

# Corporation of the City of Sault Ste. Marie

## Year-end Audit Report

Presentation to City Council

—  
June 23<sup>rd</sup>, 2025



# 01 Audit Highlights

- Our audit procedures were executed in accordance with Canadian Auditing Standards and are based on a materiality of \$4.4 million
  - Calculated as 2.0% of prior year's revenues
  - Results in a posting threshold of \$220,000
    - Represents 0.08% of total revenues and 0.02% of total assets
- We are prepared to issue an unqualified audit opinion on the City's financial statements pending:
  - Council approval of the financial statements
  - Receipt of the management representation letter
  - Finalization of our file assembly and any remaining audit procedures

# 01 Audit Highlights

Topic	Response
Disagreements or difficulties with management	No matters to report
Internal control findings	No matters to report
Indicators of fraud	No matters to report
Indicators of contravention of regulation or legislation	No matters to report
Significant unusual transactions	No matters to report
Uncorrected audit differences	No matters to report
Corrected audit differences	While entries were posted by management during the course of the audit, we do not consider these to be audit differences as they are consistent with Period 13 adjustments posted as part of the year-end financial reporting process.

# Corporation of the City of Sault Ste. Marie

## Indicators of Financial Performance

Presentation to City Council

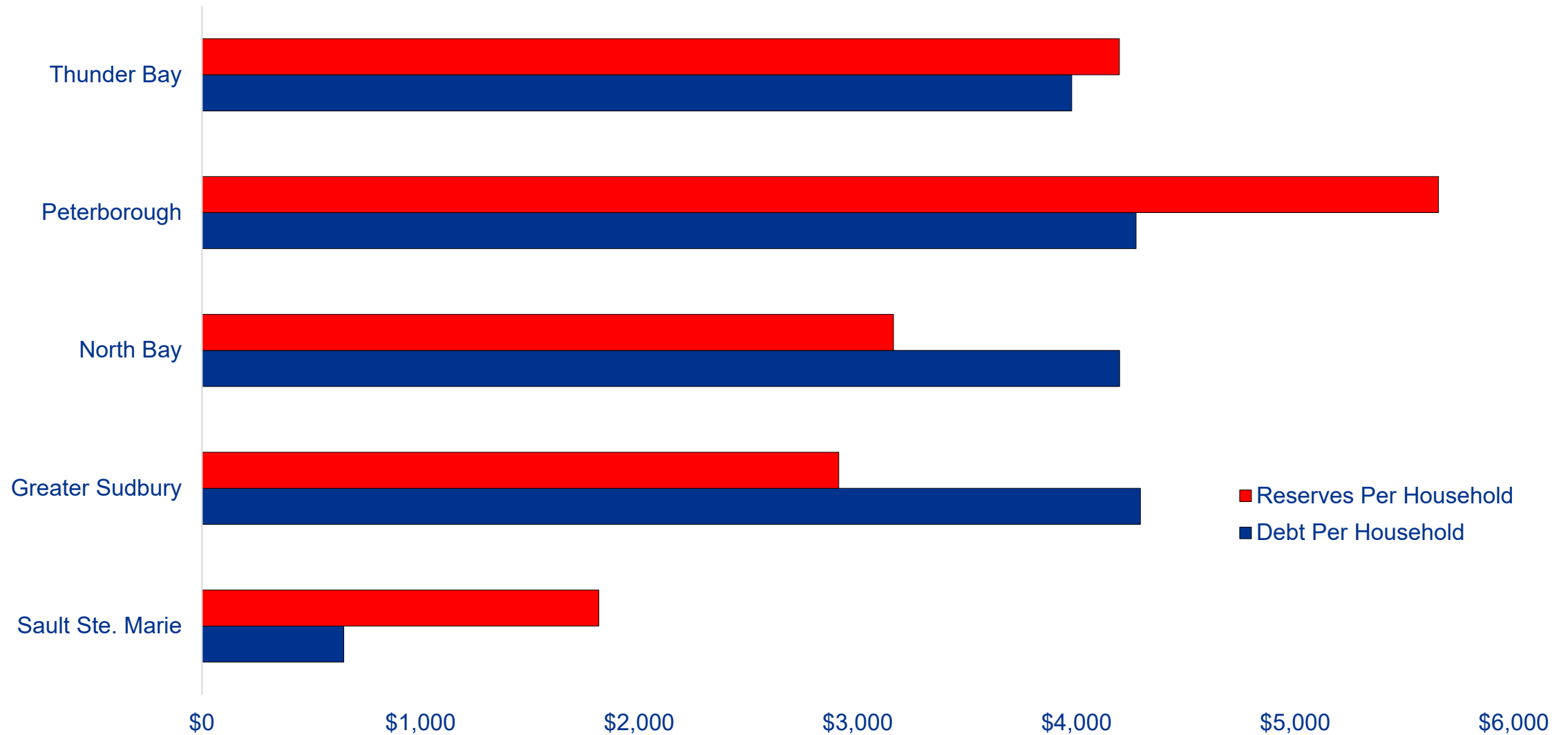
—  
June 23<sup>rd</sup>, 2025



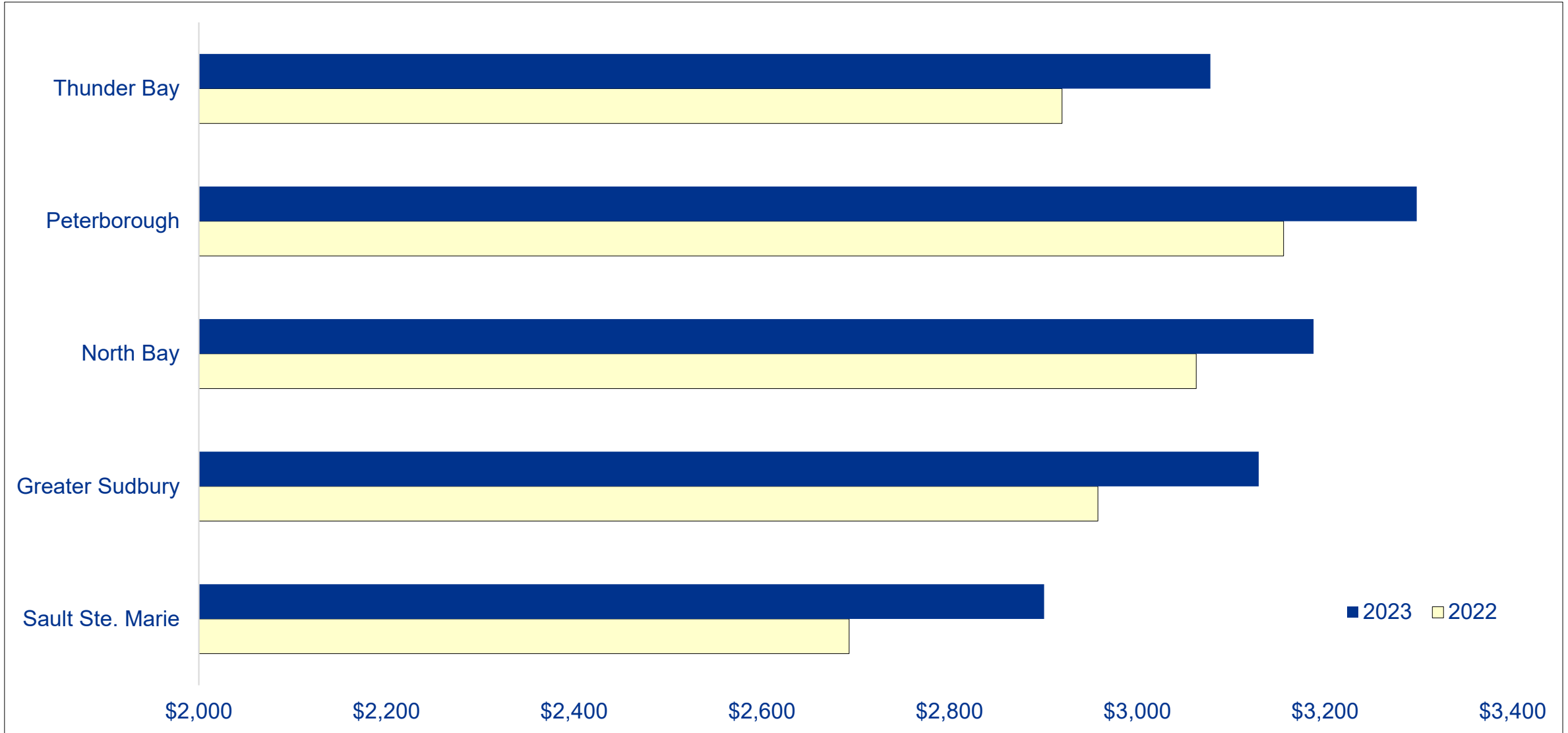
# 04 Financial Indicators (2023 Fiscal Year)

