

2018 FINANCIAL STATEMENTS

PRESENTATION TO THE AUDIT COMMITTEE

Laura Mirabella, FCPA, FCA

Commissioner of Finance & Regional Treasurer

Jason Li, CPA, CA

Acting Director, Controllershship Office
& Deputy Treasurer

June 5, 2019



AGENDA

- Overview of the financial statements
- 2018 key financial results



OVERVIEW OF THE FINANCIAL STATEMENTS

WHAT ENTITIES ARE INCLUDED?

The York Region consolidated entity includes:

- Regional Departments
- York Regional Police
- Housing York Inc.
- York Region Rapid Transit Corporation
- YTN Telecom Network Inc.



FINANCIAL STATEMENT COMPONENTS



Statement of Operations



Statement of Financial Position



Statement of Change in Net Debt



Statement of Cash Flows



Notes

BUDGET TO FINANCIAL STATEMENT CONVERSIONS (\$M)

	Approved Budget	Conversions	Full Accrual Budget
Revenue	3,042	(194)	2,848
Expenses	3,042	(840)	2,202
Surplus	--	646	646



Tangible Capital
Assets



Debt/
Investments



Transfers
to/from
Reserves



Amortization

2018 KEY FINANCIAL RESULTS

STATEMENT OF OPERATIONS

(INCOME STATEMENT)

STATEMENT OF OPERATIONS

THE REGIONAL MUNICIPALITY OF YORK

Consolidated Statement of Operations and Accumulated Surplus
For the year ended December 31, 2018

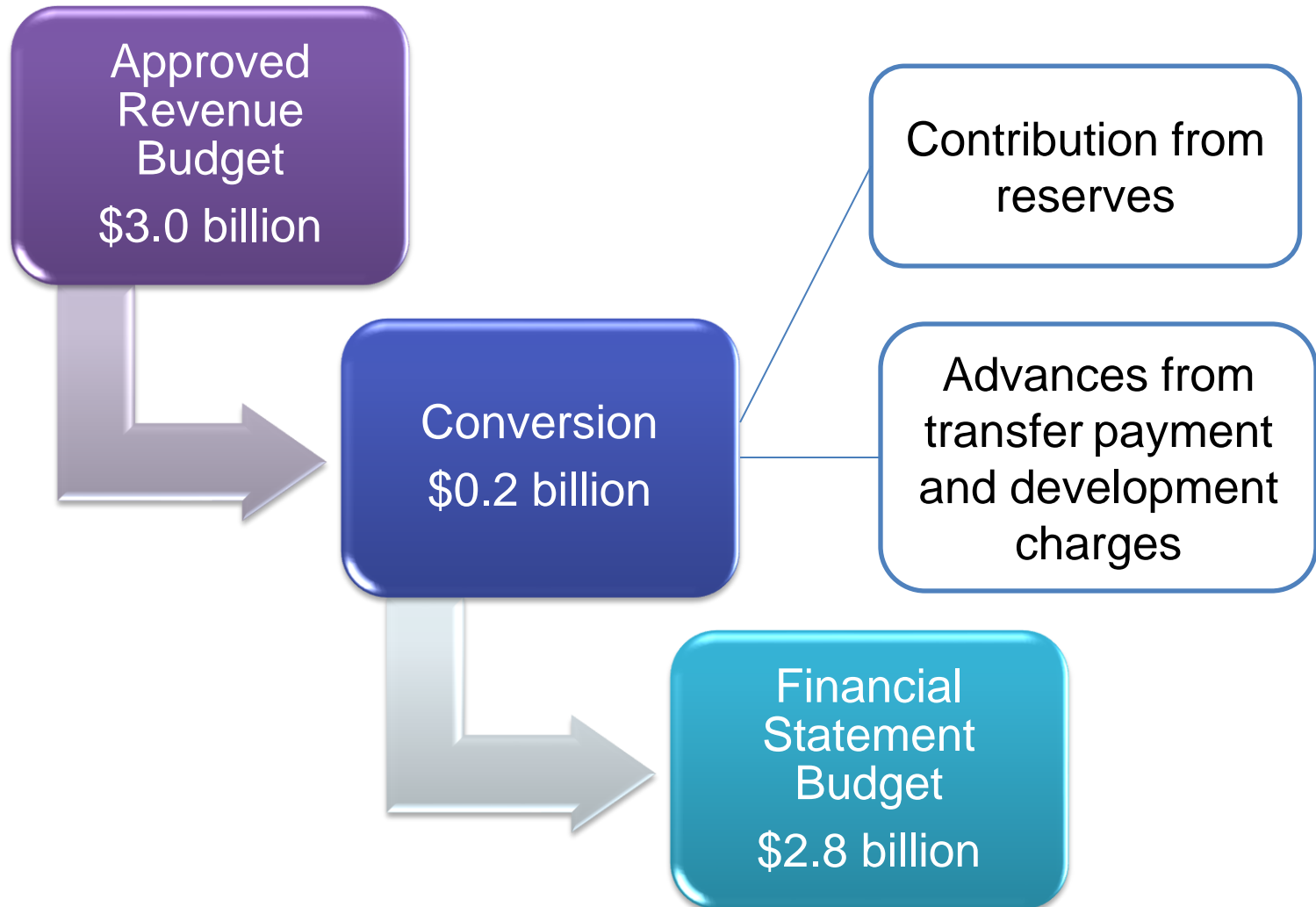
