

**Yonge-Dundas Square**  
**Financial Statements**  
December 31, 2006

Grant Thornton 

# Contents

	<b><u>Page</u></b>
Auditor's Report	1
Balance Sheet	2
Statement of Revenue and Expenditure	3
Statement of Cash Flows	4
Notes to the Financial Statements	5 - 6
Schedule of Permit Revenue	7

## Auditor's Report

### To the Board of Directors of Yonge-Dundas Square

We have audited the balance sheet of the **Yonge-Dundas Square** as at December 31, 2006 and the statements of revenue and expenditure, and cash flows for the year then ended. These financial statements are the responsibility of the Yonge-Dundas Square's management. 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 plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the **Yonge-Dundas Square** as at December 31, 2006 and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

*Grant Thornton LLP*

Toronto, Canada  
March 9, 2007

Grant Thornton LLP  
Chartered Accountants  
Licensed Public Accountants

Royal Bank Plaza  
19<sup>th</sup> Floor, South Tower  
200 Bay Street, Box 55  
Toronto, Ontario  
M5J 2P9  
T (416) 366-0100  
F (416) 360-4949  
E [Toronto@GrantThornton.ca](mailto:Toronto@GrantThornton.ca)  
W [www.GrantThornton.ca](http://www.GrantThornton.ca)

---

# Yonge-Dundas Square

## Balance Sheet

December 31

2006

2005

---

### Assets

#### Current

Cash	\$ 50,973	\$ 67,453
Temporary investments	152,211	35,320
Receivables		
- City of Toronto (Note 3)	9,322	33,822
- Other (Note 4)	60,849	25,529
Prepays	4,919	-
	<u>278,274</u>	<u>162,124</u>

Capital assets (Note 5)

	<u>-</u>	<u>6,319</u>
	\$ <u>278,274</u>	\$ <u>168,443</u>

---

### Liabilities

#### Current

Payables and accruals		
- City of Toronto	\$ 102,841	\$ 35,971
- Other (Note 6)	<u>175,433</u>	<u>132,472</u>
	\$ <u>278,274</u>	\$ <u>168,443</u>

---

On behalf of the Board

  
\_\_\_\_\_ Chair

  
\_\_\_\_\_ Treasurer

See accompanying notes to the financial statements.

---

## Yonge-Dundas Square

### Statement of Revenue and Expenditure

Year Ended December 31

2006

2005

---

#### Revenue

City of Toronto	\$ 582,585	\$ 571,162
Corporate sponsorship and contributions	77,794	87,908
Permit revenue (Page 7)	195,048	144,697
Event support revenue (Page 7)	138,849	100,671
Food and beverages	6,165	19,885
Preferred suppliers	-	5,052
Rental income	107,222	47,578
Signage	80,500	77,250
Other revenue	5,598	26,318
	<u>1,193,761</u>	<u>1,065,264</u>

#### Expenditures

Event support	165,294	134,164
Marketing	187,716	144,864
Payroll	255,426	229,245
Maintenance	266,462	299,556
Security	157,509	142,522
Administration	146,331	109,817
Amortization	6,319	2,173
	<u>1,185,057</u>	<u>1,062,341</u>

Operating profit payable to the City of Toronto	\$ <u>8,704</u>	\$ <u>2,923</u>
---	-----------------	-----------------

---

See accompanying notes to the financial statements.

---

## Yonge-Dundas Square

### Statement of Cash Flows

Year Ended December 31

2006

2005

---

Increase (decrease) in cash

#### Operating activities

Operating profit payable to the City of Toronto	\$ 8,704	\$ 2,923
Amortization	6,319	2,173
Increase (decrease) resulting from changes in:		
Prepays	(4,919)	-
Receivable from / payable to City of Toronto	88,555	(67,188)
Receivables - other	(35,320)	(10)
Payable and accruals - other	<u>37,072</u>	<u>(14,180)</u>
	<u>100,411</u>	<u>(76,282)</u>

#### Investing activity

(Purchase) redemption of temporary investments	<u>(116,891)</u>	<u>133,430</u>
--	------------------	----------------

Net (decrease) increase in cash (16,480) 57,148

Cash, beginning of year 67,453 10,305

Cash, end of year \$ 50,973 \$ 67,453

---

See accompanying notes to the financial statements.

