

# Winnipeg Sinking Fund Trustees

## STATEMENT

FOR THE YEAR ENDING APRIL 30th, 1918.

The Sinking Fund Trustees submitted their Annual Report to the City Council on June 10th, 1918. The Total Assets now amount to \$9,100,139.16, a gain of \$957,444.83 over the previous year. The Gross Interest earnings for the year amounted to \$516,620.02, while the interest requirements were \$318,453.54, leaving a balance of \$198,166.48. After deducting \$8,825.52 for Expenses and writing off \$11,850.47 Premiums on Investments acquired during the year, there remained the sum of \$177,490.49 to be transferred to Surplus Income Account. This added to the Surplus carried forward from last year made a total of \$249,066.21. From this amount \$50,000 was transferred to Investment Reserve Account, which now stands at \$250,000, and \$114,848.66 to City of Winnipeg Levies Account, relieving the City of providing levies for debt items for which no Assets exist or have been replaced, leaving a balance to be carried forward to next year of \$84,217.55. The average rate of Interest earned during the year was 6.123 per cent. With the exception of one Roman Catholic Separate School District in Saskatchewan which is under settlement by the Local Government Board no investment was in arrears either for Principal or Interest as at April 30th, 1918. The Net Debt of the City has been reduced by over \$1,500,000 during the year, and over \$6,000,000 during the last four years. During the last two years \$169,874 has been Applied from Surplus Income to the credit of By-Laws, and all premiums amounting to \$68,808.99 have been written off Investments.

The statements for the year follow:—

### COMPARATIVE BALANCE SHEET

As at April 30th, 1918 and 1917.

#### ASSETS

Funds Invested:	
Investments at cost or under as follows:—	
	1918.
School District Debentures—	1917.
Manitoba—Schedule "1" . . . . .	\$ 1,027,639.27
Saskatchewan—Schedule "2" . . . . .	562,772.55
Alberta—Schedule "3" . . . . .	205,316.39
	\$1,795,778.21
Rural Municipal Debentures—	\$1,709,748.66
Manitoba—Schedule "4" . . . . .	306,323.73
Saskatchewan—Schedule "5" . . . . .	357,161.54
Alberta—Schedule "6" . . . . .	12,534.56
	\$ 676,019.83
Saskatchewan Rural Telephone De-	\$ 727,950.52
bitentures—Schedule "7" . . . . .	1,374,363.01
Debentures of Cities and Towns—	860,630.94
Schedule "8" . . . . .	216,791.36
Government Bonds—Schedule "9" . . . . .	1,935,865.15
Miscellaneous Investments —	1,163,139.64
Schedule "10" . . . . .	471,435.57
City of Winnipeg Stock and Deben-	385,987.15
tures—Schedule "11" . . . . .	1,886,479.33
	\$1,931,191.16
	\$8,356,732.46
Interest accrued . . . . .	\$7,013,044.30
	227,184.43
	174,242.63
Total investments and interest ac-	\$8,583,916.89
crued . . . . .	\$7,187,286.93
Cash in Bank of Montreal . . . . .	516,222.27
	955,407.40
Total . . . . .	\$9,100,139.16
	\$8,142,694.33

#### LIABILITIES

Debentures and Stock Redemption Purposes:—	
Amortization Instalments and Interest specifically allocated as follows:	
	1918.
General Debentures, Schedule "12" . . . . .	\$ 618,428.58
Local Improvement Debentures—City's Share, Schedule "13" . . . . .	190,443.23
Property Owners' Share, Schedule "14" . . . . .	1,711,193.77
Water Work Debentures, Schedule "15" . . . . .	524,056.25
Power Debentures, Schedule "16" . . . . .	35,073.83
Stock Conversion Debentures—	475,170.19
By-law 9590—Schedule "17" . . . . .	\$1,378,381.42
9583—Schedule "18" . . . . .	467,671.12
	\$1,208,811.42
	350,957.11

Consolidated Stock—		
By-law 5086—Schedule "19" . . . . .	904,283.50	\$65,116.15
5509—Schedule "20" . . . . .	248,096.80	207,003.48
5885—Schedule "21" . . . . .	290,925.62	253,039.98
6412—Schedule "22" . . . . .	301,190.66	277,445.70
6969—Schedule "23" . . . . .	325,721.00	258,449.53
7525—Schedule "24" . . . . .	1,205,300.90	958,004.92
8288—Schedule "25" . . . . .	565,154.93	402,604.26
	\$8,765,921.61	\$7,871,118.61
Investment Reserve . . . . .	250,000.00	200,000.00
Surplus . . . . .	84,217.55	71,575.72
Total . . . . .	\$9,100,139.16	\$8,142,694.33

### COMPARATIVE PROFIT AND LOSS ACCOUNT

For the Years Ended April 30th, 1918 and 1917

	1918	1917
Interest earnings—Gross . . . . .	\$ 502,542.57	\$ 418,039.26
Deduct Amortization Interest Require-		
ments . . . . .	318,453.54	273,234.67
Excess interest earnings . . . . .	\$ 183,989.03	\$ 144,804.59
Profit on Maturity of Securities . . . . .	14,177.45	3,656.74
Excess earnings from Investments . . . . .	\$ 198,166.48	\$ 148,461.33
Administrative and General Expenses . . . . .	8,825.52	7,380.31
Net profit for year . . . . .	\$ 189,340.96	\$ 141,081.02
Appropriation,—		
Premiums on Investments acquired		
during fiscal period, now written		
off . . . . .	\$ 11,850.47	\$ 14,599.50
Balance transferred to Surplus . . . . .	\$ 177,490.49	\$ 126,481.52

### SURPLUS ACCOUNT

As at April 30th, 1918

Surplus as at May 1st, 1917 . . . . .	\$ 71,575.72
Profit and Loss Account for year ended April 30th, 1918—balance transferred . . . . .	177,490.49
	\$ 249,066.21
Deduct:—	
Amount transferred to Investment Reserve . . . . .	\$ 50,000.00
Amount applied to City of Winnipeg Levies account in connection with the following By-laws:—	
By Law No. 996 . . . . .	\$29,393.20
By-Law No. 1677 . . . . .	39,464.80
By-Law No. 2126 . . . . .	38,042.09
By-Law No. 2723 . . . . .	3,792.70
By-Law No. 5882 . . . . .	4,155.87
	\$114,848.66
Surplus at May 1st, 1918 . . . . .	\$ 84,217.55

### INVESTMENT RESERVE ACCOUNT

Balance at May 1st, 1917 . . . . .	\$ 20,000.00
Transferred from profits for year . . . . .	50,000.00
Balance at April 30th, 1918 . . . . .	\$ 250,000.00

Winnipeg, May 25th, 1918.

We have audited the books and accounts of the Sinking Fund of the City of Winnipeg for the year ended April 30th, 1918, and have received all the information and explanations we have required.

We have examined at the depositaries the Securities representing the Investments, all of which were found to be in order. The cash in Bank was verified by a certificate obtained from the Bankers.

The Investments purchased at a premium have been written down to par value and those purchased at a discount are included at cost. Provision has been made for possible depreciation.

All amortization requirements have been complied with. The foregoing balance sheet is in accordance with the books, and, in our opinion, is properly drawn up so as to present a true and correct view of the condition of the Sinking Fund of the City of Winnipeg as at April 30th, 1918.

MARWICK, MITCHELL, PEAT & CO.,  
Chartered Accountants.