



**AUDITOR GENERAL'S
REPORT
ACTION REQUIRED**

Arenas – 2012 Audited Financial Statements

Date:	June 18, 2013
To:	Audit Committee
From:	Auditor General
Wards:	All
Reference Number:	

SUMMARY

The purpose of this report is to provide the Audit Committee and City Council with the 2012 audited financial statements of Arenas.

Audited 2012 financial statements have been completed for the eight City Arenas. The external auditors, Grant Thornton LLP, advise that a management letter will be issued which identifies basic control deficiencies that would generally apply to all of the Arenas. This management letter has not been finalized yet.

A separate management letter has also been issued which identifies control deficiencies at William H. Bolton Arena. A response from management has not yet been received. We will follow up on this response once it has been received.

The financial statements for the Forest Hill Memorial Arena, Leaside Memorial Community Gardens Arena, McCormick Playground Arena, Moss Park Arena and Ted Reeve Community Arena were not available at the time of preparation of this report but are expected to be available for the July 4, 2013 meeting of Audit Committee.

RECOMMENDATIONS

The Auditor General recommends that:

1. City Council receive the 2012 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 approval and review, 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 2012 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 are expected to be received in time to be tabled at the July 4, 2013 meeting of Audit Committee.

COMMENTS

Appended to this report are the 2012 financial statements of the following Arenas:

- George Bell Arena
- North Toronto Memorial Arena
- William H. Bolton Arena

The financial statements for the Forest Hill Memorial Arena, Leaside Memorial Community Gardens Arena, McCormick Playground Arena, Moss Park Arena and Ted Reeve Community Arena were not available at time of preparation of this report but are expected to be available for the July 4, 2013 meeting of Audit Committee.

CONTACT

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SIGNATURE

Jeffrey Griffiths, Auditor General

13-AAS-12

ATTACHMENTS

2012 Audited Financial Statements - Arenas:

- Appendix 1: Committee of Management for the George Bell Arena
- Appendix 2: Board of Management for the North Toronto Memorial Arena
- Appendix 3: Committee of Management for the William H. Bolton Arena
- Appendix 4: Management Letter for William H. Bolton Arena

Not available at time of preparation of this report:

- Appendix 5: Committee of Management for the Forest Hill Memorial Arena
- Appendix 6: Committee of Management for the Leaside Memorial Community Gardens Arena
- Appendix 7: Committee of Management for the McCormick Playground Arena
- Appendix 8: Board of Management for the Moss Park Arena
- Appendix 9: Committee of Management for the Ted Reeve Community Arena