---

# Yonge-Dundas Square

## Notes to the Financial Statements

December 31, 2006

---

### 1. Nature of Operations

The Yonge-Dundas Square is an event venue for the general public. The City of Toronto appointed a volunteer Board of Management to operate the Square. Yonge-Dundas Square is a city owned property. It was established in December of 2001 and its purpose is to attract additional retail and entertainment development to the Yonge-Dundas area. The Square commenced operations in January 1, 2003. The Organization is to pay any net revenue to the City of Toronto.

---

### 2. Summary of significant accounting policies

These financial statements have been prepared in accordance with Canadian generally accepted accounting principles applied within the framework of the accounting policies summarized below:

#### Temporary investments

Temporary investments include Guaranteed Investment Certificates held for a period of one year or less. Market value is considered equivalent to cost based on the short term holding period.

#### Revenue recognition

Revenues are recorded on an accrual basis.

#### Use of estimates

In preparing the organization's financial statements, management is required to make estimates and assumptions that affect the reported amounts 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.

#### Capital assets

Capital assets for which funding has been received are recorded as expenses of the period. The related grant is recorded as revenue.

# Yonge-Dundas Square

## Notes to the Financial Statements

December 31, 2006

### 3. Receivable from the City of Toronto

The net amount receivable from the City of Toronto consists of the following:

	<u>2006</u>	<u>2005</u>
Trade receivable from City of Toronto	\$ 9,322	\$ 838
Prior year's operating deficiency	-	5,907
Current year's operating profit	-	(2,923)
Capital expenses reimbursable by City of Toronto	<u>-</u>	<u>30,000</u>
Receivable from the City of Toronto	<u>\$ 9,322</u>	<u>\$ 33,822</u>

### 4. Other receivables

	<u>2006</u>	<u>2005</u>
Permit and event support receivables	\$ 1,697	\$ 2,938
Artisan/Vendor Market	200	856
GST receivable	35,561	17,215
Other	<u>23,391</u>	<u>4,520</u>
	<u>\$ 60,849</u>	<u>\$ 25,529</u>

### 5. Capital assets

			<u>2006</u>	<u>2005</u>
	<u>Cost</u>	<u>Accumulated Amortization</u>	<u>Net Book Value</u>	<u>Net Book Value</u>
Computer equipment	\$ 6,822	\$ 6,822	\$ -	\$ 3,319
Furniture	<u>5,860</u>	<u>5,860</u>	<u>-</u>	<u>3,000</u>
	<u>\$ 12,682</u>	<u>\$ 12,682</u>	<u>\$ -</u>	<u>\$ 6,319</u>

### 6. Other payables

	<u>2006</u>	<u>2005</u>
Contracted services	\$ 28,124	\$ 31,716
Other	<u>147,309</u>	<u>100,756</u>
	<u>\$ 175,433</u>	<u>\$ 132,472</u>



---

## Yonge-Dundas Square

### Schedule of Permit Revenue and Event Support Revenue

Year Ended December 31

2006

2005

---

#### Permit revenue

Event permits	\$ 116,156	\$ 77,186
Artisan market permits	<u>78,892</u>	<u>67,511</u>
	\$ <u>195,048</u>	\$ <u>144,697</u>

#### Event support revenue

Electrician	\$ 8,868	\$ 9,449
Security	28,961	23,237
AV technician	15,312	7,685
Custodial	24,224	8,534
Sound	29,517	27,088
Logistic	21,443	15,768
Utilities	<u>10,524</u>	<u>8,910</u>
	\$ <u>138,849</u>	\$ <u>100,671</u>