



STAFF REPORT INFORMATION ONLY

2006 Audited Trust Funds Consolidated Financial Statements

Date:	August 31, 2007
To:	Audit Committee
From:	Treasurer
Wards:	All
Reference Number:	P:\2007\Internal Services\acc\ac07019acc (AFS #3401)

SUMMARY

The purpose of this report is to present the City of Toronto's Consolidated Trust Funds Financial Statements for the year ended December 31, 2006, to the Audit Committee.

The total trust fund balances at December 31, 2006 decreased by \$1.3 million to \$47.4 million from \$48.7 million in 2005.

Financial Impact

There are no financial impacts resulting from this report.

The Deputy City Manager and Chief Financial Officer has reviewed this report and agrees with the financial impact information.

DECISION HISTORY

On an annual basis, as required, the City presents the Audited Consolidated Trust Funds Financial Statements which includes the City trust fund accounts and those of its Agencies, Boards and Commission to the Audit Committee.

ISSUE BACKGROUND

The City administers the trust funds included in these financial statements. As part of its fiduciary responsibilities the City ensures that funds received are to be used only for the specific purposes as specified by each trust agreement.

COMMENTS

Balance Sheet

Trust fund assets comprise investments, cash and amounts due from the City. Total assets as at December 31, 2006 amounted to \$49.3 million (2005 - \$49.9 million) of which \$38.6 million was in the form of investments. The market value of these investments as at December 31 exceeded cost or the carrying value of these investments by \$1.6 million (2005 - \$0.7 million).

Trust fund balances at December 31, 2006 amounted to \$47.4 million (2005 - \$48.7 million). During 2006 significant changes in trust fund balances occurred in three trust funds. The Police Services Board trust funds balance was reduced by \$0.7 million which was transferred to the Police Services Board Special Fund. Payments to municipal election candidates from the Elections Surplus Trust reduced the balance by \$0.6 million. A receipt of \$0.4 million was deposited in the Ricoh Coliseum Legal Costs trust fund as directed by an arbitrator based on a dispute regarding a sublease agreement at Exhibition Place.

Revenues

Investment income decreased in 2006 as compared to 2005 by \$1.1 million. This was mainly the result of the Toronto Atmospheric Trust Fund reduced gains on disposals of investments of \$1.3 million, partially offset by increased dividends of \$0.2 million.

Expenditures

Trust fund expenditures increased by \$2.7 million in 2006 compared with 2005. Expenditures reflect increased expenses in Toronto Atmospheric Fund for operating expenses and grants to \$2.7 million in 2006 (2005 - \$0.6 million) and increased expenditures in the Police Trust Fund by \$0.6 million to \$0.9 million (2005 - \$0.3 million). Expenditures for payments to election candidates from the Municipal Elections Candidates' Surplus amounted to \$0.6 million in 2006 (2005 - \$0). Expenditures representing repayments for the Ontario Home Renewal Project were only \$19,000 in 2006 as compared to \$0.4 million in 2005.

CONTACT

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SIGNATURE

Cam Weldon
Treasurer

ATTACHMENTS

Appendix A: 2006 Trust Funds Consolidated Financial Statements
Appendix B: 2006 Audit Results – Consolidated Trust Funds