

LEGISLATIVE ASSEMBLY OF THE
NORTHWEST TERRITORIES
7TH COUNCIL, 44TH SESSION

TABLED DOCUMENT NO. 9-44

TABLED ON FEBRUARY 1, 1971

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Tabled on Feb. 1, 1971



GOVERNMENT OF THE NORTHWEST TERRITORIES

Financial statements for the year ended March 31, 1970

together with the Auditor General's Certificate with respect thereto

AUDITOR GENERAL OF CANADA

GOVERNMENT OF THE NORTHWEST TERRITORIES

Statement of Assets and Liabilities

<u>Assets</u>	<u>as at March 31, 1970</u>	<u>Liabilities</u>	
Current		Current	
Cash	\$ 4,822,358	Accounts payable	\$ 5,535,111
Accounts receivable	3,464,129	Other liabilities	571,529
Inventories, at cost	<u>713,679</u>	Contractors' holdbacks	124,609
	<u>9,000,166</u>	Unapplied balances of advances from Government of Canada	<u>88,001</u>
Long-term receivables			6,319,250
Loans to municipalities and school districts	1,430,479	Long-term debt	
Housing loans	520,083	Government of Canada loans	
Other loans (less provision of \$138,926 for doubtful accounts)	<u>120,485</u>	General purpose	\$ 19,194,030
	<u>2,071,047</u>	Housing	1,175,387
Capital (Note 1)		Special	<u>547,796</u>
Land and buildings	8,100,874		20,917,213
Vacant land	90,583	Other	
Vehicles	1,037,356	Reserve for Workmen's Compensation Claims	239,194
Other capital assets	<u>434,950</u>	In trust - Public Administrator	<u>230,231</u>
	<u>9,663,763</u>		469,425
Other		Current deficit (Schedule 1)	(16,082,485)
Unrecovered development costs of land held for resale at Pine Point	321,959	Capital surplus (Schedule 2)	9,663,763
In trust - Public Administrator	<u>230,231</u>		
	<u>552,190</u>		
	<u>\$ 21,287,166</u>		<u>\$ 21,287,166</u>

The accompanying notes are an integral part of the financial statements.

Certified correct

Approved

C.R.M. Cuddy
Territorial Treasurer

S. J. Helgeson
.....
Commissioner

The above Statement of Assets and Liabilities has been examined in accordance with my certificate dated December 29, 1970.

M. G. ...
.....
Auditor General of Canada

GOVERNMENT OF THE NORTHWEST TERRITORIESStatement of Current Deficit
for the year ended March 31, 1970

Balance, April 1, 1969		\$ 11,308,559
Prior year's adjustments -		
Less:		
Additional costs for Pine Point land held for resale	\$ 232,634	
Additional land contracts existing at March 31, 1969	25,928	
Decrease of Reserve for Workmen's Compensation advance required at March 31, 1969	<u>7,000</u>	
	<u>265,562</u>	
Add:		
Prior year's receivables	90,882	
Increase of Reserve for Workmen's Compensation Claims for excess of 1968-69 revenue over expenditure	<u>32,887</u>	
	<u>123,769</u>	
		<u>141,793</u>
Adjusted balance, April 1, 1969		11,166,766
Add:		
Excess of expenditure over revenue for the year per Statement of Expenditure and Revenue	4,893,363	
Provision for doubtful accounts	<u>138,926</u>	
	5,032,289	
Less:		
Value of stores acquired from the Government of Canada without charge	<u>116,570</u>	
		<u>4,915,719</u>
Balance, March 31, 1970		<u>\$ 16,082,485</u>

GOVERNMENT OF THE NORTHWEST TERRITORIESStatement of Capital Surplus
for the year ended March 31, 1970

Balance, April 1, 1969	\$ 5,506,059
Asset additions	<u>4,157,704</u>
Balance, March 31, 1970	<u>\$ 9,663,763</u>

GOVERNMENT OF THE NORTHWEST TERRITORIES

Liquor Control System
Statement of Profit and Loss
for the year ended March 31, 1970

