

# 2024 Financial Statements Highlights

Governance and Priorities Committee

May 20, 2025



# Agenda

- Brief Overview of the 2024 Financial Highlights
- 2023 Wildfire Cost Update
- Future Outlook
- Questions



# Audit Committee

- Nathan Ensing

- Janet Toner

- Dane Cruickshank

- Sue McKinney

- Councilor Ryan Fequet

- Mayor Ben Hendriksen

- Paul Guy (up until June 2024)

- Ex-Mayor Rebecca Alty (up until April 2025)

- Councilor Tom McLennan (up until February 2025)

# Brief Overview of the Financial Statements

- Statement of Financial Position (Page 14)
- Statement of Operations and Accumulated Surplus (Page 15)
- Statement of Remeasurement Gains and Losses (Page 16)
- Statement of Changes in Net Financial Assets (Page 17)
- Statement of Cash Flows (Page 18)

# Administration Responsibilities....

- Preparation and presentation of the Financial Statements
- Designs and maintains the accounting systems and internal controls
- Ensure transactions are authorized
- Make sure Assets are safeguarded
- Must properly maintain financial records

# Independent Auditors' Report

- “Unqualified Opinion” of the Auditor (Page 11) - “In our opinion, the accompanying financial statements present fairly, in all materials respects, the financial position of the City as at 31 December, 2024 and its results of operations, its re-measurement gains, its changes in net financial assets and its cash flows for the year then ended in accordance with Canadian Public Sector Accounting Standards”

- No “Going Concern” Issue

- The Internal Controls in place worked the way they should to the most part but there are rooms for improvement

# 2024 Financial Highlights

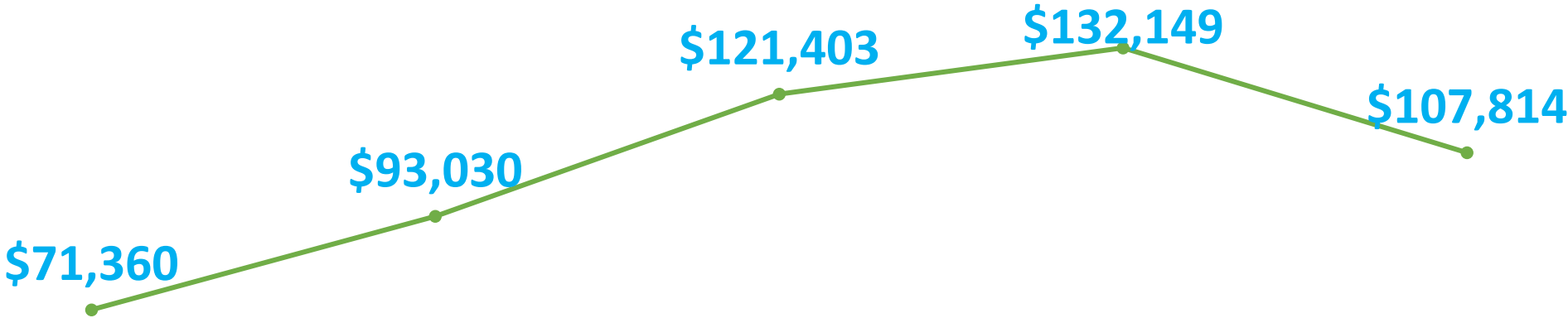
- Operation Revenues = \$77.4 Million and Operation Expenses = \$83.4 Million
- Operating Deficit = \$6 Million

- Accumulated Surplus = \$403.9 Million  \$15.5 Million from 2023

- Total Financial Assets = \$143.0 Million and Total Liabilities = \$84.2 Million
- Net Financial Assets = \$58.8 Million  \$5.4 Million from 2023

