



## **Staff Report FIN2022-035**

**Title of Report:** FIN2022-035 2021 Financial Statements

**Department:** Finance

**Council Date:** December 7, 2022

**Recommendation:**

**Be it resolved that** Council receive Staff Report FIN2022-035 2021 Financial Statements as information.

**Background:**

On October 5, 2022, Council passed the following resolution:

**Be it resolved that** Council receive Staff Report FIN2022-027 Financial Report –2021 Financial Statements as information; and

**That** Council approve The Corporation of the Township of Southgate Consolidated Financial Statements for the year ended December 31, 2021 as presented.

**Staff Comments:**

BDO Canada LLP released the final 2021 Financial Statements on November 14, 2022. BDO Canada LLP made a few minor presentation updates to the financial statements which are noted below

- 1) Consolidated Statement of Cash Flows
  - a. Short Term Investments was removed from the statement presentation as it was determined not to qualify as a "Cash and Cash equivalent" item.
- 2) Note 18 – Commitments was updated to include the Township's commitment of \$60,000 for the Markdale Hospital project of which \$30,000 will be paid in 2022 and \$30,000 in 2023
- 3) In Note 20, under Environmental, the last sentence that read "The Township ensures water and sewage systems meet all Provincial standards" was removed.

BDO Canada LLP noted that the delay in issuing the financial statements was due to inquiries from a resident that obligated BDO Canada LLP to complete additional testing. That testing did not result in a need to change the financial statements.

**Financial Implications:**

BDO Canada LLP invoiced \$2,675 plus HST for the additional testing.

**Communications & Community Action Plan Impact:**

This report has been written and presented to Council in accordance with the Southgate Community Action Plan:

#### Mission Statement Pillars

- Trusted Government
- Economic Prosperity.

#### Themes:

- Municipal Services
- Public Communications

#### Core Values:

- Integrity
- Stewardship

#### **Concluding Comments:**

BDO Canada LLP released the 2021 Financial Statements on November 14, 2022. The delay and extra costs was due to the additional testing required as a result of a residents inquiry.

Respectfully Submitted,

**Dept. Head:**                    **Original Signed By**  
William Gott, CPA, CA, Treasurer

**CAO Approval:**            **Original Signed By**  
Dave Milliner, CAO

**Attachment:** None