

Corporation of The Town of Markham

MUNICIPAL OFFICES — 8911 DON MILLS ROAD, MARKHAM ONTARIO

1973 AUDITED FINANCIAL STATEMENTS



AUDITORS' REPORT

TO: THE MEMBERS OF COUNCIL, INHABITANTS AND RATEPAYERS OF THE CORPORATION OF THE TOWN OF MARKHAM.

We have examined the 1973 financial statements of the Town of Markham and its local boards, which are reported on separately. 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 Town of Markham as at December 31, 1973, and the results of its 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 preceding year.

Toronto, Canada,
April 30, 1974,
Licence Number 4488.

EDDIS & ASSOCIATES
CHARTERED ACCOUNTANTS.

NOTES TO THE FINANCIAL STATEMENTS DECEMBER 31, 1973

- CHARGES FOR NET LONG TERM LIABILITIES**
Total charges for the year for net long term liabilities were as follows:
Principal payments including contributions to sinking funds and to the Ontario Water Resources Debt Retirement Fund \$226,279
Interest 468,553
\$694,832
- PROVISION FOR RESERVES**
Provisions for reserves amounting to \$65,000 are included in the Statement of Revenue and Expenditure. Of this amount, \$40,000 is included in "Financial expenses" and \$25,000 in "Transportation Services - Roadways".
- CONTRIBUTIONS TO RESERVE FUNDS**
Contributions to reserve funds amounting to \$43,093 are included in the Statement of Revenue and Expenditure, classified under the appropriate functional headings.
- BASIS OF CONSOLIDATION**
The Consolidated Balance Sheet reflects the assets and liabilities of the revenue fund, the capital fund and all reserve funds of the municipality. Trust fund assets administered by the municipality, amounting to \$71,598, have not been consolidated, nor have the assets and liabilities of the water areas and the local boards of the municipality.
- NET LONG TERM LIABILITIES**
Total long term liabilities incurred by the municipality and outstanding at the end of the year amount to \$11,824,330
In addition, the municipality has assumed responsibility for the payment of principal and interest charges on certain long term liabilities issued by other municipalities.
At the end of the year, the principal amount of this liability is \$2,457,650
Of the long term liabilities shown above, the responsibility for payment of principal and interest charges has been assumed by others for a principal amount of \$(6,999,240)
The total value of sinking funds and the balance in the Ontario Water Resources Debt Retirement Fund which have been accumulated to the end of the year to retire the outstanding long term liabilities included above amount to (453,612)
Long term liabilities issued by the municipality, and held by reserve funds as investments, amount to (1,400)
Net long term liabilities at the end of the year **\$ 6,827,728**
- CAPITAL OUTLAY TO BE RECOVERED IN FUTURE YEARS**
Some capital outlay does not represent a burden on general municipal revenues, as it is to be recovered in future years from other sources:
Special charges on benefiting landowners \$4,183,344
Municipal enterprises 2,092,879
\$ 6,276,223
- 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.
The liability for these accumulated days, to the extent that they have vested and could be taken in cash by an employee on terminating, amounted to \$129,470 at the end of the year, which amount is fully provided for by a reserve fund included in the consolidated balance sheet.
- ADMINISTRATION LOT FEES FUND COMMITMENT**
The municipality is committed to capital expenditures of \$3,200,000 for the construction of recreation facilities. Approved long term financing and subsidies are to provide \$2,650,000 towards the cost and Lot Fee Funds on hand at December 31, 1973 are committed for the balance of \$550,000.

