2008 Audited Financial Statements of Business Improvement Areas (BIAs) – Report No. 1

Date: September 9, 2009
To: Audit Committee
From: Acting Treasurer
Director, Business Services, Economic Development, Culture and Tourism
Wards: All
Reference Number: P:\2009\Internal Services\acc\ac09010acc (AFS# 8705)

SUMMARY
The purpose of this report is to present the 2008 audited financial statements and management letters of fifty-five Business Improvement Areas (BIAs) along with Knob Hill Plaza BIA’s 2006, 2007 and 2008 financial statements to Audit Committee and City Council for approval.

RECOMMENDATIONS
The Acting Treasurer and the Director, Business Services, Economic Development, Culture and Tourism recommend that:

1. The Audit Committee approve the 2008 audited financial statements and management letters of the fifty-five Business Improvement Areas and Knob Hill Plaza BIA’s 2006, 2007 and 2008 financial statements attached as Appendices A-1 to BG-1 of this report, and forward these to City Council for its approval.

Financial Impact
There are no financial implications resulting from this report.

The Deputy City Manager and Chief Financial Officer has reviewed this report and agrees with the financial impact information.

DECISION HISTORY
Annually, members of individual BIAs approve their budget at their respective Annual General Meeting and submit it to City Council for approval. For financial reporting
purposes, BIAs are classified as Other Government Organization and are included in the City’s consolidated financial statements.

In accordance with Chapter 19 of the City of Toronto Municipal Code, each BIA Board is required to approve and submit its audited financial statements and management letter annually to City Council for approval.

**ISSUE BACKGROUND**

The fifty-five audited financial statements and management letters attached to this report have been approved by the respective Board of Management of the BIA. The 2008 audited financial statements and management letters for nine other BIAs are in the process of being prepared, audited or awaiting approval of the respective Board and are expected to be presented at the next Audit Committee meeting.

The Board of Management of Knob Hill Plaza had been inactive for the past three years, and as a result, City Council repealed the establishing by-laws for the Knob Hill Plaza BIA and its Board of Management at its meeting on May 26 & 27, 2008. (Re: Economic Development Committee Report Meeting No. 13, Agenda Item ED13.10). Accordingly, on behalf of the previous Board of Management, the City of Toronto staff had approved the attached financial statements of the Knob Hill Plaza BIA.


The only remaining 2008 BIA, Historic Queen East BIA, failed to timely approve an operating budget for 2008 and accordingly it did not incur any actual revenue or expenditures for presentation.

**COMMENTS**

Fifty of the BIA’s identified in this report did not have any management letter issues identified by their respective auditor and these are included as appendices AR-1, AS-1, AZ-2 and BG-1 to this report. For the remaining five BIA’s, the management of BIAs have agreed with the auditors recommendations and have or have committed to take actions as outlined in the specific management letters appended to this report.

The 2008 audited financial statements and related management letters for the following BIAs are included as appendices.
<table>
<thead>
<tr>
<th>Area</th>
<th>Management Letter Issues YES/NO</th>
<th>Management Letter Issues YES/NO</th>
</tr>
</thead>
<tbody>
<tr>
<td>Albion - Islington</td>
<td>NO</td>
<td>Mount Dennis</td>
</tr>
<tr>
<td>Beaches</td>
<td>NO</td>
<td>Old Cabbagetown</td>
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<tr>
<td>Bloorcourt Village</td>
<td>NO</td>
<td>Pape Village</td>
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<tr>
<td>Bloor West Village</td>
<td>NO</td>
<td>Parkdale Village</td>
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<tr>
<td>Bloor – Yorkville</td>
<td>NO</td>
<td>Queens Quay Harbourfront</td>
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<tr>
<td>China Town</td>
<td>YES</td>
<td>Riverside</td>
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<tr>
<td>Church Wellesley Village</td>
<td>NO</td>
<td>Roncesvalles Village</td>
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<td>Corso Italia</td>
<td>NO</td>
<td>Rosedale-Summerhill</td>
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<td>Danforth Village</td>
<td>NO</td>
<td>St. Clair Gardens</td>
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<tr>
<td>Downtown Yonge</td>
<td>NO</td>
<td>St. Lawrence Market Neighbourhood</td>
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<tr>
<td>Eglinton Way</td>
<td>NO</td>
<td>Sheppard East</td>
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<tr>
<td>Emery Village</td>
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<td>Upper Village</td>
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<tr>
<td>Fair Bank</td>
<td>NO</td>
<td>Uptown Yonge</td>
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<tr>
<td>Forest Hill</td>
<td>NO</td>
<td>Village of Islington</td>
</tr>
<tr>
<td>Gerrard India Bazaar</td>
<td>NO</td>
<td>Weston</td>
</tr>
<tr>
<td>Junction Gardens</td>
<td>YES</td>
<td>West Queen West</td>
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<tr>
<td>Kennedy Road</td>
<td>NO</td>
<td>Wexford Heights</td>
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<tr>
<td>Knob Hill Plaza</td>
<td>NO</td>
<td>Wychwood Heights</td>
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<tr>
<td>Lakeshore Village</td>
<td>NO</td>
<td>Yonge-Lawrence Village</td>
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<tr>
<td>Liberty Village</td>
<td>NO</td>
<td>York Eglinton</td>
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<tr>
<td>Danforth Mosaic</td>
<td>NO</td>
<td>Dovercourt Village</td>
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<td>Bloor Annex</td>
<td>NO</td>
<td>Kingsway</td>
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<tr>
<td>Bloor by the Park</td>
<td>NO</td>
<td>Korea Town</td>
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<td>Bloordale Village</td>
<td>YES</td>
<td>Little Italy</td>
</tr>
<tr>
<td>College Promenade</td>
<td>NO</td>
<td>Mimico By The Lake</td>
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<tr>
<td>Eglinton Hill</td>
<td>YES</td>
<td>Mimico Village</td>
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<tr>
<td>Greektown on the Danforth</td>
<td>NO</td>
<td>Regal Heights Village</td>
</tr>
<tr>
<td>Harbord Street</td>
<td>NO</td>
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CONTACT

