

# **Consolidated Financial Statements**

## **December 31, 2022**

Council Meeting  
July 4, 2023

# Overview

The draft 2022 Consolidated Financial Statements (enclosure 1) includes the financial information from:



**Municipal and  
Utility Operations**

**Library Operations**

**Pioneer Housing  
Foundation**

# Adjustments

to the **December 31, 2022 year end**



2022 Financial  
Year End Update  
presented to  
Council in June



Update since  
Council  
presentation



Walk through the  
adjustments as the  
financial  
statements are  
presented

# Consolidated Statement of Financial Position

(in thousands of dollars)

## FINANCIAL ASSETS

Cash and Cash Equivalents

Accounts Receivable

Property Taxes

Government Transfers

Trade and Other

Development Levies and Charges

Investments (Note 2)

Investment Interest Receivable

	2022	2021
\$	15,810	\$ 5,136
	7,627	6,551
	22,450	33,224
	33,279	16,639
	4,081	3,005
	313,487	343,916
	26,472	23,893
	423,206	432,364

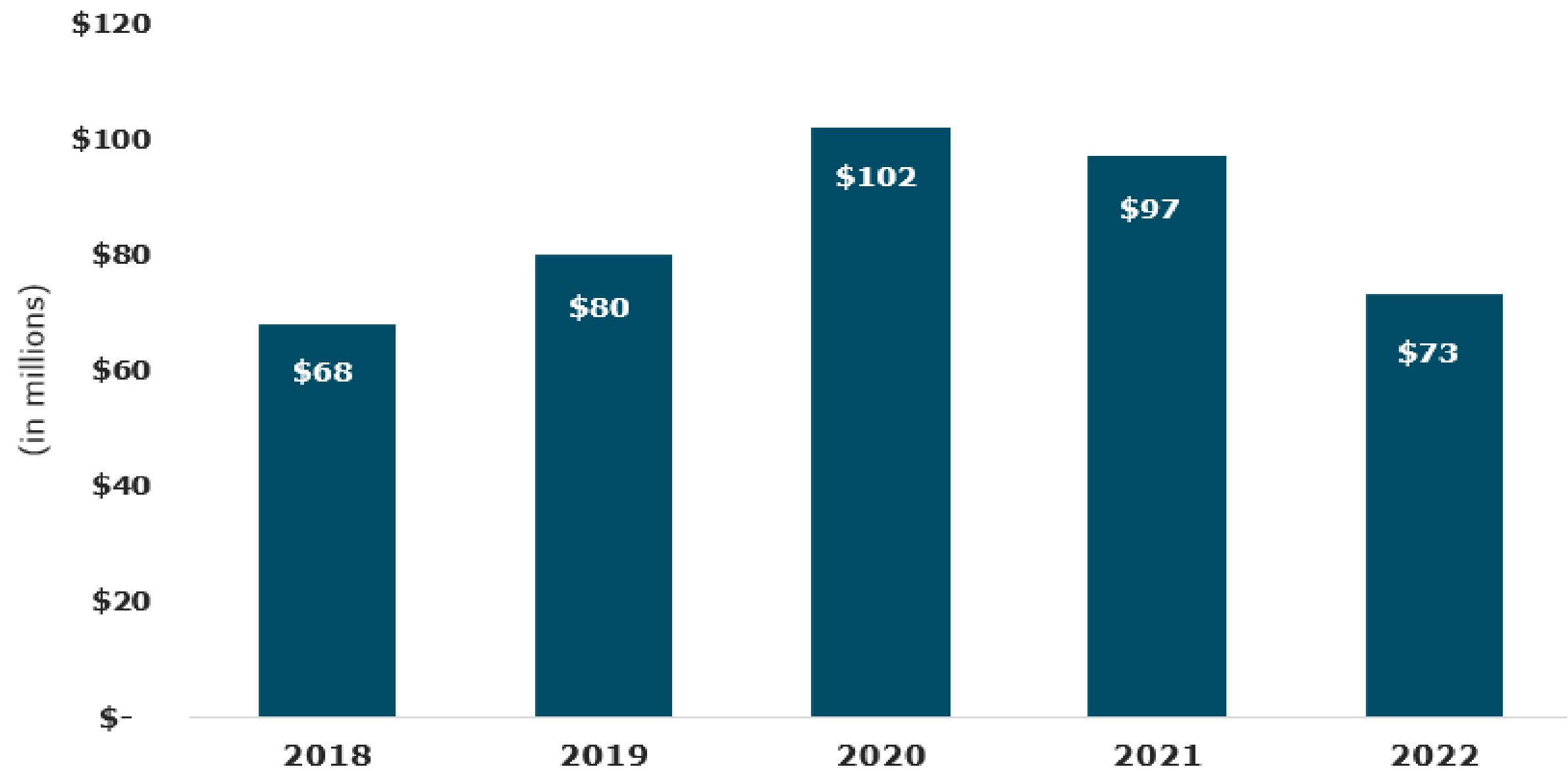
# Consolidated Statement of Financial Position

