

FINANCIAL INDICATOR REVIEW

(Based on 2014 Financial Information Return)

Fort Frances T

Date Prepared: 04-Sep-15
MSO Office: Northwest Ontario
Prepared By: Jessica Vail

Tier: Single Tier
MAH Code: 87401
MUNID: 59012
REV Code: 5912

FINANCIAL INDICATORS

Indicator	Ranges		Actuals	North - Population > 2500 <= 10000		Level of Challenge
				Median	Average	
Net Financial Assets or Net Debt as a % of Own Purpose Taxation Plus User Fees	Low: > -50% Mod: -50% to -100% High: < -100%	2010	57.5%	-32.6%	-29.9%	LOW
		2011	64.5%	-36.9%	-33.4%	LOW
		2012	59.9%	-40.9%	-32.0%	LOW
		2013	64.7%	-17.2%	-17.2%	LOW
		2014	80.8%	-2.4%	-2.0%	LOW
Total Reserves and Discretionary Reserve Funds as a % of Operating Expenses	Low: > 20% Mod: 10% to 20% High: < 10%	2010	39.1%	22.2%	26.0%	LOW
		2011	44.6%	25.8%	29.4%	LOW
		2012	45.3%	29.5%	29.3%	LOW
		2013	42.0%	29.2%	34.4%	LOW
		2014	57.6%	33.8%	39.6%	LOW
Debt Servicing Cost as a % of Total Operating Revenue	Low: < 5% Mod: 5% to 10% High: > 10%	2010	4.0%	4.2%	4.3%	LOW
		2011	4.1%	4.4%	5.5%	LOW
		2012	4.0%	4.5%	6.0%	LOW
		2013	4.4%	4.8%	5.8%	LOW
		2014	3.3%	5.0%	5.5%	LOW
Total Taxes Receivable less Allowance for Uncollectables as a % of Total Taxes Levied	Low: < 10% Mod: 10% to 15% High: > 15%	2010	6.5%	10.0%	13.9%	LOW
		2011	6.3%	9.1%	12.9%	LOW
		2012	6.4%	9.4%	12.0%	LOW
		2013	9.2%	10.5%	14.0%	LOW
		2014	6.3%	11.9%	14.6%	LOW
Total Cash and Cash Equivalents as a % of Operating Expenses	Low: > 10% Mod: 5% to 10% High: < 5%	2010	4.8%	19.8%	17.5%	HIGH
		2011	9.0%	19.2%	21.1%	MODERATE
		2012	3.3%	21.9%	23.8%	HIGH
		2013	3.4%	26.6%	30.2%	HIGH
		2014	12.8%	33.5%	33.8%	LOW
Net Working Capital as a % of Total Municipal Operating Expenses	Low: > 10% Mod: 10% to -10% High: < -10%	2010	15.3%	28.1%	28.4%	LOW
		2011	19.7%	29.7%	42.2%	LOW
		2012	12.9%	33.6%	40.1%	LOW
		2013	10.2%	36.8%	49.0%	LOW
		2014	25.1%	39.2%	41.7%	LOW
Net Book Value of Capital Assets as a % of Cost of Capital Assets	Low: > 50% Mod: 35% to 50% High: < 35%	2010	60.5%	60.4%	60.5%	LOW
		2011	58.5%	60.4%	59.7%	LOW
		2012	57.5%	59.4%	58.0%	LOW
		2013	56.3%	57.8%	57.8%	LOW
		2014	54.8%	57.7%	56.0%	LOW

The data and information contained in this document is for informational purposes only. Any use of the data and information in this document should be done by qualified individuals. This information is not intended to be used on its own and should be used in conjunction with other financial information and resources available.

FINANCIAL INDICATOR REVIEW

(Based on 2014 Financial Information Return)

Fort Frances T

NOTES

Financial Information Returns ("FIRs") are a standard set of year-end reports submitted by municipalities to the Province which capture certain financial information. On an annual basis, Ministry staff prepare certain financial indicators for each municipality, based on the information contained in the FIRs. It is important to remember that these financial indicators provide a snapshot at a particular moment in time and should not be considered in isolation, but supported with other relevant information sources. In keeping with our Financial Information Return review process and follow-up, Ministry staff may routinely contact and discuss this information with municipal officials.

Additional Notes on what Financial Indicators may indicate:

Net Financial Assets or Net Debt as a % of Own Purpose Taxation Plus User Fees - *How much tax and fee revenue is servicing debt?*

Reserves and Reserve Funds as a % of Operating Expenses (excluding amortization) - *How much money is set aside for future needs / contingencies?*

Debt Charges as a % of Total Operating Revenue - *How much of each dollar raised is spent on debt?*

Total Taxes Receivable less Allowance for Uncollectables as a % of Total Taxes Levied - *High percentages may indicate collection challenges.*

Total Cash and Cash Equivalents as a % of Operating Expenses (excluding amortization) - *How much cash and liquid investments could be available to cover operating expenses?*

Net Working Capital as a % of Total Municipal Operating Expenses (excluding amortization) - *How much cash, receivables and inventory less short-term debt could be available to cover operating expenses?*

Net Book Value of Capital Assets as a % of Cost of Capital Assets - *Remaining life / value of infrastructure; high percentage may indicate "new" assets while a low percentage may indicate "used up" assets that may need repair / replacement soon.*