

# 2014 Statement of Financial Information

Financial Information Regulation, Schedule 1



**City of North Vancouver  
2014 Statement of Financial Information**

**Table of Contents**

	<b>Page No.</b>
<b>Index to Financial Information Schedule (FIR) Schedule 1 and the Checklist</b>	Index 1-2
<b>Financial Information Schedule (FIR) Schedule 1 Checklist - Statement of Financial Information (SOFI)</b>	1-6
<b>Section 1 (1) (a) Statement of Assets and Liabilities</b>	
Section 2 Consolidated Statement of Financial Position	12
<b>Section 1 (1) (b) Operational Statement</b>	
Section 3 (1) Consolidated Statement of Operations	13
Section 3 (1) Consolidated Statement of Cash Flows	15
<b>Section 1 (4)&amp;(5) Notes to the Financial Statements</b>	16-29
<b>Section 1 (1) (c) Schedule of Debts</b>	
Section 4 (4) Schedule of debts	33
<b>Section 1 (1) (d) Schedule of Guarantee and Indemnity Agreements</b>	
Section 5 (4) Schedule of guarantee and indemnity agreements	34
<b>Section 1 (1) (e) Schedule of Employee Remuneration and Expenses</b>	
Section 6 (2) (a) Schedule of remuneration and expenses paid to elected officials	35
Section 6 (2) (b) Schedule of employee remuneration and expenses > \$75,000	36-40
Section 6 (2) (c) Schedule of employee remuneration and expenses <= \$75,000	40
Section 6 (2) (d) Reconciliation between total remuneration and financial statements	41
Section 6 (7) (a)&(b) Statement of severance agreements	42
<b>Section 1 (1) (f) Schedule of Supplier Goods and Services</b>	
Section 7 (1) (a) Schedule of suppliers of goods and services who received aggregate payments exceeding \$25,000	43-46
Section 7 (1) (b) Schedule of suppliers of goods and services who received \$25,000 or less	46
Section 7 (1) (c) Reconciliation between total of all payments to suppliers and financial statements	47
Section 7 (2) (b) Schedule of grants and contributions	48
<b>Section 9 (2) Statement of Financial Information Approval</b>	49
<b>Section 9 (3) &amp; (4) Management Report</b>	50
<b>Attachment 2 Community Charter Section 107(1) - Disclosure of contracts with council members and former council members</b>	51
<b>Attachment 3 Community Charter Section 168(1) - Reporting of council remuneration, expenses and contracts</b>	52

**Financial Information Act**  
**Financial Information Regulation (FIR), Schedule 1**

**Statement of Financial Information (SOFI)**  
**Index to FIR Schedule 1 and the Checklist**

**Page 1: Corporation Information**

**Ministry Information**

**General: Section One**

- 1(1)(a) Statement of assets and liabilities
- 1(1)(b) Operational statement
- 1(1)(c) Schedule of debts
- 1(1)(d) Schedule of guarantee and indemnity agreements
- 1(1)(e) Schedule of employee remuneration and expenses
- 1(1)(f) Schedule of suppliers of goods and services
- 1(2) [Explanatory information for reference]
- 1(3) Statements prepared on a consolidated basis or for each fund
- 1(4) & (5) Notes to the statements and schedules in section 1(1)

**Page 2: Statement of Assets & Liabilities: Section Two**

- 2 Balance sheet
- Changes in equity and surplus or deficit

**Operational Statement: Section Three**

- 3(1) Statement of Income / Statement of Revenue and Expenditures  
Statement of Changes in Financial Position
- 3(2) & (3) Omission of Statement of Changes in Financial Position, with explanation
- 3(4) Requirement for community colleges, school districts and municipalities

**Statement of Debts: Section Four**

- 4(1)(a) & 4(2) List and detail the schedule of long-term debts
- 4(1)(b) Identify debts covered by sinking funds / reserves
- 4(3) & (4) Omission of schedule, with explanation

**Page 3: Schedule of Guarantee and Indemnity Agreements: Section Five**

- 5(1) List agreements under the Guarantees and Indemnities Regulation
- 5(2) State the entities and amounts involved
- 5(3) & (4) Omission of schedule, with explanation

**Page 3 & 4: Schedule of Remuneration and Expenses: Section Six**

- 6(1) [Definitions for reference]
- 6(2)(a) List remuneration / expenses for each elected official, member of board, Cabinet appointees
- 6(2)(b) List each employee with remuneration exceeding \$75,000, plus expenses
- 6(2)(c) Consolidated total for all employees with remuneration of \$75,000 or less
- 6(2)(d) Reconcile difference in total remuneration above with operational statement
- 6(3) Exclude personal information other than as required

**Page 3 & 4: Schedule of Remuneration and Expenses: Section Six (continued)**

- 6(4) & (5) [Explanatory information for reference]
- 6(6) Report employer portion of EI and CPP as a supplier payment
- 6(7)(a) & (b) Statement of severance agreements
- 6(8) Explain an omission of statement of severance agreements
- 6(9) [Statement of severance agreements to minister – not required unless requested]

**Page 4: Schedule of Suppliers of Goods or Services: Section Seven**

- 7(1)(a) List suppliers receiving payments exceeding \$25,000
- 7(1)(b) Consolidated total of all payments of \$25,000 or less
- 7(1)(c) Reconcile difference in total above with operational statement
- 7(2)(a) [Explanatory information for reference]
- 7(2)(b) Statement of payments of grants or contributions
- 7(2)(c) [Explanatory information for reference]

**Page 5: Inactive Corporations: Section Eight**

- 8(1) Ministry to report for inactive corporations
- 8(2)(a) Contents of report – statements and schedules under section 1(1) to extent possible
- 8(2)(b) Contents of report – operational status of corporation

**Approval of Financial Information: Section Nine**

- 9(1) Approval of SOFI for corporations (other than municipalities)
- 9(2) Approval of SOFI for municipalities
- 9(3) Management report
- 9(4) Management report must explain roles and responsibilities
- 9(5) Signature approval is for all contents of the SOFI

**Access to the Financial Information: Section Ten**

- 10(1) to (3) [Explanatory information for reference]

**Financial Information Regulation, Schedule 1**  
**Checklist – Statement of Financial Information (SOFI)**

**For the Corporation:**

Corporate Name: The Corporation of the City of North Vancouver      Contact Name: Tracy Germaine  
 Fiscal Year End: December 31, 2014      Phone Number: 604-990-4208  
 Date Submitted: June 17, 2015      E-mail: tgermaine@cnv.org

**For the Ministry:**

Ministry Name: \_\_\_\_\_ Reviewer: \_\_\_\_\_  
 Date Received: \_\_\_\_\_ Deficiencies: 

Yes	<input type="checkbox"/>	No	<input type="checkbox"/>	
Date Reviewed: _____	Deficiencies Addressed: Yes	<input type="checkbox"/>	No	<input type="checkbox"/>

  
 Approved (SFO): \_\_\_\_\_ Further Action Taken: \_\_\_\_\_

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FIR Schedule 1 Section	Item	Yes	No	N/A	Comments
<b>General</b>					
1 (1) (a)	Statement of assets and liabilities	✓			See Schedule 1, Section 2
1 (1) (b)	Operational statement	✓			See Schedule 1, Section 3(1)
1 (1) (c)	Schedule of debts	✓			See Schedule 1, Section 4(4)
1 (1) (d)	Schedule of guarantee and indemnity agreements	✓			See Schedule 1, Section 5(4)
1 (1) (e)	Schedule of employee remuneration and expenses	✓			See Schedule 1, Section 6(2)
1 (1) (f)	Schedule of suppliers of goods and services	✓			See Schedule 1, Section 7(1) & 7(2)
1 (3)	Statements prepared on a consolidated basis or for each fund, as appropriate	✓			
1 (4) 1 (5)	Notes to the financial statements for the statements and schedules listed above	✓			

FIR Schedule 1 Section	Item	Yes	No	N/A	Comments
<b>Statement of Assets &amp; Liabilities</b>					
2	<ul style="list-style-type: none"> <li>• A balance sheet prepared in accordance with GAAP or stated accounting principles / policies, and</li> <li>• Show changes in equity and surplus or deficit due to operations</li> </ul>	✓			<p>See Consolidated Statement of Financial Position</p> <p>See Consolidated Statement of Operations for changes in equity</p>
<b>Operational Statement</b>					
3 (1)	<p>Prepared in accordance with GAAP or stated accounting principles / policies and consists of:</p> <ul style="list-style-type: none"> <li>• a Statement of Income or Statement of Revenue and Expenditures, and</li> <li>• a Statement of Changes in Financial Position</li> </ul>	✓			<p>See Consolidated Statement of Operations</p> <p>See Consolidated Statement of Cash Flows</p>
3 (2) 3 (3)	<ul style="list-style-type: none"> <li>• The Statement of Changes in Financial Position may be omitted if it provides no additional information</li> <li>• The omission must be explained in the notes</li> </ul>			✓	
3 (4)	Community colleges, school districts, and municipalities must prepare a Statement of Changes in Financial Position for the Capital Fund		✓		
<b>Schedule of Debts</b>					
4 (1) (a) 4 (2)	List each long-term debt (secured by debentures, mortgages, bonds, etc.), stating the amount outstanding, the interest rate, and the maturity date			✓	
4 (1) (b)	Identify debts covered by sinking funds or reserves and amounts in these accounts			✓	

FIR Schedule 1 Section	Item	Yes	No	N/A	Comments
4 (3) 4 (4)	<ul style="list-style-type: none"> <li>The schedule may be omitted if addressed under section 2 or 5 and it provides no additional information</li> <li>The omission must be explained in a note to the schedule</li> </ul>	✓		✓	See attached schedule.
<b>Schedule of Guarantee and Indemnity Agreements</b>					
5 (1)	List financial agreements that required government approval prior to being given (see Guarantees and Indemnities Regulation in FIA Guidance Package)			✓	
5 (2)	State the entities involved, and the specific amount involved if known			✓	
5 (3) 5 (4)	<ul style="list-style-type: none"> <li>The schedule may be omitted if addressed under section 2 or 4 and it provides no additional information</li> <li>The omission must be explained in a note to the schedule</li> </ul>	✓		✓	See attached schedule
<b>Schedule of Remuneration and Expenses</b> (See Guidance Package for suggested format)					
6 (2) (a)	List separately, by name and position, the total remuneration and the total expenses for each elected official, member of the board of directors, and employee appointed by Cabinet	✓			
6 (2) (b)	List alphabetically each employee whose total remuneration exceeds \$75,000 and the total expenses for each [excluding the persons listed under 6 (2) (a)]	✓			
6 (2) (c)	Include a consolidated total for employees whose remuneration is \$75,000 or less [excluding the persons listed under 6 (2) (a)]	✓			