(in thousands of dollars)

	2022	2021
<b>LIABILITIES</b>		
Accounts Payable and Accrued Liabilities (Note 3)	92,266	69,725
Deposit Liabilities (Note 4)	16,074	11,691
Deferred Revenue (Note 5)	108,528	113,233
Long-Term Debt (Notes 6 and 7)	133,070	140,824
	<b>349,938</b>	<b>335,473</b>

# Consolidated Net Financial Assets / (Net Debt)

**Net Financial Assets: \$73 million**



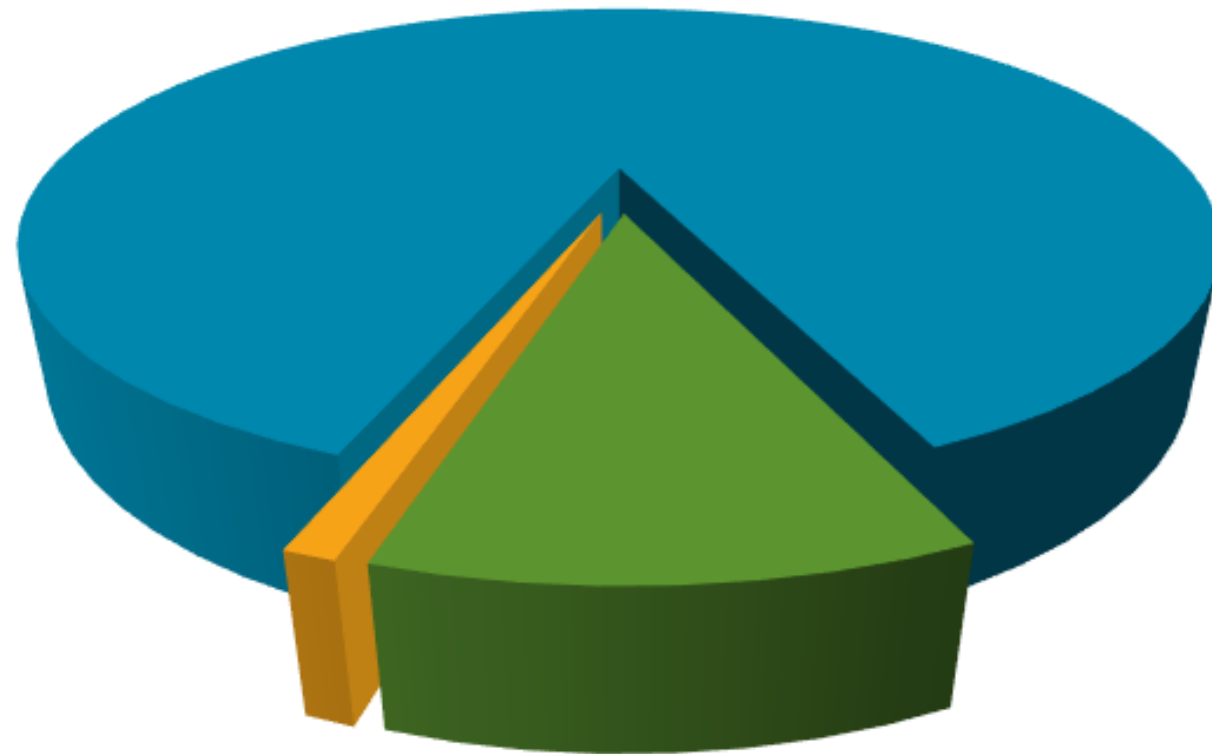
# Consolidated Statement of Financial Position