Sales			
Spirits			\$ 2,397,859
Beer			1,993,028
Wine			<u>392,323</u>
			4,783,210
Cost of sales			
Opening Inventory, April 1, 1969	\$	637,679	
Purchases:			
Spirits		973,006	
Beer		854,650	
Wine		117,771	
Freight		338,826	
Discounts and allowances		39,179	
Stock insurance		<u>16,077</u>	
		2,977,188	
Less:			
Closing inventory, March 31, 1970	\$	526,289	
Claims and refunds		<u>2,300</u>	
		528,589	
			<u>2,448,599</u>
Operating gross profit			2,334,611
Less: Commissions			<u>20,690</u>
			2,313,921
Other revenue			
Import permits		54,460	
Commercial licences		25,731	
Special licences		6,520	
Claims (1968-69)		2,775	
Bank interest earned		2,624	
Club licences		2,100	
Rentals		880	
Miscellaneous revenue		142	
Annual special licences		<u>58</u>	
			<u>95,290</u>
Gross profit			2,409,211
Less: Administration costs			
Stores operating costs		202,923	
Headquarters costs		<u>57,990</u>	
			<u>260,913</u>
Net profit			<u>\$ 2,148,298</u>

GOVERNMENT OF THE NORTHWEST TERRITORIES

Notes to Financial Statements
as at March 31, 1970

1. Capital assets

Capital assets purchased by the Government of the Northwest Territories are recorded at cost. Assets acquired by transfer from the Federal Government are recorded at a current valuation based upon a fair market value.

2. Federal advance - Northern Housing Program

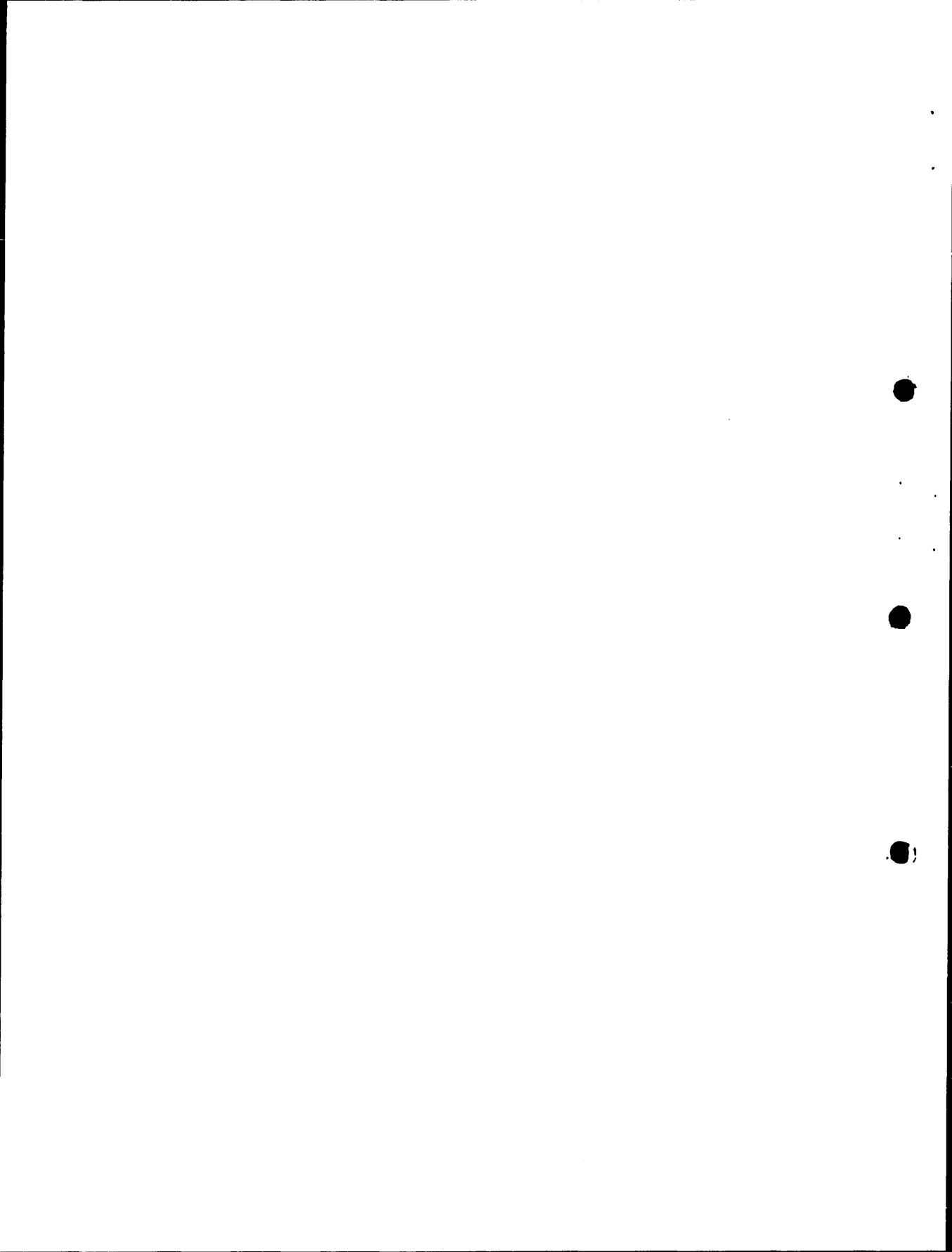
Advances totalling \$905,500 were received during the fiscal year ended March 31, 1970 for the operation and maintenance of the Federal northern housing program for Indians and Eskimos.