FIR Schedule 1 Section	Item	Yes	No	N/A	Comments
6 (2) (d)	Reconcile or explain any difference between total remuneration in this schedule and related information in the operational statement	✓			
6 (3)	Exclude personal information other than name, position, function or remuneration and expenses of employees	✓			
<b>Schedule of Remuneration and Expenses</b> (See Guidance Package for suggested format)					
6 (6)	Report the employer portion of EI and CPP as a supplier payment to the Receiver General for Canada rather than as employee remuneration	✓			Employer share of CPP for elected officials was shown under the heading "Benefits" on FIR Schedule 1, Section 6(2)(a)
6 (7) (a) 6 (7) (b)	<p>Include a statement of severance agreements providing:</p> <ul style="list-style-type: none"> <li>• the number of severance agreements under which payment commenced in the fiscal year being reported on for non-union employees, and</li> <li>• the range of equivalent months' compensation for them</li> </ul> <p>(see Guidance Package for suggested format)</p>	✓			
6 (8)	Provide the reason for omitting a statement of severance agreements in a note to the schedule of remuneration and expenses			✓	
<b>Schedule of Suppliers of Goods or Services</b> (See Guidance Package for suggested format)					
7 (1) (a)	List in alphabetical order all suppliers of goods and services who received aggregate payments exceeding \$25,000	✓			
7 (1) (b)	Include a consolidated total of all payments to suppliers who received \$25,000 or less	✓			

FIR Schedule 1 Section	Item	Yes	No	N/A	Comments
7 (1) (c)	Reconcile or explain any difference between the consolidated total and related figures in the operational statement	✓			
7 (2) (b)	Include a statement of payments for the purposes of grants or contributions	✓			

#### Inactive Corporations

8 (1)	The ministry reports for the corporation if the corporation is not operating to the extent required to produce a SOFI			✓	
8 (2) (a)	The ministry's report contains the statements and schedules required under section 1 (1), to the extent possible			✓	
8 (2) (b)	The ministry's report contains a statement of the operational status of the corporation (see Guidance Package regarding what to include)			✓	

#### Approval of Financial Information

9 (1)	Corporations other than municipalities – the SOFI is signed as approved by the board of directors or the governing body (see Guidance Package for example)			✓	
9 (2)	Municipalities – the SOFI is approved by its council and by the officer assigned responsibility for financial administration (see Guidance Package for example)	✓			
9 (3)	A management report is included, signed by the head and chief financial officer, or by the municipal officer assigned responsibility for financial administration (see examples in annual report at <a href="http://www.gov.bc.ca/cas/popt/">http://www.gov.bc.ca/cas/popt/</a> )	✓			

FIR Schedule 1 Section	Item	Yes	No	N/A	Comments
9 (4)	The management report explains the roles and responsibilities of the board of directors or governing body, audit committee, management, and the auditors	✓			
9 (5)	Signature approvals required in section 9 are for each of the statements and schedules of financial information, not just the financial statements	✓			

**The Corporation of the City of North Vancouver**

**2014 Statement of Financial Information**

**Financial Information Regulation, Schedule 1**

**Section 1 (1) (a), 1 (1) (b), 1 (4) & 1 (5)**

**Section 2**

**Section 3 (1)**

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**The Corporation of the City of  
North Vancouver  
Consolidated Financial Statements  
For the year ended December 31, 2014**



**KPMG LLP**  
**Chartered Accountants**  
Metrotower II  
Suite 2400 - 4720 Kingsway  
Burnaby BC V5H 4N2  
Canada

Telephone (604) 527-3600  
Fax (604) 527-3636  
Internet [www.kpmg.ca](http://www.kpmg.ca)

## **INDEPENDENT AUDITORS' REPORT**

To the Mayor and Council of the Corporation of the City of North Vancouver

We have audited the accompanying consolidated financial statements of the Corporation of the City of North Vancouver, which comprise the consolidated statement of financial position as at December 31, 2014 and the consolidated statements of operations, changes in net financial assets and cash flows for the year then ended, and notes, comprising a summary of significant accounting policies and other explanatory information.

### *Management's Responsibility for the Consolidated Financial Statements*

Management is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with Canadian public sector accounting standards, and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

### *Auditors' Responsibility*

Our responsibility is to express an opinion on these consolidated financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform an audit to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on our judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, we consider internal control relevant to the entity's preparation and fair presentation of the consolidated financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the consolidated financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.



*Opinion*

In our opinion, the consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Corporation of the City of North Vancouver as at December 31, 2014, its consolidated results of operations, its consolidated changes in net financial assets and its consolidated cash flows for the year then ended in accordance with Canadian public sector accounting standards.

*KPMG LLP*

Chartered Accountants

May 4, 2015

Burnaby, Canada

**The Corporation of the City of North Vancouver  
Consolidated Statement of Financial Position  
As at December 31, 2014 with comparative figures for 2013  
(in thousands of dollars)**

	<u>2014</u>	<u>2013</u>
<b>FINANCIAL ASSETS</b>		
Cash	\$ 6,067	\$ 4,585
Temporary investments (note 3(a))	43,568	28,667
Portfolio investments (note 3(b))	107,149	121,435
Investment in Lonsdale Energy Corp. (note 4)	1,702	1,689
Due from other governments	3,845	3,725
Accounts receivable	10,120	9,592
Loan to Lonsdale Energy Corp. (note 5)	10,768	9,577
Interest receivable	9,711	7,977
	<u>192,930</u>	<u>187,247</u>
<b>LIABILITIES</b>		
Accounts payable and accrued liabilities	13,388	15,195
Deferred revenue	24,287	21,026
Deferred development cost charges	20,725	20,601
Long-term debt (note 6)	1,660	1,833
Employee future benefits (note 7)	6,616	6,331
Advances and other liabilities	8,097	8,400
	<u>74,773</u>	<u>73,386</u>
<b>NET FINANCIAL ASSETS</b>	<u>118,157</u>	<u>113,861</u>
<b>NON-FINANCIAL ASSETS</b>		
Tangible capital assets (note 8)	254,056	248,860
Inventories	565	410
Prepaid expenses	1,882	1,093
	<u>256,503</u>	<u>250,363</u>
<b>ACCUMULATED SURPLUS (note 9)</b>	<u>\$ 374,660</u>	<u>\$ 364,224</u>

Commitments and contingencies (note 10)  
See accompanying notes to the consolidated financial statements

  
Director of Finance

**The Corporation of the City of North Vancouver**  
**Consolidated Statement of Operations**  
**Year ended December 31, 2014 with comparative figures for 2013**  
**(in thousands of dollars)**

	2014 Budget	2014	2013
	(notes 2(g) and 13)		
<b>REVENUE</b>			
Property value tax	\$ 48,771	\$ 48,727	\$ 46,835
Parcel taxes	2,379	2,398	2,240
Licences and permits	3,351	3,638	3,415
Fines and fees	4,148	4,575	4,358
Rent	1,321	1,342	1,314
Interest and penalties	2,174	5,796	5,950
Sale of services	23,034	23,993	22,177
Rebate and recoveries	79	93	248
Grants and other	5,615	8,732	8,747
(Losses) gains on disposition of assets	-	(1,864)	20,789
Developer contributions and other transfers	1,248	10,694	15,416
Lonsdale Energy Corp. income (loss)	-	13	(142)
	<u>92,120</u>	<u>108,137</u>	<u>131,347</u>
<b>EXPENSES</b>			
General government	15,971	17,516	16,930
Transportation and transit	3,998	6,219	4,587
Health, social services and housing	2,333	2,353	2,274
Development services	4,541	4,578	4,399
Protective services	23,234	22,584	22,295
Parks, recreation and culture	23,856	24,396	23,417
Water utilities	8,574	7,984	8,177
Sewer utilities	7,286	8,031	7,010
Solid waste	4,198	4,040	4,256
	<u>93,991</u>	<u>97,701</u>	<u>93,345</u>
Total expenses (note 12)			
Annual surplus (deficit)	(1,871)	10,436	38,002
Accumulated surplus beginning of year	<u>364,224</u>	<u>364,224</u>	<u>326,222</u>
Accumulated surplus end of year	<u>\$ 362,353</u>	<u>\$ 374,660</u>	<u>\$ 364,224</u>

See accompanying notes to the consolidated financial statements

**The Corporation of the City of North Vancouver**  
**Consolidated Statement of Change in Net Financial Assets**  
**Year ended December 31, 2014 with comparative figures for 2013**  
**(in thousands of dollars)**

	2014 Budget	2014	2013
	(notes 2(g) and 13)		
Annual surplus (deficit)	\$ (1,871)	\$ 10,436	\$ 38,002
Acquisition of tangible capital assets	(99,519)	(17,322)	(16,953)
Non-cash developer contributed assets and found assets	-	(1,021)	(15,416)
Proceeds on sale of tangible capital assets	-	13	1,117
Depreciation of tangible capital assets	11,000	11,270	10,495
Loss (gain) on disposition of tangible capital assets	-	1,864	(20,789)
	<u>(88,519)</u>	<u>(5,196)</u>	<u>(41,546)</u>
Acquisition of inventories	-	(1,201)	(1,262)
Acquisition of prepaid expenses	-	(1,823)	(1,403)
Use of inventories	-	1,046	1,141
Use of prepaid expenses	-	1,034	1,183
	<u>-</u>	<u>(944)</u>	<u>(341)</u>
Increase (decrease) in net financial assets	(90,390)	4,296	(3,885)
Net financial assets, beginning of year	<u>113,861</u>	<u>113,861</u>	<u>117,746</u>
Net financial assets, end of year	<u>\$ 23,471</u>	<u>\$ 118,157</u>	<u>\$ 113,861</u>

See accompanying notes to the consolidated financial statements

**The Corporation of the City of North Vancouver**  
**Consolidated Statement of Cash Flows**  
**Year ended December 31, 2014 with comparative figures for 2013**  
**(in thousands of dollars)**

	2014	2013
<b>Cash provided by (used for):</b>		
<b>Operating Activities</b>		
Annual surplus	\$ 10,436	\$ 38,002
Items not involving cash:		
Depreciation expense	11,270	10,495
Loss (gain) on disposal of tangible capital assets	1,864	(20,789)
Non-cash developer contributed assets and found assets	(1,021)	(15,416)
Lonsdale Energy Corp. (income) loss	(13)	142
Changes in non-cash operating items:		
Increase in due from other governments	(120)	(440)
Decrease (increase) in accounts receivable	(528)	6,014
Increase in promissory note receivable	(1,191)	(9,577)
Increase in interest receivable	(1,734)	(1,067)
Increase (decrease) in accounts payable and accrued liabilities	(1,807)	1,141
Increase in deferred revenue	3,261	1,881
Increase in deferred development cost charges	124	-
Increase in accrued employee future benefits	285	364
Decrease in advances and other liabilities	(303)	(78)
Increase in inventories	(155)	(121)
Increase in prepaid expenses	(789)	(220)
	<u>19,579</u>	<u>10,331</u>
<b>Capital Activities</b>		
Cash used to acquire tangible capital assets	(17,322)	(16,953)
Proceeds from sale of tangible capital assets	13	1,117
	<u>(17,309)</u>	<u>(15,836)</u>
<b>Investing Activities</b>		
Decrease (increase) in temporary investments	(14,901)	12,295
Decrease (increase) in portfolio investments	14,286	(3,894)
	<u>(615)</u>	<u>8,401</u>
<b>Financing Activities</b>		
Repayment of long-term debt	(173)	(167)
	<u>(173)</u>	<u>(167)</u>
Increase in cash	1,482	2,729
Cash, beginning of year	<u>4,585</u>	<u>1,856</u>
Cash, end of year	<u>\$ 6,067</u>	<u>\$ 4,585</u>

See accompanying notes to the consolidated financial statements

**The Corporation of the City of North Vancouver  
Notes to Consolidated Financial Statements  
Year ended December 31, 2014  
(tabular amounts in thousands of dollars)**

**1. OPERATIONS**

The City of North Vancouver (the "City") was incorporated in 1907 under the Local Government Act of British Columbia. The City's principal activity is the provision of local government services to residents of the incorporated area. These include administrative, protective, transportation, environmental, recreational, water and sanitary services.

