

SHOPTHEQUEENSWAY.COM BUSINESS IMPROVEMENT AREA

Financial Statements

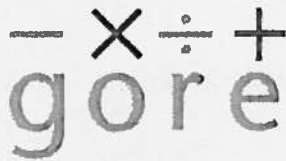
Year Ended December 31, 2015

SHOPTHEQUEENSWAY.COM BUSINESS IMPROVEMENT AREA

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Year Ended December 31, 2015

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INDEPENDENT AUDITOR'S REPORT

To the Members of shoptheQueensway.com Business Improvement Area

We have audited the accompanying financial statements of shoptheQueensway.com Business Improvement Area, which comprise the statement of financial position as at December 31, 2015 and the statements of operations and accumulated surplus, changes in net financial assets and cash flows for the year then 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 public sector accounting standards, 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.

(continues)

Independent Auditor's Report to the Members of shoptheQueensway.com Business Improvement Area
(continued)

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of shoptheQueensway.com Business Improvement Area as at December 31, 2015 and the results of its operations and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Robert J. & ASSOCIATES

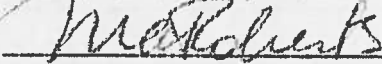
Toronto, Ontario
October 7, 2016

CHARTERED PROFESSIONAL ACCOUNTANTS
Licensed Public Accountants

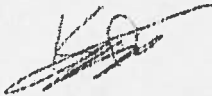
SHOPTHEQUEENSWAY.COM BUSINESS IMPROVEMENT AREA
Statement of Financial Position
December 31, 2015

	2015	2014
FINANCIAL ASSETS		
Cash	\$ 41,232	\$ 19,637
Short term investments	151,193	100,207
Due from the City of Toronto (Note 3)	6,034	-
Prepaid expenses	-	1,500
Harmonized sales tax recoverable	8,120	4,864
	<u>206,579</u>	<u>126,208</u>
LIABILITIES		
Accounts payable and accrued liabilities	4,271	1,925
	<u>202,308</u>	<u>124,283</u>
NET FINANCIAL ASSETS		
	17,538	25,564
NON-FINANCIAL ASSETS		
Tangible capital assets (Note 5)	17,538	25,564
	<u>219,846</u>	<u>149,847</u>
ACCUMULATED SURPLUS		
	\$ 219,846	\$ 149,847

ON BEHALF OF THE BOARD

 Board member

Board member



Kaven Menager - BIA Co-ordinator
 Oct 7, 2016

See notes to financial statements

Robert Gore & Associates
 Chartered Accountants

SHOPTHEQUEENSWAY.COM BUSINESS IMPROVEMENT AREA
Statement of Operations and Accumulated Surplus
Year Ended December 31, 2015

	(Note 8) Budget 2015	2015	2014
REVENUES			
City of Toronto - special charges (Note 3)	\$ 125,000	\$ 125,085	\$ 125,186
City of Toronto - Section 37 funding	-	-	12,938
Other revenue	-	786	207
	<u>125,000</u>	<u>125,871</u>	<u>138,331</u>
EXPENSES			
Administration	25,477	27,827	26,683
Amortization of tangible capital assets	-	14,275	13,650
Capital expenditures (Note 5)	163,486	-	-
Maintenance	2,100	1,644	1,133
Promotion and advertising	1,000	12,722	14,033
Provision for uncollected special charges (Note 6)	11,364	(596)	11,799
	<u>203,427</u>	<u>55,872</u>	<u>67,298</u>
ANNUAL SURPLUS (DEFICIT)	(78,427)	69,999	71,033
ACCUMULATED SURPLUS - BEGINNING OF YEAR	149,847	149,847	78,814
ACCUMULATED SURPLUS - END OF YEAR	\$ 71,420	\$ 219,846	\$ 149,847

See notes to financial statements

SHOPTHEQUEENSWAY.COM BUSINESS IMPROVEMENT AREA
Statement of Changes in Net Financial Assets
Year Ended December 31, 2015

	2015	2014
ANNUAL SURPLUS	\$ 69,999	\$ 71,033
Amortization of tangible capital assets	14,275	13,650
Purchase of tangible capital assets	<u>(6,249)</u>	<u>(15,386)</u>
	<u>8,026</u>	<u>(1,736)</u>
INCREASE IN NET FINANCIAL ASSETS	78,025	69,297
Net financial assets - beginning of year	<u>124,283</u>	<u>54,986</u>
NET FINANCIAL ASSETS - END OF YEAR	<u>\$ 202,308</u>	<u>\$ 124,283</u>

See notes to financial statements

SHOPTHEQUEENSWAY.COM BUSINESS IMPROVEMENT AREA**Statement of Cash Flows
Year Ended December 31, 2015**

