

**DUNDAS WEST BUSINESS IMPROVEMENT AREA**

**(a government organization)**

**FINANCIAL STATEMENTS**

**YEAR ENDED DECEMBER 31, 2011**

## INDEX

1. Independent Auditors' Report
2. Statement of Financial Position
3. Statement of Changes in Net Assets
4. Statement of Receipts over Expenditures
- 5-6. Notes to Financial Statements

**BERMAN, LOFCHICK & LUM, LLP**  
**CHARTERED ACCOUNTANTS**

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**INDEPENDENT AUDITORS' REPORT**

We have audited the accompanying financial statements of Dundas West Business Improvement Area, which comprise the statement of financial position as at December 31, 2011 and the statements of operations and changes in net assets for the year then ended, and a summary of significant accounting policies and other explanatory information.

**Management's Responsibility for the Financial Statements**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian generally accepted accounting principles, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

**Auditor's Responsibility**

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.


An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

**Opinion**

In our opinion, the financial statements present fairly, in all material respects, the financial position of Dundas West Business Improvement Area as at December 31, 2011, and the results of its operations for the year then ended in accordance with Canadian generally accepted accounting principles.

Toronto, Ontario.  
June 27, 2012.

Respectfully submitted,  
  
CHARTERED ACCOUNTANTS  
Licensed Public Accountants.

**DUNDAS WEST BUSINESS IMPROVEMENT AREA**

(a government organization)

**STATEMENT OF FINANCIAL POSITION**

**DECEMBER 31, 2011**

	2011	2010
<b>ASSETS</b>		
Current		
Cash and GIC	\$ 237,250	\$ 215,925
Accounts receivable - City of Toronto (note 4)	6,080	22,328
Sundry receivable	7,418	6,829
Prepaid expenses	<u>683</u>	<u>183</u>
	<u>\$ 251,431</u>	<u>\$ 245,265</u>
<b>LIABILITIES</b>		
Current		
Accounts payable and accrued liabilities	\$ <u>72,463</u>	\$ <u>37,649</u>
<b>NET ASSETS</b>		
Reserve for capital expenditures	102,639	207,500
Unrestricted net assets	<u>76,329</u>	<u>116</u>
	<u>178,968</u>	<u>207,616</u>
	<u>\$ 251,431</u>	<u>\$ 245,265</u>

Approved on behalf of the Board:

\_\_\_\_\_ Director

\_\_\_\_\_ Director

The accompanying notes form an integral part of these financial statements.

**DUNDAS WEST BUSINESS IMPROVEMENT AREA**

**(a government organization)**

**STATEMENT OF CHANGES IN NET ASSETS**

**YEAR ENDED DECEMBER 31, 2011**

	Reserve for capital expenditures	Unrestricted	2011 Total	2010 Total
<b>BALANCE - Beginning of year</b>	\$ 207,500	\$ 116	\$ 207,616	\$ 201,532
- Excess of revenues over expenses		76,213	76,213	6,084
- Transfer from reserve	(104,861)	_____	(104,861)	_____
<b>BALANCE - End of year</b>	\$ <u>102,639</u>	\$ <u>76,329</u>	\$ <u>178,968</u>	\$ <u>207,616</u>

The accompanying notes form an integral  
part of these financial statements.

-3-

**DUNDAS WEST BUSINESS IMPROVEMENT AREA**

(a government organization)

**STATEMENT OF OPERATIONS**

**YEAR ENDED DECEMBER 31, 2011**

	Budget 2011	Actual 2011	Budget 2010	Actual 2010
<b>REVENUE</b>				
City of Toronto				
- Special charges	\$ 137,501	\$ 137,501	\$ 52,800	\$ 52,800
- Commercial research				
- Mural Grant	5,000	5,000		5,000
Interest and sundry	1,000	832	600	520
Levy appeals provision	10,199	4,551	3,510	8,164
Fundraising and events			1,400	300
Transfer from capital reserve	<u>170,000</u>	<u>104,861</u>	<u>120,000</u>	<u>        </u>
	<u>323,700</u>	<u>252,745</u>	<u>178,310</u>	<u>66,784</u>
<b>EXPENSES</b>				
Program and promotion	10,850	12,373	20,000	15,398
Administration	47,850	37,180	33,510	6,601
Provision for uncollected special charges (note 4)	12,500	10,300	4,800	6,200
Capital and maintenance	<u>252,500</u>	<u>116,679</u>	<u>120,000</u>	<u>32,501</u>
	<u>323,700</u>	<u>176,532</u>	<u>178,310</u>	<u>60,700</u>
<b>EXCESS OF RECEIPTS OVER EXPENSES</b>	\$ <u>        </u>	\$ <u>76,213</u>	\$ <u>        </u>	\$ <u>6,084</u>

The accompanying notes form an integral  
part of these financial statements.