**2. SIGNIFICANT ACCOUNTING POLICIES**

The consolidated financial statements of the City have been prepared in accordance with Canadian public sector accounting standards, as prescribed by the Public Sector Accounting Board ("PSAB") of the Chartered Professional Accountants Canada. The significant accounting policies are summarized below:

**(a) Basis of Presentation**

The consolidated financial statements include the accounts of all the funds of the City, the accounts of the North Vancouver City Library, which is controlled by the City, the City's 33% proportionate share of the operations of the North Vancouver Recreation Commission, and the City's 50% proportionate share of the operations of the North Vancouver Museum and Archives Commission. The City's investment in Lonsdale Energy Corporation ("LEC"), a wholly owned government business enterprise, is accounted for using the modified equity method.

The City participates with the District of North Vancouver in the operation and management of the North Vancouver Recreation Commission, and the City includes its proportionate share in the City's consolidated financial statements. The current agreement specifies that the operating costs shall be paid 33% (2013 – 33%) by the City and 67% (2013 – 67%) by the District of North Vancouver. Each municipality is responsible for its own facilities and pays 100% of all capital costs relating to improvement, expansion and replacement of buildings or facility equipment.

The City also participates with the District of North Vancouver in the operation and management of the North Vancouver Museum and Archives Commission, and the City includes its proportionate share in the City's consolidated financial statements. The current agreement specifies that the operating costs shall be paid 50% (2013 – 50%) by the City and 50% (2013 – 50%) by the District of North Vancouver. Each municipality is responsible for its own facilities and pays 100% of all capital costs relating to improvement, expansion and replacement of buildings or facility equipment.

**(b) Basis of Accounting**

Revenue is recorded on an accrual basis and recognized when earned. Expenses are recognized as they are incurred and measurable as a result of the receipt of goods and services.

**(c) Deferred Revenue**

Deferred revenue consists of prepaid property taxes, prepaid business licenses, and fees paid in advance for services yet to be provided.

**The Corporation of the City of North Vancouver  
Notes to Consolidated Financial Statements  
Year ended December 31, 2014  
(tabular amounts in thousands of dollars)**

**2. SIGNIFICANT ACCOUNTING POLICIES (con't)**

**(d) Development Cost Charges**

Development cost charges collected to pay for future capital projects are deferred upon receipt and recognized as revenue when the capital costs for which they were collected are incurred.

**(e) Temporary Investments**

Temporary investments include bank issued notes and bonds and provincial bonds and debentures maturing in the subsequent year and are valued at the lower of cost or market value.

**(f) Portfolio Investments**

Portfolio investments include bank issued notes and bonds and provincial bonds and debentures maturing after the subsequent year end. Securities are recorded at their cost and written down to reflect losses in value that are other than temporary.

**(g) Budget Figures**

The audited budget figures are based on the ten year financial plan adopted on April 28, 2014.

**(h) Government Transfers**

Unrestricted government transfers are recognized as revenue in the year that the transfer is authorized by the issuing government and any eligibility criteria have been met. Restricted government transfers, in the way of grants or other transfers, are recognized as revenue in the year in which the stipulations are met.

**(i) Employee Future Benefits**

The City and its employees make contributions to the Municipal Pension Plan. The City's contributions are expensed as incurred.

Sick leave and post-employment benefits also accrue to the City's employees. The liabilities related to these benefits are actuarially determined based on services and best estimates of retirement ages and expected future salary and wage increases. The liabilities under these benefits plans are accrued based on projected benefits as the employees render services necessary to earn the future benefits.

**(j) Long-term Debt**

Long-term debt is recorded in the consolidated financial statements net of repayments and actuarial adjustments.

**The Corporation of the City of North Vancouver  
Notes to Consolidated Financial Statements  
Year ended December 31, 2014  
(tabular amounts in thousands of dollars)**

**2. SIGNIFICANT ACCOUNTING POLICIES (con't)**

**(k) Non-Financial Assets**

Non-financial assets are not available to discharge existing liabilities and are held for use in the provision of services. They may have useful lives extending beyond the current year and are not intended for sale in the ordinary course of business.

**(i) Tangible Capital Assets**

Tangible capital assets are recorded at cost, which includes amounts that are directly attributable to acquisition, construction, development or betterment of the asset. The cost less residual value of the tangible capital assets, excluding land, is amortized on a straight line basis over their estimated useful lives as follows:

Land improvements	Straight line over useful life of each asset unit	10 – 20 years
Parks	Straight line over useful life of each asset unit	10 – 50 years
Buildings	Straight line over useful life of each asset unit	10 – 100 years
Machinery & equipment	Straight line over useful life of each asset unit	10 – 12 years
Vehicles	Straight line over useful life of each asset unit	6 – 25 years
Infrastructure	Straight line over useful life of each asset unit	7 – 100 years
Library materials	Straight line over useful life of each asset unit	2 – 5 years
Work in progress	Not depreciated until put into use	

**(ii) Contributions of Tangible Capital Assets**

Tangible capital assets received as contributions or transfers from developers are recorded at their fair value at the date of receipt and also are recorded as revenue.

**(iii) Works of Art and Historic Assets**

Works of art and historic assets are not recorded as assets in these consolidated financial statements.

**(iv) Natural Resources**

Horticultural assets such as treed areas, grassy areas and gardens are not recognized as assets in the consolidated financial statements.

**(v) Interest Capitalization**

The City does not capitalize interest costs associated with the acquisition or construction of a tangible capital asset.

**The Corporation of the City of North Vancouver  
Notes to Consolidated Financial Statements  
Year ended December 31, 2014  
(tabular amounts in thousands of dollars)**

**2. SIGNIFICANT ACCOUNTING POLICIES (con't)**

**(k) Non-Financial Assets (cont'd)**

**(vi) Leased Tangible Capital Assets**

Leases that transfer substantially all of the benefits and risks incidental to ownership of property are accounted for as leased tangible capital assets. All other leases are accounted for as operating leases and the payments are charged to expenses as incurred.

**(vii) Inventories**

Inventories held for consumption are recorded at the lower of weighted average cost and replacement cost.

**(viii) Prepaid Expenses**

Prepaid expenses are recorded as assets in the consolidated financial statements.

**(l) Estimates**

The preparation of the consolidated financial statements requires management to make estimates and assumptions that affect the reported amounts in the consolidated financial statements and the disclosure of contingent liabilities. Areas requiring significant estimation are post-employment benefits, compensated absences and termination benefits and estimated useful life of tangible capital assets. Actual results could differ from these estimates.

**(m) Segment Disclosure**

A segment is defined as a distinguishable activity or group of activities of a government for which it is appropriate to separately report financial information.

**3. INVESTMENTS**

**(a) Temporary Investments**

The fair value of temporary investments at December 31, 2014 was \$45,042,845 (2013 - \$28,867,000). These investments range in maturity date from January 9, 2015 to November 2, 2015, and range in yield from 1.7% to 5.75%.

**(b) Portfolio Investments**

The fair value of portfolio investments at December 31, 2014 was \$119,750,380 (2013 - \$132,425,000). These investments range in maturity from January 22, 2016 to December 1, 2025, and range in yield from 2.00% to 7.52%.

**The Corporation of the City of North Vancouver**  
**Notes to Consolidated Financial Statements**  
**Year ended December 31, 2014**  
**(tabular amounts in thousands of dollars)**

**4. INVESTMENT IN LONSDALE ENERGY CORP.**

The City owns all the issued and outstanding shares of LEC, which was incorporated under the British Columbia Company Act on July 7, 2003. LEC operates a district energy system providing hydronic energy to residential, institutional and commercial buildings in the Lonsdale and Marine Drive – Harbourside areas of the City of North Vancouver.

Summarized financial information relating to LEC is as follows:

	2014	2013
Current assets	\$ 1,989	\$ 2,724
Non-current assets	19,531	17,642
Total assets	<u>\$ 21,520</u>	<u>\$ 20,366</u>
Current liabilities	\$ 2,485	\$ 2,501
Long-term liabilities	17,333	16,176
Total liabilities	<u>\$ 19,818</u>	<u>\$ 18,677</u>
Shareholder's equity	<u>\$ 1,702</u>	<u>\$ 1,689</u>
Total revenue	\$ 2,854	\$ 2,281
Total expenses	2,841	2,423
Net income (loss)	<u>\$ 13</u>	<u>\$ (142)</u>

Included in the City's consolidated statement of financial position is "Investment in Lonsdale Energy Corp." in the amount of \$1,702,000 (2013 - \$1,689,000) and a loan receivable of \$10,768,000 (2013 - \$9,577,000). Also, included in accounts receivable in the City's consolidated statement of financial position is a receivable from LEC in the amount of \$57,000 (2013 - \$114,000).

**5. LOAN TO LONSDALE ENERGY CORP.**

On December 16, 2013, the City converted amounts due from Lonsdale Energy Corp. to a 5-year loan bearing 2.1% interest. Additional funding may be made available to Lonsdale Energy Corporation under the terms of the agreement to a maximum of \$12,000,000. The balance owing at December 31, 2014 is \$10,768,000 (2013 - \$9,577,000). Interest revenue of approximately \$208,900 (2013 - \$8,800) has been included in the consolidated statement of operations.

**6. LONG-TERM DEBT**

The City has financed the expansion of LEC by assuming debt on behalf of LEC through the Municipal Finance Authority in accordance with the Community Charter. Debt principal is reported net of repayments and actuarial adjustments. The City carries no debt for others. The total debt issued and outstanding as at December 31, 2014 was \$1,660,173 (2013 - \$1,833,418).

**The Corporation of the City of North Vancouver**  
**Notes to Consolidated Financial Statements**  
**Year ended December 31, 2014**  
**(tabular amounts in thousands of dollars)**

**6. LONG-TERM DEBT (con't)**

Future principal re-payments and actuarial adjustments on net outstanding debt over the next five years and thereafter are as follows:

2015	\$	180,175
2016		187,382
2017		194,877
2018		202,672
2019		210,779
Thereafter		684,288
	\$	<u>1,660,173</u>

Interest expense of \$6,000 (2013 - \$6,000) has been included in the Consolidated Statement of Operations. The interest rate on long-term debt is 0.3% per annum.

