CORPORATION OF THE TOWNSHIP OF MARKHAM

Audited Financial Statement And Auditor's Report — 1967

March 27th, 1968.

To the Reeve, Members of Council
and Ratepayers 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 1967.

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	4,422,053
Surplus of prior year used to reduce levy	118,000
Total	4,540,053
Expenditures	4,417,928
Surplus for year	$122,125

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

TAX ROLL AND TAX COLLECTIONS

The revenue from taxation compares with previous years as follows :

1967	$3,554,780
1966	3,001,496
1965	2,322,343
1964	1,980,031
1963	1,917,245

The taxes receivable including penalties on the current year's roll are $364,414 at December 31st 1967 as compared to $373,406 at December 31st 1966. The collection of the current year's taxes, including penalties represents 89.8% of the total 1967 tax roll including penalties as compared to 87.6% 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 represent 100.3% of the 1967 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, $586,218

The account is summarized as follows :

Watermains and sewers	79,380
Recreation, library, municipal building	353,850
Public Works	152,988
	$586,218

Long Term Debt — Ontario Water Resources Commission, $1,347,366

Water system	676,872
Sewers	670,494
Total	$1,347,366

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 1967 to $676,872 represents the total cost of the projects less the Municipality's equity in the system at December 31st 1967.

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 1967 of $670,494 represents the total cost of the projects to date less the Municipality's equity in the projects at December 31st 1967.

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

Due from The Province of Ontario, $189,568

The account is summarized as follows :

Welfare subsidy	2,051
Road subsidy	182,988
Sundry	4,529
	$189,568

Deposits for Specific Purposes, $40,799

This account represents funds received under subdivision agreements to cover specific costs, future engineering and supervising costs pertaining to the subdivisions.

TRUST FUNDS

Lot Fee Fund

The balance in this account at December 31st 1967 is $471,707.

The fund is committed to an expenditure up to $341,180 as approved by By-Law 2257. The lot fee monies as described in the By-Law are to be used for a portion of the cost of Park land and building, Township library site and building, and Municipal office building addition. The Fund at December 31st 1967 has advanced from the above balance $303,849 towards the cost of these projects and on completion of the projects the Lot Fee Fund is to be charged with a portion of the final costs up to the amount of $341,180.

The Township has expropriated a parcel of land for a park site in addition to the one noted above. The final cost of the site is not known as settlement is subject to arbitration. An appraisal of this property indicates a value of $15,000. A resolution of Council directs that the purchase price of the property is to be paid out of the Lot Fee Fund if sufficient funds are not available in the Planning Act fund.

Planning Act Section 28

The balance on hand in this account at December 31st 1967 is $5,547. The fund increased in the year after investment income by $5,328.

We report on sundry local boards as follows :

CROSBY MEMORIAL COMMUNITY CENTRE

The operations for 1967 show a surplus of $9,403.

The balance on hand in the surplus account at December 31st 1967 is $28,044 as compared to $18,641 at December 31st 1966.

No provision has been made in the accounts of the Community Centre for renewal of building and equipment. It is our recommendation that a reserve fund be established for the replacement and renewal of capital assets in accordance with the Statutes of The Province of Ontario.

VICTORIA SQUARE COMMUNITY CENTRE

The operations for the year show a surplus of $3,820. The surplus on hand at December 31st 1967 is $1,416 as compared to a deficit at December 31st 1966 of $2,404.

We report that in our opinion

(1) The financial transactions which have come under our notice have been within 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 1967 and the results of its operations for the year ended on that date.

EDDIS & ASSOCIATES
Chartered Accountants.
License No. 3206

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

REVENUE FUND BALANCE SHEET
December 31st 1967

ASSETS :

Fixed assets	1,733,867
Work in progress	586,218
Due from schools for debentures	5,927,390
Due from Water Area No. 1 for debentures	653,873
Due from other municipalities for debenture debt assumed	377,271
Due from other fund— Water Area No. 1 re O.W.R.C. debt	676,872
	$9,955,491

LIABILITIES :

Debenture debt issued and unmatured :		
General	61,050	
Local Improvements	287,518	
Public Schools	4,103,942	
High Schools	528,991	
Water Supply System	660,405	
Total		5,641,906
Due to other municipalities for debenture debt assumed		1,665,196
Long Term Debt : Ontario Water Resources Commission (see audit report)		1,347,366
Accounts payable		88,272
Due to Trust Fund		303,849
Due to Revenue Fund		144,097
Investment in capital assets		764,805
		$9,955,491

