

Regional Municipality of Wood Buffalo Non-Consolidated Financial Statements for the year ended December 31, 2014

Audit and Budget Committee

April 21, 2015

2014 Non-Consolidated Financial Statements

- Combined capital and operating financial results
- Financial statements differ from operating and capital management reports presented quarterly to Audit and Budget Committee

2014 Key Performance Highlights

- Revenue increase of \$85M (12%)
- Expenses grew by \$13M (2.6%)
- Accumulated Surplus increase of \$317M (10%)
- Net Operating Budget Surplus of \$1M (0.13%)
- Net Financial Debt increase of \$31M (71%)
- Tangible Capital Assets increase of \$354M (11%)
- Reduction on investments \$59M (7%)

2014 Non-Consolidated Financial Statements Reconciliation

Operating Budget Excess		\$ 1,112,034
Non-Operating Excess		315,984,114
Excess as per Financial Statements		<u>317,096,148</u>
Less: Surplus from Capital	(347,545,994)	
Principal debt repayment	(15,232,001)	
Contributed Assets	(19,270,965)	
Add: Amortization	66,064,846	
		<u>(315,984,114)</u>
Net Operating Budget Surplus		<u><u>\$ 1,112,034</u></u>

Government Grant Funding Received

	(\$Millions)	
	2014	2013
Operating Grants Received	11.6	11.2
Capital Grants Received	44.8	100.5
Total Grants	56.4	111.7

Financial Position

Non-Consolidated Financial Statements for the year ended December 31, 2014

Accumulated Surplus as at December 31, 2014

	(\$Millions)	
	2014	2013
Net Financial Debt	(75)	(44)
Non Financial Assets *	3,453	3,105
Accumulated Surplus	3,378	3,061

* Tangible Capital Assets:

2014: \$3,447M (99.8%); 2013: \$3,094M (99.6%)

Financial Position as at December 31, 2014

	(\$Millions)	
	2014	2013
Financial Assets	597	597
Liabilities	672	641
Net Financial Assets	(75)	(44)
Non Financial Assets	3,453	3,105
Accumulated Surplus	3,378	3,061

Liabilities include Long-term debt of \$317M, 2014 (\$332M -2013)

Financial Assets as at December 31, 2014

	(\$Millions)	
	2014	2013
Cash	90	34
Accounts Receivables	40	36
Investments	467	527
	<u>597</u>	<u>597</u>