**7. EMPLOYEE FUTURE BENEFITS**

**(a) Sick and Severance**

Employees of the City are entitled to payments related to unused sick leave and severance upon retirement or resignation after ten years of service. The amount recorded for these benefits is based on an actuarial valuation done by an independent firm of actuaries using a projected benefit actuarial valuation method pro-rated on services. The most recent actuarial valuation of the City's future benefits was completed as at December 31, 2012.

Information regarding the City's obligations for these benefits is as follows:

	<u>2014</u>	<u>2013</u>
Benefit obligation - beginning of the year	\$6,260	\$6,962
Add: Current service costs	453	470
Interest on accrued benefit obligation	256	236
Less: Amortization of actuarial loss (gain)	86	(971)
Benefits paid (expected - not charged to liability)	(75)	(101)
Benefits paid during the year	<u>(350)</u>	<u>(336)</u>
Benefit obligation - end of the year	\$6,630	\$6,260
Less: Unamortized actuarial loss (gain)	<u>(14)</u>	<u>71</u>
Accrued benefit liability - end of the year	<u>\$6,616</u>	<u>\$6,331</u>

**The Corporation of the City of North Vancouver  
Notes to Consolidated Financial Statements  
Year ended December 31, 2014  
(tabular amounts in thousands of dollars)**

**7. EMPLOYEE FUTURE BENEFITS (con't)**

The significant actuarial assumptions adopted in measuring the City's accrued benefit liability are as follows:

	2014	2013
Discount rates	3.10%	4.00%
Expected future inflation rates	3.00%	3.00%
Expected wage and salary increases	.08 % to 2.0%	.08 % to 2.0%

The unamortized actuarial loss is amortized over a period equal to the employees' average remaining service lifetime of eleven years for the City.

**(b) Council Retirement Stipend**

Starting 2005, Council Members are entitled to a retirement stipend based on 10% of the individual's total indemnity received subsequent to 2002. These amounts are accrued as earned.

**8. TANGIBLE CAPITAL ASSETS**

	Land	Land Improvements	Parks	Buildings	Machinery & Equipment	Vehicles	Infrastructure	Library Materials	Work in Progress	Total
<b>2014</b>										
<b>Costs</b>										
Balance beginning of year	\$ 21,687	\$ 13,255	\$ 34,391	\$ 108,173	\$ 16,141	\$ 7,847	\$ 169,526	\$ 969	\$ 7,939	\$ 379,928
Additions	921	2,261	1,149	2,508	1,138	1,276	5,315	224	11,488	26,280
Disposals	-	-	1,389	129	731	142	1,491	220	7,939	12,041
Balance end of year	\$ 22,608	\$ 15,516	\$ 34,151	\$ 110,552	\$ 16,548	\$ 8,981	\$ 173,350	\$ 973	\$ 11,488	\$ 394,167
<b>Accumulated Depreciation</b>										
Balance beginning of year	\$ -	\$ 5,557	\$ 8,446	\$ 34,988	\$ 8,454	\$ 4,769	\$ 68,367	\$ 487	\$ -	\$ 131,068
Depreciation	-	889	1,155	4,214	1,763	469	2,555	225	-	11,270
Disposals	-	-	494	29	731	121	632	220	-	2,227
Balance end of year	\$ -	\$ 6,446	\$ 9,107	\$ 39,173	\$ 9,486	\$ 5,117	\$ 70,290	\$ 492	\$ -	\$ 140,111
Net Book Value	\$ 22,608	\$ 9,070	\$ 25,044	\$ 71,379	\$ 7,062	\$ 3,864	\$ 103,060	\$ 481	\$ 11,488	\$ 254,056
<b>2013</b>										
<b>Costs</b>										
Balance beginning of year	\$ 13,094	\$ 12,300	\$ 19,224	\$ 91,642	\$ 15,796	\$ 7,770	\$ 166,490	\$ 2,084	\$ 5,215	\$ 333,615
Additions	8,605	955	15,167	18,427	2,603	453	3,650	168	7,939	57,967
Disposals	12	-	-	1,896	2,258	376	614	1,283	5,215	11,654
Balance end of year	\$ 21,687	\$ 13,255	\$ 34,391	\$ 108,173	\$ 16,141	\$ 7,847	\$ 169,526	\$ 969	\$ 7,939	\$ 379,928
<b>Accumulated Depreciation</b>										
Balance beginning of year	\$ -	\$ 4,775	\$ 7,516	\$ 32,731	\$ 8,798	\$ 4,587	\$ 66,460	\$ 1,434	\$ -	\$ 126,301
Depreciation	-	782	930	3,654	1,914	502	2,325	388	-	10,495
Disposals	-	-	-	1,397	2,258	320	418	1,335	-	5,728
Balance end of year	\$ -	\$ 5,557	\$ 8,446	\$ 34,988	\$ 8,454	\$ 4,769	\$ 68,367	\$ 487	\$ -	\$ 131,068
Net Book Value	\$ 21,687	\$ 7,698	\$ 25,945	\$ 73,185	\$ 7,687	\$ 3,078	\$ 101,159	\$ 482	\$ 7,939	\$ 248,860

**The Corporation of the City of North Vancouver  
Notes to Consolidated Financial Statements  
Year ended December 31, 2014  
(tabular amounts in thousands of dollars)**

**8. TANGIBLE CAPITAL ASSETS (con't)**

**(a) Work in Progress**

Work in progress having a value of \$11,488,000 (2013 - \$7,939,000) has not been amortized. Amortization of these assets will commence when the asset is in service.

**(b) Developer Contributed Tangible Capital Assets and Other Transfers**

Developer contributed tangible capital assets and other transfers have been recognized at their fair value at the date of contribution. Developer contributed tangible capital assets and other transfers of \$513,000 (2013 - \$15,416,000) have been recognized during the year.

**(c) Works of Art and Historic Assets**

The City manages and controls various works of art and non-operational historic assets including buildings, artifacts, paintings and sculptures located at City sites and public display areas. These assets are not recorded in the consolidated financial statements of the City.

**(d) Write-Down of Tangible Capital Assets**

There were no write-downs of tangible capital assets during the current or prior year.

**9. ACCUMULATED SURPLUS**

	2014 Actual	2013 Actual
Current Funds - general, water and sewer	\$ 22,226	\$ 20,861
Reserve fund	92,205	87,334
Capital fund	260,229	256,029
Accumulated surplus, end of year	<u>\$ 374,660</u>	<u>\$ 364,224</u>

**The Corporation of the City of North Vancouver  
Notes to Consolidated Financial Statements  
Year ended December 31, 2014  
(tabular amounts in thousands of dollars)**

**9. ACCUMULATED SURPLUS (con't)**

The following reserve amounts are set aside for specific purposes:

**(a) Reserve Funds**

	Balance December 31, 2013	Contributions & Transfers	Earnings	Less Expenditures	Balance December 31, 2014
Machinery and Equipment					
Engineering	\$ 3,144	\$ 235	\$ 135	\$ 367	\$ 3,147
Fire	142	518	14	101	573
General	305	292	22	159	460
Computer	167	1,080	12	639	620
Building	2,488	297	92	540	2,337
Local Improvements	1,148	9	44	9	1,192
Affordable Housing	2,763	-	109	25	2,847
Tax Sale Lands	40,163	3	1,577	4,312	37,431
Waterworks	6,486	-	252	106	6,632
Parking	549	-	28	27	550
Civic Amenity	17,007	6,800	893	130	24,570
Justice Administration Accomodation	341	-	13	29	325
Streets DCC	204	36	9	-	249
Parks DCC	3	2,966	27	2,966	30
Lower Lonsdale Amenity	7,126	431	241	2,289	5,509
Lower Lonsdale Legacy	2,620	-	99	119	2,600
Infrastructure	1,385	2,851	58	2,633	1,661
Public Art	245	85	41	-	371
Marine Drive Community Amenity	295	-	11	1	305
Sustainable Transportation	419	88	16	70	453
Carbon Fund	334	81	12	84	343
<b>Total</b>	<b>\$ 87,334</b>	<b>\$ 15,772</b>	<b>\$ 3,705</b>	<b>\$ 14,606</b>	<b>\$ 92,205</b>

**(b) Appropriated and Unappropriated**

	2014	2013
Appropriated:		
General funds	\$ 9,456	\$ 8,871
Water fund	207	207
Sewer fund	7,710	6,789
Capital funds	6,173	7,169
Invested in Tangible Capital Assets	254,056	248,860
Unappropriated:		
General funds	4,042	4,085
Water fund	-	52
Sewer fund	811	857
	<b>\$ 282,455</b>	<b>\$ 276,890</b>

**The Corporation of the City of North Vancouver  
Notes to Consolidated Financial Statements  
Year ended December 31, 2014  
(tabular amounts in thousands of dollars)**

**10. COMMITMENTS AND CONTINGENCIES**

**(a) Property Taxes**

The City is obliged to levy, collect and remit the property taxes on behalf of, and to finance the arrears of property taxes of, other bodies as follows:

Collections for and remittances to other governments	2014	2013
Provincial Government - Schools	\$ 32,016	\$ 31,763
Greater Vancouver Regional District	1,016	1,070
Greater Vancouver Transportation Authority	7,427	7,254
British Columbia Assessment Authority	1,183	1,152
Municipal Finance Authority	4	4
	\$ 41,646	\$ 41,243

The above amounts are excluded from the Property Value Tax in the consolidated financial statements.

**(b) Pension Liability**

The City and its employees contribute to the Municipal Pension Plan (the Plan), a jointly trustee pension plan. The Board of Trustees, representing plan members and employers, is responsible for overseeing the management of the Plan, including investment of the assets and administration of benefits. The Plan is a multi-employer contributory pension plan. Basic pension benefits provided are based on a formula. The plan has about 182,000 active members and approximately 75,000 retired members. Active members include approximately 641 contributors from the City of North Vancouver.

The most recent actuarial valuation as at December 31, 2012 indicated a \$1,370 million funding deficit for basic pension benefits. The next valuation will be as of December 31, 2015 with results available in 2016. Employers participating in the Plan record their pension expense as the amount of employer contributions made during the fiscal year (defined contribution pension plan accounting). This is because the Plan records accrued liabilities and accrued assets of the Plan in aggregate with the result that there is no consistent and reliable basis for allocating the obligation, assets and cost to the individual employers participating in the Plan.

The City paid \$3,392,000 (2013 - \$3,157,000) for employer contributions to the Plan in fiscal 2014.

**(c) Contingent Liabilities**

The City is currently engaged in or party to certain legal actions, assessment appeals and other existing conditions involving uncertainty which may result in material loss. A reasonable estimate of these future liabilities has been made where possible and is recorded in the financial statements as a liability. Where the outcomes of amounts or losses are uncertain, no amounts have been recorded.

