



## STAFF REPORT INFORMATION ONLY

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### Audit Plan for the Year Ending December 31, 2014

<b>Date:</b>	December 15, 2014
<b>To:</b>	Toronto Public Library Board
<b>From:</b>	Acting City Librarian

#### **SUMMARY**

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The attached report from PricewaterhouseCoopers, the external auditors, summarizes the planning for their audit of the 2014 financial statements for the Toronto Public Library Board.

#### **FINANCIAL IMPACT**

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The proposed audit fee of \$32,790, inclusive of expenses and exclusive of Harmonized Sales Tax, is included in the 2014 operating budget. It is important to note that the audit fee does not include extra audit work that may be required due to scope changes, and PricewaterhouseCoopers will advise management as soon as possible if this were to happen.

This is the last year of a five-year audit contract that the City has negotiated. The audit fee for 2015 is pending because these audit services are currently being procured by the City.

#### **DECISION HISTORY**

As part of the annual audit, PricewaterhouseCoopers provides an Audit Plan report to the Toronto Public Library Board. The auditors will conduct their audit of the 2014 financial statements pursuant to this Plan.

#### **ISSUE BACKGROUND**

Under Section 139 of the *City of Toronto Act, 2006*, the City is required to appoint an auditor licensed under the *Public Accounting Act, 2004*, who is responsible for annually auditing the accounts and transactions of the City and its local boards, and expressing an opinion on the financial statements of these entities based on the audit.

Council, at its February 2010 meeting, approved the recommendation of the Audit Committee to appoint PricewaterhouseCoopers as the external auditor for the City and Library. The contract with PricewaterhouseCoopers is for five years, ending with the audit of the December 31, 2014 financial statements.

## **COMMENTS**

Attached is PricewaterhouseCoopers' Audit Plan for the Library, which summarizes their view on audit risks, the nature, extent and timing of the audit work, the proposed fees and the terms of engagement.

On completion of the audit, PricewaterhouseCoopers will issue the Audited Financial Statements and a Year-End Report to the Board that will provide: key issues for discussion; significant audit, accounting and financial reporting matters; summary of unadjusted and adjusted items; other required communications; internal control recommendations; and a confirmation of auditor independence.

Work on the interim audit was completed in October 2014, and the year-end audit is expected to be completed by April 2015.

## **CONTACT**

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## **SIGNATURE**

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Anne Bailey  
Acting City Librarian

## **ATTACHMENTS**

Attachment 1: Toronto Public Library Board – Audit Plan for the year ending December 31, 2014