

PFC2018-0765

2017 Report on Reserves and Long Term Liabilities

Chief Financial Officer's Report to Priorities and Finance Committee – July 17, 2018





Agenda

- I. Overview of Reserves Report
- II. Historical Reserve Balances
- III. Administration Recommendation

Overview of Reserves Report

Purpose:

- Council Policy #CFO013:
 - Requires Report on Reserves and Long Term Liabilities (“report”) to be provided on an annual basis

Overview of 2017’s Report Results:

- Presents details about every Council approved reserve
 - Includes: purpose, conditions, restrictions, and funding source
- Incorporates recommendations from 2017’s Triennial Reserve Review Report.
- Reserve balances assessed as part of the 2017 year-end external audit
 - Result? No audit deficiencies were found.

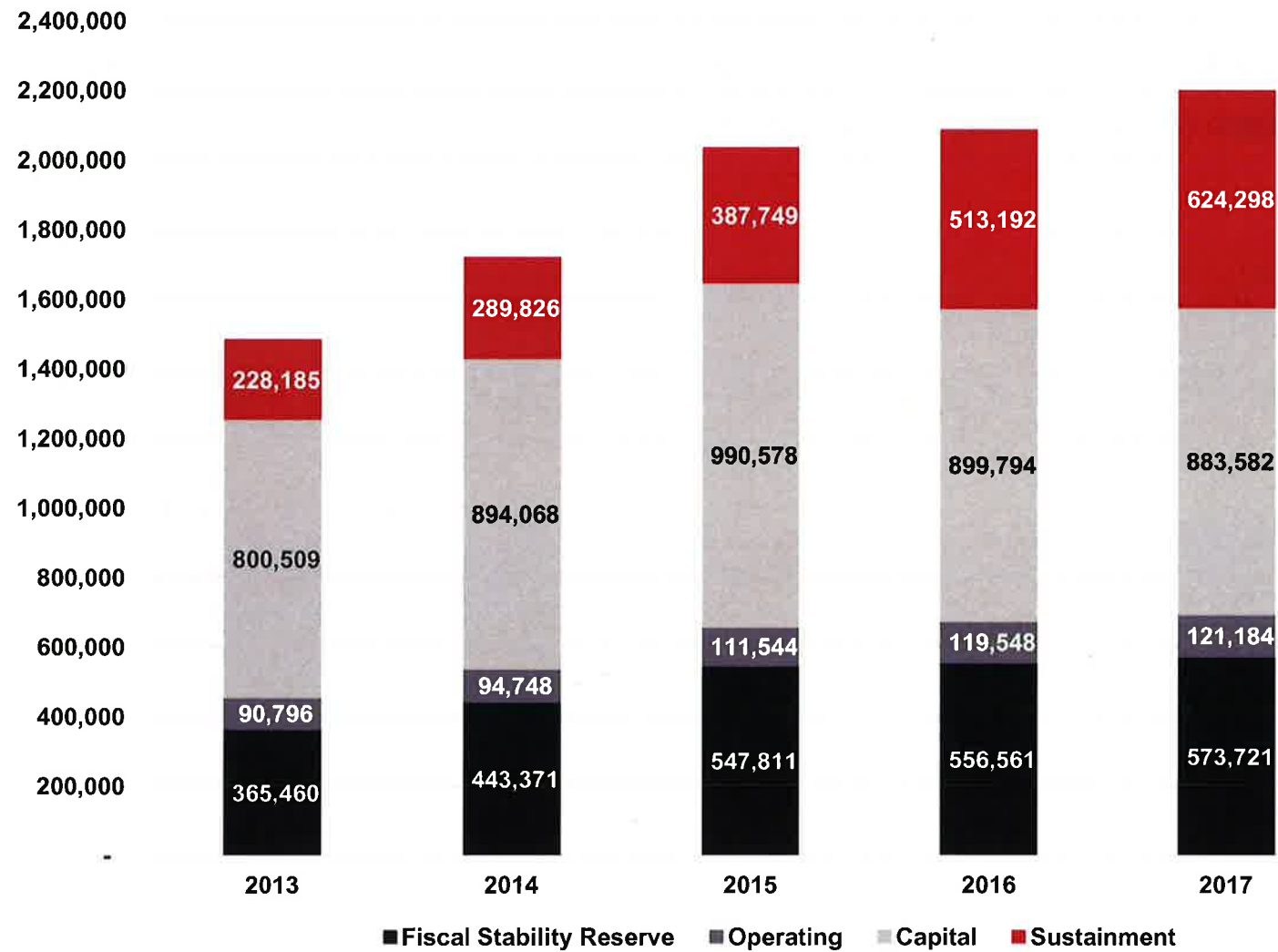


Importance of Reserves

The Importance of Reserves:

- Allows The City to demonstrate prudent fiscal management
 - Can match funding sources with underlying expenditures
 - Provides greater predictability and flexibility – useful to respond to unexpected budget shortfalls or significant unexpected issues
 - Can consider as part of Long Range Financial Plan strategies
- Forms a key component of The City's credit rating review

Reserves, December 31 (\$'000's)





Administration Recommendation

That Council receives the 2017 Report on Reserves and Long Term Liabilities (attachment) for information.