron as at December 31, 2010 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*

Goderich, Ontario  
August 12, 2011

Vodden, Bender & Seebach LLP  
Chartered Accountants  
Licensed Public Accountants

COUNTY OF HURON

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

<b>As at December 31</b>		<b>2010</b>	<b>2009</b>
<b>FINANCIAL ASSETS</b>			
Cash and short-term investments	note 2	42,151,552	34,351,027
Accounts receivable		3,199,913	4,995,701
Other current assets		13,750	10,820
		<u>45,365,215</u>	<u>39,357,548</u>
<b>LIABILITIES</b>			
Accounts payable and accrued liabilities		12,517,077	11,628,116
Deferred revenue	note 4	1,466,380	1,450,425
		<u>13,983,457</u>	<u>13,078,541</u>
<b>NET FINANCIAL ASSETS</b>		<b>31,381,758</b>	<b>26,279,007</b>
<b>NON-FINANCIAL ASSETS</b>			
Inventory of materials and supplies (at cost)		201,928	94,025
Tangible capital assets	schedule 2	152,974,589	151,500,031
<b>ACCUMULATED SURPLUS</b>		<b>\$ 184,558,275</b>	<b>\$ 177,873,063</b>

See the accompanying schedules and notes to the financial statements.



COUNTY OF HURON

CONSOLIDATED STATEMENT OF OPERATIONS

For the year ended December 31	2010 Budget	2010 Actual	2009 Actual
<b>Revenue</b>			
Taxation and payments-in-lieu	33,421,405	33,984,810	33,253,394
Federal government grants	1,119,161	1,262,473	1,079,663
Ontario government grants	41,163,062	43,628,712	42,653,394
Contribution Gas Tax deferred revenue	1,819,794	1,819,794	1,939,873
Municipal grants	54,325	468,444	1,345,247
Rents	1,671,821	2,067,497	1,913,821
Fees, services, donations	5,262,506	5,292,769	5,069,396
Fines	1,000,000	1,228,793	2,954,243
Gain on disposal of capital assets	-	45,415	37,427
Investment income	300,000	326,016	268,991
Other revenue	353,385	500,654	718,594
<b>Total revenues</b>	<b>86,165,459</b>	<b>90,625,377</b>	<b>91,234,043</b>
<b>Expenditure</b>			
General government	6,329,297	4,969,361	5,074,075
Protection to persons and property	1,158,093	1,206,406	2,205,941
Transportation services	13,925,428	13,067,017	13,620,883
Environmental services	152,000	189,998	252,296
Health services	15,048,609	14,522,987	14,215,301
Social and family services	37,194,864	38,101,827	35,690,363
Social and public housing	5,077,302	5,041,325	5,384,736
Recreation and cultural services	3,782,404	3,694,722	3,604,422
Planning, development, agriculture	3,276,482	3,146,522	3,077,486
	<b>85,944,479</b>	<b>83,940,165</b>	<b>83,125,503</b>
<b>Annual surplus</b>	<b>220,980</b>	<b>6,685,212</b>	<b>8,108,540</b>
<b>Accumulated surplus beginning of year</b>	<b>177,873,063</b>	<b>177,873,063</b>	<b>169,764,523</b>
<b>Accumulated surplus end of year</b>	<b>\$ 178,094,043</b>	<b>\$ 184,558,275</b>	<b>\$ 177,873,063</b>

See the accompanying schedules and notes to the financial statements.

**COUNTY OF HURON****CONSOLIDATED STATEMENT OF CHANGE IN NET FINANCIAL ASSETS**

<b>For the year ended December 31</b>	<b>2010 Budget</b>	<b>2010 Actual</b>	<b>2009 Actual</b>
<b>Change during the year</b>			
Annual surplus	220,980	6,685,212	8,108,540
Increase in inventory materials and supplies	-	(107,903)	(94,025)
Amortization of tangible capital assets	10,000,613	9,461,627	8,885,083
Proceeds of sale of tangible capital assets	-	72,580	158,510
Acquisition of tangible capital assets	(10,799,860)	(10,963,351)	(15,932,077)
Gain on disposition of tangible capital assets	-	(45,414)	(37,427)
<b>Increase (decrease) net financial assets</b>	<b>(578,267)</b>	<b>5,102,751</b>	<b>1,088,604</b>
<b>Net financial assets beginning of year</b>	<b>26,279,007</b>	<b>26,279,007</b>	<b>25,190,403</b>
<b>Net financial assets end of year</b>	<b>\$ 25,700,740</b>	<b>\$ 31,381,758</b>	<b>\$ 26,279,007</b>

See the accompanying schedules and notes to the financial statements.

