



Financial Statements

**The Incorporated Synod of
the Diocese of Toronto**

December 31, 2012

Contents

	Page
Independent Auditor's Report	1 - 2
Statement of Revenue and Expenses	3 - 4
Statement of Changes in Fund Balances	5 - 6
Statement of Financial Position	7 - 9
Statement of Cash Flows	10 - 13
Notes to the Financial Statements	14 - 26

Independent Auditor's Report

Grant Thornton LLP
19th Floor, Royal Bank Plaza South Tower
200 Bay Street, Box 55
Toronto, ON
M5J 2P9
T (416) 366-0100
F (416) 360-4949
www.GrantThornton.ca

To the Members of

The Incorporated Synod of the Diocese of Toronto

We have audited the accompanying financial statements of **The Incorporated Synod of the Diocese of Toronto** ("Diocese"), which comprise the statements of financial positions as at December 31, 2012, December 31, 2011 and January 1, 2011, the statements of revenue and expenses, changes in fund balances and cash flows for the years ended December 31, 2012 and December 31, 2011, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian accounting standards for not-for-profit organizations, 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.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on our judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Diocese's preparation and fair presentation of the financial statements 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 Diocese's internal control. An

audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of **The Incorporated Synod of the Diocese of Toronto** as at December 31, 2012, December 31, 2011 and January 1, 2011, and the results of its operations and its cash flows for the years ended December 31, 2012 and December 31, 2011 in accordance with Canadian accounting standards for not-for-profit organizations.

Grant Thornton LLP

Toronto, Ontario
June 20, 2013

Chartered Accountants
Licensed Public Accountants

The Incorporated Synod of the Diocese of Toronto

Statement of Revenue and Expenses

Year ended December 31, 2012

	Unrestricted Funds			Capital Asset Fund	Restricted Funds	Endowment Funds	Total 2012
	Operating Fund	Invested Operating Funds	Total Unrestricted Funds				
Revenue							
Parishes	\$ 5,764,831	\$ -	\$ 5,764,831	\$ -	\$ -	\$ -	\$ 5,764,831
Fees and donations	276,199	9,194	285,393	-	-	43,024	328,417
Donations – Our Faith-Our Hope Capital Campaign (Note 9b)	-	-	-	-	4,663,786	-	4,663,786
Donations – FaithWorks, parishes (Note 9a)	-	-	-	-	657,810	-	657,810
Donations – FaithWorks other (Note 9a)	-	-	-	-	560,821	-	560,821
Investment income	-	886,638	886,638	-	1,741,855	885,529	3,514,022
Capital appreciation	-	716,208	716,208	-	470,229	848,202	2,034,639
Properties (Note 6b)	-	5,197,875	5,197,875	-	-	-	5,197,875
Other income	320,024	-	320,024	-	-	-	320,024
	<u>6,361,054</u>	<u>6,809,915</u>	<u>13,170,969</u>	<u>-</u>	<u>8,094,501</u>	<u>1,776,755</u>	<u>23,042,225</u>
Expenses							
The Wider Church	1,608,154	-	1,608,154	-	-	-	1,608,154
Episcopal care and leadership	1,546,513	-	1,546,513	-	-	-	1,546,513
Corporate governance and support services	1,697,313	-	1,697,313	-	-	-	1,697,313
Church and society	496,256	-	496,256	-	-	-	496,256
Supporting ordained and lay leaders	1,499,168	-	1,499,168	-	-	-	1,499,168
Church growth and development	1,852,759	-	1,852,759	-	-	-	1,852,759
Campaign costs - Our Faith-Our Hope Capital Campaign (Note 9b)	-	-	-	-	396,365	-	396,365
Campaign Costs – FaithWorks (Note 9a)	-	-	-	-	174,179	-	174,179
Fund disbursements	-	485,371	485,371	-	648,424	598,510	1,732,305
Parish support (Note 13)	(14,945)	5,502,595	5,487,650	-	-	-	5,487,650
Amortization of capital assets	-	-	-	291,696	-	-	291,696
	<u>8,685,218</u>	<u>5,987,966</u>	<u>14,673,184</u>	<u>291,696</u>	<u>1,218,968</u>	<u>598,510</u>	<u>16,782,358</u>
Excess (deficiency) of revenue over expenses	\$ (2,324,164)	\$ 821,949	\$ (1,502,215)	\$ (291,696)	\$ 6,875,533	\$ 1,178,245	\$ 6,259,867

See accompanying notes to the financial statements

The Incorporated Synod of the Diocese of Toronto

Statement of Revenue and Expenses

Year ended December 31, 2011

	Unrestricted Funds			Capital Asset Fund	Restricted Funds	Endowment Funds	Total 2011
	Operating Fund	Invested Operating Funds	Total Unrestricted Funds				
Revenue							
Parishes	\$ 5,521,108	\$ -	\$ 5,521,108	\$ -	\$ -	\$ -	\$ 5,521,108
Fees and donations	375,931	1,615	377,546	-	-	-	377,546
Donations – Our Faith-Our Hope Capital Campaign (Note 9b)	-	-	-	-	5,757,584	-	5,757,584
Donations – FaithWorks, parishes (Note 9a)	-	-	-	-	647,860	-	647,860
Donations – FaithWorks other (Note 9a)	-	-	-	-	520,737	-	520,737
Investment income	-	945,911	945,911	-	1,600,326	919,267	3,465,504
Capital depreciation	-	(960,067)	(960,067)	-	(589,962)	(1,083,916)	(2,633,945)
Properties (Note 6b)	-	5,297,261	5,297,261	-	-	-	5,297,261
Other income	278,083	21,141	299,224	-	-	-	299,224
	<u>6,175,122</u>	<u>5,305,861</u>	<u>11,480,983</u>	<u>-</u>	<u>7,936,545</u>	<u>(164,649)</u>	<u>19,252,879</u>
Expenses							
The Wider Church	1,609,571	-	1,609,571	-	-	-	1,609,571
Episcopal care and leadership	1,472,439	-	1,472,439	-	-	-	1,472,439
Corporate governance and support services	1,735,902	-	1,735,902	-	-	-	1,735,902
Church and society	464,214	-	464,214	-	-	-	464,214
Supporting ordained and lay leaders	1,295,638	-	1,295,638	-	-	-	1,295,638
Church growth and development	1,680,676	-	1,680,676	-	-	-	1,680,676
Campaign costs - Our Faith-Our Hope Capital Campaign (Note 9b)	-	-	-	-	4,110,985	-	4,110,985
Campaign Costs – FaithWorks (Note 9a)	-	-	-	-	196,826	-	196,826
Fund disbursements	-	587,764	587,764	-	841,883	749,189	2,178,836
Parish support (Note 13)	(9,644)	3,515,887	3,506,243	-	-	-	3,506,243
Amortization of capital assets	-	-	-	299,869	-	-	299,869
	<u>8,248,796</u>	<u>4,103,651</u>	<u>12,352,447</u>	<u>299,869</u>	<u>5,149,694</u>	<u>749,189</u>	<u>18,551,199</u>
Excess (deficiency) of revenue over expenses	\$ <u>(2,073,674)</u>	\$ <u>1,202,210</u>	\$ <u>(871,464)</u>	\$ <u>(299,869)</u>	\$ <u>2,786,851</u>	\$ <u>(913,838)</u>	\$ <u>701,680</u>

