

# CORPORATION OF THE TOWNSHIP OF MARKHAM

AUDITED FINANCIAL STATEMENTS & AUDITORS REPORT - 1964

March 31st, 1965.  
To the Reeve, Members of Council and Rate-payers of The Municipal Corporation of the Township of Markham.

We have examined the books and records of the Township of Markham and its local boards for the year ended December 31st, 1964.

We report on the financial statements of the Township as follows:

### RESULTS FOR THE YEAR

The statement of operations for the year is summarized as follows:

Revenue	2,619,748
Surplus of prior year used to reduce levy	12,944
<b>Total</b>	<b>2,632,692</b>
Expenditures	2,620,785
<b>Surplus for year</b>	<b>\$11,907</b>

The details of this account, and comparison to the 1964 budget are shown on the statement of revenue and expenditures.

### TAX ROLL AND TAX COLLECTIONS

The revenue from taxation compares with previous years as follows:

1964	\$1,980,031
1963	1,917,245
1962	1,568,333
1961	1,378,881
1960	1,210,988

The taxes receivable including penalties on the current year's roll are \$311,001.21 at December 31st 1964 as compared to \$340,961.81 at December 31st 1963. The collection of the current year's taxes, including penalties represents 84.2% of the total 1964 tax roll including penalties as compared to 82.0% at December 31 1963 on the 1963 tax roll.

The total collection in the year of 1964 taxes, arrears of taxes for prior years and penalties represent 100.2% of the 1964 tax roll.

We submit the following comments upon certain of the items appearing in the balance sheets:

### CAPITAL AND LOAN FUND BALANCE SHEET

Work in Progress, \$33,713.68

The account is summarized as follows:

Paul Street, road extension, preliminary cost	1,583.92
Don Mills watermain construction	9,927.88
Meadowview, Doncaster, Henderson, road and watermain construction	12,065.72
Rockwell Road, road construction	9,754.01
York Central District High School Board, preliminary costs re school site	382.15
<b>Total</b>	<b>\$33,713.68</b>

These expenditures are under the authority of the Ontario Municipal Board with the exception of the preliminary costs of the Paul Street extension.

### Due from Other Funds, \$758,116.19

The amount arising from inter-fund transactions is made up as follows:

Due from Revenue Fund	10,521.92
Due from Water Area No. 1 re liability to Ontario Water Resources Commission	747,594.27
<b>Total</b>	<b>\$758,116.19</b>

The amount due from the Revenue Fund is made up of the following transactions:

Unexpended debenture funds on hand	22,235.60
Deduct: Work in progress	33,713.68
Less temporary loans	22,000.00
<b>Total</b>	<b>\$10,521.92</b>

### Long Term Debt - Ontario Water Resources Commission, \$1,475,006.14

Water system	747,594.27
Sewers	727,411.87
<b>Total</b>	<b>\$1,475,006.14</b>

The Municipality has signed agreements with the Ontario Water Resources Commission to provide a Deep Well System in Water Area No. 1. The liability at December 31st 1964 of \$747,594.27 represents the total cost of the projects less the Municipality's equity in the system at December 31st 1964.

The Municipality has agreed to pay to the

O.W.R.C. amounts of principal each year for thirty years after date of completion of project, so as to provide a fund sufficient to retire this liability.

The Municipality has also signed agreements with the Ontario Water Resources Commission for the construction of sewers. The liability at December 31st 1964 of \$727,411.87 represents the total cost of the projects to date less the Municipality's equity in the projects at December 31st 1964.

The Municipality has agreed to pay the O.W.R.C. amounts of principal each year for thirty years from the completion date of projects, so as to provide a fund sufficient to retire this liability.

### REVENUE FUND BALANCE SHEET

Accounts Receivable, \$4,539.14

The account is summarized as follows:

Weed cutting accounts	3,954.50
Sundry accounts	584.64
<b>Total</b>	<b>\$4,539.14</b>

### Due from The Province of Ontario, \$113,643.61

The account is summarized as follows:

Welfare subsidy	1,477.98
Road subsidy	101,901.65
Sales tax recoverable	9,416.33
Department of Highways	847.65
<b>Total</b>	<b>\$113,643.61</b>

### Taxes Receivable, \$513,555.51

Notices showing the balance of arrears of taxes owing at October 1st 1964 and requesting that any differences be reported directly to us were mailed to all taxpayers in arrears. We made a similar test of the unpaid current taxes and the arrears at December 31st 1964. All discrepancies reported to us were reconciled to our satisfaction with the Township records.

