

# 2013 STATEMENT OF FINANCIAL INFORMATION



Financial Information Regulation, Schedule 1  
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**City of North Vancouver  
2013 Statement of Financial Information**

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**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, 2013      Phone Number: 604-990-4208

Date Submitted: June 11, 2014      E-mail: tgermaine@cnv.org

**For the Ministry:**

Ministry Name: \_\_\_\_\_ Reviewer: \_\_\_\_\_

Date Received: \_\_\_\_\_ Deficiencies: 

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

Yes	<input type="checkbox"/>	No	<input type="checkbox"/>
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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>	✓			See Consolidated Statement of Financial Position
		✓			See Consolidated Statement of Operations for changes in equity
<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>	✓			See Consolidated Statement of Operations
		✓			See Consolidated Statement of Cash Flows
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)	Include a statement of severance agreements providing: <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> (see Guidance Package for suggested format)	✓			
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**

**2013 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)**

**The Corporation of the City of  
North Vancouver  
Consolidated Financial Statements  
For the year ended December 31, 2013**



**KPMG LLP**  
**Chartered Accountants**  
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## 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, 2013 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, 2013, 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 5, 2014

Burnaby, Canada

Draft

**The Corporation of the City of North Vancouver  
Consolidated Statement of Financial Position  
As at December 31, 2013 with comparative figures for 2012  
(in thousands of dollars)**

	<u>2013</u>	<u>2012</u>
		Recast (note 14)
<b>FINANCIAL ASSETS</b>		
Cash	\$ 4,585	\$ 1,856
Temporary investments (note 3(a))	28,667	40,962
Portfolio investments (note 3(b))	121,435	117,541
Investment in Lonsdale Energy Corp. (note 4)	1,689	1,831
Due from other governments	3,725	3,285
Accounts receivable	9,592	15,606
Loan to Lonsdale Energy Corp. (note 5)	9,577	-
Interest receivable	7,977	6,910
	<u>187,247</u>	<u>187,991</u>
<b>LIABILITIES</b>		
Accounts payable and accrued liabilities	15,195	14,054
Deferred revenue	21,026	20,743
Deferred development cost charges	20,601	19,003
Long-term debt (note 6)	1,833	2,000
Employee future benefits (note 7)	6,331	5,967
Advances and other liabilities	8,400	8,478
	<u>73,386</u>	<u>70,245</u>
<b>NET FINANCIAL ASSETS</b>	<u>113,861</u>	<u>117,746</u>
<b>NON-FINANCIAL ASSETS</b>		
Tangible capital assets (note 8)	248,860	207,314
Inventories	410	289
Prepaid expenses	1,093	873
	<u>250,363</u>	<u>208,476</u>
<b>ACCUMULATED SURPLUS</b> (note 9)	<u>\$ 364,224</u>	<u>\$ 326,222</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, 2013 with comparative figures for 2012**  
**(in thousands of dollars)**

	<b>2013 Budget</b>	<b>2013</b>	<b>2012</b>
	(notes 2(g) and 13)		Recast (note 14)
<b>REVENUE</b>			
Property value tax	\$ 46,786	\$ 46,835	\$ 44,612
Parcel taxes	2,249	2,240	2,132
Licences and permits	3,298	3,415	4,313
Fines and fees	3,869	4,358	4,589
Rent	1,336	1,314	1,248
Interest and penalties	2,089	5,950	6,461
Sale of services	21,565	22,177	21,463
Rebate and recoveries	74	248	682
Grants and other	6,943	8,747	7,948
Gains on disposition of assets	-	20,789	5,783
Developer contributions and other transfers	-	15,416	1,968
Lonsdale Energy Corp. income (loss)	-	(142)	53
	<u>88,209</u>	<u>131,347</u>	<u>101,252</u>
<b>EXPENSES</b>			
General government	12,584	16,930	14,234
Transportation and transit	2,776	4,587	4,617
Health, social services and housing	2,289	2,274	2,220
Development services	4,334	4,399	3,956
Protective services	21,278	22,295	21,558
Parks, recreation and culture	19,261	23,417	23,004
Water utilities	7,333	8,177	8,378
Sewer utilities	6,203	7,010	7,424
Solid waste	4,348	4,256	3,853
	<u>80,406</u>	<u>93,345</u>	<u>89,244</u>
Total expenses (note 12)	<u>80,406</u>	<u>93,345</u>	<u>89,244</u>
Annual surplus	7,803	38,002	12,008
Accumulated surplus beginning of year	<u>326,222</u>	<u>326,222</u>	<u>314,214</u>
Accumulated surplus end of year	<u>\$ 334,025</u>	<u>\$ 364,224</u>	<u>\$ 326,222</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, 2013 with comparative figures for 2012**  
**(in thousands of dollars)**

	<b>2013 Budget</b>	<b>2013</b>	<b>2012</b>
	(notes 2(g) and 13)		Recast (note 14)
Annual surplus	\$ 7,803	\$ 38,002	\$ 12,008
Acquisition of tangible capital assets	(63,747)	(16,953)	(14,791)
Developer contributions and other transfers	-	(15,416)	(1,968)
Proceeds on sale of tangible capital assets	-	1,117	6,130
Depreciation of tangible capital assets	8,776	10,495	9,320
Gain on disposition of tangible capital assets	-	(20,789)	(5,783)
	<u>(54,971)</u>	<u>(41,546)</u>	<u>(7,092)</u>
Acquisition of inventories	-	(1,262)	(1,104)
Acquisition of prepaid expenses	-	(1,403)	(837)
Use of inventories	-	1,141	1,181
Use of prepaid expenses	-	1,183	1,087
	<u>-</u>	<u>(341)</u>	<u>327</u>
Increase (decrease) in net financial assets	(47,168)	(3,885)	5,243
Net financial assets, beginning of year	<u>117,746</u>	<u>117,746</u>	<u>112,503</u>
Net financial assets, end of year	<u>\$ 70,578</u>	<u>\$ 113,861</u>	<u>\$ 117,746</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, 2013 with comparative figures for 2012**  
**(in thousands of dollars)**

