



TO: Mayor and Council
FR: Jennifer Taylor, Chief Administrative Officer
DATE: November 4, 2019
RE: **2019 Year End Financial Projection**

ISSUE:

As we are into the fourth quarter of the year, Administration has prepared a year end financial projection. All revenues and expenditures remaining for 2019 have been considered and Administration projects a deficit at the end of the year.

BACKGROUND:

The 2019 Operating Budget was adopted by Council on July 15, 2019.

FINANCIAL IMPLICATIONS:

There is a deficit projected which if hold true for yearend, is required to be recovered in the next fiscal year.

ANALYSIS:

The main over/unders on the budget projection are explained below:

REVENUE

	<u>Over/Under</u>	<u>Explanation</u>
Conditional Grants	over	Additional gas tax
Investment Income & Commissions	under	Lift station insurance will not be rec'd until 2020
Transfers	under	No paving, readjust for waterslide, readjust Museum, no shop furnace

EXPENDITURES

Transportation	under	No paving
Recreation & Culture	over	Capital expenses
Utilities	over	Lift station pumps, water line supplies, wages

Administration will be working for the balance of the year to minimize expenditures and maximize revenues.

ADMINISTRATIVE RECOMMENDATION(S):

“THAT the 2019 Year End Financial Projection Report as of October 31, 2019 be received and accepted as information.”

Town of Wadena 2019 Year End Budget Projection

	Last Year TD	Year to Date	Budget	Variance	Projection	Variance
REVENUES						
Taxation	1,294,480.43	1,471,592.00	1,482,200.00	(10,608.00)	1,474,580.61	(7,619.39)
Fees and Charges	181,542.43	233,838.27	300,340.00	(66,536.18)	296,508.71	(3,831.29)
Maintenance and Development Charges	3,025.00	9,012.78	6,500.00	2,512.78	10,300.00	3,800.00
Utilities	368,530.31	395,669.18	507,280.00	(111,610.82)	514,919.48	7,639.48
Unconditional Transfers	160,863.13	165,516.88	264,830.00	(99,313.12)	264,830.00	-
Conditional Grants	136,407.35	220,511.48	221,620.00	(1,108.52)	246,668.15	25,048.15
Grants in Lieu of Taxes	106,373.17	134,536.12	160,000.00	(25,463.88)	152,081.97	(7,918.03)
Capital Asset Proceeds	3,550.00	(2,322.50)	(3,875.00)	1,552.50	2,427.50	6,302.50
Investment Income and Commissions	47,297.65	23,382.00	92,650.00	(69,268.00)	23,467.56	(69,182.44)
Other Revenues	73,832.98	77,393.31	111,020.00	(33,626.69)	127,664.84	16,644.84
Transfers	404,628.58	-	728,835.00	(728,835.00)	600,435.00	(128,400.00)
TOTAL REVENUES:	2,780,531.03	2,729,129.52	3,871,400.00	(1,142,304.93)	3,713,883.82	(157,516.18)
EXPENDITURES						
General Government Services	340,786.97	470,606.78	565,510.00	94,903.22	549,588.51	(15,921.49)
Protective Services	126,666.56	126,931.85	317,960.00	191,028.15	318,856.85	896.85
Transportation Services	275,802.59	199,558.34	291,435.00	91,876.66	251,105.83	(40,329.17)
Environmental Health Services	229,197.84	188,033.21	247,600.00	59,566.79	258,380.00	10,780.00
Health and Welfare Services	38,586.23	40,687.57	49,320.00	8,632.43	47,570.00	(1,750.00)
Planning and Development Services	53,082.09	39,748.57	44,510.00	4,761.43	41,642.50	(2,867.50)
Recreation and Culture Services	1,124,940.56	985,216.58	1,011,455.00	26,238.42	1,079,712.30	68,257.30
Utilities	783,772.04	703,496.23	842,700.00	139,203.77	903,339.00	60,639.00
Transfers to Reserves	22,613.07	-	287,980.00	287,980.00	287,980.00	-
TOTAL EXPENDITURES:	2,995,447.95	2,754,279.13	3,658,470.00	904,190.87	3,738,174.99	79,704.99
CHANGE IN NET-FINANCIAL ASSETS (NET)	(214,916.92)	(25,149.61)	212,930.00	(2,046,495.80)	(24,291.17)	(77,811.19)
Change in Non-Financial Assets	1,310.00	1,000.00		1,000.00	1,000.00	1,000.00
CHANGE IN NET ASSETS (NET)	(216,226.92)	(26,149.61)	212,930.00	(2,047,495.80)	(25,291.17)	(78,811.19)
CHANGE IN SURPLUS	(216,226.92)	(26,149.61)	212,930.00	(2,047,495.80)	(25,291.17)	(78,811.19)
Revenue from Debt Financing					200,000.00	
Sweeper Loan Payment					(77,900.00)	
Rec Centre Addition Loan Payment					(130,000.00)	
					(33,191.17)	