COUNTY OF HURON

CONSOLIDATED STATEMENT OF CASH FLOW

For the year ended December 31	2010	2009
<b>Operating activities</b>		
Annual surplus	6,685,212	8,108,540
Amortization expenditure not requiring cash outlay	9,461,627	8,885,083
Deduct gain on disposition of capital assets	(45,414)	(37,427)
Decrease (increase) in accounts receivable	1,795,788	(3,979,771)
Decrease (increase) in other current assets	(2,930)	68,147
Decrease (increase) in inventory of materials and supplies	(107,903)	(94,025)
Increase (decrease) in accounts payable and accrued liabilities	888,961	263,908
Increase (decrease) in deferred revenue	15,955	10,766
	<u>18,691,296</u>	<u>13,225,221</u>
<b>Capital activities</b>		
Proceeds of disposition of capital assets	72,580	158,510
Purchase of capital assets	<u>(10,963,351)</u>	<u>(15,932,077)</u>
	<u>(10,890,771)</u>	<u>(15,773,567)</u>
<b>Investing activities</b>		
Purchase or sale of long-term investments	<u>-</u>	<u>-</u>
	<u>-</u>	<u>-</u>
<b>Financing activities</b>		
Principal repayment on housing long-term bank loan	<u>-</u>	<u>(690,574)</u>
	<u>-</u>	<u>(690,574)</u>
<b>Net increase (decrease) cash and short-term investments</b>	<b>7,800,525</b>	<b>(3,238,920)</b>
<b>Cash and short-term investments beginning of year</b>	<b>\$ 34,351,027</b>	<b>37,589,947</b>
<b>Cash and short-term investments end of year</b>	<b>\$ 42,151,552</b>	<b>\$ 34,351,027</b>

See the accompanying schedules and notes to the financial statements.



COUNTY OF HURON

CONSOLIDATED SCHEDULE OF RESERVES AND RESERVE FUNDS

Schedule 1

For the year ended December 31, 2010	Balance, beginning of year	Interest revenue	Transfers from General Surplus	Transfers to General Surplus	Balance, end of year
<b>Reserves</b>					
for general government working funds	1,200,000	-	-	-	1,200,000
for general government contingency	6,758,156	-	171,089	-	6,929,245
for worker's safety insurance	200,000	-	-	-	200,000
for server replacement	17,500	-	-	-	17,500
for ambulance station capital	580,280	-	129,104	-	709,384
for Ontario Works IT equipment	19,531	-	-	-	19,531
for library books	83,402	-	15,397	-	98,799
	<u>\$ 8,858,869</u>	<u>\$ -</u>	<u>\$ 315,590</u>	<u>\$ -</u>	<u>\$ 9,174,459</u>
<b>Reserve Funds</b>					
for facilities	3,080,860	24,338	-	-	3,105,198
for accessibility	10,172	-	-	-	10,172
for corporate IT equipment	86,146	591	-	-	86,737
for insurance	1,067,301	6,973	149,193	(1,543)	1,221,924
for future infrastructure	1,072,799	6,638	714,848	-	1,794,285
for levy stabilization	714,848	-	-	(714,848)	-
for highways	4,111,700	29,724	1,886,250	-	6,027,674
for fleet	2,128,781	13,717	1,129,542	(963,967)	2,308,073
for water source protection	275,000	1,734	-	(10,572)	266,162
for waste management	1,451,263	7,432	150,000	-	1,608,695
for EMS fleet	839,788	5,684	245,868	(197,320)	894,020
for homes for the aged	1,182,562	7,194	201,480	-	1,391,236
for social housing capital	325,673	2,343	-	(24,455)	303,561
for Huron Heritage	17,803	-	-	(17,803)	-
for global information system	21,170	131	-	(10,000)	11,301
for economic development	383,352	2,489	-	(72,000)	313,841
for forestry	33,062	241	-	-	33,303
	<u>\$ 16,802,280</u>	<u>\$ 109,229</u>	<u>\$ 4,477,181</u>	<u>\$ (2,012,508)</u>	<u>\$ 19,376,182</u>
	<u>\$25,661,149</u>	<u>\$ 109,229</u>	<u>\$ 4,792,771</u>	<u>\$ (2,012,508)</u>	<u>\$ 28,550,641</u>

COUNTY OF HURON

CONSOLIDATED SCHEDULE OF TANGIBLE CAPITAL ASSETS

Schedule 2

For the year ended December 31, 2010	General		Infrastructure			By Function - continued in next row		
	Land and Improvements	Vehicles	Roads	Transportation Bridges	Buildings	General Government	Protection	Health
<b>Cost</b>								
Balance beginning of year	1,407,597	6,085,721	407,289,091	67,657,602	2,673,981	13,502,696	25,850	3,317,775
Additions	141,987	963,967	4,837,677	1,354,504	185,765	1,427,357	2,400	328,841
Disposals	-	(409,587)	-	(161,105)	-	-	-	(121,706)
Balance end of year	<u>1,549,584</u>	<u>6,640,101</u>	<u>412,126,768</u>	<u>68,851,001</u>	<u>2,859,746</u>	<u>14,930,053</u>	<u>28,250</u>	<u>3,524,910</u>
<b>Accumulated amortization</b>								
Balance beginning of year	-	(2,989,005)	(337,728,779)	(30,524,766)	(1,314,035)	(4,445,240)	(16,729)	(1,975,207)
Amortization	-	(470,114)	(5,363,391)	(1,088,103)	(80,964)	(510,898)	(6,058)	(542,661)
Disposals	-	400,176	-	145,354	-	-	-	119,702
Balance end of year	-	<u>(3,058,943)</u>	<u>(343,092,170)</u>	<u>(31,467,515)</u>	<u>(1,394,999)</u>	<u>(4,956,138)</u>	<u>(22,787)</u>	<u>(2,398,166)</u>
<b>Net book value end of year</b>	<u>\$ 1,549,584</u>	<u>\$ 3,581,158</u>	<u>\$ 69,034,598</u>	<u>\$ 37,383,486</u>	<u>\$ 1,464,747</u>	<u>\$ 9,973,915</u>	<u>\$ 5,463</u>	<u>\$ 1,126,744</u>
			By Function -continued from row above				Total	Total
			Social & Family Services	Housing	Recreation & Culture	Planning	Net book value 2010	Net book value 2009
<b>For the year ended December 31, 2010</b>								
<b>Cost</b>								
Balance beginning of year			22,511,550	15,172,422	3,810,669	264,457	543,719,411	528,784,284
Additions			463,044	728,639	465,392	63,778	10,963,351	15,932,077
Disposals			-	-	-	-	(692,398)	(996,950)
Balance end of year			<u>22,974,594</u>	<u>15,901,061</u>	<u>4,276,061</u>	<u>328,235</u>	<u>553,990,364</u>	<u>543,719,411</u>
<b>Accumulated amortization</b>								
Balance beginning of year			(8,140,933)	(3,316,247)	(1,672,711)	(95,728)	(392,219,380)	(384,210,165)
Amortization			(520,576)	(429,706)	(391,993)	(57,163)	(9,461,627)	(8,885,083)
Disposals			-	-	-	-	665,232	875,868
Balance end of year			<u>(8,661,509)</u>	<u>(3,745,953)</u>	<u>(2,064,704)</u>	<u>(152,891)</u>	<u>(401,015,775)</u>	<u>(392,219,380)</u>
<b>Net book value end of year</b>			<u>\$ 14,313,085</u>	<u>\$ 12,155,108</u>	<u>\$ 2,211,357</u>	<u>\$ 175,344</u>	<u>\$ 152,974,589</u>	<u>\$ 151,500,031</u>