- Non-Financial Assets = \$345.0 Million  \$20.8 Million from 2023

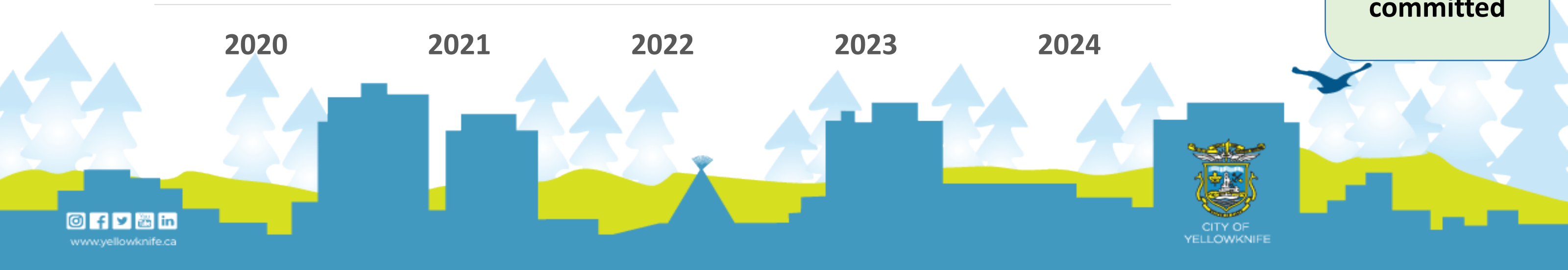
# 2024 Cash and Cash Equivalents



**\$70.2M is  
unrestricted  
and  
uncommitted**

**\$9.3M is  
invested  
@4.30%  
average yield**

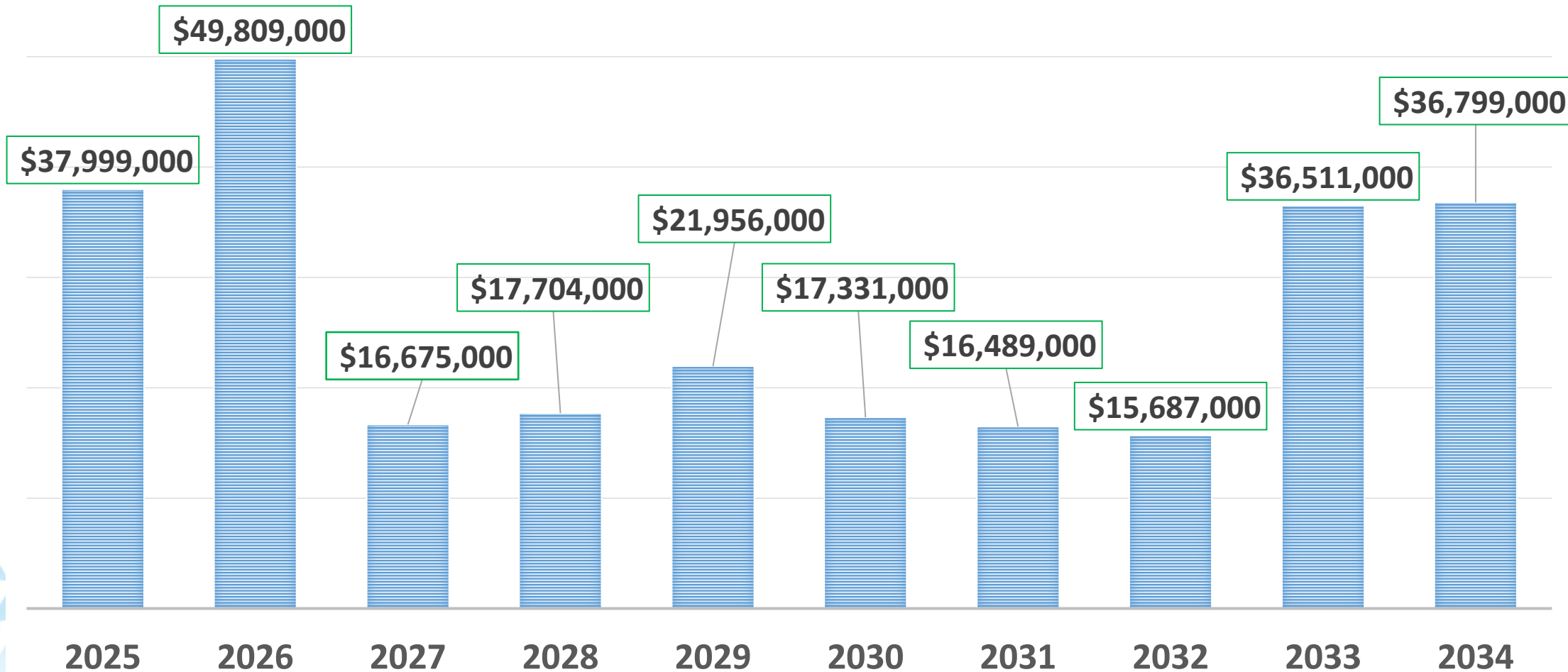
**\$28.3M is  
restricted and  
committed**