# DUNDAS WEST BUSINESS IMPROVEMENT AREA

(a government organization)

## NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2011

### 1. PURPOSE OF THE ORGANIZATION

The Dundas West 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. The company is incorporated Federally as a not-for-profit organization and is exempt from income taxes under Section 149 of the Income Tax Act.

### 2. 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.
- (d) The organization considers its capital to be the balance maintained in its Unrestricted Net Assets. The primary objective of the organization is to invest its capital in a manner that will allow it to continue as a going concern and comply with its stated objectives. Capital is invested under the direction of the Board of Directors of the organization with the objective of providing a reasonable rate of return, minimizing risk and ensuring adequate liquid investments are on hand for current cash flow requirements. The organization is not subject to any externally imposed requirements of its capital.

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-5-

# DUNDAS WEST BUSINESS IMPROVEMENT AREA

(a government organization)

## NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2011

...Continued

### 3. CAPITAL AND MAINTENANCE

In order to finance major capital expenses, the BIA annually budgets certain amounts and accumulates them as a reserve for capital expenditures. Once adequate funds have accumulated, the BIA undertakes cost-shared capital improvement projects with the City. For this reason the actual expenses in a given year could significantly differ from the amount budgeted for the year. Any excess actual expenses are financed out of the reserve for capital expenditures.

### 4. 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:

	2011	2010
Total special charges outstanding	\$ 16,380	\$ 28,528
Deduct - allowance for uncollected special charges	<u>(10,300)</u>	<u>(6,200)</u>
Special charges receivable	\$ <u>6,080</u>	\$ <u>22,328</u>

### 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 to 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. STATEMENT OF CASH FLOWS

A statement of cash flows has not been provided as it would not provide any additional meaningful information.



X-MSK: 2BIG

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Reply-To: "CTS - Computer Training & Services" <merli@ctscanada.com>

From: "CTS - Computer Training & Services" <cts1@on.aibn.com>

To: <berman@eol.ca>

Cc: "Lubo Brezina" <brezinadesigns@gmail.com>,

"Roger Silveira" <gayleyscafe@hotmail.com>,

"Sylvia Draper-Fernandez" <sylvia@pasaccounting.org>,

"Carlos Dornelas" <Carlos@carlosdornelas.com>,

"Helder Ramos" <duwestbia@gmail.com>

Subject: Fw: 2011 Audited statements for DuWest

Date: Thu, 28 Jun 2012 10:45:11 -0400

Organization: CTS - Computer Training & Services

X-Mailer: Microsoft Outlook Express 6.00.2900.5931

X-pstn-levels: (S:99.90000/99.90000 CV:99.9000 FC:95.5390 LC:95.5390

R:95.9108 P:95.9108 M:97.0282 C:98.6951 )

X-pstn-dkim: 0 skipped: not-enabled

X-pstn-settings: 3 (1.0000:1.0000) s cv gt3 gt2 gt1

X-pstn-addresses: from <cts1@on.aibn.com> [3997/173]

*Selvan Magan*

----- Re-sending -----

----- Original Message -----

From: CTS - Computer Training & Services

To: berman@eol.ca

Cc: Lubo Brezina ; Roger Silveira ; Sylvia Draper-Fernandez ; Carlos Dornelas ; Helder Ramos

Sent: Wednesday, June 20, 2012 8:37 PM

Subject: 2011 Audited statements for DuWest

Hello Mr. Berman, good morning.

I am the treasurer of the Dundas West BIA. I have reviewed the draft copy of the 2011 audited financial statements prepared for us by your firm and can confirm that all is fine.

Regards,

John Merli, Treasurer

Dundas West BIA



Dundas West BIA1.pdf

28/06/2012