

**THE BOARD OF MANAGEMENT FOR THE
UPPER VILLAGE (YORK)
BUSINESS IMPROVEMENT AREA**

**Financial Statements
For the Period Ended September 27, 2006**

**UPPER VILLAGE (YORK)
BUSINESS IMPROVEMENT AREA**

SEPTEMBER 27, 2006

CONTENTS

	<u>Page</u>
Auditor's report	3
Financial statements	
Statement of financial position	4
Statement of revenue, expenditure and operating surplus	5
Statement of changes in financial position	6
Notes to financial statements	7

AUDITOR'S REPORT

To the Council of the Corporation of the City of Toronto and the Board of Management for the Upper Village (York) Business Improvement Area

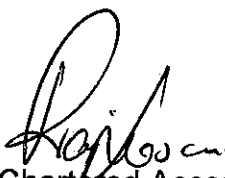
I have audited the statement of financial position of the Board of Management for the Upper Village (York) Business Improvement Area as at September 27, 2006 and the statements of revenue, expenditure and operating surplus and changes in financial position for the period then ended. These financial statements are the responsibility of the Board's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with Canadian generally accepted auditing standards. Those standards require that I 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 my opinion, these financial statements present fairly in all material respects, the financial position of the Board as at September 27, 2006 and the results of its operations and changes in financial position for the year then ended in accordance with Canadian generally accepted accounting principles.

At the request of the board of management of the BIA and its members, on September 27, 2006 City Council repealed By-law Nos. 329896 and 3370-96 (which established the Upper Village (York) Business Improvement Area) as explained in the note 1 to the financial statements.

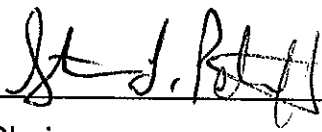
Toronto, Ontario
May 17, 2007


Chartered Accountant
Licensed Public Accountant


**THE BOARD OF MANAGEMENT FOR THE
UPPER VILLAGE (YORK) BUSINESS IMPROVEMENT AREA
STATEMENT OF FINANCIAL POSITION
AS AT SEPTEMBER 27, 2006**

	2006 \$	2005 \$
ASSETS		
Current		
Cash and short-term investments	-	45,233
Accounts receivable		
City of Toronto - special charges	-	-
- other	-	650
Other	-	1,482
	<u>-</u>	<u>47,365</u>
LIABILITIES		
Current		
Accounts payable and accrued liabilities		
City of Toronto	-	-
Other	-	7,429
	<u>-</u>	<u>7,429</u>
ACCUMULATED SURPLUS		
Operating	<u>-</u>	<u>39,936</u>
	<u>-</u>	<u>47,365</u>

Approved on behalf of the Board of Management:



Chair



Treasurer

**THE BOARD OF MANAGEMENT FOR THE
UPPER VILLAGE (YORK) BUSINESS IMPROVEMENT AREA
STATEMENT OF REVENUE, EXPENDITURE AND OPERATING SURPLUS
FOR THE PERIOD ENDED SEPTEMBER 27, 2006**

	2006 \$ Budget	2006 \$ Actual	2005 \$ Actual
REVENUE			
City of Toronto – special charges	-	-	-
Municipal grant	-	750	650
Interest and miscellaneous	-	2,029	1,784
	<u>-</u>	<u>2,779</u>	<u>2,434</u>
EXPENDITURE			
Administration	3,600	1,720	1,563
Promotion	6,200	-	-
Capital and maintenance	15,500	7,640	17,875
Provision for (recovery of) uncollected special charges (Note 3)	-	-	-
	<u>25,300</u>	<u>9,360</u>	<u>19,438</u>
(DEFICIENCY) EXCESS OF REVENUE OVER EXPENDITURE FOR THE PERIOD	(25,300)	(6,581)	(17,004)
OPERATING SURPLUS, BEGINNING OF YEAR	39,936	39,936	56,940
SURPLUS TRANSFERRED TO UPPER VILLAGE BUSINESS IMPROVEMENT AREA (NOTE 1)	-	(33,355)	-
	<u>14,636</u>	<u>-</u>	<u>39,936</u>
OPERATING SURPLUS, END OF PERIOD	<u>14,636</u>	<u>-</u>	<u>39,936</u>

**THE BOARD OF MANAGEMENT FOR THE
UPPER VILLAGE (YORK) BUSINESS IMPROVEMENT AREA
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE PERIOD ENDED SEPTEMBER 27, 2006**

	2006	2005
	\$	\$
CASH PROVIDED BY (USED IN) OPERATIONS		
Excess (deficiency) of revenue over expenditure for the year	(6,581)	(17,004)
Increase (decrease) resulting from changes in		
Accounts receivable - City of Toronto	650	36,745
Accounts receivable - Other	1,482	(1,482)
Accounts payable - City of Toronto	-	(92,427)
Accounts payable - other	(7,429)	3,118
	<u>(11,878)</u>	<u>(71,050)</u>
CASH PROVIDED BY (USED IN) OPERATIONS	(11,878)	(71,050)
CASH AND SHORT-TERM INVESTMENTS, BEGINNING OF YEAR	45,233	116,283
SURPLUS TRANSFERRED TO UPPER VILLAGE BUSINESS IMPROVEMENT AREA (NOTE 1)	(33,355)	-
	<u>(33,355)</u>	<u>-</u>
CASH AND SHORT-TERM INVESTMENTS, END OF PERIOD	-	45,233
	<u>-</u>	<u>45,233</u>

**THE BOARD OF MANAGEMENT FOR THE
UPPER VILLAGE (YORK) BUSINESS IMPROVEMENT AREA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED SEPTEMBER 27, 2006**

1. ESTABLISHMENT AND OPERATIONS

The Upper Village (York) Business Improvement Area (BIA) is established as a Business Improvement Area under the management and control of a Board of Management appointed by Council of the City of Toronto.

The Board is entrusted with the improvements, beautification and maintenance of municipally owned lands, buildings and structures in the area, together with the promotion of the area as a business or shopping area. Funding is provided by property owners of the BIA who are levied a special charge based on an annual operating budget prepared by the Board and approved by Council under Section 220(17) of the Municipal Act, as amended.

At the request of the board of management of the BIA and its members, on September 27, 2006 City Council repealed By-law Nos. 329896 and 3370-96 (which established the Upper Village (York) Business Improvement Area). At the same time it approved the expansion of the boundaries of the Upper Village Business Improvement Area in the former City of Toronto (now called Upper Village BIA) to include the Upper Village (York) Business Improvement Area. Effective September 27, 2006 all assets and liabilities were transferred from the Upper Village (York) BIA to the Upper Village BIA.

2. SIGNIFICANT ACCOUNTING POLICIES

These financial statements are the representation of management and have been prepared in accordance with generally accepted accounting principles for local governments as prescribed by the Public Sector Accounting Board (PSAB) of the Canadian Institute of Chartered Accountants (CICA), the most significant of which are as follows:

- (a) Revenues and expenditures are recorded using the accrual basis of accounting.
- (b) Capital expenditures are charged to operations in the year of acquisition.
- (c) Services provided without charge by the City of Toronto and others are not recorded in these financial statements.