

**THE BOARD OF MANAGEMENT FOR THE
WEXFORD HEIGHTS
BUSINESS IMPROVEMENT AREA**

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

**WEXFORD HEIGHTS
BUSINESS IMPROVEMENT AREA**

DECEMBER 31, 2007

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AUDITOR'S REPORT

To the Council of the Corporation of the City of Toronto and the Board of Management for the Wexford Heights Business Improvement Area

I have audited the statement of financial position of the Board of Management for the Wexford Heights 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.

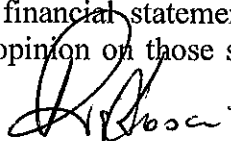
I conducted my audit in accordance with Canadian generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting 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 common with many non-profit organizations, the Board derives revenue from donations, the completeness of which is not susceptible to satisfactory audit verification. As a consequence, my verification of these revenues was limited to the amounts recorded in the records of the Board and I was not able to determine whether any adjustments might be necessary to revenue, operating surplus and assets.

In my opinion, except for the effect of adjustments, if any, which I might have determined to be necessary had I been able to satisfy myself concerning the completeness of the donations referred to in the preceding paragraph, 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.

The comparative figures for 2006 are based on financial statements which were audited by another Chartered Accountant who expressed an opinion on those statements in a report dated October 10, 2007.

Toronto, Ontario
September 9, 2008


Chartered Accountant
Licensed Public Accountant

**THE BOARD OF MANAGEMENT FOR THE
WEXFORD HEIGHTS BUSINESS IMPROVEMENT AREA
STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2007**

	2007 \$	2006 \$
ASSETS		
Current		
Cash	57,936	71,999
Accounts receivable		
City of Toronto - special charges (Note 3)	17,416	19,764
Other receivable	21,000	14,115
	<u>96,352</u>	<u>105,878</u>
LIABILITIES		
Current		
Accounts payable and accrued liabilities		
City of Toronto	-	6,956
Other	1,477	21,963
	<u>1,477</u>	<u>28,919</u>
ACCUMULATED SURPLUS		
Operating	<u>94,875</u>	<u>76,959</u>
	<u>96,352</u>	<u>105,878</u>

Approved on behalf of the Board of Management:



Chair



Treasurer

**THE BOARD OF MANAGEMENT FOR THE
WEXFORD HEIGHTS 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 levies	183,121	183,121	183,432
Grants	-	12,720	4,790
Donations, contributions and sponsorships	62,400	54,590	55,303
	<u>245,521</u>	<u>250,431</u>	<u>243,525</u>
EXPENDITURE			
Administration	45,674	44,752	45,082
Promotion and advertising	155,500	181,038	140,788
Capital and maintenance	40,000	-	11,251
Provision for (recovery of) uncollected levies (Note 3)	4,347	6,725	(3,091)
	<u>245,521</u>	<u>232,515</u>	<u>194,030</u>
EXCESS OF REVENUE OVER EXPENDITURE FOR THE YEAR	-	17,916	49,495
OPERATING SURPLUS, BEGINNING OF YEAR	<u>76,959</u>	<u>76,959</u>	<u>27,464</u>
OPERATING SURPLUS, END OF YEAR	<u>76,959</u>	<u>94,875</u>	<u>76,959</u>

**THE BOARD OF MANAGEMENT FOR THE
WEXFORD HEIGHTS BUSINESS IMPROVEMENT AREA
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED DECEMBER 31, 2007**

	2007	2006
	\$	\$
CASH PROVIDED BY (USED IN) OPERATIONS		
Excess of revenue over expenditure for the year	17,916	49,495
Increase (decrease) resulting from changes in		
Accounts receivable - City of Toronto	2,348	(10,641)
Accounts receivable – Other	(6,885)	(5,732)
Accounts payable – Other	(20,486)	6,956
Accounts payable – City of Toronto	(6,956)	17,084
CASH PROVIDED BY (USED IN) OPERATIONS	(14,063)	57,162
CASH, BEGINNING OF YEAR	71,999	14,837
CASH, END OF YEAR	57,936	71,999

**THE BOARD OF MANAGEMENT FOR THE
WEXFORD HEIGHTS BUSINESS IMPROVEMENT AREA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2007**

1. ESTABLISHMENT AND OPERATIONS

The Wexford Heights 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
WEXFORD HEIGHTS 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 the City of Toronto are comprised of:

	2007 \$	2006 \$
Total special charges outstanding	32,916	30,164
Less: allowance for uncollected special charges	<u>(15,500)</u>	<u>(10,400)</u>
Special charges receivable	<u>17,416</u>	<u>19,764</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	1,625	1,309
Change in allowance for uncollected special charges	<u>5,100</u>	<u>(4,400)</u>
	<u>6,725</u>	<u>(3,091)</u>

**THE BOARD OF MANAGEMENT FOR THE
WEXFORD HEIGHTS 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 improvement projects of which the Board's share of \$45,000 (2006-\$20,000) 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.

6. COMPARATIVE FIGURES

Some comparative figures have been reclassified to conform to the financial statement presentation adopted in the current year.