Financial Indicators	Sault Ste. Marie Indicator	Comparator Municipalities		
		Low	High	Average
Total reserves and reserve funds per household	\$1,814	\$1,814	\$5,654	\$3,547
Total long-term debt per household	\$648	\$648	\$4,291	\$3,477
Residential taxes per household	\$2,900	\$3,297	\$4,291	\$3,547
Residential taxes as a percentage of household income	3.24%	3.03%	3.76%	3.38%
Compound annual growth rate in tax levy (2018 to 2023)	+3.94%	2.90%	4.92%	4.03%
Net book value of capital assets as a percentage of historical cost	58.7%	39.1%	58.7%	50.6%

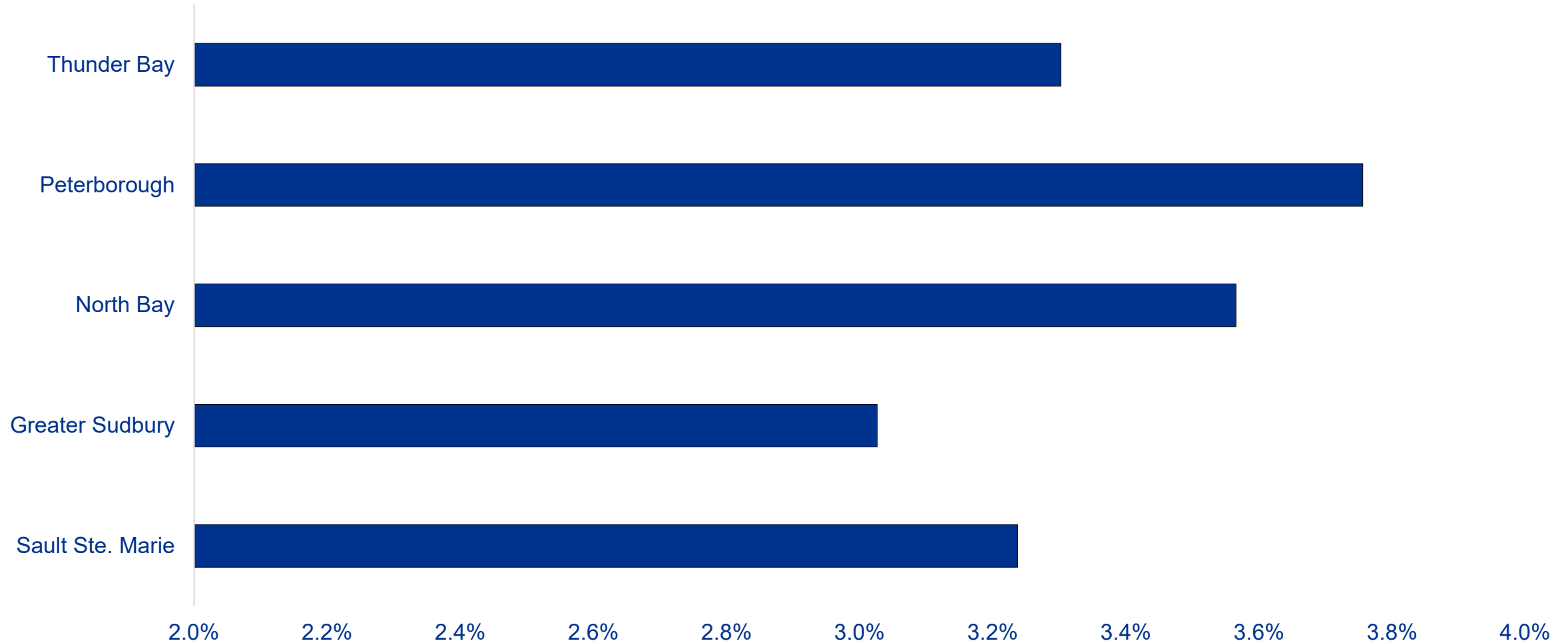
# 04 Debt and Reserves Per Household (2023 Fiscal Year)



