



TO: Chair and Members of the Finance and Facilities Committee

FROM: Emily Williams, Chief Executive Officer
Dr. Alexander Summers, Medical Officer of Health

DATE: 2023 September 14

MLHU2 FINANCIAL STATEMENTS
Fiscal 2023 from April 1, 2022 to March 31, 2023

Recommendation

It is recommended that the Finance & Facilities Committee recommend to the Board of Health to approve the audited Financial Statements of Middlesex-London Health Unit for programs ended March 31, 2023.

Key Points

- These statements are for MLHU2 and represent ~6% of the overall Health Unit's consolidated budget.
- This includes four programs with fiscal year from April 1, 2022 to March 31, 2023.
- All four programs fully utilized the funding that was available, no surplus and no deficit.
- The audited financial statements are attached as [Appendix A](#).

Background

Each year, the Board of Health is required to provide audited financial statements to specified funding agencies for programs funded from April 1st to March 31st. The purpose of these statements is to assure these agencies that funds were expended for their intended purpose. The agencies use this information both as confirmation and as a part of their settlement process.

The following four 100% funded programs are consolidated in the attached audited financial statements:

1. Healthy Babies/Healthy Children. Funded from the Ministry of Children, Community & Social Services.
2. Smart Start for Babies. }
3. FoodNet Canada. } Funded from Public Health Agency of Canada.
4. Shared Library Services. Funded from Public Health Ontario.

The above programs represent approximately 5.8% or \$2.9 million of the Middlesex London Health Unit's total operating budget of \$49.7 million.

These programs were also included in the consolidated audited financial statements of the Middlesex-London Health Unit which were approved by the Board earlier this year, but their revenue and expenditures were calculated from January 1 to December 31st to coincide with that reporting period. The funding agencies require audited financial statements that coincide with the funding period of April 1 to March 31st and is the reason for this set of financial statements.

Financial Review

The Consolidated Statement of Financial Position (balance sheet) can be found on page 1. Its purpose is to provide the current value of assets and liabilities. There is minimal change from 2022 to 2023.

The Consolidated Statement of Operations (income statement) can be found on page 2. Its purpose is to illustrate how funding was spent throughout the year. The following are key points that can be taken from this statement:

- 1) Revenue – the revenue is comprised of grants from the funding agencies (Ontario Ministry of Children, Community and Social Services, Public Health Agency of Canada, and Public Health Ontario).
- 2) Expenditures – the majority of program costs, \$2,684,725 (95%) relate to staffing costs. Program resources account for \$70,869 (2.5%), equipment costs account for \$32,120 (1.1%), professional development accounts for \$24,872 (0.9%) and the remaining expenses (rent, travel, telephone, audit, office & supplies) account for \$25,408 (0.6%).

The revenue and expenditures are closely aligned to both budget and previous year.

The programs utilized all the funding and ended the year with no surplus and no deficit.

With reference to [Appendix A](#), program funding can be found in note 4 on page 6. Financial performance for each program can be found on page 8.

This report was prepared by the Finance Team, Healthy Organization Division.



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Chief Executive Officer



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