

Financial statements of

**Oshawa Central Business District
Improvement Area**

December 31, 2008

Oshawa Central Business District Improvement Area

December 31, 2008

Table of contents

Auditors' Report..... 1

Statement of financial position..... 2

Statement of financial activities and fund balance 3

Statement of changes in financial position 4

Note to the financial statements..... 5

Schedule of expenditures 6

Auditors' Report

To the Board of Management, Members of Council,
Inhabitants and Ratepayers of
The Corporation of the City of Oshawa

We have audited the statement of financial position of the Oshawa Central Business District Improvement Area as at December 31, 2008 and the statements of financial activities and fund balance and of changes in financial position for the year then ended. These financial statements are the responsibility of the Business District Improvement Area's management. 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 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 and 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 our opinion, these financial statements present fairly, in all material respects, the financial position of the Oshawa Central Business District Improvement Area as at December 31, 2008 and the results of its operations and the changes in its financial position for the year then ended in accordance with Canadian generally accepted accounting principles.

Deloitte & Touche LLP

Chartered Accountants
Licensed Public Accountants
April 2, 2009

Oshawa Central Business District Improvement Area

Statement of financial position
as at December 31, 2008

	2008	2007
	\$	\$
Financial assets		
Cash and short-term investments	54,674	69,361
Accounts receivable	7,460	7,576
Due from the City of Oshawa	16,867	-
	79,001	76,937
Liabilities		
Accounts payable and accrued liabilities	22,041	29,223
	56,960	47,714
Net financial assets		
	56,960	47,714
Other assets		
Prepaid expenses	1,991	2,059
Inventory	-	284
	58,951	50,057
Fund balance		
Current fund	58,951	50,057

Oshawa Central Business District Improvement Area

Statement of financial activities and fund balance

year ended December 31, 2008

	2008	2007
	Budget (unaudited)	Actual
	\$	\$
Revenue		
Taxation	143,100	143,100
Summer Student Subsidy	-	-
Interest	-	21
	143,100	143,121
		145,597
Expenditure		
Administration - Schedule	79,600	56,315
Beautification - Schedule	28,000	9,983
Promotion - Schedule	82,000	65,254
Membership liaison - Schedule	3,500	2,323
	193,100	133,875
		131,071
(Decrease) increase in net financial assets	(50,000)	9,246
(Decrease) increase in prepaid expenses and inventory	-	(352)
(Decrease) increase in current fund	(50,000)	8,894
Current fund balance, beginning of year	-	50,057
Current fund balance, end of year	(50,000)	58,951
		50,057

Oshawa Central Business District Improvement Area

Statement of changes in financial position year ended December 31, 2008

	2008	2007
	\$	\$
Operating activities		
Increase in net financial assets	9,246	14,526
Uses:		
Decrease in accounts payable and accrued liabilities	(7,182)	-
Increase in due from the City of Oshawa	(16,867)	-
	(24,049)	-
Sources:		
Decrease in accounts receivable	116	1,666
Increase in accounts payable and accrued liabilities	-	20,744
	116	22,410
(Decrease) increase in cash and short-term investments	(14,687)	36,936
Cash and short-term investments, beginning of year	69,361	32,425
Cash and short-term investments, end of year	54,674	69,361

Oshawa Central Business District Improvement Area

Note to the financial statements

December 31, 2008

The Board of Management for the Oshawa Central Business District Improvement Area (the "Board") was created by a City Council by-law. It is responsible for the promotion of the area as a business and shopping area, including improvement, beautification and maintenance of the City properties over and above that provided by the municipality at large.

Summary of significant accounting policies

The financial statements of the Board are the representations of management prepared in accordance with local government accounting standards, as recommended by the Public Sector Accounting Board ("PSAB") of the Canadian Institute of Chartered Accountants.

The focus of PSAB financial statements is on the financial position of the Board and the changes thereto. The Statement of Financial Position includes the assets and liabilities of the Board. Financial assets are those assets which could provide resources to discharge existing liabilities or finance future operations. Fund balance represents the financial position and is the difference between assets and liabilities. This provides information about the Board's overall future revenue requirements and its ability to finance activities and meet its obligations.

Basis of accounting

a) Revenue and expenditures

Revenue and expenditures are reported on the accrual basis of accounting.

b) Capital assets

Expenditures on capital assets are reported as capital expenditures on the statement of financial activities in the year incurred.

c) Use of estimates

The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the year. Actual results could differ from those estimates.

Oshawa Central Business District Improvement Area

Schedule of expenditures

year ended December 31, 2008

	2008	2007
	Budget (unaudited)	Actual
	\$	\$
Administration		
Salaries and benefits	57,000	30,836
Rent and occupancy cost	12,100	11,998
Professional fees	2,000	3,566
Photocopying, stationery and supplies	2,500	2,656
Telephone and facsimile	1,400	1,741
Insurance	1,500	1,566
Board meeting expenses	1,200	1,552
Miscellaneous	-	498
Chairman's expenses	400	391
Computer equipment	500	1,116
Professional memberships	500	119
Training and travel	300	-
Postage	200	276
	79,600	56,315
		59,025
Beautification		
Christmas lights and promotion	3,500	240
New banners	19,500	9,743
Beautification	5,000	-
	28,000	9,983
		39,958
Promotion		
Ambassador Team	500	-
Jazz & Blues Festival	-	34
Advertising	8,000	4,897
Auto festival	5,000	3,493
Sidewalk sale	5,000	3,626
UOIT	-	684
Christmas promotion	9,000	2,774
Website	4,500	5,845
Media Campaign 2008	50,000	43,721
Regent Theatre	-	180
	82,000	65,254
		31,749
Membership liaison		
Annual general meeting (recovery)	1,000	1,601
Newsletters	2,500	-
Members' meetings and seminars	-	722
	3,500	2,323
		339