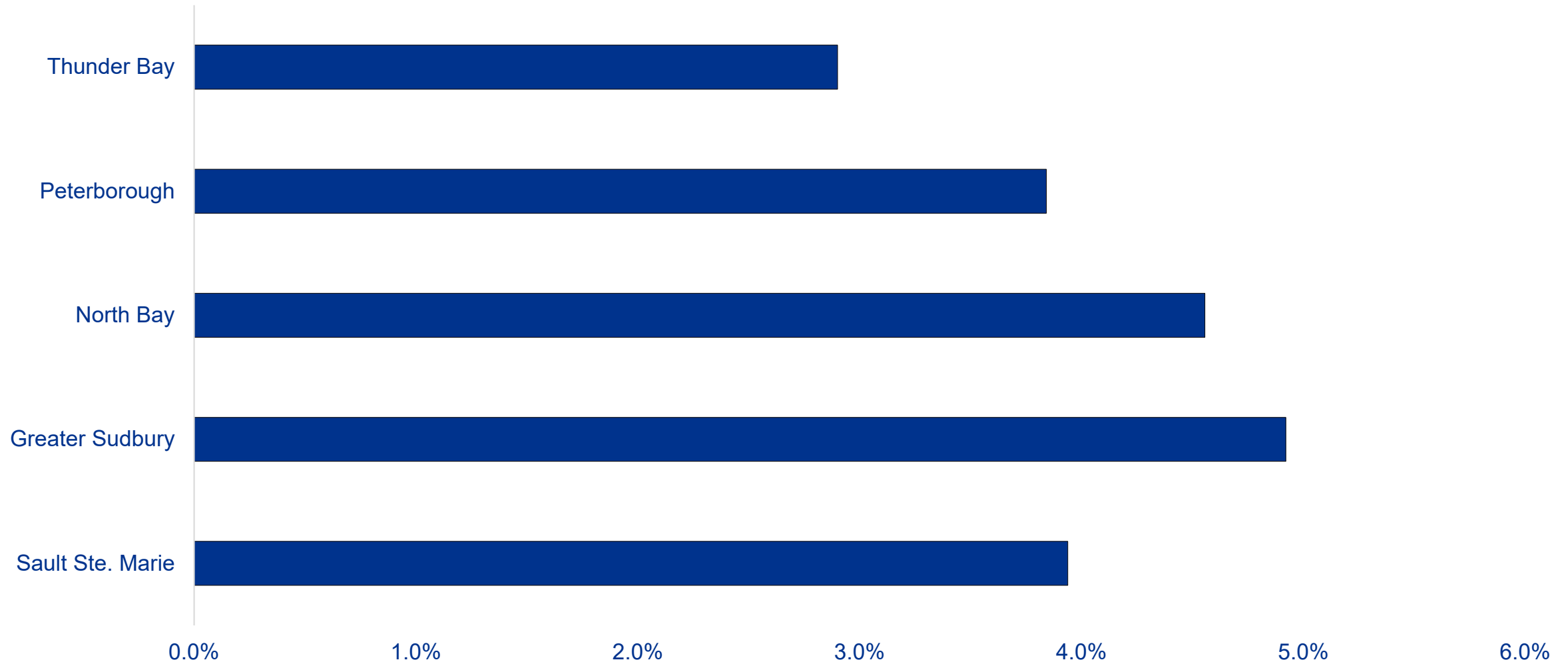
# 04 Average Residential Taxes per Household



