REPORT FOR INFORMATION

Unaudited Financial Report for Q1 2024

Date: July 4, 2024
To: Board of Directors of the Toronto Atmospheric Fund
From: Director of Finance

SUMMARY

The unaudited financial results for three months ended March 31, 2024 (Q1) are provided in Attachment 1.

FINANCIAL IMPACT

None to the City.

COMMENTS

For the quarter ending, March 31, 2024 (Q1) TAF's publicly traded investments showed positive values with quarterly net realized/unrealized losses (net of management fees) totalling $3.1M; this was due to public equities performance. Direct Investment revenue in Q1 performed well at $317K versus $350K budgeted; receivables from the portfolio of loans and ESPAs are a stable revenue source. External revenues were below budget at $645K versus $1.2M budgeted; the shortfall is attributable to a later-than-projected start to Retrofit Accelerator, retrofit projects and EV Station Fund rebates, but all have moved into busier phases.

First quarter Program Expenses were under budget by $705K, mainly correlated with timing of retrofit projects which has and will continue to increase in Q2 and beyond. Grants payments were at $199K versus budget of $340K; this is also a timing difference with two grant intake and approval processes in the balance of the year. Corporate Expenses were $199K versus budget of $311K due to deferring the implementation of several major initiatives into Q2.

The net result for Q1 was that revenue (realized and unrealized) exceeds expenses by $2M due to positive public equity performance and below-budget program and corporate expenses.

The Q1 unaudited Net Asset Value stood at $96M ($37.6M, $18.9M, $39.5M for Toronto, Ontario and Canada endowments respectively).

An unaudited financial report for Q2 is not available as it generally takes a month from the quarter's end, but investment returns are expected to be positive for Q2 and spending is tracking somewhat below budget.

Additional oversight and management of cash flow has been implemented given an increasing number of projects (including retrofits, direct investments, EV charging rebates, shifts in the asset mix of the investment portfolio, etc.), the volume and timing of transactions and the amount of money involved.

There were no competitive or sole-source procurements completed during the quarter.

CONTACT

Robert Wotten, Director of Finance, rwotten@taf.ca

SIGNATURE

Robert Wotten
Director of Finance

ATTACHMENTS

1. Quarterly Financial Statement of Revenues and Expenditures (Unaudited) for three months ended March 31, 2024.