See accompanying notes to the financial statements

The Incorporated Synod of the Diocese of Toronto

Statement of Changes in Fund Balances

Year ended December 31, 2012

	Unrestricted Funds			Capital Asset Fund	Restricted Funds	Endowment Funds	Total 2012
	Operating Fund	Invested Operating Funds	Total Unrestricted Funds				
Fund balances, beginning of year	\$ (562,299)	\$ 29,195,669	\$ 28,633,370	\$ 1,390,298	\$ 4,825,857	\$ 20,939,239	\$ 55,788,764
Excess (deficiency) of revenue over expenses	(2,324,164)	821,949	(1,502,215)	(291,696)	6,875,533	1,178,245	6,259,867
Interfund transfers - other	<u>2,960,785</u>	<u>(315,706)</u>	<u>2,645,079</u>	<u>84,074</u>	<u>(2,349,436)</u>	<u>(379,717)</u>	<u>-</u>
Fund balances, end of year	\$ <u>74,322</u>	\$ <u>29,701,912</u>	\$ <u>29,776,234</u>	\$ <u>1,182,676</u>	\$ <u>9,351,954</u>	\$ <u>21,737,767</u>	\$ <u>62,048,631</u>

See accompanying notes to the financial statements

The Incorporated Synod of the Diocese of Toronto

Statement of Changes in Fund Balances

Year ended December 31, 2011

	Unrestricted Funds			Capital Asset Fund	Restricted Funds	Endowment Funds	Total 2011
	Operating Fund	Invested Operating Funds	Total Unrestricted Funds				
Fund balances, beginning of year (Note 3)	\$ (564,931)	\$ 27,745,597	\$ 27,180,666	\$ 1,578,844	\$ 4,189,505	\$ 22,138,069	\$ 55,087,084
Excess (deficiency) of revenue over expenses	(2,073,674)	1,202,210	(871,464)	(299,869)	2,786,851	(913,838)	701,680
Interfund transfers - other	<u>2,076,306</u>	<u>247,862</u>	<u>2,324,168</u>	<u>111,323</u>	<u>(2,150,499)</u>	<u>(284,992)</u>	<u>-</u>
Fund balances, end of year	\$ <u>(562,299)</u>	\$ <u>29,195,669</u>	\$ <u>28,633,370</u>	\$ <u>1,390,298</u>	\$ <u>4,825,857</u>	\$ <u>20,939,239</u>	\$ <u>55,788,764</u>

See accompanying notes to the financial statements

The Incorporated Synod of the Diocese of Toronto

Statement of Financial Position

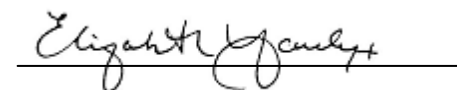
As at December 31, 2012

	Unrestricted Funds			Capital Asset Fund	Restricted Funds	Endowment Funds	Total 2012
	Operating Fund	Invested Operating Funds	Total Unrestricted Funds				
Assets							
Current							
Cash and cash equivalents	\$ 4,038,746	\$ -	\$ 4,038,746	\$ -	\$ 6,024,039	\$ -	\$ 10,062,785
Receivables - parishes	865,784	-	865,784	-	342,471	-	1,208,255
- other	896,930	-	896,930	-	24,301	-	921,231
Amounts due from Consolidated Trust Fund	111,192	-	111,192	-	-	-	111,192
	<u>5,912,652</u>	<u>-</u>	<u>5,912,652</u>	<u>-</u>	<u>6,390,811</u>	<u>-</u>	<u>12,303,463</u>
Loans receivable (Note 4)							
Parishes	820,049	2,225,991	3,046,040	-	-	-	3,046,040
Clergy	6,431	-	6,431	-	-	-	6,431
Investments (Note 5)	-	22,750,594	22,750,594	-	13,267,405	21,737,767	57,755,766
Capital assets and property (Note 6)	-	2,670,000	2,670,000	1,182,676	-	-	3,852,676
Other property (Note 7)	-	-	-	-	-	-	-
	<u>\$ 6,739,132</u>	<u>\$ 27,646,585</u>	<u>\$34,385,717</u>	<u>\$ 1,182,676</u>	<u>\$ 19,658,216</u>	<u>\$ 21,737,767</u>	<u>\$ 76,964,376</u>
Liabilities							
Current							
Distributions payable	\$ 4,438,288	\$ -	\$ -	\$ -	\$ 1,871,257	\$ -	\$ 1,871,257
Payables and accruals	4,438,288	-	4,438,288	-	-	-	4,438,288
	<u>4,438,288</u>	<u>-</u>	<u>4,438,288</u>	<u>-</u>	<u>1,871,257</u>	<u>-</u>	<u>6,309,545</u>
Employee future benefits (Note 10)	-	-	-	-	8,606,200	-	8,606,200
	<u>4,438,288</u>	<u>-</u>	<u>4,438,288</u>	<u>-</u>	<u>10,477,457</u>	<u>-</u>	<u>14,915,745</u>
Net Assets							
Interfund balances	2,226,522	(2,055,327)	171,195	-	(171,195)	-	-
Fund balances	74,322	29,701,912	29,776,234	1,182,676	9,351,954	21,737,767	62,048,631
	<u>2,300,844</u>	<u>27,646,585</u>	<u>29,947,429</u>	<u>1,182,676</u>	<u>9,180,759</u>	<u>21,737,767</u>	<u>62,048,631</u>
	<u>\$ 6,739,132</u>	<u>\$ 27,646,585</u>	<u>\$ 34,385,717</u>	<u>\$ 1,182,676</u>	<u>\$ 19,658,216</u>	<u>\$ 21,737,767</u>	<u>\$ 76,964,376</u>

