



Corporation of the Municipality of Temagami

**Memo No
2019-M-176**

Memorandum to Council

☒ **Staff**

Subject:	MMAH Financial Indicators
Agenda Date:	November 7, 2019
Attachments:	MMAH Financial Indicator Review, MMAH Municipal Financial Profiles

RECOMMENDATION

BE IT RESOLVED THAT Council receive Memo 2019-M-176, MMAH Financial Indicators, for information.

INFORMATION

We received the 2018 Financial Indicator review from the Ministry of Municipal Affairs and Housing and the associated Municipal Financial Profile. There are two areas that were discussed with the Ministry as they returned more than a low level of risk.

The first is the balance of our accumulated amortization as a percentage of total cost of capital assets. For the end of 2018 this ratio is 52.2%. This means that over half of the value of our capital assets have been amortized. This is indicative of a couple of things. Historically, the Municipality of Temagami has only invested significantly in capital assets when funding was received for that purpose. As there is no significant stable and consistent funding programs, this trend will continue until we are successful in multiple capital funding program applications or we move towards funding our capital programming through municipal revenues where grants from other levels of government is an augmentation rather than the driver. It is also important to note that we are only slightly higher in this measurement than other similar sized municipalities in our area of the Province.

The other area where we rate higher than a low level of risk is taxes receivable as a percentage of our current own purpose levy. This percentage has increased due mainly to the disorganization of the Treasury area of the Municipality for the last half of 2017 and the first half of 2018 where the Municipality was without a Treasurer. While we are mostly caught up in this area, it may take some time to bring this number down. A report on taxes receivable and potential registration appears elsewhere on this agenda.

Respectfully Submitted By:

Craig Davidson
Treasurer / Administrator