

# Town of Georgetown

## REPORT TO THE RATEPAYERS

### Auditor's Report and Excerpts from the

# FINANCIAL STATEMENT

### for the year ended December 31st, 1968

September 5th, 1968  
The Council and Ratepayers,  
Corporation of the Town of Georgetown,  
Georgetown, Ontario.  
Gentlemen:

I have examined the books and accounts and the financial statements of the Town of Georgetown and of its Boards and Commissions for the year ended December 31, 1968 and have obtained all the information and explanations I have required. My examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as I considered necessary in the circumstances.

The financial statements have been prepared in accordance with instructions set out in a directive issued in 1968 by the Department of Municipal Affairs. The most significant changes are the functional classification of long-term debt charges, capital expenditures out of revenue and provisions for reserves according to the activity for which the expenditure was incurred. The unmatured balance of debt assumed by other municipalities is excluded from the long-term liabilities shown on the Capital Balance Sheet.

#### NOTE 1

##### Net long-term liabilities

Total long-term liabilities incurred by the municipality and outstanding at the end of the year amount to \$ 2,500,945

In addition, the municipality has assumed responsibility for payment of principal and interest charges on the long-term liabilities of other municipalities, the principal amount of which at the end of the year is 269,853

Of the outstanding long-term liabilities shown above, the responsibility for payment of principal and interest charges has been assumed by the others for an amount of (162,383)

The actuarial requirements of sinking funds and the balance in the debt retirement fund of the Ontario Water Resources Commission which have been accumulated to the end of the year to retire the outstanding long-term liabilities shown above amount to 695,785

Net long-term liabilities at the end of the year \$ 3,304,202

#### NOTE 2

##### Charges for net long-term liabilities

Total charges for the year for net long-term liabilities were as follows

Principal payments	\$ 207,71
Contributions to sinking funds and to the retirement fund of Ontario Water Resources Commission	26,666
Interest	183,043
Total	427,426

Of the total charges shown above, an amount of 138,521 was paid from the general revenues of the municipality and is included in expenditure classified under the appropriate functional headings, and amounts of 87,437 and 201,468 respectively were recovered from the municipal enterprises and school boards for which the related net long-term liabilities were incurred.

#### NOTE 3:

##### Assumption of debentures issued for school purposes

On January 1, 1969, the Halton County Board of Education assumed from the municipality the responsibility for the payment of principal and interest charges on the debentures issued for school purposes. The net long-term liability for such debentures, amounting to \$1,586,989 is reported under 'Net long-term liabilities—school boards' on the Capital Fund Balance Sheet. The related amount recoverable is reported under 'Future recoveries from levies or rates—school boards.'

#### NOTE 4

##### Provision for reserves

provisions for reserves amounting to \$8,000 are included in the 'Financial expenses' in the statement of Revenue and Expenditure.

#### NOTE 5

##### Water Supply System

During the year the No. 4 Well was drilled and the test drilling on the No. 5 Well was also completed. In this connection, the cost which aggregated \$96,368, is to be paid from the proceeds of a debenture issue. The Ontario Municipal Board had not given prior approval to these projects but in 1969 have given tentative approval as these were included in the 1969 forecast. I would also like to point out that the financing is not completed on the Iron Removal Plant and the Elevated Storage Tank and should be expedited immediately.

#### NOTE 6

##### School Boards

I have examined the books and accounts of the school boards outlined in this report for the year ended December 31st, 1968 and have obtained all the information and explanations which I required except on the details pertaining to the Township of Esquewaing. All the transactions which have come under my notice have been for school purposes and within the powers of the Boards, with the exception of the deficit reflected in the Separate School Board financial statements. The decision of the Separate School Board to incur expenditures in excess of available revenues has resulted in an additional deficit of \$10,768.

Subject to the above qualifications, the financial transactions which have come under notice have been within the powers of the municipality. The audit has been conducted in accordance with the instructions of the Department of Municipal Affairs. The financial statements present fairly the financial position of the Municipality as at December 31, 1968, and the results of its operations for the year ended on that date.

GRAEME GOEBELLE, Chartered Accountant  
Licence Number 3801.

