

**THE BOARD OF MANAGEMENT FOR
ST. LAWRENCE NEIGHBOURHOOD
BUSINESS IMPROVEMENT AREA**

**Financial Statements
For the Year Ended December 31, 2007**

ST. LAWRENCE NEIGHBOURHOOD BUSINESS IMPROVEMENT AREA

DECEMBER 31, 2007

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 -9

RAFIQ DOSANI, B.Comm. CFE CA
CHARTERED ACCOUNTANT

90 Risebrough Avenue
Toronto, Ontario M2M 2E3
Telephone: (416) 221 - 4095
Fax: (416) 221 - 4160

AUDITOR'S REPORT


To the Council of the Corporation of the City of Toronto and the Board of Management for the St. Lawrence Neighbourhood Business Improvement Area

I have audited the statement of financial position of the Board of Management for the St. Lawrence Neighbourhood Business Improvement Area as at December 31, 2007 and the statements of revenue, expenditure and operating surplus and changes in financial position for the year 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 December 31, 2007 and the results of its operations and changes in financial position for the year then ended in accordance with Canadian generally accepted accounting principles.


Toronto, Ontario
August 17, 2008


Chartered Accountant
Licensed Public Accountant


**THE BOARD OF MANAGEMENT FOR THE
ST. LAWRENCE NEIGHBOURHOOD BUSINESS IMPROVEMENT AREA
STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2007**

	2007 \$	2006 \$
ASSETS		
Current		
Cash and short-term investments	193,405	160,311
Accounts receivable		
City of Toronto – special charges (Note 3)	-	12,042
City of Toronto – other	-	1,100
Other	14,466	40,966
	<u>207,871</u>	<u>214,419</u>
LIABILITIES		
Current		
Accounts payable and accrued liabilities		
City of Toronto – special charges (Note 3)	17,861	-
- other	179,449	156,965
Other	26,903	46,322
	<u>224,213</u>	<u>203,287</u>
ACCUMULATED SURPLUS		
Operating (Deficit)	<u>(16,342)</u>	<u>11,132</u>
	<u>207,871</u>	<u>214,419</u>

Approved on behalf of the Board of Management:



Chair



Treasurer

**THE BOARD OF MANAGEMENT FOR THE
ST. LAWRENCE NEIGHBOURHOOD BUSINESS IMPROVEMENT AREA
STATEMENT OF REVENUE, EXPENDITURE AND OPERATING SURPLUS
FOR THE YEAR ENDED DECEMBER 31, 2007**

	2007 \$ Budget	2007 \$ Actual	2006 \$ Actual
REVENUE			
City of Toronto – special charges	244,001	244,156	72,786
Municipal grants	-	4,500	6,177
Interest	3,000	3,406	3,461
Film companies	6,000	6,168	5,675
Advertising, contributions and other	22,000	18,944	37,104
	<u>275,001</u>	<u>277,174</u>	<u>125,203</u>
EXPENDITURE			
Administration	69,175	75,153	11,603
Promotion and advertising	56,400	44,130	34,704
Capital and maintenance	140,625	146,476	89,670
Provision for (recovery of) uncollected special charges (Note 3)	8,801	38,889	(2,765)
	<u>275,001</u>	<u>304,648</u>	<u>133,212</u>
(DEFICIENCY) EXCESS OF REVENUE OVER EXPENDITURE FOR THE YEAR	-	(27,474)	(8,009)
OPERATING SURPLUS, BEGINNING OF YEAR	<u>11,132</u>	<u>11,132</u>	<u>19,141</u>
OPERATING SURPLUS (DEFICIT), END OF YEAR	<u>11,132</u>	<u>(16,342)</u>	<u>11,132</u>

**THE BOARD OF MANAGEMENT FOR THE
ST. LAWRENCE NEIGHBOURHOOD BUSINESS IMPROVEMENT AREA
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED DECEMBER 31, 2007**

	2007	2006
	\$	\$
CASH PROVIDED BY OPERATIONS		
(Deficiency) excess of revenue over expenditure for the year	(27,474)	(8,009)
Increase (decrease) resulting from changes in		
Accounts receivable - City of Toronto	13,142	(9,177)
Accounts receivable – other	26,500	(25,221)
Accounts payable - City of Toronto	40,345	18,153
Accounts payable – other	(19,419)	39,266
	<u>33,094</u>	<u>15,012</u>
CASH PROVIDED BY OPERATIONS	33,094	15,012
CASH AND SHORT-TERM INVESTMENTS, BEGINNING OF YEAR	<u>160,311</u>	<u>145,299</u>
CASH, AND SHORT-TERM INVESTMENTS, END OF YEAR	<u>193,405</u>	<u>160,311</u>

**THE BOARD OF MANAGEMENT FOR THE
ST. LAWRENCE NEIGHBOURHOOD BUSINESS IMPROVEMENT AREA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2007**

1. ESTABLISHMENT AND OPERATIONS

The St. Lawrence Neighbourhood 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.

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.

**THE BOARD OF MANAGEMENT FOR THE
ST. LAWRENCE NEIGHBOURHOOD BUSINESS IMPROVEMENT AREA
NOTES TO THE FINANCIAL STATEMENTS, CONT'D
FOR THE YEAR ENDED DECEMBER 31, 2007**

3. CITY OF TORONTO – SPECIAL CHARGES

Special charges levied by the City are collected and remitted to the Board by the City. The total special charges outstanding consist of amounts collected by the City not yet remitted to the Board and amounts uncollected by the City.

The Board records special charges receivable net of an allowance for uncollected amounts. The special charges receivable from (payable to) the City of Toronto are comprised of:

	2007 \$	2006 \$
Total special charges outstanding	27,639	30,442
Less: allowance for uncollected special charges	(45,500)	(18,400)
Special charges receivable (payable)	<u>(17,861)</u>	<u>12,042</u>

The provision for (recovery of) uncollected levies reported on the Statement of Revenue, Expenditure and Operating Surplus comprises:

	2007 \$	2006 \$
Special charges written-off	11,789	4,735
Change in allowance for uncollected special charges	27,100	(7,500)
	<u>38,889</u>	<u>(2,765)</u>

**THE BOARD OF MANAGEMENT FOR THE
ST. LAWRENCE NEIGHBOURHOOD BUSINESS IMPROVEMENT AREA
NOTES TO THE FINANCIAL STATEMENTS, CONT'D
FOR THE YEAR ENDED DECEMBER 31, 2007**

4. COMMITMENTS

The Board, in co-operation with the City, has implemented cost-shared capital improvement projects on publicly owned property for several years. The projects are long-term in nature and are usually completed subsequent to the year of Council's approval. The Board is committed to capital improvements projects of which the Board's share of \$ 22,000 was outstanding as at December 31, 2007.

5. INSURANCE

The Board is required to deposit with the Treasurer, City of Toronto, insurance policies indemnifying the City against public liability and property damage in respect of the activities of the Board. Insurance coverage providing \$5,000,000 for each occurrence or accident has been obtained by the Board through the City of Toronto.