(in thousands of dollars)

	2022	2021
<b>NON-FINANCIAL ASSETS</b>		
Tangible Capital Assets (Note 8)	2,051,637	1,978,431
Inventories of Materials and Supplies	1,223	1,188
Prepaid Expenses	8,394	8,207
	<b>2,061,254</b>	<b>1,987,826</b>

# Consolidated Accumulated Surplus

Total Accumulated Surplus: \$2.1 billion

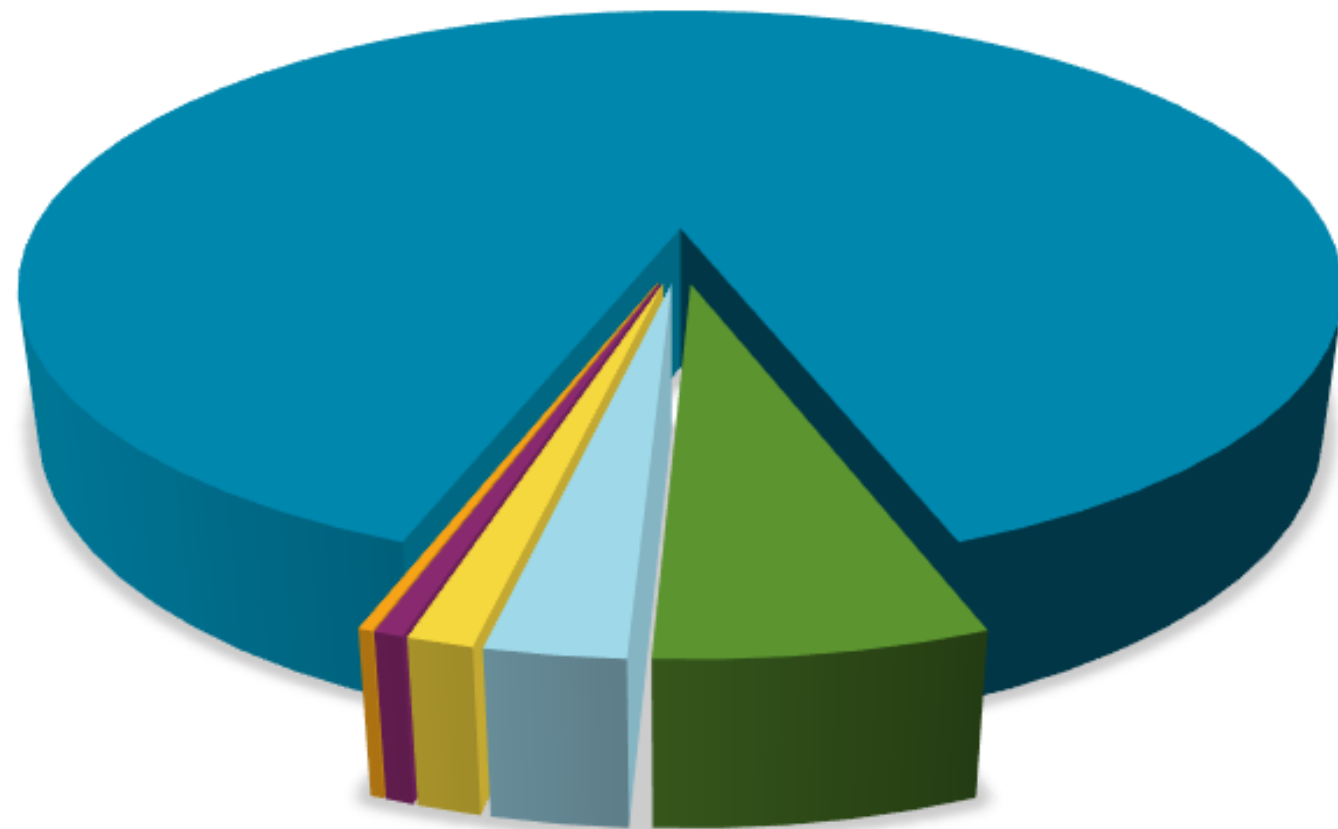


- **\$1,919M** Invested in Tangible Capital Assets composed of:
  - \$1,574M Municipal
  - \$324M Utilities
  - \$7M Library
  - \$14M Pioneer Housing Foundation (PHF)
- **\$237M** Reserves
- **(\$22M)** Unrestricted