CONSOLIDATED BALANCE SHEET DECEMBER 31, 1973

ASSETS	1973		1972		LIABILITIES	1973		1972	
	\$		\$			\$		\$	
Cash	6,330		201,662		Temporary loans	245,000			
Accounts receivable					Accounts payable and accrued liabilities				
Other governments	664,682		228,624		Other governments	307,917		192,785	
Hydro utility, and local boards	68,326		58,746		Local boards and other funds				
Other	75,684		69,592		Board of Education	441,500		224,129	
Taxes receivable	1,404,338		1,427,109		Water areas	16,409		219,655	
Investments, at cost, and short term deposits	1,551,788		1,228,231		Library Board			6,782	
Ontario Water Resources Commission, Reserve Fund Assets	89,378		80,566		Other	694,033		507,528	
Inventories and prepayments	35,744		45,006		Deferred revenue	106,991		16,768	
Total current assets	3,896,270		3,339,536		Total current liabilities	1,811,850		1,167,647	
Capital outlay to be recovered in future years	7,325,499		6,277,652		Net long term liabilities	6,827,728		5,909,658	
	\$ 11,221,769		\$ 9,617,188		Reserve and reserve funds	1,949,824		2,253,517	
					Accumulated net revenue				
					General revenue	168,589		1,119	
					Special charges	29,259		27,505	
					Special areas	434,519		257,742	
						632,367		286,366	
						\$ 11,221,769		\$ 9,617,188	

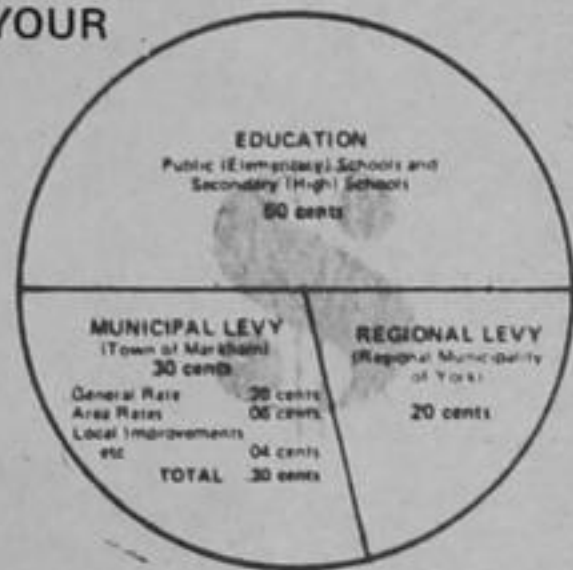
STATEMENT OF REVENUE AND EXPENDITURE FOR THE YEAR ENDED DECEMBER 31, 1973

Revenue	1973		1972		Expenditure	1973		1972	
	\$		\$						
Taxation	11,623,769		8,985,080		General government	494,279		442,375	
Contributions from other governments					Protection to persons and property	602,289		401,296	
Payments in lieu of taxes	30,858		21,935		Transportation services	2,101,933		1,417,434	
Subsidies	1,162,762		803,578		Environmental services	986,808		786,609	
Other revenues					Recreation and community services	872,619		495,730	
Licences and permits	222,053		160,957		Community planning and development	148,920		80,856	
Service charges	256,819		178,366		Financial expenses	173,834		91,628	
Penalties and interest on taxes	138,852		127,308		Water area	90,634		132,642	
Rents, fines and sundry	7,108		6,991		Region of York	2,119,386		2,019,787	
Income from short term investments	65,673		33,240		Education	5,561,191		4,414,667	
	13,507,894		10,317,455			13,161,893		10,283,024	
					Excess of revenue over expenditure for the year	346,001		34,431	
					Accumulated net revenue, beginning of the year	286,366		251,935	
					Accumulated net revenue, end of the year	\$ 632,367		\$ 286,366	