	<u>2013</u>	<u>2012</u>
		Recast (note 14)
<b>Cash provided by (used for):</b>		
<b>Operating Activities</b>		
Annual surplus	\$ 38,002	\$ 12,008
Items not involving cash:		
Depreciation expense	10,495	9,320
Gain on disposal of tangible capital assets	(20,789)	(5,783)
Developer contributions and other transfers	(15,416)	(1,968)
Lonsdale Energy Corp. income (loss)	142	(53)
Changes in non-cash operating items:		
Decrease (increase) in due from other governments	(440)	17
Decrease (increase) in accounts receivable	6,014	(4,551)
Increase in promissory note receivable	(9,577)	-
Increase in interest receivable	(1,067)	(1,047)
Increase in accounts payable and accrued liabilities	1,141	1,426
Increase in deferred revenue	1,881	4,342
Increase (decrease) in accrued employee future benefits	364	(40)
Decrease in advances and other liabilities	(78)	(812)
Decrease (increase) in inventories	(121)	77
Decrease (increase) in prepaid expenses	(220)	250
	<u>10,331</u>	<u>13,186</u>
<b>Capital Activities</b>		
Cash used to acquire tangible capital assets	(16,953)	(14,791)
Proceeds from sale of tangible capital assets	1,117	6,130
	<u>(15,836)</u>	<u>(8,661)</u>
<b>Investing Activities</b>		
Decrease (increase) in temporary investments	12,295	(9,726)
Decrease (increase) in portfolio investments	(3,894)	1,097
	<u>8,401</u>	<u>(8,629)</u>
<b>Financing Activities</b>		
Issuance of long-term debt	-	2,000
Repayment of long-term debt	(167)	-
	<u>(167)</u>	<u>2,000</u>
Increase (decrease) in cash	2,729	(2,104)
Cash, beginning of year	<u>1,856</u>	<u>3,960</u>
Cash, end of year	<u>\$ 4,585</u>	<u>\$ 1,856</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, 2013  
(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 Canadian Institute of Chartered Accountants. 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 North Vancouver Recreation Commission, and the City's 50% proportionate share of the operations of the North Vancouver Museum and Archives Commission and North Vancouver Office of Cultural Affairs. The City's investment in Lonsdale Energy Corp. ("LEC"), a wholly owned subsidiary considered to be a government business entity, 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% (2012 – 33%) by the City and 67% (2012 – 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% (2012 – 50%) by the City and 50% (2012 – 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, 2013  
(tabular amounts in thousands of dollars)**

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

**(d) Development Cost Charges**

Development cost charges, collected to pay for capital projects due to be developed, are deferred upon receipt and are 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, which mature 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, which mature after the subsequent year. 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 8, 2013.

**(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, 2013  
(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 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, are amortized on a straight line basis over their estimated useful lives as follows:

Land	Not depreciated	
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, 2013  
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**2. SIGNIFICANT ACCOUNTING POLICIES (con't)**

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

**(vi) Leased Tangible Capital Assets**

Leases which 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 these consolidated financial statements.

**(l) Estimates**

The preparation of these 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, 2013 was \$28,867,000 (2012 - \$41,589,000). These investments range in maturity date from January 9, 2014 to December 22, 2014, and range in yield from 1.7% to 5.04%.

**(b) Portfolio Investments**

The fair value of portfolio investments at December 31, 2013 was \$132,425,000 (2012 - \$130,734,000). These investments range in maturity from April 2, 2015 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**  
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**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 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:

	2013	2012
Current assets	\$ 2,724	\$ 3,297
Non-current assets	17,642	14,296
Total assets	<u>20,366</u>	<u>17,593</u>
Current liabilities	2,501	7,675
Long-term liabilities	16,176	8,087
Total liabilities	<u>18,677</u>	<u>15,762</u>
Shareholder's equity	<u>\$ 1,689</u>	<u>\$ 1,831</u>
Total revenue	\$ 2,281	\$ 1,893
Total expenses	2,423	1,840
Net income	<u>\$ (142)</u>	<u>\$ 53</u>

Included in the City's Consolidated Statement of Financial Position is "Investment in Lonsdale Energy Corp." in the amount of \$1,689,000 (2012 - \$1,831,000) and a loan receivable of \$9,577,000 (2012 – nil). Also, included in Accounts Receivable in the City's Consolidated Statement of Financial Position is a receivable from LEC in the amount of \$114,000 (2012 - \$6,664,000).

**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 term of the agreement to a maximum of \$12,000,000. The balance owing at December 31, 2013 is \$9,577,000 (2012 – nil). Interest revenue of approximately \$8,800 (2012 - \$nil) has been included in the Consolidated Statement of Operations.

**6. LONG-TERM DEBT**

The City has financed the expansion of LEC by assuming debt 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, 2013 was \$1,833,418 (2012 - \$2,000,000).

**The Corporation of the City of North Vancouver  
Notes to Consolidated Financial Statements  
Year ended December 31, 2013  
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**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:

2014	\$ 173,245
2015	\$ 180,175
2016	\$ 187,382
2017	\$ 194,877
2018	\$ 202,672
Thereafter	\$ 895,066
	<u>\$ 1,833,418</u>

Interest expense of \$6,000 (2012 - \$3,000) 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>2013</u>	<u>2012</u>
Benefit obligation - beginning of the year	6,962	6,241
Add: Current service costs	470	482
Interest on accrued benefit obligation	236	221
Less: Amortization of actuarial gain	(971)	782
Benefits paid (expected - not charged to liability)	(101)	(73)
Benefits paid during the year	(336)	(691)
Benefit obligation - end of the year	<u>6,260</u>	<u>6,962</u>
Unamortized actuarial loss (gain)	71	(995)
Accrued benefit liability - end of the year	<u>6,331</u>	<u>5,967</u>

**The Corporation of the City of North Vancouver  
Notes to Consolidated Financial Statements  
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**7. EMPLOYEE FUTURE BENEFITS (con't)**