Non Financial Assets as at December 31, 2014

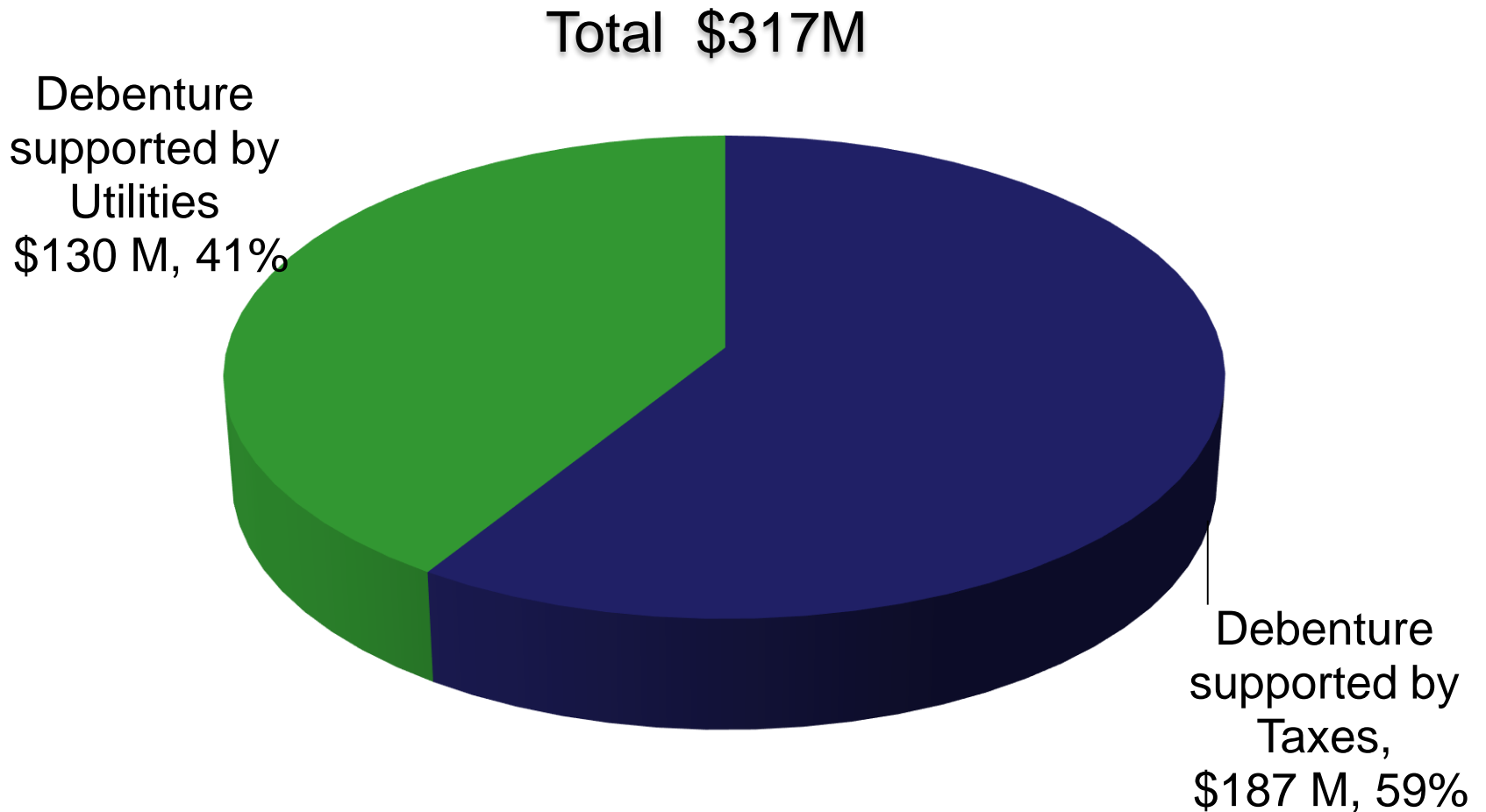
	(\$Millions)	
	2014	2013
Tangible Capital Assets	3,447	3,094
Inventories (Consumables)	2	2
Prepaid Expenses	4	9
	<u>3,453</u>	<u>3,105</u>

Liabilities

as at December 31, 2014

	(\$Millions)	
	2014	2013
Accounts Payable	191	130
Deferred Revenue	129	139
Long Term Debt	317	332
Employee Benefits	15	17
Other Liabilities	20	23
	<u>672</u>	<u>641</u>