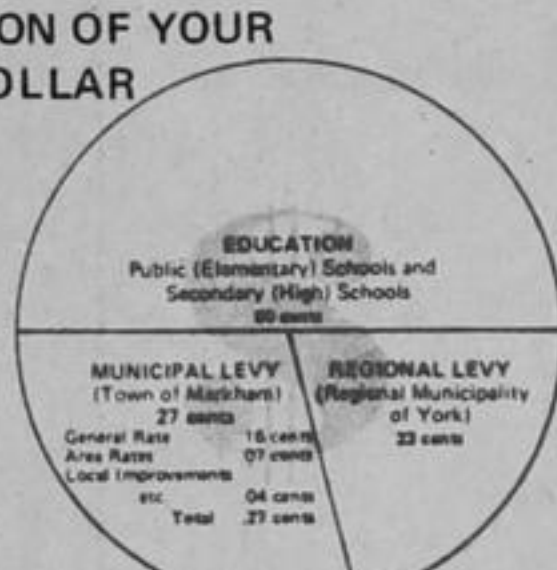
STATEMENT OF CAPITAL FUND OPERATIONS FOR THE YEAR ENDED DECEMBER 31, 1973

	1973	1972
Unfinanced capital outlay, at the beginning of the year	\$ 366,494	\$ 376,351
Capital outlay		
Capital expenditures		
General government	14,866	37,322
Protection to persons and property	97,154	14,487
Transportation services	746,987	391,697
Environmental services	682,582	1,430,415
Recreation and community services	2,341,136	886,392
Transfer to Water Area		209,669
Transfer to Hydro Utility	245,000	
Total	4,127,705	2,969,082
Capital financing		
Long term liabilities incurred	1,165,024	1,433,189
Contributions from other governments	432,651	206,355
Contributions from the revenue fund for capital expenditures	624,250	312,264
Contributions from reserve funds	1,650,278	1,000,531
Other	125,625	27,500
	3,997,828	2,979,839
Unfinanced capital outlay, at the end of the year	\$ 496,371	\$ 366,494