**The Corporation of the City of North Vancouver  
Notes to Consolidated Financial Statements  
Year ended December 31, 2014  
(tabular amounts in thousands of dollars)**

**10. COMMITMENTS AND CONTINGENCIES (con't)**

**(d) E-Comm**

The City is a member of Emergency Communications for British Columbia, Incorporated ("E-Comm"), an organization comprised predominately of member municipalities, for the purpose of providing emergency dispatch services. The City is represented on the board and as a class "A" shareholder has voting rights should the organization want to incur additional debt.

The E-Comm facility was constructed using debt as a financing mechanism and members are liable for a proportionate share of that debt. This debt is repaid by members through annual fees charged by E-Comm. Should E-Comm dissolve, the members would be liable for a proportionate share of any residual debt. Alternatively, should members choose to opt out of E-Comm they would be liable for a proportionate share of debt at the time of withdrawal.

The City holds 2 class "A" shares and one class "B" share.

**(e) Contractual Obligations**

During 2014 the City, in conjunction with the District of North Vancouver and the District of West Vancouver, entered into a new contract for recyclables collection for a period of 5 years commencing July 1, 2015. The City's portion of the annual contract costs is expected to be approximately \$1,250,000 for the years 2015 to 2020. The City is also eligible to receive an incentive from Multi-Materials BC (MMBC) of approximately \$55,000 per month (\$660,000 annually).

**11. TRUST FUNDS**

Certain assets have been conveyed or assigned to the City to be administered as directed by an agreement or statute. The City holds the assets for the benefit of, and stands in a fiduciary relationship to, the beneficiary. The Cemetery Trust Fund, totaling \$2,218,000 (2013 - \$2,060,000), which is administered by the City, has not been included with the City's accounts.

**12. SEGMENTED INFORMATION**

The City is a diversified municipal government entity in the Province of British Columbia that provides a wide range of services to its citizens. Certain functional areas have been combined and separately disclosed in the segmented information. The segments and the services they provide are as follows:

**General Government**

General Government provides the administrative and legislative services that support the various sectors of the City. Functions include financial planning and reporting, economic development and legislative services.

**Transportation and Transit**

The Transportation department aims to provide enhanced access to public transit, safe pedestrian and cyclist routes, enable accessible transportation for people with limited mobility and maintain existing infrastructure. These goals are achieved through street design, traffic signals and signs, street lighting and road maintenance activities.

**The Corporation of the City of North Vancouver  
Notes to Consolidated Financial Statements  
Year ended December 31, 2014  
(tabular amounts in thousands of dollars)**

**12. SEGMENTED INFORMATION (con't)**

**Health, Social Services and Housing**

Health, Social Services and Housing encompasses a wide variety of City funded initiatives aimed at supporting the social structure and sustainability of the community. Included are cemetery operations, youth and family support services, seniors programs and homeless prevention initiatives.

**Development Services**

Development Services' focus is community planning, which includes land use guidelines, the management of City owned lands, heritage planning and development of the City's official community plan.

**Protective Services**

Protective Services is comprised of the North Vancouver RCMP detachment, the North Vancouver City Fire Department and bylaw enforcement. The North Vancouver RCMP detachment plays an integral role in the protection of North Vancouver residents and their property through crime prevention and detection, emergency response and victim services. The North Vancouver City Fire Department is responsible to provide fire suppression service, fire prevention services and fire safety education.

**Parks, Recreation and Culture**

Parks, Recreation and Culture provides access to recreation facilities, the operation and maintenance of the City's many parks and trails, the North Vancouver City Library and the City's participation in the North Vancouver Museum and Archives and the North Vancouver Office of Cultural Affairs.

**Water Utilities**

The Water Utility, in conjunction with Metro Vancouver, provides safe, clean, reliable water to the residents and businesses of the City of North Vancouver.

**Sewer Utilities**

The Sewer Utility collects waste water and transports it to trunk water mains and wastewater treatment plants operated by Metro Vancouver. In addition to the collection of wastewater, the Sewer Utility also manages the City's 150km storm sewerage system which diverts rainfall runoff from private property with an emphasis on flood prevention.

**Solid Waste**

The Solid Waste department provides curbside garbage, recycling and yard trimmings collection to the residents of the City of North Vancouver.

**The Corporation of the City of North Vancouver**  
**Notes to Consolidated Financial Statements**  
**Year ended December 31, 2014**  
**(tabular amounts in thousands of dollars)**

**12. SEGMENTED INFORMATION (con't)**

	Revenues	Expenses					Total	Annual Surplus(Deficit)
		Wages & Benefits	Goods & Supplies	Services	Depreciation	Capitalized		
General government	\$ 68,970	\$ 10,961	\$ 4,426	\$ 3,097	\$ 3,393	\$ (4,361)	17,516	\$ 51,454
Transportation and transit	2,931	2,714	798	7,795	1,236	(6,324)	6,219	(3,288)
Health, social services and housing	324	464	50	1,846	-	(7)	2,353	(2,029)
Development services	4,744	3,898	27	653	-	-	4,578	166
Protective services	1,669	15,314	611	5,670	1,107	(118)	22,584	(20,915)
Parks, recreation and culture	6,893	12,801	948	10,530	4,040	(3,923)	24,396	(17,503)
Water utilities	9,230	2,006	6,205	1,110	787	(2,124)	7,984	1,246
Sewer utilities	8,744	1,266	240	6,130	637	(242)	8,031	713
Solid waste	4,632	1,251	28	2,691	70	-	4,040	592
2014	<u>\$ 108,137</u>	<u>\$ 50,675</u>	<u>\$ 13,333</u>	<u>\$ 39,522</u>	<u>\$ 11,270</u>	<u>\$ (17,099)</u>	<u>\$ 97,701</u>	<u>\$ 10,436</u>
2013	<u>\$ 131,347</u>	<u>\$ 49,380</u>	<u>\$ 15,142</u>	<u>\$ 34,991</u>	<u>\$ 10,495</u>	<u>\$ (16,663)</u>	<u>\$ 93,345</u>	<u>\$ 38,002</u>

**The Corporation of the City of North Vancouver**  
**Notes to Consolidated Financial Statements**  
**Year ended December 31, 2014**  
**(tabular amounts in thousands of dollars)**

**13. BUDGET FIGURES**

The audited budget figures presented in these consolidated financial statements are based upon the financial plan approved by Council as the Financial Plan for the Years 2014 to 2023 Bylaw, 2014, No. 8364 April 28, 2014. The table below reconciles the approved budget to the budget figures reported.

	<u>Financial Plan Bylaw</u>
Revenue per consolidated statement of operations	\$ 92,120
Less:	
Interagency Funds	(6,569)
Add:	
Transfer from other funds	216
Revenue per financial plan bylaw 8364	<u>85,767</u>
Expenses per consolidated statement of operations	93,991
Add:	
Transfer to other funds	9,290
Less:	
Interagency payments	(6,569)
Expenses per financial plan bylaw 8364	<u>96,712</u>
Deficit for the year	(10,945)
Reserves and capital:	
Capital expenditures	(96,425)
Depreciation	11,000
Transfers from reserves	67,330
External contributions	29,040
Annual budgeted Surplus per financial plan bylaw	<u>\$ -</u>

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**The Corporation of the City of North Vancouver**

**2014 Statement of Financial Information**

**Financial Information Regulation, Schedule 1**

**Section 4 (4)**

**Section 5 (4)**

**Section 6 (2) (a)**

**Sections 6 (2) (b) & 6 (2) (c)**

**Section 6 (2) (d)**

**Sections 6 (7) (a) & 6 (7) (b)**

**Section 7 (1) (a)**

**Section 7 (1) (b)**

**Section 7 (1) (c)**

**Section 7 (2) (b)**

**Section 9 (2)**

**Sections 9 (3) & 9 (4)**

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**The Corporation of the City of North Vancouver  
Schedule of Debts  
FIR Schedule 1, Section 4 (4)  
2014**

Information on the City of North Vancouver's debt is included in note 6 to the audited consolidated financial statements.

**The Corporation of the City of North Vancouver  
Schedule of Guarantee and Indemnity Agreements  
FIR Schedule 1, Section 5 (4)  
2014**

The City of North Vancouver's Bylaw 7714 authorizes the borrowing of Two Million Dollars (\$2,000,000) for the purpose of lending funds to the Lonsdale Energy Corporation, a municipal environment project providing heat energy and domestic hot water.

There is a loan agreement with the City of North Vancouver, Federation of Canadian Municipalities (FCM) and Municipal Finance Authority (MFA).

**The Corporation of the City of North Vancouver  
Schedule of Remuneration and Expenses paid to Elected Officials  
FIR Schedule 1, Section 6 (2) (a)  
2014**

<b>Elected Official</b>	<b>Remuneration</b>	<b>Benefits<sup>1</sup></b>	<b>Car Allowance</b>	<b>Subtotal</b>	<b>Expenses</b>	<b>Total</b>
Back, Holly	\$ 2,061	\$ 989		\$ 3,050	\$ 59	\$ 3,109
Bell, Don	36,301	2,822		39,123	9,726	48,849
Bookham, Pamela	36,301	3,340		39,641	331	39,972
Buchanan, Linda	36,301	7,944		44,245	9,282	53,527
Clark, Rod	36,301	4,215		40,516	6,130	46,646
Heywood, Guy <sup>2</sup>	55,368	7,314		62,682	3,710	66,392
Keating, Craig	36,301	7,944		44,245	5,683	49,928
Mussatto, Darrell	97,815	6,083	9,552	113,450	12,845	126,295
<b>Total</b>	<b>\$ 336,749</b>	<b>\$ 40,651</b>	<b>\$ 9,552</b>	<b>\$ 386,952</b>	<b>\$ 47,766</b>	<b>\$ 434,718</b>

1. Includes taxable and non taxable benefits, and the employers' portion of CPP.

2. Former Councillor Heywood received a retirement stipend in 2014 of approximately \$20,000, as per the "Council Health Benefits Bylaw, 1999, No. 7192".

