

PSAC LOCAL 610
HEALTH DIVISION
FINANCIAL STATEMENTS
AUGUST 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 - Health Division** as at August 31, 2016 and the statements of general reserve and 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 my audit opinion.

Opinion

In my opinion these financial statements present fairly, in all material respects, the financial position of the PSAC Local 610 - Health Division as at August 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**

Health Divison

Statement of Financial Position

As at August 31

	2016	2015
Assets		
Current assets:		
Cash	\$ 165,475	\$ 38,081
Accounts receivable	-	756
Due from General account	-	56,556
	\$ 165,475	\$ 95,393
Liabilities and General Reserve		
Current liabilities:		
Accounts payable and accrued liabilities	\$ 3,616	\$ 3,616
General reserve	161,859	91,777
	\$ 165,475	\$ 95,393

Approved on Behalf of the Executive:

_____ President

_____ Treasurer

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

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

Health Divison

Statement of General Reserve

Year ended August 31

	2016	2015
Balance, beginning of year	\$ 91,777	\$ 187,696
Excess of receipts over disbursements	70,082	(110,275)
Add: Administrative fee recovery from prior years (note 4)	-	14,356
Balance, end of year	\$ 161,859	\$ 91,777

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

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

Health Divison

Statement of Receipts and Disbursements

Year ended August 31

	2016	2015
Receipts:		
Health plan receipts	\$ 342,300	\$ 269,100
Interest income	-	130
	342,300	269,230
Disbursements:		
Health disbursements	227,500	335,484
Administrative fees	41,076	40,365
Professional fees	3,616	3,616
Interest and bank charges	26	40
	272,218	379,505
Excess of receipts over disbursements for the year	\$ 70,082	\$ (110,275)

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

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

Health Divison

Notes to the Financial Statements

August 31, 2016

Summary of Significant Accounting Policies:

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

Revenue recognition:

The division recognizes revenue for the health plan fees when the monies are deposited to the bank. Interest revenue is recorded as earned.

Cash and cash equivalents:

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

Financial instrument measurement:

The Health Division initially measures its financial assets and financial liabilities at fair value. It subsequently measures all its financial assets and financial 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 division:

These financial statements only include the operations of the Health Division.

3. Financial instruments:

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