Contingent liabilities (Note 14)

On behalf of the Diocesan Council





See accompanying notes to the financial statements

The Incorporated Synod of the Diocese of Toronto

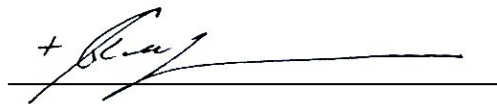
Statement of Financial Position

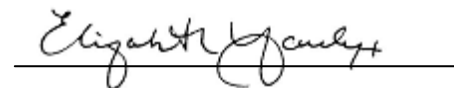
As at December 31, 2011

	Unrestricted Funds			Capital Asset Fund	Restricted Funds	Endowment Funds	Total 2011
	Operating Fund	Invested Operating Funds	Total Unrestricted Funds				
Assets							
Current							
Cash and cash equivalents	\$ 2,492,401	\$ -	\$ 2,492,401	\$ -	\$ 2,727,026	\$ -	\$ 5,219,427
Receivables - parishes	1,280,787	-	1,280,787	-	76,190	-	1,356,977
- other	1,077,866	-	1,077,866	-	-	-	1,077,866
Amounts due from Consolidated Trust Fund	<u>530,410</u>	<u>-</u>	<u>530,410</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>530,410</u>
	5,381,464	-	5,381,464	-	2,803,216	-	8,184,680
Loans receivable (Note 4)							
Parishes	1,041,181	2,203,931	3,245,112	-	-	-	3,245,112
Clergy	6,431	-	6,431	-	-	-	6,431
Investments (Note 5)	-	17,214,559	17,214,559	-	12,638,889	20,939,239	50,792,687
Capital assets and property (Note 6)	-	5,050,000	5,050,000	1,390,298	-	-	6,440,298
Other property (Note 7)	-	-	-	-	-	-	-
	<u>\$ 6,429,076</u>	<u>\$ 24,468,490</u>	<u>\$ 30,897,566</u>	<u>\$ 1,390,298</u>	<u>\$ 15,442,105</u>	<u>\$ 20,939,239</u>	<u>\$ 68,669,208</u>
Liabilities							
Current							
Distributions payable	\$ -	\$ -	\$ -	\$ -	\$ 2,452,812	\$ -	\$ 2,452,812
Payables and accruals	<u>1,543,132</u>	<u>-</u>	<u>1,543,132</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,543,132</u>
	1,543,132	-	1,543,132	-	2,452,812	-	3,995,944
Employee future benefits (Note 10)	-	-	-	-	8,884,500	-	8,884,500
	<u>1,543,132</u>	<u>-</u>	<u>1,543,132</u>	<u>-</u>	<u>11,337,312</u>	<u>-</u>	<u>12,880,444</u>
Net Assets							
Interfund balances	5,448,243	(4,727,179)	721,064	-	(721,064)	-	-
Fund balances	<u>(562,299)</u>	<u>29,195,669</u>	<u>28,633,370</u>	<u>1,390,298</u>	<u>4,825,857</u>	<u>20,939,239</u>	<u>55,788,764</u>
	<u>4,885,944</u>	<u>24,468,490</u>	<u>29,354,434</u>	<u>1,390,298</u>	<u>4,104,793</u>	<u>20,939,239</u>	<u>55,788,764</u>
	<u>\$ 6,429,076</u>	<u>\$ 24,468,490</u>	<u>\$ 30,897,566</u>	<u>\$ 1,390,298</u>	<u>\$ 15,442,105</u>	<u>\$ 20,939,239</u>	<u>\$ 68,669,208</u>

Contingent liabilities (Note 14)

On behalf of the Diocesan Council





See accompanying notes to the financial statements

The Incorporated Synod of the Diocese of Toronto

Statement of Financial Position

As at January 1, 2011

	Unrestricted Funds			Capital Asset Fund	Restricted Funds	Endowment Funds	Total Jan 1, 2011
	Operating Fund	Invested Operating Funds	Total Unrestricted Funds				
Assets							
Current							
Cash and cash equivalents	\$ 3,408,018	\$ -	\$ 3,408,018	\$ -	\$ 250,933	\$ -	\$ 3,658,951
Receivables - parishes	1,333,431	-	1,333,431	-	142,783	-	1,476,214
- other	1,223,825	-	1,223,825	-	-	-	1,223,825
Prepays	13,108	-	13,108	-	-	-	13,108
Amounts due from Consolidated Trust Fund	42,453	-	42,453	-	-	-	42,453
	<u>6,020,835</u>	<u>-</u>	<u>6,020,835</u>	<u>-</u>	<u>393,716</u>	<u>-</u>	<u>6,414,551</u>
Loans receivable (Note 4)							
Parishes	1,342,995	3,208,277	4,551,272	-	-	-	4,551,272
Clergy	6,602	-	6,602	-	-	-	6,602
Investments (Note 5)	-	17,651,092	17,651,092	-	12,954,515	22,138,069	52,743,676
Capital assets and property (Note 6)	-	1,544,000	1,544,000	1,578,844	-	-	3,122,844
Other property (Note 7)	-	-	-	-	-	-	-
	<u>\$ 7,370,432</u>	<u>\$ 22,403,369</u>	<u>\$ 29,773,801</u>	<u>\$ 1,578,844</u>	<u>\$ 13,348,231</u>	<u>\$ 22,138,069</u>	<u>\$ 66,838,945</u>
Liabilities							
Current							
Distributions payable	\$ -	\$ -	\$ -	\$ -	\$ 1,142,017	\$ -	\$ 1,142,017
Payables and accruals	1,616,444	-	1,616,444	-	-	-	1,616,444
	<u>1,616,444</u>	<u>-</u>	<u>1,616,444</u>	<u>-</u>	<u>1,142,017</u>	<u>-</u>	<u>2,758,461</u>
Employee future benefits (Note 10)	-	-	-	-	8,993,400	-	8,993,400
	<u>1,616,444</u>	<u>-</u>	<u>1,616,444</u>	<u>-</u>	<u>10,135,417</u>	<u>-</u>	<u>11,751,861</u>
Net Assets							
Interfund balances	6,318,919	(5,342,228)	976,691	-	(976,691)	-	-
Fund balances	(564,931)	27,745,597	27,180,666	1,578,844	4,189,505	22,138,069	55,087,084
	<u>5,753,988</u>	<u>22,403,369</u>	<u>28,157,357</u>	<u>1,578,844</u>	<u>3,212,814</u>	<u>22,138,069</u>	<u>55,087,084</u>
	<u>\$ 7,370,432</u>	<u>\$ 22,403,369</u>	<u>\$ 29,773,801</u>	<u>\$ 1,578,844</u>	<u>\$ 13,348,231</u>	<u>\$ 22,138,069</u>	<u>\$ 66,838,945</u>

