

Strathcona County Second Quarter 2022 Management Report

**Council Meeting
September 27, 2022**

Overview

The Q2 2022 Management Report includes:

- Consolidated, municipal, utility and library operations results
- Year-to-date operating variance information
- Year-to-date capital spending

Municipal Operations Variance

as of June 30, 2022



Municipal

\$0.3 million
favourable
variance

Significant Contributing Factors:

Revenue

- (\$2.6M) Municipal purpose property taxes
- (\$3.1M) User fees and charges
- (\$0.6M) Penalties and fines
- \$3.4M Contributed assets

Expense

- \$2.6M Salaries, wages and employee benefits
- \$2.6M Professional services
- \$4.3M Contracted services
- (\$1.1M) Supplies and materials
- \$3.0M Grants and requisitions

Utility Operations Variance

as of June 30, 2022



Utility

(\$0.4 million)
unfavourable
variance

Significant Contributing Factors:

Revenue

- \$1.5M Utility user rates
- \$8.3M Contributed assets

Expense

- \$1.4M Contracted services
- (\$1.6M) Supplies and materials

Library Operations Variance

as of June 30, 2022



Library

\$0.1 million
favourable
variance

Significant Contributing Factors:

- No significant variances from budget

Consolidated Q2 2022 and 2021 Budget to Actual Variance

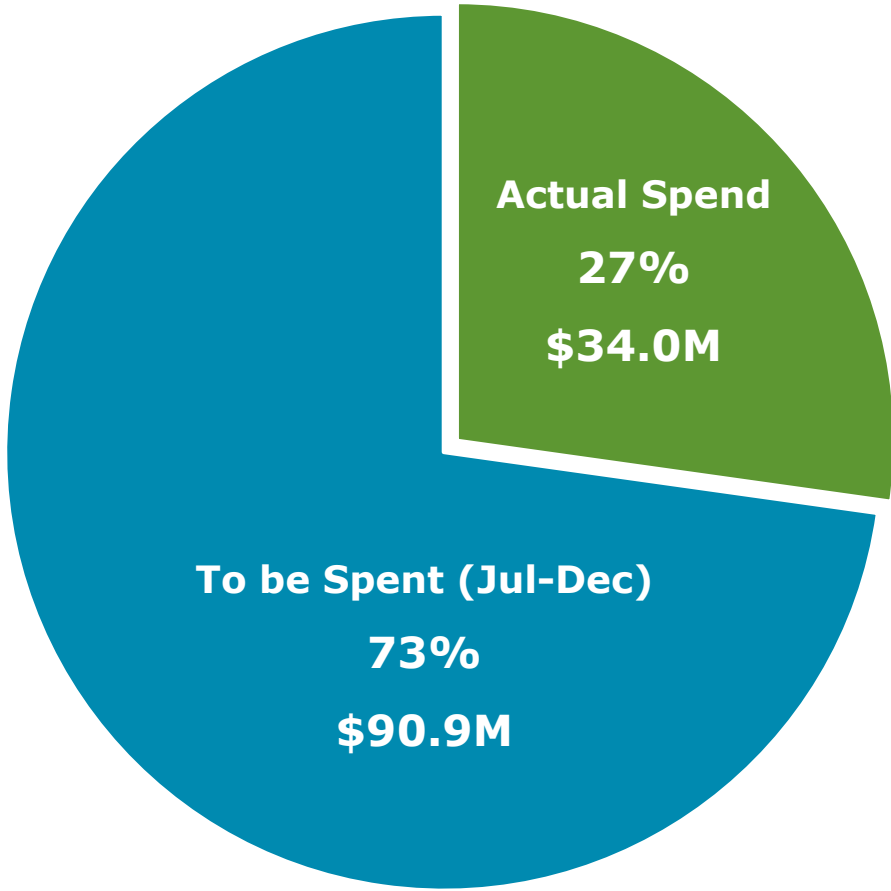
Consolidated	2022			2021		
	Q2 Budget	Q2 Actual	Favourable / (Unfavourable) Variance	Q2 Budget	Q2 Actual	Favourable / (Unfavourable) Variance
Total Revenue	\$305.1M	\$311.7M	\$6.6M	\$289.3M	\$287.2M	(\$2.1M)
Total Expenses	(\$213.0M)	(\$196.5M)	\$16.5M	(\$194.8M)	(\$182.9M)	\$11.9M
Total Non-Operating and Non-Cash Items	\$3.9M	(\$19.2M)	(\$23.1M)	(\$4.4M)	(\$7.5M)	(\$3.1M)
Surplus / (Deficit)	\$96.0M	\$96.0M	\$0.0M	\$90.1M	\$96.8M	\$6.7M

Note: Pioneer Housing Foundation is not included in the 2022 information.

Capital Spend as of June 30, 2022



Seasonality
Peak activity:
June to September



Long-Term Debt

Long-Term Debt balance at June 30, 2022 is \$138.7 million – a decrease of (\$2.1 million) from December 31, 2021.

The County has utilized:

- 27% of the internal debt limit*
- 33% of the MGA legislated debt limit*

The estimated debt servicing percentage for June 30, 2022 is 4.74%.

* The debt limit used is from December 31, 2021.

Closing Remarks

- Both Revenue and Expenses currently have favourable variances that are being offset by unfavourable variances in Non-Operating and Non-Cash Items.
- Many of the variances are timing differences which are anticipated to be resolved in the second half of the year.

Questions?