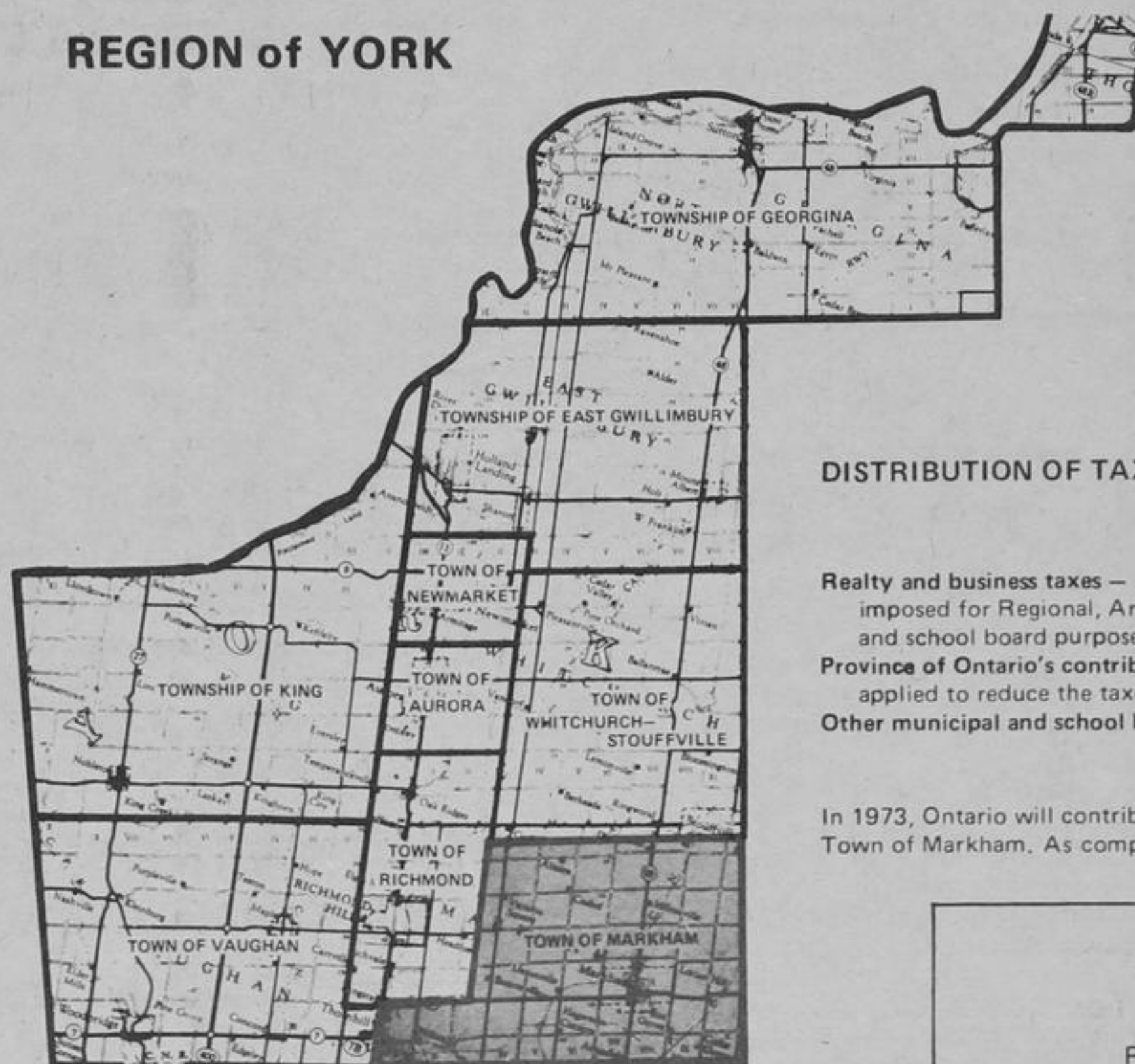
DISTRIBUTION OF YOUR 1973 TAX DOLLAR



DISTRIBUTION OF YOUR 1972 TAX DOLLAR



REGION OF YORK



DISTRIBUTION OF TAX-SUPPORTED SERVICES IN THE TOWN OF MARKHAM 1973 & 1972

	1973	%	1972	%
Realty and business taxes — imposed for Regional, Area Municipality and school board purposes	\$10,460,948.00	43	\$ 8,449,325.00	41
Province of Ontario's contributions — applied to reduce the taxes imposed	\$12,319,254.00	51	\$10,656,400.00	51
Other municipal and school board revenues	\$ 1,374,433.00	6	\$ 1,826,300.00	8
	\$24,154,635.00	100%	\$20,932,025.00	100%

In 1973, Ontario will contribute \$1.18 for every dollar of realty and business taxes imposed by the Town of Markham. As compared to \$1.26 in 1972.

Council

Mayor — A. Roman

Regional Councillors

R. W. Adams — H. C. T. Crisp

Councillors

Ward 1 — G. S. Kay	Ward 4 — A. B. Bonner
Ward 2 — R. J. Muldrew	Ward 5 — Mrs. A. Walker
Ward 3 — Mrs. C. Bell	Ward 6 — R. A. P. Moran

ASSESSMENT ANALYSIS

	1971	Ratio	1972	Ratio	1973	Ratio	1974	Ratio
RESIDENTIAL & FARM	\$295,000,000.00	81%	\$313,000,000.00	80%	\$347,367,000.00	80%	\$395,617,272	79%
COMMERCIAL & INDUSTRIAL	69,000,000.00	19%	76,000,000.00	20%	86,653,000.00	20%	\$106,616,961	21%
TOTAL	\$364,000,000.00	100%	\$389,000,000.00	100%	\$434,020,000.00	100%	\$502,234,233	100%

	1971	1972	1973	1974	1975	1976
Assessment —	364 Million	389 Million	434 Million	502 Million	550 Million Est'd.	590 Million Est'd.
Population —	37,905	40,000	43,000	47,500	52,000	55,000

Publication of the above Audited Financial Statements and the report of the Auditors thereon, pursuant to Section 224 of the Municipal Act.

ANTHONY ROMAN, Mayor

E. A. BARTON, Treasurer