	Budget (Note 2) \$	2018 \$	2017 \$
REVENUES			
Net taxation	1,092,496,496	1,095,110,525	1,042,649,817
User charges	331,996,530	316,536,359	278,893,236
Transfer payments (Note 16)	673,020,000	605,537,568	550,678,180
Development charges	519,403,465	474,241,470	283,713,949
Fees and services	157,601,195	184,057,933	198,528,964
Investment income	58,941,744	68,651,950	71,288,620
Other	14,452,241	27,144,439	95,242,118
Total Revenues	2,847,911,671	2,771,280,244	2,520,994,884
EXPENSES			
General government	185,582,819	132,713,667	186,487,358
Protection to persons and property	378,822,224	384,485,474	360,160,874
Transportation services	503,901,950	534,361,854	426,928,151
Environmental services	482,020,637	608,715,441	512,689,529
Health and emergency services	196,173,882	149,321,300	153,294,902
Community services	305,145,351	341,163,381	277,556,364
Social housing	137,549,476	88,894,682	91,017,269
Planning and economic development	12,999,222	11,960,823	14,669,113
Total Expenses	2,202,195,561	2,251,616,622	2,022,803,560
Annual Surplus	645,716,110	519,663,622	498,191,324
Accumulated Surplus, Beginning of Year	6,699,609,318	6,699,609,318	6,201,417,994
Accumulated Surplus, End of Year	7,345,325,428	7,219,272,940	6,699,609,318

