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23rd. ANNUAL REPORT

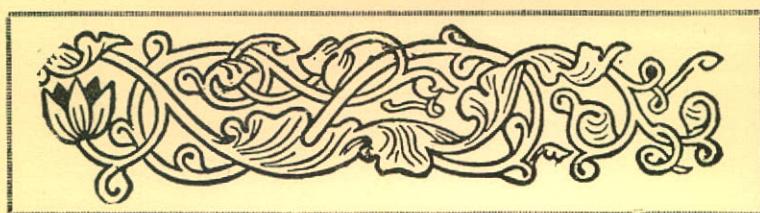
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The ANNUAL REPORT  
of the Winnipeg Electric Railway  
Company and Subsidiary Companies  
for the Fiscal Year ended Thirty-First of  
December, Nineteen hundred and Fifteen



SUBMITTED AT THE TWENTY-THIRD ANNUAL  
MEETING, HELD ON THE TWENTY-THIRD DAY  
OF FEBRUARY, NINETEEN-SIXTEEN

## Directors:

SIR WM. MACKENZIE - - - President

A. M. NANTON - - - Vice-President

F. MORTON MORSE - - - Sec.-Treasurer

Sir W. C. Van Horne

Sir D. D. Mann D. B. Hanna G. V. Hastings

Hugh Sutherland R. J. Mackenzie

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## Manager:

WILFORD PHILLIPS

# Report of the President and Directors

FOR THE YEAR ENDED DEC. 31, 1915



TO THE SHAREHOLDERS:—

Your Directors beg leave to submit a statement of the operations of your properties for the year ended December 31, 1915, together with a Consolidated General Balance Sheet of the parent and subsidiary Companies and a Consolidated Income Account.

The net earnings from the operations of the combined properties amounted to \$1,331,737.28, in comparison with \$1,769,114.51 for the previous year. Of this amount, the fixed charges, including taxes, city percentages, car licenses, interest on the funded debt and other contingent charges, absorbed \$835,635.45. The surplus earnings for the year were \$496,101.83, which, when added to the surplus brought forward from the previous year, as adjusted, aggregate \$1,637,598.55.

Quarterly dividends were declared and paid by your Directors at an average rate of 9½ per cent. per annum, amounting to \$855,000.00.

The decrease in earnings was due to the general depression following the first winter of the war, coupled with the advent of the jitneys in the spring. The duration of the depression from both causes was temporary. The excellent crop prospects of the West, followed by an enormous yield, had a stimulating effect upon the business of the Company and caused a gradual advance toward normal conditions.

Your Directors are therefore pleased to be able to report that the net earnings for the months of November, December and January compare favorably with a similar period of previous years.

In order to verify the value of the physical properties of the Company as shown by the books and to reclassify the capital expenditures to bring them into conformity with the classification prescribed by the Public Utilities Commissioner, your Directors are having the properties of the Company appraised by the J. G.

White Engineering Corporation of New York. The appraised value of the properties, which is expected will exceed the book values, will be substituted for the book values shown in the Balance Sheet, when ascertained.

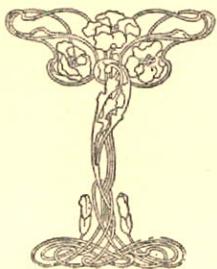
Further economies in the operation of your properties are in contemplation and your Directors confidently anticipate an increase in net earnings during the ensuing year.

During the year, in accordance with the orders of the Public Utilities Commissioner, changes in the system of accounting have been effected with the view of introducing a classification of accounts prescribed by the Commissioner. For this reason it is found impracticable to submit comparisons between operating figures of the current year and the previous year, as adjustments in the figures of 1915 have been made to conform with the new classification.

Respectfully submitted,

WM. MACKENZIE,

PRESIDENT



# Auditors' Report



To THE SHAREHOLDERS,  
WINNIPEG ELECTRIC RAILWAY COMPANY,  
WINNIPEG, CANADA

We have audited the accounts of the Winnipeg Electric Railway Company and its Subsidiary Companies for the year ended December 31, 1915, and have compared them with the accompanying consolidated Balance Sheet and Income Account, which are in accordance with the books.

The Balance Sheet and relative Income Account, in our opinion, correctly reflect the financial condition of the combined Companies, as at December 31, 1915, and the result of their operations for the year ended on that date.

The Directors report that, as in past years, the properties have been fully maintained. An appraisal of the physical properties is being made by The J. G. White Engineering Corporation of New York, and their valuation will be substituted for the book values which have been adopted in the accompanying statements.

MARWICK, MITCHELL, PEAT & CO.,  
Chartered Accountants

Winnipeg, February 8, 1916.

# Winnipeg Electric Railway Com

## CONSOLIDATED GENERAL BALANCE

### ASSETS

PHYSICAL PROPERTIES, at book values ..... \$24,956,030.52

#### CURRENT ASSETS:

Cash in Bank and on Hand ..... \$ 52,824.55

Cash in Bank—Special Account ..... 129,623.63

Notes Receivable ..... 3,476.06

Consumers' and other Accounts Receivable ..... 179,671.67

Materials and Supplies ..... 202,367.08

567,962.99

PREPAID AND DEFERRED CHARGES ..... 39,156.93

NOTE—A liability exists in respect of deferred annual instalments of Pavement Taxes, amounting to \$1,089,586.84, payable 1916-1934.

TOTAL .....