**The Corporation of the City of North Vancouver  
Schedule of Employee Remuneration and Expenses  
FIR Schedule 1, Section 6 (2) (b) and 6 (2) (c)  
2014**

Last Name	Initial	Remuneration <sup>1</sup>	One-Time Payments <sup>2</sup>	Subtotal	Expenses	Total
Adin	E	\$ 133,382		\$ 133,382	\$ 3,693	\$ 137,075
Arnold	D	96,781		96,781	576	97,357
Ashley	J	86,809		86,809	-	86,809
Beckett	D	109,672		109,672	1,163	110,835
Beier	W	112,234		112,234	2,763	114,997
Bench	C	83,732		83,732	1,608	85,340
Bjarnason	E	122,493		122,493	-	122,493
Boivin	L	91,417		91,417	1,150	92,567
Borland	J	83,962		83,962	1,982	85,944
Boucher	N	116,425		116,425	399	116,824
Bovill	J	87,861		87,861	-	87,861
Bradley	T	116,126		116,126	300	116,425
Braithwaite	J	78,368		78,368	-	78,368
Browne	R	99,764		99,764	4,977	104,741
Browne	B	85,702		85,702	-	85,702
Brownie	R	80,207		80,207	-	80,207
Burak	R	84,861		84,861	(1,366)	83,495
Cameron	D	87,918		87,918	340	88,258
Campo	B	76,060		76,060	840	76,900
Chand	N	127,120	3,213	130,333	905	131,238
Charlton	R	119,876		119,876	398	120,274
Chong	L	92,359		92,359	1,428	93,787
Chu	K	84,580		84,580	3,419	88,000
Chu	D	81,865		81,865	-	81,865
Clarke	T	86,858		86,858	11,176	98,035
Cohan	J	88,144		88,144	670	88,814
Cook	T	80,026		80,026	-	80,026
Cooper	D	86,850		86,850	267	87,117
Craig	R	76,045		76,045	209	76,254
Cullen	R	84,368		84,368	-	84,368
Curtin	M	85,500		85,500	-	85,500
Dale	A	82,338		82,338	28	82,366
Danks	G	99,169		99,169	3,154	102,324
Danks	M	93,920		93,920	-	93,920
De Ruitter	J	136,975		136,975	1,278	138,254
Di Spirito	D	98,821		98,821	300	99,120
Dickie	M	77,226		77,226	199	77,425

Notes:

1. Per FIR, Schedule 1, subsection 6(1), remuneration is defined as "any form of salary, wages, bonuses, gratuities, taxable benefits, payment into trust or any form of income deferral paid by the corporation to the employee or on behalf of the employee during the fiscal year being reported upon, whether or not such remuneration is reported under the Income Tax Act (Canada), but does not include anything payable under a severance agreement. Excludes one-time payments referenced in Note 2.

2. Includes one-time payments such as prior year vacation for exempt (non-union) employees as part of Council's policy.

**The Corporation of the City of North Vancouver  
Schedule of Employee Remuneration and Expenses  
FIR Schedule 1, Section 6 (2) (b) and 6 (2) (c)  
2014**

Last Name	Initial	Remuneration <sup>1</sup>	One-Time Payments <sup>2</sup>	Subtotal	Expenses	Total
Dickson	S	\$ 90,543		\$ 90,543	\$ 1,330	\$ 91,872
Dickson	D	85,110		85,110	1,415	86,525
Dodge	C	82,910		82,910	-	82,910
Dorey	D	110,763		110,763	-	110,763
Drobny	M	93,313		93,313	1,030	94,343
Easton	A	108,205		108,205	313	108,518
Easton	S	92,135		92,135	1,030	93,165
Elliott	G	85,649		85,649	-	85,649
Elsoff	P	97,516		97,516	1,360	98,877
Epp	M	102,356		102,356	1,311	103,667
Fernandes	C	75,411		75,411	684	76,094
Fevrier	S	111,202		111,202	1,678	112,880
Ficocelli	J	101,714		101,714	1,614	103,328
Finlayson	A	100,442		100,442	6,137	106,578
Forsyth	I	66,929	10,010	76,939	14	76,954
Garden	S	93,959		93,959	1,705	95,664
Germaine	T	122,793		122,793	2,601	125,395
Gill	R	78,347		78,347	76	78,424
Gooch	C	77,714		77,714	285	77,999
Gordon	I	89,767	3,358	93,125	1,391	94,516
Graham	K	150,145		150,145	5,005	155,150
Granger	P	105,767		105,767	1,113	106,880
Greenlees	R	88,961		88,961	162	89,123
Gusdal	G	85,851	4,234	90,085	4,971	95,055
Hallaway	M	78,803		78,803	-	78,803
Hanlon	R	111,302		111,302	290	111,592
Harrison	A	83,280		83,280	-	83,280
Hart	F	89,495		89,495	-	89,495
Hawkshaw	D	95,836		95,836	1,030	96,866
Hickey	P	75,040		75,040	75	75,115
Higgs	B	114,005		114,005	-	114,005
Hilton	D	104,273		104,273	100	104,373
Hofflena	G	100,925		100,925	5,279	106,204
Howard	R	76,119		76,119	72	76,192
Hudson	A	95,041		95,041	286	95,327
Hunter	M	135,360		135,360	1,608	136,968
Hurd	L	107,393		107,393	811	108,203

Notes:

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**The Corporation of the City of North Vancouver  
Schedule of Employee Remuneration and Expenses  
FIR Schedule 1, Section 6 (2) (b) and 6 (2) (c)  
2014**

Last Name	Initial	Remuneration <sup>1</sup>	One-Time Payments <sup>2</sup>	Subtotal	Expenses	Total
Iler	D	\$ 84,800		\$ 84,800	\$ 394	\$ 85,194
Johnson	P	109,070		109,070	3,836	112,905
Johnson	B	95,949		95,949	2,946	98,895
Johnson	M	80,174		80,174	-	80,174
Johnston	W	83,284		83,284	44	83,328
Karamanian	S	130,054		130,054	4,478	134,532
Kelso	M	92,934		92,934	1,030	93,964
Kilmartin	T	79,757		79,757	713	80,469
Kirkpatrick	N	112,436		112,436	2,310	114,746
Klochnyk	J	105,639		105,639	1,208	106,847
Ko	N	75,966		75,966	2,157	78,122
Kran	J	81,578		81,578	244	81,822
Kurnicki	A	100,673		100,673	2,204	102,876
LaMontagne	N	85,172	189	85,361	1,206	86,568
Lemanski	C	83,086		83,086	1,030	84,116
Lentsch	T	84,699		84,699	-	84,699
Lewis	J	82,465		82,465	5,035	87,500
Low	W	80,784		80,784	2,156	82,940
Lurbiecki	P	82,616		82,616	1,756	84,372
Mackay	M	94,720		94,720	1,030	95,750
MacLean	M	87,789		87,789	1,245	89,034
Mahood	B	138,643	3,204	141,847	12	141,859
Maillie	D	96,143		96,143	300	96,442
Matsubara	D	115,152		115,152	634	115,786
McCartney	S	75,155		75,155	562	75,717
McEachern	K	82,653		82,653	25	82,678
McNaughton	G	75,949		75,949	-	75,949
Merrill	D	121,444		121,444	693	122,137
Mitic	D	128,567		128,567	4,208	132,775
Moberg	B	90,724		90,724	686	91,410
Moore	A	98,685		98,685	650	99,335
Murphy	K	88,699		88,699	2,749	91,448
Naab	K	87,519		87,519	3,017	90,536
Navratil	P	153,798		153,798	3,258	157,056
Negenman	A	78,364		78,364	1,060	79,424
Nelson	L	77,983		77,983	-	77,983
Ney	S	157,161		157,161	1,309	158,471
Nichols	C	123,245		123,245	772	124,016

Notes:

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2. Includes one-time payments such as prior year vacation for exempt (non union) employees as part of Council's policy.

**The Corporation of the City of North Vancouver  
Schedule of Employee Remuneration and Expenses  
FIR Schedule 1, Section 6 (2) (b) and 6 (2) (c)  
2014**

Last Name	Initial	Remuneration <sup>1</sup>	One-Time Payments <sup>2</sup>	Subtotal	Expenses	Total
Orr	L	\$ 136,250		\$ 136,250	\$ 3,255	\$ 139,505
Owens	D	131,871		131,871	1,894	133,764
Pakulak	D	123,018	1,049	124,067	553	124,621
Parker	L	85,917		85,917	1,396	87,313
Payne	A	92,640		92,640	1,415	94,055
Pearce	B	157,314		157,314	1,107	158,421
Peel	M	90,411		90,411	3,862	94,272
Pellatt	M	80,677		80,677	939	81,616
Penner	P	104,994		104,994	580	105,575
Penway	G	174,263	9,983	184,246	3,744	187,990
Perreault	H	80,465		80,465	229	80,693
Perry	C	86,625		86,625	274	86,898
Piechota	K	79,382		79,382	1,329	80,711
Pistilli	D	175,035	8,540	183,575	2,630	186,205
Pollock	B	92,673		92,673	1,267	93,940
Polman	J	95,488		95,488	-	95,488
Poole	R	133,744		133,744	1,444	135,188
Pope	D	180,150		180,150	5,198	185,347
Price	D	78,489		78,489	670	79,159
Rabold	C	115,338	5,928	121,266	4,143	125,409
Ranson	S	92,208		92,208	-	92,208
Rasmussen	D	84,354		84,354	-	84,354
Rawlings	F	86,116		86,116	2,552	88,668
Reinhold	H	111,447		111,447	809	112,256
Richards	P	88,172		88,172	1,543	89,714
Ring	D	80,204		80,204	120	80,324
Rippon	D	92,353		92,353	1,517	93,870
Rohan	C	80,934		80,934	1,884	82,818
Rozairo	G	98,354		98,354	7,468	105,823
Ryce	T	119,454		119,454	2,509	121,963
Savage	R	79,827		79,827	310	80,137
Schalk	G	102,252		102,252	-	102,252
Schreiner	R	151,108		151,108	648	151,755
Sellars	J	101,082		101,082	2,541	103,623
Shaughnessy	M	88,926		88,926	1,030	89,956
Sheel	J	102,121		102,121	-	102,121
Siegmann	R	105,137		105,137	-	105,137
Siegmann	H	94,308		94,308	4,494	98,802

Notes:

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2. Includes one-time payments such as prior year vacation for exempt (non-union) employees as part of Council's policy.

