

TOWNSHIP OF VAUGHAN - AUDITOR'S REPORT - 1967

March 25th, 1968.

The Reeve, Members of Council and Ratepayers of The Municipal Corporation of the Township of Vaughan.

We have examined the books and records of the Township of Vaughan and its local boards for the year ended December 31st, 1967. We report on the financial statements of the Township as follows:

RESULTS FOR YEAR

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

Revenue	5,018,496.34
Expenditure	4,973,030.58
Surplus	\$ 45,465.76

The details of this account and comparison with the 1967 budget are shown on the statement of revenue and expenditure.

TAX ROLLS AND TAX COLLECTIONS

The revenue from taxation compares with prior years as follows:

1967	\$3,970,274
1966	3,291,882
1965	2,645,297
1964	2,216,554
1963	2,106,877

The taxes receivable including penalties on current year's roll are \$308,034.86 at December 31st, 1967 as compared to \$284,709.18 at December 31st, 1966. The collection of the current year's taxes including penalties represents 92.3% of the total 1967 tax roll including penalties as compared to 91.4% at December 31st, 1966 on the 1966 tax roll.

The total collection in the year of 1967 taxes, arrears of taxes for prior years and penalties represents 100.1% of the 1967 tax roll.

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

CAPITAL AND LOAN FUND BALANCE SHEET

Work in Progress, \$1,172,685.30

The account represents funds expended on the following projects:

Acquisition and development of industrial property, less proceeds received on sale of	
133.6 acres \$1,444,513.50	982,079.35
Kleinburg Fire Hall	26,579.94
West Don sewer extension	40,752.51
Hydro purposes	123,273.50
	<u>\$ 1,172,685.30</u>

The total cost to December 31st, 1967 of developing 246.9 acres of land is \$2,426,592.85 and the above balance of \$982,079.35 is the cost remaining after the sale of 133.6 acres. We are advised that the remaining marketable portion of this property is approximately 80 acres.

Mortgage Receivable, 7%, due December 1968, \$71,000

During the year 1966, 6 acres of industrial property was sold. The Municipality took back a first mortgage for the balance of payment.

Mortgage Receivable, 7½%, due August 1969, \$53,700.00

Mortgage Receivable, 7½%, due December 1969, \$115,000.00

Mortgage Receivable, 7%, due December 1969, \$49,360.00

During the year 1967 23 acres of industrial property was sold. The Municipality took back first mortgages for the balance of payments.

Mortgage Payable, 8%, due December 1968, \$214,049.38

Mortgage Payable, 8%, due June 1968, \$340,674.19

Mortgage Payable, 7%, due June 1971, \$33,160.00

These mortgages represent the balances owing on acquisition of 110.6 acres of industrial property.

REVENUE FUND BALANCE SHEET

Accounts Receivable, \$57,621.83

This amount is summarized as follows:

Sundry accounts receivable	20,137.24
Pine Grove Area re survey fee	3,000.00
Municipality of Metropolitan Toronto re landfill site	32,000.00
Markham Township re Richvale Fire Area	2,484.59
	<u>\$ 57,621.83</u>

Due from Province of Ontario, \$126,012.43

This amount is summarized as follows:

Highway subsidy	113,480.31
Ambulance subsidy	4,600.75
Welfare	6,343.32
Other	1,588.05
	<u>\$ 126,012.43</u>

Due from Other Funds

Sewer Area, \$8,988.19

The operations for the year show a surplus of \$3,548.80 after debt charges of \$42,769.64 reducing the deficit in the area to \$8,988.19.

Taxes Receivable, \$350,688.98

Notices showing the balances of arrears of taxes at December 1st, 1967 and requesting that any difference be reported directly to us were mailed to all taxpayers in arrears. We made a test of the current taxes unpaid at that date in a similar manner. All discrepancies reported to us were reconciled to our satisfaction with the Township records.

Water Areas

The operations of the Water Areas are summarized as follows:

	Balance of Surplus or Deficit (-) for Dec. 31 1966	Surplus for 1967	Deficit for 1967	Balance of Surplus or Deficit (-) for Dec. 31 1967
Area 1	\$47,616.83	\$8,460.60		\$56,077.43
Area 2	46,199.85	4,874.03		41,325.82
Area 4	5,296.38	2,415.32		2,881.06
Area 5	3,567.01		373.82	3,193.19
Area 6	5,649.13	2,094.49		7,743.62

The operations for the year of Water Area No. 7 show a deficit of \$57,009.93 after debt charges of \$94,477.88. This deficit was assumed by the Township Revenue Fund.

