

2019 FINANCIAL STATEMENTS

PRESENTATION TO THE AUDIT COMMITTEE

LAURA MIRABELLA, FCPA, FCA COMMISSIONER OF FINANCE & REGIONAL TREASURER

JASON LI, CPA, CA ACTING DIRECTOR, CONTROLLERSHIP OFFICE & DEPUTY TREASURER

JUNE 10, 2020



AGENDA

- Share key 2019 financial results
- Recommend Committee and Council receive the 2019 Financial Statements and Auditor's Report for information

KEY POINTS

- Report includes two key attachments:
 - 2019 Financial Statements
 - Treasurer's Report
- The audit opinion was issued without reservation or condition
- The Region had an annual surplus of \$689 million
- The Region's financial picture continued to improve in 2019

STATEMENT OF OPERATIONS

(INCOME STATEMENT)

BUDGET TO FULL ACCRUAL ADJUSTMENTS (\$M)

	APPROVED BUDGET	ADJUSTMENTS	FULL ACCRUAL BUDGET
Revenue	3,211	(350)	2,862
Expenses	3,211	(855)	2,326
Surplus	--	535	535



STATEMENT OF OPERATIONS (\$M)

	2019 Budget	2019 Actuals	2018 Actuals	Budget to Actual Variance	Year over Year Variance
Revenues	2,862	2,942	2,766	80	176
Expenses	2,326	2,253	2,247	(74)	6
Annual Surplus*	535	689	520	154	170

*numbers may not add due to rounding

REVENUE VARIANCES (\$M)

	2019 Budget	2019 Actuals	2018 Actuals	Budget to Actual Variance	Year over Year Variance
Taxation	1,145	1,152	1,090	7	61
User charges	354	354	317	(0)	37
Transfer payments	690	780	605	90	175
Development charges	416	293	474	(123)	(181)
Fee and services	162	167	165	6	3
Investment income	62	119	69	58	51
Other	33	76	46	43	30
Total Revenue	2,862	2,942	2,766	80	176

*numbers may not add due to rounding

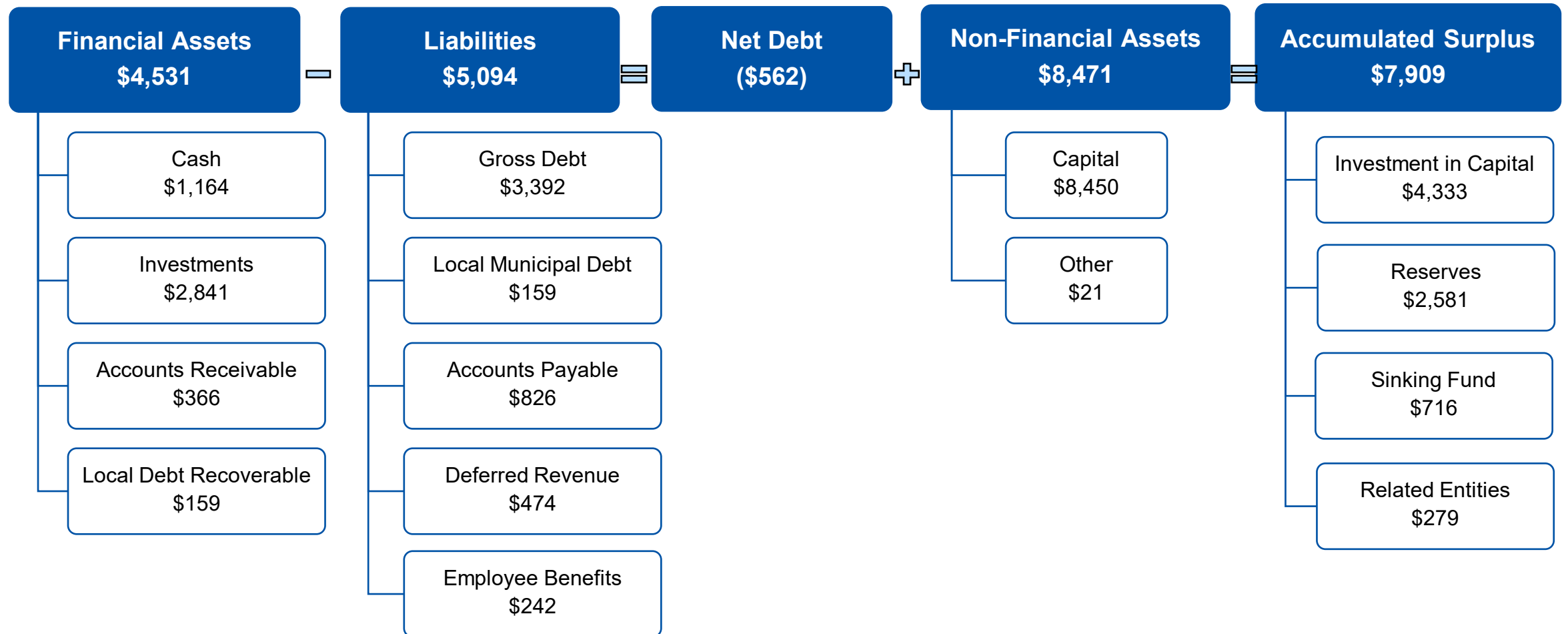
EXPENSE VARIANCES (\$M)

