

## ANNUAL REPORT AND STATEMENTS OF ACCOUNTS

OF THE

**Montreal Water & Power Company****For the Year Ended 30th April, 1916****PRESIDENT'S REPORT.****To the Shareholders of the Montreal Water & Power Company :**

Gentlemen:—

Your Directors submit herewith their Report and Statements of Accounts of your Company for the year ending 30th April, 1916.

The Gross Revenue is practically the same as for the previous year, but as the total amount, with the trifling exception of some \$700.00, was derived from the Franchise Territory of the Company in comparison with extraordinary revenue in previous years to an amount as large as \$60,000.00, and last year about \$20,000.00, it will be seen that the revenue from the franchise customers of the Company increased sufficiently to more than offset the loss in Special Revenue and was the highest in its history.

Operating expenses of every description were some \$9,000.00 less than the preceding year, so that the gross profit netted the Company \$294,066.73, as against \$195,727.03 in the year 1914-15.

From the gross profits there have been provided the usual year's proportion of discount on the Company's outstanding bonds, as well as the same proportion of the premium due at their maturity. These requirements have absorbed some \$27,000.00, and a further sum of about \$14,000.00 has been provided to cover losses on Meters, Motors and Bad Debts. The general depreciation account has been further strengthened by the addition of \$60,000.00 and the balance of profits, viz.: \$102,567.14, has been carried forward, but is subject to the Federal War Tax.

The following table shows the gross revenue of the Company, in five-year periods, from its inception in 1891 to the present year, 1916:

For the year ending 30th April, 1896	\$ 87,826.94
" " " " " 1901	127,236.96
" " " " " 1906	213,668.07
" " " " " 1911	432,150.87
" " " " " 1916	775,518.83

During the year your Board has contributed directly to some war charities, and in addition has made considerable concessions to some of the poorer classes, amounting in the aggregate to several thousand dollars. You will be asked at the Annual Meeting of the Shareholders to confirm these actions of the Board.

During the year the Company has paid off debentures to the amount of \$250,000.00: Capital Liabilities to Municipalities, to the amount of over \$36,500.00, and on account of new Outremont Reservoir some \$200,000.00, all without increasing the bond or share capital.

The New Outremont Reservoir has been completed and added to the Company's system, and as a result the total cost of this work and the remaining liability thereon has been incorporated in the statements now presented.

In this connection it may be stated that your Directors feel that this asset is a credit to the Company and the contractors, Messrs. Laurin & Leitch, who built it, and is a property well worth its cost, which amounted to approximately one million dollars.

New construction other than the completion of the Outremont Reservoir has not been on a very large scale, but there has been added to the system a little over three and a half miles of mains, some 659 new services, and a new six million gallon daily capacity pump has been bought and erected at the Clarke Avenue Station, the installation of which is expected to protect the supply at this Station from almost every possible contingency.

It is well known that the cost of all material and work generally has considerably increased and your Company has not been free from these conditions, so that the net result as shown on the accompanying Statement is regarded by your Board as highly satisfactory.

The Directors have pleasure in testifying to the efficiency and loyalty of the Officers and Employees of the Company.

The Auditors, Messrs. Riddell, Stead, Graham & Hutchison, retire and offer themselves for re-election.

Respectfully submitted,

EDWIN HANSON,  
President.

Montreal, 20th June, 1916.

The President and Shareholders of the  
Montreal Water & Power Company,  
Montreal, 20th June, 1916.

Gentlemen:—

We have audited and examined the books and accounts of the Montreal Water & Power Co., for the year ended 29th April, 1916, and beg to report that the accompanying Balance Sheet and Relative Profit and Loss Account for the year, bearing our certificate, exhibit, in our opinion, a true and correct view of the state of the Company's affairs as at 29th April, 1916, as shown by the Books.

The inventories of materials and stock on hand have been certified by the storekeeper and accepted by us as correct.

Your obedient servants,

RIDDELL, STEAD, GRAHAM & HUTCHISON,  
Chartered Accountants, Auditors.