Financial Statements of

MUNICIPALITY OF THAMES CENTRE TRUST FUND

And Independent Auditor's Report thereon

Year ended December 31, 2024

KPMG LLP
140 Fullarton Street, Suite 1400
London, ON N6A 5P2
Canada
Telephone 519 672 4880
Fax 519 672 5684

INDEPENDENT AUDITOR'S REPORT

To the Members of Council, Inhabitants and Ratepayers of the Municipality of Thames Centre

Opinion

We have audited the financial statements of the Municipality of Thames Centre Trust Fund (the Entity), which comprise:

- the statement of financial position as at December 31, 2024
- the statement of operations and changes in fund equity for the year then ended
- the statement of cash flows 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, 2024, and its results of operations and changes in fund equity, and its cash flows 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 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.

Other Matter - Comparative Information

The financial statements for the year ended December 31, 2023 were audited by another auditor who expressed a qualified opinion on October 7, 2024.

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.

- 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.

KPMG LLP

Chartered Professional Accountants, Licensed Public Accountants

London, Canada

September 3, 2026

MUNICIPALITY OF THAMES CENTRE TRUST FUND

Statement of Financial Position

December 31, 2024, with comparative information for 2023

		2024		2023
Assets				
Current assets:				
Cash and cash equivalents	$	382,112	$	359,446
Accounts receivable		2,273		371
Investments (note 2)		355,516		341,326
Plot inventory		315		341
	$	740,216	$	701,484
Liabilities and Fund Equity				
Due to the Municipality of Thames Centre	$	122,057	$	107,376
		122,057		107,376
Fund equity (note 3)		618,159		594,108
	$	740,216	$	701,484

See accompanying notes to financial statements.

On behalf of the Board:

____________________ Director ____________________ Director

MUNICIPALITY OF THAMES CENTRE TRUST FUND

Statement of Operations and Changes in Fund Equity

Year ended December 31, 2024, with comparative information for 2023

	2024	2023
Revenue:		
Care and maintenance portion of plot sales	$ 18,968	$ 18,580
Interest income	32,722	31,962
Monument sales	5,650	3,900
	57,340	54,442
Expenses:		
Disbursements	33,263	32,860
Costs of plots sold	26	18
	33,289	32,878
Excess of revenue over expenses	24,051	21,564
Fund equity, beginning of year	594,108	572,544
Fund equity, end of year	$ 618,159	$ 594,108

See accompanying notes to financial statements.

MUNICIPALITY OF THAMES CENTRE TRUST FUND

Statement of Cash Flows

Year ended December 31, 2024, with comparative information for 2023

	2024	2023
Cash provided by (used in):		
Operating activities:		
Excess of revenue over expenses	$ 24,051	$ 21,564
Changes in non-cash operating working capital:		
Accounts receivable	(1,902)	2,584
Plot inventory	26	18
Due to Municipality of Thames Centre	14,681	15,386
	36,856	39,552
Investing activities:		
Net change in investments	(14,190)	(14,513)
Increase in cash and cash equivalents	22,666	25,039
Cash and cash equivalents, beginning of year	359,446	334,407
Cash and cash equivalents, end of year	$ 382,112	$ 359,446

See accompanying notes to financial statements.

1. Significant accounting policies:

The Municipality of Thames Centre Trust Fund (the "Trust Fund") has been prepared in accordance with Canadian generally accepted accounting principles for local governments as recommended by the CPA Canada Public Sector Accounting Handbook, including the 4200 standards for government not-for-profit organizations. The significant accounting policies are summarized below:

(a) Basis of accounting:

Revenues and expenditures are reported on the accrual basis of accounting.

The accrual basis of accounting recognizes revenues as they become available and measurable; expenditures are recognized as they are incurred and measurable as a result of receipt of goods or services and the creation of legal obligation to pay.

(b) Financial instruments:

The financial instruments of the Trust Fund consist of cash and cash equivalents, investments and accounts receivable. The carrying values of these financial assets approximate their fair values unless otherwise disclosed.

(c) Tangible capital assets:

The Trust Fund does not own any capital assets.

(d) Plot inventory:

Inventory consists of cemetery plots held for sale and is recorded at the lower of cost and net realizable value.

(e) Use of estimates:

The preparation of financial statements in conformity with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenue and expenditures during the period. Actual results could differ from these estimates.

2. Investments:

Short-term investments of $355,516 (2023 - $341,326) consist of fixed income investments with varying interest rates and maturity dates. The investments are recorded at cost plus accrued interest which approximates market value.

3. Fund equity:

The fund equity of the Trust Fund is comprised of the following:

	2024	2023
Dorchester Union Cemetery	618,159	594,108

4. Financial risks and concentration of risk:

The assets of the Trust Fund are exposed to a variety of financial risks, including credit risks and liquidity risk. Its overall risk management program focuses on the unpredictability of financial markets and seeks to minimize potential adverse effects on the Trust Fund's financial performance. The Trust Fund is are subject to interest rate risk in their investments that have variable interest rates. It is the Trust Fund's opinion that it is not subject to significant currency or other risks.

5. Comparative information:

Certain comparative information has been reclassified from those previously presented to conform to the presentation of the 2024 financial statements.