# 2025-2034 Capital Plan

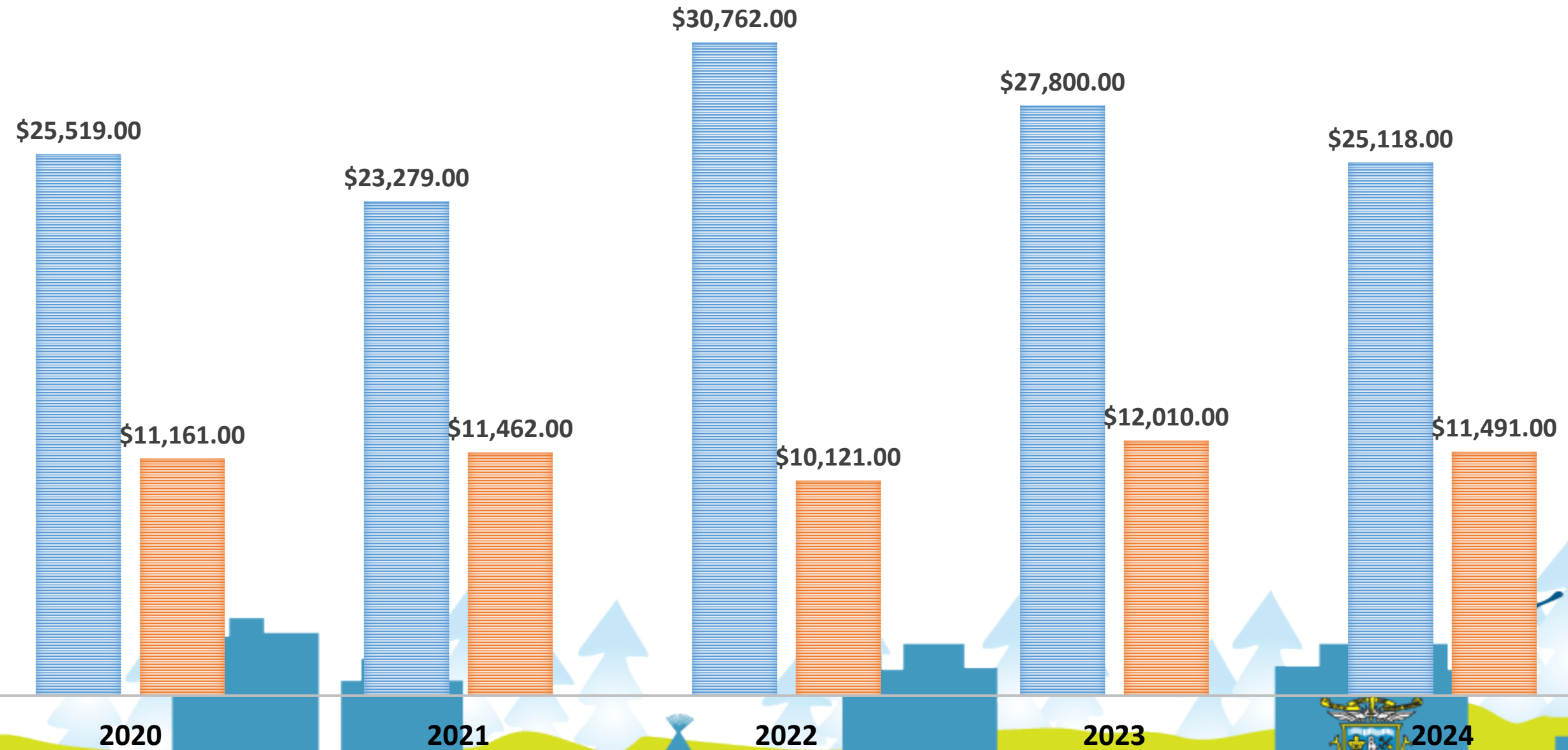
**\$266.5M**



**Assumes  
Grant Funding  
to remain  
stable**

# 2024 Debt and Reserves

Long Term Debt Reserves



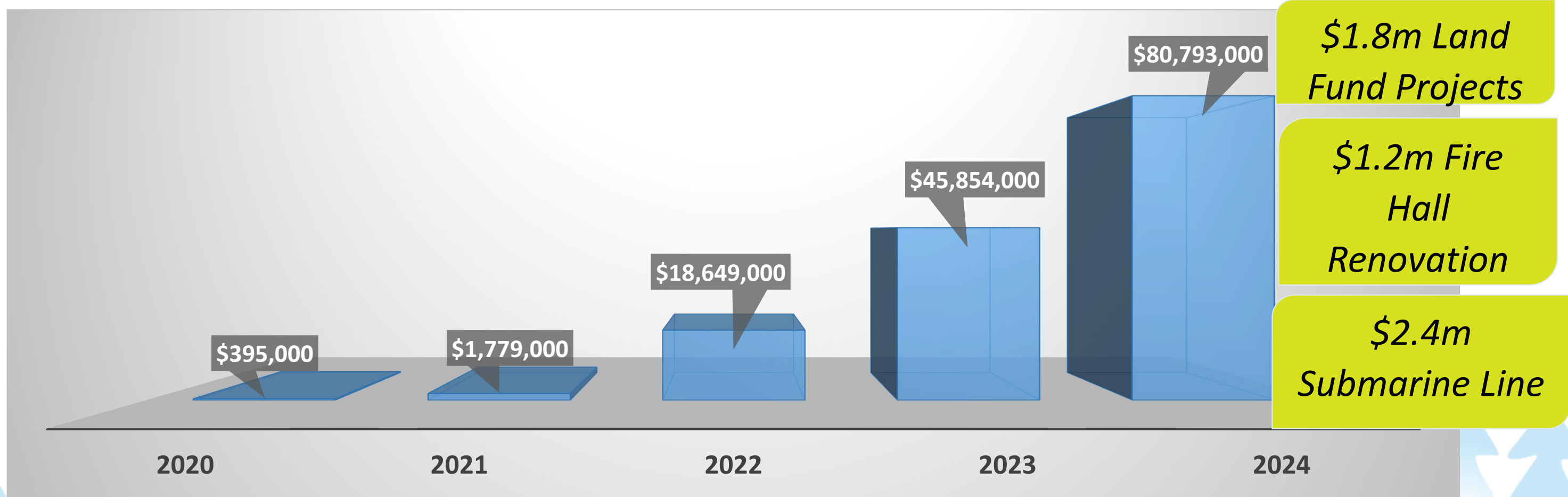
CITY OF  
YELLOWKNIFE



[www.yellowknife.ca](http://www.yellowknife.ca)

# Projects Under Construction.....

**\$70.3m**  
*Aquatic Centre*



# 2023 Wildfire Cost Update

	2023	2024	Total Costs
Vendor Total	\$11,157,517	\$1,348,577	\$12,506,094
Add: Payroll Expenses	\$107,642	\$691,180	\$798,822
	\$11,265,159	\$2,039,757	\$13,304,916
(Less): Adjustments Ineligible Capital Expenses	(\$457,820)	\$0	(\$457,820)
<b>Total potential Eligible Costs</b>	<b>\$10,807,339</b>	<b>\$2,039,757</b>	<b>\$12,847,096</b>

# 2023 Wildfire Claims - Auditors Observations

- Did Vendors claim more than they were entitled to?

