

The Corporation of the Town of Halton Hills

FINANCIAL STATEMENTS

For the Year Ended December 31, 1975

AUDITOR'S REPORT

To: the Members of Council, Inhabitants and Ratepayers of the Corporation of the Town of Halton Hills

We have examined the 1975 financial statements of The Corporation of the Town of Halton Hills and its local boards which are listed on the attached index. Our examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of The Corporation of the Town of Halton Hills and its local boards as at December 31, 1975 and the results of their operations for the year then ended, in accordance with accounting principles generally accepted for Ontario municipalities, applied on a basis consistent with that of the previous year.

Goebelle & Wagner
Chartered Accountants
Halton Hills, Ontario

March 31, 1976
License number 285

STATEMENT OF CAPITAL FUND OPERATIONS

	1975 Actual \$	1974 Actual \$
Unfinanced capital outlay (Unexpended capital financing) at the beginning of the year	482,456	---
CAPITAL EXPENDITURE		
General government	44,177	135,820
Protection to persons and property	67,069	7,776
Transportation services	737,281	568,442
Environmental services		
Health services	7,472	
Social and family services		4,488
Recreation and cultural services	1,143,736	1,052,643
Planning and development	785	182
Other		
Total expenditure	2,060,520	1,769,351
CAPITAL FINANCING		
Contributions from the revenue fund	809,449	448,067
Contributions from reserve funds and reserves	257,117	546,684
Long term liabilities incurred	407,773	
Ontario grants	878,120	282,204
Other	143,359	16,000
Total capital financing	2,495,818	1,296,955
Unfinanced capital outlay (Unexpended capital financing) at the end of the year	(12,842)	482,456

(d) Provincial road subsidy revenue and expenditure on roads Provincial subsidy programmes are on a "receipt and disbursement" basis which does not recognize all accruals. The municipality has expended amounts for which the road subsidy will not be eligible for claim until the succeeding year. Such future subsidy revenues have been accrued in the current year.

(e) Charges for net long term liabilities Charges for net long term liabilities include principal and interest. Interest charges are not accrued for the period (s) from the date (s) of the latest interest payment (s) to the end of the fiscal year.

(f) Revenue and Expenditure - Statement 1 The statement of Revenue and Expenditure includes the Revenue and Expenditure for the Revenue fund including the Library Board and the Cemetery Board

The Revenue and Expenditure of the Parking Authority is not consolidated.

2 Charges for net long term liabilities

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

Principal payments	282,175
Interest	263,306
Total charges on long term liabilities incurred by the municipality	545,481

In addition, the municipality has assumed responsibility for the payment of principal and interest charges on certain long term liabilities issued by the Acton and Georgetown Hydro Electric Commissions. During the year, principal and interest charges amount to (144,393)

Of the charges for long term liabilities incurred by the municipality, The Regional Municipality of Halton has assumed the responsibility for the principal (114,998) and interest (160,002) charges which amount to (275,000)

Charges for net long term liabilities (principal and interest) 126,008

Of the charges shown above \$126,008 was paid from the revenue of the municipality and is included in expenditure classified under the appropriate functional headings, and 419,393 was recovered from The Region of Halton and the municipal enterprises for which the related net long term liabilities were incurred.

3. Provision for reserves and allowances Provisions for reserves and allowances amounting to 37,720 are included in the "Statement of Revenue and Expenditure".

4. Contributions to reserve funds The revenue for the year of reserve funds include 37,100 from subdivider and developer contributions

5. Net long term liabilities Total long term liabilities incurred by the municipality and outstanding at the end of the year amount to 1,680,843

Of the long term liabilities shown above, the responsibility for payment of principal and interest charges has been assumed by Halton Board of Education and The Regional Municipality of Halton for a principal amount of (3,720,292)

Net long term liabilities at the end of the year 1,680,843
6. CAPITAL OUTLAY TO BE RECOVERED IN FUTURE YEARS Some capital outlay does not represent a burden on general municipal revenue as it is to be recovered in future years from other sources.

Special charges on benefiting landowners, recovered by area municipalities tax levies 8,636
Municipal enterprises, recovered from Hydro utility rates 793,497
802,133

7. Liabilities payable in foreign currencies Included in "Net long term liabilities" is an amount of 359,000 payable in United States dollars and converted into Canadian dollars at the rate prevailing when the liability was incurred. If the liability is converted into Canadian dollars at the exchange rate prevailing at December 31, 1975 the liability would be increased by 5,744.

