

TOWN OF GEORGINA

2018 CONSOLIDATED FINANCIAL STATEMENTS



GEORGINA

FINANCIAL STATEMENTS

- **Full nature and extent of financial resources which the Town of Georgina controls, including agencies**
- **Financial statements are consolidated**
- **Financial position at end of period**
- **Changes in financial position**
- **Accountability for resources, obligations, and financial affairs**

STATEMENT OF FINANCIAL POSITION

- **A “snapshot” at December 31 of the financial position of the Town and components of its Accumulated Surplus**

STATEMENT OF FINANCIAL POSITION

Net financial assets / (net debt)

- excess of financial assets over financial liabilities

	2018	2017
	\$	\$
Financial Assets	62,584,010	63,272,245
Financial Liabilities	47,639,302	51,619,139
Net Financial Assets/(net debt)	14,944,708	11,653,106
Change	+ 3,291,602	

STATEMENT OF FINANCIAL POSITION

Non-financial assets

- Assets normally used to provide services

	2018	2017
	\$	\$
Inventory held for own use	318,703	330,580
Prepaid Expenses	969,442	926,834
<u>Tangible Capital Assets (NBV)</u>	<u>347,765,091</u>	<u>348,309,486</u>
Non-financial Assets	349,053,236	349,566,900
Change	- 513,664	

STATEMENT OF FINANCIAL POSITION

Accumulated surplus

- Represents the Town's net assets

	2018	2017
	\$	\$
Net Financial Assets	14,944,708	11,653,106
<u>Non-financial Assets</u>	<u>349,053,236</u>	<u>349,566,900</u>
Accumulated Surplus	363,997,944	361,220,006
Change	+ 2,777,938	

STATEMENT OF FINANCIAL POSITION

Accumulated surplus/(deficit) (refer to Note 18 of FS)

Accumulated Surplus is Comprised of:	\$
Tangible capital assets	347,765,091
Reserve funds	41,232,749
Operating deficit	(10,952,913)
Employee future benefits	(4,046,840)
Long term debt	(10,000,143)
Accumulated Surplus, end of year	363,997,944

STATEMENT OF FINANCIAL POSITION

Operating Surplus/(Deficit) (refer to Note 18 of FS)

- Is calculated by looking at cash flows before the capitalization of tangible capital assets and the deduction of depreciation/amortization.

Operating Deficit is Comprised of:	\$
Annual operations – budget surplus	0
Capital works – deficit	(12,724,191)
Accrued debt payable (streetlights)	1,771,278
Operating Deficit	(10,952,913)

STATEMENT OF OPERATIONS

- It measures, in monetary terms, the extent to which a government has maintained its net assets
- PSAB requires budget to actual comparison
- Council approved budget is adjusted to account for PSAB reporting requirements (see Note 3)

	Budget 2018	Actual 2018
	\$	\$
Revenues	67,316,290	63,870,430
Expenses	(60,957,470)	(60,997,018)
<u>Loss on TCA disposal</u>	<u>0</u>	<u>(95,474)</u>
Annual surplus / (deficit)	+ 6,358,820	+ 2,777,938

STATEMENT OF OPERATIONS

Change in Fund and Debt Balances

2018 Annual Surplus/(Deficit)	\$
Operating Budget Surplus	0
Capital Projects	(1,085,697)
Reduce Accrual for Mortgage Payable	(200,000)
Streetlight Payable	(126,785)
Reserve Funds	3,573,647
Net Investment in Tangible Capital Assets	9,567,053
Amortization of Tangible Capital Assets	(10,111,449)
Principal Paid on Long Term Debt	1,154,488
Employee Future Benefits (Note 10)	6,680
Total Annual Surplus/(Deficit)	+ 2,777,938

STATEMENT OF CASH FLOWS

- How the Town paid for its activities
- 2018 change in cash position - \$25,787,950

STATEMENT OF CHANGES IN NET FINANCIAL ASSETS

- Extent to which expenditures are offset by revenues
- Difference between surplus/(deficit) and change in net financial assets (net debt)
- 2018 change in net financial assets + \$3,291,602

ANNUAL OPERATING BUDGET

SURPLUS = \$167,276

Supplementary Taxes, net of adjustments

- Annual Surplus was transferred to:
- Rate Stabilization Reserve \$167,276



SUMMARY – FINANCIAL RISK

- **Good financial health**
- **Healthy cash position (liquidity)**
- **Increase of \$3.6 million in reserves**
- **Overall financial challenge is ranked “low” based on Provincial indicators**

SUMMARY – FINANCIAL RISK

- **Challenges:**
 - **Cost of housing and population growth**
 - **Cost of asset rehabilitation/
replacement at end of life-cycle**
 - **Service level demands**
 - **New facilities/ventures**

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QUESTIONS? COMMENTS?



GEORGINA