# Consolidated Reserves

**Total Reserves: \$237 million**



- \$135M** Infrastructure, Lifecycle, Maintenance and Replacement
- \$57M** Projects
- \$27M** Special Purpose
- \$12M** Stabilization and Contingency
- \$6M** Library

# Consolidated Statement of Operations

(in thousands of dollars)

	2022 Budget (Note 14)	2022	2021
<b>OPERATING REVENUE</b>			
Property Taxes (Note 15)	\$ 242,731	\$ 243,028	\$ 231,828
Utility User Rates	55,199	59,234	59,502
User Fees and Charges	35,806	30,685	20,462
Investment Income	6,106	9,087	7,430
Government Transfers – Operating (Note 16)	7,505	8,783	8,062
Penalties and Fines	6,385	4,898	7,003
Permit and License Fees	3,302	3,180	3,220
Other Operating Revenue	8,378	9,818	12,151
<b>TOTAL OPERATING REVENUE</b>	<b>365,412</b>	<b>368,713</b>	<b>349,658</b>

# Consolidated Statement of Operations

## Expense by Object (in thousands of dollars)

	2022 Budget (Note 14)	2022	2021
<b>EXPENSES</b>			
Salaries, Wages, Benefits and Employee Expenses	198,129	<b>196,045</b>	188,331
Business Expenses	25,626	<b>24,173</b>	21,104
Purchased Services	77,964	<b>68,376</b>	63,352
Supplies, Materials and Equipment Purchases	40,174	<b>44,030</b>	40,743
Interest on Debentures	5,428	<b>5,253</b>	5,552
Grants Disbursed	13,463	<b>3,866</b>	3,754
Amortization (Note 8)	66,723	<b>63,661</b>	62,751
Loss on Disposals or Write-Downs of Tangible Capital Assets	-	<b>557</b>	2,645
Other Expenses (Recoveries)	3,414	<b>2,802</b>	1,608
<b>TOTAL EXPENSES</b>	<b>430,921</b>	<b>408,763</b>	<b>389,840</b>

# Consolidated Statement of Operations

## Expense by Function (in thousands of dollars)

	2022 Budget (Note 14)	2022	2021
<b>EXPENSES (Note 23)</b>			
Infrastructure and Planning Services (excluding Utility Operations)	52,297	52,216	46,447
Utility Operations	62,515	60,755	62,179
Infrastructure and Planning Services	114,812	112,971	108,626
Community Services	152,163	145,826	136,020
Corporate Services and Chief Financial Officer	75,074	65,845	60,666
Office of the Chief Commissioner	6,762	5,908	6,113
Elected Officials	1,657	1,482	1,358
Corporate Fiscal Services	69,933	66,442	66,860
Strathcona County Library	10,520	10,289	10,197
<b>TOTAL EXPENSES</b>	<b>430,921</b>	<b>408,763</b>	<b>389,840</b>

# Consolidated Statement of Operations

(in thousands of dollars)

	2022 Budget (Note 14)	2022	2021
<b>CAPITAL REVENUE</b>			
Government Transfers – Capital (Note 16)	51,330	44,921	47,974
Contributed Tangible Capital Assets (Note 8)	-	20,371	5,276
Other Capital Revenue (Note 17)	26,377	24,563	(1,380)
<b>TOTAL CAPITAL REVENUE</b>	<b>77,707</b>	<b>89,855</b>	<b>51,870</b>

# Public Sector Accounting Standards



Public Sector Accounting Standards (PSAS) surplus / (deficit) used to prepare the financial statements



