

# Town of Georgetown

## REPORT TO THE RATEPAYERS

*Auditor's Report and Excerpts from the*

# FINANCIAL STATEMENT

*for the year ended December 31st, 1969*

June 1st, 1970

The Council and Ratepayers,  
Corporation of the Town of Georgetown,  
Georgetown, Ontario

Gentlemen:

I have examined the books and accounts of the financial statements of the Town of Georgetown and of its Boards and Commissions for the year ended December 31, 1969 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.

**NOTE 1:**

**Charges for net long term liabilities**

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

Principal payments	\$ 90,715
Contributions to sinking fund and to the debt retirement fund of Ontario Water Resources Commission	27,481
Interest	\$113,112
	\$ 231,308

Of the total charges shown above, an amount of \$123,475 was paid from the general revenues of the municipality and is included in expenditure, classified under the appropriate functional headings, and an amount of \$107,833 was recovered from the municipal enterprises for which the related long term liabilities were incurred.

**NOTE 2**

**Provision for reserves:**

Provisions for reserves amounting to \$16,097 are included in the Statement of Revenue and Expenditure, which is included under its functional headings.

**NOTE 3**

**Net long term liabilities**

Total long term liabilities incurred by the municipality and outstanding at the end of the year amount to

	3,938,835
Of the outstanding long term liabilities shown above, the responsibility for payment of principal and interest charges has been assumed by others for a principal amount of	1,382,212

The actuarial requirement 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 included above amount to

	286,603
Net long term liabilities at the end of year	\$ 2,290,020

**NOTE 4**

The 1969 loans are in excess of 70% of the balance of estimated revenue for the year. 717,365 of the represents loans made on behalf of the construction projects under way.

**NOTE 5**

There is no authority for a municipality's Board or Commission to incur indebtedness by way of a bank overdraft. Action should be taken for the prevention of this in the future in accordance with the provisions of 329 of the Municipal Act. This year the Water Supply System was in overdraft at December 31st. The accumulated operating deficit must be eliminated in 1970 in order to comply with the provisions of the Municipal Act.

I hereby report that in my opinion, subject to the above notes, 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, 1969 and the results of its operations for the year ended on that date.

GRAEME GOEBELLE (Chartered Accountant)  
License Number 3784

March 31, 1970

**STATEMENT REVENUE AND EXPENDITURE**

FOR THE YEAR ENDED DECEMBER 31, 1969

(With Comparatives at December 31st, 1968)

REVENUE	1969	1968
Taxation	2,019,308	\$ 1,738,871
Contributions from other governments	306,346	338,220
Other	243,638	101,234
<b>Total Revenue</b>	<b>\$ 2,659,382</b>	<b>\$ 2,318,325</b>

EXPENDITURE	1969	1968
General Government	245,191	187,978
Protection to persons and property	273,307	243,703
Public works	341,512	353,070
Sanitation and waste removal	225,573	233,626
Conservation of health	11,091	14,078
Social and family services	44,815	40,765
Recreation and community services	98,295	104,085
Community planning and development	9,000	13,331
Financial expenses	54,711	35,790
Education	1,211,425	965,469
County -- share of expenditure	140,189	130,899
<b>Total Expenditure</b>	<b>2,655,100</b>	<b>2,323,594</b>
<b>Surplus at the end of the year</b>	<b>4,510</b>	<b>267</b>

The accompanying notes are an integral part of this statement.

**REVENUE FUND BALANCE SHEET**

FOR THE YEAR ENDED DECEMBER 31st, 1969

(With Comparatives at December 31st, 1968)

ASSETS	1969	1968
Cash	215,314	171,257
<b>Other Governments:</b>		
Canada	295,306	250,486
Ontario	356,697	200,465
Municipal	13,370	16,052
	665,377	467,903
<b>Local boards and other funds</b>		
Water Supply System	195,047	136,341
Miscellaneous Boards	34,665	498
Due from capital	28,070	860
	259,462	137,699
Other, after deducting allowance for doubtful accounts	22,223	25,736
Taxes receivable, after deducting allowances for uncollectable taxes	193,512	178,837
Property acquired for taxes, after deducting allowance for loss on sale	1	1
Inventories, at cost	5,853	4,704
Other assets	29,307	22,068
	1,390,865	1,007,305

The accompanying notes are an integral part of this statement.

LIABILITIES	1969	1968
Temporary loans	842,305	364,600
<b>Other governments</b>		
Municipal	5,213	9,290
<b>Local boards and other funds</b>		
Other boards and commissions	33,815	
Haldimand County Board of Education	46,095	
Holy Cross S.S. Board	(33,232)	
	47,578	121,479
Other	332,181	399,139
Other liabilities	48,711	17,890
Reserves	110,337	94,240
Surplus	4,510	267
	1,390,665	1,997,305

The accompanying notes are an integral part of this statement.

**CAPITAL FUND BALANCE SHEET**

FOR THE YEAR ENDED DECEMBER 31, 1969

(With Comparatives at December 31, 1968)

ASSETS	1969	1968
Cash	172	2,359
<b>Other Governments</b>		
Ontario	48,197	44,267
Capital outlay to be recovered in future years	2,558,267	3,776,921
	2,606,636	3,822,647
<b>LIABILITIES</b>		
Bank overdraft		6,723
Temporary loans	239,550	406,235
<b>Local boards and other funds</b>		
Revenue fund	28,869	860
Reserves for renewals	48,197	44,267
Other		60,360
<b>Net long term liabilities</b>		
General municipal activities	1,240,567	1,009,267
Municipal enterprises	1,047,453	615,946
School Boards		1,588,989
	2,606,636	3,822,647

The accompanying notes are an integral part of this statement.

**RESERVE FUNDS STATEMENT OF CONTINUITY**

FOR THE YEAR ENDED DECEMBER 31st, 1969

	Total	O.W.R.C.	Park Land	Lane Agrae.	Grand Stand	Indus. Assess.	Moore Park
Balance at the beginning of year	141,737	44,267	4,657	5,183	2,900	30,455	55,175
<b>Revenue</b>							
Contributions from revenue fund	1,377	1,377		144	108	1,432	2,376
Interest earned	7,001	2,553	188	144	108	1,432	2,376
	8,378	3,930	188	144	108	1,432	2,376
<b>Expenditure</b>							
Contributions for capital expenditure						4,460	
R.C.S.S. Georgetown	4,460						7,075
Townwide Investments	7,075						7,075
	11,535					4,460	7,075
<b>Balance at the end of the year</b>	<b>130,660</b>	<b>40,197</b>	<b>4,845</b>	<b>5,327</b>	<b>2,108</b>	<b>27,427</b>	<b>50,676</b>