



STAFF REPORT ACTION REQUIRED

2012 Audited Trust Funds Consolidated Financial Statements

Date:	June 18, 2013
To:	Audit Committee
From:	Treasurer
Wards:	All
Reference Number:	P:\2013\Internal Services\acc\ac13010acc (AFS16923)

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, 2012 to City Council for approval and provide highlights of the Trust Funds' 2012 financial performance and financial condition as of December 31, 2012.

RECOMMENDATIONS

The Treasurer recommends that:

1. City Council approve the 2012 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 agree 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 2011 Audited Trust Funds Consolidated Financial Statements and Council decision:

<http://app.toronto.ca/tmmis/viewAgendaItemHistory.do?item=2012.AU8.7>

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, 2012 amounted to \$46.6 million (2011 - \$46.1 million) of which \$28.0 million (2011 - \$27.4 million) was in the form of investments.

Trust fund balances at December 31, 2012 amounted to \$46.5 million (2011 - \$46.0 million).

Revenues

Revenues have increased by \$2.6 million in 2012 compared with 2011. Investment income increased by \$1.8 million in 2012, mainly due to realized gains of \$1.4 million on disposal of investments for Toronto Atmospheric Fund. Contributions and other revenues were higher by \$0.8 million compared with 2011, primarily as a result of conversion of the Music Garden Reserve Fund to a Music Garden Trust Fund with contributions of \$0.6 million occurring in 2012.

Expenditures

Trust fund expenditures increased by \$1.3 million in 2012 compared with 2011. This is the result of:

- \$2.1 million withdrawals required by Toronto Atmospheric Trust Fund in 2012 compared to \$1.2 million in 2011; and,
- funding from 90 Lisgar St. Trust Fund for \$0.6 million for the Lisgar Street Remediation project; offset by,
- expenditures being lower by \$0.2 million in 2012 as a result of reduced residents' withdrawals in the Homes for the Aged Trust.

CONTACT

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SIGNATURE

Giuliana Carbone
Treasurer

ATTACHMENTS

- Appendix A: City of Toronto Trust Funds Consolidated Financial Statements for the Year ended December 31, 2012
- Appendix B: Trust Funds Account Descriptions at December 31, 2012