



Highlights from the 2018 Report and Report from the external Auditor

Dear citizens and member of the municipal council,

As required by Article 176.2.2 of *Municipal code of Québec (MCQ)*, I am pleased to provide the highlights of the 2018 Grenville-sur-la-Rouge financial report and the report of the external auditor (independent auditor).

1. Highlights of the financial statements as at December 31, 2018

The financial statements for the year ended December 31, 2018 were tabled during the council meeting of May 21, 2019.

Statements of the detailed results and the operating surplus (deficit) for tax purposes for the year ended December 31, 2018 show operating revenues of \$ 6 036 534 and fiscal charges of \$ 5 633 288 and the variation of conciliation for tax purposes of \$ 105 592. As such, for the 2018 fiscal year, the total operating surplus for tax purposes (surplus for the fiscal year) is \$ 508 838. A portion of this surplus stems from revenues that were higher than expected, notably property transfer taxes, grants from governments and other services provided. A final portion is attributable to savings realized in each of the departments in 2018.

As at December 31, 2018 the accumulated unallocated operating surplus was \$ 1 313 965 and the allocated portion was \$ 1 061 340. The Municipality also had an amount of \$ 321 278 \$ in in its working capital.

As at December 31, 2018, the statement of financial position included a long-term debt in the amount of \$ 3 299 466. Grants from the Government of Quebec will be used to reimburse 35.6 % of this debt (\$1.17 M). Capital Assets total \$ 19 743 678 \$ including \$ 396 000 made in 2018.

2. Report from the Independent Auditor for the 2018 fiscal year.

On May 21, 2019, the firm of Amyot Gélinas, s.e.n.c.r.l., signed the independent auditor's report. After carrying out their audit in accordance with the Canadian generally accepted auditing standards, the following opinion was expressed: "In our opinion, the financial statement accurately reflects, in all significant aspects, the financial situation of the Municipality, as well as the results of its activities, variations in its net financial assets (net debt) and cash flow for the fiscal year ended December 31, 2018, in accordance with Canadian accounting standards for the public sector."

3. Conclusion

The 2018 Financial Statement and the Report from the independent auditor, was tabled at the council meeting and will be forward to the Ministère des Affaires municipales et Habitation (MAMH). The present highlights will be placed on the Web site of the Municipality of Grenville-sur-la-Rouge. I thank the members of the municipality council and the managers for the work they do, their rigour and their contribution to serve our citizens well and to achieve the goals of our organization.

The Mayor,

Tom Arnold