

Strathcona County Third Quarter 2022 Management Report

**Budget Meeting
November 21, 2022**

Overview

The Q3 2022 Management Report includes:

- Municipal, utility, library and consolidated operating results
- Year-to-date and projected year-end variances
- Capital spending
- Long-term debt

Municipal Operations variance

as of September 30, 2022



Municipal

\$3.3M

favourable
variance

Significant contributing factors:

Revenue

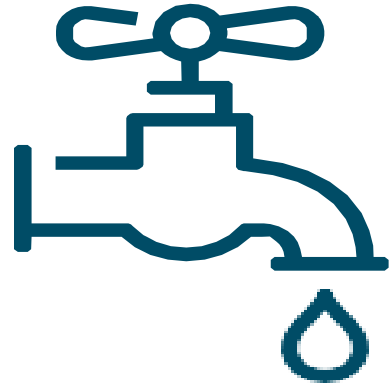
- (\$2.8M) Property taxes
- (\$5.0M) Service fees and charges
- (\$1.1M) Penalties and fines
- \$1.4M Investment income
- \$(1.1M) Government grants
- \$3.4M Contributed assets

Expense

- \$8.6M Salaries and benefits, employee expenses
- \$2.4M Business expenses
- \$9.2M Purchased services
- \$4.1M Grants

Utility Operations variance

as of September 30, 2022



Utility

\$1.1M
favourable
variance

Significant contributing factors:

Revenue

- \$2.7M Utility user rates
- \$8.3M Contributed assets

Expense

- (\$1.9M) Purchased services

Library Operations variance

as of September 30, 2022



Library

\$0.5M
favourable
variance

Significant contributing factors:

Revenue

- \$0.1M Investment income

Expense

- \$0.2M Salaries and benefits, employee expenses

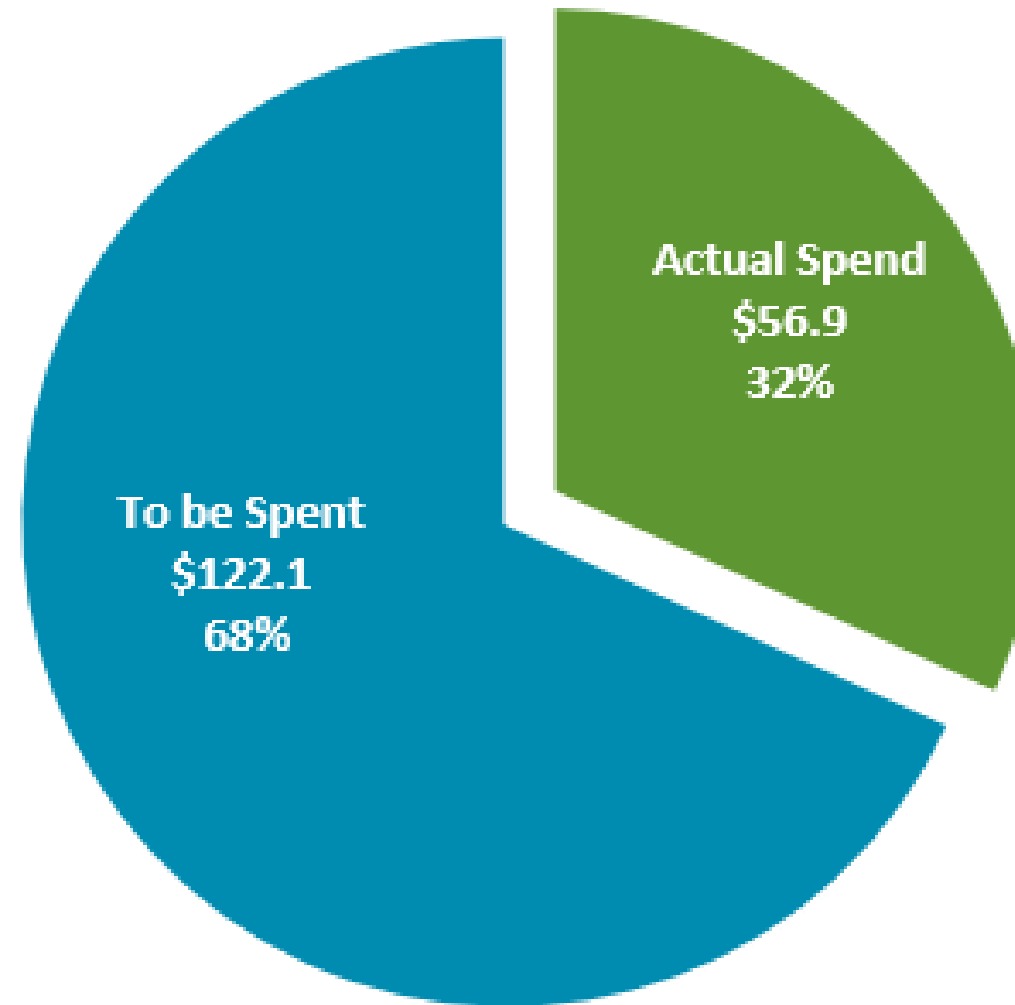
Capital spend

as of September 30, 2022



Seasonality

**Peak activity:
June to September**



Long-term debt

Long-term debt balance at September 30, 2022 is \$135.8 million – a decrease of (\$5.0 million) from December 31, 2021.

The County has utilized:

- 32% of the internal debt limit*
- 26% of the MGA legislated debt limit*

The estimated debt servicing percentage for September 30, 2022 is 4.81%.

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

Municipal Operations

Year-end projection



Municipal

\$2.75 million
projected
surplus

Significant contributing factors:

Revenue

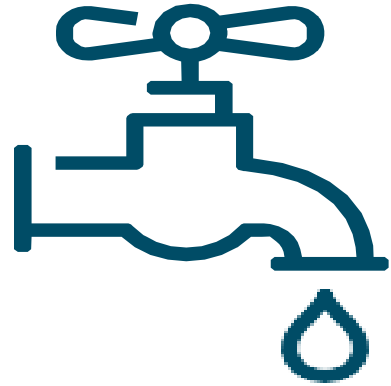
- (\$5.1M) Service fees and charges
- (\$1.1M) Penalties and fines
- \$1.9M Investment income

Expense

- \$8.6M Salaries and benefits, employee expenses
- \$2.3M Purchased services
- \$1.7M Supplies, materials and equipment

Utility Operations

Year-end projection



Utility

\$1.6 million
projected
surplus

Significant contributing factors:

Revenue

- \$2.7M Utility user rates

Expense

- \$0.8M Salaries and benefits, employee expenses
- (\$1.9M) Purchased services

Library Operations

Year-end projection



Library

\$0.3 million
projected
surplus

Significant contributing factors:

Revenue

- \$0.1M Investment income

Expense

- \$0.2M Salaries and benefits, employee expenses

Questions?