



# AUDITOR GENERAL'S REPORT ACTION REQUIRED

## Arenas – 2013 Audited Financial Statements

<b>Date:</b>	June 11, 2014
<b>To:</b>	Audit Committee
<b>From:</b>	Auditor General
<b>Wards:</b>	All
<b>Reference Number:</b>	

### **SUMMARY**

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The purpose of this report is to provide the Audit Committee and City Council with the 2013 audited financial statements of Arenas.

The 2013 audited financial statements for the eight City Arenas are presented to the Audit Committee after approval by their respective Boards or Committees of Management. The external auditors, Welch LLP, advise that they have provided their comments on internal controls to each organization by way of a report to the Board. Welch LLP's reports are appended to this report.

The external auditors issued a qualified opinion on the financial statements of the North Toronto Memorial Arena. The qualified opinion was on the basis that the Arena has not recognized the vacation or payroll liability as at December 31, 2013, which constitutes a departure from Canadian public sector accounting standards.

The financial statements for the Ted Reeve Community Arena and William H. Bolton Arena were not available at the time of preparation of this report but are expected to be available for the next meeting of Audit Committee.

### **RECOMMENDATION**

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**The Auditor General recommends that:**

1. City Council receive the 2013 audited financial statements of Arenas attached as Appendices.

## **Financial Impact**

The recommendation in this report has no financial impact.

## **ISSUE BACKGROUND**

The protocol relating to financial statements and management letters for Agencies and Corporations requires the governing body of each entity, subsequent to review and approval, to submit to the Audit Committee, for information purposes, copies of audited financial statements and management letters. Management responses are to be appended to each management letter. The Audit Committee also requested that the financial statements and management letters of all Community Centres and Arenas be submitted to Audit Committee at the same time.

This report provides City Council with the 2013 audited financial statements of Arenas.

In order to ensure timely presentation of results to Audit Committee we are appending financial statements for those Arenas currently completed. The remaining outstanding Arena financial statements will be available for the next meeting of the Audit Committee.

## **COMMENTS**

Appended to this report are the 2013 financial statements of the following Arenas:

- Forest Hill Memorial Arena
- George Bell Arena
- Leaside Memorial Community Gardens Arena
- McCormick Playground Arena
- Moss Park Arena
- North Toronto Memorial Arena

The financial statements for the Ted Reeve Community Arena and William H. Bolton Arena were not available at the time of preparation of this report but are expected to be available for the next meeting of the Audit Committee.

## **CONTACT**

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## **SIGNATURE**

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Jeffrey Griffiths, Auditor General

99-AGO-01

## **ATTACHMENTS**

2013 Audited Financial Statements - Arenas:

- Appendix 1: Financial Statements and Report to Committee of Management – Forest Hill Memorial Arena
- Appendix 2: Financial Statements and Report to Committee of Management – George Bell Arena
- Appendix 3: Financial Statements and Report to Committee of Management – Leaside Memorial Community Gardens Arena
- Appendix 4: Financial Statements and Report to Committee of Management – McCormick Playground Arena
- Appendix 5: Financial Statements and Report to the Board of Management – Moss Park Arena
- Appendix 6: Financial Statements and Report to the Board of Management – North Toronto Memorial Arena

*Not available at time of preparation of this report:*

- Appendix 7: Financial Statements and Report to Committee of Management – Ted Reeve Community Arena
- Appendix 8: Financial Statements and Report to Committee of Management – William H. Bolton Arena