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

	2013	2012
Discount rates	4.00%	3.40%
Expected future inflation rates	3.00%	3.00%
Expected wage and salary increases (net of inflation)	.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 9.3% of the individual's total indemnity received subsequent to 2002 or his or her current term of office. 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>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	<u>\$ 21,687</u>	<u>\$ 13,255</u>	<u>\$ 34,391</u>	<u>\$ 108,173</u>	<u>\$ 16,141</u>	<u>\$ 7,847</u>	<u>\$ 169,526</u>	<u>\$ 969</u>	<u>\$ 7,939</u>	<u>\$ 379,928</u>
<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	<u>\$ -</u>	<u>\$ 5,557</u>	<u>\$ 8,446</u>	<u>\$ 34,988</u>	<u>\$ 8,454</u>	<u>\$ 4,769</u>	<u>\$ 68,367</u>	<u>\$ 487</u>	<u>\$ -</u>	<u>\$ 131,068</u>
<b>Net Book Value</b>	<u>\$ 21,687</u>	<u>\$ 7,698</u>	<u>\$ 25,945</u>	<u>\$ 73,185</u>	<u>\$ 7,687</u>	<u>\$ 3,078</u>	<u>\$ 101,159</u>	<u>\$ 482</u>	<u>\$ 7,939</u>	<u>\$ 248,860</u>
<b>2012 Recast (note 14)</b>										
<b>Costs</b>										
Balance beginning of year	\$ 11,452	\$ 11,195	\$ 18,696	\$ 77,222	\$ 15,714	\$ 7,672	\$ 162,563	\$ 2,113	\$ 12,965	\$ 319,592
Additions	1,644	1,105	528	14,921	1,376	303	4,418	214	5,215	29,724
Disposals	2	-	-	501	1,294	205	491	243	12,965	15,701
Balance end of year	<u>\$ 13,094</u>	<u>\$ 12,300</u>	<u>\$ 19,224</u>	<u>\$ 91,642</u>	<u>\$ 15,796</u>	<u>\$ 7,770</u>	<u>\$ 166,490</u>	<u>\$ 2,084</u>	<u>\$ 5,215</u>	<u>\$ 333,615</u>
<b>Accumulated Depreciation</b>										
Balance beginning of year	\$ -	\$ 4,062	\$ 6,746	\$ 30,353	\$ 8,498	\$ 4,226	\$ 64,258	\$ 1,227	\$ -	\$ 119,370
Depreciation	-	713	770	2,879	1,594	521	2,393	450	-	9,320
Disposals	-	-	-	501	1,294	160	191	243	-	2,389
Balance end of year	<u>\$ -</u>	<u>\$ 4,775</u>	<u>\$ 7,516</u>	<u>\$ 32,731</u>	<u>\$ 8,798</u>	<u>\$ 4,587</u>	<u>\$ 66,460</u>	<u>\$ 1,434</u>	<u>\$ -</u>	<u>\$ 126,301</u>
<b>Net Book Value</b>	<u>\$ 13,094</u>	<u>\$ 7,525</u>	<u>\$ 11,708</u>	<u>\$ 58,911</u>	<u>\$ 6,998</u>	<u>\$ 3,183</u>	<u>\$ 100,030</u>	<u>\$ 650</u>	<u>\$ 5,215</u>	<u>\$ 207,314</u>

**The Corporation of the City of North Vancouver  
Notes to Consolidated Financial Statements  
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**8. TANGIBLE CAPITAL ASSETS (con't)**

**(a) Work in Progress**

Work in progress having a value of \$7,939,000 (2012 - \$5,215,000) 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 \$15,416,000 (2012 - \$1,968,000) 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**

	2013	2012
	Recast (note 14)	
Current funds - general, water and sewer	\$ 20,861	\$ 20,374
Reserve fund	87,334	88,952
Capital fund	256,029	216,896
Accumulated surplus, end of year	<u>\$ 364,224</u>	<u>\$ 326,222</u>

**The Corporation of the City of North Vancouver  
Notes to Consolidated Financial Statements  
Year ended December 31, 2013  
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**9. ACCUMULATED SURPLUS (con't)**

The following reserve amounts are set aside for specific purposes:

**(a) Reserve Funds**

	Balance December 31, 2012	Contributions & Transfers	Earnings	Less Expenditures	Balance December 31, 2013
Machinery and equipment					
Engineering equipment	\$ 3,499	\$ 276	\$ 214	\$ 845	\$ 3,144
Fire	316	190	13	377	142
General	126	301	24	146	305
Computer	145	638	6	622	167
Building reserve	2,686	912	102	1,212	2,488
Local Improvements	1,131	12	44	39	1,148
Affordable housing	2,407	280	102	26	2,763
Tax sale lands	43,334	2	1,754	4,927	40,163
Waterworks	6,823	-	263	600	6,486
Parking reserve	579	-	29	59	549
Civic amenity	15,262	400	1,716	371	17,007
Justice administration accomodation	328	-	13	-	341
Streets DCC	156	41	7	-	204
Parks DCC	3	611	-	611	3
Lower Lonsdale amenity	7,420	5	287	586	7,126
Lower Lonsdale legacy	2,607	-	103	90	2,620
Infrastructure reserve	888	905	45	453	1,385
Public art	335	85	11	186	245
Marine Drive Community Amenity	420	-	14	139	295
Sustainable Transportation	362	88	15	46	419
Carbon fund	125	133	43	(33)	334
<b>Total</b>	<b>\$ 88,952</b>	<b>\$ 4,879</b>	<b>\$ 4,805</b>	<b>\$ 11,302</b>	<b>\$ 87,334</b>

**(b) Appropriated and Unappropriated**

	2013	2012
	Recast (note 14)	
Appropriated:		
General funds	\$ 8,871	\$ 8,791
Water fund	207	157
Sewer fund	6,789	6,541
Capital fund	7,169	9,582
Invested in tangible capital assets	248,860	207,314
Unappropriated:		
General funds	4,085	3,911
Water fund	52	119
Sewer fund	857	855
<b>Total</b>	<b>\$ 276,890</b>	<b>\$ 237,270</b>

**The Corporation of the City of North Vancouver  
Notes to Consolidated Financial Statements  
Year ended December 31, 2013  
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**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	2013	2012
Provincial Government - Schools	\$ 31,763	\$ 30,078
Greater Vancouver Regional District	1,070	929
Greater Vancouver Transportation Authority	7,254	6,942
British Columbia Assessment Authority	1,152	1,082
Municipal Finance Authority	4	3
	<u>\$ 41,243</u>	<u>\$ 39,034</u>

The above amounts are excluded from the Property Value Tax in the 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 179,000 active members and approximately 71,000 retired members. Active members include approximately 569 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 \$3,157,000 (2012 - \$3,286,000) for employer contributions to the Plan in fiscal 2013.

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

**(d) E-Comm**

The City is a member of 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 2013 the City, in conjunction with the District of North Vancouver and the District of West Vancouver, extended the contract for recyclables collection for a period of 1 year commencing July 1, 2014. The City's portion of the annual contract costs is expected to be approximately \$1,400,000 for the years 2014 to 2015.

**(f) Royal Canadian Mounted Police**

The City has a contract with the federal government whereby the federal government provides Royal Canadian Mounted Police ("RCMP") policing services. RCMP members and the federal government are currently in legal proceedings regarding pay raises for 2009 and 2010 that were retracted for RCMP members.

As the final outcome of the legal action and the potential financial impact to the City is not determinable, the City has not recorded any provision for this matter in the consolidated financial statements as at December 31, 2013.

**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 \$2,060,000 (2012 - \$1,876,000), 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:

**The Corporation of the City of North Vancouver  
Notes to Consolidated Financial Statements  
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**12. SEGMENTED INFORMATION (con't)**

**General Government**

General Government provides the administrative and legislative services which 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.

