

**The Board of Management,
Downtown Business
Improvement Area of the
Corporation of the City of
Brockville**

**Financial Statements
For the year ended December 31, 2014**

**The Board of Management, Downtown Business Improvement Area of the
Corporation of the City of Brockville
Financial Statements
For the year ended December 31, 2014**

Contents

Independent Auditors' Report	2
Financial Statements	
Statement of Financial Position	3
Statement of Operations and Changes in Accumulated Surplus	4
Statement of Cash Flows	5
Summary of Significant Accounting Policies	6
Notes to Financial Statements	7



Independent Auditors' Report

T. 613.544.2903
F. 613.544.6151

www.collinsbarrow.com

To the Board Members, Members of Council and Ratepayers Downtown Business Improvement Area of the Corporation of the City of Brockville

We have audited the accompanying financial statements of The Board of Management, Downtown Business Improvement Area of the Corporation of the City of Brockville which comprise the statements of financial position as at December 31, 2014 and December 31, 2013 and the statements of operations and changes in accumulated surplus and cash flows for the years ended December 31, 2014 and December 31, 2013 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.

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of The Board of Management, Downtown Business Improvement Area of the Corporation of the City of Brockville as at December 31, 2014 and December 31, 2013 and its financial performance and its cash flows for the years ended December 31, 2014 and December 31, 2013 in accordance with Canadian public sector accounting standards.

Collins Barrow SEO LLP

Chartered Professional Accountants
Licensed Public Accountants

Kingston, Ontario
September 22, 2015

**The Board of Management, Downtown Business Improvement
Area of the Corporation of the City of Brockville
Statement of Financial Position**

December 31	2014	2013
Financial Assets		
Cash	\$ 46,825	\$ 43,918
Receivable from the City of Brockville	1,141	2,339
Net financial assets, being accumulated in surplus (note 2)	\$ 47,966	\$ 46,257

On behalf of the Board:

_____ Director

_____ Director

**The Board of Management, Downtown Business Improvement
Area of the Corporation of the City of Brockville
Statement of Operations and Changes in Accumulated Surplus**

For the year ended December 31	Budget Unaudited	2014	2013
Revenue			
Taxation	\$ 243,299	\$ 236,884	\$ 243,412
Parking Levy	45,180	45,454	43,029
Interest	-	568	352
	288,479	282,906	286,793
Expenditures			
Materials, supplies, and services	201,245	148,977	152,867
Salaries and benefits	87,234	87,040	82,207
Transfer to City of Brockville	-	45,180	54,029
	288,479	281,197	289,103
Annual Surplus (deficit)		1,709	(2,310)
Accumulated surplus, beginning of year		46,257	48,567
Accumulated surplus, end of year		\$ 47,966	\$ 46,257

**The Board of Management, Downtown Business Improvement
Area of the Corporation of the City of Brockville
Statement of Cash Flows**

For the year ended December 31	2014	2013
Cash flows from operating activities		
Annual surplus (deficit) after transfers	\$ 46,889	\$ 51,719
Changes in non-cash working capital balances		
Decrease (increase) receivable from the City of Brockville	1,198	23,276
Transfers to the City of Brockville	<u>(45,180)</u>	<u>(54,029)</u>
Net increase (decrease) in cash during the year	2,907	20,966
Cash, beginning of year	<u>43,918</u>	<u>22,952</u>
Cash, end of year	<u>\$ 46,825</u>	<u>\$ 43,918</u>
Represented by:		
Cash	<u>\$ 46,825</u>	<u>\$ 43,918</u>

The Board of Management, Downtown Business Improvement Area of the Corporation of the City of Brockville Summary of Significant Accounting Policies

December 31, 2014

Nature of Business

The Board of Management, Downtown Business Improvement Area of the Corporation of the City of Brockville (the "organization"), is a government not-for-profit organization established on September 23, 1975, representing approximately three hundred businesses and property owners in the downtown Brockville area. The organization aims to better the quality of life of the downtown businesses and service providers.

Basis of Accounting

These financial statements have been prepared in accordance with Canadian generally accepted accounting principles for local governments as recommended by the Public Sector Accounting Board of the Chartered Professional Accountants of Canada.

Cash and Cash Equivalents

Cash and cash equivalents consist of cash on hand and cash in the bank.

Financial Instruments

The organization's financial instruments consist of cash and receivable from the City of Brockville. Unless otherwise noted, it is management's opinion that the carrying value of these financial instruments approximates their fair values and the organization does not have any significant concentration of interest, currency or credit risk.

Revenue Recognition

Property tax billings are prepared by the City of Brockville based on an assessment roll prepared by the Municipal Property Assessment Corporation ("MPAC"), an agency of the Ontario government and taxation revenues are recorded at the time tax billings are issued. Any supplementary billings are reported by the City of Brockville when they can be reasonably determined.

Parking levies are recognized as revenue in the year the services are provided.

**The Board of Management, Downtown Business Improvement
Area of the Corporation of the City of Brockville
Notes to Financial Statements**

December 31, 2014

1. Cash

The organization's bank accounts are held at one chartered bank. The bank accounts earn nominal interest.

2. Accumulated Surplus

The accumulated surplus consists of a reserve fund that was established by the Corporation of the City of Brockville on behalf of the board.