

TOWN OF MINTO 2015 FINANCIAL STATEMENT PRESENTATION

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Outline

- ▣ Review of significant financial statement elements including
 - Statement of Financial Position
 - Statement of Operations and Accumulated Surplus
 - Statement of Change in Net Financial Assets
 - Statement of Cash Flows
 - Long Term Debt Note
 - Accumulated Surplus Note
- ▣ Highlights of the municipality's performance

Statement of Financial Position

- ▣ Refer to Financial Statements Page 2
- ▣ Statement of financial position is a snapshot of the municipality at a point in time.
- ▣ It highlights the following
 - Cash Resources
 - Long Term Liabilities
 - Non-financial Assets
 - Accumulated Surplus or Deficit

Statement of Operations and Accumulated Surplus

- ▣ Refer to Financial Statements Page 3
- ▣ Reports the Revenue and Expenses of the municipality for the year.
- ▣ Total Revenues less Expenses gives annual surplus (deficit)
- ▣ It highlights the following
 - Actual vs Budget vs Prior year results
 - Annual surplus (deficit)
 - Accumulated surplus at the end of the year

Statement of Changes in Net Financial Assets

- ▣ Refer to Financial Statements – page 4
- ▣ Takes annual surplus from Statement of Operations and removes activity in non-financial assets to get change in net debt for the year that agrees to statement of financial position.
- ▣ It highlights the following
 - Changes in Capital Assets for the year
 - Change in Net Debt/Net Financial Assets