- Amortization expense
- Gains / losses on asset disposals
- Capital revenue

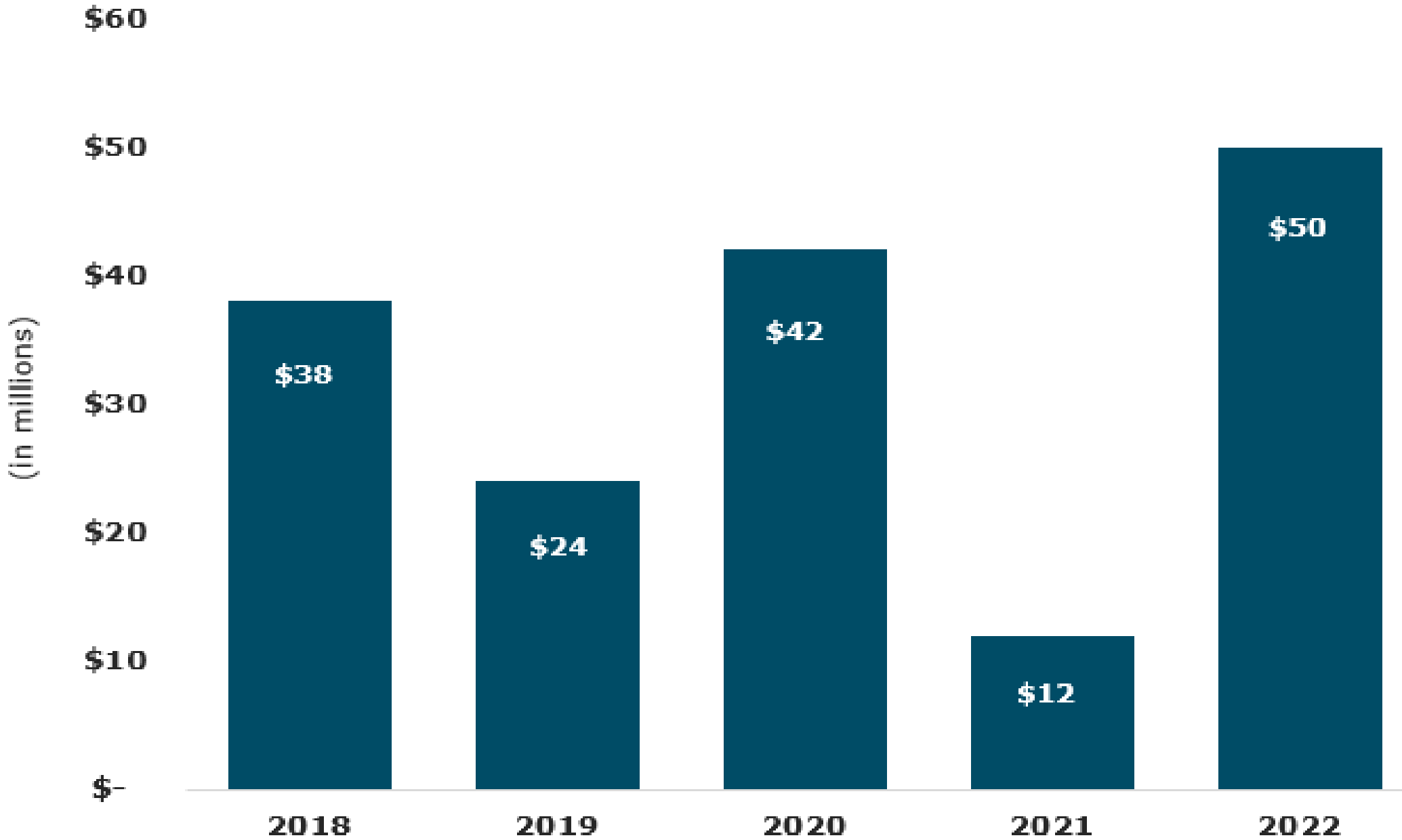


- Debt repayment expenditures
- Reserve transactions



Different than the method used to calculate Annual Operating Surplus for Tax Purposes

# Historical Consolidated PSAS Annual Surplus



# 2022 Audit Update

External audit  
is substantially  
complete

An unqualified audit  
opinion is anticipated

Will be seeking  
Council's approval of  
the draft financial  
statements today



# Questions?