**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, 2013  
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**12. SEGMENTED INFORMATION (con't)**

	Revenues	Expenses						Annual Surplus (Deficit)
		Wages & Benefits	Goods & Supplies	Services	Depreciation	Capitalized	Total	
General government	\$ 80,116	\$ 11,202	\$ 5,772	\$ 3,387	\$ 2,857	\$ (6,288)	\$ 16,930	\$ 63,186
Transportation and transit	1,701	2,527	475	4,888	1,135	(4,438)	4,587	(2,886)
Health, social services and housing	392	395	83	1,796	-	-	2,274	(1,882)
Development services	4,516	3,707	27	665	-	-	4,399	117
Protective services	1,568	15,170	1,379	5,409	1,116	(779)	22,295	(20,727)
Parks, recreation and culture	22,280	12,137	972	8,507	4,036	(2,235)	23,417	(1,137)
Water utilities	8,505	1,810	6,222	1,239	683	(1,777)	8,177	328
Sewer utilities	7,902	1,173	168	6,217	598	(1,146)	7,010	892
Solid Waste	4,367	1,259	44	2,883	70	-	4,256	111
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>
2012 Recast (note 14)	<u>\$ 101,252</u>	<u>\$ 47,230</u>	<u>\$ 14,810</u>	<u>\$ 34,188</u>	<u>\$ 9,320</u>	<u>\$ (16,304)</u>	<u>\$ 89,244</u>	<u>\$ 12,008</u>

**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 2013 to 2022 Bylaw, 2013, No. 8297 April 8, 2013. The table below reconciles the approved budget to the budget figures reported.

	Financial Plan Bylaw
Revenue per Statement of Operations	\$ 88,209
Add:	
Transfer from other funds	1,498
Less:	
Interagency recoveries	(7,250)
Revenue per financial plan bylaw	<u>82,457</u>
Expenses per Statement of Operations	80,406
Add:	
Depreciation	8,776
Transfer to other funds	9,688
Less:	
Interagency payments	(7,250)
Expenses per financial plan bylaw	<u>91,620</u>
Deficit for the year	(9,163)
Reserves and capital:	
Capital expenditures	(63,747)
Depreciation	8,776
Transfers from reserves	46,149
External contributions	17,985
Annual budgeted Surplus per financial plan bylaw	<u>\$ -</u>

**The Corporation of the City of North Vancouver**  
**Notes to Consolidated Financial Statements**  
**Year ended December 31, 2013**  
**(tabular amounts in thousands of dollars)**

**14. PRIOR PERIOD RECAST**

During 2013, the City revised its valuations for its streets assets included in the infrastructure category of tangible capital assets. As a result the following amounts have been recast to reflect these immaterial adjustments:

	<u>As at January 1, 2012</u>	
	<u>Accumulated Surplus</u>	
As previously reported	\$	302,573
Adjustment to tangible capital asset cost at January 1, 2012		24,723
Adjustment to accumulated depreciation at January 1, 2012		(13,082)
As recast	<u>\$</u>	<u>314,214</u>

	<u>As at December 31, 2012</u>			
	<u>Accumulated Surplus</u>		<u>Tangible Capital Assets</u>	
As previously reported	\$	315,180	\$	196,272
Adjustment to tangible capital asset cost at January 1, 2012		24,723		24,723
Adjustment to accumulated depreciation at January 1, 2012		(13,082)		(13,082)
Adjustment to depreciation expense		(599)		(599)
As recast	<u>\$</u>	<u>326,222</u>	<u>\$</u>	<u>207,314</u>

	<u>Year ended December 31, 2012</u>			
	<u>Depreciation Expense</u>		<u>Annual Surplus</u>	
As previously reported	\$	8,721	\$	12,607
Adjustment to depreciation expense		599		(599)
As recast	<u>\$</u>	<u>9,320</u>	<u>\$</u>	<u>12,008</u>

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

## **2013 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)**

**Sections 7 (1) (b) & 7 (2) (b)**

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

**Section 9 (2)**

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

**The Corporation of the City of North Vancouver  
Schedule of debts  
FIR Schedule 1, Section 4 (4)  
2013**

Information on the City of North Vancouver's debt is included in Note 6 to the Financial Statements.

**The Corporation of the City of North Vancouver**  
**Schedule of guarantee and indemnity agreements**  
**FIR Schedule 1, Section 5 (4)**  
**2013**

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)**  
**2013**

<b>Elected Official</b>	<b>Remuneration</b>	<b>Benefits</b>	<b>Car Allowance</b>	<b>Subtotal</b>	<b>Expenses</b>	<b>Total</b>
Bell, Don	\$ 35,479	\$ 2,832	\$ -	\$ 38,311	\$ 7,635	\$ 45,946
Bookham, Pamela	35,479	3,353	-	38,832	3,911	42,743
Buchanan, Linda	35,479	7,930	-	43,409	7,285	50,694
Clark, Rod	35,479	4,194	-	39,672	3,651	43,323
Heywood, Guy	35,479	7,930	-	43,409	4,259	47,668
Keating, Craig	32,505	7,838	-	40,343	2,729	43,072
Mussatto, Darrell R.	95,606	6,014	9,552	111,172	9,793	120,965
<b>Total</b>	<b>\$ 305,506</b>	<b>\$ 40,091</b>	<b>\$ 9,552</b>	<b>\$ 355,149</b>	<b>\$ 39,262</b>	<b>\$ 394,411</b>

**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)**  
**2013**

<b>Last Name</b>	<b>First Name</b>	<b>Remuneration</b>	<b>Expenses</b>	<b>Total</b>
Abrams	Carolyn	\$ 95,788	\$ 41	\$ 95,829
Adin	Emilie	142,797	2,900	145,697
Armstrong	Gayle	95,079	489	95,568
Arnold	Douglas	89,429	71	89,500
Ashley	Jim	100,093	916	101,009
Barber	Anthony	86,561	690	87,251
Barbieri	Jim	119,715	290	120,005
Battista	John	118,632	290	118,922
Beckett	Darren	109,892	905	110,796
Beier	Wolfgang	111,308	3,144	114,452
Bench	Craig	77,214	4,628	81,842
Bjarnason	Erik	116,868	10	116,878
Boivin	Leslie	84,680	632	85,312
Bonamis	Iona	78,898	761	79,659
Borland	Jennifer	76,064	302	76,366
Boucher	Neil	84,789	9	84,798
Boutin	Paul	115,778	8,875	124,653
Bovill	Joe	97,958	292	98,249
Bradley	Thomas	111,531	-	111,531
Brookfield	Alison	87,686	11	87,697
Browne	Rachel	83,245	3,021	86,265
Burak	Rob	95,362	1,358	96,720
Burgess	David	85,700	-	85,700
Cameron	Debbie	78,835	6,166	85,001
Chand	Navin	134,625	845	135,470
Charlton	Richard	115,284	200	115,485
Chong	Lisa	85,373	1,213	86,585
Chu	Daniel	76,434	-	76,434
Chu	Kenneth	81,772	3,069	84,841
Cooper	David	78,873	106	78,979
Cullen	Rory	94,749	-	94,749
Curtin	Mark	84,851	-	84,851
Dale	Anna	82,155	-	82,155
Danks	Mike	103,473	3,244	106,717
Danks	Glenn	117,705	2,513	120,218
De Ruiter	John	134,911	2,358	137,269
Di Spirito	Davide	103,554	10	103,564
Dickson	Derek	94,162	-	94,162
Dickson	Scot	99,818	431	100,249
Dodge	Carol	81,782	1,399	83,180
Dorey	David	110,202	-	110,202
Drobny	Martin	105,082	313	105,394
Easton	Stewart	101,442	985	102,426
Easton	Alan	109,683	933	110,616
Eckstein	Jeff	127,996	5,660	133,657
Edwards	Craig	75,844	1,479	77,323
Elliott	Gordon	79,281	8,703	87,984

