

Combined Financial Statements of

**THE ROMAN CATHOLIC  
EPISCOPAL CORPORATION  
OF THE DIOCESE OF  
HAMILTON IN ONTARIO**

Year ended December 31, 2023



**KPMG LLP**  
Commerce Place  
21 King Street West, Suite 700  
Hamilton, ON L8P 4W7  
Canada  
Telephone 905 523 8200  
Fax 905 523 2222

## **COMPILATION ENGAGEMENT REPORT**

To the Management of The Roman Catholic Episcopal Corporation of the Diocese of Hamilton in Ontario

On the basis of information provided by management, we have compiled the combined balance sheet of The Roman Catholic Episcopal Corporation of the Diocese of Hamilton in Ontario as at December 31, 2023, the combined statement of earnings and retained earnings for the year then ended, and Note 1, which describes the basis of accounting applied in the preparation of the compiled combined financial information and other explanatory information ("financial information").

Management is responsible for the accompanying financial information, including the accuracy and completeness of the underlying information used to compile it and the selection of the basis of accounting.

We performed this engagement in accordance with Canadian Standard on Related Services (CSRS) 4200, *Compilation Engagements*, which requires us to comply with relevant ethical requirements. Our responsibility is to assist management in the preparation of the financial information.

We did not perform an audit engagement or a review engagement, nor were we required to perform procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an audit opinion or a review conclusion, or provide any form of assurance on the financial information.

Readers are cautioned that the financial information may not be appropriate for their purposes.

A handwritten signature in black ink that reads 'KPMG LLP'. The signature is written in a cursive, stylized font and is underlined with a single horizontal stroke.

Chartered Professional Accountants, Licensed Public Accountants  
Hamilton, Canada  
June 26, 2024

# THE ROMAN CATHOLIC EPISCOPAL CORPORATION OF THE DIOCESE OF HAMILTON IN ONTARIO

## Combined Balance Sheet

December 31, 2023, with comparative information for 2022

	2023	2022
<b>Assets</b>		
Current assets:		
Cash	\$ 5,226,024	\$ 6,685,974
Accounts receivable and accrued interest receivable	5,801,054	4,785,472
Receivables - within the Corporation, net	4,145,725	4,333,117
Loans receivable - within the Corporation	995,676	1,333,729
Current portion of loans receivable -outside the Corporation	30,994,767	22,049,193
Inventory	88,719	88,719
Prepaid expenditures	415,407	245,625
	<u>47,667,372</u>	<u>39,521,829</u>
Long-term accounts receivable	106,729	112,729
Investments	134,936,519	128,271,913
Loans receivable - Parishes	50,933,555	49,938,776
Loans receivable - within the Corporation	4,307,218	3,464,927
Loans receivable - outside the Corporation	40,633,911	36,013,888
Land held for investment purposes	7,574,909	7,572,218
Cemetery properties and capital assets	25,939,038	25,826,640
Restricted assets	144,185,680	136,128,204
	<u>\$ 456,284,931</u>	<u>\$ 426,851,124</u>
<b>Liabilities and Fund Balances</b>		
Current liabilities:		
Bank indebtedness	\$ 55,647,558	\$ 30,740,853
Accounts payable and accrued liabilities	2,595,401	4,482,981
Current portion of deferred revenue	91,155	73,936
Funds held in trust - Refugee Program	430,639	714,778
Loans payable - Parishes	33,449,499	31,881,080
Loans payable - inside the Corporation	1,330,113	1,422,305
Loans payable - outside the Corporation	7,561,797	7,326,741
Accumulated revenue on prearrangements payable	10,803,277	10,307,167
Current portion of capital lease payable	—	39,117
Current portion of mortgage payable	1,000,000	1,000,000
	<u>112,909,439</u>	<u>87,988,958</u>
Deferred revenue	27,188,421	25,912,929
Mortgage payable	11,500,000	12,500,000
	<u>151,597,860</u>	<u>126,401,887</u>
Fund balances:		
Externally restricted funds	112,659,181	102,515,259
Unrestricted General Fund	192,027,890	197,933,978
	<u>304,687,071</u>	<u>300,449,237</u>
	<u>\$ 456,284,931</u>	<u>\$ 426,851,124</u>

See accompanying notes to financial statements.

