



MIDDLESEX-LONDON HEALTH UNIT

REPORT NO. 15-22FFC

TO: Chair and Members of the Finance & Facilities Committee
FROM: Emily Williams, Chief Executive Officer
DATE: 2022 October 6

MLHU2 FINANCIAL STATEMENTS Fiscal 2022 from April 1, 2021 to March 31, 2022

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, 2022.

Key Points

- Five programs are consolidated within the attached audited Financial Statements for the Middlesex-London Health Unit for the fiscal year April 1, 2021 to March 31, 2022.
- The 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 five 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.
 4. HIV/HEP C Program.
 5. Shared Library Services. Funded from Public Health Ontario.
- } Funded from Public Health Canada.

The above programs represent approximately 4.5% or \$2.9 million of the Middlesex-London Health Unit's total operating budget (base plus COVID-19 extraordinary funding) of \$65.3 million.

These programs were also included in the consolidated audited financial statements of the Middlesex-London Health Unit which were approved by the Board of Health 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 of [Appendix A](#). Its purpose is to provide the current value of assets and liabilities. There is minimal change from 2021 to 2022.

The Consolidated Statement of Operations (income statement) can be found on page 2 of [Appendix A](#). 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, \$2,714,219 (95.0%) relate to personnel costs. Program resources account for \$76,932 (2.7%), equipment costs account for \$30,000 (1.0%), professional development accounts for \$7,969 (0.3%) and the remaining expenses (rent, travel, telephone, audit, office and supplies) account for \$28,450 (1.0%).

Combined, the programs completed the operating year with a deficit of \$6,007. This can also be seen on the Consolidated Statement of Financial Position (page 1 of [Appendix A](#)) under Current Assets as the “Due from Middlesex-London Health Unit” also decreased by \$6,007.

A breakdown by program can be found on page 7 and 8 of [Appendix A](#).

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



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Chief Executive Officer