

ITEM 23
 MANAGER'S REPORT NO. 54
 COUNCIL MEETING Sept. 2/75

RE: CARLTON PRIVATE HOSPITAL
 (Item 4 (In Camera), Report No. 50, July 8, 1974)
(Item 3 (Supplementary In Camera), Report No. 40, May 26, 1975)

Council, at its meeting of May 26, 1975, received Item 3 (Supplementary In Camera) Report No. 40, and ratified the action taken by the Municipal Manager concerning payment of \$39,518.18 with respect to the liability to Carlton Private Hospital for patient care.

Following is the Municipal Treasurer's report which advises that a settlement has been received from the Provincial Department of Human Resources, in the amount of \$172,285.03, leaving the Municipality out-of-pocket by \$32,487.05.

We have checked with Surrey and Richmond, and they have also only received the amount of the liability and judgment - no interest or legal fees. Apparently, under the Canada Assistance Plan, the Province maintains that it can only pay for services to people and interest and legal costs do not come into this category. We are told that all Municipalities will be treated the same way.

Council will recall that the total liability involved in this matter has been provided for in this and in previous budgets and, in effect, we now have a reimbursement of \$172,285.03, but it cost us \$32,487.05 to obtain.

This is for the information of Council.

* * * * *

25 August 1975
 File: H84-2

TO: MUNICIPAL MANAGER
 FROM: MUNICIPAL TREASURER
 RE: CARLTON PRIVATE HOSPITAL

We have received a settlement from the Provincial Department of Human Resources with respect to the above, as set out below, in comparison with costs incurred as shown in Item 3, Manager's Report No. 40, 26 May 1975:

	<u>Costs Incurred</u>	<u>Payment Received</u>	<u>Balance Unpaid</u>
Judgment 1 May 1972	\$132,767.85	\$132,767.85	\$
Trial costs	2,617.80		2,617.80
Interest on judgment & costs 1 May 1972 to 31 July 1974	15,758.15		15,758.15
Court of Appeal costs	<u>1,596.25</u>		1,596.25
Amount paid to Carlton Private Hospital by Burnaby on 31 July 1974	152,740.05		
Legal fees & disbursements paid by Burnaby to its barristers & solicitors	12,514.85		12,514.85
Liability to Carlton Private Hospital for patient care May 1972 to May 1974 excluding interest & costs - payment made to the Hospital	<u>39,517.18</u>	<u>39,517.18</u>	
	<u>\$204,772.08</u>	<u>\$172,285.03</u>	<u>\$32,487.05</u>

In other words, the Corporation is out of pocket \$32,487.05. In making this payment, the Deputy Minister of Human Resources advised, "Municipalities are responsible for their poor and destitute under the Municipal Act and the payment made by the Province is a gratuitous one."

Submitted for the information of Council.


 MUNICIPAL TREASURER

BM:GW