

TOWN OF MINTO 2016 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

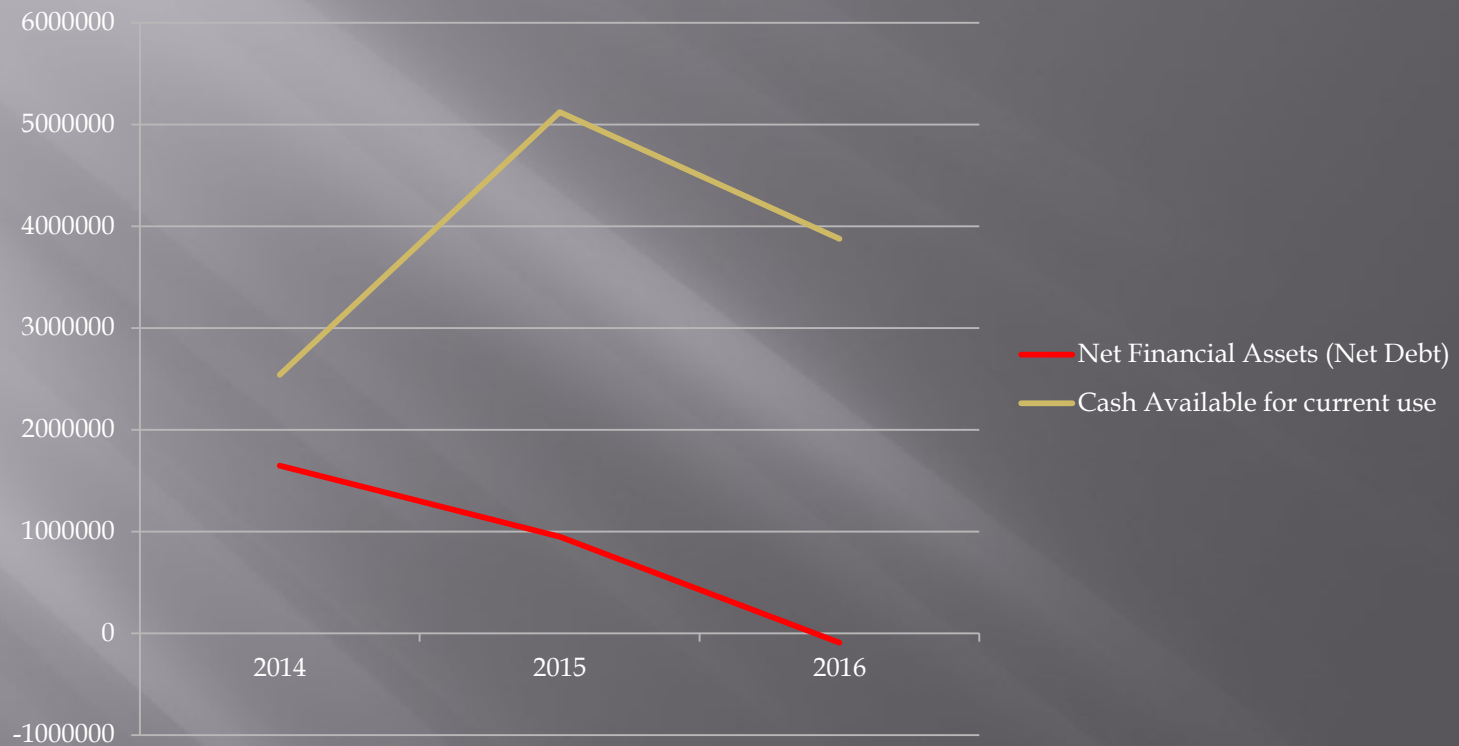
Statement of Cash Flow

- ▣ 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

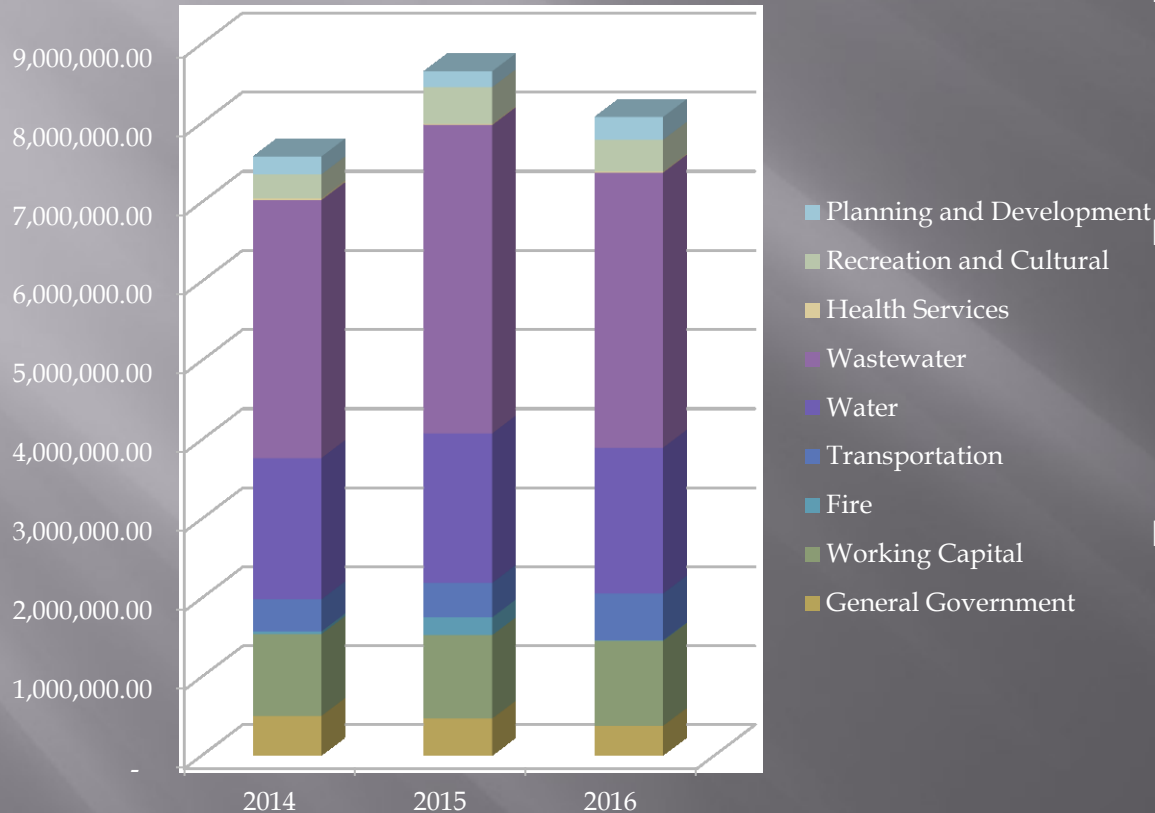
- ▣ Refer to Financial Statements – page 26 note 20
- ▣ Provides a breakdown of the accumulated surplus balance found on the Statement of Financial Position and Statement of Operations and Accumulated Surplus
- ▣ Includes details of
 - Reserves and Reserve Funds
 - General Surplus (Accumulated Operating Surplus/Deficits)
 - Long Term Debt