# COUNTY OF HURON

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

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**For the year ended December 31, 2010**

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### 1. Accounting policies

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

Effective January 1, 2009, the municipality changed its accounting and financial reporting to conform to the guidelines in the Public Sector Accounting Handbook on financial reporting presentation (Section PS 1200) and tangible capital asset accounting (PS 3150). Current year data is presented on the new basis. Prior year data has been restated on the same basis wherever possible, to be comparable with the current year data. The most significant change is the reporting of tangible capital assets for the first time, and the inclusion of the Consolidated Statement of Change in Net Financial Assets.

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

#### a) Reporting entity

The consolidated financial statements reflect the financial assets, liabilities, non-financial assets, operating revenues and expenditures, surplus, reserves and reserve funds, and changes in investment in tangible capital assets 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 municipality and which are owned or controlled by the municipality.

The following boards and operations are included:

Huron County Board of Health  
Huron County Homes for the Aged  
Huron County Library Board  
Huron County Museum and Gaol

Intra-county transactions and balances are eliminated on consolidation.

The consolidated statements exclude trust funds that are administered for the benefit of external parties and the Homes for the Aged Tuck Shop.

#### b) Basis of Accounting

Accrual basis of accounting

Sources of financing and expenditures are reported on the accrual basis of accounting. Revenues are recognized as they are earned and measurable. Expenditures are recognized as they are incurred and measurable as a result of receipt of goods or services and the creation of an obligation to pay.

**COUNTY OF HURON**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**

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**For the year ended December 31, 2010**

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c) **Non-financial assets**

Non-financial assets are not available to discharge existing liabilities and are held for use in the provision of services. They have useful lives extending beyond the current year and are not intended for sale in the ordinary course of business. The change in non-financial assets during the year, together with the excess of revenue over expenses, provides the change in net financial assets for the year.

• **Tangible capital assets**

Tangible capital assets are recorded at cost, which includes all amounts that are directly attributable to acquisition, construction, development or betterment of the asset. The costs, less residual value, of the tangible capital assets are amortized on a straight-line basis over their estimated useful lives as follows:

<b>Category</b>	<b>Amortization Period</b>	<b>Capitalization Threshold \$</b>
Land	n/a	25,000
Land Improvements	30 years	100,000
Buildings and Building Improvements	30 years	25,000
Transportation Infrastructure - Roads and Bridges	22 to 75 years	100,000
Vehicles and Heavy Equipment	5 to 15 years	10,000
Information Technology and Equipment	4 years	10,000
General Equipment, Furniture, and Fixtures	5 years	1,000

Assets under construction are not amortized until the assets are available for productive use, at which time they are capitalized.

The municipality has a capitalized threshold of \$1,000 to \$100,000, so that individual tangible capital assets of lesser value are expensed, unless they are pooled because, collectively, they have significant value, or for operational reasons. Examples of pooled assets are computer systems, equipment, furniture and fixtures.

## COUNTY OF HURON

### NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

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**For the year ended December 31, 2010**

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- **Contribution of tangible capital assets**  
Tangible capital assets received as contributions are recorded at their fair value at the date of receipt and that fair value is also recorded as revenue. Similarly, transfers of assets to third parties are recorded as expenses equal to the net book value of the assets as of the date of transfer.
  - **Leases**  
Leases are classified as capital or operating leases. Leases which transfer substantially the entire benefits and risks incidental to ownership of property are accounted for as capital leases. All other leases are accounted for as operating leases and the related lease payments are charged to expenses as incurred.
  - **Inventories of materials and supplies**  
Inventories held for consumption or resale are recorded at the lower of cost and net realizable value.
- d) Reserves and reserve funds**  
Certain amounts, as approved by Council, are set aside in reserves and reserve funds for future operating and capital expenditure. These allocations are shown in the consolidated statement of accumulated surplus.
- e) Government transfers**  
Government transfers are recognized in the financial statements as revenue 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.
- f) Deferred revenue**  
Government transfers of gas tax are reported as deferred revenue in the Consolidated Statement of Financial Position. These amounts will be recognized as revenues in the period in which the related expenditures are incurred.
- g) Investments**  
Investments are recorded at cost plus accrued interest less amounts written off to reflect a permanent decline in value.
- h) 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 amount of revenues and expenditures during the period and the accompanying notes.