We hereby report, further to the foregoing comments, that in our opinion

- The financial transactions which have come to our 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 31st, 1967 and the results of the year ended on that date.

EDDIS & ASSOCIATES
Chartered Accountants.
License No. 3206.

Date of filing with Department of Municipal Affairs - March 31st, 1968.

CAPITAL AND LOAN FUND BALANCE SHEET - DECEMBER 31st, 1967

ASSETS		LIABILITIES	
Fixed Assets:		Debenture Debt Issued and Unmatured:	
Municipal office property and equipment	379,431.36	General	672,463.03
Fire Department property and equipment	123,890.00	Local improvements	28,553.88
Police Dept. equip.	4,700.00	Public Schools	2,672,842.88
Road Dept. - garage and equipment	56,951.57	High Schools	389,000.00
Library	55,591.52	Water Supply Sys.	2,136,554.66
Land, sundry	1,000.00	Sewer Areas	462,616.65
Streets and roads	413,331.72	Total	6,362,081.10
	1,034,896.17	Due to other municipalities for debentures assumed	1,834,123.92
Work in progress	1,172,685.30	Temporary loans	132,500.00
Due from schools (for debentures)		Accounts payable Twp. School Area	242,943.35
Public	2,727,366.83	Account payable	20,740.97
Collegiate and High	1,929,582.81	Deposit re land purchases	30,000.00
	4,656,949.64	Due to other funds:	
Due from utilities and other municipal enterprises (for debentures)		Water Area 1	34,000.00
Water Supply Sys.	2,136,554.66	Water Area 5	19,600.44
Pine Grove water	12,385.19	Water Area 7	62,662.86
Sewer Areas	462,616.65		116,263.30
	2,611,556.50	Due to Revenue Fund	331,414.11
Due from other municipalities (for debentures assumed)	239,017.16	Mortgage payable, 8%, due June 1968	340,674.19
Due from Township Library Board	504.48	Mortgage payable, 8%, due Dec. 1968	214,049.38
Mortgages receivable - 7% due Dec. 1968	71,000.00	Mortgage payable, 7%, due June 1971	33,160.00
7½% due Aug. 1969	53,700.00	Investment in capital assets	346,768.93
7% due Dec. 1969	49,360.00		
7½% due Dec. 1969	115,000.00		
	289,060.00		
	<u>\$ 10,004,669.25</u>		<u>\$ 10,004,669.25</u>

NOTE: Debenture debt payable in United States currency and included at par in the total debt payable at December 31st 1967 - \$606,000.00.

This debt was issued for the following purposes:

Waterworks	364,000.00
General	175,000.00
Public Schools	67,000.00
	<u>\$ 606,000.00</u>

REVENUE FUND BALANCE SHEET

DECEMBER 31st, 1967

ASSETS		LIABILITIES	
Cash on hand and in bank	238,950.97	Temporary loan	150,000.00
Accounts receivable	57,621.83	Accounts payable	332,415.61
Less allowance for doubtful accounts	5,000.00	Debentures and coupons due	21,873.97
	52,621.83	Due to schools	260,663.63
Due from the Province of Ontario	126,012.43	Due to county	27,082.07
Due from Government of Canada	1,094.00	Due to local boards, etc.:	
Due from Maple Police Village	1,552.14	Thornhill Police Village	3,979.78
Due from other funds:		H.E.P.C. - hydro arrears	524.31
Sewer Area	8,988.19	Lighting Areas	1,256.70
Water Supply System,			5,760.79
Area No. 2	44,072.79	Due to other funds:	
Area No. 4	5,335.48	Water Supply System,	
Area No. 7	13,131.48	Area No. 1	10,072.98
	62,539.75	Area No. 5	1,764.24
Capital and Loan Fund	331,414.11	Area No. 6	3,202.25
Taxes receivable:		Township Library Board	15,039.47
1967 Tax Roll	308,034.86	Trust Fund	3,019.10
Arrears - 1966	30,237.08		1,325.18
- 1965	10,239.35	Toronto Transit Commission Bus Lines	19,583.75
- 1964	972.38	Reserve for contingencies	18,348.72
- 1963	1,205.31	Deferred Revenue:	7,105.11
	350,688.98	Roads and bridges	117,182.44
Less allowance for uncollectable taxes	10,000.00	Local improvement debt charges	3,105.52
	340,688.98	Schools	33,967.20
Property acquired for taxes	2,322.60	County rates	2,351.17
Inventory - Public Works	3,716.16	Thornhill Police Village	1,542.71
	<u>\$ 1,169,901.16</u>	Per capita grant	8,736.18
		Replacement of public works equipment	40,458.64
		Surplus account	207,343.86
			<u>120,123.65</u>
			<u>\$ 1,169,901.16</u>