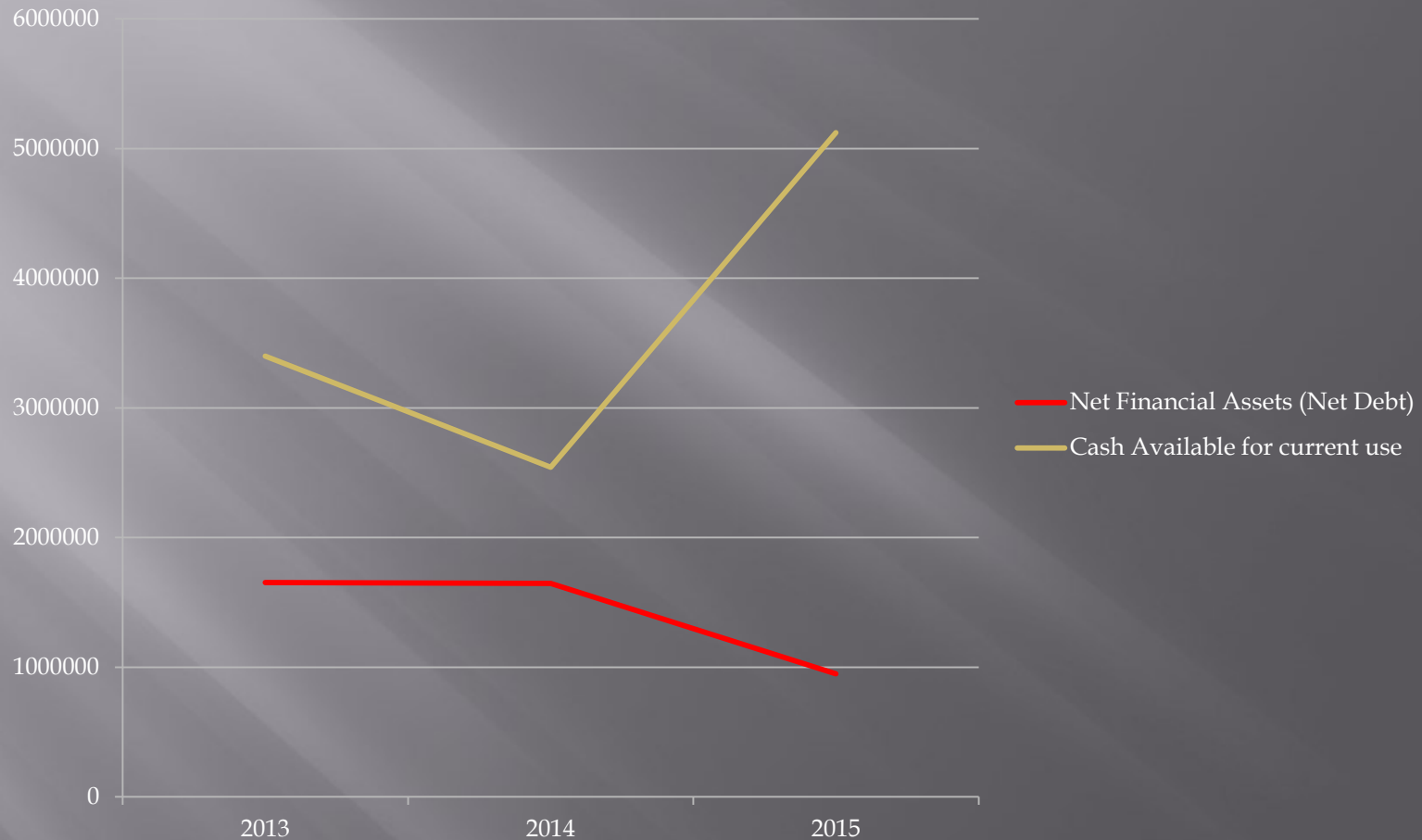
Statement of Cash Flow

- ▣ Refer to Financial Statements – page 5
- ▣ Shows the change in cash and cash equivalents for the year
- ▣ Breaks down cash between operating, capital, investing, and financing
- ▣ It highlights the following
 - Primary sources of cash (Operating, investing or financing)

Accumulated Surplus Note