COUNTY OF HURON

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

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For the year ended December 31, 2010

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Due to the inherent uncertainty in making estimates, actual results could differ from those estimates.

**2. Cash and short-term investments**

	2010	2009
	\$	\$
Cash	38,706,858	31,023,919
Short-term investments	<u>3,444,694</u>	<u>3,327,108</u>
	<u>42,151,552</u>	<u>34,351,027</u>

The total of investments \$3,444,694 (2009 -\$3,327,108) recorded on the Statement of Financial Position at cost have a market value of \$3,332,439 (2009 - \$3,235,270).

**3. Trust funds**

Trust funds administered by the municipality amounting to \$280,344 (2009 - \$309,474) have not been included in the consolidated financial statement of financial position nor have their operations been consolidated in the consolidated statement of operations.

**4. Deferred revenue**

Obligatory funds set up by legislation, regulation or agreement consists of the Gas Tax funding. The balances and the changes in this restricted fund were as follows:

Balance beginning of the year	\$ 1,450,425
Funds received during the year	1,826,017
Funds transferred to operations during the year	(1,819,794)
Interest earned	<u>9,732</u>
Balance end of year	<u>\$ 1,466,380</u>

**5. Pension agreements**

The municipality makes contributions to the Ontario Municipal Employees' Retirement Fund (OMERS) which is a multi-employer plan, on behalf of 485 (2009 - 503) members of its staff. The plan is a defined benefit plan which specifies the amount of retirement benefit to be received by the employee based on the length of service and rates of pay.

The amount contributed by the employer to this fund was \$1,768,883 (2009 - \$1,702,938) and is included as expenditure in the consolidated statement of operations.

COUNTY OF HURON

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

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For the year ended December 31, 2010

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**6. Expenditure by object**

	2010	2009
	\$	\$
Salaries, wages and benefits	35,269,158	34,170,646
Interest on long-term debt	-	12,723
Materials, wages and employee benefits	10,158,701	11,820,266
Contracted services	9,672,343	9,197,259
Rents, leases, and financial charges	715,720	1,959,581
External transfers	18,662,616	17,079,945
Amortization	<u>9,461,627</u>	<u>8,885,083</u>
	<u>83,940,165</u>	<u>83,125,503</u>

**7. Reserves and reserve funds**

Schedule 1 Consolidated Schedule of Reserves and Reserve Funds provides information on the discretionary reserves and reserve funds set aside by Council. For each reserve and reserve fund the balance at the beginning of the year, interest revenue, transfers from general surplus, transfers to general surplus, and the balance at the end of the year are indicated.

**8. Tangible capital assets**

Schedule 2 Consolidated Schedule of Tangible Capital Assets provides information on the costs and accumulated amortization of those assets owned or controlled by the municipality.

**9. Budget amounts**

Under generally accepted accounting principles, budget amounts are to be reported on the consolidated statement of operations for comparative purposes. The 2010 budget amounts were approved by Council and are unaudited. The budget amounts have been restated to conform to the basis of presentation of the consolidated statement of operations.

**10. Comparative amounts**

Comparative 2009 rent revenue and related expenditure have been restated to reflect internal rent revenue netted against the relevant rent expenditure.

## INDEPENDENT AUDITOR'S REPORT

To the Chairman and Members of the Huron County Board of Health:

We have audited the statements of financial position of the Huron County Board of Health as at December 31, 2010 and the statements of financial activities for the year then ended as follows:

Huron County Health Unit - General Programs

Statement of Financial Position

Statement of Financial Activities

Huron County Health Unit - Plumbing

Statement of Financial Position

Statement of Financial Activities

Huron County Health Unit - On Site Sewage

Statement of Financial Position

Statement of Financial Activities

### *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 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 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.

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 Huron County Board of Health as at December 31, 2010 and the results of its operations for the year then ended in accordance with Canadian generally accepted accounting principles.

*Vodden, Bender & Seebach LLP*

Goderich, Ontario  
June 3, 2011

Vodden, Bender & Seebach LLP  
Chartered Accountants  
Licensed Public Accountants

**Huron County Health Unit**  
**General Programs**  
**Statement of Financial Position**  
**as at December 31, 2010**

	<u>2010</u>	<u>2009</u>
	\$	\$
<b><u>Assets</u></b>		
Cash on hand	8,753	40,927
Due from Government of Canada	-	-
Accounts receivable	6,112	-
Due from County of Huron	<u>1,252,611</u>	<u>610,690</u>
	<u><u>1,267,476</u></u>	<u><u>651,617</u></u>
<b><u>Liabilities</u></b>		
Accounts payable	621,235	391,936
Due to Province of Ontario	407,074	19,601
Due to Government of Canada	-	-
Due to other programs	<u>239,167</u>	<u>240,080</u>
	<u><u>1,267,476</u></u>	<u><u>651,617</u></u>

See the accompanying notes to the financial statements.