**The Corporation of the City of North Vancouver  
Schedule of Employee Remuneration and Expenses  
FIR Schedule 1, Section 6 (2) (b) and 6 (2) (c)  
2014**

Last Name	Initial	Remuneration <sup>1</sup>	One-Time Payments <sup>2</sup>	Subtotal	Expenses	Total
Siemens	J	\$ 91,516		\$ 91,516	\$ 400	\$ 91,916
Sigurdson	J	82,679		82,679	1,460	84,139
Smith	S	97,525		97,525	1,249	98,774
So	E	91,576		91,576	1,251	92,827
Sommers	J	87,195		87,195	-	87,195
Stainton	G	126,847	5,319	132,166	1,410	133,575
Stead	G	81,684		81,684	1,200	82,885
Stevenson	M	86,533		86,533	500	87,033
Steward	I	91,549		91,549	1,346	92,895
Stirling	L	78,888		78,888	4,632	83,520
Strubin	C	87,855		87,855	-	87,855
Sutherland	S	86,733		86,733	2,202	88,935
Tang	B	77,144		77,144	-	77,144
Themens	B	170,330		170,330	1,923	172,253
Theroulde	J	88,977		88,977	-	88,977
Tollstam	K	265,892	44,800	310,692	11,808	322,500
Trinkl	M	87,401		87,401	708	88,108
Trinkl	G	83,395		83,395	1,253	84,649
Turner	D	120,636	3,484	124,120	1,451	125,571
Urbani	J	81,097		81,097	130	81,226
Van Born	S	101,131		101,131	368	101,499
Walsoff	L	87,425		87,425	350	87,775
Warawa	B	83,662		83,662	-	83,662
Watson	D	85,785		85,785	841	86,626
Weeks	K	86,337		86,337	367	86,704
White	D	76,190		76,190	963	77,153
Wilkes	K	118,202		118,202	7,371	125,573
Wilkinson	B	96,328		96,328	-	96,328
Wilkinson	C	89,608		89,608	844	90,451
Williams	D	86,272		86,272	942	87,214
Willock	B	123,023		123,023	570	123,593
Wilson	S	78,997		78,997	17	79,014
Zander	S	86,160		86,160	1,655	87,815
<b>Subtotal</b>		<b>\$ 18,101,386</b>	<b>\$ 103,311</b>	<b>\$ 18,204,697</b>	<b>\$ 252,152</b>	<b>\$ 18,456,849</b>
Consolidated total of employees earning \$75,000 or less		<b>\$ 17,034,683</b>	<b>\$ 48,879</b>	<b>\$ 17,083,562</b>	<b>\$ 96,777</b>	<b>\$ 17,180,339</b>
<b>Total</b>		<b>\$ 35,136,069</b>	<b>\$ 152,190</b>	<b>\$ 35,288,259</b>	<b>\$ 348,929</b>	<b>\$ 35,637,188</b>

Notes:

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**The Corporation of the City of North Vancouver  
 Reconciliation Between Total Remuneration & Financial Statements  
 FIR Schedule 1, Section 6 (2) (d)  
 2014**

FIR Schedule 1, Section 6 (2) (a) - Remuneration paid to elected officials	\$	386,952
FIR Schedule 1, Section 6 (2) (b) and 6 (2) (c) - Employee Remuneration		35,288,259
<b>Total City of North Vancouver Remuneration</b>	<b>\$</b>	<b>35,675,211</b>
 <b><u>Reconciling items</u></b>		
<b>Add:</b>		
Related Party Salaries and Benefits:		
City of North Vancouver Library	\$	2,767,895
North Vancouver Recreation Commission		6,040,285
City of North Vancouver non-taxable benefits		6,132,384
Post employment benefits		602,400
2014 salary accrual		1,257,358
 <b>Subtract:</b>		
Recoveries:		
District of North Vancouver share of Museum and Archives Commission		(379,047)
District of North Vancouver for share of Police Support Services Salaries & Benefits		(138,141)
Workers' Compensation Board and other staff recoveries		(36,464)
2013 salary accrual		(930,811)
Office of Cultural Affairs remuneration		(213,424)
Other net adjustments		(102,646)
 Wages and benefits per note 12 of audited consolidated financial statements	 <b>\$</b>	 <b>50,675,000</b>

**The Corporation of the City of North Vancouver  
Statement of Severance Agreements  
FIR Schedule 1, Section 6 (7)(a) & (b)  
2014**

There were three severance agreements under which payment commenced between The Corporation of the City of North Vancouver and its non-unionized employees during fiscal year 2014.

- Six months' lump sum payment
- Six months' lump sum payment
- Three months' lump sum payment

Severance agreement payments were determined based on salary only. The Statement of Severance Agreements reflects the full amount of payments for City employees who are cost shared with external parties.

**The Corporation of the City of North Vancouver  
Schedule of Suppliers of Goods and Services  
FIR Schedule 1, Section 7 (1) (a) and (b)  
2014**

<b>Vendor</b>	<b>Payment</b>
0892230 BC LTD dba PJ CONTRACT	\$ 169,206
A CARPENTER & A GENTLEMAN CONSTRUCTION	120,652
A.C. PAVING CO LTD	25,419
ACCELA, INC.	57,682
AECOM CANADA LTD.	32,250
ALL SEASONS AIR CONDITIONING LTD	27,474
ALLWEST INSURANCE SERVICES LTD	194,635
ANDERSON CREEK SITE DEVELOPING	42,636
ANDREW SHERET LTD	121,805
AON REED STENHOUSE INC	569,004
APEX SITEWORKS LTD.	54,920
APPLE ONLINE STORE	36,793
ARBOR EDUCATIONAL	31,100
ASTROTURF WEST DISTRIBUTIONS LTD	445,000
B&B HEAVY CIVIL CONSTRUCTION LTD	915,294
BA BLACKTOP LTD	2,919,569
BARTLE & GIBSON CO LTD	25,430
BC HYDRO	740,782
BELL CANADA	42,643
BELL MOBILITY INC.	61,426
BIRDSEYE OFFICE	113,990
BOARDWALK COMMUNICATIONS LTD.	28,126
BULL HOUSSER & TUPPER LLP	796,681
BULL, HOUSSER & TUPPER LLP - IN TRUST	966,726
BUNT & ASSOCIATES	43,376
CAM CLARK FORD LINCOLN	35,052
CANADA POST CORPORATION	59,681
CANADIAN LINEN AND UNIFORM	32,036
CANADIAN NATIONAL RAILWAY	952,447
CANSEL SURVEY EQUIPMENT INC.	35,775
CARMICK INTERIORS INC	249,580
CEDAR CREST LANDS (B.C.) LTD	336,400
CHAPMAN BURNER & HEATING	151,041
CHERWELL SOFTWARE LLC	40,232
CHEVRON CANADA LTD	376,306
CITY OF SURREY	223,994
CITY OF VANCOUVER	36,294
CLARK'S AUDIO	47,838
COBRA ELECTRIC	400,968
COGENT CONTRACTING INC.	49,401
COMMISSIONAIRES BC	116,983
CORIX WATER PRODUCTS LP	186,134
CRAGAR WELDING INC	58,200
DARWIN PROPERTIES (60 FELL) LTD	125,000

**The Corporation of the City of North Vancouver  
Schedule of Suppliers of Goods and Services  
FIR Schedule 1, Section 7 (1) (a) and (b)  
2014**

<b>Vendor</b>	<b>Payment</b>
DELTA SIERRA CONSTRUCTION	\$ 25,885
DIAMOND PRE-CAST CONCRETE LTD	35,198
DIRECT COMMUNICATIONS MARKETING	39,278
DISTRICT OF NORTH VANCOUVER	1,864,224
DMD AND ASSOCIATES LTD	46,405
DOMINION SELF-PARK SYSTEMS LTD	80,941
E-COMM	250,627
ELECTION SYSTEMS & SOFTWARE INC	31,949
ESC AUTOMATION INC	39,884
ESRI CANADA LTD	77,203
EST ENVIRONMENTAL TECHNOLOGIES	44,384
FASKEN MARTINEAU DUMOULIN LLP	39,298
FORTIS BC ENERGY INC.	60,640
FRANCES ANDREW SITE FURNISHING	29,610
FRASER WAY PRECAST LTD	105,028
FRED SURRIDGE LTD	223,942
GEOADVICE ENGINEERING INC.	42,633
GOLDER ASSOCIATES LTD	451,565
GREATER VANCOUVER SEWERAGE AND DRAINAGE DISTRICT	5,365,524
GREATER VANCOUVER WATER DISTRICT	4,706,103
HABITAT SYSTEMS INC	39,308
HANSEN INFORMATION TECHNOLOGIES	53,768
HAPA LANDSCAPE ARCHITECTURE	132,637
HUB FIRE ENGINES AND EQUIPMENT	289,250
INFOR (CANADA), LTD.	77,529
INNOVATIVE TRAFFIC SOLUTIONS	211,447
INTERCONTINENTAL TRUCK BODY	45,135
ISL ENGINEERING & LAND SERVICE	186,540
JD'S MOUNTAIN TOWING	274,666
JIM WILES AND SON LTD	133,382
K.D.S. CONSTRUCTION LTD	62,515
KAL-TIRE #073 - NORTH VANCOUVER	36,163
KCI	26,356
KC'S RAIL SERVICES INC.	25,100
KEI SPACE	25,465
KERR WOOD LEIDAL ASSOCIATES LTD	163,236
KINGFISHER DOCKS LTD.	30,522
KPMG LLP	63,633
LASER VALLEY TECHNOLOGIES	31,052
LEHIGH MATERIALS	83,599
LMLTD HOLDINGS CORP	66,484
LONG VIEW SYSTEMS	42,671
LONSDALE ENERGY CORP	134,125
LORDCO PARTS #24 - N VANCOUVER	34,040

**The Corporation of the City of North Vancouver  
Schedule of Suppliers of Goods and Services  
FIR Schedule 1, Section 7 (1) (a) and (b)  
2014**

<b>Vendor</b>	<b>Payment</b>
MAINROAD MAINTENANCE PRODUCTS	\$ 34,557
MANCORP INDUSTRIAL SALES LTD	25,054
MAR-TECH UNDERGROUND SERVICES	303,360
MCRAE'S ENVIRONMENTAL SERVICES	265,533
MDE ELECTRICAL MECHANICAL	131,055
METRO MOTORS LTD	142,499
MICROSOFT LICENSING GP:WRC-CA	295,832
MILLS PRINTING PRODUCT	70,939
MINISTER OF FINANCE	52,154
MUNICIPAL PENSION PLAN	3,202,762
NORTH CONSTRUCTION	729,174
NORTH SHORE NEWS	137,119
NORTH VANCOUVER CHAMBER OF COMMERCE	50,000
NORTH VANCOUVER RECREATION COMMISSION	34,711
OMB OFFICE OF MCFARLANE BIGGAR	136,164
OPEN TEXT CORPORATION	40,711
OPTIMUS FUNDRAISING	52,500
ORACLE CANADA ULC	194,848
PACIFIC BLUE CROSS	1,268,732
PALADIN SECURITY GROUP LTD	38,837
PALMIERI BROS. PAVING LTD.	68,165
PITNEYWORKS	44,634
PJS SYSTEMS INC.	34,041
PRIDY BROS. HOUSE MOVING	48,996
PW TRENCHLESS CONSTRUCTION INC	65,411
RAYDON RENTALS LTD.	120,147
RECEIVER GENERAL FOR CANADA	11,154,963
REMAX RESULTS REALTY IN TRUST	50,000
REMPER BROS CONCRETE LTD.	94,877
RF BINNIE AND ASSOCIATES LTD	96,924
RICOH CANADA INC	52,992
RITE-WAY FENCING INC	87,734
ROCKY MOUNTAIN PHOENIX	25,864
ROGERS WIRELESS INC	73,698
ROLLINS MACHINERY LTD	51,086
ROSE SECURITY SERVICES INC	74,238
ROSS MORRISON ELECTRICAL LTD	113,737
SANDHILL DEVELOPMENT LTD	42,793
SCALAR DECISIONS INC.	463,509
SCOTTISH LINE PAINTING LTD	30,720
SEASPAN INTERNATIONAL LTD.	721,914
SHERINE INDUSTRIES LTD	38,041
SIRSIDYNIX (CANADA) INC.	63,155
SPACE2PLACE DESIGN INC.	98,681

