



REPORT FOR INFORMATION

Draft Financial Results for the First Quarter ended March 31, 2017

Date: June 15, 2017
To: The Atmospheric Fund Board of Directors
From: Director of Finance

SUMMARY

The unaudited financial results for 2017-Q1 operations are compared to the approved 2017 budget pro-rated for 3 months. Overall, TAF had a very favourable quarter driven by “paper gains” in its publicly-traded securities portfolio while the operating expenses were below budget.

FINANCIAL IMPACT

None.

COMMENTS

The favourable variance in Total Revenues (line A4) was driven by strong “paper gains” in TAF’s publicly-traded securities portfolio. In particular, the Generation and Greenchip Funds returned 11.7% and 9.6% respectively placing both funds in the top quartile of performance for the first quarter (line A1).

TAF’s Direct Investments (line A2) continued to deliver growing returns against a conservative budget. The favourable variance is expected to shrink during the year as sales of ESPA revenue streams to third parties continue as envisioned by the budget.

A healthy \$596K of deferred external revenues has been brought forward into 2017 of which \$132K (line A3) was recognized in Q1.

Program Expenses (\$670K in line B3) are closely tracking the budget.

Corporate Expenses (\$142K in line D1) show a favourable variance for the quarter.

Premises - our 2017 Corporate Expenses budget includes \$110K to recognize that TAF is actively seeking to improve or change its premises. We were initially discouraged from renovating our existing premises since the current site is expected to be re-developed. Moreover, we have been told that space in City facilities is unavailable, especially since the City is undertaking an office modernization program to accommodate its staff currently housed in externally-leased premises.

Since we have been advised that the redevelopment of our site is at least 5 years away, our current premises will be renovated by the City. While arrangements have not been discussed in detail, TAF is expected to contribute to the costs. The renovations will be done using office modernization principles while also focusing on access to natural light and fresh air.

CONTACT

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SIGNATURE

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ATTACHMENTS

Consolidated Unaudited Summary of Revenues and Expenditures for 3 months ending March 31, 2017