Long Term Debt as at December 31, 2014



Operations and Accumulated Surplus

Non-Consolidated Financial Statements for the year ended December 31, 2014

Operations

as at December 31, 2014

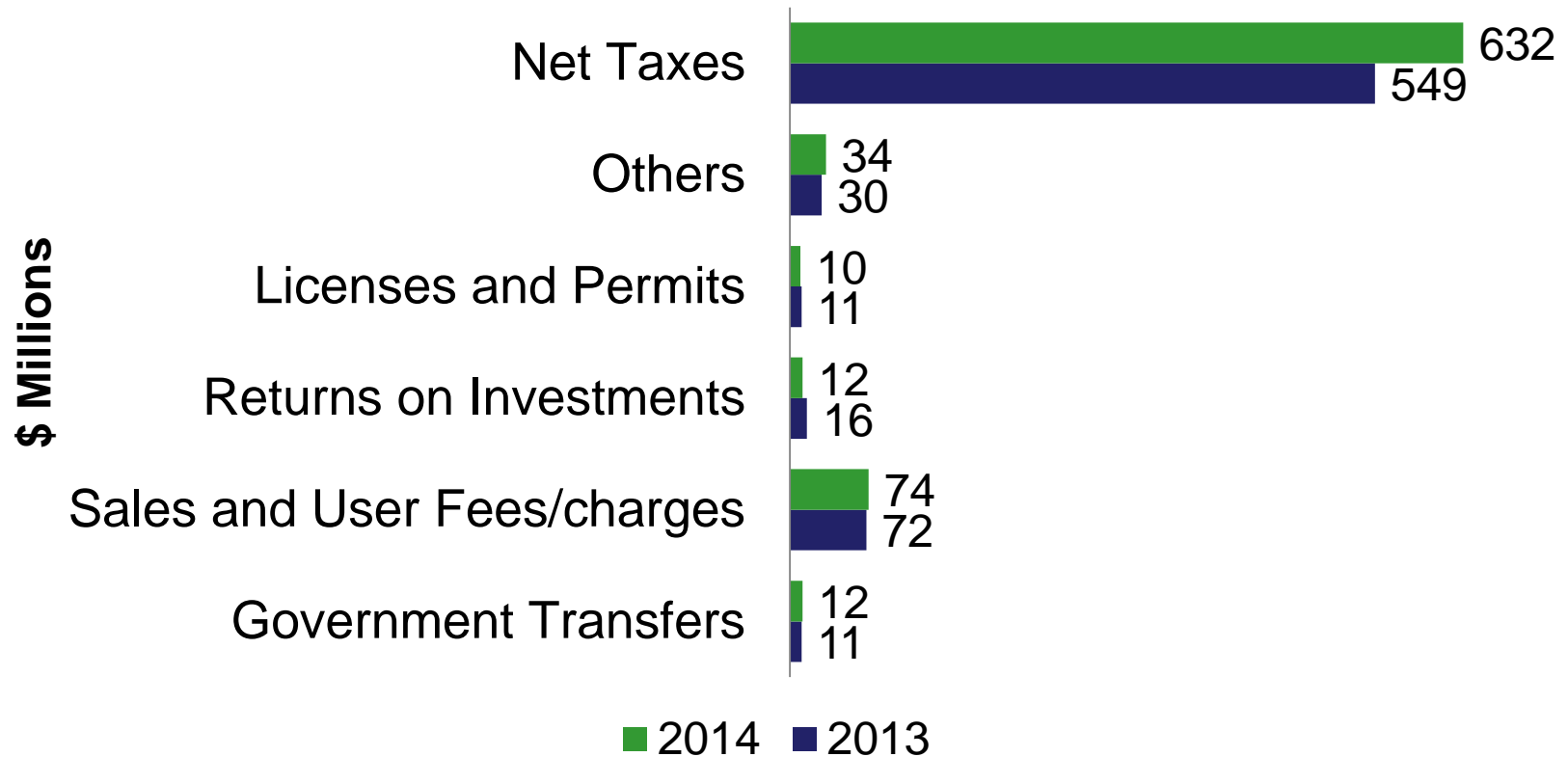
	(\$Millions)	
	2014	2013
Revenue	774	689
Expenses	521	507
Annual Surplus	253	182
Other Income	64	174
Surplus (beginning of year)	3,061	2,705
Surplus (end of year)	3,378	3,061