### TRUST FUNDS

#### Lot Fee Account

The balance on hand in this account at December 31st 1964 is \$166,663.71. This fund increased during the year by \$50,407.49.

During the year \$100,000.00 of this fund was loaned to the Township at the rate of 4% per annum. This loan was repaid during the year and the total fund at December 31st 1964 is invested in bank deposit receipts, 3 3/4% to 4% per annum, and in a bank savings account. In our opinion, the loan made in the year to the Municipality is not in accordance with Provincial statutes.

#### Planning Act Section 28

The balance on hand in this account is \$11,691.16. The fund increased during the year by \$5,853.80.

We report on sundry local boards as follows:

### CROSBY MEMORIAL COMMUNITY CENTRE

The operations for the year show a surplus of \$1,971.52 after repaying \$5,950.00 of the bank loan.

The balance on hand in the earned surplus account at December 31st 1964 is \$6,061.68.

### VICTORIA SQUARE COMMUNITY CENTRE

The operations for the year show a deficit of \$2,846.45 after paying \$5,490.57 for capital expenditures out of revenue. The deficit account at December 31st 1964 is \$4,039.30.

The deficit on operations is being financed by a temporary loan to the extent of \$5,000.00. We have seen no approval from the Ontario Municipal Board authorizing the Centre to borrow in this manner and to repay the loan out of the revenue of future years.

Subject to

(a) the comments in the above report

(b) the inadequate surety bond coverage of certain school boards and the Victoria Square Community Centre

we hereby report that in our opinion

(1) The financial transactions which have come under our notice have been in the powers of the Municipality

(2) The audit has been conducted in accordance with the instructions of the Department of Municipal Affairs

(3) The financial statements present fairly the financial position of the Municipality as at December 31st 1964, and the results of its operations for the year ended that date.

EDDIS & ASSOCIATES  
Chartered Accountants,  
License No. 2800

Date of filing with Department of Municipal Affairs, April 15th 1965.

## REVENUE FUND BALANCE SHEET

DECEMBER 31st 1964

ASSETS:		LIABILITIES:	
Cash on hand and in bank	91,961.04	Bank loan	150,000.00
Accounts receivable	4,539.14	Accounts payable	172,177.54
Less allowance for doubtful accounts	400.00	Debenture interest coupons due	2,372.54
	4,139.14	Due to other municipalities	231,005.69
Due from the Province of Ontario	113,643.61	Due to the Police Village of Thornhill	1,764.51
Due from other municipalities	228.29	Due to the Police Village of Unionville	3,590.72
Due from other funds:		Federation of Agriculture	2,116.70
Water Area No. 1	21,649.56	Municipal Recreation Committee	866.95
Lighting Areas	94.77	Due to the Province of Ontario	2,471.52
	21,744.33	Due to other funds:	
Taxes receivable:		Capital and Loan Fund	10,521.92
Current tax roll	311,001.21	Thornhill Library	58.99
Arrears - 1963	131,099.77	Toronto Transit Commission, bus line	1,081.06
- 1962	37,167.36		11,661.97
- 1961 and prior	34,287.17	Deferred revenue and prelevies:	
	513,555.51	Local improvement debt charges	3,029.87
Less allowance for uncollectible taxes	4,000.00	Schools	2,495.00
	509,555.51	County	1,654.67
Prepaid expenses - O.W.R.C. interest	6,329.29	Roads and bridges debenture	31,517.57
	6,329.29	Sewer Area	1,511.99
		Garbage Collection Area	2,113.13
		Thornhill Police Village	180.27
		Per capita grant	2,641.46
		Debenture prelevy received from other municipality	1,498.44
			47,252.40
		Deposits for specific purposes	15,413.51
		Reserve for working funds	95,000.00
		Surplus	11,907.16
		<b>Total</b>	<b>\$747,601.21</b>

## REVENUE FUND SURPLUS

Balance at credit, December 31st 1963	12,944.03
DEDUCT:	
Surplus taken into 1964 budget to reduce levy	12,944.03
	Nil
ADD:	
Surplus for 1964	11,907.16
Balance at credit, December 31st 1964	<b>\$11,907.16</b>