REVENUE FUND SURPLUS

Balance, December 31st 1966	135,698
DEDUCT : Surplus taken into 1967 budget to reduce the levy	118,000
	17,698
ADD : Surplus for 1967	122,125
Balance, December 31st 1967	$139,823

CAPITAL AND LOAN FUND BALANCE SHEET
December 31st 1967

ASSETS :

Cash		132,684
Accounts receivable	7,981	
Less allowance for doubtful accounts	400	7,581
Due from the Province of Ontario		189,568
Due from other municipalities		45,300
Due from schools		4,496
Due from other funds :		
Capital and Loan Fund	144,097	
Lighting Area	1,756	
Garbage Collection Area	13,755	
		159,608
Taxes receivable :		
Current tax roll	364,414	
Arrears—1966	106,710	
—1965	37,261	
—1964 and prior	50,589	
	558,974	
Less allowance for uncollectable taxes	4,000	
		554,974
Prepaid expenses — O.W.R.C. interest and sundry		962
		$1,095,173

LIABILITIES :

Bank loan		475,000
Accounts payable		200,503
Debenture principal and coupons due		54,328
Due to the Police Village of Thornhill		5,134
Due to the Police Village of Unionville		7,793
Federation of Agriculture		128
Due to other funds :		
Water Area No. 1	14,746	
Township Library Board	170	
Toronto Transit Commission, Bus Line	5,241	
Recreation Committee	4,416	24,573
Deferred revenue and prelevies		28,092
Deposits for specific purposes		40,799
Reserve for working funds		119,000
Surplus		139,823
		$1,095,173

STATEMENT OF REVENUE AND EXPENDITURE
FOR YEAR ENDED — December 31st 1967

REVENUE :

		Actual	Budget
Revenue from taxation		3,554,780	3,308,638
Debenture debt charges recovered		193,088	193,088
Province of Ontario Subsidies :			
Relief and Welfare	14,365		
Highway improvement	332,840		
Police and Fire	1,846		
Share of Liquor license fees	1,259		
Payments in lieu of taxes	272		
Per Capita grant	86,757		
Community Centres	14,382		
Sundry	5,242	456,963	539,000
Government of Canada, subsidy		770	
Grant in lieu of taxes — Hydro-Electric Power Commission		1,459	1,500
Receipts from Other Municipalities :			
Relief	390		
City of Toronto agreement re Jail Farm	5,152		
Police Radio agreement	4,200	9,742	10,000
Licenses and permits		48,705	49,700
Interest and tax penalties		38,187	25,000
Tax write offs and adjustments recovered		14,227	
Other Revenues :			
Rent	720		
Fines	6,441		
Planning Board	2,838		
Committee of Adjustment	4,225		
Sewer service charges and rates	62,205		
Accrued interest on sale of debenture	1,014		
Public Works	16,238		
Sundry income	7,857		
Reduction in provision for deferred revenue	2,594	104,132	72,500
Total revenue		4,422,053	4,199,426
Surplus of prior year used to reduce levy		118,000	118,000
Total		$4,540,053	$4,317,426

EXPENDITURE :

		Actual	Budget
General Government :			
Executive	12,418		
Administrative	174,561		
Other	76,629	263,608	264,350
Protection to Persons and Property :			
Fire	56,910		
Police	192,169		
Building inspectors	24,700		
Dog control	7,758		
Weed cutting	3,806		
Sundry	9,564	294,907	292,400
Public Works		692,623	761,500
Social Welfare		24,713	29,600
Education, including debt charges		1,989,347	1,849,408
Recreation and community services		25,712	21,800
Debt Charges :			
Principal and interest	756,358		
Less Municipality's share of school debt charges	449,329		
	307,029		
Temporary loan interest	12,727	319,756	323,937
Taxes written off and rebates		11,957	5,000
Capital expenditures out of revenue		13,800	40,000
Other Expenditures :			
Water Area No. 1 rates	101,604		
Police Village rates	14,037		
County rates	471,973		
Lighting Area rates	33,720		
Garbage collection	39,526		
Library	22,538		
Sewer Area, O.W.R.C. — contingency fund	5,699		
Sewer Area, sundry operating costs and installations	65,131		
Provision for working funds	14,000		
Provision for deferred revenue	13,277	781,505	729,431
Total expenditures		4,417,928	4,317,426
Surplus for year		122,125	
Total		$4,540,053	$4,317,426

Publication of the above audited financial statements and the report of the auditors thereon, pursuant to Section 233(a) of the Municipal Act.

S. T. Rumble, Reeve. E. A. Barton, Treasurer.