



# CORPORATION OF THE TOWNSHIP OF MARKHAM



## Audited Financial Statement And Auditor's Report - 1968

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

We have examined the financial statements of the Township of Markham and its local boards for the year ended December 31, 1968, and report as follows:

### RESULTS FOR THE YEAR

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

Revenue	4,972,757
Expenditures	5,105,624
Excess of expenditure over revenue	(132,867)
Surplus, December 31, 1967	139,823
Surplus, December 31, 1968	\$6,956

### TAX ROLL AND TAX COLLECTIONS

The revenue from taxation compares with previous years as follows:

1968	\$3,879,426
1967	3,554,780
1966	3,001,496
1965	2,322,343
1964	1,980,031

The taxes receivable including penalties on the current year's roll are \$363,393 at December 31, 1968 as compared to \$364,414 at December 31, 1967. The collection of the current year's taxes, including penalties represents 90.8% of the total 1968 tax roll including penalties as compared to 89.8% at December 31, 1967 on the 1967 tax roll.

March 31, 1969.

The total collection in the year 1968 taxes, arrears of taxes for prior years and penalties represent 99.5% of the 1968 tax roll.

### CAPITAL PROJECTS IN PROGRESS

Included in the fixed assets on the Capital Fund balance sheet are projects in progress as follows:

Sewage projects	850,600
Roads and storm sewers	26,268
Parks	1,802
	\$878,670

The above projects are under Ontario Municipal Board approvals to be financed by sale of long term debt, however, the actual costs to December 31, and the projected final costs on the Don Mills - Leslie sewer project indicate an expenditure of \$100,000 in excess of present approvals. The method of financing this excess has been considered by the Municipality and is not yet finalized.

### TRUST FUNDS

#### Lot Fee Fund

The balance on hand in this account at December 31, 1968 is \$3,554. The fund in 1968 provided funds for capital expenditures as follows:

Parks and recreation	115,443
Sanitation	184,661
General government, building and equipment	337,510
	\$637,614

The Township has expropriated a parcel of land for a park site, the final cost of which 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 31, 1968 is \$2,987. During the year parkland at a cost of \$29,220 was acquired.

### CROSBY MEMORIAL COMMUNITY CENTRE

The operations for 1968 show a surplus of \$9,802.

The balance on hand in the surplus account at December 31, 1968 is \$9,846 as compared to \$28,044 at December 31, 1967. During the year the Community Centre transferred \$28,000 to a reserve for the renewal and replacement of fixed assets.

### VICTORIA SQUARE COMMUNITY CENTRE

The operations for 1968 show a deficit of \$1,590, after capital expenditures from revenue in the amount of \$4,220. The balance at December 31, 1968 is a deficit of \$174 compared with a surplus at December 31, 1967 of \$1,416.

Subject to the completion of the financial arrangements for the Don Mills-Leslie sewer project 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 31, 1968 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  
April 4, 1969.

### CAPITAL FUND BALANCE SHEET

December 31, 1968

ASSETS:		LIABILITIES:	
Current assets		Current liabilities	
Accounts receivable	88,987	Bank loan	707,000
Future recoveries from levies or rates		Due to revenue fund	104,187
Municipal enterprises		Accounts payable	21,775
Water area	1,343,129		832,962
School boards	7,088,431	Net long term liabilities	
	8,431,560	General municipal activities	1,212,452
Fixed assets	3,233,291	Municipal enterprises	1,343,129
		School boards	7,088,431
			9,644,012
		Equity in fixed assets	1,276,864
			\$11,753,838
	\$11,753,838		\$11,753,838

### NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 1968

#### 1. NET LONG TERM LIABILITIES

Total long term liabilities incurred by the municipality and outstanding at the end of the year amount to	8,198,990
In addition, the municipality has assumed responsibility for the payment of principal and interest charges on the long term liabilities of other municipalities, the principal amount of which at the end of the year is	2,010,606
Of the outstanding long term liabilities shown above, the responsibility for payment of principal and interest charges has been assumed by others the principal of which is	(337,339)
The balance in the debt retirement fund of the Ontario Water Resources Commission which has been accumulated to the end of the year to retire the outstanding long term liabilities included above amounts to	(228,245)
Net long term liabilities at the end of the year	\$9,644,012

#### 2. CHARGES FOR NET LONG TERM LIABILITIES

Total charges for the year for net long term liabilities were as follows:	
Principal payments	345,864
Contributions to sinking funds and to the debt retirement fund of Ontario Water Resources Commission	30,930
Interest	498,928
	\$875,722

Of the total charges shown above, an amount of \$126,664 was paid from the general revenues of the municipality and is included in expenditure classified under the appropriate functional headings, and amounts of \$159,373 and \$609,685 respectively were recovered from the municipal enterprises and school boards for which the related net long term liabilities were incurred.

#### 3. NET LONG TERM LIABILITIES TO BE SPECIALLY ASSESSED

Certain net long term liabilities, the terms of which will require certain lands, owners, or occupants to be specially assessed, have been included in the net long term liabilities, classified under general municipal activities. The base and the amount of these assessments are:	
The Local Improvement Act	\$360,537

#### 4. ASSUMPTION OF DEBENTURES ISSUED FOR SCHOOL PURPOSES

On January 1, 1969, the York County Board of Education assumed from the municipality the responsibility for the payment of the principal and interest charges on the debentures issued for school purposes. The net long term liability for such debentures, amounting to \$7,088,431, is reported under "Net long term liabilities - school boards" on the Capital Fund Balance Sheet. The related amount recoverable is reported under "Future recoveries from levies or rates - school boards".

#### 5. PROVISION FOR RESERVES

A provision for the reserve for working funds amounting to \$16,000 is included in the Statement of Revenue and Expenditure under "Financial expenses". The total reserve for working funds at December 31, 1968 is	\$135,000
---	-----------

#### 6. CONTRACTUAL OBLIGATIONS

Ontario Water Resources Commission  
The municipality signed agreements with the Ontario Water Resources Commission for the installation and operation of a sewage and water system.  
Based on 1968 the anticipated future annual costs are as follows:

	Sewage Project	Water Project
Operating costs	nil	\$35,120
Reserve for Renewal and Replacement of assets	\$ 5,287	\$-4,184
Debt retirement	\$56,623	\$59,294

### STATEMENT OF REVENUE AND EXPENDITURE FOR THE YEAR ENDED DECEMBER 31, 1968

Revenue	Expenditure
Taxation	General government
3,879,426	196,682
Contributions from other governments	Protection to persons and property
Payments in lieu of taxes	423,261
7,675	Public works
Subsidies	1,065,256
961,564	Sanitation and waste removal
Municipalities	124,149
5,152	Conservation of health
974,391	7,602
Other revenues	Social and family services
Licences and permits	34,105
43,201	Recreation and community services
Service charges	104,151
11,136	Community planning and development
Penalties and interest on taxes	35,148
41,119	Financial expenses
Tax write offs and adjustments recovered from other boards	55,491
21,750	Police Villages
Sundry	23,617
1,734	Water area
	101,152
	County of York
	468,786
	Education
	2,466,224
	5,105,624
118,940	
4,972,757	Excess of expenditure over revenue for year
	(132,867)
	Surplus at the beginning of the year
	139,823
	Surplus at the end of the year
	\$6,956

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.