

PSAC LOCAL 610
GENERAL FUND
FINANCIAL STATEMENTS
MAY 31, 2016

INDEPENDENT AUDITOR'S REPORT

To the Members of
PSAC Local 610

I have audited the statement of financial position of **PSAC Local 610 - General Fund** as at May 31, 2016 and the statements of reserves and cash receipts and disbursements 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 necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

My responsibility is to express an opinion on these financial statements based on my audit. I conducted my audit in accordance with Canadian generally accepted auditing standards. Those standards require that I comply with ethical requirements and plan and perform an audit to obtain reasonable assurance whether the financial statements are free of 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.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for our qualified audit opinion.

Opinion

In my opinion these financial statements present fairly, in all material respects, the financial position of the **PSAC Local 610- General Fund** as at May 31, 2016 and the results of its operations and the changes in its financial position for the year then ended in accordance with Canadian accounting standards for not for profit organizations.

London, Ontario
date of approval

MICHAEL A. KING, CPA, CA
Licensed Public Accountant

PSAC LOCAL 610
LOCAL 00610 OF THE PUBLIC SERVICE ALLIANCE OF CANADA
General Fund

Statement of Financial Position

As at May 31

	2016	2015
Assets		
Current assets:		
Cash	\$ 295,031	\$ 80,135
Short-term investments	-	258,303
Accounts receivable	43,466	58,189
	\$ 338,497	\$ 396,627
Liabilities and Reserves		
Current liabilities:		
Accounts payable and accrued liabilities	\$ 3,616	\$ 3,616
Due to Health account	-	56,556
	3,616	60,172
Reserves	334,881	336,455
	\$ 338,497	\$ 396,627

Approved on Behalf of the Executive:

_____ President

_____ Treasurer

See the accompanying notes which are an integral part of these financial statements.

PSAC LOCAL 610
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General Fund

Statement of Reserves

Year ended May 31

	2016	2015
General reserve	\$ 222,895	\$ 223,451
Strike reserve	90,000	90,000
Bargaining reserve	15,000	15,000
Equipment replacement reserve	6,986	8,004
Balance, end of year	\$ 334,881	\$ 336,455

See the accompanying notes which are an integral part of these financial statements.

PSAC LOCAL 610
LOCAL 00610 OF THE PUBLIC SERVICE ALLIANCE OF CANADA
General Fund

Statement of Cash Receipts and Disbursements

Year ended May 31

	2016 Budget	2016	2015
Receipts:			
Dues	\$ 120,000	\$ 117,093	\$ 121,725
University of Western Ontario grant	65,000	65,000	65,000
Health Plan receipts	40,716	41,076	40,365
Other revenue	1,000	5,821	33
Interest income	1,000	20	6,027
	227,716	229,010	233,150
Disbursements:			
Steward stipends	75,891	79,830	98,548
Salaries and benefits	59,320	51,365	57,531
Health plan administrator	22,723	25,210	29,700
Special events	25,000	23,622	18,185
Graduate student teaching awards	5,000	10,000	5,000
Promotions	6,200	7,041	6,367
Conferences and conventions	5,200	5,157	6,488
Bargaining	-	4,186	1,109
Printing and copying	3,000	3,874	2,796
Office supplies	3,200	3,825	3,365
Accounting	3,800	3,729	3,616
Telephone	5,600	3,485	2,965
Committee honouraria	6,500	3,256	1,105
Education and training	4,000	2,686	3,042
Donations and miscellaneous	4,500	1,800	4,724
Office equipment	1,000	1,018	791
Sponsorships	11,750	500	10,700
Interest and bank charges	180	-	380
UHIP disbursements	-	-	63
	242,864	230,584	256,475
Excess of receipts over disbursements for the year	(15,148)	(1,574)	(23,324)

See the accompanying notes which are an integral part of these financial statements.

PSAC LOCAL 610
LOCAL 00610 OF THE PUBLIC SERVICE ALLIANCE OF CANADA
General Fund

Statement of Cash Receipts and Disbursements - continued

Year ended May 31

	2016 budget	2016	2015
Excess of receipts over expenses for the year	(15,148)	(1,574)	(23,324)
Less: prior years administrative fee repayment (note 4)		-	(14,356)
Reserves, beginning of year	336,455	336,455	374,135
Reserves, end of year	\$ 321,307	\$ 334,881	\$ 336,455

See the accompanying notes which are an integral part of these financial statements.

**PSAC LOCAL 610
LOCAL 00610 OF THE PUBLIC SERVICE ALLIANCE OF CANADA**

General Fund

Notes to the Financial Statements

May 31, 2016

Summary of Significant Accounting Policies:

These financial statements of the PSAC Local 610 have been prepared in accordance with Canadian accounting standards for not for profit organizations.

Revenue recognition:

Revenues are recognized when the monies are deposited to the bank account. Revenues from dues are recognized as they are earned.

Cash and cash equivalents:

Cash and cash equivalents consists of bank balances that are available for general use and investments that have a maturity period of three months from the date of acquisition.

Financial Instruments measurement:

PSAC Local 610 initially measures its' financial assets and financial liabilities at fair value. It subsequently measures all its financial assets and liabilities at amortized cost.

1. Income taxes:

According to the provisions of the Income Tax Act (Canada), the organization is exempt from taxes on income.

2. Health and Financial Aid Fund divisions:

These financial statements only include the general operations of the organization. Health revenues received from the University of Western Ontario, health disbursements and the health bank account are not recorded in these financial statements. The Financial Aid fund activities are not included in these statements. Separate financial statements are prepared for the Health and Financial Aid Fund divisions.

PSAC LOCAL 610
LOCAL 00610 OF THE PUBLIC SERVICE ALLIANCE OF CANADA
General Fund

Notes to the Financial Statements - continued

May 31, 2016

3. Financial instruments:

The organization is not exposed to any significant interest rate or currency risks with respect to its' financial instruments.

4. Administrative fee repayment:

The health division overpaid administrative fees to the general fund in prior years. This amount represents the repayment of those fees.