

**THE BOARD OF MANAGEMENT FOR THE
BLOOR WEST VILLAGE
BUSINESS IMPROVEMENT AREA**

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

**BLOOR WEST VILLAGE
BUSINESS IMPROVEMENT AREA**

DECEMBER 31, 2009

CONTENTS

	<u>Page</u>
Auditor's report	3
Financial statements	
Statement of financial position	4
Statement of revenue, expenditure and operating surplus	5
Statement of changes in financial position	6
Notes to financial statements	7 – 9

RAFIQ DOSANI, B.Comm. CFE CA
CHARTERED ACCOUNTANT

90 Risebrough Avenue
Toronto, Ontario M2M 2E3
Telephone: (416) 221 – 4095
Fax: (416) 221 – 4160

AUDITOR'S REPORT

To the Council of the Corporation of the City of Toronto and the Board of Management for the Bloor West Village Business Improvement Area

I have audited the statement of financial position of the Board of Management for the Bloor West Village 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
June 1, 2010

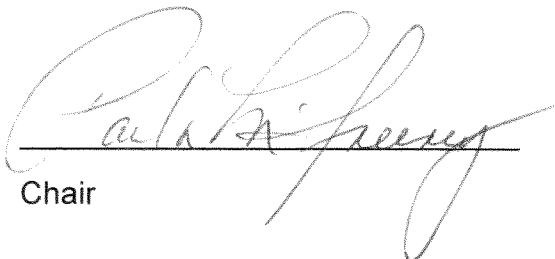


Chartered Accountant
Licensed Public Accountant


**THE BOARD OF MANAGEMENT FOR THE
 BLOOR WEST VILLAGE BUSINESS IMPROVEMENT AREA
 STATEMENT OF FINANCIAL POSITION
 AS AT DECEMBER 31, 2009**

	2009	2008
	\$	\$
ASSETS		
CURRENT		
Cash and short-term investments	70,298	2,035
Accounts receivable		
City of Toronto – special charges (Note 4)	27,658	50,618
Other	21,949	21,922
	<u>119,905</u>	<u>74,575</u>
Capital assets, net (note 5)	<u>31,662</u>	<u>47,114</u>
	<u>151,567</u>	<u>121,689</u>
LIABILITIES		
CURRENT		
Accounts payable and accrued liabilities		
City of Toronto	14,930	12,632
Other	55,744	52,951
	<u>70,674</u>	<u>65,583</u>
ACCUMULATED SURPLUS		
Restricted	31,662	47,114
Unrestricted	49,231	8,992
	<u>80,893</u>	<u>56,106</u>
	<u>151,567</u>	<u>121,689</u>

Approved on behalf of the Board of Management:



 Chair



 Treasurer

**THE BOARD OF MANAGEMENT FOR THE
 BLOOR WEST VILLAGE 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	338,851	338,851	345,945
Sponsorship and Other	9,000	19,545	5,752
Interest	-	82	1,635
	<u>347,851</u>	<u>358,478</u>	<u>353,332</u>
EXPENDITURE			
Promotion and advertising	161,000	158,862	177,721
Maintenance	88,500	120,832	85,465
Administration	16,360	8,662	9,247
Capital	90,000	-	-
Amortization of Capital Assets	-	30,383	27,398
Provision for (recovery of) uncollected levies (Note 4)	(8,009)	14,952	(2,167)
	<u>347,851</u>	<u>333,691</u>	<u>297,664</u>
EXCESS OF REVENUE OVER EXPENDITURE FOR THE YEAR	-	24,787	55,668
SURPLUS, BEGINNING OF YEAR	<u>56,106</u>	<u>56,106</u>	<u>438</u>
SURPLUS, END OF YEAR	<u><u>56,106</u></u>	<u><u>80,893</u></u>	<u><u>56,106</u></u>

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

	2009	2008
	\$	\$
CASH PROVIDED BY (USED IN) OPERATIONS		
Excess of revenue over expenditure for the year	24,787	55,668
Add: non-cash item		
Amortization of capital assets	30,383	27,398
Increase (decrease) resulting from changes in		
Accounts receivable - City of Toronto	22,960	(17,548)
Accounts receivable – other	(27)	(12,501)
Accounts payable and accrued liabilities – City	2,298	(218,908)
Accounts payable and accrued liabilities – other	2,793	(19,046)
	<u>83,194</u>	<u>(184,937)</u>
CASH PROVIDED BY (USED IN) OPERATIONS	83,194	(184,937)
INVESTING ACTIVITY		
Purchase of capital assets	(14,931)	-
CASH AND SHORT-TERM INVESTMENTS, BEGINNING OF YEAR	<u>2,035</u>	<u>186,972</u>
CASH AND SHORT-TERM INVESTMENTS, END OF YEAR	<u>70,298</u>	<u>2,035</u>

**THE BOARD OF MANAGEMENT FOR THE
BLOOR WEST VILLAGE BUSINESS IMPROVEMENT AREA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2009**

1. ESTABLISHMENT AND OPERATIONS

The Bloor West Village 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. CHANGE IN BASIS OF PRESENTATION FOR 2009

For fiscal year commencing on January 1, 2009 the Canadian Institute of Chartered Accountants (CICA) has required that the accounting recommendations and disclosure requirements, as prescribed by the Public Sector Accounting Board of The Canadian Institute of Chartered Accountants, be adopted for use by Ontario municipalities and their local boards and agencies. As a result, the Board has implemented accounting policies as recommended. The implementation of these policies has resulted in the Board changing its method of accounting for capital assets, on a retroactive basis, from expensing them when purchased to capitalizing and amortizing them over their estimated useful lives.

The effect of these changes has been to increase capital assets and surplus by \$31,662, as at December 31, 2009 (2008 – increase \$47,114), and increase expenses by \$15,452 for the year ended December 31, 2009 (2008 – increase expenses by \$27,398). In addition, the opening 2008 comparative figures have been adjusted to reflect the retroactive application of the recommendations, resulting in an increase in surplus by \$73,636.

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

3. 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:

Flags and banners	3 years
Street & Christmas lights	5 years
Benches	5 years
Planters	5 years
- (c) Services provided without charge by the City of Toronto and others are not recorded in these financial statements.

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:

	2009	2008
	\$	\$
Total special charges outstanding	54,058	62,918
Less: allowance for uncollected special charges	(26,400)	(12,300)
Special charges receivable	27,658	50,618

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

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

	2009	2008
	\$	\$
Special charges written-off	852	11,033
Change in allowance for uncollected special charges	14,100	(13,200)
	<u>14,952</u>	<u>(2,167)</u>

5. CAPITAL ASSETS

	2009		2008	
	Cost	Accumulated Amortization	Net book Value	Net book value
Lights	146,459	117,883	28,576	45,183
Benches	5,464	2,378	3,086	1,931
	<u>151,923</u>	<u>120,261</u>	<u>31,662</u>	<u>47,114</u>

6. 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.

7. FINANCIAL INSTRUMENTS

The carrying value of the BIA's financial instruments approximate their values. The BIA is subject to an interest rate risk with respect to its investments, however, as these instruments are short-term investments the risk is minimal.

8. COMPARATIVE FIGURES

Certain comparative figures have been reclassified to conform with current year's presentation.