**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)**  
**2013**

<b>Last Name</b>	<b>First Name</b>	<b>Remuneration</b>	<b>Expenses</b>	<b>Total</b>
Elsoff	Paul	\$ 97,261	\$ 2,321	\$ 99,582
Evans	Lois	94,008	1,243	95,252
Finlayson	Allan	89,848	1,685	91,533
Forsyth	Ian	141,527	2,189	143,715
Garber	Leslie	107,865	3,199	111,064
Garden	Sandy	95,910	1,151	97,061
Germaine	Tracy	85,336	1,015	86,351
Gordon	Isabel	169,754	6,223	175,977
Graham	Karla	120,786	7,001	127,787
Granger	Paul	118,307	-	118,307
Greenlees	Rick	85,097	-	85,097
Hanlon	Robert	115,267	1,299	116,566
Harrison	Alex	95,079	324	95,402
Hart	Frances	88,605	-	88,605
Hawkshaw	Dave	102,307	323	102,629
Higgs	Brad	117,161	1,289	118,450
Hilton	Dan	123,334	110	123,444
Hofilena	George	91,963	-	91,963
Howard	Richard	75,116	12	75,128
Hudson	Allan	88,063	-	88,063
Hunter	Michael	135,068	963	136,030
Hurd	Lamont	101,132	884	102,016
Iler	Doug	95,093	1,317	96,411
Jackson	Caroline	108,599	4,799	113,399
Johnson	Barbara	86,547	812	87,358
Johnson	Paul	133,604	3,622	137,226
Johnston	Wade	75,729	887	76,616
Karamanian	Sharleen	80,990	4,971	85,961
Kelso	Mike	106,796	313	107,108
Kilmartin	Taylor	77,568	-	77,568
Kirkpatrick	Nancy	101,943	350	102,293
Kurnicki	Alex	92,327	2,056	94,382
Lemanski	Casey	95,457	(221)	95,236
Lentsch	Tyler	94,071	-	94,071
Lewis	James	75,805	36	75,841
Lurbiecki	Penny	81,831	1,527	83,358
Mackay	Mitch	100,699	363	101,061
MacLean	Michelle	79,102	1,348	80,450
Mahood	Brent	140,011	94	140,105
Maillie	Duncan	108,154	10	108,164
McEachern	Kendra	82,368	-	82,368
McLean	Barbara	81,798	1,536	83,334
Mcrae	Brad	101,837	248	102,086
Merrill	David	119,919	2,500	122,418
Mitic	Dragana	126,816	1,728	128,543
Moberg	Brandon	103,661	-	103,661
Moore	Allan	91,600	182	91,782
Murphy	Katherine	89,247	7,237	96,484

**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)**  
**2013**

<b>Last Name</b>	<b>First Name</b>	<b>Remuneration</b>	<b>Expenses</b>	<b>Total</b>
Naab	Krister	\$ 82,329	\$ 1,694	\$ 84,023
Ney	Susan	156,867	1,354	158,221
Nichols	Corinne	121,258	1,902	123,160
Orr	Lawrence	133,518	3,957	137,475
Owens	David	143,371	1,587	144,957
Pakulak	Donna	123,638	3,127	126,765
Payne	Andrew	99,164	-	99,164
Pearce	Barbara	95,343	337	95,680
Peel	Mark	86,083	599	86,682
Penman	Barrie	129,912	-	129,912
Penner	Paul	92,577	1,200	93,777
Penway	Gary	182,519	1,346	183,865
Perry	Colleen	88,220	989	89,209
Pistilli	Dan	182,836	3,905	186,741
Pollock	Bryce	85,464	1,330	86,794
Polman	Jonathan	104,008	10	104,018
Poole	Robert	138,913	3,122	142,035
Pope	Doug	177,100	1,596	178,697
Purvis	Carl	76,634	1,285	77,919
Rabold	Connie	118,502	514	119,016
Ranson	Suzanne	77,596	-	77,596
Rasmussen	David	75,583	98	75,681
Reinhold	Heather	97,043	862	97,905
Rice	John	77,260	304	77,564
Richards	Peter	82,376	2,173	84,549
Rippon	David	85,169	1,392	86,561
Roseland	Mark	87,639	675	88,314
Rozairo	Gus	88,935	2,497	91,432
Ryce	Tim	94,205	1,257	95,461
Schalk	Gregory	105,067	-	105,067
Schmidt	Andrew	122,046	310	122,356
Schreiner	Robert	147,106	658	147,764
Sellers	John	101,372	7,791	109,163
Shaughnessy	Matt	100,822	1,306	102,128
Sheel	John	107,363	-	107,363
Sibilo	Karin	101,307	161	101,468
Siegmann	Haida	105,507	2,661	108,167
Siegmann	Robert	113,803	10	113,813
Siemens	Jim	84,693	460	85,153
Sigurdson	Joy	76,402	1,374	77,776
Smith	Suzanne	90,175	1,315	91,490
So	Elaine	86,515	1,322	87,837
Sommers	John	95,945	-	95,945
Stainton	Glenn	147,686	2,016	149,702
Stead	Gordon	77,317	60	77,377
Stevenson	Mark	94,341	2,102	96,442
Steward	Ian	84,853	965	85,818

**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)  
2013**

<b>Last Name</b>	<b>First Name</b>	<b>Remuneration</b>	<b>Expenses</b>	<b>Total</b>
Strubin	Christoph	\$ 96,762	\$ 774	\$ 97,535
Sutherland	Shirley	78,508	716	79,224
Svenhard	Tina	100,066	1,927	101,992
Themens	Ben	189,649	2,257	191,906
Tollstam	Ken	290,926	8,073	298,999
Trinkl	Gale	76,221	990	77,210
Trinkl	Mark	78,390	2,376	80,766
Turner	David	117,524	3,247	120,771
Urbani	Joel	75,104	-	75,104
Van Born	Synamon	110,100	10	110,110
Walsoff	Linda	76,681	2,734	79,415
Warawa	Brandie	76,302	-	76,302
Weeks	Kelly	86,482	981	87,463
White	Richard	108,911	825	109,737
Wilkinson	Christopher	78,929	1,335	80,263
Wilkinson	Bryce	81,920	110	82,030
Williams	David	79,667	3,216	82,883
Willock	Brian	117,988	539	118,527
Zander	Sabine	78,855	1,513	80,368
<b>SUBTOTAL</b>		<b>\$ 16,518,680</b>	<b>\$ 229,447</b>	<b>\$ 16,748,127</b>
Consolidated total of employees earning <=\$75,000		17,815,693	178,638	17,994,331
<b>TOTAL</b>		<b>\$ 34,334,373</b>	<b>\$ 408,085</b>	<b>\$ 34,742,458</b>