Contingent liabilities (Note 14)

On behalf of the Diocesan Council




See accompanying notes to the financial statements

The Incorporated Synod of the Diocese of Toronto

Statement of Cash Flows

Year ended December 31, 2012

	Unrestricted Funds			Capital Asset Fund	Restricted Funds	Endowment Funds	Total 2012
	Operating Fund	Invested Operating Funds	Total Unrestricted Funds				
Increase (decrease) in cash and cash equivalents							
Operating activities							
Excess (deficiency) of revenue over expenses	\$ (2,324,164)	\$ 821,949	\$ (1,502,215)	\$ (291,696)	\$ 6,875,533	\$ 1,178,245	\$ 6,259,867
Add (deduct):							
Amortization of capital assets	-	-	-	291,696	-	-	291,696
Unsold former parish properties (Note 6(b))	-	-	-	-	-	-	-
Former parishes properties sold, recorded as income in prior year	-	2,380,000	2,380,000	-	-	-	2,380,000
Employee future benefits	-	-	-	-	(278,300)	-	(278,300)
Capital depreciation (appreciation)	-	(716,208)	(716,208)	-	(470,229)	(848,202)	(2,034,639)
	(2,324,164)	2,485,741	161,577	-	6,127,004	330,043	6,618,624
Change in non-cash working capital (Page 11)	3,910,313	-	3,910,313	-	(872,137)	-	3,038,176
	1,586,149	2,485,741	4,071,890	-	5,254,867	330,043	9,656,800
Financing activity							
Interfund transfers - other	2,960,785	(315,706)	2,645,079	84,074	(2,349,436)	(379,717)	-
Net change in interfund balances	(3,221,721)	2,671,853	(549,868)	-	549,868	-	-
	(260,936)	2,356,147	2,095,211	84,074	(1,799,567)	(379,717)	-
Investing activities							
Decrease in loans receivable	221,132	(22,060)	199,072	-	-	-	199,072
(Increase) decrease in investments	-	(4,819,828)	(4,819,828)	-	(158,286)	49,674	(4,928,440)
Purchase of capital assets	-	-	-	(84,074)	-	-	(84,074)
	221,132	(4,841,888)	(4,620,756)	(84,074)	(158,286)	49,674	(4,813,442)
Net change in cash and cash equivalents	1,546,345	-	1,546,345	-	3,297,013	-	4,843,358
Cash and cash equivalents, beginning of year	2,492,401	-	2,492,401	-	2,727,026	-	5,219,427
Cash and cash equivalents, end of year	\$ 4,038,746	\$ -	\$ 4,038,746	\$ -	\$ 6,024,039	\$ -	\$ 10,062,785

See accompanying notes to the financial statements

The Incorporated Synod of the Diocese of Toronto

Statement of Cash Flows (continued)

Year ended December 31, 2012

	Unrestricted Funds			Capital Asset Fund	Restricted Funds	Endowment Funds	Total 2012
	Operating Fund	Invested Operating Funds	Total Unrestricted Funds				
Change in non-cash working capital							
Receivables	\$ 595,939	\$ -	\$ 595,939	\$ -	\$ (290,582)	\$ -	\$ 305,357
Amounts due from Consolidated Trust Fund	419,218	-	419,218	-	-	-	419,218
Payables and accruals	2,895,156	-	2,895,156	-	-	-	2,895,156
Distributions payable	-	-	-	-	(581,555)	-	(581,555)
	<u>\$ 3,910,313</u>	<u>\$ -</u>	<u>\$ 3,910,313</u>	<u>\$ -</u>	<u>\$ (872,137)</u>	<u>\$ -</u>	<u>\$ 3,038,176</u>

See accompanying notes to the financial statements

The Incorporated Synod of the Diocese of Toronto

Statement of Cash Flows

Year ended December 31, 2011

	Unrestricted Funds			Capital Asset Fund	Restricted Funds	Endowment Funds	Total 2011
	Operating Fund	Invested Operating Funds	Total Unrestricted Funds				
Increase (decrease) in cash and cash equivalents							
Operating activities							
Excess (deficiency) of revenue over expenses	\$ (2,073,674)	\$ 1,202,210	\$ (871,464)	\$ (299,869)	\$ 2,786,851	\$ (913,838)	\$ 701,680
Add (deduct):							
Amortization of capital assets	-	-	-	299,869	-	-	299,869
Unsold former parish properties (Note 6(b))	-	(3,506,000)	(3,506,000)	-	-	-	(3,506,000)
Employee future benefits	-	-	-	-	(108,900)	-	(108,900)
Capital depreciation (appreciation)	-	960,068	960,068	-	589,962	1,083,916	2,633,946
	(2,073,674)	(1,343,722)	(3,417,396)	-	3,267,913	170,078	20,595
Change in non-cash working capital (Page 13)	(349,558)	-	(349,558)	-	1,377,388	-	1,027,830
	(2,423,232)	(1,343,722)	(3,766,954)	-	4,645,301	170,078	1,048,425
Financing activity							
Net change in interfund balances	(870,676)	615,049	(255,627)	-	255,627	-	-
Interfund transfers - other	2,076,306	247,863	2,324,169	111,323	(2,150,499)	(284,993)	-
	1,205,630	862,912	2,068,542	111,323	(1,894,872)	(284,993)	-
Investing activities							
(Increase) decrease in investments	-	(523,536)	(523,536)	-	(274,336)	114,915	(682,957)
Decrease in loans receivable	301,985	1,004,346	1,306,331	-	-	-	1,306,331
Purchase of capital assets	-	-	-	(111,323)	-	-	(111,323)
	301,985	480,810	782,795	(111,323)	(274,336)	114,915	512,051
Net change in cash and cash equivalents	(915,617)	-	(915,617)	-	2,476,093	-	1,560,476
Cash and cash equivalents, beginning of year	3,408,018	-	3,408,018	-	250,933	-	3,658,951
Cash and cash equivalents, end of year	\$ 2,492,401	\$ -	\$ 2,492,401	\$ -	\$ 2,727,026	\$ -	\$ 5,219,427