	2015	2014
OPERATING ACTIVITIES		
Surplus	\$ 69,999	\$ 71,033
Item not affecting cash:		
Amortization of tangible capital assets	<u>14,275</u>	<u>13,650</u>
	<u>84,274</u>	<u>84,683</u>
Changes in non-cash working capital:		
Due from the City of Toronto	(6,034)	(1,978)
Accounts payable	2,346	(77)
Prepaid expenses	1,500	(1,500)
Harmonized sales tax recoverable	<u>(3,256)</u>	<u>3,592</u>
	<u>(5,444)</u>	<u>37</u>
Cash flow from operating activities	<u>78,830</u>	<u>84,720</u>
INVESTING ACTIVITY		
Purchase of tangible capital assets	<u>(6,249)</u>	<u>(15,386)</u>
Cash flow used by Investing activity	<u>(6,249)</u>	<u>(15,386)</u>
INCREASE IN CASH FLOW	72,581	69,334
CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR	<u>119,844</u>	<u>50,510</u>
CASH AND CASH EQUIVALENTS - END OF YEAR	<u>192,425</u>	<u>119,844</u>
CASH CONSISTS OF:		
Cash	\$ 41,232	\$ 19,637
Short term investments	<u>151,193</u>	<u>100,207</u>
	<u>\$ 192,425</u>	<u>\$ 119,844</u>

See notes to financial statements

SHOPTHEQUEENSWAY.COM BUSINESS IMPROVEMENT AREA

Notes to Financial Statements

Year Ended December 31, 2015

1. ESTABLISHMENT AND OPERATIONS

The shoptheQueensway.com 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 the 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. SIGNIFICANT ACCOUNTING POLICIES

These financial statements are the representation of management and have been prepared in accordance with generally accepted accounting standards for local governments as prescribed by the Public Sector Accounting Board (PSAB) of the Chartered Professional Accountants of Canada (CPAC), the most significant of which are as follows:

Measurement uncertainty

Certain amounts in the financial statements are subject to measurement uncertainty and are based on the organization's best information and judgment. Significant estimates included determining the useful lives of tangible capital assets for amortization, the allowance for uncollectible levies and contingent liabilities. Actual results could differ from these estimates.

Revenue recognition

The BIA receives special charges from its members which are levied and collected by the City of Toronto. Revenue is recognized on an accrual basis.

Tangible capital assets:

Tangible capital assets are recorded at cost less accumulated amortization. Amortization is calculated on a straight-line basis over the estimated useful lives of the assets as follows:

Banners	3 years
Street signage	5 years
Street furniture	10 years

Contributed services

Services provided without charge by the City of Toronto and others are not recorded in these financial statements.

Financial instruments

The financial instruments recognized in the statement of financial position consist of cash, accounts receivable, and accounts payable and accrued liabilities. The fair values of these financial instruments approximate their carrying amounts due to the short-term maturity of these instruments.

SHOPTHEQUEENSWAY.COM BUSINESS IMPROVEMENT AREA

Notes to Financial Statements

Year Ended December 31, 2015

3. 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:

	<u>2015</u>	<u>2014</u>
Total special charges outstanding	\$ 30,534	\$ 22,000
Less: Allowance for uncollected special charges	<u>(18,400)</u>	<u>(22,000)</u>
Special charges receivable	12,134	-
Less: Due to City of Toronto for cost-shared projects	<u>(6,099)</u>	<u>-</u>
Due from City of Toronto, net	<u>\$ 6,035</u>	<u>\$ -</u>

4. TANGIBLE CAPITAL ASSETS

	<u>Cost</u>	<u>Accumulated amortization</u>	<u>2015 Net book value</u>	<u>2014 Net book value</u>
Banners	\$ 30,775	\$ 25,646	\$ 5,129	\$ 15,387
Street signage	16,961	10,177	6,784	10,177
Street furniture	6,250	625	5,625	-
	<u>\$ 53,986</u>	<u>\$ 36,448</u>	<u>\$ 17,538</u>	<u>\$ 25,564</u>

5. CAPITAL EXPENSES

In order to finance major capital expenses the BIA annually budgets certain amounts and accumulates them as surplus. Once adequate funds have accumulated, the BIA undertakes cost-shared capital improvement projects with the City. For this reason the actual expenses in a given year could significantly differ from the amount budgeted for the year. Any excess actual capital expenses are financed out of the accumulated surplus.

6. PROVISION FOR UNCOLLECTED SPECIAL CHARGES

The provision for uncollected levies reported on the Statement of Operations and Accumulated Surplus is comprised of:

	<u>2015</u>	<u>2014</u>
Special charges written off	\$ 3,204	\$ 799
Change in allowance for uncollected levies	<u>(3,800)</u>	<u>11,000</u>
	<u>\$ (596)</u>	<u>\$ 11,799</u>

SHOPTHEQUEENSWAY.COM BUSINESS IMPROVEMENT AREA

Notes to Financial Statements

Year Ended December 31, 2015

7. 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 incident has been obtained by the Board through the City of Toronto.

8. BUDGET

Budget figures are for comparative purposes only and have not been subject to audit procedures. Accordingly, we do not express any opinion regarding the budget figures.

THE UNIVERSITY OF CHICAGO
DEPARTMENT OF CHEMISTRY
5408 S. UNIVERSITY AVENUE
CHICAGO, ILLINOIS 60637

RECEIVED
FEBRUARY 1964

FROM
DR. J. H. GOLDSTEIN

TO
DR. R. M. MAYER

RE
POLYMERIZATION OF STYRENE

BY
DR. J. H. GOLDSTEIN

AND
DR. R. M. MAYER

CHICAGO, ILLINOIS

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