



Trust Funds

Financial Statements

Year Ended December 31, 2023



KPMG LLP

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INDEPENDENT AUDITOR'S REPORT

To the Mayor and Members of Council, Inhabitants and Ratepayers of the Corporation of the City of Cambridge

Opinion

We have audited the financial statements of the Trust Funds of the Corporation of the City of Cambridge (the Entity), which comprise:

- the statement of the financial position as at December 31, 2023
- the statement of continuity for the year then ended
- and notes to the financial statements, including a summary of significant accounting policies

(Hereinafter referred to as the “financial statements”).

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Entity as at December 31, 2023, and the statement of continuity for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the “***Auditor’s Responsibilities for the Audit of the Financial Statements***” section of our auditor’s report.

We are independent of the Entity in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada and we have fulfilled our other responsibilities in accordance with these requirements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.



Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with Canadian public sector accounting standards and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Entity's ability to continue as a going concern, disclosing as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Entity or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Entity's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial statements

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit.

We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion.

The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Entity's internal control.



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- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Entity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

A handwritten signature in black ink that reads 'KPMG LLP'. The signature is written in a cursive, slightly slanted style. Below the signature is a horizontal line that starts under the 'K' and ends under the 'P'.

Chartered Professional Accountants, Licensed Public Accountants

Kitchener, Canada

May 30, 2024

Trust Funds Financial Position
As at December 31, 2023

	2023	2022
Assets		
Cash and term deposits	\$ 553,584	\$ 66,855
Interest receivable	244,363	117,942
	797,947	184,797
Investments (Note 2)	12,263,735	12,165,346
	13,061,682	12,350,143
Liabilities		
Payable to City of Cambridge	130,007	180,453
Fund balances	12,931,675	12,169,690
	\$ 13,061,682	\$ 12,350,143

The explanatory financial notes form an integral part of these financial statements

	Cemetery Care and Maintenance Fund	Cemetery Care and Maintenance Monuments	Cemetery Charges Prepaid	Election Surplus
Balance at the beginning of the year	\$ 7,389,081	\$ 629,995	\$ 3,544,087	\$ 4,501
Receipts				
Sale of land	378,220	30,850	172,549	-
Contributions received	-	-	-	-
Interest earned	177,852	15,158	83,901	106
	556,072	46,008	256,450	106
Expenditures				
Contributions to revenue fund	177,852	15,128	130,391	-
Transfer to other	-	-	-	-
	177,852	15,128	130,391	-
Balance at the end of the year	\$ 7,767,301	\$ 660,875	\$ 3,670,146	\$ 4,607

The explanatory financial notes form an integral part of these financial statements



Trust Funds Statement of Continuity
For the year ended December 31, 2023

	Arthur White Scholarship Fund	C.I.T.C. Training Cambridge	Arts Guild Improvement	Cambridge Arts Guild
Balance at the beginning of the year	\$ 15,879	\$ 18,156	\$ 48,922	\$ 588
Receipts				
Sale of land	-	-	-	-
Contributions received	-	-	5,000	-
Interest earned	373	426	1,154	14
	373	426	6,154	14
Expenditures				
Contributions to revenue fund	-	-	-	-
Transfer to other	-	-	-	-
	-	-	-	-
Balance at the end of the year	\$ 16,252	\$ 18,582	\$ 55,076	\$ 602

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Trust Funds Statement of Continuity
For the year ended December 31, 2023

	Prepaid Rent	School of Architecture Bursary	Ancient Mariners Canoe Club Fund	Allan Reuter Centre Renovation
Balance at the beginning of the year	\$ 10,707	\$ 55,870	\$ 33,863	\$ 31,611
Receipts				
Sale of land	-	-	-	-
Contributions received	-	-	1,981	-
Interest earned	251	1,312	822	742
	251	1,312	2,803	742
Expenditures				
Contributions to revenue fund	-	-	-	-
Transfer to other	-	-	-	-
	-	-	-	-
Balance at the end of the year	\$ 10,958	\$ 57,182	\$ 36,666	\$ 32,353

The explanatory financial notes form an integral part of these financial statements

	Fiddlesticks Neighbourhood Association	Cambridge Rowing Club	David Durward Centre	G.E. (Ted) Wake Lounge Seniors Fund
Balance at the beginning of the year	\$ 349,117	\$ 1,579	\$ 25,419	\$ 10,315
Receipts				
Sale of land	-	-	-	-
Contributions received	209,835	-	-	-
Interest earned	10,848	37	607	233
	220,683	37	607	233
Expenditures				
Contributions to revenue fund	-	-	-	-
Transfer to other	-	-	3,915	3,000
	-	-	3,915	3,000
Balance at the end of the year	\$ 569,800	\$ 1,616	\$ 22,111	\$ 7,548

The explanatory financial notes form an integral part of these financial statements



Trust Funds Statement of Continuity
For the year ended December 31, 2023

	Total
Balance at the beginning of the year	12,169,690
Receipts	
Sale of land	581,619
Contributions received	216,816
Interest earned	293,836
	1,092,271
Expenditures	
Contributions to revenue fund	323,371
Transfer to other	6,915
	330,286
Balance at the end of the year	\$ 12,931,675

The explanatory financial notes form an integral part of these financial statements

1. Accounting policies

The financial statements of the Trust Funds of the Corporation of the City of Cambridge are the representation of management prepared in accordance with Canadian generally accepted accounting principles as recommended by the Public Sector Accounting Board of the Chartered Professional Accountants of Canada.

(a) Basis of accounting

Capital receipts and income are reported on the cash basis of accounting.

Expenditures are reported on the cash basis of accounting with the exception of administrative expenses, which are reported on the accrual basis of accounting, which recognizes expenditures, as they are incurred and measurable as a result of the receipt of goods or services and the creation of a legal obligation to pay.

The Trust Funds have acquired no 'tangible capital assets' as defined by Section 3150 of the Chartered Professional Accountants of Canada Public Sector Accounting Handbook.

(b) Use of estimates

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the year. These estimates and assumptions are based on management's best information and judgement and may differ significantly from future actual results.

(c) Financial instruments

The Trust Funds of the Corporation of the City of Cambridge financial instruments include cash, interest receivable, investments, and accounts payable. All financial instruments are assessed for impairment on an annual basis. When a decline is determined to be other than temporary, the amount of the loss is reported in the statement of continuity and any unrealized gain is adjusted through the statement remeasurement. The measurement basis for cash, interest receivable, and accounts payable is cost. Investments are measured at amortized cost. As all financial instruments are measured at cost or amortized cost, there have been no remeasurement gains or losses and the statement of remeasurement has been excluded.

2. Investments

Investments, comprised of municipal and provincial bonds and bank term deposits with varying maturity dates, bear interest at rates ranging from 1.49% to 6.52%, are reported at cost amounting to \$12,263,735 (2022 - \$12,165,346), and have a market value of \$11,462,323 (2022 - \$10,852,802).

3. Financial instruments and risk management

The fair value of the Trust's financial instruments that are comprised of cash, interest receivable, and payable to City of Cambridge approximate their carrying value due to their short-term nature and are measured at cost in the statement of financial position. Investments are measured at amortized cost.

The Trust does not have significant exposure to credit risk, liquidity risk, or market risk.