	2019 Budget	2019 Actuals	2018 Actuals	Budget to Actual Variance	Year over Year Variance
Community and Health Services	621	612	580	(9)	32
Transportation Services	609	608	539	(1)	68
Environmental Services	497	482	612	(14)	(130)
Protection to Persons and Property	395	406	386	11	20
General Government and Other	205	145	129	(60)	16
Total Expenses	2,326	2,253	2,247	(74)	6

*numbers may not add due to rounding

STATEMENT OF FINANCIAL POSITION (BALANCE SHEET)

STATEMENT OF FINANCIAL POSITION (\$M)



STATEMENT OF FINANCIAL POSITION (\$M)

	2019	2018	Change	Change %
Financial Assets	4,531	4,303	228	5%
Liabilities	5,094	5,103	(9)	(0%)
Net Debt	(562)	(799)	237	(30%)
Non-Financial Assets	8,471	8,018	453	6%
Accumulated Surplus*	7,909	7,219	689	10%

*numbers may not add due to rounding

TANGIBLE CAPITAL ASSETS BY FUNCTION

Wastewater



Net book value \$2.3B

Roads



Net book value \$1.7B

Transit



Net book value \$1.9B

Water



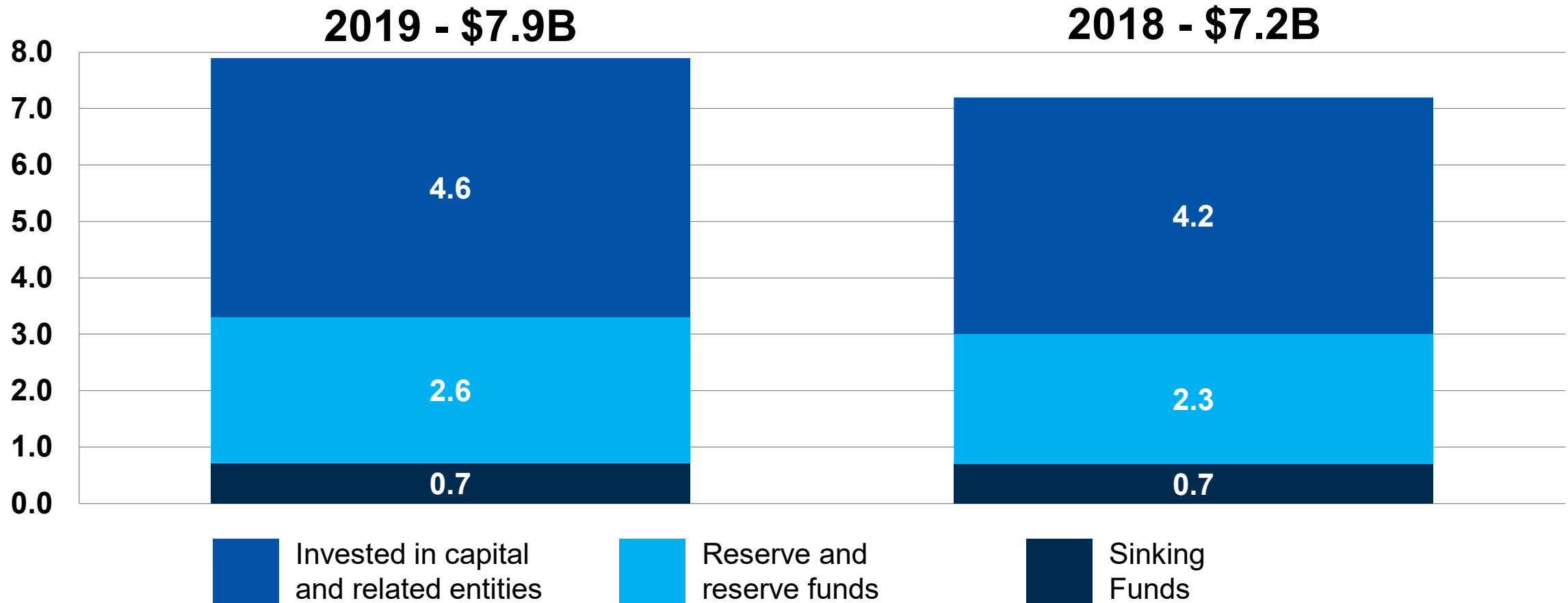
Net book value \$1.4B

Other



Net book value \$1.1B

ACCUMULATED SURPLUS



SUMMARY

- 2019 financial results were in line with expected results and continue to support a sustainable fiscal plan
- The unqualified audit opinion and receipt of the GFOA Award are evidence of high quality financial statements
- It is recommended that Committee and Council receive the report for information

