

**OSSINGTON AVENUE BUSINESS
IMPROVEMENT AREA
FINANCIAL STATEMENTS
DECEMBER 31, 2015**



C. C. L.

**Chartered Professional Accountants
Professional Corporation**

OSSINGTON AVENUE BUSINESS IMPROVEMENT AREA

**Financial Statements
December 31, 2015**

CONTENTS

	<u>Page</u>
Independent Auditor's Report	1 - 2
Statement of Financial Position	3
Statement of Changes in Accumulated Surplus	4
Statement of Operations	5
Statement of Cash Flows	6
Notes to Financial Statements	7 - 8



C.C.L. Chartered Professional Accountants
Professional Corporation
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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of OSSINGTON AVENUE BUSINESS IMPROVEMENT AREA

Report on the Financial Statements

We have audited the accompanying financial statements of **OSSINGTON AVENUE BUSINESS IMPROVEMENT AREA**, which comprise the statements of financial position as at **December 31, 2015** and the statements of operations, changes in accumulated surplus and cash flows for the period 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 accounting standards for local governments as prescribed by the Public Sector Accounting Board (PSAB), 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 judgment, 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 Ossington Avenue Business Improvement Area as at December 31, 2015 and the results of its operations, changes in accumulated surplus and its cash flows for the period ended in accordance with Canadian accounting standards for local governments as prescribed by the Public Sector Accounting Board (PSAB).

C.C.I

**Chartered Professional Accountants Professional Corporation
Licensed Public Accountants**

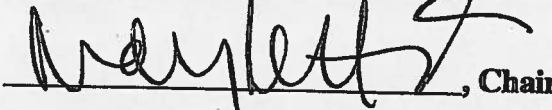
Toronto, Ontario
August 29, 2016

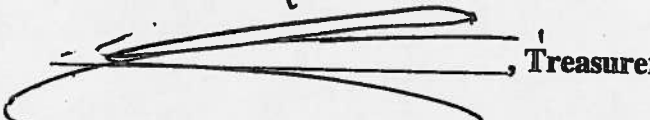
OSSINGTON AVENUE BUSINESS IMPROVEMENT AREA

**Statement of Financial Position
December 31, 2015**

	\$
Financial Assets	
Cash and short-term investments	45,950
Accounts receivable	
- City of Toronto - special charges (note 3)	4,113
- Other	<u>438</u>
	<u>50,501</u>
Liabilities	
Accounts payable	
- Other	2,982
Net Financial Assets	<u>47,519</u>
Accumulated Surplus	<u>50,501</u>

Approved on behalf of the Board of Management


_____, Chair


_____, Treasurer

OSSINGTON AVENUE BUSINESS IMPROVEMENT AREA

**Statement of Changes in Accumulated Surplus
Period ended December 31, 2015**

	\$
Accumulated Surplus	
Balance, beginning of period	
Excess for the period	-
Balance, end of period	<u>47,519</u>
	<u>47,519</u>

OSSINGTON AVENUE BUSINESS IMPROVEMENT AREA

Statement of Operations
Period ended December 31, 2015

Revenue	\$
City of Toronto - special charges	<u>54,296</u>
Expenses	
Advertising and promotion	3,460
Insurance	310
Office and general	508
Professional fees	1,400
Provision for uncollected special charges	<u>1,099</u>
	<u>6,777</u>
Excess for the period	<u>47,519</u>

OSSINGTON AVENUE BUSINESS IMPROVEMENT AREA

Statement of Cash Flows Period ended December 31, 2015

Funds provided (used):	\$
Operating Activities	
Excess for the period	
Changes in other non-cash working capital components (1)	47,519
	<u>(1,569)</u>
Net increase in cash	<u>45,950</u>
Cash, beginning of period	45,950
Cash, end of period	<u>-</u>
	<u>45,950</u>

(1) Changes in other non-cash working capital components represented by:

Accounts receivable - City of Toronto	(4,113)
Accounts receivable - Other	(438)
Accounts payable - Other	2,982
	<u>(1,569)</u>

OSSINGTON AVENUE BUSINESS IMPROVEMENT AREA

Notes to Financial Statements December 31, 2015

1. Nature of the Organization

Ossington Avenue Business Improvement Area is not-for-profit volunteer-based association dedicated to create a safe and competitive business area that attract shoppers and new businesses under the management and control of a Board of Management appointed by the 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 the Council under Section 220(17) of the Municipal Act.

2. Significant Accounting Policies

The Organization follows Canadian accounting standards for local governments as prescribed by the Public Sector Accounting Board (PSAB) which include the following policies:

Revenue recognition:

The Organization receives special charges from the City of Toronto, cash donations from corporate sponsors and private donors, as well as grants for operating purposes and capital projects. Revenue are being recorded upon signing of contract, and when collection can be reasonably ascertained.

Financial instruments:

Financial instruments are recorded at the approximated fair value. 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.

Use of Estimates:

The preparation of these financial statements in conformity with Canadian accounting standards for local governments requires management to make estimates and assumptions that affect the reported amount of assets and liabilities, at the date of the financial statements, and the reported amounts of revenues and expenses during the reported period. Actual results could differ from management's best estimates, as additional information becomes available in the future.

OSSINGTON AVENUE BUSINESS IMPROVEMENT AREA

Notes to Financial Statements
December 31, 2015

3. City of Toronto - Special Charges

Special charges levied by the City are collected from BIA members 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:

Total special charges outstanding	\$
	4,913
Less: allowance for uncollected special charges	(800)
Accounts receivable - City of Toronto (special charges)	<u>4,113</u>

The provision for uncollected levies reported on the Statement of Operations comprises:

Special charges written-off	\$
Allowance for uncollected special charges	299
	<u>800</u>
	<u>1,099</u>

4. 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.