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SIGNATURE

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Giuliana Carbone  Eva Pyatt
Acting Treasurer  Director, Business Services, EDCT

ATTACHMENTS

App. A-1: Albion-Islington Financial Statements
App. B-1: Beaches Financial Statements
App. C-1: Bloorcourt Village Financial Statements
App. D-1: Bloor Street Financial Statements
App. E-1: Bloor West Village Financial Statements
App. F-1: Bloor-Yorkville Financial Statements
App. G-1: Chinatown Financial Statements
App. G-2: Chinatown Management Letter
App. H-1: Church-Wellesley Financial Statements
App. I-1: Corso Italia Financial Statements
App. J-1: Danforth Mosaic Financial Statements
App. K-1: Danforth Village Financial Statements
App. L-1: Dovercourt Village Financial Statements
App. M-1: Downtown Yonge Financial Statements
App. N-1: The Eglinton Way Financial Statements
App. O-1: Emery Village Financial Statements
App. P-1: Fairbank Village Financial Statements
App. Q-1: Forest Hill Village Financial Statements
App. R-1: Gerrard India Bazaar Financial Statements
App. S-1: Junction Gardens Financial Statements
App. S-2: Junction Gardens Management Letter
App. T-1: Kennedy Road Financial Statements
Appendix V-1: Lakeshore Village Financial Statements
Appendix W-1: Liberty Village Financial Statements
Appendix X-1: Mount Dennis Financial Statements
Appendix Y-1: Old Cabbagetown Financial Statements
Appendix Z-1: Pape Village Financial Statements
Appendix AA-1: Parkdale Village Financial Statements
Appendix AB-1: Queens Quay Harbourfront Financial Statements
Appendix AC-1: Riverside Financial Statements
Appendix AD-1: Roncesvalles Village Financial Statements
Appendix AE-1: Rosedale Main Street Financial Statements
Appendix AF-1: St. Clair Gardens Financial Statements
Appendix AG-1: St. Lawrence Market Neighbourhood Financial Statements
Appendix AH-1: Sheppard East Village Financial Statements
Appendix AJ-1: Upper Village Financial Statements
Appendix AK-1: Village of Islington Financial Statements
Appendix AL-1: Weston Village Financial Statements
Appendix AM-1: West Queen West Financial Statements
Appendix AN-1: Wexford Heights
Appendix AN-2: Wexford Heights Management Letter
Appendix AO-1: Wychwood Heights Financial Statements
Appendix AP-1: Yonge-Lawrence Village Financial Statements
Appendix AQ-1: York Eglinton Financial Statements
Appendix AR-1: A letter from the auditor, Rosenwig McRae Thorpe LLP dated February 25, 2009 stating that there were no significant management letter issues identified.
Appendix AS-1: A letter from the auditor, Rafiq Dosani dated June 4, 2009 stating that there were no significant management letter issues identified.
Appendix AT-1: Bloor Annex Financial Statements
Appendix AU-1: Bloor by the Park Financial Statements
Appendix AV-1: Bloordale Village Financial Statements
Appendix AV-2: Bloordale Village Management Letter
Appendix AW-1: College Promenade Financial Statements
Appendix AX-1: Eglinton Hill Financial Statements
Appendix AX-2: Eglinton Hill Management Letter
AppendixAY-1: Greektown on the Danforth Financial Statements
Appendix AZ-1: Harbord Street Financial Statements
Appendix AZ-2: Harbord Street Management Letter
Appendix BA-1: Kingsway Financial Statements
Appendix BB-1: Korea Town Financial Statements
Appendix BC-1: Little Italy Financial Statements
Appendix BD-1: Mimico By The Lake Financial Statements
Appendix BE-1: Mimico Village Financial Statements
Appendix BF-1: Regal Heights Village Financial Statements
Appendix BG-1: A letter from the auditor, Rafiq Dosani dated August 31, 2009 stating that there were no significant management letter issues identified.