

**Subject: Third Quarter 2018 Financial Performance Update****APPROVALS:****Annette Antoniak**\_\_\_\_\_  
Director\_\_\_\_\_  
Chief Administrative Officer**Recommended Motion:**

THAT the Third Quarter 2018 Financial Performance Update be accepted as information.

**Summary:**

The third quarter financial results are showing an annual projected surplus of \$34.5 million which is the result of an increase in operating revenue of \$15.6 million and a decrease in operating expenses of \$18.9 million.

**Background:**

The Quarterly Financial Report provides a more comprehensive quarterly financial update that includes municipal operating revenues and expenses with comparatives to budget and projections; capital project spending, information regarding investment and debt; as well as information regarding grants that the Municipality has applied for and or received during the quarter.

Operating revenues to September 30, 2018 are \$598.7 million. On an annual basis the revenue projection is \$790.3 million which reflects an increase of \$15.6 million to the annual revenue.

Operating expenses to September 30, 2018 are \$537.4 million. On an annual basis the expense projection is \$755.7 million which reflects a decrease of \$18.9 million to the annual expenses.

The Municipality has spent \$203.4 million in recoverable wildfire costs since May 2016. To date the Province has advanced \$148.7 million for reimbursable expenses; Red Cross has advanced \$5.0 million and our insurance provider has paid \$29.6 million.

The Municipality approved the 2018 Capital Budget of \$251.6 million. At the end of September 2018, capital budget amendment reductions of \$15.1 million have occurred.

As of September 2018, \$108.3 million has been spent on the delivery of capital projects. The Construction of the Rural Water and Sewer Servicing project is 30% of this spend.

The Municipality has a total debt commitment of \$429.5 million of this \$273.1 million has been drawn and the remaining \$156.4 million is committed undrawn debt.

The Municipality received \$47.0 million in capital grants and \$5.0 million in operating grants in 2018. Continuous research into grant opportunities is ongoing.

**Strategic Priorities:**

Responsible Government

**Attachments:**

**1. Q3 Financial Report for Council**