The accompanying notes are an integral part of these Consolidated Financial Statements.

Presents:

- Accrual budget
- Financial transactions for the year
- Prior year for comparison

REVENUE BUDGET CONVERSION

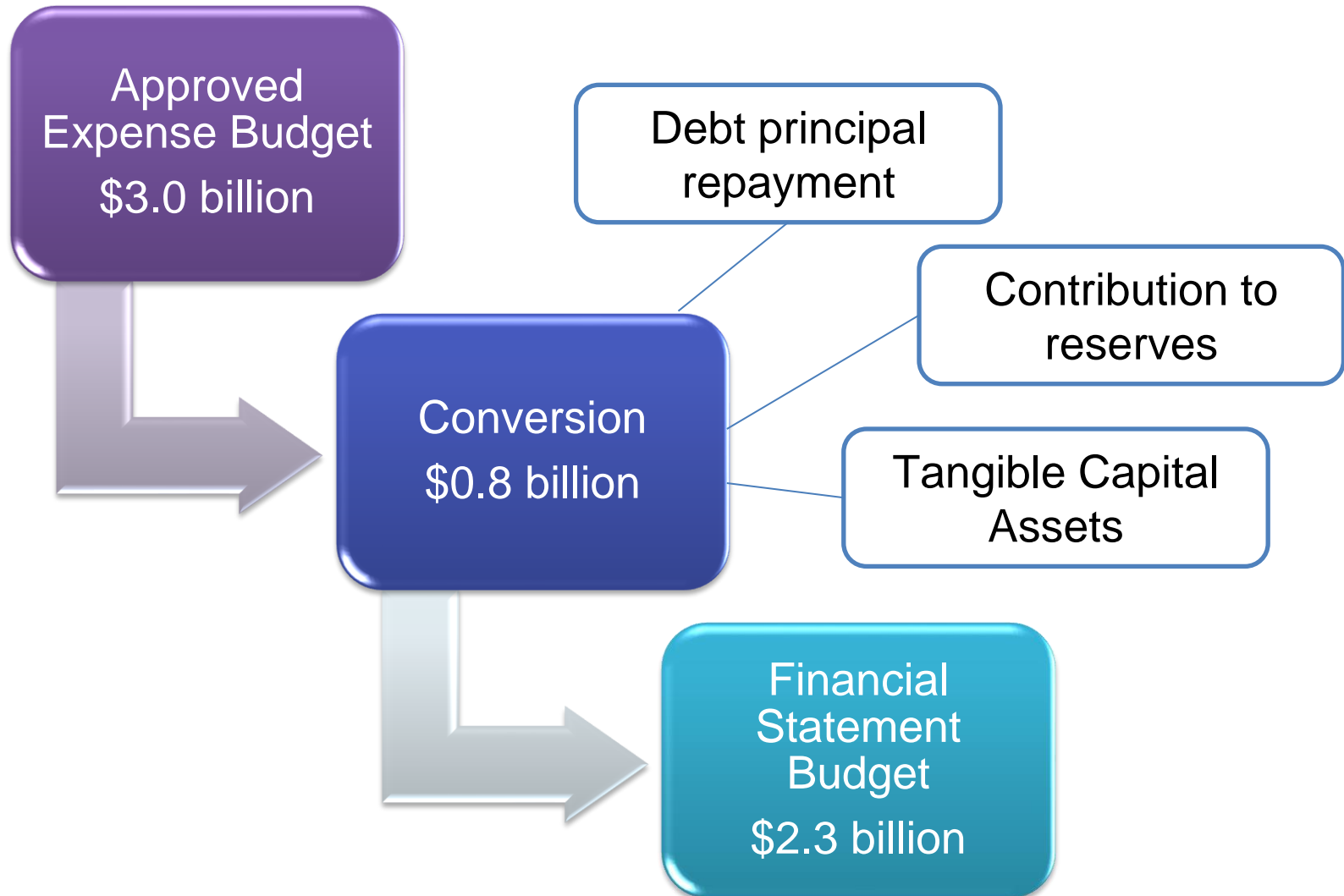


REVENUE VARIANCES (\$M)

	2018 Budget	2018 Actuals	2017 Actuals	Budget to Actual Variance	Year over Year Variance
Taxation	1,093	1,095	1,043	2	52
Transfer Payments	673	606	551	(67)	55
Development Charges	519	474	284	(45)	190
User Charges	332	317	279	(15)	38
Fees and Services	158	184	199	26	(15)
Investment Income and Other	73	95	166	22	(71)
Total Revenue	2,848	2,771	2,521	(77)	250

*numbers may not add due to rounding

EXPENSE BUDGET CONVERSION



EXPENSE VARIANCES (\$M)

	2018 Budget	2018 Actuals	2017 Actuals	Budget to Actual Variance	Year over Year Variance
Community and Health Services	639	579	522	(60)	57
Transportation Services	504	534	427	30	107
Environmental Services	482	609	513	127	96
Protection to Persons and Property	379	385	360	6	25
General Government and Other	199	145	201	(54)	(56)
Total Expense	2,202	2,252	2,023	50	229

*numbers may not add due to rounding

STATEMENT OF OPERATIONS (\$M)

	2018 Budget	2018 Actuals	2017 Actuals	Budget to Actual Variance	Year over Year Variance
Revenues	2,848	2,771	2,521	(77)	250
Expenses	2,202	2,252	2,023	49	229
Annual Surplus*	646	520	498	(126)	22

*numbers may not add due to rounding

STATEMENT OF FINANCIAL POSITION

(BALANCE SHEET)

