

Calgary Parking Authority
Financial Highlights Summary for the year ended December 31, 2017

Financial Reporting Background

The Calgary Parking Authority (CPA) prepares stand alone annual financial statements in accordance with Public Sector Accounting Standards (PSAS). CPA also provides a complete set of financial working papers at the end of each year to The City of Calgary, as it fully consolidates to The City of Calgary's annual financial statements. CPA's Annual Distribution to The City, in accordance with 'A Parking Policy Framework for Calgary' and Bylaw 28M2002, is calculated under the basis of PSAS.

Financial Highlights for the year ended December 31, 2017

The CPA's 2017 year was less profitable than the previous year, primarily due to a capitalization policy threshold change as well as the current economic conditions in Calgary impacting the Authority's revenue streams negatively in line with reduced public demand for parking. However, the Authority maintained a profitable position at year end, resulting in a \$19.8M Distribution to The City of Calgary for the year.

A more detailed summary by balance sheet, income statement, and cash flow statement follows on the next page.

Financial Highlights – Statement of Financial Position

(in \$000's)	2017	2016
Financial Assets	172,505	159,511
Non-Financial Assets	127,796	126,292
Total Assets	300,302	285,802
 Total Liabilities	 30,742	 26,811
Total Accumulated Surplus	269,560	258,991
	300,302	285,802

Total assets and liabilities are reasonably comparable year-over-year.

Financial Highlights – Statement of Operations

(in \$000's)	2017	2016
Revenue	86,705	86,530
Expense	59,442	57,578
Operating Net Income	27,262	28,952
 Other income/(distribution)	 (16,694)	 (17,346)
Annual Surplus	10,568	11,606

Revenue was comparable to last year. Increased revenue seen in Enforcement was offset by reduced parking demand seen in general throughout the year as a result of the economic downturn in Calgary.

Increased expenditures in the current year was primarily a result of CPA aligning its Capitalization Policy with The City's resulting in previously recorded fixed assets as expenses in the current year.

Financial Highlights – Statement of Cash Flows

(in \$000's)	2017	2016
Annual Surplus	13,779	13,744
Non-Cash items:	29,041	26,006
Subtotal	42,820	39,750
Cash disbursements:		
Distributions to the City of Calgary	(19,756)	(19,903)
Capital Purchases net of Disposals	(8,687)	(8,780)
Investment Contributions and Earnings	(5,464)	(4,359)
Debt Repayment	(463)	(850)
Subtotal	(34,370)	(33,892)
Net Increase/(Decrease) in Cash	8,450	5,858
Cash and Cash Equivalents, beginning of year	49,903	44,045
Cash and Cash Equivalents, end of year	58,353	49,903

Significant cash disbursements include:

- Annual distribution to The City of Calgary of \$19.8 million;
- Capital costs of \$8.7 million (most of these costs are associated with upgrades and repairs at City Centre Parkade (\$4.3 million) and McDougall Parkade (\$2.0 million) ;
- Investment Contributions to reserves \$5.4 million (interest earned, plus \$2 million annual contribution to Parking Structure Replacement Fund), and Long-term debt repayment (Veritas building – the existing debenture could be paid out, but the penalty cost associated with an early payout option makes it unfavourable to do so).