**The Corporation of the City of North Vancouver**  
**2013 Reconciliation between total remuneration and financial statements**  
**FIR Schedule 1, Section 6 (2) (d)**  
**2013**

<b>FIR Schedule 1, Section 6 (2) (a)- City of North Vancouver</b>	
Remuneration paid to elected officials	\$ 355,149
<b>FIR Schedule 1, Section 6 (2) (b) and 6 (2) (c) - City of North Vancouver</b>	
Employee Remuneration	34,334,373
<b>FIR Schedule 1, Section 6 (2) - North Vancouver City of Library</b>	
Remuneration paid to Board Members	-
Employee Remuneration	2,088,629
<b>Total remuneration</b>	<u>\$ 36,778,151</u>
<b>Reconciling items:</b>	
FIR Schedule 1, Section 6 (2) (a)- City of North Vancouver	
Elected officials expenses	\$ 39,262
FIR Schedule 1, Section 6 (2) (b) and 6 (2) (c) - City of North Vancouver	
Employee expenses	408,085
FIR Schedule 1, Section 6 (2) - North Vancouver City of Library	
Board expenses	27
Employee expenses	31,440
FIR Schedule 1, Section 7 (1) - City of North Vancouver	
Total of aggregate payments exceeding \$25,000 paid to suppliers	50,756,287
Consolidated total of payments of \$25,000 or less paid to suppliers	4,928,248
Consolidated total of all grants exceeding \$25,000	1,477,702
Consolidated total of all contributions exceeding \$25,000	5,729,684
FIR Schedule 1, Section 6 (2) - North Vancouver City Library	
Total of aggregate payments exceeding \$25,000 paid to suppliers	1,267,788
Consolidated total of payments of \$25,000 or less paid to suppliers	221,475
City of North Vancouver's proportionate share of North Vancouver Recreation Commission expenses	7,533,608
Contribution to North Vancouver Recreation Commission (elimination entry upon consolidation)	(1,233,540)
Contribution to North Vancouver City Library (elimination entry upon consolidation)	(3,220,167)
District of North Vancouver's proportionate share of North Vancouver Museum & Archives Commission expenses	(519,235)
Contribution to North Vancouver Museum and Archives Commission (elimination entry upon consolidation)	(246,345)
Arts and Culture Commission of North Vancouver payments to suppliers and employee remuneration and expenses are included in Sch. 1, Section 6(2) but these expenses not consolidated into City of North Vancouver financial statements	(64,790)
Recovery from District of North Vancouver for DNV share of Police operating/capital costs	(3,797,792)
Recovery from Lonsdale Energy Corp.	(3,213,705)
Increase in accounts payable and accrued salaries and wages from Dec. 31, 2012 to Dec. 31, 2013	1,141,000
Bank fees	98,841
Interest on pre-authorized tax payments	33,437
Community facility grants	491,968
Grants under \$25,000	558,202
Holdbacks and holdback deficiencies	(136,289)
Expenditures transferred to tangible capital assets	(16,663,020)
Depreciation expense	10,495,000
Increase in Inventories	121,000
Increase in Prepaid Expenses	220,000
Other Net Adjustments	108,677
<b>Total expenditures per Consolidated Statement of Operations</b>	<u>\$ 93,345,000</u>

**The Corporation of the City of North Vancouver  
Statement of Severance Agreements  
FIR Schedule 1, Section 6 (7)(a) & (b)  
2013**

There was one severance agreement under which payment commenced between The Corporation of the City of North Vancouver and its non-unionized employees during fiscal year 2013.

- Three months' lump sum payment

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

**2013**

<b>Vendor</b>	<b>Payment</b>
0892230 BC LTD dba PJ CONTRACTING	\$ 38,345
0913677 B.C. LTD.	36,397
A CARPENTER & A GENTLEMAN CONSTRUCTION	205,704
A.C. PAVING CO LTD	100,531
ACCELA, INC.	52,695
ACUMEN ENGINEERING	35,722
ALL SEASONS AIR CONDITIONING LTD.	50,626
ANDREW SHERET LTD	121,418
AON REED STENHOUSE INC	889,977
APEX SITEWORKS LTD.	73,727
APPLE ONLINE STORE - 800-676-2775, ON CAN	32,507
ASSOCIATED ENGINEERING (B.C.) LTD.	72,614
ATTAIN SOLUTIONS INC.	193,888
BA BLACKTOP LTD	1,924,118
BARNES WHEATON GM	36,156
BARTLE & GIBSON CO LTD	25,624
BC CONSERVATION FOUNDATION	44,819
BC HYDRO	621,921
BC PENSION CORP	3,130,287
BELFOR RESTORATION SERVICES	28,627
BELL CANADA	41,847
BELL MOBILITY INC.	70,725
BIRDSEYE OFFICE	149,269
BLACK PRESS GROUP LTD	49,798
BRITISH COLUMBIA INSTITUTE OF TECHNOLOGY	49,156
BULL HOUSSER & TUPPER LLP	601,621
BULL, HOUSSER & TUPPER LLP - IN TRUST	154,488
CANADA POST CORPORATION	25,383
CANADIAN LINEN AND UNIFORM SERVICE	27,299
CARMICK INTERIORS INC	415,474
CHANNELL COMMERCIAL CANADA INC	28,676
CHAPMAN BURNER & HEATING SERVICES LTD	101,385
CHEVRON CANADA LTD	389,254
CHROMA COMMUNICATIONS GROUP INC.	36,328
CITY OF NORTH VANCOUVER	65,708
CITY OF SURREY	228,005
COBRA ELECTRIC	404,363
COBRA INTEGRATED SYSTEMS LTD.	65,128
COGENT CONTRACTING INC.	522,376
COMMISSIONAIRES BC	119,076
CONVERGINT TECHNOLOGIES LTD.	47,192
CORIOLIS CONSULTING CORPORATION	45,000
CORIX WATER PRODUCTS LP	222,367