### STATEMENT REVENUE AND EXPENDITURE

FOR THE YEAR ENDED DECEMBER 31st, 1968  
(With Comparatives at December 31st, 1967)

	1968	1967
<b>REVENUE</b>		
<b>Taxation:</b>		
Realty	\$ 1,528,866	1,353,304
Business	201,858	131,197
Special Charges	8,147	9,399
	1,738,871	1,493,900
<b>Contributions from other Governments</b>		
Payments in lieu of taxes	9,976	9,325
Subsidies	347,243	156,969
Municipalities	31,001	29,323
	388,220	195,617
Other Revenue	196,770	147,913
<b>Total Revenue</b>	<b>2,323,861</b>	<b>1,837,430</b>

	1968	1967
<b>EXPENDITURE</b>		
General government	187,978	111,023
Protection to persons and property	243,703	179,007
Public works	333,070	218,645
Sanitation and waste removal	233,628	233,568
Conservation of health	14,078	28,470
Social and family services	40,765	32,113
Recreation and community services	104,085	81,422
Community planning and development	13,331	6,275
Financial expenses	32,475	39,888
Other	4,315	3,395
County — share of expenditure	130,699	105,092
Education — local contributions	963,499	791,996
<b>Total expenditure</b>	<b>2,323,594</b>	<b>1,831,864</b>
<b>Surplus at end of the year</b>	<b>287</b>	<b>5,536</b>

The accompanying notes are an integral part of this statement.

### REVENUE FUND BALANCE SHEET

FOR THE YEAR ENDED DECEMBER 31st, 1968  
(With Comparatives at December 31st, 1967)

	1968	1967
<b>ASSETS</b>		
Cash	171,257	67,364
<b>Other Governments</b>		
Canada	250,488	179,281
Ontario	200,465	27,838
Municipalities	16,052	75,202
	467,005	282,421
<b>Local boards and other funds</b>		
Local boards and commissions	136,341	27,327
Capital Fund	860	—
Lane agreement	468	468
	604,702	310,246
Other, after deducting allowance for doubtful accounts	25,736	4,172
Taxes receivable, after deducting allowance for uncollectible taxes	178,837	198,488
Property acquired for taxes, after deducting allowance for loss on resale	1	1
Inventories, at cost	4,704	800
Other assets	22,068	17,352
	1,007,305	598,423

The accompanying notes are an integral part of this statement.

### RESERVE FUNDS STATEMENT OF CONTINUITY

FOR THE YEAR ENDED DECEMBER 31st, 1968

	Total	O.W.R.C.	Park land	Lane Agree.	Grand Stand	Industrial Assessment	Moore Park
Balance at beginning of the year	102,954	41,280	4,408	5,043	26,685	25,448	—
<b>Revenue</b>							
Contributions from the revenue fund	5,038	5,038	—	—	—	—	—
Interest earned	5,161	165	150	140	1,000	2,170	2,327
Proceeds from insurance	2,000	—	—	—	—	1,600	27,200
Deposits	28,800	—	—	—	—	—	—
	40,997	5,201	150	140	2,000	3,770	29,727
<b>EXPENDITURE</b>							
Applied to sinking fund	2,214	2,214	—	—	—	—	—
Balance at end of the year	141,737	44,267	4,657	5,183	2,000	30,465	58,178

### LIABILITIES

	1968	1967
Temporary loans	366,800	357,100
Due to other municipalities	9,280	—
<b>Local boards and other funds</b>		
School boards	69,110	30,286
Other boards and commissions	27,123	511
Halton County Health Unit	8,446	6,688
	121,679	37,465
<b>Other</b>		
Sundry accounts	390,949	83,445
Accrued payroll	—	2,379
Accrued liabilities	8,190	3,856
	399,139	89,880
Other liabilities	17,890	19,202
Reserves	94,240	89,240
Surplus	287	5,536
	1,007,305	508,423

The accompanying notes are an integral part of this statement.

### CAPITAL FUND BALANCE SHEET

FOR THE YEAR ENDED DECEMBER 31st, 1968  
(With Comparatives at December 31st, 1967)

	1968	1967
<b>ASSETS</b>		
<b>Current</b>		
Cash	2,359	203
Due from other municipalities	44,267	41,280
<b>Local Boards and other funds</b>		
Public School Board	—	96,035
District High School Board	—	10,000
Water Supply System	—	10,280
Other	—	163,000
	46,626	322,798
<b>Future recoveries from levies or rates</b>		
Municipal enterprises	615,946	550,438
School boards	1,838,989	1,866,855
Other	473,318	263,283
	2,928,253	2,680,726
Fixed assets	2,245,018	1,823,158
	4,969,897	4,826,682

The accompanying notes are an integral part of this statement.

### LIABILITIES

	1968	1967
<b>Current</b>		
Bank overdraft	6,723	—
Temporary loans	406,235	356,942
<b>Local boards and other funds</b>		
Reserves for renewals	44,267	41,280
Revenue fund	860	—
Other	60,360	19,758
	518,445	420,980
<b>Net long-term liabilities</b>		
General municipal activities	1,009,297	1,072,065
Municipal enterprises	615,946	550,438
School boards	1,838,989	1,866,855
	3,304,202	3,489,426
Equity in fixed assets	1,147,250	916,276
	4,969,897	4,826,682

The accompanying notes are an integral part of this statement.