See accompanying notes to the financial statements

The Incorporated Synod of the Diocese of Toronto

Statement of Cash Flows (continued)

Year ended December 31, 2011

	Unrestricted Funds			Capital Asset Fund	Restricted Funds	Endowment Funds	Total 2011
	Operating Fund	Invested Operating Funds	Total Unrestricted Funds				
Change in non-cash working capital							
Receivables	\$ 198,603	\$ -	\$ 198,603	\$ -	\$ 66,593	\$ -	\$ 265,196
Prepays	13,108	-	13,108	-	-	-	13,108
Amounts due from Consolidated Trust Fund	(487,957)	-	(487,957)	-	-	-	(487,957)
Payables and accruals	(73,312)	-	(73,312)	-	-	-	(73,312)
Distributions payable	-	-	-	-	1,310,795	-	1,310,795
	<u>\$ (349,558)</u>	<u>\$ -</u>	<u>\$ (349,558)</u>	<u>\$ -</u>	<u>\$ 1,377,388</u>	<u>\$ -</u>	<u>\$ 1,027,830</u>

See accompanying notes to the financial statements

The Incorporated Synod of the Diocese of Toronto

Notes to the Financial Statements

December 31, 2012 and 2011

1. Purpose

The Diocese of Toronto was incorporated by “*An Act to Incorporate the Synod of the Diocese of Toronto, and to unite the Church Society of the Diocese of Toronto therewith*”, an act of the legislature of Ontario passed on January 23, 1869. The corporation created by this statute is “The Incorporated Synod of the Diocese of Toronto” (the “Diocese”). The Diocese is a registered charitable organization and is exempt from income tax.

The mission of the Diocese is to worship God and proclaim Jesus Christ in the power of the Holy Spirit and to embody - in word and action - God’s reconciling love, justice, compassion and liberation – through which knowledge of God’s reign is extended.

The historic purpose of the Diocese is the encouragement and support of clergy, the augmentation of stipends and making provision for the widows and orphans of clergy, the encouragement of education, granting assistance where necessary to those preparing for the ministry, the circulation in the Diocese of the bible and prayer books, obtaining and granting aid towards the erection, endowment and maintenance of churches, and the orderly management of property, affairs and interests of the Church.

2. Summary of significant accounting policies

Basis of accounting

The Diocese has prepared these financial statements in accordance with Canadian accounting standards for not-for-profit organizations. Canadian accounting standards for not-for-profit organizations are part of Canadian generally accepted accounting principles.

Canadian accounting standards for not-for-profit organizations requires entities to select policies appropriate for their circumstances from policies provided in these standards. The following are the policies selected by the Diocese and applied in these financial statements.

Financial statements

The financial statements include the accounts of The Incorporated Synod of the Diocese of Toronto. They do not include the assets, liabilities, income and expenses of the parishes nor the assets of the funds managed by The Incorporated Synod of the Diocese of Toronto. Funds managed include The Consolidated Trust Fund and The Cemetery Fund which are reported on separately.

The financial statements also do not include the affairs of any diocesan related organizations which are separately incorporated and controlled.

Fund accounting

Interfund transfers from Unrestricted Funds, Restricted Funds, and Endowment Funds are not discretionary. The full amount of income available is transferred to the Operating Fund, provided that any restrictions imposed on the use of a particular fund is met.

The Incorporated Synod of the Diocese of Toronto

Notes to the Financial Statements

December 31, 2012 and 2011

2. Summary of significant accounting policies (continued)

Unrestricted Funds

Revenue and expenses for service delivery activities and administration are reported in the Operating Fund.

Unrestricted investment funds are reported as Invested Operating Funds. Related investment income is reported in the Invested Operating Funds. Related expenditures are reported in the Invested Operating Funds.

Capital Asset Fund

The Capital Asset Fund reports the assets, liabilities, revenue and expenses related to capital assets.

Restricted Funds

Funds externally restricted by donors, Canons of Synod, or other persons are reported as Restricted Funds. Related investment income is reported in the Restricted Funds.

Restricted Funds include FaithWorks Fund and Our Faith – Our Hope Fund. Both Funds report revenue and expenses incurred in raising revenue, and distributions to participants. (Note 9(a) and (b)).

Endowment Funds

Endowment contributions are reported as Endowment Funds. Related investment income is reported in the Endowment Funds. Included in the Endowment Funds is undistributed accumulated income in the amount of \$804,483 (December 31, 2011 - \$900,009, January 1, 2011 - \$1,014,924).

Cash and cash equivalents

Cash and cash equivalents include cash on hand, balances with banks and short term deposits with original maturities of three months or less.

Financial Instruments

Receivables and loans receivable are classified as loans and receivables and are measured at amortized cost unless amortized cost is not determinable, at which case they are measured at face value.

Investments are classified as held for trading and are measured at fair value with capital appreciation (depreciation) being reported on the statement of revenue and expenses.

Payables and other liabilities are classified as other financial liabilities and are measured at fair value.

The Incorporated Synod of the Diocese of Toronto

Notes to the Financial Statements

December 31, 2012 and 2011

2. Summary of significant accounting policies (continued)

Capital assets

Because the historical costs of the Diocese's capital assets acquired prior to January 1, 1993 are not reasonably determinable, these assets have not been capitalized and amortized. This includes the other properties set out under the other properties note (Note 7).

Amortization

Capital assets acquired after December 31, 1992 are recorded at cost and amortized over the useful lives of the assets. The annual rates used to amortize assets are as follows:

Computer hardware	- 3 years, straight-line
Computer software	- 2 years, straight-line
Website Improvements	- 2 years, straight-line
Leasehold improvements	- 5 years, straight-line
Diocesan centre renovations	- 10 years, straight-line

Revenue recognition

Donations are recorded on the accrual basis except for the donations for the Our Faith – Our Hope Capital Campaign which are externally restricted and are recorded on a cash basis due to the uncertainty of ultimate collection, using the restricted fund method of accounting.