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

**2013**

<b>Vendor</b>	<b>Payment</b>
CRAGAR WELDING INC	\$ 88,395
DARWIN PROPERTIES (60 FELL) LTD	401,249
DAVIDSON BROS MECHANICAL CONTRACTORS LTD	90,869
DENHART MANAGEMENT	49,850
DIAMOND PRE-CAST CONCRETE LTD	38,805
DIRECT COMMUNICATIONS MARKETING LTD.	25,207
DIRECT EQUIPMENT WEST LTD	47,398
DISTRICT OF NORTH VANCOUVER	1,863,134
DMD AND ASSOCIATES LTD	54,133
DOMINION SELF-PARK SYSTEMS LTD	115,424
DYNAMIC MANUFACTURING LTD.	119,898
EBA ENGINEERING CONSULTANTS LTD.	72,377
E-COMM	235,250
ESC AUTOMATION INC	54,939
ESRI CANADA LTD	28,625
EVERGREEN	30,000
FAIRBORNE CAPSTONE HOMES LTD.	118,486
FALCON EQUIPMENT LTD	28,182
FINRO ILLUMINIONS	70,161
FORTIS BC ENERGY INC.	66,614
FRASER WAY PREKAST LTD	31,209
FRED SURRIDGE LTD	111,353
GARTNER CANADA, CO.	38,250
GOLDER ASSOCIATES LTD	774,978
GPH MECHANICAL	32,864
GREATER VANCOUVER SEWERAGE AND	5,105,946
GREATER VANCOUVER WATER DISTRICT	5,405,294
GUILLEVIN INTERNATIONAL CO	32,950
HABITAT SYSTEMS INC	65,295
HANSEN INFORMATION TECHNOLOGIES	50,574
HERITAGE OFFICE FURNISHINGS LTD	88,240
INSURANCE CORPORATION OF BC	182,019
INTERCONTINENTAL TRUCK BODY (BC) INC	43,449
INTERPROVINCIAL TRAFFIC SERVICES LTD	41,031
INVASIVE SPECIES COUNCIL METRO VANCOUVER	37,936
ISL ENGINEERING & LAND SERVICES LTD.	301,648
JD'S MOUNTAIN TOWING AND RECOVERY	146,055
JIM WILES AND SON LTD	114,332
KAL-TIRE #073 - NORTH VANCOUV, BC CAN	55,402
KERR WOOD LEIDAL ASSOCIATES LTD	35,731
KOH, GERMAINE	53,979
KPMG LLP	45,085
LAFARGE CANADA INC	38,200
LASER VALLEY TECHNOLOGIES CORP.	40,917
LEHIGH MATERIALS	215,129

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

**2013**

<b>Vendor</b>	<b>Payment</b>
LMLTD HOLDINGS CORP	\$ 65,706
LONG VIEW SYSTEMS	72,385
LONSDALE ENERGY CORP	257,534
LORD CULTURAL RESOURCES	55,256
LORDCO PARTS #24 - N VANCOUVER, BC CAN	32,661
MAINROAD MAINTENANCE PRODUCTS LTD.	39,780
MANCORP INDUSTRIAL SALES LTD	26,959
MAR-TECH UNDERGROUND SERVICES LTD	487,733
MCFARLANE GREEN BIGGAR ARCHITECTURE	110,860
MCRAE'S ENVIRONMENTAL SERVICES LTD	232,207
METRO MOTORS LTD	364,652
MICHAEL GREEN ARCHITECTURE	35,792
MILLS PRINTING PRODUCT - 604-254-7211, BC CAN	27,046
MILLS PRINTING PRODUCT - VANCOUVER, BC CAN	33,553
MORRISON FIRE PROTECTION	32,894
MS. BELINDA M. METZ	70,000
NORTH CONSTRUCTION	1,474,689
NORTH SHORE NEWS	79,258
NORTH VANCOUVER CHAMBER OF COMMERCE	44,700
NORTH VANCOUVER RECREATION COMMISSION	28,727
OLYMPIC PROJECTS LTD	30,719
OMB OFFICE OF MCFARLANE BIGGAR	183,568
OPEN TEXT CORPORATION	68,398
ORACLE CANADA ULC	101,599
PACIFIC BLUE CROSS	1,088,488
PATTISON SIGN GROUP	52,853
PERKUNA ENGINEERING	27,710
PITNEYWORKS	25,399
PJS SYSTEMS INC.	241,523
RAY CONTRACTING LTD	50,757
RECEIVER GENERAL FOR CANADA	10,347,814
RECTEC INDUSTRIES INC.	35,570
REMPEL BROS CONCRETE LTD.	96,962
RICOH CANADA INC	54,314
RITE-WAY FENCING INC	55,585
ROCKIN' ROBIN SHOW	85,000
ROGER BROOKS INTERNATIONAL, INC.	49,466
ROGERS WIRELESS INC	97,050
ROLLINS MACHINERY LTD	85,050
ROSE SECURITY SERVICES INC	91,838
ROSS MORRISON ELECTRICAL LTD	123,070
SCALAR DECISIONS INC.	38,261
SCOTTISH LINE PAINTING LTD	26,657
SHARPS AUDIO VISUAL LTD	110,196
SHERINE INDUSTRIES LTD	47,466

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

**2013**

<b>Vendor</b>	<b>Payment</b>
SILVER AND ASSOCIATES LAW CORPORATION	\$ 900,423
SPACE2PLACE DESIGN INC.	73,509
STANLEY CONVERGENT SECURITY SOLUTIONS	106,070
STUART OLSON DOMINION	41,088
SUDDEN TECHNOLOGIES CORP.	70,583
SUNCORP VALUATIONS LTD.	25,515
SUPER SAVE DISPOSAL INC	42,968
SUPERIOR CITY SERVICES LTD	230,308
SURESPAN CONSTRUCTION LTD.	268,582
TECH LOGIC CORP	27,030
TELUS COMMUNICATIONS INC	106,386
TELUS SERVICES INC	93,077
TERVITA	350,045
TRANSPACIFIC REALTY ADVISORS	32,766
TRANSTAR SANITATION SUPPLY LTD.	30,619
TREEN SAFETY (WORKSAFE) INC.	41,142
TRIPLE M TRANSPORT LTD.	59,905
TWIN ISLAND EXCAVATING LTD.	150,665
URBAN SAWING AND SCANNING CO LTD	115,112
URECON LTD	1,026,786
VADIM COMPUTER MANAGEMENT GROUP LTD	46,509
VALKYRIE LAW GROUP LLP	31,466
VANPORT ENTERPRISES LTD	185,955
VFA CANADA CORPORATION	64,081
WAJAX INDUSTRIES LTD.	241,615
WEB ENGINEERING LTD.	33,976
WESTERN PACIFIC ENTERPRISES GP	126,357
WHOLESALE FIRE AND RESCUE LTD	637,931
WOOD TECH MILLWORK & DISPLAY LTD.	52,468
WORDSWORTH & ASSOCIATES	25,556
WORKER'S COMPENSATION BOARD	368,547
WWW.MILLS.CA - VANCOUVER, BC CAN	45,167
YANDLE, CARLYN	26,140
ZURICH INSURANCE COMPANY LTD.	27,750
<b>GRAND TOTAL VENDORS OVER \$25,000</b>	<b><u>\$ 50,756,287</u></b>

