

2016 Reserve Transactions

Report Purpose

To present the 2016 reserve transactions for Council's approval.

Recommendations

1. THAT the re-designation of project savings in the amount of \$947,041 from the Municipal Year-End Carry Forwards reserve (1.3769):
 - to the Municipal Projects reserve (1.3773) in the amount of \$425,000;
 - to the Stabilization reserve (1.3702) in the amount of \$337,041; and
 - to the Contingency reserve (1.3703) in the amount of \$185,000;as set out in Enclosure 2 of the March 23, 2017 Financial Services report, be approved.
2. THAT the 2016 Reserve Transaction Report (unaudited), as set out in Enclosure 3 to the February 23, 2017 Financial Services report, be ratified.

Council History

December 8, 2015 – Council approved the 2016 Operating and Capital Budgets.

January 19, 2016 – Council approved the FIN-001-024: Financial Reserves Policy, as revised.

November 28, 2016 – Council approved the 2017 Operating and Capital Budgets.

Strategic Plan Priority Areas

Economy: Reserves support the strategic management, investment, and planning for sustainable municipal infrastructure.

Governance: Reserves contribute to good governance and strong fiscal management.

Social: Reserves provide funding for projects that support community health and well-being.

Culture: Reserves provide funding for projects that support cultural assets and activities.

Environment: Reserves provide funding for projects that contribute to the sustainability of our environment and resources.

Other Impacts

Policy: FIN-001-008: Allocation of Year-End Municipal Operating Surplus; FIN-001-024: Financial Reserves

Legislative/Legal: *Municipal Government Act, R.S.A. 200, c. M-26*

Interdepartmental: All departments

Re-designations of Reserve Funds

Re-designations are needed when reserve funds are no longer required for their original intended purpose. The recommended re-designation of \$947,041 from the Municipal Carry Forwards reserve is provided in Enclosure 2.

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The unaudited 2016 Reserve Transactions in Enclosure 3 include the surplus allocations as approved March 23, 2017 within the Council report for the 2016 annual operating surplus for tax purposes and the re-designations described above.

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Lead Department: Financial Services

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Optimal Balances

The optimal Reserves Balances have been updated as at December 31, 2016 and align with the approved 2017 budget; as such the calculated results are representative of a point in time.

Enclosures

- 1 FIN-001-024: Financial Reserves Policy (Document: MPH #6448517)
- 2 Re-designation of Reserve Accounts (2016 Year End) (Document: 9922895)
- 3 Reserve Transaction Report (2016) (Document: 9919792)
- 4 2016 Reserve Transactions Presentation (Document: 9921703)