



## Financial Statements

The Cemetery Fund of The Incorporated Synod of  
the Diocese of Toronto

December 31, 2022

# Contents

	<b>Page</b>
Independent Auditor's Report	1 - 2
Statement of Earnings	3
Statement of Changes in Net Assets	4
Statement of Net Assets	5
Statement of Cash Flows	6
Notes to the Financial Statements	7 - 12

# Independent Auditor's Report

---

**Grant Thornton LLP**

11th Floor  
200 King Street West, Box 11  
Toronto, ON  
M5H 3T4

T +1 416 366 0100

F +1 416 360 4949

To the Unitholders of  
The Cemetery Fund of The Incorporated Synod of the Diocese of Toronto

## Opinion

We have audited the financial statements of The Cemetery Fund of The Incorporated Synod of the Diocese of Toronto (the "Fund"), which comprise the statement of net assets as at December 31, 2022, and the statements of earnings, changes in net assets and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Fund as at December 31, 2022, and the results of its operations and its cash flows for the year then ended in accordance with Canadian accounting standards for private enterprises ("ASPE").

## 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 report. We are independent of the Fund in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical 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 these financial statements in accordance with ASPE, 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 Fund'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 Fund or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Fund'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 these 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 Fund's internal control.
- 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 Fund'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 Fund 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.

We 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.

The logo for Grant Thornton LLP, featuring the company name in a stylized, cursive script font.

Toronto, Canada  
May 31, 2023

Chartered Professional Accountants  
Licensed Public Accountants

---

**The Cemetery Fund  
of The Incorporated Synod of the Diocese of Toronto  
Statement of Earnings**

Year ended December 31	2022	2021
Revenue		
Interest and dividends	<u>\$ 464,047</u>	<u>\$ 389,988</u>
Expenses		
Investment counsel fees	52,252	51,250
Administration expenses - Diocese (Note 3)	<u>5,000</u>	<u>5,000</u>
	<u>57,252</u>	<u>56,250</u>
Net investment earnings	406,795	333,738
Capital (depreciation) appreciation	<u>(1,576,323)</u>	<u>1,479,757</u>
Net (loss) earnings	<u>\$ (1,169,528)</u>	<u>\$ 1,813,495</u>
Average number of units outstanding (Note 6)	<u>83,801</u>	<u>81,254</u>
Net (loss) earnings per unit	<u>\$ (13.96)</u>	<u>\$ 22.32</u>

---

---

**The Cemetery Fund  
of The Incorporated Synod of the Diocese of Toronto  
Statement of Changes in Net Assets**

Year ended December 31	2022	2021
Net assets, beginning of year	\$ 15,470,788	\$ 13,709,058
Net earnings	<u>(1,169,528)</u>	<u>1,813,495</u>
Unit transactions		
Contributions received to purchase units	724,954	447,309
Redemption of units	<u>(1,779)</u>	<u>(165,336)</u>
	<u>723,175</u>	<u>281,973</u>
Distributions to unit holders		
Net investment income	<u>(406,795)</u>	<u>(333,738)</u>
Net assets, end of year	<u>\$ 14,617,640</u>	<u>\$ 15,470,788</u>
Number of units outstanding, end of year (Note 6)	<u>86,229</u>	<u>82,125</u>
Net assets, end of year, per unit	<u>\$ 169.52</u>	<u>\$ 188.38</u>
Distribution per unit	<u>\$ 4.08</u>	<u>\$ 4.06</u>

---

---

**The Cemetery Fund  
of The Incorporated Synod of the Diocese of Toronto  
Statement of Net Assets**

December 31 2022 2021

---

**Assets**

Cash	\$ 493,778	\$ 650,222
Investments (Note 4)	<u>14,172,535</u>	<u>15,030,806</u>
	<u>14,666,313</u>	<u>15,681,028</u>

**Liabilities**

Accounts payable and accrued liabilities	<u>48,673</u>	<u>210,240</u>
--	---------------	----------------

