



# MAYOR'S REPORT ON THE FINANCIAL POSITION OF THE TOWN OF BAIE-D'URFÉ 2022

Dear fellow citizens,

In accordance with section 105.2.2 of the Cities and Towns Act, I am pleased to submit the highlights of the financial report for the fiscal year ending December 31, 2022, and of the independent auditor's report.

The Town of Baie-D'Urfé's independent auditors, BCGO s.e.n.c.r.l., reported that the financial statements present, in all material aspects, a true and fair view of the financial position of the Town of Baie-D'Urfé as of December 31, 2022. The results of its activities, variations in its financial assets and cash flow for the year are in accordance with the Canadian public sector accounting standards.

Council and I would like to congratulate Treasurer **Julie MacDowell**, with the support of the **finance team**, for their excellent management of our financial records and for once again delivering the information to the auditors in a very professional, complete and timely manner.

## FINANCIAL RESULTS AS OF DECEMBER 31, 2022

For the year 2022, revenue from the Town's operating activities amounted to \$27,131,912, while expenditures minus allocations totalled \$22,565,403. The Town, therefore, ended the year 2022 with a surplus of \$4,566,509.

This surplus is mostly due to additional revenues of \$3.5 million, mainly related to transfer taxes (\$3,000,270), additional revenue in interest (\$407,620), permit fees (\$204,339) and water taxes (\$99,220). The Town also took a reserve for two remaining contestation files (Vidéotron & Root Data) in the amount of \$1,042,647 and released two contestation files that were settled in 2022 for the amount of \$270,802 to its operating budget. The contestation reserve now stands at \$5,554,852.

During the course of the year, the Town made budgetary transfers by using its accumulated surpluses and financial reserves to its operating budget for various projects, which in return decreased expenses. In addition, savings were achieved in our regular operational expenses from salaries and benefits since two collective agreements have not yet been finalized.

## 2022 ACCUMULATED SURPLUS

The Town started its 2022 fiscal year with an accumulated non-affected surplus of \$6,222,148 and financial reserves including affected surpluses of \$6,980,088 for a total of \$13,202,236.

At the end of the financial exercise 2022, the Town recorded an operational surplus of \$4.6 million. As of December 31, 2022, the accumulated non-affected surplus was \$10,045,110 and financial reserves including affected surpluses of \$3,417,315, for a total of \$13,462,425.

The financing of a number of planned projects outlined in the three-year capital expenditure program 2023, 2024, and 2025, such as Public Works renovations, maintenance of Town buildings, central septic tank system, park improvements and acquisition of several Municipal Roads equipment, will be assumed in part or in full from the accumulated surplus, financial reserves and reserve funds.

	NON-AFFECTED SURPLUS	AFFECTED SURPLUS	FINANCIAL RESERVES	WORKING FUND	TOTAL
Balance (January 1)	\$6,222,148	\$5,144,715	\$1,618,435	\$216,938	\$13,202,236
Surplus for the year	\$4,566,509				\$4,566,509
<b>Allocations</b>					
Affected surplus	(\$41,315)	\$41,315			
<b>Financial reserves</b>					
<b>Financing of investments in progress</b>					
Operating activities	(\$160,500)	(\$647,576)	(\$72,333)	\$273,792	(\$606,617)
Investment activities	(\$541,732)	(\$2,275,074)	(\$836,971)	(\$45,926)	(\$3,699,703)
Balance (December 31)	\$10,045,110	\$2,263,380	\$709,131	\$444,804	\$13,462,425

## 2022 CAPITAL EXPENDITURES & LONG-TERM DEBT

In 2022, the Town realized investment projects totalling \$3,307,004.

A few highlighted projects include:

- ▶ Rehabilitation of Lakeview and Sunny Acres (\$2,141,993)
- ▶ Fritz Community Centre – Exterior envelope repair (\$394,831)
- ▶ Town Hall renovations (\$182,140)
- ▶ Drainage Program – Surrey Street (\$139,523)
- ▶ Rehabilitation of Highway 40 Eastbound (\$99,264)
- ▶ Shoreline stabilization (\$89,074)
- ▶ Professional services for various projects (\$82,663)
- ▶ Yacht Club lighting (\$76,752)
- ▶ Municipal road equipment – vehicles and heavy equipment (\$52,871)

Our long-term debt amounted to \$5,442,200 (an increase of \$5,369,850 from 2021). This increase stems from bylaw 1075 & 1076 for the rehabilitation of the Service Road on Highway 40 Eastbound and the rehabilitation of Lakeshore Road West and various streets. This amount is shared by the residential and/or industrial sectors through local improvement taxes.

## 2022 REMUNERATION OF ELECTED OFFICIALS

The remuneration of all Council members must be included in the financial report and be published on the Town's Website. The information is available on our Town's Website under the *Finance Profile (2022 section) – Remuneration of the Elected Officials*.

The financial report for the year ending December 31, 2022, is now available on the Town's Website at [baie-durfe.qc.ca](http://baie-durfe.qc.ca).

Respectfully,

**Mayor Heidi Ektvedt**