REVENUE FUND SURPLUS ACCOUNT

Balance at credit, December 31st 1966	74,657.89
ADD:	
Surplus for year	45,465.76
Balance at credit, December 31st 1967	<u>\$ 120,123.65</u>

STATEMENT OF REVENUE AND EXPENDITURE

FOR YEAR ENDED DECEMBER 31st, 1967

REVENUE			EXPENDITURE		
	Actual	Budget	Actual	Budget	
Revenue from taxation	3,970,274.39	3,749,269	General Government:		
Debenture debt charges recovered	307,122.26	307,122	Executive	15,857.99	
Government of Canada - Winterworks subsidy and grant in lieu of taxes	2,800.50	1,000	Administrative	211,954.55	
Province of Ontario subsidies:			Other	90,996.63	318,809.17
Ambulance	4,600.75		Protection to Persons and Property:		342,750
Welfare	42,003.49		Fire	150,967.66	
Highway improvement	341,177.74		Police	187,928.00	
Payments in lieu of taxes	7,018.49		Warble fly and sundry	966.28	
Police and fire	2,290.45		Weed control	5,017.13	344,879.07
Per capita grant	93,595.00				669,380.59
Winterworks	853.25		Public Works		692,338
Warble fly	240.74		Social Welfare:		
Liquor license fee	1,108.52		Relief	41,788.67	
Recreational grant	4,213.13		Institutional care	14,456.17	
	497,101.56	478,000	Administration	3,800.00	
Receipts from other Municipalities:				60,044.84	52,800
Welfare	4,686.00		Education including debt charges	2,101,314.42	2,006,256
Fire	44,084.59		School for Retarded Children	1,123.22	1,050
	48,770.59	48,535	Recreation and Community Services	19,377.48	20,000
Receipts from Government Enterprises:			Debt Charges:		
Ontario Hydro-Electric Power Commission - Grant in lieu of taxes	6,515.43	5,000	Debenture principal and interest	798,567.46	
Licenses and Permits:			Less Municipality's share of school debt charges	389,147.05	
Dog	5,924.75			409,420.41	
Building and sundry permits	15,611.74		Temporary loan interest	26,781.34	436,201.75
Tourist	870.00				433,341
Eating establishments	1,090.00		Taxes written off	2,417.53	3,500
Auto wreckers	100.00		Provision for deferred revenue	93,030.99	
Amusement and theatre	1,666.25		Capital expenditures	44,193.06	26,000
Taxi-cab and sundry	1,481.00		Other Expenditures:		
	26,743.74	23,700	Deficit of Water Area No. 7 written off	57,009.93	
Interest and tax penalties	81,179.25	68,000	Water Areas	114,843.90	
Other Revenues:			County rates	522,920.95	
Fines	4,241.43		Police Village rates	21,145.03	
Fees - Committee of Adjustment	2,075.00		Lighting Area rates	5,744.79	
Service charges	470.00		Library rates	43,733.23	
Sundry	5,780.94		Winterworks project - cemetery	5,649.61	
County of York re debenture by-law No. 3276	1,737.13		U.S. exchange on debt charges	1,894.23	
By-law Amendments	1,810.00		Sewer Area	61,328.56	
Sale of maps	1,187.00		Thackeray land fill site	44,893.01	
Capital lot fees	23,743.50		Pine Grove survey	3,095.22	
Thackeray land fill site	32,000.00			882,258.46	788,656
Weed cutting	4,395.47		Total expenditures	4,973,030.58	4,709,126
Warble fly	548.15		Surplus for year	45,465.76	
	77,988.62	28,500			
Total revenue	<u>\$ 5,018,496.34</u>	<u>\$ 4,709,126</u>	Total	<u>\$ 5,018,496.34</u>	<u>\$ 4,709,126</u>