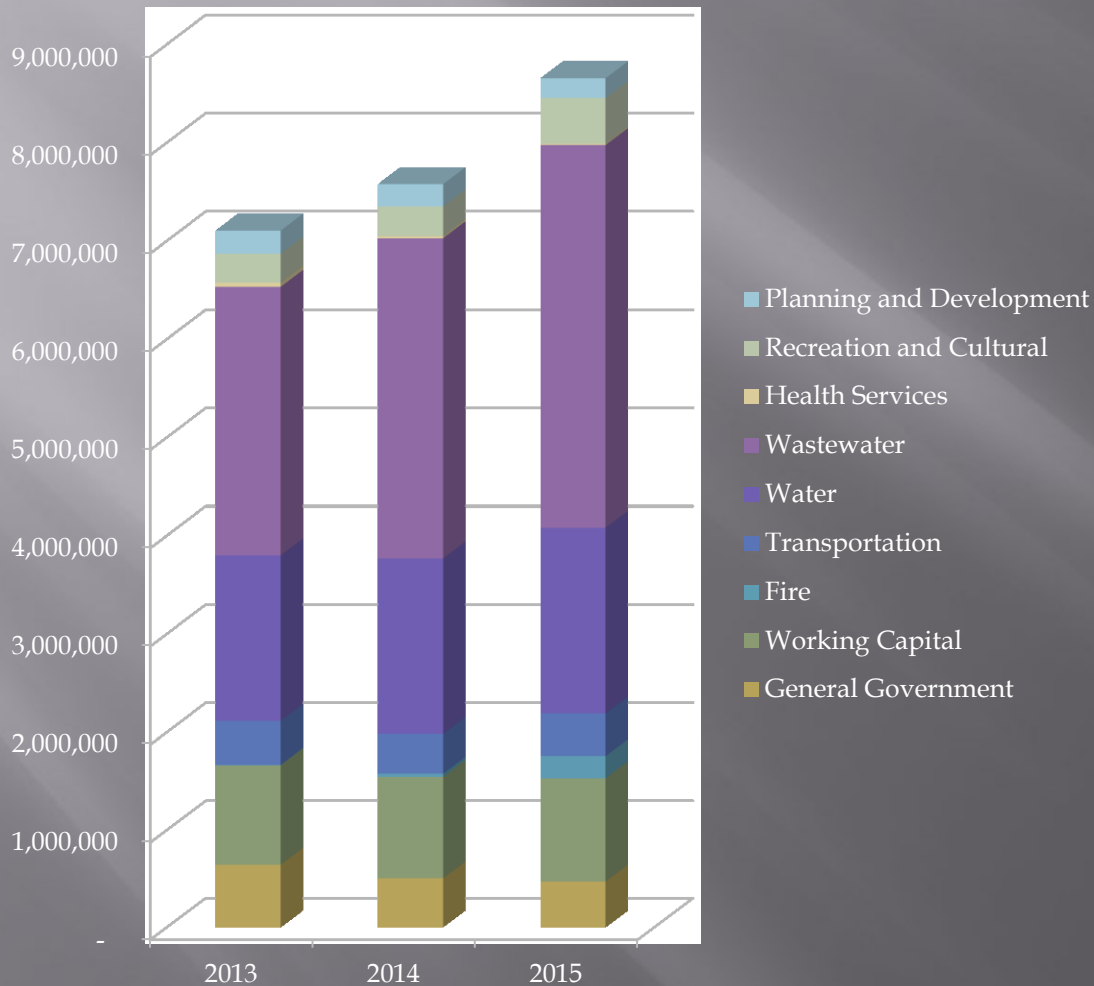
- ▣ Refer to Financial Statements – page 24 note 20
- ▣ Provides a breakdown of the accumulated surplus balance found on the Statement of Financial Position and Statement of Operations and Accumulated Surplus
- ▣ Includes details of
 - Reserves and Reserve Funds
 - General Surplus (Accumulated Operating Surplus/Deficits)
 - Long Term Debt