**The Corporation of the City of North Vancouver  
Schedule of Suppliers of Goods and Services  
FIR Schedule 1, Section 7 (1) (a) and (b)  
2014**

<b>Vendor</b>	<b>Payment</b>
STANDARD BUILDING SUPPLY	\$ 27,464
STANTEC CONSULTING LTD.	97,999
SUPER SAVE DISPOSAL INC	46,612
SUPERIOR CITY SERVICES LTD	29,029
SURESPAN CONSTRUCTION LTD.	40,728
TAB PRODUCTS OF CANADA	36,541
TEAMWORX INNOVATIONS INC	28,620
TELUS COMMUNICATIONS INC	114,227
TELUS SERVICES INC	46,527
TERVITA	81,706
TETRA TECH	25,682
TIMBERLINE TREE SERVIC - N.VAN	30,356
TRANSTAR SANITATION SUPPLY LTD	36,007
TREEN SAFETY (WORKSAFE) INC.	45,381
TWILIGHT MARKETS LTD	54,000
TWIN ISLAND EXCAVATING LTD.	199,936
UCC GROUP INC	1,233,722
UNION OF BC MUNICIPALITIES	28,634
URBAN SAWING AND SCANNING CO	75,987
URECON LTD	111,505
VADIM COMPUTER MANAGEMENT GROUP	34,513
VALKYRIE LAW GROUP LLP	25,903
VANCOUVER FRASER PORT AUTHORITY	405,011
VANPORT ENTERPRISES LTD	98,509
VFA CANADA CORPORATION	25,374
WAJAX INDUSTRIES LTD.	128,191
WESCLEAN EQUIPMENT & CLEANING	28,642
WEST 15 PROJECT HOLDINGS LTD	41,606
WESTERN PACIFIC ENTERPRISES GP	34,496
WHOLESALE FIRE AND RESCUE LTD	46,480
WILLOW SPRING CONSTRUCTION	652,847
WORKER'S COMPENSATION BOARD	357,389
<b>Section 7(1)(a) - Vendors over \$25,000</b>	<b>\$ 53,117,418</b>
<b>Section 7(1)(b) - Vendors \$25,000 or less</b>	<b>\$ 4,965,986</b>
<b>Grand Total Sections 7(1)(a) and 7(1)(b)</b>	<b><u>\$ 58,083,404</u></b>

**The Corporation of the City of North Vancouver  
Reconciliation between total payments to suppliers & financial statements  
FIR Schedule 1, Section 7 (1) (c)  
2014**

FIR Schedule 1, Section 7(1) (a) & (b) - Payments to Suppliers of Goods and Services	\$	58,083,404
FIR Schedule 1, Section 7(2)(b) - Grants and Contributions		12,375,112
<b>Subtotal - Payments to Suppliers</b>	<b>\$</b>	<b>70,458,516</b>

**Reconciling items**

Total Wages and Benefits per FIR Schedule 1, Section 6(2)(d)	\$	50,675,000
Employer portion of employee benefits included in payments and wages and benefits		(6,898,221)
FIR Schedule 1, Section 6 (2) (a) - Elected Officials Expenses		47,766
FIR Schedule 1, Section 6 (2) (b) and 6 (2) (c) - Employee Expenses		348,929

**Related Parties**

<b>City of North Vancouver Library</b>		
Remove City of North Vancouver grant to Library		(3,519,450)
FIR Schedule 1, Section 7(1) (a) & (b) - Payments to Suppliers of Goods and Services		654,977
FIR Schedule 1, Section 6(2) - Employee and Board Expenses		14,298
Other net adjustments (includes depreciation)		431,268
<b>North Vancouver Recreation Commission ("NVRC")</b>		
Remove wages and benefits included above		(6,040,285)
Add City of North Vancouver share of NVRC 2014 expenses		7,781,273
Remove City of North Vancouver share of City grant to NVRC		(1,305,567)
Other net adjustments		(100,849)
<b>Office of Cultural Affairs (OCA)</b>		<b>(950,063)</b>
<b>North Vancouver Museum &amp; Archives Commission</b>		<b>(455,052)</b>

**Recoveries**

District of North Vancouver share of Police operating / capital costs		(4,584,644)
Net of other allocations and recoveries		(2,962,107)

**Other Financial Statement Items**

Change in Accrued liabilities from December 31, 2013 to 2014		1,118,686
Change in Prepaid Expenses from December 31, 2013 to 2014		(789,000)
Change in Inventory from December 31, 2013 to 2014		(155,000)
Depreciation (excludes Library)		11,045,512
Transfers to capital assets		(17,098,196)
Interest and bank fees		164,730
Adjust CNV for water/sewer/property taxes on City owned rental properties and City buildings		101,602
Other net adjustments		(283,123)

<b>Total expenses per audited consolidated financial statements</b>	<b>\$</b>	<b>97,701,000</b>
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The schedule of payments for the provision of goods and services is based on actual payments processed through the City's Accounts Payable system. This provides assurance on completeness as the reported amounts are reconciled to the payment register and electronic funds transfer records. The schedule of payments is a "cash basis" listing, and therefore may differ from the expenditures in the financial statements which are reported on an accrual basis. In addition, there are payments issued by the City which are not considered payments for the provision of goods and services, such as payments made to other taxing authorities, employee payroll deductions, debt repayments and deposit refunds.

**The Corporation of the City of North Vancouver  
Schedule of Grants & Contributions  
FIR Schedule 1, Section 7 (2) (b)  
2014**

**Listing of contributions exceeding \$25,000**

NORTH SHORE EMERGENCY MANAGEMENT OFFICE	236,853
NORTH SHORE NEIGHBOURHOOD HOUSE	900,987
NORTH VANCOUVER CITY LIBRARY	3,519,450
NORTH VANCOUVER MUSEUM & ARCHIVES COMMISSION	522,535
NORTH VANCOUVER RECREATION COMMISSION	4,793,229
SCHOOL DISTRICT NO.44	95,800

<b>Total contributions exceeding \$25,000</b>	<b><u>10,068,854</u></b>
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**Listing of grants exceeding \$25,000**

BC PHOTOGRAPHY AND MEDIA ARTS	266,860
CAPILANO COMMUNITY SERVICES SOCIETY	81,900
FAMILY SERVICES OF THE NORTH SHORE	56,447
FILIPINO COMMUNITY CENTRE	32,190
HOLLYBURN FAMILY SERVICES SOCIETY	40,505
LOOKOUT EMERGENCY AID SOCIETY	70,000
NAVY LEAGUE OF CANADA	71,500
NORTH SHORE COMMUNITY RESOURCES	33,802
NORTH SHORE WOMENS' CENTRE	31,500
NORTH VANCOUVER COMMUNITY ARTS	239,185
NORTH VANCOUVER MUSEUM AND ARCHIVES	40,375
PRESENTATION HOUSE GALLERY	500,000
PRESENTATION HOUSE THEATRE	38,699
QUEEN MARY COMMUNITY SERVICES ASSOCIATION	36,968
SEYMOUR ART GALLERY	46,285
SILVER HARBOUR CENTRE SOCIETY	144,000
SINFONIA - ORCHESTRA OF THE NORTH SHORE	30,000
THE SALVATION ARMY NORTH SHORE	43,700

<b>Total of grants exceeding \$25,000</b>	<b><u>1,803,916</u></b>
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<b>Total of all grants and contributions exceeding \$25,000</b>	<b>11,872,770</b>
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<b>Consolidated total of grants and contributions less than \$25,000</b>	<b>502,342</b>
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<b>Grand total of all grants and contributions</b>	<b><u>\$ 12,375,112</u></b>
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The Corporation of the City of North Vancouver  
Statement of Financial Information Approval  
FIR Schedule 1, Section 9(2)  
2014

The undersigned, as authorized by the Financial Information Regulation,  
Schedule 1, subsection 9(2), approves all the statements and schedules included  
in this Statement of Financial Information, produced under the *Financial  
Information Act*.



Ben Themens  
Director of Finance  
Date June 30/15



Darrell R. Mussatto  
Mayor  
Date JUNE 30, 2015



**The Corporation of the City of North Vancouver  
Management Report  
FIR Schedule 1, Sections 9 (3) & 9 (4)  
2014**

The Financial Statements contained in this Statement of Financial Information under the Financial Information Act have been prepared by management in accordance with generally accepted accounting principles, or stated accounting principles, and the integrity and objectivity of these statements are management's responsibility. Management is also responsible for all the statements and schedules, and for ensuring that this information is consistent, where appropriate, with the information contained in the financial statements.

Management is also responsible for implementing and maintaining a system of internal controls to provide reasonable assurance that reliable financial information is produced.

City Council is responsible for ensuring that management fulfills its responsibilities for financial reporting and internal control and exercises this responsibility through the Finance Committee of Council. The Finance Committee meets with management and / or the external auditors several times a year.

The Director of Finance has the responsibility for assessing the management systems and practices of the City.

The external auditors, KPMG, LLP, conduct an independent examination, in accordance with generally accepted auditing standards, and express their opinion on the financial statements. Their examination does not relate to the other schedules and statements required by the Act. Their examination includes a review and evaluation of the corporation's system of internal control and appropriate tests and procedures to provide reasonable assurance that the financial statements are presented fairly. The external auditors have full and free access to the Finance Committee of Council and meet with it as required.

On behalf of the Corporation of the City of North Vancouver

  
Ben Themens  
Director of Finance  
June 22, 2015



**Community Charter Section 107(1)**  
**Disclosure of contracts with council members and former council members**

107 (1) If a municipality enters into a contract in which

(a) a council member, or

(b) a person who was a council member at any time during the previous 6 months,

has a direct or indirect pecuniary interest, this must be reported as soon as reasonably practicable at a council meeting that is open to the public.

(2) In addition to the obligation under section 100 [*disclosure of conflict*], a council member or former council member must advise the corporate officer, as soon as reasonably practicable, of any contracts that must be reported under subsection (1) in relation to that person.

(3) A person who contravenes subsection (2) is disqualified from holding an office described in, and for the period established by, section 110 (2), unless the contravention was done inadvertently or because of an error in judgment made in good faith.

**Community Charter Section 168(1)**  
**Reporting of council remuneration, expenses and contracts**

**168 (1)** At least once a year, a council must have prepared a report separately listing the following for each council member by name:

- (a) the total amount of remuneration paid to the council member for discharge of the duties of office, including any amount specified as an expense allowance;
- (b) the total amount of expense payments for the council member made to the council member as reimbursement for expenses incurred by the council member or as an allowance that is not reported under paragraph (a);
- (c) the total amount of any benefits, including insurance policies and policies for medical or dental services, provided to the council member or the member's dependants;
- (d) any contracts reported under section 107 [*disclosure of contracts with council members and former council members*], including a general description of their nature.

(2) If applicable, the report under this section must also list contracts referred to in subsection (1) (d) for each former council member.