Revenue

Non-Consolidated Financial Statements for the year ended December 31, 2014

Revenue as at December 31, 2014

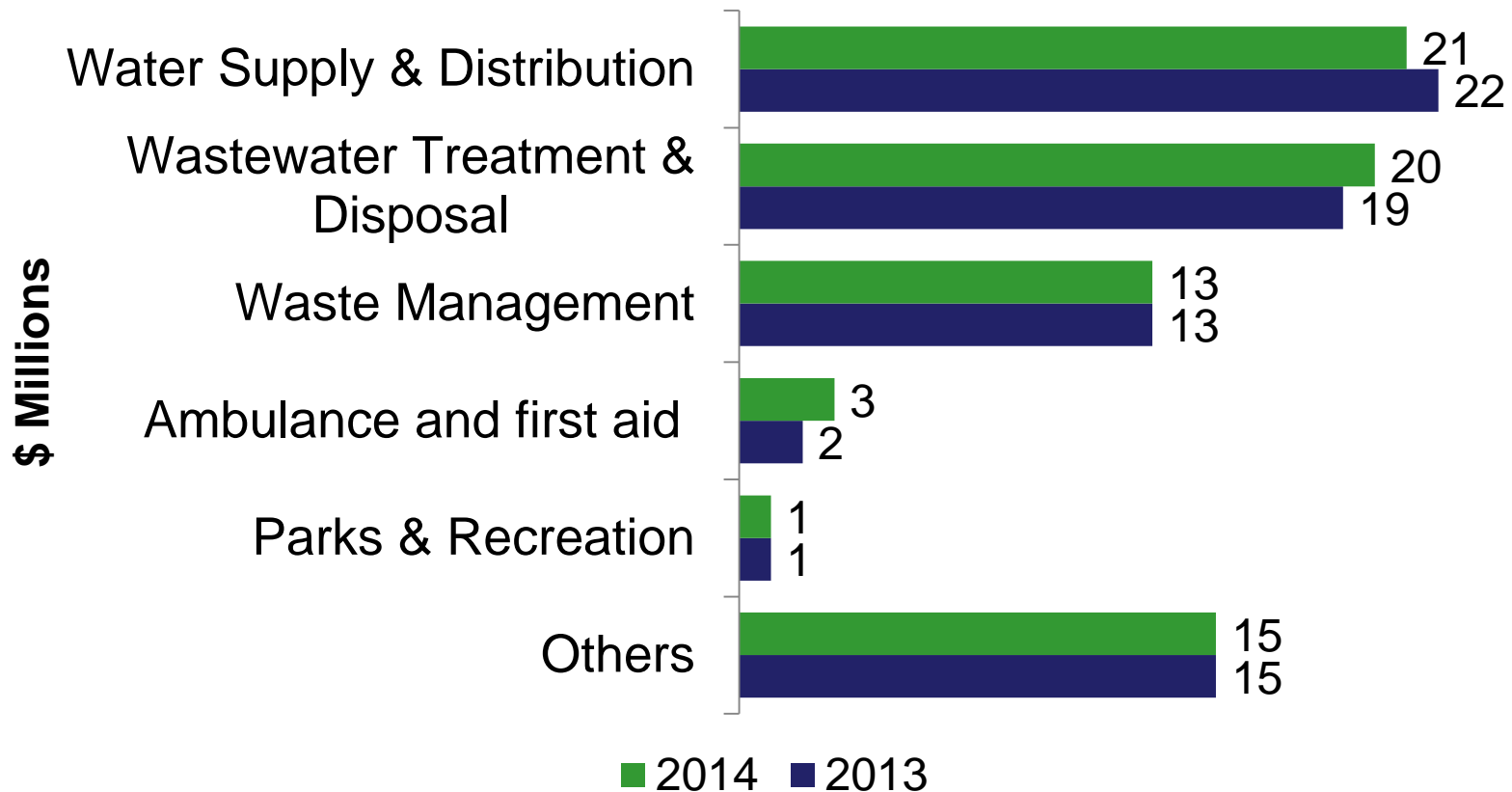
Revenue \$774M



Excluding Grants and Contributed Assets

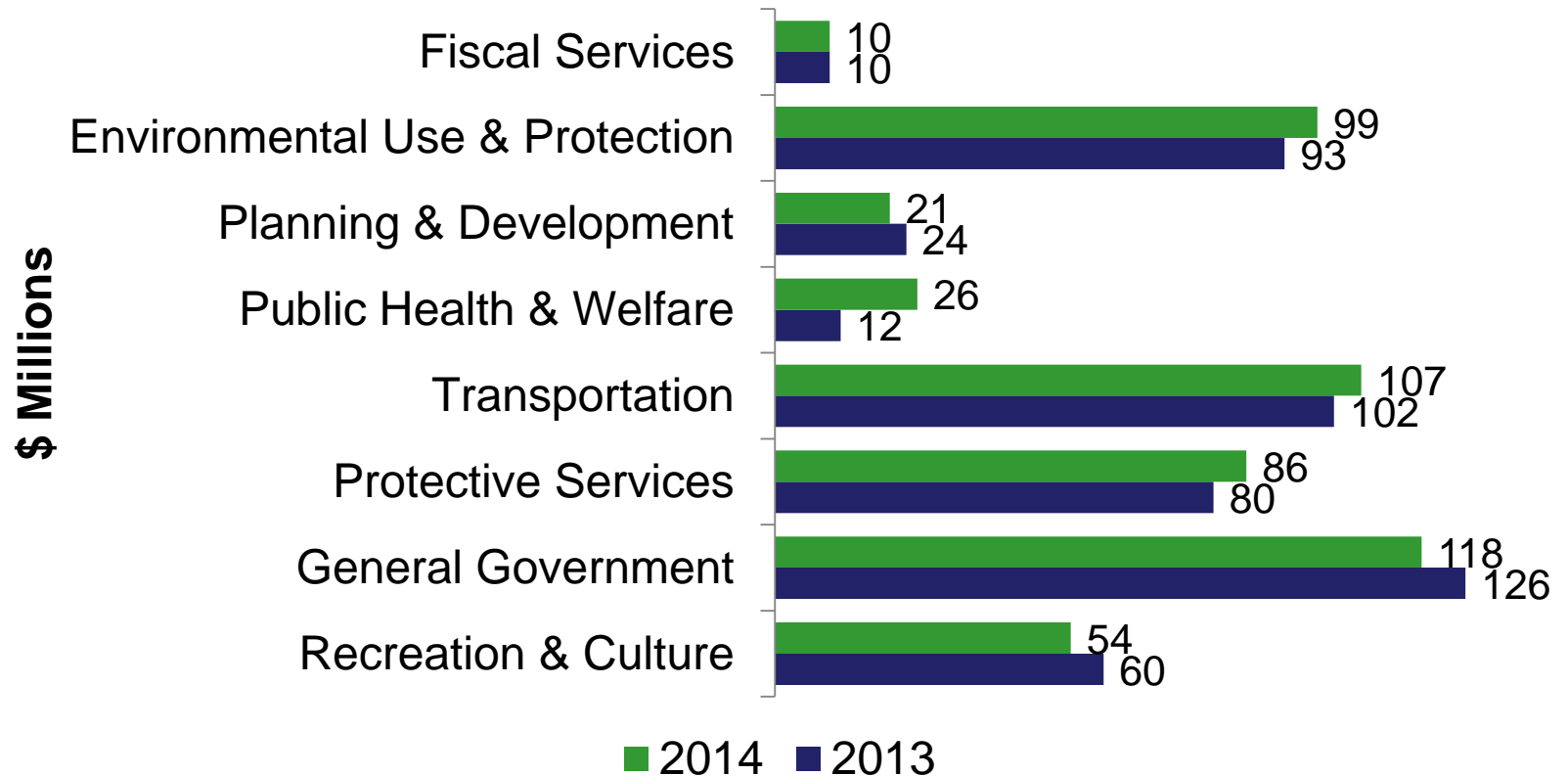
Sales and User Charges as at December 31, 2014

Sales and User Charges \$73M



Expenses by Class as at December 31, 2014

Expenses \$521M



Net Financial Assets

Non-Consolidated Financial Statements for the year ended December 31, 2014

Changes in Net Financial Assets (Debt) as at December 31, 2014

	(\$Millions)	
	2014	2013
Annual Surplus	317	356
Capital Asset	(353)	(500)
Prepaid and Inventory	5	14
Change in Net Assets	(31)	(130)
Net Assets (Debt) – opening	(44)	86
Net Assets (Debt) – ending	(75)	(44)

Cash Flow

Non-Consolidated Financial Statements for the year ended December 31, 2014

Cash Flow

as at December 31, 2014

	(\$Millions)	
	2014	2013
Operations	415	341
Capital	(403)	(497)
Investing	59	174
Financing	(15)	(15)
Increase in Cash	56	03
Cash (Beginning of year)	34	31
Cash (End of year)	90	34

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