

Financial Statements of

**THE CORPORATION OF THE CITY
OF VAUGHAN TRUST FUNDS**

Year ended December 31, 2010



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INDEPENDENT AUDITORS' REPORT

To the Members of Council, Inhabitants and Ratepayers of The Corporation of the City of Vaughan
We have audited the accompanying trust funds statement of financial position of the trust funds of The Corporation of the City of Vaughan as at December 31, 2010 and the trust funds statement of financial activities and changes in fund balances for the year then ended, and notes, comprising 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 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.

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, we consider internal control relevant to the entity'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 entity'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 funds held in trust by The Corporation of the City of Vaughan as at December 31, 2010 and its results of operations and its changes in its financial position for the year then ended in accordance with Canadian public sector accounting standards.

Chartered Accountants, Licensed Public Accountants

September 19, 2011
Toronto, Canada

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THE CORPORATION OF THE CITY OF VAUGHAN TRUST FUNDS

Statement of Financial Position

December 31, 2010, with comparative figures for 2009

	2010	2009
Financial Assets		
Cash	\$ 467,296	\$ 429,656
Due from The Corporation of the City of Vaughan	-	6,924
Investments:		
Guaranteed investment certificates, at cost which approximates market value	27,351	52,903
	\$ 494,647	\$ 489,483

Liability and Fund Balance

Current liability:		
Due to City of Vaughan	\$ 126,214	\$ -
Fund balance	368,433	489,483
	\$ 494,647	\$ 489,483

See accompanying notes to financial statements.

THE CORPORATION OF THE CITY OF VAUGHAN TRUST FUNDS

Statement of Financial Activities and Changes in Fund Balances
Year ended December 31, 2010, with comparative figures for 2009

		Cemetery Perpetual Care	Election Surplus	Total	
				2010	2009
Sources of funds:					
Capital receipts - sale of plots	\$	28,383	\$ -	\$ 28,383	\$ 13,015
Interest earned		4,797	367	5,164	7,124
		33,180	367	33,547	20,139
Use of funds:					
Maintenance		4,797	-	4,797	6,091
Refund of deposits		-	149,800	149,800	-
		4,797	149,800	154,597	6,091
Net activity		28,383	(149,433)	(121,050)	14,048
Fund balance, beginning of year		340,152	149,331	489,483	475,435
Fund balance, end of year	\$	368,535	\$ (102)	\$ 368,433	\$ 489,483

See accompanying notes to financial statements.

THE CORPORATION OF THE CITY OF VAUGHAN TRUST FUNDS

Notes to Financial Statements

Year ended December 31, 2010

1. Significant accounting policies:

(a) General:

These financial statements reflect the fund balances and operations of the trust funds administered by The Corporation of the City of Vaughan (the "City").

The City administers the Perpetual Care Trust Fund in accordance with the provisions of the Cemeteries Act of Ontario.

(b) Basis of accounting:

Capital receipts and withdrawals on the Statement of Financial Activities and Changes in Fund Balances are reported on the cash basis of accounting. Other items are reported on an accrual basis.

2. Election Surplus:

The election surplus trust fund was established pursuant to the Municipal Elections Act. The trust funds contain surplus monies from the previous campaign which are available for the registered candidate to expend in whole or part, in the next election.

As 2010 was an election year, surplus election funds from the previous campaign were refunded to candidates.