

2017 Audited Trust Funds Consolidated Financial Statements

Date: June 26, 2018
To: Audit Committee
From: Treasurer
Wards: All

SUMMARY

This report presents the City of Toronto's Consolidated Trust Funds Financial Statements for the year ended December 31, 2017 to Committee and City Council for approval, and provides highlights of the Trust Funds' 2017 financial performance and financial condition as of December 31, 2017.

RECOMMENDATIONS

The Treasurer recommends that:

1. City Council approve the 2017 Trust Fund Statements as attached in Appendix A of this report.

FINANCIAL IMPACT

There are no financial impacts resulting from this report.

The Interim 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 Audit Committee and City Council for approval. Following is the link to the 2016 Audited Trust Funds Consolidated Financial Statements and Council decision.

<http://app.toronto.ca/tmmis/viewAgendaItemHistory.do?item=2017.AU9.3>

COMMENTS

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

- i. Toronto Police Services Board, and Toronto Police Services Board Mounted Unit Trust Funds, administered by the Toronto Police Services Board; and
- ii. V.C. Polley Trust Fund (included under "Other" in Appendix B), administered by the 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 purposes specified by each trust agreement.

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

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, 2017 amounted to \$70.8 million (2016 - \$66.9 million) of which \$52.8 million (2016 - \$48.3 million) was held in the form of investments.

Trust fund balances at December 31, 2017 amounted to \$70.6 million (2016 - \$66.7 million).

Revenues

Revenues have decreased by \$6.3 million in 2017 to \$15.7 million (2016 - \$22.0 million).

Investment income increased by \$4.8 million in 2017, mainly due to unrealized gains related to foreign exchange and market value of Toronto Atmospheric Fund (TAF) investments.

Contributions and other income decreased by \$11.2 million from 2016, primarily as a result of:

- The 2016 onetime endowment received by TAF from the Province of Ontario of \$17 million compared to \$4.1 million in 2017; and
- The New Toronto Police Services Board Mounted Unit fund for \$1.8 million.

Expenditures

Trust fund expenditures increased by \$7.0 million in 2017 over 2016. This is the result of the distribution and withdrawal of investments held in trust for TAF.

CONTACT

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SIGNATURE

Mike St. Amant
Treasurer

ATTACHMENTS

Appendix A: Consolidated Financial Statements City of Toronto Trust Funds
December 31, 2017

Appendix B: Trust Funds Account Descriptions of December 31, 2017