



## THE CORPORATION OF THE MUNICIPALITY OF KINCARDINE

**Subject:** 2018 Consolidated Financial Statements

**Report Number:** 2019-08

**Meeting Date:** Monday, June 17, 2019

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**Recommendation:** THAT the Council of The Corporation of the Municipality of Kincardine approve the 2018 Audited Financial Statements as audited by KPMG LLP

**Date to be considered by Council:** Monday, June 17, 2019

**Report Summary:** The 2018 consolidated financial statements have been audited by KPMG LLP, and the draft statements are being presented to Council for approval.

**Origin:** Municipal Act, 2001

**Existing Policy:** N/A

**Background/Analysis:** The Municipality of Kincardine's 2018 consolidated financial statements have been audited by KPMG LLP and are to be finalized upon Council's acceptance of the draft statements. The financial statements are consolidated with Saugeen Mobility and Regional Transit (SMART) and Bruce Area Solid Waste Recycling (BASWRA) on a proportionate basis. As of January 1, 2018, the financial results of Bruce Telecom are recorded as an equity investment rather than a proportionate consolidation.

In 2018, the Municipality had an operating surplus in the amount of \$451,917 (unconsolidated), compared to a surplus of \$555,869 in 2017. As per the Reserve & Reserve Fund Policy GG 2.21, the annual surplus has been transferred to the Capital Reserve for future contingencies. A detailed variance analysis has been provided as an attachment to this report, both with budget-to-actuals, and 2018 actuals compared to the prior year.

KPMG's engagement partner, Mr. Matthew Betik, will be presenting the financial statements to Council.

**Community Plan and Integrated Community Sustainability Plan (ICSP)  
Considerations:**

**Financial Implications:** As contained within this report.

**Attachments:** 2018 Consolidated Financial Statements  
2018 Variance Analysis