



The Corporation of the Town of LaSalle

To: Mayor and Members of Council
Prepared by: Dale Langlois, Director of Finance / Treasurer
Department: Finance
Date of Report: July 6, 2020
Report Number: FIN-15-2020
Subject: COVID-19 Financial Impact Update - June

Recommendation

That the report of the Director of Finance dated July 6, 2020 (FIN-15-2020) regarding COVID-19 Financial Impact Update – June BE RECEIVED.

Report

As Council may recall, at the May 12, 2020 Council meeting a detailed financial report outlining the financial impact of the COVID-19 pandemic as at April 30, 2020 was presented to Council (attached Appendix B). This current report will provide Council with a financial impact update of the COVID-19 pandemic as at June 30, 2020 (details attached in Appendix A).

Highlights:

Since the April report indicating a net financial cost to the Town of \$260,500, there has been a \$59,200 decrease in net financial cost totaling \$201,300 at the end of June.

There has been an increase in additional expenses and lost revenue since the April report, totaling \$301,200. This consists primarily of reduced interest revenue of \$107,100, reduced net revenue from Vollmer operations totaling \$123,500, and the cost of additional cleaning, sanitizing, protective supplies and equipment totaling \$62,100.

There has been an increase in expenditure reductions / containment totaling \$360,400. This consists primarily of reduced staff costs totaling \$157,100, reduced Vollmer related expenses totaling \$58,800, reduced travel, conferences and training expenses totaling \$81,200 and reduced transit operations resulting in \$41,800 in decreased expenses.

Details of these expenses and savings can be found in Appendix A.

Major Risks:

As mentioned in the April report (Appendix B), the major financial risks include:

- 1) The loss of arena revenue during peak months (September through March)
 - Approximately \$660,000 to \$700,000 of revenue is collected during these months during normal operations
- 2) The long-term economic impact that this pandemic may have on the economy:
 - Ability for residents and businesses to pay their tax and utility bills
 - Reduction in construction activity

Details of all risks can be found in the April financial impact report that was presented to council in May (Appendix B).

Consultations

None

Financial Implications

Refer to Appendix A.

Prepared By:



Director of Finance/Treasurer

Dale Langlois, CPA, CA

Link to Strategic Goals

Yes	Enhancing organizational excellence
Yes	Sustain strong public services and infrastructure
Yes	Strengthen the community's engagement with the Town
	Grow and diversify the local economy
	Build on our high-quality of life

Communications

Yes	Not applicable
	Website
	Social Media
	News Release
	Local Newspaper
	Bids & Tenders
	Notification pursuant to the Planning Act

Notifications

Name	Address	Email

Report Approval Details

Document Title:	FIN-15-2020 COVID-19 Financial Impact Update - June.docx
Attachments:	- FIN-15-2020 COVID-19 Financial Impact Update - June.pdf - FIN-15-2020 APPENDIX B COVID-19 Financial Impact Update - April.pdf
Final Approval Date:	Jul 7, 2020

This report and all of its attachments were approved and signed as outlined below:



Chief Administrative Officer

Joe Milicia