

Audit Committee Meeting Report No. 4

November 2, 2010

A regular meeting was convened at 5:15 pm, Tuesday, November 2, 2010, at 43 Millwood Road, 3rd Floor, Toronto, Ontario, with Chair Jane Marshall presiding.

The following members participated via telephone: D. Crombie and Bruce Davis.

Also in attendance: P. Jesty and M. Colley, Deloitte Chartered Accountants, and C. Snider, TDSB.

1. Call to Order

The meeting was called to order by Jane Marshall, Chair, presiding.

2. Approval of the Agenda

B. Davis, seconded by D. Crombie, moved: **That the agenda be approved as distributed.**

3. Declarations of Possible Conflict of Interest

There were no declarations of possible conflict of interest.

4. 2009-2010 Audit Report Presentation by Paula Jesty, Deloitte Chartered Accountants

Committee members had for their consideration the report titled, *2009-2010 Audit Report*.

S. Hoy invited Paula Jesty, Deloitte Chartered Accountants, to present the *Report to the Audit Committee* and the *Draft Financial Statements of the TLC for 2009-2010* to Committee Members. P. Jesty spoke to the above noted documents, as included in the agenda package.

Committee members requested additional information in relation to:

- Accumulated deficit (vacation pay owing) – and how this is being handled by the TDSB;
- The flow of cash in relation to the tri-party agreement on pools – when funds are drawn down from the Ministry, when funds are flowed to the TDSB in payment for construction/repairs services provided, etc.

B. Davis spoke to the presentation of the audited financial statements. Given the assets sold by the TLC are TDSB owned assets, the financial statements do not clearly delineate the revenues from sales and leasing, generated by the TLC, with TLC expenditures. This manner of presentation is in accordance with accounting requirements. However, given that a new TDSB Board has been elected, it would be wise to present a clear communication to the new Chair and the Board, as to the achievements of the TLC. The benefits should be reflected in a clear manner (ie. with an annual expenditure of approximately \$2M, net contribution of \$67M was realized by the TDSB).

Both the Chair and D. Crombie were supportive of the suggestion made by B. Davis. It was agreed that the above direction would be put forward to the TLC Board, on November 4th, for formal approval. Formal approval will be sought in the form of a motion, either by B. Davis or D. Crombie.

D. Crombie, seconded by B. Davis, moved the following:

- a) That the Auditor's report to the Audit Committee be received; and**
- b) That the Draft audited financial statements of the Toronto Lands Corporation, for its fiscal year ending August 31, 2010, be approved.**

The motion was carried.

5. New Business

Nil

6. Adjournment

At 5:49 p.m., on a motion of D. Crombie, seconded by B. Davis, the meeting adjourned.