**Net assets**

Funds held for parishes (Note 7)	<u>\$ 14,617,640</u>	<u>\$ 15,470,788</u>
----------------------------------	----------------------	----------------------

---

On behalf of the Diocesan Council

+ Adew Toronto



---

## The Cemetery Fund of The Incorporated Synod of the Diocese of Toronto

### Statement of Cash Flows

Year ended December 31	2022	2021
<b>Operating activities</b>		
Net earnings	\$ (1,169,528)	\$ 1,813,495
Item not affecting cash		
Capital depreciation (appreciation)	<u>1,576,323</u>	<u>(1,479,757)</u>
	<b>406,795</b>	333,738
Change in non-cash working capital:		
Accounts payable and accrued liabilities	<u>(161,567)</u>	<u>156,080</u>
	<u><b>245,228</b></u>	<u>489,818</u>
<b>Investing activities</b>		
Contributions received to purchase units	724,954	447,309
Redemption of units	(1,779)	(165,336)
Distributions to unit holders	(406,795)	(333,738)
Purchase of investments - net	<u>(718,052)</u>	<u>(332,895)</u>
	<u>(401,672)</u>	<u>(384,660)</u>
(Decrease) increase in cash	(156,444)	105,158
Cash, beginning of year	<u>650,222</u>	<u>545,064</u>
Cash, end of year	<u><b>\$ 493,778</b></u>	<u>\$ 650,222</u>

---



---

# **The Cemetery Fund of The Incorporated Synod of the Diocese of Toronto Notes to the Financial Statements**

December 31, 2022

---

## **1. Purpose**

The Cemetery Fund of The Incorporated Synod of the Diocese of Toronto (the "Fund") was created by The Incorporated Synod of the Diocese of Toronto (the "Diocese") as of October 1, 1993 to provide a trust fund meeting the requirements of the Funeral, Burial and Cremations Act, 2002 (formerly The Cemeteries Act) to hold cemetery care and maintenance funds for cemeteries of parishes in the Diocese of Toronto. Under the terms of a trust agreement made by the Synod dated July 27, 1993, Scotiatrust is the trustee of the funds.

---

## **2. Summary of significant accounting policies**

### **Basis of accounting**

The Fund has prepared these financial statements in accordance with Canadian accounting standards for private enterprises ("ASPE").

ASPE requires entities to select policies appropriate for their circumstances from policies provided in these standards. The following are the policies selected by the Fund and applied in these financial statements.

### **Revenue recognition**

Interest, dividends and capital appreciation and depreciation are recognized as earned.

### **Use of estimates**

In preparing the Fund's financial statements, management is required to make estimates and assumptions that affect the reported amount of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements and reported amounts of revenue and expenses during the period. Actual results could differ from these estimates.

### **Financial instruments**

The Fund considers any contract creating a financial asset, liability or equity instrument as a financial instrument. The Fund's financial instruments comprise cash, investments, and accounts payable.

Financial assets and liabilities obtained in arm's length transactions are initially recorded at their fair value and financial assets and liabilities obtained in related party transactions are initially measured at their exchange amount. The Fund subsequently measures all of its financial assets and liabilities at amortized cost, except for its investments, which are measured at fair value. Investments at fair value are determined by reference to the last bid price of the investments.

---

# **The Cemetery Fund of The Incorporated Synod of the Diocese of Toronto**

## **Notes to the Financial Statements**

December 31, 2022

---

### **2. Summary of significant accounting policies (continued)**

#### **Foreign currency translation**

The Fund translates transactions denominated in foreign currencies at the exchange rates at the date of the statement of net assets for monetary assets and liabilities, and the average exchange rates during the year for revenue and expenses. Unrealized translation gains and losses are recognized as capital appreciation (depreciation) in the statement of earnings.

#### **Unit valuation**

The Fund is a unitized fund which is valued quarterly. Deposits and withdrawals are valued at the unit value as at the end of the quarter in which they occur.