Cash and Net Financial Assets



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

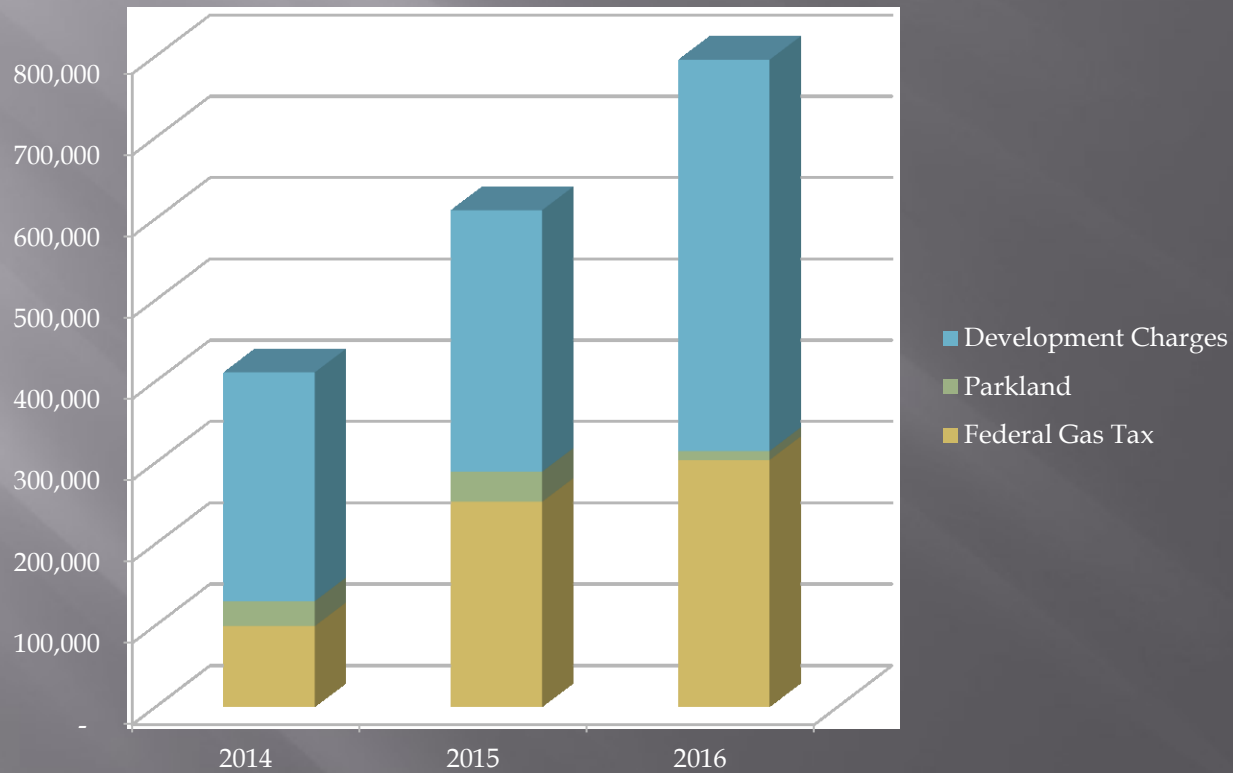
Reserves and Discretionary Reserves



- Overall Reserves have decreased slightly to finance capital investments
- Fire Reserves will be replenished as truck purchases will be reduced in the next few years
- Water and Wastewater Lifecycle reserves still high as they are used to finance infrastructure projects
- Transportation reserves are still quite low although rising