- NO SUCH ISSUE – Based on testing, the risk that a material amount of vendor claims being reimbursed for an amount higher than allowed were low

- Did any Supplier get paid twice for the same invoice?

- NO SUCH EVIDENCE FOUND – Based on review of contracts and invoices.

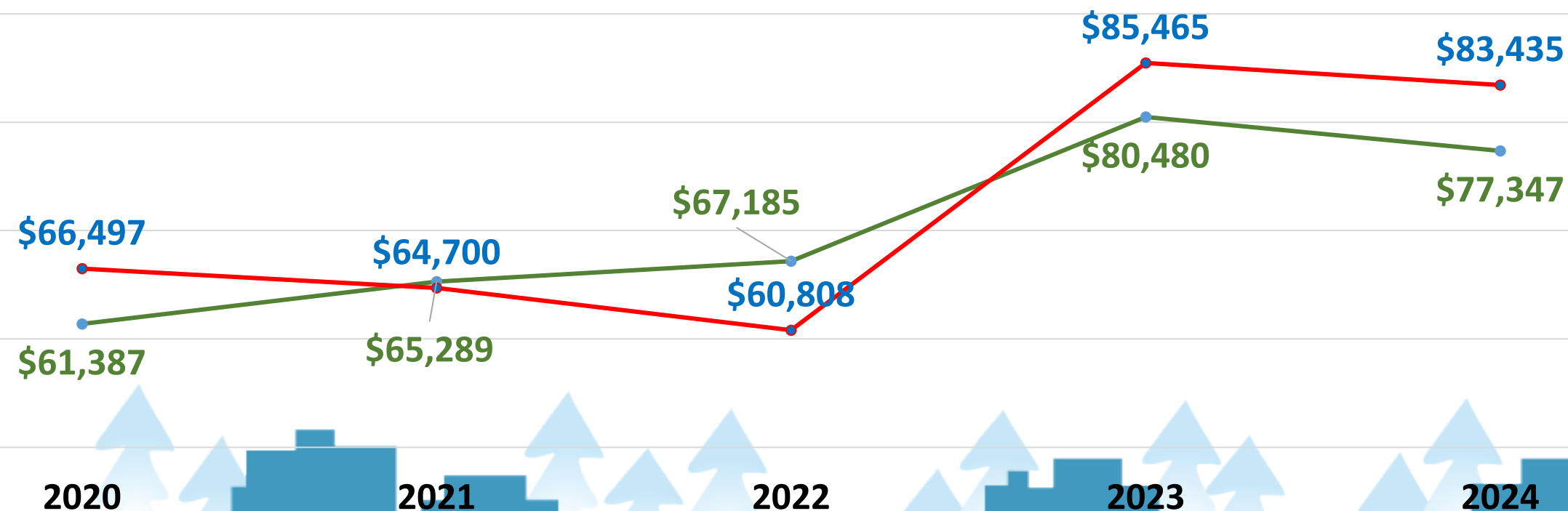
# Future Outlook...

Need to re-assess our expenses, fees and charges structure, and cost-recovery models for various services being offered

Expenses are growing at a faster rate than revenues

● Total Revenues

● Total Expenses



# Future Outlook...

Continued supply chain issues

Critical Infrastructure Challenges

Borrowing Restrictions

Urgent need to strengthen the tax base as the City has a narrow economy with heavy reliance on public service and natural resources

Discipline and Financial Planning to become even more critical tools



# Thank you