8. Contractual obligations At December 31, 1975, the Town of Halton Hills had entered into certain commitments for the construction of fairgrounds-changehouse, lighting of two tennis courts, balance of 4th and 5th line culverts, and the purchase of the Norval Community Centre, which, because they were not completed, are not fully reflected in these financial statements. The balance of the commitments outstanding on these projects at December 31, 1975 amounted to approximately 138,668 and the anticipated financing is as follows:

Ministry of Transportation Grant	8,234
Community Centre Grants	15,700
Reserves	114,734
	138,668

SUMMARY

Fairgrounds changehouse	50,500
Lighting of Prospect Park and Emmerson Park Tennis Courts	12,300
Fourth and Fifth Line Culvert	16,468
Norval Community Centre	59,400
	138,668

9. Liability for vested sick leave benefits Under the sick leave benefit plan, unused sick leave can accumulate and employees may become entitled to a cash payment when they leave the municipality's employment. No provision has been made for this liability.

STATEMENT OF REVENUE AND EXPENDITURES

	1975 Budget \$	1975 Actual \$	1974 Actual \$
Accumulated net revenue (deficit) at the beginning of the year	543,120	620,720	206,804
Expenditure			
General municipal purposes			
General government	886,880	700,629	794,473
Protection to persons and property	351,164	332,182	258,843
Transportation services	1,719,544	1,540,001	1,367,026
Environmental services	452,338	446,665	411,933
Health services	48,637	77,184	66,046
Recreation and cultural services	912,607	1,021,553	712,469
Planning and development	74,379	61,971	41,380
	4,445,549	4,180,185	3,655,170
Region or county purposes	574,085	575,962	579,400
School board purposes	3,089,447	3,124,434	2,664,733
Total expenditure	8,109,081	7,860,581	6,899,303
Revenue			
General municipal purposes			
Taxation	2,214,769	2,244,021	2,179,196
Payments in lieu of taxes	23,890	26,455	23,342
Ontario grants	800,774	1,041,611	991,715
Other grants	19,500	18,423	
Other	574,625	584,349	552,808
	3,633,558	3,894,859	3,747,141
Region or county purposes	686,222	696,887	737,836
Taxation	5,624	8,509	5,487
Payments in lieu of taxes	170,082	177,084	142,063
Ontario grants	861,928	882,480	885,386
Taxation	3,046,989	3,081,979	2,657,818
Payments in lieu of taxes	23,486	25,585	22,874
	3,070,475	3,107,564	2,680,692
Total revenue	7,565,961	7,884,903	7,313,219
Accumulated net revenue (deficit) at the end of the year		625,042	620,720
Analysed as follows:			
General revenue		534,039	495,875
Special charges		25,189	32,942
Special areas		615	91
Police villages			
Region or county		45,674	47,617
School boards		1,747	18,617
Local boards		13,995	10,875
Region of Halton - Sewer		3,783	14,303
		625,042	620,720

CONSOLIDATED STATEMENT OF RESERVE FUNDS

	\$
Balance at the beginning of the year	267,846
Revenue	
Subdividers	218,935
	218,935
Expenditure	
Contributions to capital fund	122,690
Contributions to revenue fund	24,334
Region of Halton	237
Consulting fees	147,261
	339,520
Balance at the end of the year	339,520

CONSOLIDATED BALANCE SHEET

	1975 \$	1974 \$
ASSETS		
CURRENT ASSETS		
Cash	22,245	260,208
Accounts receivable	910,489	536,231
Taxes receivable	675,209	693,279
Other current assets	57,363	17,000
	1,665,306	1,506,718
CAPITAL OUTLAY TO BE RECOVERED IN FUTURE YEARS		
	1,680,843	1,682,206
	3,346,149	3,188,924
LIABILITIES		
CURRENT LIABILITIES		
Temporary loans		
Accounts payable and accrued liabilities	466,253	738,610
Other current liabilities		
	466,253	738,610
NET LONG TERM LIABILITIES		
RESERVES AND RESERVE FUNDS	574,011	629,844
ACCUMULATED NET REVENUE (DEFICIT) AND UNAPPLIED CAPITAL RECEIPTS	625,042	620,720
	3,346,149	3,188,924

NOTES TO FINANCIAL STATEMENTS

1. ACCOUNTING POLICIES

(a) Balance Sheet The Balance Sheet reflects the combined assets and liabilities of the revenue fund, capital fund, reserve funds and include the Library Board and the Cemetery Board

Certain assets and liabilities are not reflected as described in (b) and (c) of this note and in notes 7 and 9.

(b) Fixed Assets

No value is attached to fixed assets for municipal reporting purposes. Expenditures on fixed assets are charged against current revenues unless the expenditures are financed out of long term debt. Debt retirement costs are charged against current revenues in the periods in which they are paid.

(c) Inventories of supplies

Inventories of supplies, amounting to \$57,413 are included in other current assets and are reflected at cost on the basis of average cost.