

Status of the Financial Statement Audits of the City's Agencies and Corporations for the Year Ended December 31, 2016

Date: June 13, 2017
To: Audit Committee
From: Auditor General
Wards: All

SUMMARY

The purpose of this report is to provide the Audit Committee and City Council with the status of financial statement audits of the City's Agencies and Corporations for the year ended December 31, 2016.

The majority of the audits of the City's Agencies and Corporations have been completed and approved by their respective Boards. Any financial statements that are outstanding will be forwarded to Audit Committee as they become available.

RECOMMENDATIONS

The Auditor General recommends that:

1. City Council receive this report on the status of the financial statement audits of the City's Agencies and Corporations for the year ended December 31, 2016.

FINANCIAL IMPACT

The recommendation in this report has no financial impact.

DECISION HISTORY

The protocol relating to financial statements and management letters for City Agencies requires the governing body of each entity, subsequent to approval and review, to submit copies of audited financial statements and management letters to the City's Audit Committee for information purposes. Management responses are to be appended to each management letter. The Audit Committee also requested that financial statements and management letters be tabled together at the Audit Committee.

Agencies are also responsible to provide the Audit Committee with audited financial statements and information about subsidiaries, joint ventures and equity interests and the financial statements of subsidiaries. The Auditor General is responsible for following up with the Agencies to ensure timely submission of the required information.

The annual audited financial statements for City Corporations are submitted to the Executive Committee and City Council through a report from the City Manager's Office as part of annual shareholder meetings. Once City Council has adopted the financial statements of the City Corporations, they are forwarded to the Audit Committee for information. The City Manager's Office is responsible for coordinating the provision and timely submission of the required information from City Corporations.

COMMENTS

This report provides City Council with the status of the financial statement audits for the City's Agencies and Corporations for the year ended December 31, 2016.

PricewaterhouseCoopers LLP is the financial statement auditor of the City and its major local boards. Details of the status of the various financial statement audits of Agencies and Corporations, conducted by PricewaterhouseCoopers are as follows:

Name of Entity	Status - at the time this report was issued
Toronto Parking Authority	Completed – approved by the Board
Toronto Public Library Board	Completed – approved by the Board
Board of Governors of Exhibition Place	Completed – approved by the Board
Board of Directors of the Sony Centre for the Performing Arts	Completed – pending approval
St. Lawrence Centre for the Arts	Completed – pending approval
The Toronto Centre for the Arts	Completed – pending approval
Board of Management of the Toronto Zoo	Completed – approved by the Board
Toronto Community Housing Corporation	Completed – approved by the Board
Toronto Port Lands Company	Completed – approved by the Board
Build Toronto Inc.	Completed – approved by the Board
Invest Toronto Inc.	Completed – approved by the Board
Toronto Transit Commission	Completed – pending approval
TTC Insurance Company Limited	Completed – approved by the Board

The accounting firm of Welch LLP is responsible for the financial statement audits of Heritage Toronto, Yonge-Dundas Square and Toronto Atmospheric Fund. Details on the status of these audits conducted by Welch LLP are as follows:

Name of Entity	Status - at the time this report was issued
Heritage Toronto	Completed – approved by the Board
Yonge-Dundas Square	Completed – approved by the Board
Toronto Atmospheric Fund	Substantially completed - expected by the end of Q2 2017

Welch LLP is also responsible for the financial statement audits of the City's Arenas and Community Centres. The financial statements of Arenas and Community Centres are provided under separate cover.

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SIGNATURE

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