No accounting has yet been made of expenditures made against these advances since the Territorial Government's records do not identify the related costs separately.

A liability to the Federal Government for unused funds may exist but the amount, if any, cannot be determined until a final claim has been prepared and submitted.

3. Contingent liability - Fishermen's loans

The Government of the Northwest Territories has guaranteed payment of commercial bank loans to certain fishermen for the purchase of boats and equipment. The amount outstanding at March 31, 1970 was \$135,399.





AUDITOR GENERAL OF CANADA

Ottawa, December 29, 1970.

The Council of the Northwest Territories,
Yellowknife, N.W.T.

Sirs,

The accounts and financial transactions of the Northwest Territories have been examined for the year ended March 31, 1970. In compliance with the requirements of section 19C of the Northwest Territories Act I report that, in my opinion, for the year ended March 31, 1970:

- (a) proper books of account have been kept by the Territories;
- (b) the financial statements of the Territories
 - (i) are in agreement with the books of account and were prepared on a basis consistent with that of the preceding year except that it was not possible to provide valid comparative figures for the preceding year because of a change in the classification of expenditures during the year,
 - (ii) in the case of the statement of expenditure and revenue, give a true and fair view of the expenditures and revenues of the Territories for the fiscal year, and
 - (iii) in the case of the statement of assets and liabilities, give a true and fair view of the affairs of the Territories at the end of the fiscal year; and

(c) the transactions of the Territories that have come under my notice have been within the powers of the Territories under the Northwest Territories Act and any other Act applicable to the Territories.

Yours faithfully,

A handwritten signature in cursive script, appearing to read "M. S. ...", written in dark ink.

Auditor General of Canada.

GOVERNMENT OF THE NORTHWEST TERRITORIES

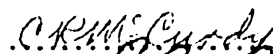
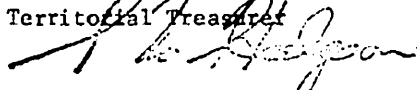
Statement of Expenditure and Revenue

for the year ended March 31, 1970

<u>Expenditure</u>		<u>Revenue</u>	
Operation and maintenance		Operation and maintenance	
Education	\$ 7,465,328	Revenue	
Public Works	7,459,114	Liquor system - net profit (Schedule 3)	\$ 2,148,298
Local Government	3,989,261	Tax revenue	2,130,139
Administration	3,775,837	Staff housing rental recoveries	735,365
Health	3,350,167	Licence and fee revenue	684,539
Social Development	3,159,420	Interest on bank deposits	454,301
Industry and Development	1,971,868	Sundry	189,431
Territorial Secretary	1,119,143	Resale of heating fuel and power	145,480
Territorial Treasurer	721,110	Sale of land	41,959
Centennial	<u>225,048</u>	Refund of previous years' expenditure	<u>8,612</u>
	33,236,296		6,538,124
Loan amortization		Expenditure recoveries under Federal-Territorial	
Interest on Government of Canada loans	1,020,523	cost-sharing agreements	
		Transfer grants for additional programs	
		assumed during the year	\$ 12,491,600
		Health	2,185,353
		Indian and Eskimo Northern Housing (Note 2)	905,500
		Public Works	891,094
		Centennial	290,000
		Social Development	237,876
		Education	190,964
		Local Government	102,933
		Industry and Development	<u>22,500</u>
			17,317,820
Project capital	7,022,499	Government of Canada operating grants	8,718,409
		Loan amortization	
		Government of Canada grant	1,615,709
		Interest on municipal and housing loans	<u>53,181</u>
			1,668,890
		Project capital recoveries	<u>2,142,712</u>
			36,385,955
		Excess of expenditure over revenue	<u>4,893,363</u>
	<u>\$ 41,279,318</u>		<u>\$ 41,279,318</u>

The accompanying notes are an integral part of the financial statements.


Certified correct


 C.R.M. Gundy
 Territorial Treasurer


 Commissioner

Approved

The above Statement of Expenditure and Revenue has been examined in accordance with my certificate dated December 29, 1970.



 Auditor General of Canada