**Huron County Health Unit**

**General Programs**

**Statement of Financial Activities**

**for the year ended December 31, 2010**

	2010	2010	2009
	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
	\$	\$	\$
<b>Revenue</b>			
County of Huron	1,932,031	1,443,924	1,224,155
Province of Ontario	3,816,759	4,068,498	4,095,663
Government of Canada	-	-	-
Other revenue	<u>118,219</u>	<u>177,724</u>	<u>304,591</u>
	<u>5,867,009</u>	<u>5,690,146</u>	<u>5,624,409</u>
<b>Expenditure</b>			
Salaries and wages	3,743,586	3,663,636	3,416,461
Employee benefits	740,713	747,346	687,446
Medical Officer of Health compensation	-	91,319	70,156
Fees for services	343,192	349,218	516,418
Travel	180,380	107,097	113,939
Materials and supplies	327,241	303,340	361,215
Rents and utilities	254,276	217,186	216,423
Administration	169,271	81,134	73,353
Amortization	<u>108,350</u>	<u>129,870</u>	<u>168,998</u>
	<u>5,867,009</u>	<u>5,690,146</u>	<u>5,624,409</u>
<b>Net Revenue for the Year</b>	<u>-</u>	<u>-</u>	<u>-</u>

See the accompanying notes to the financial statements.

**Huron County Health Unit**

**Plumbing**

**Statement of Financial Position**

as at December 31, 2010

	<u>2010</u>	<u>2009</u>
	\$	\$
<b><u>Assets</u></b>		
Due from County of Huron	<u>119,487</u>	<u>121,783</u>
	<u><u>119,487</u></u>	<u><u>121,783</u></u>
<b><u>Liabilities</u></b>		
Accounts payable	<u>119,487</u>	<u>121,783</u>
	<u><u>119,487</u></u>	<u><u>121,783</u></u>

See the accompanying notes to the financial statements.

**Huron County Health Unit**

**Plumbing**

**Statement of Financial Activities**

**for the year ended December 31, 2010**

	2010	2010	2009
	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
	\$	\$	\$
<b>Revenue</b>			
County of Huron	-	-	(10,087)
Fees	<u>148,626</u>	<u>155,872</u>	<u>148,991</u>
	<u>148,626</u>	<u>155,872</u>	<u>138,904</u>
<b>Expenditure</b>			
Salaries	90,129	100,962	80,622
Employee benefits	20,069	21,881	17,585
Fees for service	1,270	1,290	1,212
Travel	22,660	24,295	22,782
Material and supplies	5,723	4,102	3,119
Rent	-	-	4,463
Telephone	-	888	1,068
Administration	<u>8,775</u>	<u>2,454</u>	<u>8,053</u>
	<u>148,626</u>	<u>155,872</u>	<u>138,904</u>
<b>Net revenue (expenditures) for the year</b>	<u>-</u>	<u>-</u>	<u>-</u>

See the accompanying notes to the financial statements.

**Huron County Health Unit**  
**On Site Sewage**  
**Statement of Financial Position**  
**as at December 31, 2010**

	<u>2010</u>	<u>2009</u>
	\$	\$
<b><u>Assets</u></b>		
Accounts receivable and prepaid expenses	-	-
Due from County of Huron	<u>3,730</u>	<u>3,428</u>
	<u><u>3,730</u></u>	<u><u>3,428</u></u>
<b><u>Liabilities</u></b>		
Accounts payable	<u>3,730</u>	<u>3,428</u>
	<u><u>3,730</u></u>	<u><u>3,428</u></u>

See the accompanying notes to the financial statements.

**Huron County Health Unit**

**On Site Sewage**

**Statement of Financial Activities**

**for the year ended December 31, 2010**

	2010 <u>Budget</u> \$	2010 <u>Actual</u> \$	2009 <u>Actual</u> \$
<b>Revenue</b>			
County of Huron	43,474	48,691	38,784
Fees	<u>65,215</u>	<u>65,199</u>	<u>68,885</u>
	<u>108,689</u>	<u>113,890</u>	<u>107,669</u>
<b>Expenditure</b>			
Salaries	63,668	77,404	67,275
Employee benefits	14,201	23,899	19,492
Fees for service	3,577	1,290	1,212
Travel	15,450	8,549	7,986
Material and supplies	2,467	1,217	615
Rent	-	-	3,233
Telephone	-	172	6
Administration	<u>9,326</u>	<u>1,359</u>	<u>7,850</u>
	<u>108,689</u>	<u>113,890</u>	<u>107,669</u>
<b>Net revenue (expenditures) for the year</b>	<u>-</u>	<u>-</u>	<u>-</u>

See the accompanying notes to the financial statements.

**Huron County Health Unit**

**Notes to the Financial Statements**

**for the year ended December 31, 2010**

**1. Accounting Policies**

The financial statements of the Huron County Health Unit are the representation of management prepared in accordance with generally accepted accounting principles prescribed for municipal governments, as recommended by the Public Sector Accounting Board of the Canadian Institute of Chartered Accountants. Significant aspects of the accounting policies adopted by the municipality are as follows:

- (a) **Basis of Accounting**  
Revenues are accounted for in the period in which the transactions or events occurred that gave rise to the revenues. Expenditures are accounted for in the period the goods and services are acquired and a liability is incurred or transfers are due.
- (b) **Capital Assets**  
Tangible capital assets are recorded at historical cost less accumulated amortization in the consolidated financial statements of the municipality as corporate general government functional assets. Amortization expense is recorded as a functional charge in the department that utilizes the tangible capital asset.
- (c) **Government Transfers**  
Government transfers are recognized in the financial statements as revenues in the period in which events giving rise to the transfer occur, provided that the transfers are authorized, any eligibility criteria have been met, and reasonable estimates can be made.
- (d) **Use of Estimates**  
The preparation of financial statements in conformity with 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, and the reported amounts of revenues and expenditures during the period. Actual results could differ from those estimates.