#### **Distribution**

In compliance with Bereavement Authority of Ontario's requirement, the dividend distribution is limited to the investment income earned during the year. As a result, the income distribution for the year was set at the rate of \$4.08 per unit, representing a 2.2% return on investments on December 31, 2022. The aggregate income and capital distribution for the year ended December 31, 2021, was set at the rate of \$4.06 per unit, representing a 2.2% return on investments on December 31, 2021. The Investment Committee of the Diocese reviews this rate annually to ensure that it is reasonable relative to the total return of the Fund and the annual rate of inflation.

The distribution is allocated to unitholders quarterly, pro-rata based on the number of units held at the beginning of the quarter.

---

### **3. Administration expenses – Diocese**

The Diocese provides accounting services and administrative oversight to the Fund and charges these costs to the Fund. The amount charged is set as a flat amount and forms part of the Diocesan budget approved by the Synod.

---

# The Cemetery Fund of The Incorporated Synod of the Diocese of Toronto

## Notes to the Financial Statements

December 31, 2022

---

### 4. Investments

Investments are carried at fair value which results in capital gains or losses being allocated to unitholders. Details of investment assets by type are as follows:

	<u>2022</u>	<u>%</u>	<u>2021</u>	<u>%</u>
Money market funds	\$ 1,541,108	11	\$ 256,097	2
Bonds - Provinces of Canada	-	-	405,124	3
- Corporations	5,344,251	38	5,579,519	37
Canadian equities	5,471,329	38	5,992,766	40
Foreign equities	<u>1,815,847</u>	<u>13</u>	<u>2,797,300</u>	<u>18</u>
	<u>\$ 14,172,535</u>	<u>100</u>	<u>\$ 15,030,806</u>	<u>100</u>

---

### 5. Financial instruments

Transactions in financial instruments may result in an entity assuming or transferring to another party one or more of the financial risks described below. The required disclosures provide information that assists users of the financial statements in assessing the extended risk related to financial instruments.

#### Interest rate risk

The Fund's earnings are exposed to the risk that arises from fluctuations in interest rates and the degree of volatility of these rates. This risk is limited to money market funds and bonds held by the Fund. The Fund does not use derivative instruments to alter its exposure to interest rate risk.

#### Market risk

The Fund is exposed to market risk on its investments in equities quoted in an active market since changes in market prices could result in changes in the fair value of these instruments.

#### Currency risk

Currency risk is the risk that the fair value of a financial instrument will fluctuate due to changes in the rate of exchange between Canadian and foreign currencies. It is management's opinion that the Fund is not exposed to significant currency risk arising from its financial instruments relating to foreign equities as management has developed an investment policy to ensure the portfolio meets specific requirements to limit such risk.

#### Credit risk

The Fund is subject to credit risk through investments in money market funds and bonds. It is management's opinion that the Fund is not exposed to significant credit risk arising from its financial instruments as management has developed an investment policy to ensure the portfolio meets specific requirements to limit such risk.

# The Cemetery Fund of The Incorporated Synod of the Diocese of Toronto

## Notes to the Financial Statements

December 31, 2022

### 6. Continuity of units outstanding

	<u>2022</u>	<u>2021</u>
Units, beginning of year	\$ 82,125	\$ 80,564
Subscriptions	4,115	2,439
Redemptions	<u>(11)</u>	<u>(878)</u>
Units, end of year	<u>86,229</u>	<u>82,125</u>
Average units outstanding	<u>\$ 83,801</u>	<u>\$ 81,254</u>

Average units outstanding is calculated based the average of the units outstanding on a quarterly basis.