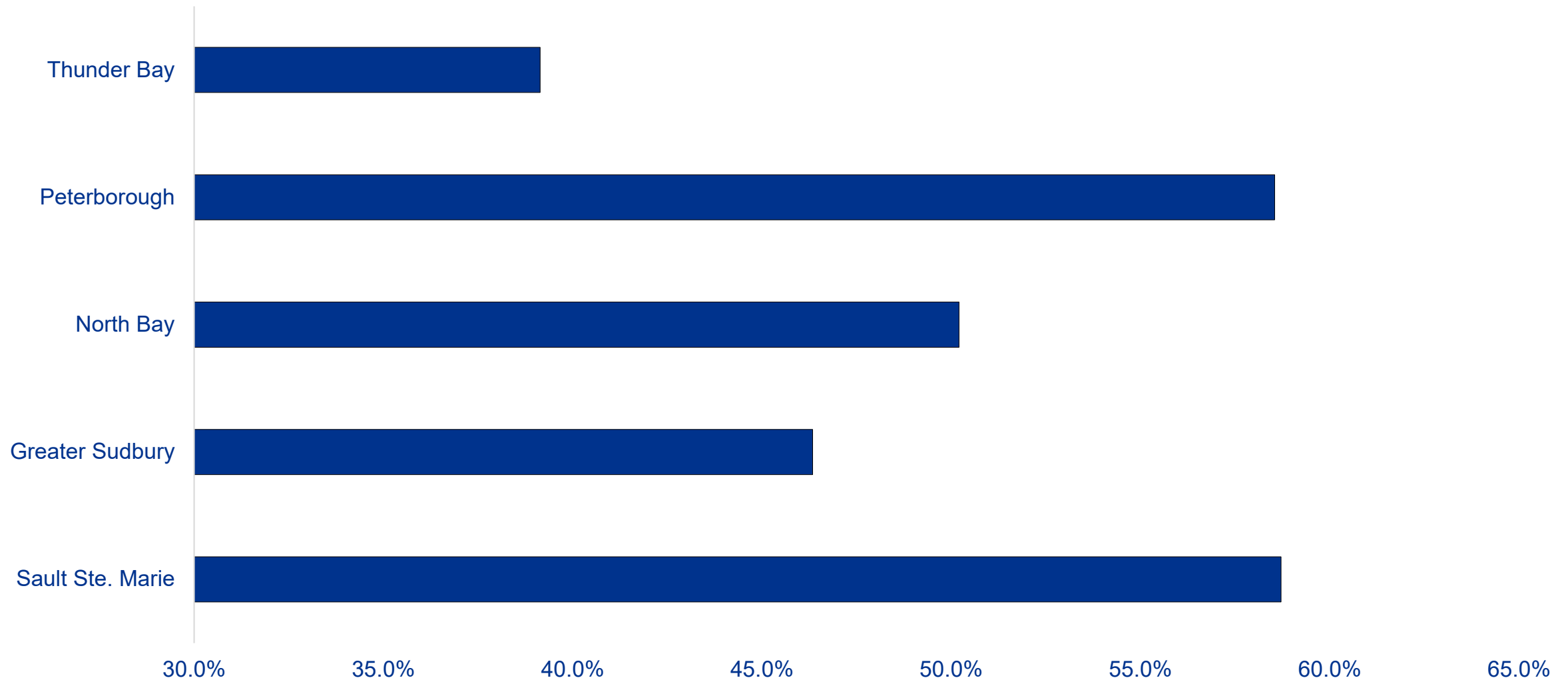
# 04 Residential Taxes as a Percentage of Household Income (2023 Fiscal Year)



# 04 Average Annual Increase in Tax Levy (2018 to 2023)



# 04 Net Book Value of Capital Assets as a Percentage of Historical Cost (2023 Fiscal Year)





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