Properties contributed to the Diocese are recorded in the financial statements at the net amount realized on their liquidation.

From time to time, the Diocese assumes the management of Church properties from parishes or congregations (former parish properties). This can occur when a church is closed; when a parish or congregation is disestablished or amalgamated with another parish or congregation. Former parish properties assumed by the Diocese are not held as investments used for the operations of the Diocese or to provide the services of the Diocese: the preferred use of the assets is the establishment of a new parish. Management does not exercise control over these former parish properties (other than property management) unless a decision is made to sell the former parish property by the Diocesan Council. When Diocesan Council reaches a decision to sell a former parish property, the fair value of the former parish property is recognized as a contribution to the Ministry Allocation Fund (Invested Operating Funds).

Sundry revenue received from the rental of such properties and the costs of maintaining these properties are included in the revenue and expenses of the unrestricted fund.

The Incorporated Synod of the Diocese of Toronto

Notes to the Financial Statements

December 31, 2012 and 2011

2. Summary of significant accounting policies (continued)

Post retirement benefits

The Diocese accrues its obligations under clergy and employee benefit plans and the related costs, net of plan assets. The Diocese has adopted the following accounting policies:

- The costs of post retirement benefits earned by clergy and employees are actuarially determined using the projected benefit method prorated on service and management's best estimate of expected health care costs and the continuing of the post retirement program as currently supported by the Diocese.
- For the purposes of calculating the expected return on plan assets, those assets are valued at market value.
- The excess of the actuarial gain (loss) over 10% of the benefit obligation, resulting from changes in actuarial assumptions used to determine the accrued benefit obligation, is amortized over the average remaining service period of active plan members. The average remaining service period of the active plan members covered by the pension and other benefits plans is 11.2 years (2011 – 11.2 years).

Use of estimates

Management reviews the carrying amounts of items in the financial statements at each statement of financial position date to assess the need for revision or any possibility of impairment. Certain items in the preparation of these financial statements require management's best estimate. Management determines these estimates based on assumptions that reflect the most probable set of economic conditions and planned courses of action.

These estimates are reviewed periodically and adjustments are made to assets, liabilities and excess (deficiency) of revenues over expenses as appropriate in the year they become known.

Significant items subject to estimates include the allowance for doubtful accounts, capital assets, other properties and employee future benefits.

3. First-time adoption of Canadian accounting standards for not-for-profit organizations – based accounting standards

These are the Diocese's first financial statements prepared in accordance with Canadian accounting standards for not-for-profit organizations.

In preparing these financial statements, the Diocese has applied Section 1500 - First-time adoption of Part III of The Canadian Institute of Chartered Accountants Handbook. The date of transition to these standards is January 1, 2011.

The significant accounting policies that have been applied in the preparation of these financial statements are summarized in Note 2. These accounting policies have been used for all periods presented in the financial statements.

The Incorporated Synod of the Diocese of Toronto

Notes to the Financial Statements

December 31, 2012 and 2011

3. First-time adoption of Canadian accounting standards for not-for-profit organizations – based accounting standards (continued)

The effects of the transition on net assets, (deficiency) excess of revenue over expenditures and reported cash flows are detailed below.

Upon transition, the Diocese applied the mandatory exceptions and has elected to fair value certain capital assets at the date of transition. These properties were not previously assigned a value in the financial statements.

Reconciliation to previously reported amounts

Statement of financial position

	<u>Effect of transition</u>
Invested Operating Fund balance, as at January 1, 2011, under previous accounting	\$ 27,260,597
Fair value adjustments to property	<u>485,000</u>
Invested Operating Fund balance, as at January 1, 2011, as adjusted	<u>\$ 27,745,597</u>

4. Loans receivable

Loans to parishes bear interest from zero to the prime rate of interest and terms of repayment vary from on demand to set repayment over periods not exceeding five years. The prime rate of interest is determined by reference to the Diocese's bank prime rate.

5. Investments

These investments represent the Diocese's proportionate ownership of outstanding units held in The Consolidated Trust Fund (the "Fund") and are valued at fair value. Separate financial statements are prepared for the Fund.

Capital and Income funds are held as follows:

	December 31, 2012	December 31, 2011	January 1, 2011
The Consolidated Trust Fund			
Total number of units outstanding	542,512	541,702	526,607
Number of units owned by the Diocese	297,833	270,078	266,790
Share of undistributed assets	\$ 54,677,552	\$ 47,569,509	\$ 49,532,019
Share of distributions receivable	<u>3,078,214</u>	<u>3,223,178</u>	<u>3,211,657</u>
Total investments	<u>\$ 57,755,766</u>	<u>\$ 50,792,687</u>	<u>\$ 52,743,676</u>

The Incorporated Synod of the Diocese of Toronto

Notes to the Financial Statements

December 31, 2012 and 2011

6. Capital assets and properties

a) Capital assets

<u>December 31, 2012</u>	<u>Cost</u>	<u>Accumulated Amortization</u>	<u>Net Book Value</u>
Computer hardware	\$ 555,898	\$ 509,471	\$ 46,427
Computer software	251,844	242,587	9,257
Website improvements	27,365	27,365	-
Leasehold improvements	480,887	401,534	79,353
Diocesan centre renovations	<u>1,746,065</u>	<u>698,426</u>	<u>1,047,639</u>
	<u>\$ 3,062,059</u>	<u>\$ 1,879,383</u>	<u>\$ 1,182,676</u>

December 31, 2011

Computer hardware	\$ 520,072	\$ 466,016	\$ 54,056
Computer software	53,762	50,763	2,999
Website improvements	27,365	13,683	13,682
Leasehold improvements	451,151	353,836	97,315
Diocesan centre renovations	<u>1,746,065</u>	<u>523,819</u>	<u>1,222,246</u>
	<u>\$ 2,798,415</u>	<u>\$ 1,408,117</u>	<u>\$ 1,390,298</u>

January 1, 2011

Computer hardware	\$ 487,408	\$ 424,365	\$ 63,043
Computer software	47,765	23,882	23,883
Website improvements	-	-	-
Leasehold improvements	405,854	310,789	95,065
Diocesan centre renovations	<u>1,746,065</u>	<u>349,212</u>	<u>1,396,853</u>
	<u>\$ 2,687,092</u>	<u>\$ 1,108,248</u>	<u>\$ 1,578,844</u>

b) Properties

During the year, following Diocesan Council approval, several former parish properties were recorded as revenue of the Invested Operating Funds in the amount of \$5,197,875 (2011 - \$5,297,261). These unsold properties and unsold properties of prior year which aggregate \$2,670,000 (December 31, 2011 - \$5,050,000, January 1, 2011 - \$1,544,000), are included in property of the Invested Operating Funds.