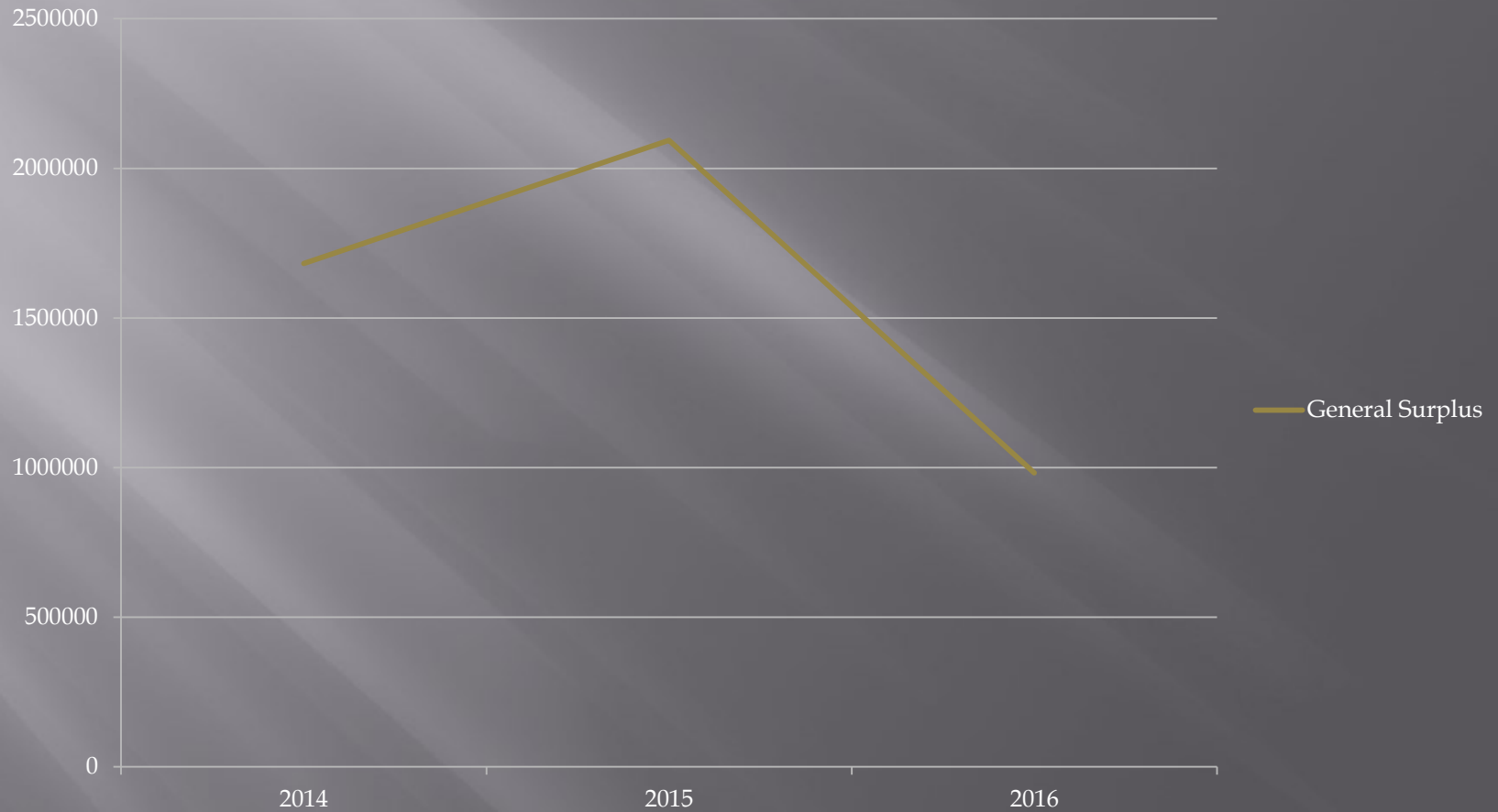
Obligatory Reserve Funds

- ▣ Obligatory reserves used to fund capital acquisitions



General Surplus

General Surplus

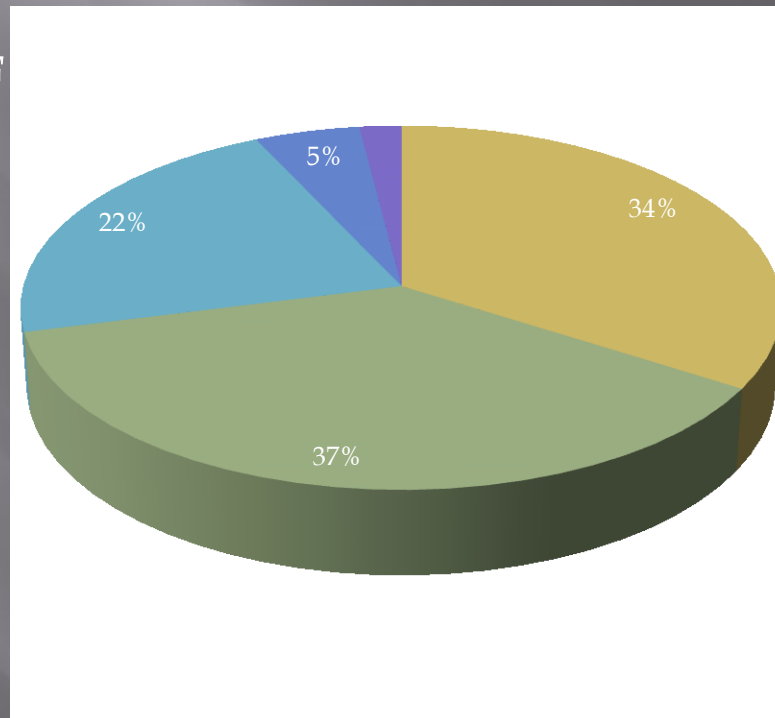


▣ Annual Surplus for last three years

Revenue

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

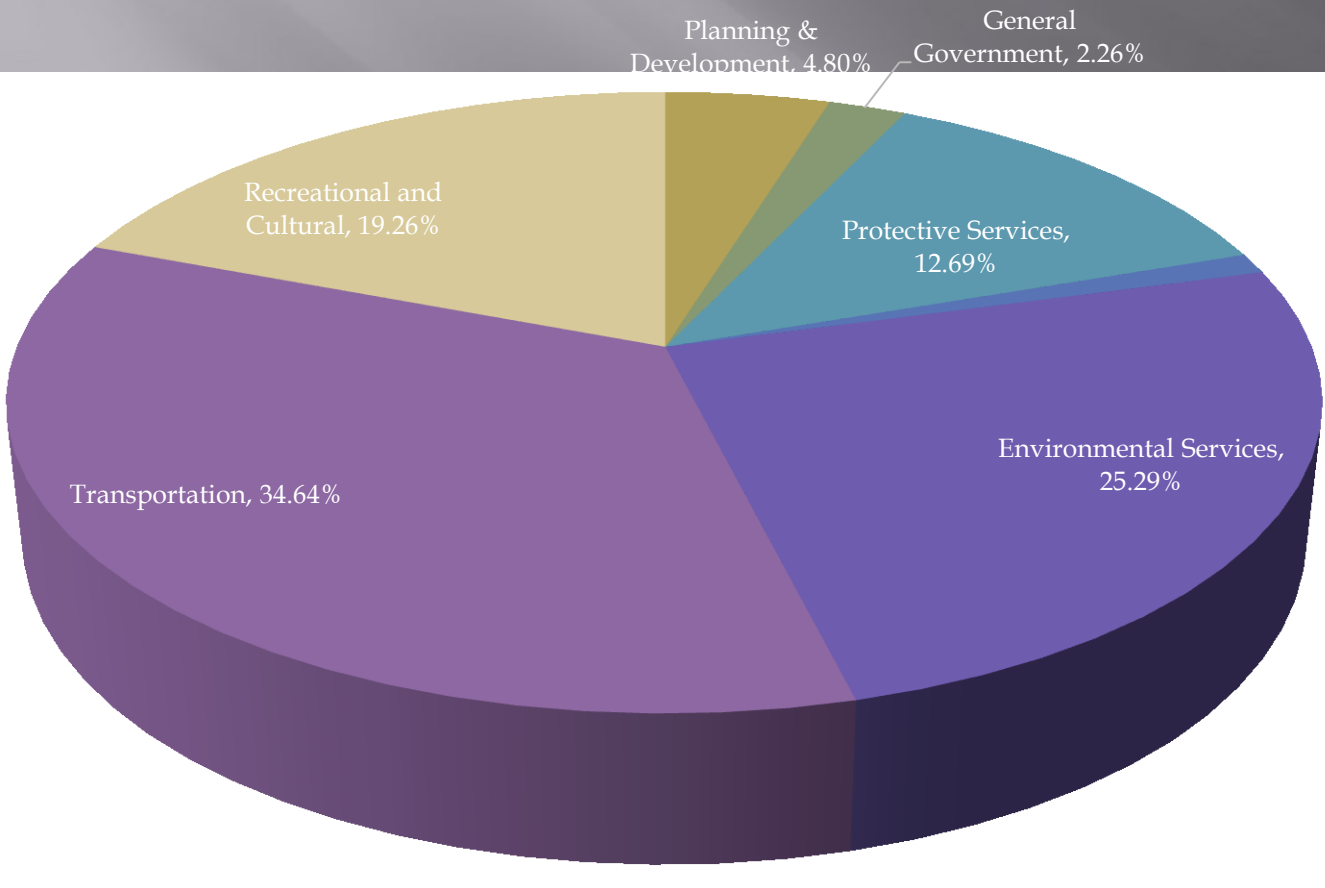
2016



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

Expenses

2016



- ▣ 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 another active year for both operations and capital. The next few years will be challenging as Minto finances its share of large infrastructure projects. Provincial and federal grants are a great help but the local share is still significant.
- ▣ Funding of water and wastewater operations are closer to full cost recovery.
- ▣ Continued progress on the Asset Management Roadmap will help Minto to prioritize capital projects and best take advantage of Federal and Provincial funding opportunities.