

THE CORPORATION OF THE
CITY OF WHITE ROCK
CORPORATE REPORT



DATE: June 12, 2023
TO: Mayor and Council
FROM: Candice Gartry, Director, Financial Services
SUBJECT: Draft 2022 Audited Financial Statements

RECOMMENDATION(S)

THAT Council:

1. Receive the June 12, 2023, Corporate report titled “Draft 2022 Audited Financial Statements” from the Director, Financial Services;
 2. Accept the Draft 2022 Audited Financial Statements, which have been included in Appendix A, as “approved”; and,
 3. Direct the Mayor and Director, Financial Services, to sign the Statement of Financial Position contained within the Draft 2022 Audited Financial Statements and forward the complete audited financial statements to the province.
-

EXECUTIVE SUMMARY

In accordance with Section 167 of the *Community Charter (the “Charter”)*, annual municipal financial statements must be presented to Council for acceptance.

INTRODUCTION/BACKGROUND

The preparation of the annual financial statements and related information is the responsibility of City Council and the management of the City of White Rock. It is intended to provide reliable and accurate financial information on the state and health of the City’s finances.

Annual financial statements must be, and have been, prepared in accordance with generally accepted accounting principles for local governments as per Section 167 of the *Charter*. Section 98 of the *Charter* requires that the audited financial statements be a mandatory component of the annual report, which is to be prepared prior to June 30th each year.

During the months of January to May 2022 Financial Services staff, along with support of other City departments, performed a variety of year-end processes that culminated into the preparation of the Draft 2022 Audited Financial Statement package. The draft statements were provided to the City’s auditors, KPMG LLP, who conducted their audit.

The objective of the audit is to obtain reasonable assurance that the financial statements are free from material misstatement. Therefore, an audit requires testing transactions and balances, review of internal control systems, as well as discussions with staff at various levels throughout the City.

Subsequent to the completion of their audit, KPMG have issued an unqualified opinion and audit report on the City's 2022 financial statements.

The 2022 Draft Audited Financial Statements, including the associated report from the City's auditors, KPMG LLP, are attached as Appendix A. These financial statements have been prepared in accordance with Canadian Public Sector Accounting Standards as prescribed by the Public Sector Accounting Board of the Chartered Professional Accountants of Canada.

Additionally, the Chief Financial Officer Letter of Transmittal for the Financial Statements provides more details on the financial statement results and has been attached as Appendix B.

FINANCIAL IMPLICATIONS

N/A

LEGAL IMPLICATIONS

Annual financial statements must be presented to Council for acceptance in accordance with Section 167 of the *Community Charter*.

OPTIONS / RISKS / ALTERNATIVES

The following options are available for Council's consideration:

1. Accept the 2022 Annual Financial Statements as presented; OR
2. Not accept the 2022 Annual Financial Statements as presented which would result in the City of White Rock not being in compliance with the *Community Charter*.

CONCLUSION

Staff recommend acceptance of the 2022 Annual Financial Statements as presented.

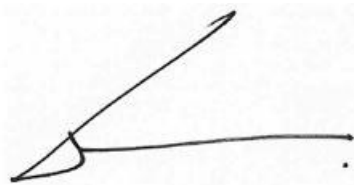
Respectfully submitted,



Candice Gartry
Director, Financial Services

Comments from the Chief Administrative Officer

I concur with the recommendation(s) of this corporate report.



Guillermo Ferrero
Chief Administrative Officer

Appendix A: FY 2022 Draft Audited Financial Statements - Final
Appendix B: CFO Letter of Transmittal FY 2022