The Incorporated Synod of the Diocese of Toronto

Notes to the Financial Statements

December 31, 2012 and 2011

7. Other property

- a) The Diocese owns the following other property assets at December 31, 2012, which are insured as follows:

The Diocesan Centre located at 135 Adelaide Street East, Toronto *	\$ 5,965,439
315 Dundas Street East, Toronto	\$ 3,077,354
323 Dundas Street East, Toronto	\$ 1,792,014
327 Dundas Street East, Toronto	\$ 1,036,662

- * The Centre is situated on land that is leased by the Diocese from the Cathedral. The land lease expired on March 31, 2005. The Diocese and the Cathedral are presently negotiating a new lease. A draft memo of understanding between the Diocese and the Cathedral anticipates a base rent of \$30,000 for 2008 and thereafter, subject to an annual increase for inflation.
- b) The Diocese owns land which is rented under a 99-year lease (commencing in 1983). The cost of the land is not recorded in these financial statements. Rental income from the 99-year lease of this property in the amount of \$1,032,630 (2011 - \$990,619) has been recorded as part of the 2012 investment income of the Restricted Funds.

In addition, the Diocese owns undeveloped land on Bayly St., Ajax.

- c) In accordance with the accounting policy for former parish properties managed and controlled by the Diocese, the following properties assumed by the Diocese have not been recorded as revenue or recognized in the statement of financial position:

- Building Tootie and Cameron Street, Cannington
- 10101, 10103 Keele Street, Maple
- 157 Florence Ave., Toronto
- 1311, 1315 Kipling Ave, Etobicoke
- 76 King Street East, Colborne

8. Bank indebtedness

At December 31, 2012, the Diocese had an unsecured operating line of credit of \$2,000,000 (December 31, 2011 - \$2,000,000, January 1, 2011 - \$2,000,000), which was not in use at year end. Interest on funds drawn on the line is calculated at the prime rate of interest as determined by the Diocese's bank.

The Incorporated Synod of the Diocese of Toronto

Notes to the Financial Statements

December 31, 2012 and 2011

9. Restricted Funds

a) FaithWorks Fund

Year ended December 31, <u>2012</u>	Year ended December 31, <u>2011</u>
---	---

The following are included in restricted funds:

Revenue

Donations - Parishioners	\$ 657,810	\$ 647,860
- Corporate campaign	200,895	256,541
- Other	359,926	264,196
Investment income	<u>63,557</u>	<u>80,797</u>
	\$ 1,282,188	\$ 1,249,394

Fund disbursements

FaithWorks distributions:

All Saints Church Community Centre	\$ 298,000	\$ 298,000
Flemingdon Park Ministries	220,140	220,140
Primates World Relief and Development Fund	114,432	114,432
Other designated	12,371	4,309
The Dam	64,040	64,040
The Bridge	67,900	62,900
Anglican United Refugee Alliance	46,400	51,400
Downsview Youth Covenant	44,600	49,600
LOFT Community Services	56,720	50,840
Samaritan House	41,600	41,600
Episcopal area outreach	-	36,736
Retained by parishes for outreach	-	83,147
David Busby Centre	34,410	34,410
North House	26,819	26,279
Couchiching Jubilee House	26,190	26,190
TUNM (Toronto Urban Native Ministry)	25,000	25,000
Philip Aziz Centre	22,500	27,500
Anglican Appeal	13,588	18,195
Street to Trail Association	10,000	-
ROC	-	24,052
	\$ 1,124,710	\$ 1,258,770

Campaign costs

Staffing	\$ 74,374	\$ 121,066
Printing - campaign material	48,240	36,269
Design	17,700	100
Travel	1,265	1,293
Service fees	722	2,188
Shipping and postage	18,794	7,925
Other	<u>13,084</u>	<u>27,985</u>
	174,179	196,826

Total disbursements/campaign costs	<u>1,298,889</u>	<u>1,455,596</u>
---	-------------------------	-------------------------

Deficiency of revenue over expenditures	\$ <u>(16,701)</u>	\$ <u>(206,202)</u>
--	---------------------------	----------------------------

The Incorporated Synod of the Diocese of Toronto

Notes to the Financial Statements

December 31, 2012 and 2011

9. Restricted Funds (continued)

b) Our Faith – Our Hope Fund Capital Campaign

The following are included in restricted funds:

	Year ended December 31, <u>2012</u>	Year ended December 31, <u>2011</u>
Revenue		
Donations - to Diocese	\$ 1,265,513	\$ 2,447,672
- to Parishes	6,366,027	5,516,520
Less: distributed to the Anglican Military Ordinariate of Canada	(500,000)	-
Less: rebate to parishes	<u>(2,467,754)</u>	<u>(2,206,608)</u>
	\$ 4,663,786	\$ 5,757,584
Campaign costs		
Staffing and consulting	\$ 161,257	\$ 3,569,943
Printing - campaign material	12,127	144,055
Post campaign expenses	121,150	-
Travel	-	142,525
Office	13,913	62,846
Service fees	35,310	62,760
Shipping and postage	22,461	20,166
Other	<u>30,147</u>	<u>108,690</u>
	<u>396,365</u>	<u>4,110,985</u>
Excess of revenue over expenditures	\$ 4,267,421	\$ 1,646,599

The campaign costs incurred from the inception in 2010 of the Our Faith – Our Hope Fund campaign of \$5,698,639 have generated donations and pledges of \$39,460,535 including: gross revenues recognized in fiscal 2012, 2011 and 2010 of \$7,631,540, \$7,964,192 and \$593,971 respectively and uncollected pledges as at December 31, 2012 of \$23,270,832 that have not been recorded in these financial statements. These pledges are due over four years to 2016.