**The Corporation of the City of North Vancouver  
Schedule of Suppliers of Goods and Services  
FIR Schedule 1, Section 7 (1) (b) and 7 (2) (b)**

**2013**

**Total Aggregate Payments to Suppliers > \$25,000** **\$ 50,756,287**

**Consolidated Total of payments to Suppliers <= \$25,000** **4,928,248**

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

OFFICE OF CULTURAL AFFAIRS	595,734
SCHOOL DISTRICT NO.44 (NORTH VANCOUVER)	90,000
NORTH SHORE EMERGENCY MANAGEMENT OFFICE	228,991
NORTH VANCOUVER MUSEUM & ARCHIVES COMMISSION	492,690
NORTH VANCOUVER RECREATION COMMISSION	4,131,072
NORTH SHORE NEIGHBOURHOOD HOUSE	683,887
NORTH VANCOUVER CITY LIBRARY	3,220,167

<b>Total contributions exceeding \$25,000</b>	<b>9,442,541</b>
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**Listing of grants exceeding \$25,000**

ARTISTS FOR KIDS TRUST	27,500
NORTH SHORE COMMUNITY RESOURCES	29,207
SINFONIA - ORCHESTRA OF THE NORTH SHORE	30,000
THE SALVATION ARMY NORTH SHOR	38,000
LOOKOUT EMERGENCY AID SOCIETY	43,000
FAMILY SERVICES OF THE NORTH SHORE	45,447
SEYMOUR ART GALLERY	48,750
CAPILANO COMMUNITY SERVICES SOCIETY	63,900
LONSDALE CREEK DAYCARE CTR SOCIETY	77,864
QUEEN MARY COMMUNITY SVCS ASSOCIATION	85,749
LOWER LONSDALE BUSINESS ASSOCIATION	110,000
SILVER HARBOUR CENTRE SOCIETY	150,785
NORTH VANCOUVER COMMUNITY ARTS COUNCIL	217,500
PRESENTATION HOUSE GALLERY	250,000
BC PHOTOGRAPHY AND MEDIA ARTS SOCIETY	260,000

<b>Total of grants exceeding \$25,000</b>	<b>1,477,702</b>
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<b>Total of all grants and contributions exceeding \$25,000</b>	<b>\$ 10,920,243</b>
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**Consolidated Total of grants and contributions <= \$25,000** **558,202**

<b>Grand Total: Payments, Grants &amp; Contributions</b>	<b>\$ 67,162,980</b>
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**The Corporation of the City of North Vancouver**  
**2013 Reconciliation between consolidated total of all payments to suppliers**  
**and financial statements**  
**FIR Schedule 1, Section 7 (1) (c)**  
**2013**

Total of aggregate payments exceeding \$25,000 paid to suppliers	\$ 50,756,287
Consolidated total of payments of \$25,000 or less paid to suppliers	4,928,248
Consolidated total of all grants exceeding \$25,000	1,477,702
Consolidated total of all contributions exceeding \$25,000	5,729,684
<b>FIR Schedule 1, Section 7 (1) - North Vancouver City of Library</b>	
Total of aggregate payments exceeding \$25,000 paid to suppliers	1,267,788
Consolidated total of payments of \$25,000 or less paid to suppliers	221,475
<b>Total payments to suppliers</b>	<b>\$ 64,381,184</b>
<b>Reconciling items:</b>	
FIR Schedule 1, Section 6 (2) - City of North Vancouver	
Schedule of Remuneration and Expenses paid to elected officials	\$ 394,411
Schedule of Employee Remuneration and Expenses	34,742,458
FIR Schedule 1, Section 6 (2) - North Vancouver City Library	
Schedule of Remuneration and Expenses paid to Board Members	27
Schedule of Employee Remuneration and Expenses	2,120,069
City of North Vancouver's proportionate share of North Vancouver Recreation Commission expenses	7,533,608
Contribution to North Vancouver Recreation Commission (elimination entry upon consolidation)	(1,233,540)
Contribution to North Vancouver City Library (elimination entry upon consolidation)	(3,220,167)
District of North Vancouver's proportionate share of North Vancouver Museum & Archives Commission expenses	(519,235)
Contribution to North Vancouver Museum and Archives Commission (elimination entry upon consolidation)	(246,345)
Arts and Culture Commission of North Vancouver payments to suppliers and employee remuneration and expenses are included in Sch. 1, Section 6(2) but these expenses not consolidated into City of North Vancouver F/S	(64,790)
Recovery from District of North Vancouver for DNV share of Police operating/capital costs	(3,797,792)
Recovery from Lonsdale Energy Corp.	(3,213,705)
Increase in accounts payable and accrued salaries and wages from Dec. 31, 2011 to Dec. 31, 2012	1,141,000
Bank fees journalized	98,841
Interest on pre-authorized payments	33,437
Community facility grants	491,968
Grants under \$25,000	558,202
Holdbacks and holback deficiencies	(136,289)
Expenditures transferred to tangible capital assets	(16,663,020)
Depreciation expense	10,495,000
Decrease in Inventories	121,000
Decrease in prepaid expenses	220,000
Other Net Adjustments	108,677
<b>Total expenditures per Consolidated Statement of Operations</b>	<b>\$ 93,345,000</b>

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  
Statement of Financial Information Approval  
FIR Schedule 1, Section 9(2)  
2013**

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*.

\_\_\_\_\_  
Darrell R. Mussatto  
Mayor  
Date \_\_\_\_\_

\_\_\_\_\_  
Ben Themens  
Director of Finance  
Date \_\_\_\_\_

**THE CORPORATION OF THE CITY OF NORTH VANCOUVER  
MANAGEMENT REPORT  
FIR Schedule 1, Sections 9 (3) & 9 (4)  
2013**

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 (“GAAP”) as recommended by the Public Sector Accounting Board (“PSAB”) of the Canadian Institute of Chartered Accountants, 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 fulfils its responsibilities for financial reporting and internal control and exercises this responsibility through the Finance Committee of Council. The Finance Committee holds a minimum of five public meetings per year to review the City’s financial status and financial plan and results, and meets with the external auditors once per year.

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

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 specifically extend 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.

On behalf of the Corporation of the City of North Vancouver

Ben Themens  
Director of Finance  
June 18, 2014

**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.

**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.