STATEMENT OF FINANCIAL POSITION

THE REGIONAL MUNICIPALITY OF YORK

Consolidated Statement of Financial Position
As at December 31, 2018

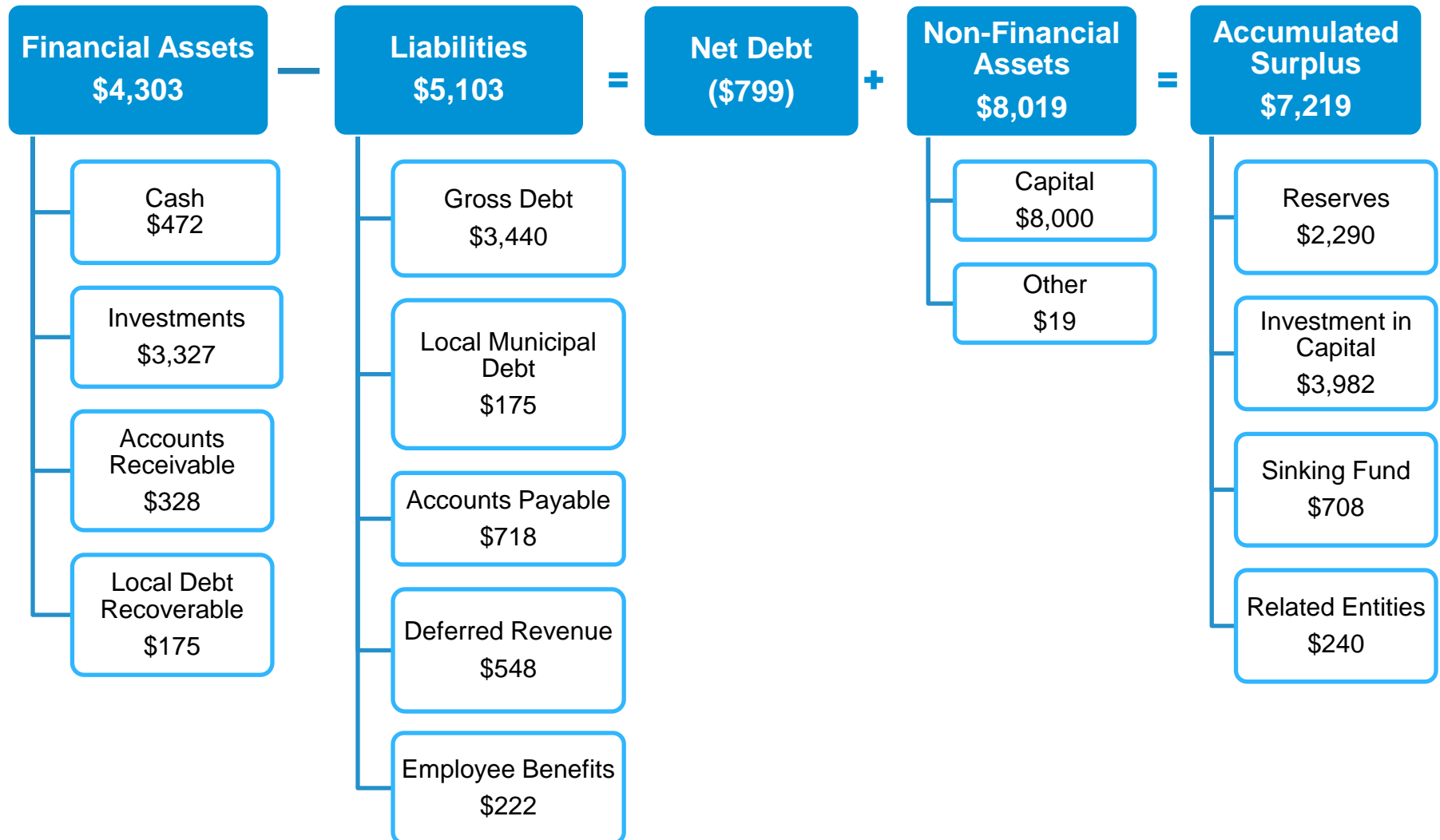
	2018 \$	2017 \$
ASSETS		
Financial Assets		
Cash and cash equivalents (Note 4)	472,421,826	584,959,230
Accounts receivable (Note 5)	328,410,381	302,932,786
Investments (Note 4)	3,327,326,728	2,809,142,444
Debt amounts recoverable from Area municipalities (Notes 8)	175,289,246	150,717,094
Total	4,303,448,181	3,847,751,554
LIABILITIES		
Accounts payable and accrued liabilities	718,204,400	766,551,251
Employee benefit obligations (Note 6)	221,953,092	201,538,476
Deferred revenue (Note 7)	160,784,391	87,130,056
Deferred revenue-obligatory reserve funds (Note 7)	386,668,255	432,524,557
Gross long-term liabilities (Note 8)	3,615,010,211	3,610,101,326
Total	5,102,620,349	5,097,845,666
Net Debt	(799,172,168)	(1,250,094,112)
Non-Financial Assets		
Tangible capital assets (Note 13)	7,999,815,545	7,933,241,565
Inventory	6,257,623	5,099,652
Prepaid expenses	12,371,940	11,362,213
Accumulated Surplus (Note 14)	7,219,272,940	6,699,609,318

The accompanying notes are an integral part of these Consolidated Financial Statements.

