

Financial statements of

**Town of Newmarket  
Main Street District BIA**

December 31, 2017

# Town of Newmarket Main Street District BIA

December 31, 2017

## Table of contents

Independent Auditor’s Report ..... 1-2

Statement of operations ..... 3

Statement of financial position ..... 3

Statement of cash flows ..... 4

Notes to the financial statements ..... 5

## Independent Auditor's Report

To the Mayor and Members of Council of the  
Corporation of the Town of Newmarket

We have audited the accompanying financial statements of the Town of Newmarket Main Street District BIA, which comprise the statement of financial position as at December 31, 2017, and the statements of operations and of 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 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 Town of Newmarket Main Street District BIA as at December 31, 2017, and the results of its operations, changes in its net financial assets and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

**Other Matter**

The statement of financial position as at December 31, 2016 and the statements of continuity and cash flows for the year then ended were audited by another auditor who issued an unqualified opinion on June 26, 2017.

*Deloitte LLP*

Chartered Professional Accountants  
Licensed Public Accountants  
June 18, 2018

# THE CORPORATION OF THE TOWN OF NEWMARKET

## Main Street District BIA

### Statement of Operations

Year ended December 31, 2017

	2017		2016
	Budget	Actual	
<b>REVENUES</b>			
Taxation	\$ 30,000	\$ 30,000	\$ 30,000
Events	-	5,920	6,055
<b>Total revenues</b>	<b>30,000</b>	<b>35,920</b>	<b>36,055</b>
<b>EXPENSES</b>			
Promotion and events	9,000	17,558	22,519
Advertising	21,000	19,223	14,939
<b>Total expenses</b>	<b>30,000</b>	<b>36,781</b>	<b>37,458</b>
<b>ANNUAL SURPLUS (DEFICIT)</b>	<b>-</b>	<b>(861)</b>	<b>(1,403)</b>
<b>FUND BALANCE, BEGINNING OF YEAR</b>	<b>25,341</b>	<b>25,341</b>	<b>26,744</b>
<b>FUND BALANCE, END OF YEAR</b>	<b>\$ 25,341</b>	<b>\$ 24,480</b>	<b>\$ 25,341</b>

### Statement of Financial Position

As at December 31, 2017

	2017	2016
<b>ASSET</b>		
Due from the Town of Newmarket	\$ 24,480	\$ 25,341
<b>FUND BALANCE AND NET FINANCIAL ASSETS</b>	<b>\$ 24,480</b>	<b>\$ 25,341</b>

The accompanying notes are an integral part of these financial statements.

**THE CORPORATION OF THE TOWN OF NEWMARKET**  
**Main Street District BIA**  
**Statement of Cash Flows**  
Year ended December 31, 2017

	<u>2017</u>	<u>2016</u>
<b>Cash received from</b>		
Taxation	\$ 30,000	\$ 30,000
Events	5,920	6,055
Transfer from the Town of Newmarket	861	1,403
	<u>36,781</u>	<u>37,458</u>
<b>Cash paid for</b>		
Promotion and events	17,558	22,519
Advertising	19,223	14,939
	<u>36,781</u>	<u>37,458</u>
<b>Net Change in Cash</b>	-	-
<b>Cash, Beginning of Year</b>	-	-
<b>Cash, End of Year</b>	\$ -	\$ -

The accompanying notes are an integral part of these financial statements.

# THE CORPORATION OF THE TOWN OF NEWMARKET

## Main Street District BIA

### Notes to the Financial Statements

December 31, 2017

---

#### 1. NATURE OF OPERATIONS

On January 22, 2007 Council, under the authority of section 204 of the Municipal Act, enacted a bylaw to designate the Main Street Business Improvement Area ("BIA"). The primary objective of the BIA is to promote the area as a business, shopping and entertainment area.

#### 2. SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Main Street District BIA are the representation of management prepared in accordance with accounting standards, as recommended by the Public Sector Accounting Board ("PSAB") of the Chartered Professional Accountants of Canada ("CPA Canada") and reflect the following policies:

Revenues and expenses are reported on the accrual basis of accounting. The accrual basis of accounting recognizes revenues as they become available and measurable. Expenses are recognized as they are incurred and measurable as a result of the receipt of goods or services and the creation of a legal obligation to pay.

Taxation revenue is recognized in the calendar year it is raised from ratepayers by the Town.

#### 3. USE OF ESTIMATES

The preparation of financial statements in conforming with Canadian Public Sector Accounting Standards requires management to make estimates and assumptions that affect the reported amounts in the financial statements. Due to the inherent uncertainty in making estimates, actual results could differ from those estimates.