

**THE BOARD OF MANAGEMENT FOR THE
MOUNT DENNIS
BUSINESS IMPROVEMENT AREA**

**Financial Statements
For the Year Ended December 31, 2009**

**MOUNT DENNIS
BUSINESS IMPROVEMENT AREA**

DECEMBER 31, 2009

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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 Mount Dennis Business Improvement Area


I have audited the statement of financial position of the Board of Management for the Mount Dennis Business Improvement Area as at December 31, 2009 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 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, 2009 and the results of its operations and changes in financial position for the year then ended in accordance with Canadian generally accepted accounting principles.

Budget Figures are provided for comparative purposes only and have not been subject to audit procedures. Accordingly, I do not express any opinion regarding the budget figures.

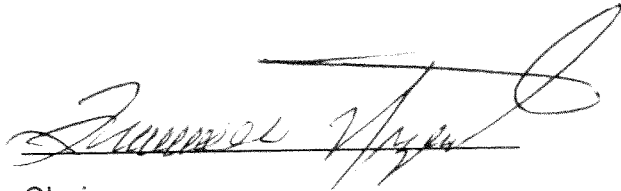
Toronto, Ontario
May 16, 2010

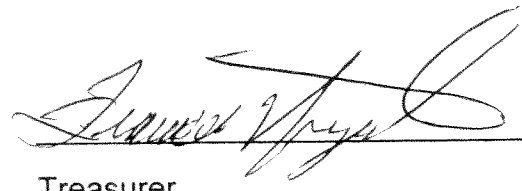

Chartered Accountant
Licensed Public Accountant

**THE BOARD OF MANAGEMENT FOR THE
MOUNT DENNIS BUSINESS IMPROVEMENT AREA
STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2009**

	2009 \$	2008 \$
ASSETS		
Current		
Cash	46,801	37,395
Accounts receivable		
City of Toronto – special charges (Note 3)	1,538	1,546
Other	209	168
	48,548	39,109
LIABILITIES		
Current		
Accounts payable and accrued liabilities		
City of Toronto	-	-
Other	1,141	1,141
	1,141	1,141
ACCUMULATED SURPLUS		
Operating	47,407	37,968
	48,548	39,109

Approved on behalf of the Board of Management:


Chair


Treasurer

**THE BOARD OF MANAGEMENT FOR THE
MOUNT DENNIS BUSINESS IMPROVEMENT AREA
STATEMENT OF REVENUE, EXPENDITURE AND OPERATING SURPLUS
FOR THE YEAR ENDED DECEMBER 31, 2009**

	2009 \$ Budget (Unaudited)	2009 \$ Actual	2008 \$ Actual
REVENUE			
City of Toronto – special charges	17,378	17,378	13,063
Municipal grants, fund raising and other	-	-	682
	17,378	17,378	13,745
EXPENDITURE			
Administration	3,891	2,165	1,374
Promotion and advertising	2,500	279	-
Capital and maintenance	10,500	5,000	2,950
Provision for (recovery of) uncollected special charges (Note 3)	487	495	(300)
	17,378	7,939	4,024
EXCESS OF REVENUE OVER EXPENDITURE FOR THE YEAR	-	9,439	9,721
OPERATING SURPLUS, BEGINNING OF YEAR	37,968	37,968	28,247
OPERATING SURPLUS, END OF YEAR	37,968	47,407	37,968

**THE BOARD OF MANAGEMENT FOR THE
MOUNT DENNIS BUSINESS IMPROVEMENT AREA
STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED DECEMBER 31, 2009**

	2009	2008
	\$	\$
CASH PROVIDED BY OPERATIONS		
Excess of revenue over expenditure for the year	9,439	9,721
Increase (decrease) resulting from changes in		
Accounts receivable - City of Toronto	8	499
Accounts receivable – other	(41)	(31)
Accounts payable - City of Toronto	-	(367)
Accounts payable – other	-	-
CASH PROVIDED BY OPERATIONS	9,406	9,822
CASH, BEGINNING OF YEAR	37,395	27,573
CASH, END OF YEAR	46,801	37,395

**THE BOARD OF MANAGEMENT FOR THE
MOUNT DENNIS BUSINESS IMPROVEMENT AREA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2009**

1. ESTABLISHMENT AND OPERATIONS

The Mount Dennis 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 assets
Purchased capital assets are recorded at cost. Amortization is calculated on a straight-line basis over the estimated useful lives of the assets as follows:

Computers	3 years
Street & Christmas lights	5 years
Street furniture	5 years
Planters	5 years
- (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
MOUNT DENNIS BUSINESS IMPROVEMENT AREA
NOTES TO THE FINANCIAL STATEMENTS, CONT'D
FOR THE YEAR ENDED DECEMBER 31, 2009

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:

	2009	2008
	\$	\$
Total special charges outstanding	2,038	1,646
Less: allowance for uncollected special charges	(500)	(100)
Special charges receivable	<u>1,538</u>	<u>1,546</u>

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

	2009	2008
	\$	\$
Special charges written-off	95	-
Change in provision for uncollected levies	400	(300)
	<u>495</u>	<u>(300)</u>

**THE BOARD OF MANAGEMENT FOR THE
MOUNT DENNIS BUSINESS IMPROVEMENT AREA
NOTES TO THE FINANCIAL STATEMENTS, CONT'D
FOR THE YEAR ENDED DECEMBER 31, 2009**

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.

5. FINANCIAL INSTRUMENTS

The carrying value of the BIA's financial instruments approximates their values.