

HALIFAX

Third Quarter 2022/23 Financial Report

Audit & Finance Standing Committee

2023-02-23

General Rate Surplus

Projected deficit of \$730.5K primarily due to:

- Increase in fuel costs of \$10.5M due to increased fuel prices
- Decrease in deed transfer tax of \$7M
- Decrease in building permits of \$5.8M due to a lower than planned volume of permits being issued
- Increase in winter maintenance and collection contracts \$2.2M
- Hurricane Fiona cleanup costs \$2M
- Increase in building repairs and maintenance costs \$1.7M due to unplanned work and rising fuel and other materials costs

General Rate Surplus Cont'd

Offset by:

- Transfer of fiscal 21/22 surplus to offset inflationary and contract pressures \$11.4M
- Increase in of \$8.7M for COVID-recovery grant for Transit from the Government of Canada
- Decrease in compensation and benefits of \$3.8M
- Decrease in external services of \$3.7M due to delays in programs and studies
- Increase in Diversion credit revenue \$755K

Risks and Opportunities

We continue to monitor other items that may affect projections going forward.

Risks:

- Inflationary increases and stock shortages – impact on operational and capital budgets and ability to progress capital work
- Commodity costs (fuel, diesel, salt, etc.)
- Staffing levels
- The impacts of winter-related weather conditions
- Housing

Councillors' Funds

District Capital Funds

- Of the total budget of \$3.1M, \$2.0M has been spent or committed leaving \$1.1M available.

District Activity Funds

- Of the \$72.0K budget, \$50.7K has been spent or committed, leaving \$21.3K available.

Recreation Area Rates

- There are 21 Recreation Area Rate Accounts
- The surplus in these accounts at April 1, 2022 was \$1.2M
- Revenues of \$478K have been earned
- Expenses of \$736K have been spent
- The surplus at December 31, 2022 is \$908K

Reserves

Reserve Summary

Reserve	Opening Balance	Current Commitments	Pending Contribution	Projected Closing Balance 2022/23	Projected Closing Balance 2023/24	Projected Closing Balance 2024/25	Projected Closing Balance 2025/26	Projected Closing Balance 2026/27	Future Commitments	Projected Uncommitted (As of 2026/27)
TOTAL RISK RESERVES:	10,112,911	-	40,404	10,153,315	10,315,815	10,480,915	10,648,615	10,819,015	-	10,819,015
TOTAL OBLIGATION RESERVE:	131,543,529	(79,329,956)	13,069,611	65,283,184	58,546,532	33,316,408	18,206,184	25,234,560	25,234,560	-
TOTAL OPPORTUNITY RESERVE:	292,819,745	(91,793,932)	16,859,855	217,885,669	238,232,820	272,708,048	296,486,865	325,003,163	309,577,996	15,425,167
TOTAL RESERVE	434,476,185	(171,123,887)	29,969,870	293,322,168	307,095,167	316,505,371	325,341,664	361,056,738	334,812,556	26,244,182

Aged Accounts Receivable

Property Taxes	\$	20.6M
Local Improvement Charges		12.6M
Payments-in-Lieu of Taxes		13.4M
General Revenue		<u>6.6M</u>
Total Gross Accounts Receivable	\$	<u>53.1M</u>

Capital Projection Summary

Net Budget available before expenditures, December 31, 2022	\$ 536.2M
Spent by December 31, 2022	\$ 141.2M
Projected expenditures to March 31, 2023	\$ 160.2M
Projected Work to Progress into 2023/24	\$ 372.8M

Hospitality Expenditures

- For the three-month period ended December 31, 2022 there were \$4,118 in hospitality expenditures.

Hospitality expenses are: Expenses incurred while hosting individuals from outside the municipal government for reasons of diplomacy, protocol, business development or promotional advocacy. Examples include: gifts, receptions, ceremonies, conferences, performances or other group events.

Expenses for Reportable Individuals

Expenses for Reportable Individuals October - December 2022

Name	Local Travel	Out of Town Travel	Development/ Training	Meals & Other Miscellaneous Expenses	Total	YTD Total
Mayor Mike Savage	802	2,487	-	1,024	4,313	11,027
Councillor Cathy Deagle-Gammon	1,266	-	236	-	1,502	4,116
Councillor David Hendsbee	2,042	-	236	-	2,278	7,748
Councillor Becky Kent	655	-	236	-	892	1,870
Councillor Trish Purdy	-	-	236	-	236	3,245
Deputy Mayor Sam Austin	-	-	236	-	236	3,685
Councillor Tony Mancini	868	-	236	17	1,122	1,122
Councillor Wayne Mason	-	350	236	-	586	745
Councillor Lindell Smith	222	612	236	-	1,070	4,001
Councillor Shawn Cleary	-	-	236	-	236	236
Councillor Kathryn Morse	-	-	236	-	236	236
Councillor Patty Cuttell	-	-	236	-	236	4,043
Councillor Iona Stoddard	-	-	236	-	236	2,989
Councillor Pam Lovelace	1,408	-	236	-	1,644	9,657
Councillor Lisa Blackburn	925	-	236	-	1,162	3,266
Councillor Paul Russell	864	-	236	-	1,100	4,769
Councillor Tim Outhit	-	-	236	-	236	236
CAO Jacques Dubé	110	-	-	136	246	7,246
Total	9,161	3,448	3,781	1,177	17,568	70,238