

STATEMENT OF CAPITAL OPERATIONS

for the year ended December 31, 1982

Municipality

TOWNSHIP OF TINY

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	1982 Actual \$	1981 Actual \$
Unfinanced capital outlay (Unexpended capital financing) at the beginning of the year	(50,000)	449,989
<b>Capital expenditure</b>		
General government	9,715	3,971
Protection to persons and property	4,101	14,478
Transportation services	419,953	283,883
Environmental services	753	64,018
Health services	50,000	-
Social and family services	-	-
Recreation and cultural services	70,987	116,291
Planning and development	30,400	35,000
Other	-	-
<b>Total expenditure</b>	<b>585,909</b>	<b>517,641</b>
<b>Capital financing</b>		
Contributions from the revenue fund	139,263	181,354
Contributions from reserves and reserve funds	-	70,946
Long term liabilities incurred	30,400	535,000
Ontario grants	366,246	224,436
Other	-	5,894
<b>Total capital financing</b>	<b>535,909</b>	<b>1,017,630</b>
Unfinanced capital outlay (Unexpended capital financing) at the end of the year	-	(50,000)

The accompanying notes are an integral part of this financial statement.

BALANCE SHEET

as at December 31, 1982

Municipality

TOWNSHIP OF TINY

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ASSETS

	1982 Actual \$	1981 Actual \$
<b>Current assets</b>		
Cash	150,592	173,360
Taxes receivable	892,756	676,599
Accounts receivable	228,238	250,726
Other current assets	8,186	12,328
	<u>1,279,772</u>	<u>1,113,013</u>
Capital outlay to be recovered in future years		
Other long term assets	1,793,794	1,843,379
	194,841	144,202
	<u>3,268,407</u>	<u>3,100,594</u>

LIABILITIES

	1982 Actual \$	1981 Actual \$
<b>Current liabilities</b>		
Temporary loans	845,894	586,970
Accounts payable and accrued liabilities	153,633	83,822
Other current liabilities	-	-
	<u>999,527</u>	<u>670,792</u>
Net long term liabilities	1,793,794	1,843,379
Reserves and reserve funds	327,146	369,986
Accumulated net revenue (deficit) and unapplied capital receipts	147,940	216,437
	<u>3,268,407</u>	<u>3,100,594</u>

The accompanying notes are an integral part of this financial statement.

1. ACCOUNTING POLICIES

(a) Statement of Revenue and Expenditure

This statement reflects the revenues and expenditures of the revenue fund and the following local boards and municipal enterprise:

Township of Tiny Planning Board                      The Tiny Parks, Recreation and  
The Tiny Public Library Board                      Community Centres Committee

(b) Statement of Capital Operations

This statement reflects the capital expenditures to be recovered from general municipal revenues of the municipality, its local boards and municipal enterprise described in Note 1 (a).

(c) Balance Sheet

This statement reflects the assets and liabilities of the revenue fund, capital fund, reserve funds, local boards and municipal enterprise described in Note 1 (a).

(d) Fixed assets

The historical cost and accumulated depreciation of fixed assets is not reported for municipal purposes. Instead the "Capital outlay to be recovered in future years" which is the aggregate of the principal portion of unmatured long term liabilities, capital funds transferred to other organizations, and the cost of capital projects not yet permanently financed, is reported on the "Balance Sheet".

(e) Municipal enterprises

Municipal enterprises are those activities whose costs are substantially recovered from service charges on the users.

(f) Charges for net long term liabilities

Debt retirement costs including principal and interest are charged against current revenues in the periods in which they are paid. Interest charges are not accrued for the periods from the dates of the latest interest payments to the end of the financial year.

(g) Trust Funds

Trust funds administered by the municipality amounting to \$40,149 are only reflected in the Trust Funds Statement of Continuity and Balance Sheet.

2. CAPITAL OUTLAY TO BE RECOVERED IN FUTURE YEARS

(a) Some capital outlay to be recovered in future years does not represent a burden on general municipal revenues, as it is to be recovered in future years from other sources:

	1982	1981
Special charges on benefitting landowners	\$ 608,794	\$ 615,379
Capital contribution to Huronia District Hospital	1,185,000	1,228,000
	<u>\$1,793,794</u>	<u>\$1,843,379</u>

Tiny Township has entered into agreements with five surrounding municipalities and Huronia District Hospital under which the balance of the capital transfer to Huronia District Hospital of \$1,185,000 will be recovered from the general revenues of the participating municipalities based on pro rata usage of the hospital facility by residents of the participating municipalities.

3. RESERVE FUNDS

During the year, \$140,485 was credited directly to reserve funds without being recorded as revenues and expenditures of the Revenue Fund. Major sources were:

Sale of land	\$ 85,938
Ontario Home Renewal Plan grant	40,000
Contributions from developers	9,763
Interest	4,784
	<u>\$140,485</u>

4. NET LONG TERM LIABILITIES

The balance for net long term liabilities reported on the "Balance Sheet" is made up of the following:

(a) Debentures issued to finance a capital contribution to Huronia District Hospital by the Township of Tiny and five surrounding municipalities. The cost of retiring these debentures will be shared by Tiny township and the surrounding municipalities according to annual usage of the hospital by residents of the participating municipalities.	\$1,185,000
Debentures issued to finance capital projects. The cost of retiring these debentures will be recovered from benefitting landowners.	608,794
	<u>\$1,793,794</u>

5. ACCUMULATED NET REVENUE AT THE END OF THE YEAR

The balance in the revenue fund at the year end is available to reduce (to be added to) the levies of the following classes of ratepayers.

General ratepayers	\$ (57)	\$ 25,127
Designated ratepayers	131,464	137,510
School board ratepayers	(751)	(637)
County ratepayers	17,284	4,437
	<u>\$147,940</u>	<u>\$ 166,437</u>

6. CHARGES FOR NET LONG TERM LIABILITIES

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

	1982	1981
Principal payments	\$ 79,985	\$ 46,094
Interest	227,827	219,593
	<u>\$307,812</u>	<u>\$265,687</u>

Of the total charges shown above, \$307,812 was paid from general municipal revenues of the municipality and are included in expenditure on the "Statement of Revenue and Expenditure" classified under the appropriate functional heading. Amounts received from benefitting landowners and neighbouring municipalities to finance these payments are included in revenues on the "Statement of Revenue and Expenditure" classified under the appropriate functional heading.

7. OTHER INFORMATION

(a) The temporary borrowings of the municipality at December 31, 1982 of \$845,894 exceeded the statutory limit provided by Section 189 (2) of the Municipal Act.

(b) Subsequent to the year end the Ontario Municipal Board granted an award in favour of the Township of Tiny amounting to \$42,302 to be paid by the Town of Midland with respect to legal costs incurred by the township on various aspects of pending annexation proceedings.