Cash and Net Financial Assets



- ▣ Cash and Net Financial Assets lower due to increased TCA acquisitions

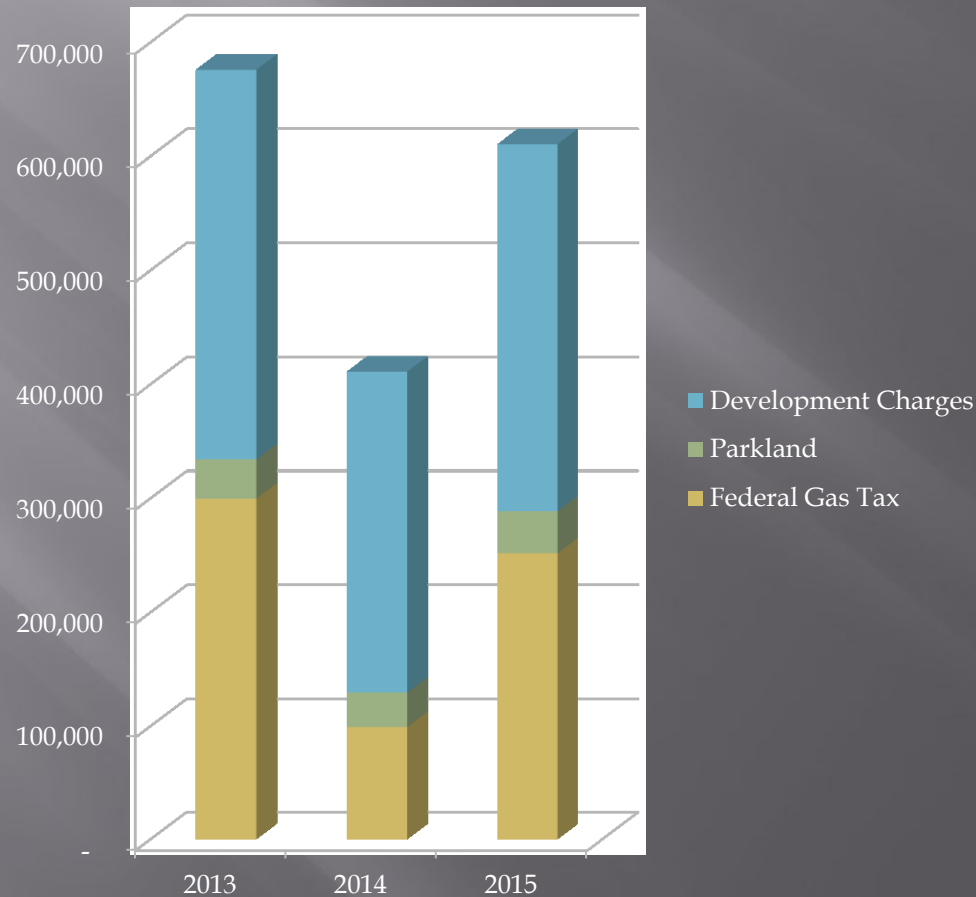
Reserves and Discretionary Reserves



- Overall Reserves have increased slightly despite large capital investments
- Fire Reserves will be replenished as Harriston Fire Hall addition project is now complete
- Water and Wastewater Lifecycle reserves continue to grow
- Transportation reserves are still quite low