\$25,563,150.44

# any and Subsidiary Companies

SHEET, as at December 31, 1915

## LIABILITIES

### CAPITAL STOCK:

#### Authorized:

100,000 Shares Common Stock of  
\$100.00 each .....

\$10,000,000.00

#### Issued:

90,000 Shares Common Stock of  
\$100.00 each .....

9,000,000.00

### DEBENTURE STOCK:

£900,000 4½% Perpetual Consolidated  
(Total Issue £1,300,000) .....

4,380,000.00

NOTE—£400,000 is pledged with Trustees  
to secure 6% Gold Notes in amount of  
\$1,500,000.00.

MINORITY STOCKHOLDERS' INTERESTS in  
Capital and Surplus of Winnipeg, Sel-  
kirk and Lake Winnipeg Railway Com-  
pany .....

10,495.72

### FUNDED DEBT:

Winnipeg Electric Railway Company .. \$6,500,000.00  
Subsidiary Companies .. 1,130,700.00

7,630,700.00

### CURRENT AND ACCRUED LIABILITIES:

Notes Payable to Bankers, partly se-  
cured by underlying Bonds .. 1,685,000.00  
Other Notes Payable .. 50,000.00  
Accounts Payable .. 69,042.18  
City Percentage and Car License .. 99,303.38  
Wages Payable .. 57,005.73  
Consumers' Security Deposits .. 40,578.75  
Unredeemed Tickets .. 18,440.24  
Other Liabilities .. 78,285.02  
Accrued Interest Charges, etc. .. 111,010.92  
Bond Interest (Payable Jan. 1, 1916) .. 125,000.00  
Dividend (Payable Jan. 10, 1916) .. 180,000.00

2,513,666.22

### RESERVE FOR INJURIES AND DAMAGES, ETC.

245,689.95

### RESERVE .....

1,000,000.00

### SURPLUS .....

782,598.55

TOTAL .....

\$25,563,150.44

# Winnipeg Electric Railway Company and Subsidiary Companies

CONSOLIDATED INCOME ACCOUNT for the Year ended  
December 31, 1915

OPERATING REVENUE FOR YEAR available to meet Fixed Charges and Dividends .....	\$1,331,737.28
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FIXED CHARGES:	
Interest Charges on Debenture Stock, Bonds, Gold Notes, etc. ....	\$637,263.35
City Percentage and Car License .....	99,303.38
Taxes .....	99,068.72
	—————
	835,635.45
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Net Income .....	\$ 496,101.83
Surplus brought forward from 1914, as ad- justed.....	\$1,141,496.72
Net Income for Year .....	496,101.83
	—————
	\$1,637,598.55
Dividends at the rate of 9½%, paid quarterly..	855,000.00
Surplus Carried Forward .....	\$ 782,598.55
	—————

## Stock Ownership

AS AT DECEMBER 31, 1915

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COMPANY	AUTHORIZED	ISSUED	OWNED
WINNIPEG, SELKIRK AND LAKE WINNIPEG RAILWAY COMPANY..	\$ 500,000.00	\$500,000.00	\$490,000.00
SUBURBAN RAPID TRANSIT COM- PANY .....	100,000.00	100,000.00	100,000.00
WINNIPEG RIVER POWER COMPANY, LIMITED.....	1,000,000.00	100,900.00	100,900.00
WINNIPEG RIVER RAILWAY COM- PANY .....	50,000.00	10,000.00	10,000.00

# Winnipeg Electric Railway Company and Subsidiary Companies

FUNDED DEBT, as at December 31, 1915

## WINNIPEG ELECTRIC RAILWAY COMPANY:

5% First Mortgage Bonds, Winnipeg Electric Street Railway Company, re- deemable January 1, 1927 . . . . .	\$1,000,000.00
First Refunding Mortgage 30 Year 5% Sinking Fund Gold Bonds, redeemable January 1, 1935 . . . . .	\$5,000,000.00
Less held in escrow to redeem Winnipeg Electric Street Railway Company Bonds . . . . .	1,000,000.00
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	4,000,000.00
GOLD NOTES 6%, SECURED BY £400,000	\$5,000,000.00

## DEBENTURE STOCK:

Due January 15, 1916 . . . . .	\$ 750,000.00
Due January 15, 1917 . . . . .	750,000.00
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	1,500,000.00

## WINNIPEG, SELKIRK AND LAKE WINNIPEG RAILWAY COMPANY (Guaranteed by Win- nipeg Electric Railway Company):

5% First Mortgage Gold Bonds, redeem- able July 2, 1933 . . . . .	\$ 400,000.00
5% Ten Year General Mortgage and Refund- ing Bonds, redeemable July 1, 1925 . . . . .	\$1,400,000.00
Less held in escrow to re- deem 5% First Mort- gage Gold Bonds . . . . .	400,000.00
	<hr/>
	1,000,000.00
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	\$1,400,000.00

## OUTSTANDING:

5% First Mortgage Gold Bonds . . . . .	\$ 97,500.00
5% Ten Year General Mortgage and Refunding Bonds . . . . .	533,200.00
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	630,700.00

NOTE—Bonds in the amount of \$769,300.00  
are pledged as collateral security for  
loans to the Winnipeg Electric Railway  
Company.

## SUBURBAN RAPID TRANSIT COMPANY (Guar- anteed by Winnipeg Electric Railway Company):

First Mortgage 30 Year 5% Gold Bonds, redeemable January 31, 1938 . . . . .	500,000.00
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TOTAL . . . . .	\$7,630,700.00