### 7. Funds held for parishes

		<u>2022</u>	<u>2021</u>
All Saints, King City	Care and maintenance	\$ 7,783	\$ 8,649
All Saints, Kingsway	Care and maintenance	20,778	22,698
Christ Church, Banda	Care and maintenance	20,343	22,606
Christ Church, Batteau	Care and maintenance	84,515	93,816
Christ Church, Campbellford	Care and maintenance	24,382	26,692
Christ Church, Campbellford	Monument	1,031	1,145
Christ Church, Campbellford	Pre Need	6,232	6,765
Christ Church, Holland	Care and maintenance	99,684	109,619
Christ Church, Holland	Monument	1,183	1,315
Christ Church, Ivy	Care and maintenance	20,860	22,877
Christ Church, Mimico	Care and maintenance	297,488	309,198
Christ Church, Roche's Point	Care and maintenance	368,836	396,449
Christ Church, Roche's Point	Monument	5,376	5,405
Christ Church, Woodbridge	Care and maintenance	70,584	77,378
Good Shepherd, Wyebridge	Care and maintenance	31,348	34,071
Good Shepherd, Wyebridge	Monument	9,120	9,901
Grace Church on the Hill	Care and maintenance	35,635	39,600
Grace Church, Markham	Care and maintenance	72,086	71,464
Grace Church, Markham	Monument	7,867	8,298
Holy Trinity, Thornhill	Care and maintenance	249,851	126,233
Lloydtown	Care and maintenance	62,291	69,221
Lloydtown	Monument	4,291	4,768
Middleton St. Clair	Care and maintenance	6,460	7,013
Middleton St. Clair	Pre Need	4,282	4,649
Redeemer, Duntroon	Care and maintenance	98,765	108,926
Redeemer, Duntroon	Monument	571	635
St. Alban, Janetville	Care and maintenance	36,337	40,380
St. Clement, Eglinton	Care and maintenance	40,266	41,949
St. David Everett	Care and maintenance	39,641	43,420

# The Cemetery Fund of The Incorporated Synod of the Diocese of Toronto

## Notes to the Financial Statements

December 31, 2022

### 7. Funds held for parishes (continued)

		<u>2022</u>	<u>2021</u>
St. George, Allandale	Care and maintenance	\$ 31,589	\$ 34,736
St. George, Apsley	Care and maintenance	23,396	25,175
St. George, Apsley	Monument	5,087	5,431
St. George, Cooper's Falls	Care and maintenance	16,896	18,571
St. George, Cooper's Falls	Monument	3,901	3,890
St. George, Fairvalley	Care and maintenance	83,294	86,934
St. George, Fairvalley	Monument	13,106	13,008
St. George, Georgina	Care and maintenance	110,116	122,367
St. George, Gore's Landing	Care and maintenance	20,968	21,244
St. George, Gore's Landing	Monument	1,485	1,650
St. George, Grafton	Care and maintenance	36,901	41,007
St. George, Grafton	Monument	5,365	5,740
St. George, Oshawa	Care and maintenance	21,024	23,363
St. George, Pickering Village	Care and maintenance	35,106	37,902
St. George, Pickering Village	Monument	3,928	4,214
St. James, Caledon East	Care and maintenance	11,802	13,115
St. James, Penetanguishene	Care and maintenance	177,774	197,552
St. James, Penetanguishene	Monument	21,287	21,877
St. James, Roseneath	Care and maintenance	24,694	22,813
St. James, Sutton West	Care and maintenance	14,898	16,555
St. James, West Brock	Care and maintenance	36,345	40,389
St. John, Blackstock (Ascension)	Care and maintenance	41,289	45,581
St. John, Blackstock (Ascension)	Monument	4,726	5,252
St. John, Cookstown	Care and maintenance	54,298	60,278
St. John, Craighurst	Care and maintenance	179,939	185,511
St. John, East Orangeville	Care and maintenance	237,298	253,290
St. John, East Orangeville	Monument	20,883	22,261
St. John, Ida	Care and maintenance	96,963	104,341
St. John, Ida	Monument	13,284	14,055
St. John, Matchedash	Care and maintenance	33,274	36,976
St. John, Matchedash	Monument	7,417	7,801
St. John, Norway	Care and maintenance	3,549,472	3,781,031
St. John, Norway	Monument	139,431	150,151
St. John, Norway	Pre-need	1,434,619	1,496,158
St. John, Oak Ridges	Care and maintenance	60,473	59,481
St. John, Tecumseth	Care and maintenance	73,937	81,775
St. John, Tecumseth	Monument	7,895	8,671
St. John, Waverley	Care and maintenance	22,028	24,478
St. John, Waverley	Monument	3,041	3,300
St. John, Whitby	Care and maintenance	72,177	80,207
St. John, Whitby	Monument	7,679	8,534
St. John, York Mills	Care and maintenance	419,123	446,952
St. John, York Mills	Monument	19,215	19,569
St. Jude, Wexford	Care and maintenance	178,567	180,933
St. Jude, Wexford	Monument	7,179	7,181

