

MINUTES of the public portion of the Finance, Audit and Risk Management Committee Meeting of the Toronto Waterfront Revitalization Corporation held at the Offices of Toronto Waterfront Revitalization Corporation, 20 Bay Street, Suite 1310, Toronto, Ontario on Friday, November 12, 2010 at 9:50 a.m., local time.

PRESENT: Janet Graham, Chair  
Kevin Garland  
David Johnson  
Matti Siemiatycki

The following additional persons were in attendance throughout the meeting or only for particular business items as noted in these minutes: John Campbell, President and CEO; Chad McCleave, Chief Financial Officer; David Kusturin, V.P. Program Management, Sohail Raza, Interim Corporate Controller; and Sandra Tran, Director, Finance & Enterprise Risk Management.

Also in attendance were Paula Jesty, Trevor Ferguson and Gord Penley of Deloitte & Touche LLP (“Deloitte”).

The Chair, Janet Graham, continued in the chair, and Ann Landry continued to act as secretary of the meeting.

### **1. Minutes**

The minutes of the public portion of the August 31, 2010 meeting of the Finance, Audit and Risk Management (“FARM”) Committee were tabled, and **ON MOTION** duly made, seconded and carried, it was **RESOLVED** that the minutes of the public portion of the FARM Committee meeting held on August 31, 2010 be and are hereby approved.

### **2. Interim Financial Statements**

Chad McCleave tabled the Interim Financial Statements for the period ended September 30, 2010. He provided a brief overview and responded to questions from the Committee.

### **3. External Auditors Report**

Paula Jesty presented the results of Deloitte’s quarterly review of the statement of financial position of the Corporation for the period ended September 30, 2010. Ms. Jesty reported on the scope of the quarterly review as well as the status of the engagement and findings. Ms. Jesty further reported that no misstatements were identified during the review.

The external auditors’ report was accepted by the Committee and **ON MOTION** duly made, seconded and carried, it was **RESOLVED** that the Interim Financial Statements for the period ended September 30, 2010 be and are hereby approved for recommendation to the Board.

#### 4. Audit Service Plan

Paula Jesty tabled Deloitte's Audit Service Plan and provided a brief overview of the Plan highlighting the following:

- Executive Summary of the Key Elements of the Service Plan;
- Deloitte's Audit Approach;
- Audit Scope;
- Risk Areas;
- Client Service Commitment and Team;
- Communication Requirements; and
- Changes in Assurance and Accounting Standards.

Discussion ensued with regard to changes in accounting standards. Paula Jesty advised that Not-for-Profit ("NFP") Organizations ("NPO") within the public sector can start to use different financial reporting frameworks beginning January 1, 2011. She advised that government NFP Organizations can opt to follow standards for NFP Organizations in the CICA Public Sector Accounting ("PSA") Handbook or Public Sector Accounting Standards ("PSAS"). She further advised that it is anticipated that Governments will look closely at all government organizations in an effort to ensure that their existing classification (i.e. Government Not-for-Profit Organization or Other Government Organization) is appropriate and to determine the appropriate accounting framework given the relationship with the government and other accountability considerations.

It was agreed that the Corporation should make a recommendation to the governments with regard to its classification and that Management will provide an analysis on which standards to recommend going forward at the next FARM Committee meeting.

#### 5. In-Camera Session - Committee Members Only

The Chair asked that Management and Staff leave the meeting for an in-camera session.

#### 6. Termination of the Meeting

There being no further business, **ON MOTION**, duly made, seconded and carried, it was **RESOLVED** that the meeting be terminated.

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Chair

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Secretary of the Meeting