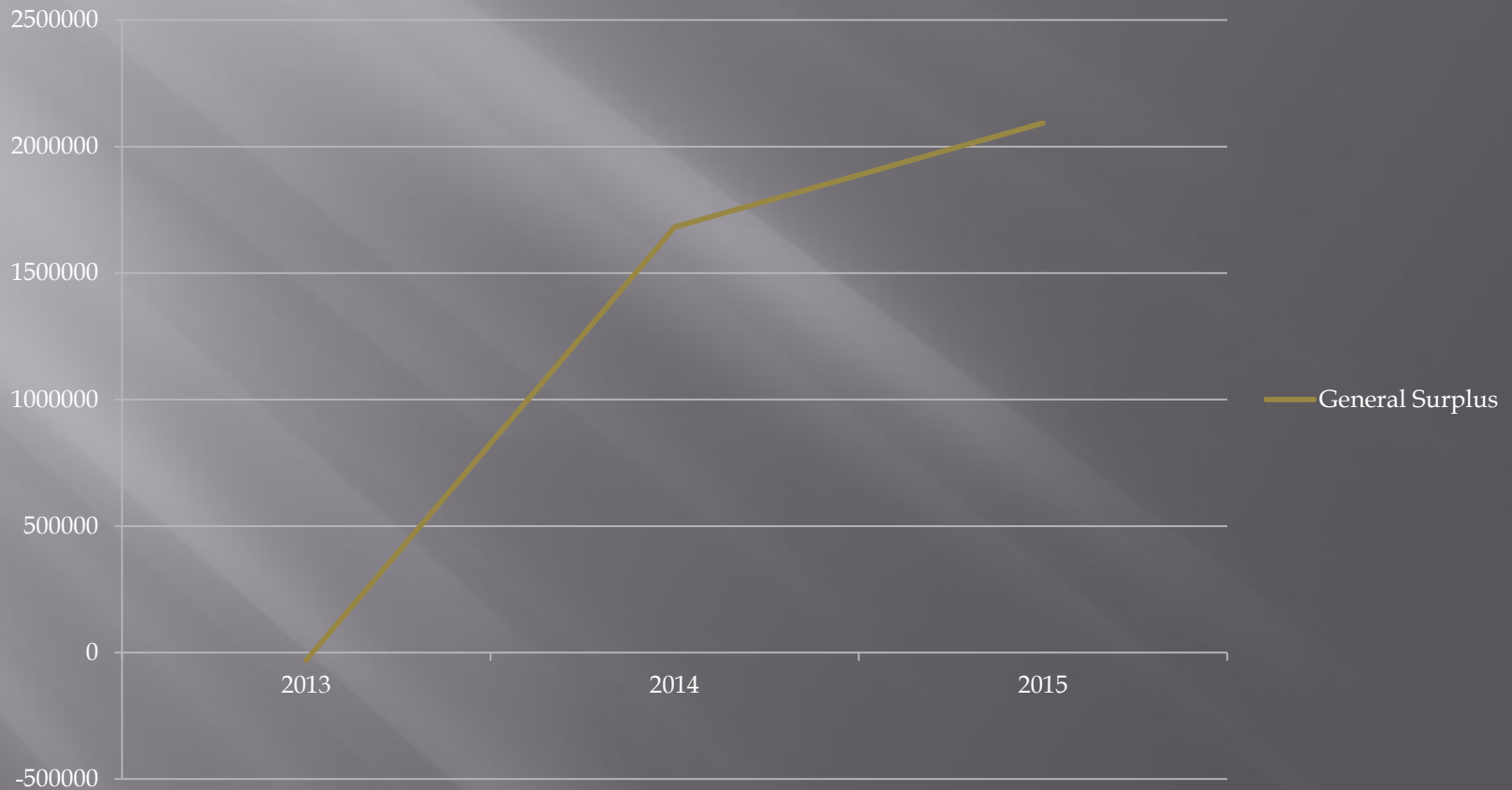
Obligatory Reserve Funds

- ▣ Obligatory reserves uses to fund capital acquisitions



General Surplus

Annual Surplus (Deficit)

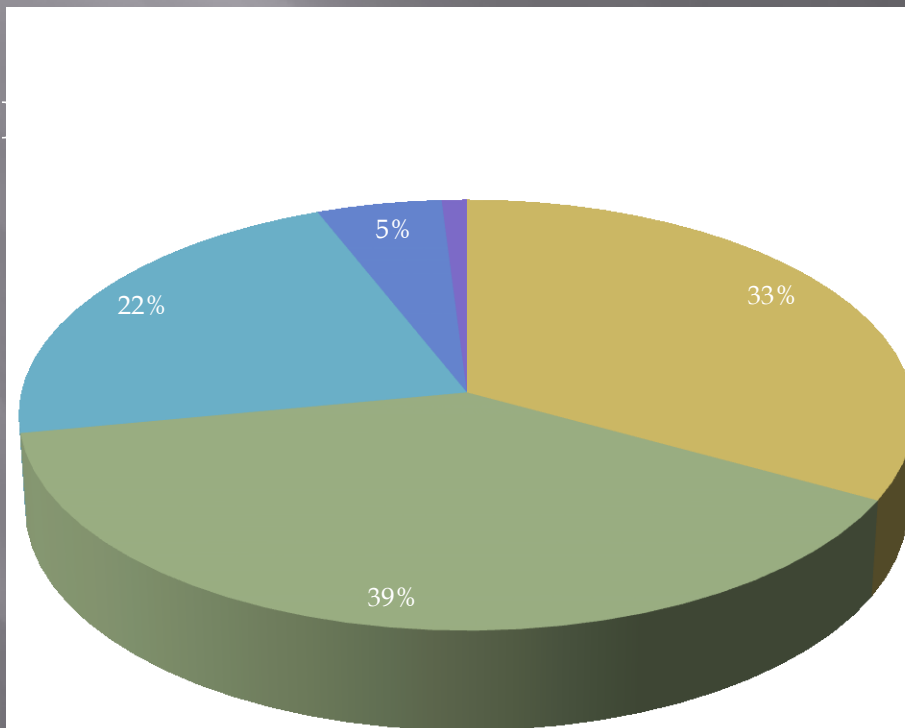


▣ Annual Surplus for last three years

Revenue

- ▣ Sources of revenue
- ▣ User Fees are primarily for water, wastewater and recreation facilities and programs
- ▣ Grants include O capital grants