## Huron County Health Unit

### Notes to the Financial Statements

for the year ended December 31, 2010

#### 2. Reconciliation Report

The Huron County Health Unit has a service contract with the Ministry of Health. A reconciliation report summarizes by program all revenues and expenditures and identifies any resulting surplus or deficit that relates to the service contract approval.

A summary of the actual costs by major programs is provided as follows:

	Total	Funding breakdown		
	Actual Costs	Ministry	County	Other
Mandatory programs	4,855,113	3,266,959	1,413,927	174,227
One-time 100% funded projects	792	792	-	-
CINOT extension	16,508	12,387	4,121	-
Vector-Borne Diseases	103,506	77,630	25,876	-
Infectious Diseases Control	101,302	101,302	-	-
Infection Prevention & Control Nurses	82,400	82,400	-	-
Medical Officer of Health Compensation	91,319	91,319	-	-
Small Drinking Water System	54,101	54,101	-	-
New Grad funding	27,365	27,365	-	-
H1N1 vaccine	530	530	-	-
Influenza immunization	12,185	12,185	-	-
Meningococcal vaccine	5,194	5,194	-	-
Human Papilloma Virus vaccine	5,270	5,270	-	-
Smoke Free Ontario Strategy	259,178	257,678	-	1,500
Heart Health Program	15,654	13,657	-	1,997
Low Income Dental Program	59,729	59,729	-	-
	<u>5,690,146</u>	<u>4,068,498</u>	<u>1,443,924</u>	<u>177,724</u>

**INDEPENDENT AUDITOR'S REPORT**

To the Chairman and Members of the Huron County Cultural Services and Seniors Committee:

We have audited the accompanying financial statements of Huron County Homes for the Aged General Fund and the Homes for the Aged Tuck Shop, which comprise the statement of financial position as at December 31, 2010, and the statement of financial activities 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 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 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.

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 Huron County Homes for the Aged General Fund and the Homes for the Aged Tuck Shop as at December 31, 2010 and the results of their operations for the year then ended in accordance with Canadian generally accepted accounting principles.

*Vodden, Bender & Seebach LLP*

Vodden, Bender & Seebach LLP  
Chartered Accountants  
Licensed Public Accountants

Goderich, Ontario.  
June 24, 2011

**Homes for the Aged**  
**General**  
**Statement of Financial Position**  
**as at December 31, 2010**

	<u>2010</u>	<u>2009</u>
	\$	\$
<b><u>Assets</u></b>		
Cash	2,500	2,500
Due from County of Huron	757,588	340,672
Due from residents	3,231	5,476
Other assets	<u>30,570</u>	<u>40,846</u>
	<u><u>793,889</u></u>	<u><u>389,494</u></u>
<b><u>Liabilities</u></b>		
Due to Province of Ontario	485,143	341,140
Accounts payable and accrued liabilities	<u>308,746</u>	<u>48,354</u>
	<u><u>793,889</u></u>	<u><u>389,494</u></u>

See the accompanying notes to the financial statements.

**Homes for the Aged**

**General**

**Statement of Financial Activities**

**for the year ended December 31, 2010**

	2010 <u>Budget</u> \$	2010 <u>Actual</u> \$	2009 <u>Actual</u> \$
<b>Revenue</b>			
Residents care - basic rate	3,158,100	3,240,045	3,182,658
Preferred accommodation	<u>581,700</u>	<u>548,554</u>	<u>581,999</u>
	3,739,800	3,788,599	3,764,657
Apartment rentals	336,052	332,532	328,506
Miscellaneous	130,117	141,361	162,133
Province of Ontario	6,857,076	6,912,257	6,590,801
County of Huron	<u>2,602,376</u>	<u>2,125,530</u>	<u>1,991,443</u>
	<u>13,665,421</u>	<u>13,300,279</u>	<u>12,837,540</u>
<b>Expenditure</b>			
Program and support services	627,490	560,361	552,703
Dietary services	1,876,490	1,828,453	1,846,686
Medical and nursing services	7,024,520	7,228,101	6,790,533
Housekeeping services	754,328	751,957	735,167
Laundry and linen services	354,822	329,938	326,155
Building, property and equipment	1,058,197	915,832	1,235,754
General and administrative	1,374,833	1,091,128	789,369
Apartment expense	<u>594,741</u>	<u>594,509</u>	<u>561,173</u>
	<u>13,665,421</u>	<u>13,300,279</u>	<u>12,837,540</u>
<b>Surplus (deficit) for current year</b>	-	-	-
<b>Accumulated surplus, beginning of year</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Accumulated surplus, end of year</b>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>-</u></u>

See the accompanying notes to the financial statements.