## STATEMENT OF REVENUE AND EXPENDITURE

FOR YEAR ENDED

DECEMBER 31st 1964

REVENUE:	Actual	Budget	EXPENDITURE:	Actual	Budget
Revenue from taxation	1,980,030.80	1,941,000	General Government:		
Debenture debt charges recovered	146,175.08	146,156	Executive	12,460.50	
Province of Ontario Subsidies:			Administrative	123,860.91	
Relief and Welfare	14,506.36		Other	47,684.88	184,006.29
Highway improvement	308,861.79				195,430
Police and Fire	943.17		Protection to Persons and Property:		
Payments in lieu of taxes	847.65		Fire	13,357.80	
Per capita grant	48,605.15		Police	115,435.53	
Warble Fly	345.75		Building inspectors	13,070.90	
Recreation	1,848.90		Pest control	1,179.45	
	375,958.77	301,523	Dog control	5,985.39	
Hydro Electric Power Commission of Ontario			Weed cutting	4,689.34	153,718.41
Grant in lieu of taxes	935.43	900			149,995
Receipts from Other Municipalities:			Public Works	580,488.81	462,046
Relief	1,036.02		Sanitation and waste removal	21,864.87	22,200
City of Toronto agreement re Jail Farm	2,851.96		Social Welfare:		
Police radio agreement	4,200.00		Relief	13,483.73	
	8,087.98	4,200	Institutional care	7,389.85	
Licenses and Permits:			Welfare administrator, salary and allowances	2,682.85	23,556.43
Dog	5,941.85				22,000
Hunting	1,335.00		Education, including debt charges	1,005,729.33	984,812
Building permits	6,057.50		Recreation and Community services	10,150.72	11,900
Catering licenses	875.00		Debt Charges:		
Septic tank permits	576.00		Principal and interest	523,616.03	
Sundry	2,166.05		Less Municipality's share of school debt charges	270,925.66	
	16,951.40	10,000		252,690.37	
Interest and tax penalties	36,257.08	25,000	Temporary loan interest	16,530.95	
Other Revenues:					269,221.32
Fines	5,773.73				259,177
Planning Board	1,500.00		Taxes written off & rebates	5,292.80	1,500
Committee of adjustment	400.00		Capital expenditures out of revenue:		
Sewer service charges and rates	22,331.66		Administrative	1,767.31	
Service charges	22,214.82		Public Works	4,218.50	5,985.81
Sundry income	583.31				7,000
Interest received - County By-Law No. 3138	2,533.77		Other Expenditures:		
No. 3067	14.05		Water Area No. 1 rates	66,927.63	
	55,351.34	34,398	Police Village rates	16,471.27	
Total revenue	2,619,747.88	2,463,177	County rates	230,078.47	
Surplus of prior years used to reduce the levy	12,944.03	12,944	Lighting Area rates	12,312.85	
			Sundry Area rates	15,261.00	
			Library, Thornhill	1,085.77	
			Sewer Area, O.W.R.C. - Contingency Fund	6,644.00	
			Sewer Area, Sundry operating costs	1,829.86	
					350,610.85
			Provision for Allowances and Reserves:		
			Reserve for working funds	10,000.00	
			Deferred revenue	159.11	10,159.11
					10,000
			Total expenditures	2,620,784.75	2,476,121
			Surplus for year	11,907.16	
			<b>Total</b>	<b>\$2,632,691.91</b>	<b>\$2,476,121</b>

Publication of the above Audited Financial Statements and the report of the Auditors thereon, pursuant to Section 223(a) of the Municipal Act.  
CHAS. H. HOOPER,  
Reeve  
E. A. BARTON,  
Treasurer

## CAPITAL AND LOAN FUND BALANCE SHEET

DECEMBER 31st 1964

ASSETS:		LIABILITIES:	
Fixed assets	1,400,754.73	Debenture Debt issued and unmatured	
Work in progress	33,713.68	General	95,750.00
Due from schools for debentures	2,838,849.33	Local Improvements	116,830.17
Due from Water Area No. 1 for debentures	510,422.07	Public Schools	1,224,831.75
Due from other municipalities for debenture debt assumed	317,609.21	High Schools	488,000.00
Due from other funds - Revenue fund	10,521.92	Water Supply System	520,205.45
Water Area No. 1	747,594.27		
	758,116.19	<b>Total</b>	