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Financial statements of  
The Durham Regional Police Services  
Board Unclaimed Property Fund

December 31, 2024

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## Independent Auditor's Report

To the Members of  
Durham Regional Police Services Board

### Qualified Opinion

We have audited the financial statements of the Durham Regional Police Services Board Unclaimed Property Fund (the "Fund"), which comprise the statement of financial position as at December 31, 2024, and the statements of operations and changes in net financial assets and accumulated surplus for the year then ended, and notes to the financial statements, including a summary of significant accounting policies (collectively referred to as the "financial statements").

In our opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph, the financial statements present fairly, in all material respects, the financial position of the Durham Regional Police Services Board Unclaimed Property Fund as at December 31, 2024, and the results of its operations and its cash flows for the year then ended in accordance with Canadian public sector accounting standards ("PSAS").

### Basis for Qualified Opinion

The revenue for the Fund consists of unclaimed monies and revenue from auctions, the completeness of which is not susceptible to satisfactory audit verification. Therefore, we were not able to determine whether any adjustments might be necessary to police auctions and unclaimed monies revenue, annual surplus and cash flows from operations for the years ended December 31, 2024 and 2023, financial assets at December 31, 2024 and 2023, and accumulated surplus as at January 1, 2023 and 2024, and December 31, 2023 and 2024. Our opinion on the financial statements for the year ended December 31, 2023, was modified accordingly because of the possible effects on this limitation in scope.

We conducted our audit in accordance with Canadian generally accepted auditing standards ("Canadian GAAS"). 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 qualified opinion.

### 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 PSAS, 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 GAAS 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 GAAS, 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 Durham Regional Police Services Board Unclaimed Property Fund**  
**Statement of operations and change in net financial assets**  
**and accumulated surplus**  
Year ended December 31, 2024

	<b>2024</b>	2023
	<b>\$</b>	<b>\$</b>
<b>Revenue</b>		
Police auctions	<b>7,504</b>	19,283
Unclaimed monies and other	<b>92,861</b>	3,395
	<b>100,365</b>	22,678
<b>Expenses</b>		
Sponsorship - events	<b>66,355</b>	62,619
Other	<b>230</b>	147
	<b>66,585</b>	62,766
Annual surplus (deficit) and change in net financial assets	<b>33,780</b>	(40,088)
Accumulated surplus and net financial assets, beginning of year	<b>117,554</b>	157,642
<b>Accumulated surplus and net financial assets, end of year</b>	<b>151,334</b>	117,554

The accompanying notes to the financial statements are an integral part of this financial statement.

## The Durham Regional Police Services Board Unclaimed Property Fund

### Statement of financial position

As at December 31, 2024

	2024 \$	2023 \$
<b>Financial assets</b>		
Cash	147,497	108,679
Accounts receivable	3,837	8,875
	<b>151,334</b>	117,554
<b>Liability</b>		
Accounts payable	—	—
<b>Net financial assets and accumulated surplus</b>	<b>151,334</b>	117,554

The accompanying notes to the financial statements are an integral part of this financial statement.

Approved by the Board

\_\_\_\_\_, Chair

# The Durham Regional Police Services Board Unclaimed Property Fund

## Notes to the financial statements

December 31, 2024

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### 1. Purpose

The Durham Regional Police Services Board Unclaimed Property Fund ("the Fund") was established under section 132 of the Police Services Act for the sale of stolen and abandoned property and to retain use of the proceeds of such sale for any purpose that the Police Services Board considers in the public interest.

### 2. Significant accounting policies

The financial statements of the Fund are the representations of management prepared in accordance with Canadian generally accepted accounting principles established by the Public Sector Accounting Board ("PSAB") of the Chartered Professional Accountants of Canada.

Significant accounting policies adopted by the Fund are as follows:

#### *Basis of accounting*

##### *(i) Accrual basis of accounting*

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

##### *(ii) 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, liabilities, and disclosure of contingent liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the period. Actual results could differ from these amounts.

### 3. Statement of cash flows

A statement of cash flows has not been prepared as the information it would provide is readily determinable from these financial statements.