**Homes for the Aged**

**Tuck Shop**

**Statement of Financial Position**

**as at December 31, 2010**

	<u>2010</u>	<u>2009</u>
	\$	\$
<b><u>Assets</u></b>		
<b>Current Assets</b>		
Cash on hand	180	180
Inventory, at lower of cost or net realizable value	5,156	5,026
Due from County of Huron	<u>11,988</u>	<u>11,343</u>
	<u>17,324</u>	<u>16,549</u>
<b><u>Liabilities and Accumulated Surplus</u></b>		
<b>Current Liabilities</b>		
Accounts payable and accrued liabilities	<u>11,385</u>	<u>10,610</u>
<b>Accumulated Surplus</b>		
Balance at the beginning of the year	5,939	5,939
Surplus (deficit) for current year	<u>-</u>	<u>-</u>
Balance at the end of the year	<u>5,939</u>	<u>5,939</u>
	<u>17,324</u>	<u>16,549</u>

See the accompanying notes to the financial statements.

**Homes for the Aged**

**Tuck Shop**

**Statement of Financial Activities**

**for the year ended December 31, 2010**

	2010 <u>Actual</u> \$	2009 <u>Actual</u> \$
<b>Revenue</b>		
Canteen and newspaper sales	<u>26,725</u>	<u>25,796</u>
<b>Expenditure</b>		
Purchase of canteen supplies and newspapers	15,167	15,333
Liquor and beer purchases	326	59
Donations	11,179	10,404
Other supplies	<u>53</u>	<u>-</u>
	<u>26,725</u>	<u>25,796</u>
<b>Surplus (deficit) for current year</b>	<u><u>-</u></u>	<u><u>-</u></u>

See the accompanying notes to the financial statements.

## **Homes for the Aged**

### **Notes to the Financial Statements**

**for the year ended December 31, 2010**

#### **1. Accounting Policies**

The financial statements of the Homes for the Aged are the representation of management prepared in accordance with Canadian generally accepted accounting principles prescribed for municipal governments, as recommended by the Public Sector Accounting Board of the Canadian Institute of Chartered Accountants. Significant aspects of the accounting policies adopted by the municipality are as follows:

- (a) **Basis of Accounting**  
Revenues are accounted for in the period in which the transactions or events occurred that gave rise to the revenues. Expenditures are accounted for in the period the goods and services are acquired and a liability is incurred or transfers are due.
- (b) **Tangible Capital Assets**  
Tangible capital assets are recorded at historical cost less accumulated amortization in the consolidated financial statements of the municipality as corporate general government functional assets. Amortization expense is recorded as a functional charge in the department that utilizes the tangible capital asset.
- (c) **Government Transfers**  
Government transfers are recognized in the financial statements as revenues in the period in which events giving rise to the transfer occur, provided that the transfers are authorized, any eligibility criteria have been met, and reasonable estimates can be made.
- (d) **Use of Estimates**  
The preparation of financial statements in conformity with 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, and the reported amounts of revenues and expenditures during the period. Actual results could differ from those estimates.

#### **2. Tuck Shop - Donations to Homes for the Aged Endowment Fund**

Tuck Shop surplus before donations of \$11,179 (2009 - \$10,404) have been set up as at December 31, 2010 (December 31, 2009) as donations payable to the Homes for the Aged Endowment Fund resulting in a Tuck Shop surplus of \$Nil (2009 - \$Nil).

## INDEPENDENT AUDITOR'S REPORT

To the Chairman and Members of the Huron County Library Board:

We have audited the accompanying financial statements of Huron County Library Board, which comprise the statement of financial position as at December 31, 2010, and the statement of financial activities 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 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 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.

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 Huron County Library Board as at December 31, 2010 and the results of its operations for the year then ended in accordance with Canadian generally accepted accounting principles.

*Vodden, Bender & Seebach LLP*

Vodden, Bender & Seebach LLP

Chartered Accountants

Licensed Public Accountants

Goderich, Ontario.

June 10, 2011



**Huron County Library Board**

**Statement of Financial Position**

**as at December 31, 2010**

	<u>2010</u>	<u>2009</u>
	\$	\$
<b><u>Assets</u></b>		
<b>Current</b>		
Cash on hand	400	400
Accounts receivable	39,527	2,716
Due from County of Huron	<u>211,463</u>	<u>308,867</u>
	<u>251,390</u>	<u>311,983</u>
<b><u>Liabilities and Accumulated Surplus</u></b>		
<b>Liabilities</b>		
Accounts payable	71,569	71,525
Due to the Province of Ontario - Projects	124,328	148,623
Due to the Federal Government	-	36,759
Equipment Fundraising	-	8,914
General Fundraising	55,493	42,925
Materials Fundraising	<u>-</u>	<u>3,237</u>
	<u>251,390</u>	<u>311,983</u>
<b>Accumulated Surplus</b>		
Balance at the end of the year	<u>-</u>	<u>-</u>
	<u>251,390</u>	<u>311,983</u>

See the accompanying notes to the financial statements.