Presents:

- Balances as at December 31st
- Shows year-over-year change in assets and liabilities

STATEMENT OF FINANCIAL POSITION (\$M)



TANGIBLE CAPITAL ASSETS BY FUNCTION

Wastewater



Net book value \$2.3B

Roads



Net book value \$1.7B

Transit



Net book value \$1.6B

Water



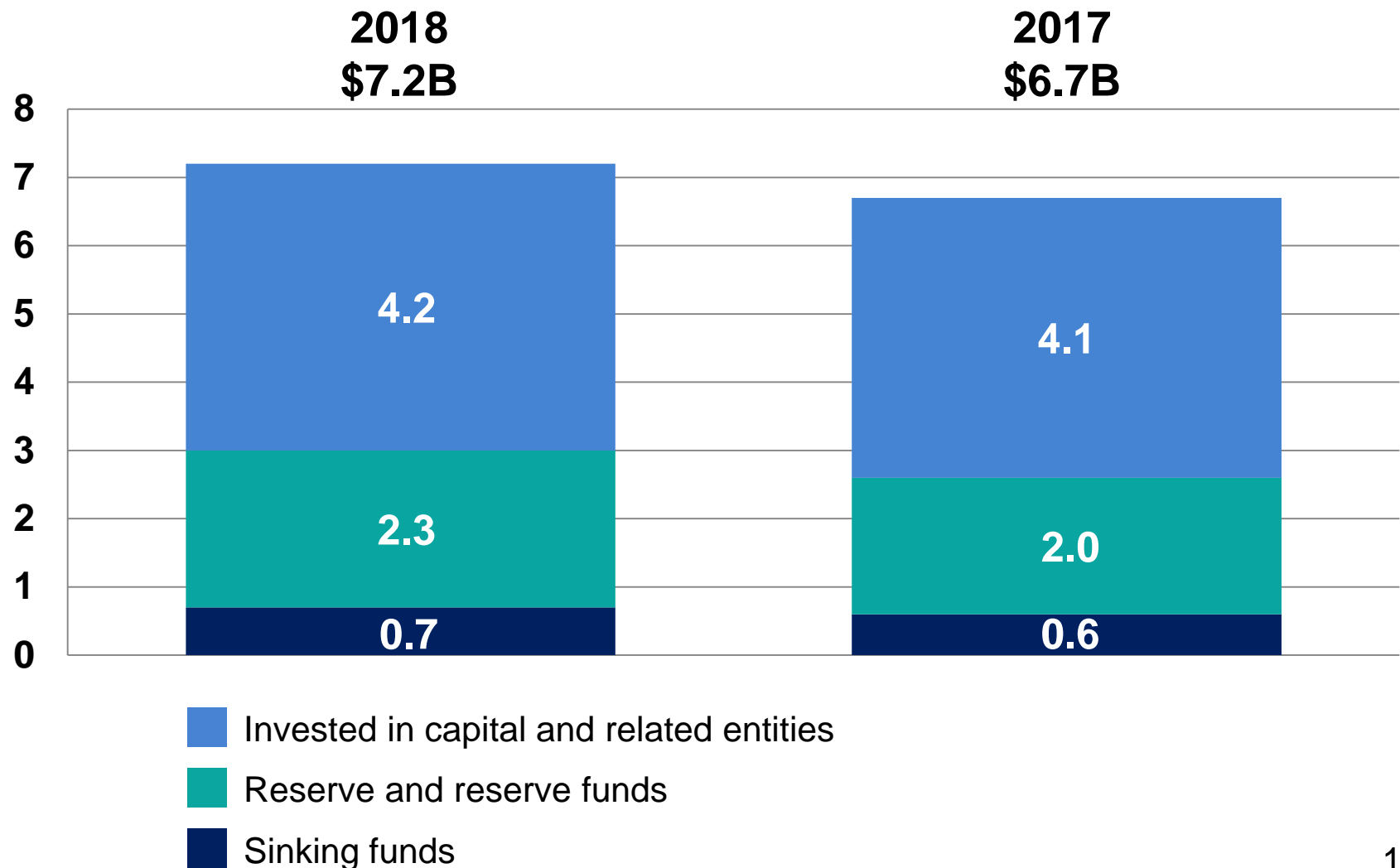
Net book value \$1.4B

Other



Net book value \$1.0B

ACCUMULATED SURPLUS



STATEMENT OF FINANCIAL POSITION (\$M)

	2018	2017	Change	Change %
Financial Assets	4,303	3,848	456	12%
Liabilities	5,103	5,098	5	0%
Net Debt	(799)	(1,250)	451	(36%)
Non-Financial Assets	8,019	7,950	67	0%
Accumulated Surplus*	7,219	6,700	519	8%

*numbers may not add due to rounding

SUMMARY

IN CONCLUSION



Debt
Reduction!





*Certificate
of Achievement*

FOR EXCELLENCE IN

Financial Reporting

SUMMARY

- 2018 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

