



Township of

# North Dundas

| COUNCIL REPORT          |  |
|-------------------------|--|
| <b>To:</b>              | CAO, Mayor and Members of Council                      |
| <b>From:</b>            | John J Gareau, CA, AMCT, Treasurer                     |
| <b>Date of Meeting:</b> | Aug 9 <sup>th</sup> 2011                               |
| <b>Subject:</b>         | Finance Department Report – July 31 <sup>st</sup> 2011 |

## Bank Balances:

| Bank Balances, July 31 <sup>st</sup> | 2011<br>July 30 <sup>th</sup> | Last Month<br>June 30 <sup>th</sup> | 2010<br>July 31 <sup>st</sup> |
|--------------------------------------|-------------------------------|-------------------------------------|-------------------------------|
| General Operating Acct               | 8,165,107.36                  | 9,448,836.86                        | 5,335,724.72                  |
| Cash, GIC's, (Reserve Fund)          | 6,050,934.09                  | 6,086,092.24                        | 7,478,404.90                  |
| <b>Total</b>                         | <b>\$14,216,041.45</b>        | <b>\$15,534,929.10</b>              | <b>\$12,814,129.62</b>        |

## Taxes Receivable -- July 31<sup>st</sup>

|                                   | 2011                          | 2010                          | Difference                 |
|-----------------------------------|-------------------------------|-------------------------------|----------------------------|
| Current Year (2011)               | 4,680,468.39                  | 4,311,332.94                  | 369,135.45                 |
| One Year in Arrears (2010)        | 543,489.10                    | 503,505.38                    | 39,983.72                  |
| Two Years in Arrears (2009)       | 302,606.63                    | 231,832.87                    | 70,773.76                  |
| Three Years in Arrears (2008+)    | 85,941.49                     | 80,303.52                     | 5,637.97                   |
| Penalty & Interest                | 120,399.21                    | 108,239.04                    | 12,160.17                  |
| <b>Sub-Total</b>                  | <b>5,732,904.82</b>           | <b>5,235,213.75</b>           | <b>497,691.07</b>          |
| Allowance for Uncollectible Taxes | (14,812.76)                   | (14,812.76)                   | ----                       |
| <b>Net Taxes Receivable</b>       | <b><u>\$5,718,092.06</u></b>  | <b><u>\$5,220,400.99</u></b>  | <b><u>497,691.07</u></b>   |
| <b>Total Taxes Billed to Date</b> | <b><u>\$15,250,647.21</u></b> | <b><u>\$14,371,679.42</u></b> | <b><u>\$878,967.79</u></b> |

Taxes receivable outstanding as a percentage of total taxes billed for the previous year:

|                               |                |                |             |
|-------------------------------|----------------|----------------|-------------|
| <b>Percentage Outstanding</b> | <b>37.494%</b> | <b>36.324%</b> | <b>3.2%</b> |
|-------------------------------|----------------|----------------|-------------|

Net taxes receivable last month were **\$6,078,938.02**; this month's balance of **\$5,718,092.06** represents cash collections in the amount of \$360,845.96 - which is due to the fact we sent out our final tax bills on May 27<sup>th</sup> - with due dates of June 30<sup>th</sup> and September 30<sup>th</sup> respectively - so the first instalment has come due and has generated considerable cash flow to the municipality.

The percentage of taxes outstanding indicates that 2011 taxes are on par with 2010 - while the balance outstanding this year is \$497,691.07 greater than July 31<sup>st</sup> 2010 - we have also billed \$878,967.79 more in 2011 than we did in 2010. On a percentage basis, the 2011 outstanding taxes are only up from last year by 3.2%.

### State of the Union

Our cash position is still very strong as evidenced by the cash balances reported on page 1. In addition to our "normal" bills, our second instalment of the school board levy was due the end of June in the amount of \$848,264. In addition, our second instalment to the Counties was due July 15<sup>th</sup> in the amount of approximately \$1,734,413.54. The total of just these two commitments is approximately \$2.6M plus there were obviously other cash flow requirements as well.

We have still not had to borrow any funds from Infrastructure Ontario.

### Projects Worked on During July

Basically the month has been taken up with the following:

- Preparing for and attending at department head meeting of July 6<sup>th</sup>
- Preparation of working papers for capital expenditures and their financing from reserves re: finalization of the 2010 year-end file for the auditors.
- Meetings with auditors August 2<sup>nd</sup> and 3<sup>rd</sup>
- Preparing schedules and back up wpprs for FIR - 2010
- Telephone calls/month end balancing in absence of tax collector

### Year End Audit - 2010

The auditors were here for a couple of days the first week of August (August 2<sup>nd</sup> and 3<sup>rd</sup>) - they had to complete their audit of the reserves, reserve funds and capital fund. I worked on the FIR prior to their arrival - it is not yet finished but larger sections of it are. I am on vacation the week of August 8<sup>th</sup> to 12<sup>th</sup> and will complete the FIR upon my return.

Respectfully submitted,

  
John J. Gareau

Approved by:

  
Howard F. Smith

Encl.