

Financial statements of

**The Corporation of the
City of Pickering Trust Funds**

December 31, 2010

The Corporation of the City of Pickering Trust Funds

December 31, 2010

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Independent Auditor's Report

To the Members of Council, Inhabitants and Ratepayers
of The Corporation of the City of Pickering

We have audited the accompanying financial statements of The Corporation of the City of Pickering Trust Funds, which comprise the statement of financial position as at December 31, 2010, and the statement of financial activities and fund balances 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 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, the financial statements present fairly, in all material respects, the financial position of The Corporation of the City of Pickering Trust Funds as at December 31, 2010 and the results of its operations for the year then ended in accordance with Canadian generally accepted accounting principles.

Deloitte & Touche LLP

Chartered Accountants
Licensed Public Accountants
June 20, 2011

The Corporation of the City of Pickering Trust Funds

Statement of financial position
as at December 31, 2010

	2010	2009
	\$	\$
Assets		
Investments	277,351	277,351
Interest receivable	31,092	19,999
	308,443	297,350
Trust Fund position	308,443	297,350

The Corporation of the City of Pickering Trust Funds

Statement of financial activities and fund balances
year ended December 31, 2010

	2010	2009
	\$	\$
Revenues		
Interest	11,093	11,203
Expenditures		
Provincial payments	-	1,827
Administration charges	-	96
	-	1,923
Net revenues	11,093	9,280
Fund balance, beginning of year	297,350	288,070
Fund balance, end of year	308,443	297,350

The Corporation of the City of Pickering Trust Funds

Notes to the financial statements

December 31, 2010

1. Accounting policies

The financial statements of The Corporation of the City of Pickering Trust Funds are the representations of management prepared in accordance with Canadian generally accepted accounting principles using accounting standards for Not-for-Profit Organization.

Significant accounting policies adopted include:

Basis of accounting

Revenues are recorded in the period in which the transactions or events occurred that gave rise to the revenue.

Expenditures 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.

Investments

Investments are recorded at cost. The cost of investments approximates their fair value.

2. Future accounting changes

In December 2010, the CICA issued a new accounting framework applicable to Not-for-Profit Organizations. Effective for fiscal years beginning on or after January 1, 2012 Not-for-Profit Organizations will have to choose between International Financial Reporting Standards (IFRSs) and Canadian accounting standards for Not-for-Profit Organizations, whichever suits them best. Early adoption of these standards is permitted. The Trust Funds currently plan to adopt the new accounting standards for Not-for-Profit Organizations for its fiscal year beginning on January 1, 2012. The impact of transitioning to these new standards is expected to be minimal.

3. Dorothy Card Estate

The City of Pickering administers a trust fund for the Dorothy Card Estate for the care and upkeep of the destitute elderly. The fund balance is comprised of investments and accumulated interest amounting to \$308,443 (2009 - \$297,350)

4. Statement of cash flows

A statement of cash flows has not been presented as the information is readily determinable from the financial statements presented.