

PART II.—FINANCIAL STATEMENTS

THREE DIVISIONS OF CIVIC ACCOUNTS

The Auditors deal in detail with the civic accounts under three separate headings:

1. General Accounts (Taxation Division).
2. Hydro-Electric Division.
3. Water Works Division.

A condensed summary of Winnipeg's total Assets and Liabilities is as follows:

CAPITAL FUNDS SECTION. (All three Divisions)

Total Capital Assets	\$40,072,276.02
LESS Reserves for Depreciation, etc.	8,507,762.25
Apparent Net Value of Assets	\$31,564,513.77
Total Capital Liabilities	\$37,658,046.56
LESS Reserve Funds Invested and on Hand	8,538,519.90
	\$29,119,526.66
Total Nominal Capital Surplus	\$2,444,987.11

REVENUE FUNDS SECTION. (All three Divisions)

Total Revenue Assets	\$4,015,203.51
Total Revenue Liabilities	3,918,948.41
Net Revenue Surplus	\$96,255.10

The total bonded indebtedness of the city (including that of all three Divisions, but exclusive of \$3,500,000 of School Board Debentures issued as City Consolidated Stock) is \$37,053,680.

The auditors state that exact comparison with previous periods is not easy of attainment owing to adjustments made by them in the course of the investigation. Clear distinction between Capital and Revenue items was not previously a feature in the City's published accounts.

A condensed Balance Sheet of the General Account—Capital and Revenue—is submitted hereunder:

I—CITY'S GENERAL ACCOUNTS

BALANCE SHEET

Summary of Capital Funds Section

Assets:	
Land, Buildings and Equipment at valuation	\$10,315,485.37
Local Improvements	15,521,522.05
	\$25,837,007.42
LESS Sinking Fund Reserve (Depreciation)	5,896,746.38
	\$19,940,261.04
Liabilities:	
Bonded Indebtedness	\$22,660,911.28
LESS: Sinking Fund	5,896,746.38
	\$16,764,164.90
Water Works	357,293.53
Payables (including Bank O.D.)	373,815.50
	17,495,273.93
Nominal Surplus of Capital Assets over Capital Liabilities	\$2,444,987.11

[Due to adjustment ordered by Public Utilities Commission in 1916 on account of incorrect charging of certain collection expenditure to Water Works System, and to the transfer of Cornish Avenue property from the Waterworks to the City General.

Summary of Revenue Funds Section

Assets:	
Cash	\$ 8,963.72
Receivables Including Taxes	3,257,956.04
Inventories	130,199.54
	\$3,397,119.30
Liabilities:	
Payables (Including Bank O.D.)	\$3,205,331.92
Reserves (Special)	265,004.42
	3,470,336.34
Actual Deficit on Revenue Account	\$73,217.04

The Nominal Capital Surplus represents assets, the indebtedness against which—been paid (less indebtedness over values) and also includes the appreciation in value of real estate which has been incorporated in the accounts.

The General Bonded Indebtedness of the City (exclusive of School Board, Hydro-Electric and Water Works) totals \$22,660,911, of which \$10,398,612 is consolidated stock and \$12,262,299 debentures.

The above Sinking Fund of \$5,896,746 represents assets held by Sinking Fund Trustees applicable to General Bonded Indebtedness.