The Incorporated Synod of the Diocese of Toronto

Notes to the Financial Statements

December 31, 2012 and 2011

10. Employee future benefits

Retirement benefits

The Diocese provides retirement health care benefits to its clergy and employees. Under the cost sharing arrangement, 75% of premiums are paid by the Diocese. The obligation recorded in the financial statements and the information provided below is the Diocese's portion and does not include the portion (25%) paid by the retirees.

Information about the health care benefits plan is as follows:

	December 31, 2012	December 31, 2011
Expense for the year	\$ <u>56,700</u>	\$ <u>329,600</u>
Accrued benefit obligation	\$ 8,813,300	\$ 9,091,400
Market value of plan assets	<u>-</u>	<u>482,500</u>
Funded status before segregated restricted funds - plan deficit	\$ <u>8,813,300</u>	\$ <u>8,608,900</u>
Restricted funds segregated for retirement benefits	\$ <u>8,469,073</u>	\$ <u>7,915,906</u>
Accrued benefit liability	\$ <u>8,606,200</u>	\$ <u>8,884,500</u>
Other information:		
Benefits paid during the year	\$ <u>335,000</u>	\$ <u>438,500</u>
Significant actuarial assumptions are as follows:		
Health care cost trend rates		
Health	7.5%	7.0%
Dental	4.5%	4.0%

A discount rate of 3.80% (2011 – 4.20%) was used to determine the accrued benefit obligation as of December 31, 2012. The discount rate was determined in accordance with Section 3461 of the CICA Handbook.

Employee pension plan

The clergy and the lay employees of the Diocese are also members of the General Synod Pension Plan, a specified multi-employer pension plan administered by the Pension Office of the Anglican Church of Canada. Contributions to the plan are made by clergy, parishes, employees and the Diocese. The Diocese's share of contributions made to the pension plan amounted to \$404,550 (2011 - \$410,251).

The Incorporated Synod of the Diocese of Toronto

Notes to the Financial Statements

December 31, 2012 and 2011

11. Financial instruments

Credit risk

The Diocese is subject to credit risk through receivables and loans receivable. The Diocese maintains a provision for potential losses of \$796,190 (December 31, 2011 - \$796,300, January 1, 2011 - \$634,226) and any such losses to date have been within management's expectations.

Interest rate risk

The Diocese's earnings are exposed to the interest rate risk that arises from fluctuations in interest rates and the degree of volatility of these rates. The Diocese does not use derivative instruments to alter its exposure to interest rate risk.

Fair value

The Diocese's estimate of the fair value of receivables, amounts due from/to related funds, loans receivable, distributions payable and other payables and accruals approximates the carrying value.

12. Expense allocation

	The Wider Church	Episcopal care & leadership	Corporate governance & support	Church & society	Supporting ordained & lay leaders	Church growth & development	Contingency	December 31, 2012
Direct costs	\$ 1,608,155	\$ 261,897	\$ 815,182	\$ 372,720	\$ 1,058,315	\$ 996,146	\$ (14,945)	\$ 5,097,470
Salaries and benefits	-	1,284,617	882,131	123,536	440,853	856,613	-	3,587,750
Total	\$ 1,608,155	\$ 1,546,514	\$ 1,697,313	\$ 496,256	\$ 1,499,168	\$ 1,852,759	\$ (14,945)	\$ 8,685,220

	The Wider Church	Episcopal care & leadership	Corporate governance & support	Church & society	Supporting ordained & lay leaders	Church growth & development	Contingency	December 31, 2011
Direct costs	\$ 1,609,571	\$ 240,573	\$ 895,416	\$ 376,562	\$ 862,195	\$ 836,452	\$ (9,644)	\$ 4,811,125
Salaries and benefits	-	1,231,866	840,486	87,652	433,443	844,224	-	3,437,671
Total	\$ 1,609,571	\$ 1,472,439	\$ 1,735,902	\$ 464,214	\$ 1,295,638	\$ 1,680,676	\$ (9,644)	\$ 8,248,796

Allocation method:

Personnel costs are allocated based on staff estimates of time spent on each functional area.

The Incorporated Synod of the Diocese of Toronto

Notes to the Financial Statements

December 31, 2012 and 2011

13. Parish support

The Diocese is able to support Parishes through the Ministry Allocation Fund. Grants from these funds are used for capital purposes, ministry enhancements and to support new forms of ministry. During the year, the following grants were distributed:

	December 31, <u>2012</u>
<u>Ministry Grants</u>	
Area of Trent-Durham church plant – Ajax	\$ 77,893
All Saints, Sherbourne	140,340
Ascension, Port Perry	65,743
Church of the Advent	24,000
Jeremiah Community	102,204
St. George-the-Martyr, Parkdale	123,124
St. Margaret, New Toronto	14,000
St. Paul, Beaverton	30,300
St. Paul, Bloor Street	20,000
St. Paul, L'Amoureux	95,033
St. Paul-on-the-Hill, Pickering	15,000
Trinity, Port Credit	20,000
 <u>Real Estate Grants</u>	
Grace Church in Scarborough	2,993,690
St. Andrew, Alliston	343,000
St. Mark, Port Hope	300,000
Trinity East	1,000,000
 <u>Other Grants</u>	
Reach Grants	57,520
Other	<u>65,803</u>
	 \$ 5,487,650
	 December 31, <u>2011</u>
<u>Ministry Grants</u>	
Christ Memorial Church, Oshawa	\$ 10,000
St. Anne, Toronto	102,500
St. Clements, Eglinton	15,000
St. Elizabeth, Mississauga	12,500
St. George-the-Martyr	75,000
St. John, Ida	12,500
St. Paul, Beaverton	13,630
St. Paul, Bloor Street	30,000
Trinity, Port Credit	40,000

The Incorporated Synod of the Diocese of Toronto

Notes to the Financial Statements

December 31, 2012 and 2011

13. Parish support (continued)

	December 31, 2011
<u>Real Estate Grants</u>	
Carlton Fund	25,000
Meadowvale West Church Centre	908,801
St. James Cathedral	2,000,000
St. Thomas, Shanty Bay	175,000
<u>Other Grants</u>	
Other	<u>86,312</u>
	<u>\$ 3,506,243</u>

14. Contingent liabilities

The Diocese is aware of a complainant seeking compensation for damages related to alleged incidents of sexual abuse by a parish lay employee.

Management has accrued amounts considered reasonable for settlement of this case.

15. Comparative figures

Certain of the comparative figures have been reclassified to conform to the financial statement presentation adopted in the current year.