1

*+ [Signature]* BISHOP OF HAMILTON

# THE ROMAN CATHOLIC EPISCOPAL CORPORATION OF THE DIOCESE OF HAMILTON IN ONTARIO

## Combined Statement of Revenue and Expenditures

Year ended December 31, 2023, with comparative information for 2022

	Externally Restricted Specified Funds	Internally General Fund	2023 Total	2022 Total
<b>Revenue</b>				
Cathedraticum	\$ -	\$ 2,979,203	\$ 2,979,203	\$ 3,483,112
Donations	5,215,758	1,111,461	6,327,219	11,613,649
Government assistance	-	10,000	10,000	-
Lots - land, crypts and niches	-	4,890,350	4,890,350	4,108,443
Miscellaneous	-	688,534	688,534	148,403
Other goods and services	-	6,921,626	6,921,626	7,275,226
Rent	-	642,256	642,256	599,267
Investment revenue (loss)	10,219,794	13,707,776	23,927,570	(18,791,352)
	15,435,552	30,951,206	46,386,758	8,436,748
<b>Expenditures</b>				
Donations	2,705,249	8,463,467	11,168,716	12,328,129
Wages and benefits	-	9,590,850	9,590,850	9,354,115
Clergy and seminary	-	293,021	293,021	352,272
Interest	-	4,433,276	4,433,276	1,749,975
Investment expenditures	825,042	478,650	1,303,692	1,261,467
Property	-	5,136,787	5,136,787	6,686,509
Amortization	-	2,143,009	2,143,009	1,818,365
Other	23,019	9,249,218	9,272,237	6,728,177
	3,553,310	39,788,278	43,341,588	40,279,009
<b>Excess (deficiency) of revenue over expenditures before net (acquisition) disposal of property</b>	11,882,242	(8,837,072)	3,045,170	(31,842,261)
<b>Net (acquisition) disposal of property</b>	-	(194,316)	(194,316)	24,641,247
<b>Excess (deficiency) of revenue over expenditures</b>	\$ 11,882,242	\$ (9,031,388)	\$ 2,850,854	\$ (7,201,014)

See accompanying notes to financial statements.

# THE ROMAN CATHOLIC EPISCOPAL CORPORATION OF THE DIOCESE OF HAMILTON IN ONTARIO

## Combined Statement of Changes in Fund Balances

Year ended December 31, 2023 with comparative information for 2022

	Externally Restricted Specified Funds	Unrestricted General Fund	Total
Balance, January 1, 2023	\$ 102,515,259	\$ 197,933,978	\$ 300,449,237
Excess (deficiency) of revenue over expenditures	11,882,242	(9,031,388)	2,850,854
Care & Maintenance Fund contributions received net of transfer to revenue transferable	1,759,683	—	1,759,683
Pre-Need Assurance Fund 100% - transfer (to) from accumulated revenue payable	(372,703)	—	(372,703)
Interfund transfers	(3,125,300)	3,125,300	—
Balance, December 31, 2023	\$ 112,659,181	\$ 192,027,890	\$ 304,687,071
Balance, January 1, 2022	\$ 109,961,657	\$ 196,328,851	\$ 306,290,508
Deficiency of revenue over expenditures	(6,389,707)	(811,307)	(7,201,014)
Care & Maintenance Fund contributions received net of transfer to revenue transferable	1,577,247	—	1,577,247
Pre-Need Assurance Fund 100% - transfer (to) from accumulated revenue payable	(217,504)	—	(217,504)
Interfund transfers	(2,416,434)	2,416,434	—
Balance, December 31, 2022	\$ 102,515,259	\$ 197,933,978	\$ 300,449,237

See accompanying notes to financial statements.

# **THE ROMAN CATHOLIC EPISCOPAL CORPORATION OF THE DIOCESE OF HAMILTON IN ONTARIO**

Notes to Combined Financial Information

Year ended December 31, 2023

---

## **1. Significant accounting policies:**

### **(a) Basis of accounting:**

The basis of accounting applied in the preparation of the combined financial information is on the historical cost basis, reflecting cash transactions with the addition of the following:

- Accounts receivable and accrued interest receivable less an allowance for doubtful accounts.
- Inventory is measured at the lower of cost and net realizable value.
- Prepaid expenditures.
- A portion of Cemetery Properties and Capital assets are amortized over their useful lives.
- Accounts payable and accrued liabilities
- Deferred revenue.
- Accumulated revenue on prearrangements payable.

### **(b) Basis of combination:**

These combined financial statements include the accounts of The Roman Catholic Episcopal Corporation of the Diocese of Hamilton in Ontario - Chancery, The Catholic Cemeteries of the Diocese of Hamilton, The Roman Catholic Episcopal Corporation of the Diocese of Hamilton in Ontario Pre-Need Assurance Fund - 65%, The Roman Catholic Episcopal Corporation of the Diocese of Hamilton in Ontario Pre-Need Assurance Fund - 100%, The Roman Catholic Episcopal Corporation of the Diocese of Hamilton in Ontario Care & Maintenance Fund and The Mount Mary Immaculate Retreat Centre.

### **(c) Fund Accounting:**

The Diocese follows restricted fund method of accounting for specified contributions or donations. The General Fund accounts for the Diocese's administrative and charitable activities. This fund reports unrestricted revenues.