**Huron County Library Board**

**Statement of Financial Activities**

**for the year ended December 31, 2010**

	2010 <u>Budget</u> \$	2010 <u>Actual</u> \$	2009 <u>Actual</u> \$
<b>Revenue</b>			
County of Huron	2,279,671	2,199,105	2,166,658
Province of Ontario	137,466	146,390	146,390
Province of Ontario Strategic Planning OPNET	21,600	35,785	41,406
Government of Canada grant	4,675	4,389	4,675
Government of Canada CAP grant	35,516	110,928	61,555
Fines and miscellaneous	48,215	77,349	63,340
Ontario Library Association - CAP	30,000	11,539	41,259
Fundraising and donations	11,205	9,570	17,979
Other municipalities	8,000	6,943	6,943
Other revenue Community Access Program	4,500	3,683	4,997
	<u>2,580,848</u>	<u>2,605,681</u>	<u>2,555,202</u>
<b>Expenditure</b>			
Salaries	1,498,893	1,536,698	1,465,619
Employee benefits	262,122	264,819	262,114
Books, processing and periodicals	51,719	49,610	50,865
Travel	30,640	33,727	33,469
Material and supplies	33,400	33,618	36,491
Administration	131,039	83,563	73,333
Branch maintenance grants	166,560	166,560	166,560
Equipment	7,409	13,568	15,278
Literacy Program	2,000	1,775	8,176
Community Access Program	70,016	40,266	74,795
Depreciation expense	327,050	381,477	368,502
	<u>2,580,848</u>	<u>2,605,681</u>	<u>2,555,202</u>
<b>Surplus (deficit) for current year</b>	-	-	-
<b>Accumulated surplus, beginning of year</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Accumulated surplus, end of year</b>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>-</u></u>

See the accompanying notes to the financial statements.

**Huron County Library Board**

**Notes to the Financial Statements**

**for the year ended December 31, 2010**

**1. Accounting Policies**

The financial statements of the Huron County Library Board are the representation of management prepared in accordance with Canadian generally accepted accounting principles prescribed for municipal governments, as recommended by the Public Sector Accounting Board of the Canadian Institute of Chartered Accountants. Significant aspects of the accounting policies adopted by the municipality are as follows:

- (a) **Basis of Accounting**  
Revenues are accounted for in the period in which the transactions or events occurred that gave rise to the revenues. Expenditures are accounted for in the period the goods and services are acquired and a liability is incurred or transfers are due.
- (b) **Tangible Capital Assets**  
Tangible capital assets are recorded at historical cost less accumulated amortization in the consolidated financial statements of the municipality as corporate general government functional assets. Amortization expense is recorded as a functional charge in the department that utilizes the tangible capital asset.
- (c) **Government Transfers**  
Government transfers are recognized in the financial statements as revenues in the period in which events giving rise to the transfer occur, provided that the transfers are authorized, any eligibility criteria have been met, and reasonable estimates can be made.
- (d) **Use of Estimates**  
The preparation of financial statements in conformity with 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, and the reported amounts of revenues and expenditures during the period. Actual results could differ from those estimates.

## INDEPENDENT AUDITOR'S REPORT

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To the Members of Council, Inhabitants, and Ratepayers of the Corporation of the County of Huron

We have audited the accompanying financial statements of the Corporation of the County of Huron, which are comprised of the trust funds statement of financial position as at December 31, 2010, and the trust funds statement of continuity 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 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 whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence supporting 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.

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 trust funds of Corporation of the County of Huron as at December 31, 2010 and their receipts and disbursements for the year then ended in accordance with Canadian generally accepted accounting principles.

*Vodden, Bender & Seebach LLP*

Goderich, Ontario  
August 12, 2011

Vodden, Bender & Seebach LLP  
Chartered Accountants  
Licensed Public Accountants

**County of Huron**

**Trust Funds**

**Statement of Financial Position**

**as at December 31, 2010**

	<u>Health Unit Special Project Account</u>	<u>Homes for the Aged Residents'</u>	<u>Homes for the Aged Endowment Fund</u>	<u>Total</u>
<b>Assets</b>				
Cash	10,527	15,930	34,181	60,638
Investments at cost (note 2)	-	-	219,706	219,706
	<u>\$ 10,527</u>	<u>\$ 15,930</u>	<u>\$ 253,887</u>	<u>\$ 280,344</u>
<b>Liabilities</b>				
Balance at the end of the year				
- income	10,527	15,930	185,113	211,570
- capital	-	-	68,774	68,774
	<u>\$ 10,527</u>	<u>\$ 15,930</u>	<u>\$ 253,887</u>	<u>\$ 280,344</u>

See the accompanying notes to the financial statements.

**County of Huron**

**Trust Funds**

**Statement of Continuity**

**for the year ended December 31, 2010**

	<u>Health Unit Special Project Account</u>	<u>Homes for the Aged Residents</u>	<u>Homes for the Aged Endowment Fund</u>	<u>Total</u>
	\$	\$	\$	\$
<b>Balance Beginning of the Year</b>	<u>10,457</u>	<u>17,852</u>	<u>281,166</u>	<u>309,475</u>
<b>Revenues</b>				
Donations from Tuck Shop	-	-	10,404	10,404
Donations other	-	-	-	-
Residents' funds received	-	18,734	-	18,734
Interest earned	70	1,645	3,163	4,878
	<u>70</u>	<u>20,379</u>	<u>13,567</u>	<u>34,016</u>
<b>Expenditures</b>				
Residents' funds disbursed	-	22,301	-	22,301
Contribution to operating expenses - equipment	-	-	40,846	40,846
	<u>-</u>	<u>22,301</u>	<u>40,846</u>	<u>63,147</u>
<b>Balance End of the Year</b>	<u>\$ 10,527</u>	<u>\$ 15,930</u>	<u>\$ 253,887</u>	<u>\$ 280,344</u>

See the accompanying notes to the financial statements.

**County of Huron**

**Trust Funds**

**Notes to the Financial Statements**

**for the year ended December 31, 2010**

**1. Accounting Policies**

**Basis of Accounting**

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

**2. Investments**

The total of investments \$219,706 (2009 - \$226,809) recorded on the Statement of Financial Position at cost, have a market value of \$214,445 (2009 - \$233,110) as at the end of the year.