



**Corporation of the Municipality of Temagami**

**Memorandum to Council**

**Memo No.**  
2019-M-100

☒ **Staff**  
☐ **Committee**

**Subject:** Budget in PSAB format

**Agenda Date:** **June 27, 2019**

**Attachments:** Budget summary

**RECOMMENDATION**

BE IT RESOLVED THAT Council receive Memo No. 2019-M-100;

AND FURTHER THAT Council approve the PSAB budget for 2019.

**INFORMATION**

At our last meeting, Council enacted By-Laws which approved the tax rates and special area charged. The budget these rates are based on is a 'cash' budget where the result is the tax levy required to fund the operations of the Municipality.

The Municipal Act, as amended, requires municipalities to adopt a budget that complies with accounting requirements of the Public Sector Accounting Board (PSAB). With PSAB policies, capital assets are recorded as assets and amortized over their useful life. As well, principal payments on long-term debt and transfers to and from reserves are not part of the revenues and expenditures of the Municipality and, while they are part of determining the cash required for operations, they do not form part of the expenses (or revenue) reported in the annual audited financial statements.

The schedule that accompanies this memo tracks the changes from a cash requirement budget used to determine the tax levy and has an operating surplus of zero to a budget that complies with PSAB requirements.

**Respectfully Submitted:**  
**Craig Davidson**  
**Treasurer/Administrator**