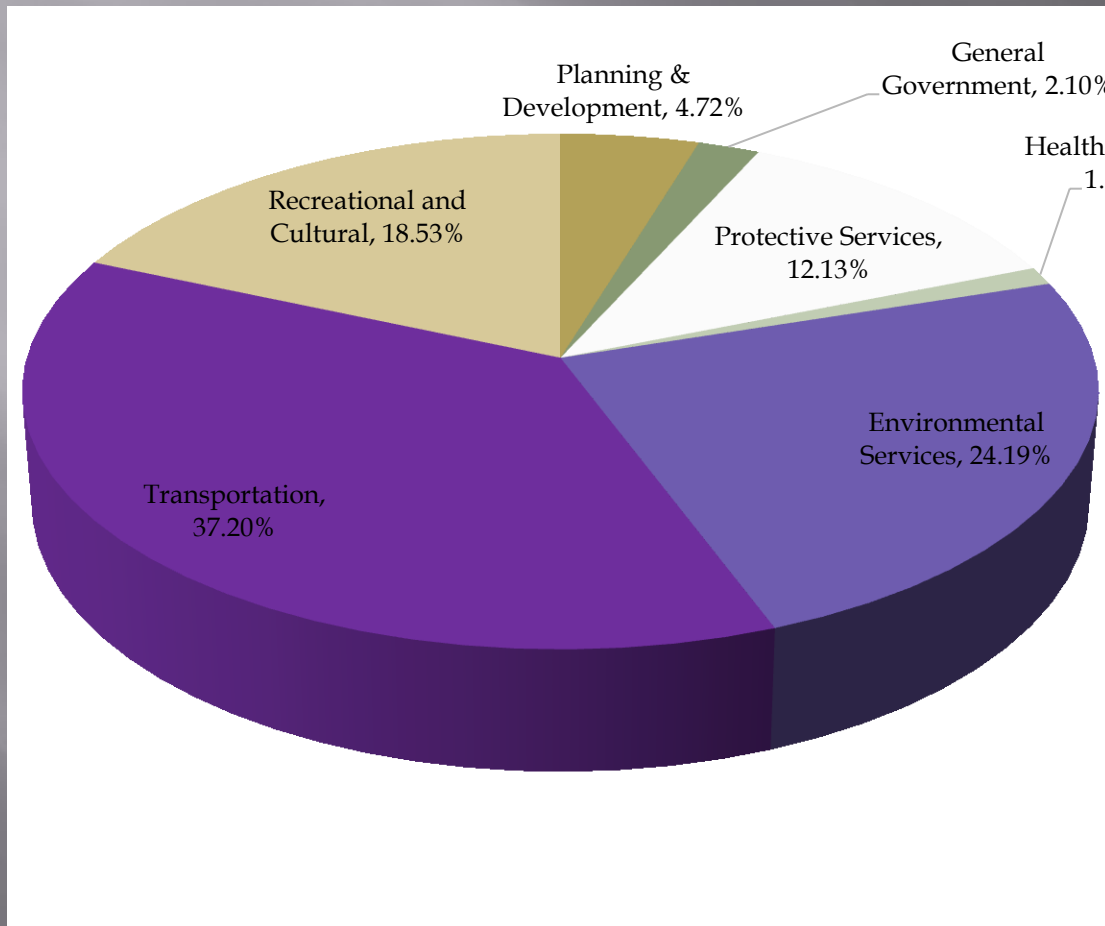
2015



- Taxation
- Fees and user Charges
- Grants
- Other Income
- Obligatory reserve funds

Expenses

2015



- ▣ The largest portion of costs are for hard services such as roads, water and wastewater.
- ▣ The majority of recreation expenses are for facility operations.
- ▣ Fire services account for most of the protective costs

Conclusions

- ▣ This was a very active year as is the case for 2016. The next few years will require a lower pace of investment in infrastructure as financial resources will not permit the current level of capital project activity to be maintained.
- ▣ Funding of water and wastewater operations are being adjusted to full ensure cost recovery.
- ▣ Progress on the Asset Management Roadmap will allow Minto to prioritize capital projects to best take advantage of Federal and Provincial funding opportunities.