

Appendix AY-1:

**THE BOARD OF MANAGEMENT FOR THE
GREEKTOWN ON THE DANFORTH
BUSINESS IMPROVEMENT AREA**

**Financial Statements
For the Year Ended December 31, 2008**

GREEKTOWN ON THE DANFORTH BUSINESS IMPROVEMENT AREA

DECEMBER 31, 2008

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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 Greektown on the Danforth Business Improvement Area

I have audited the statement of financial position of the Board of Management for the Greektown on the Danforth Business Improvement Area as at December 31, 2008 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, 2008 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
May 29, 2009



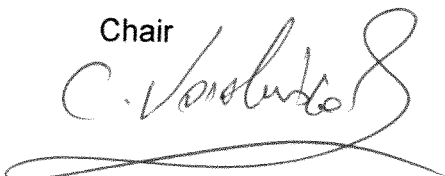
Chartered Accountant
Licensed Public Accountant

**THE BOARD OF MANAGEMENT FOR THE
GREEKTOWN ON THE DANFORTH BUSINESS IMPROVEMENT AREA
STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2008**

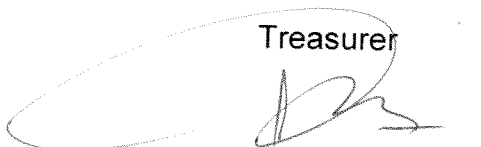
	2008	2007
	\$	\$
ASSETS		
Current		
Cash and short-term investments	399,021	465,192
Accounts receivable		
City of Toronto – special charges (note 3)	41,272	11,397
City of Toronto – other	-	-
Other	49,761	59,571
	<u>490,054</u>	<u>536,160</u>
LIABILITIES		
Current		
Accounts payable and accrued liabilities		
City of Toronto	936	-
Other	154,373	146,499
	<u>155,309</u>	<u>146,499</u>
ACCUMULATED SURPLUS		
Operating	334,745	389,661
	<u>490,054</u>	<u>536,160</u>

Approved on behalf of the Board of Management:

Chair



Treasurer



**THE BOARD OF MANAGEMENT FOR THE
GREEKTOWN ON THE DANFORTH BUSINESS IMPROVEMENT AREA
STATEMENT OF REVENUE, EXPENDITURE AND OPERATING SURPLUS
FOR THE YEAR ENDED DECEMBER 31, 2008**

	2008 \$ Budget	2008 \$ Actual	2007 \$ Actual
REVENUE			
City of Toronto – special charges	426,769	426,769	435,485
Grants and other revenue	100,000	102,036	6,307
Taste of the Danforth:			
Sponsorship	402,000	260,942	399,684
Donations and other revenue	100,000	109,873	194,816
	<u>1,028,769</u>	<u>899,620</u>	<u>1,036,292</u>
EXPENDITURE			
Administration	97,090	147,848	104,320
Promotion and advertising	700,500	651,615	644,828
Capital and maintenance	225,200	153,969	175,127
Provision for uncollected special charges (note 3)	30,979	1,104	26,260
	<u>1,053,769</u>	<u>954,536</u>	<u>950,535</u>
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURE FOR THE YEAR	(25,000)	(54,916)	85,757
OPERATING SURPLUS, BEGINNING OF YEAR	<u>389,661</u>	<u>389,661</u>	<u>303,904</u>
OPERATING SURPLUS, END OF YEAR	<u>364,661</u>	<u>334,745</u>	<u>389,661</u>

**THE BOARD OF MANAGEMENT FOR THE
GREEKTOWN ON THE DANFORTH BUSINESS IMPROVEMENT AREA
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED DECEMBER 31, 2008**

	2008	2007
	\$	\$
CASH PROVIDED (USED IN) BY OPERATIONS		
Excess (deficiency) of revenue over expenditure for the year	(54,916)	85,757
Increase (decrease) resulting from changes in		
Accounts receivable – City of Toronto	(29,875)	16,620
Accounts receivable – other	9,810	(47,616)
Accounts payable – other	7,874	130,269
Accounts payable - City of Toronto	936	(129,753)
CASH PROVIDED BY (USED IN) OPERATIONS	(66,171)	55,277
CASH AND SHORT- TERM INVESTMENTS, BEGINNING OF YEAR	465,192	409,915
CASH AND SHORT –TERM INVESTMENTS, END OF YEAR	399,021	465,192

**THE BOARD OF MANAGEMENT FOR THE
GREEKTOWN ON THE DANFORTH BUSINESS IMPROVEMENT AREA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2008**

1. ESTABLISHMENT AND OPERATIONS

The Greektown on the Danforth 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
GREEKTOWN ON THE DANFORTH BUSINESS IMPROVEMENT AREA
NOTES TO THE FINANCIAL STATEMENTS, CONT'D
FOR THE YEAR ENDED DECEMBER 31, 2008

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:

	2008 \$	2007 \$
Total special charges outstanding	76,672	60,697
Less: allowance for uncollected special charges	(35,400)	(49,300)
Special charges receivable	<u>41,272</u>	<u>11,397</u>

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

	2008 \$	2007 \$
Special charges written-off	15,004	5,560
Change in allowance for uncollected special charges	(13,900)	20,700
	<u>1,104</u>	<u>26,260</u>

**THE BOARD OF MANAGEMENT FOR THE
GREEKTOWN ON THE DANFORTH BUSINESS IMPROVEMENT AREA
NOTES TO THE FINANCIAL STATEMENTS, CONT'D
FOR THE YEAR ENDED DECEMBER 31, 2008**

4. 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.