



STAFF REPORT ACTION REQUIRED

2013 Audited Trust Funds Consolidated Financial Statements

Date:	June 11, 2014
To:	Audit Committee
From:	Treasurer
Wards:	All
Reference Number:	P:\2014\Internal Services\acc\ac14010acc (AFS18691)

SUMMARY

This report presents the City of Toronto's Consolidated Trust Funds Financial Statements for the year ended December 31, 2013 to Committee and City Council for approval and provide highlights of the Trust Funds' 2013 financial performance and financial condition as of December 31, 2013.

RECOMMENDATIONS

The Treasurer recommends that:

1. City Council approve the 2013 Trust Fund Statements as attached in Appendix A of this report.

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, the City presents the Audited Consolidated Trust Funds Financial Statements (which includes the City trust fund accounts and those of its agencies and corporations) to the City Council for approval. Following is the link to the 2012 Audited Trust Funds Consolidated Financial Statements and Council decision:

<http://app.toronto.ca/tmmis/viewAgendaItemHistory.do?item=2013.AU12.7>

ISSUE BACKGROUND

The City administers most of the trust funds included in these financial statements except for the following three trusts:

- i. Eastview Neighbourhood Trust Fund, which is administered by the Eastview Neighbourhood Community Centre;
- ii. Toronto Police Services Board Trust Fund which is administered by the Toronto Police Services Board; and
- iii. V.C. Polley Trust Fund (which is included under "Other" in Appendix B) is administered by St. Lawrence Centre for the Arts.

As part of its fiduciary responsibilities, the Trust administrator ensures that funds received are to be used only for the specific purposes as specified by each trust agreement.

Appendix B provides a description of the Trust Funds and their purpose.

COMMENTS

Balance Sheet

Trust fund assets are comprised of investments, cash and amounts due from the City, or administrators, where applicable. Total assets as at December 31, 2013 amounted to \$46.6 million (2012 - \$46.6 million) of which \$31.0 million (2012 - \$28.0 million) was in the form of investments.

Trust fund balances at December 31, 2013 amounted to \$46.5 million (2012 - \$46.5 million).

Revenues

Revenues have increased by \$0.1 million in 2013 to \$6.4 million (2012 - \$6.3 million). Investment income increased by \$1.5 million in 2013, mainly due to realized gains of \$1.2 million on disposal of investments by the Toronto Atmospheric Fund.

Contributions and other income were lower by \$1.3 million compared with 2012, primarily as a result of additional contributions of \$1.1 million for the Community Centre, Library Development Levy and Music Garden Trust Funds that were made in 2012, but not in 2013. In addition, there were lower receipts of \$0.2 million from Homes for the Aged in 2013 as compared to 2012.

Expenditures

Trust fund expenditures increased by \$0.7 million in 2013 compared with 2012. This is the result of:

- Funding from the Library Development Levy Trust for \$3.0 million for library waterfront construction project; offset by,
- A \$1.7 million reduction in the withdrawal by Toronto Atmospheric Trust Fund in 2013, \$0.4 million versus \$2.1 million in 2012,
- Expenditures which were lower by \$0.1 million in 2013 as a result of reduced residents' withdrawals in the Homes for the Aged Trust; and,
- A reduction in funding for the Lisgar Street Remediation project from 90 Lisgar Street Trust Fund, \$0 versus \$0.6 million in 2012.

CONTACT

Mike St. Amant
Director, Accounting Services
Tel: 416-397-4438
Email: mstaman@toronto.ca

Shairoz Murji
Manager, Corporate Financial Reporting
Tel: 416-397-5829
Email: smurji@toronto.ca

SIGNATURE

Giuliana Carbone
Treasurer

ATTACHMENTS

Appendix A: City of Toronto Trust Funds Consolidated Financial Statements for the Year ended December 31, 2013

Appendix B: Trust Funds Account Descriptions at December 31, 2013