# The Cemetery Fund of The Incorporated Synod of the Diocese of Toronto

## Notes to the Financial Statements

December 31, 2022

### 7. Funds held for parishes (continued)

		<u>2022</u>	<u>2021</u>
St. Luke, Hamlet (Good Samaritan)	Care and maintenance	\$ 70,053	\$ 73,661
St. Luke, Hamlet (Good Samaritan)	Investment	76,497	81,208
St. Luke, Hamlet (Good Samaritan)	Monument	5,459	5,623
St. Luke, Dixie South	Care and maintenance	10,032	10,892
St. Margaret, West Hill	Care and maintenance	1,764,278	1,869,726
St. Mark, East Oro	Care and maintenance	12,045	12,497
St. Mark, Midland	Care and maintenance	111,840	121,838
St. Mark, Midland	Monument	17,671	18,637
St. Mark, Otonabee	Care and maintenance	53,760	58,734
St. Mark, Otonabee	Monument	1,939	2,155
St. Mark, Port Hope	Care and maintenance	8,846	9,219
St. Mary, Lifford	Care and maintenance	119,036	119,187
St. Michael, Westwood	Care and maintenance	2,992	3,325
St. Paul, L'Amoreaux	Care and maintenance	59,285	65,154
St. Paul, L'Amoreaux	Monument	6,825	7,584
St. Paul, Cavan	Care and maintenance	29,498	31,648
St. Paul, Cavan	Monument	1,383	1,537
St. Paul, Columbus	Care and maintenance	66,327	73,360
St. Paul, Columbus	Monument	2,204	2,449
St. Paul, Coulson Hill	Care and maintenance	93,388	96,367
St. Paul, Innisfil	Care and maintenance	338,075	367,079
St. Paul, Innisfil	Monument	38,690	41,510
St. Paul, Lasswade	Care and maintenance	493	548
St. Paul, Newmarket	Care and maintenance	6,325	7,029
St. Paul, Washago	Care and maintenance	50,541	54,188
St. Paul, Washago	Investment	35,605	37,106
St. Paul, Washago	Monument	11,789	12,989
St. Peter, Erindale	Care and maintenance	154,604	167,871
St. Peter, Churchill	Care and maintenance	1,892	43,036
St. Peter, Churchill	Monument	38,727	2,102
St. Peter, Cobourg	Care and maintenance	401,161	436,676
St. Philip, Etobicoke	Care and maintenance	1,479,221	1,613,010
St. Philip, Etobicoke	Monument	40,721	45,251
St. Philip, Etobicoke	Pre-need	102,869	114,314
St. Philip, Unionville	Care and maintenance	107,872	110,237
St. Philip, Unionville	Monument	5,238	5,599
St. Thomas, Shanty Bay	Care and maintenance	81,672	88,530
Trinity, Port Credit	Care and maintenance	48,168	53,527
Trinity, Streetsville	Care and maintenance	15,994	12,501
Trinity, Colborne	Care and maintenance	33,570	36,444
		<u>\$ 14,617,640</u>	<u>\$ 15,470,788</u>