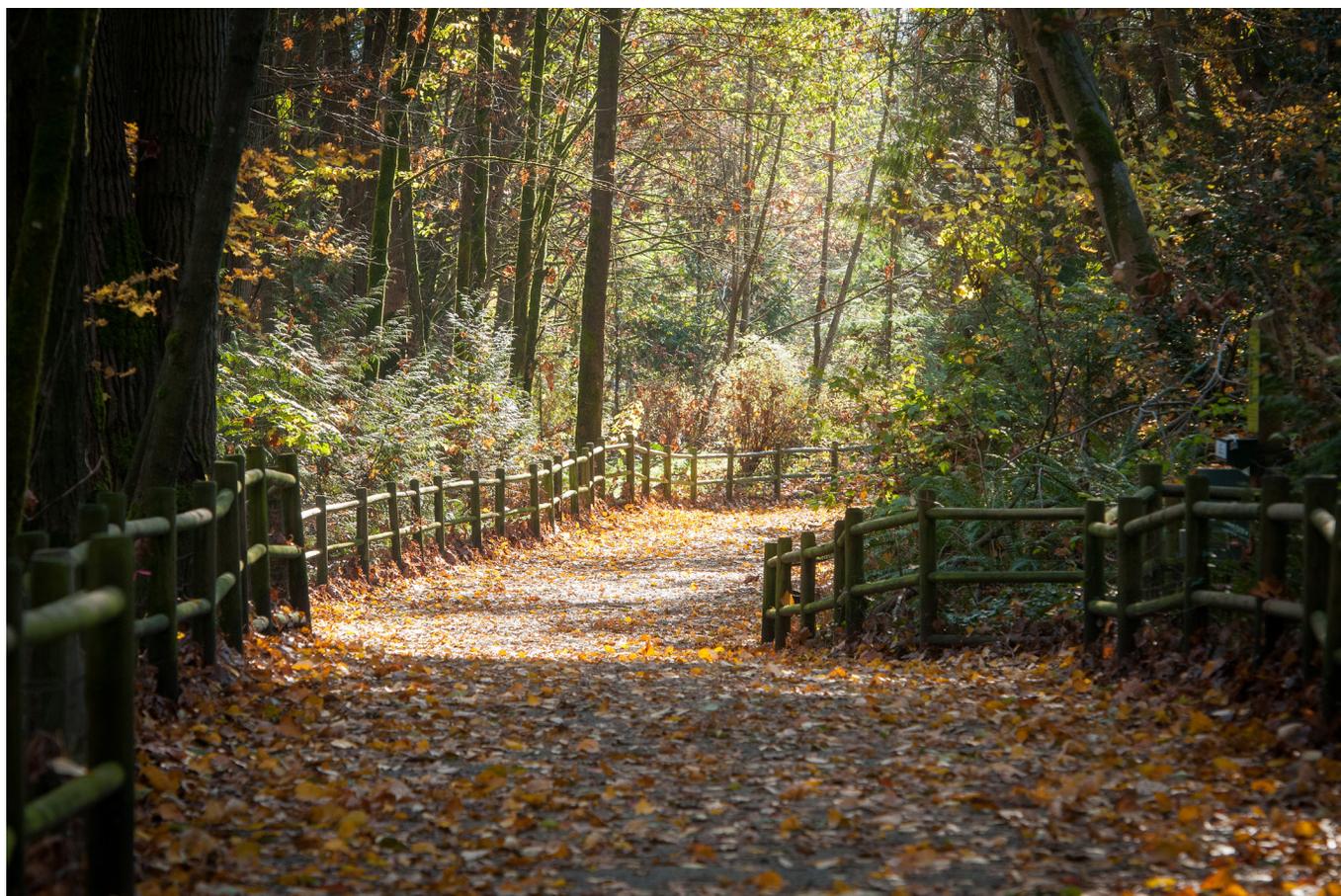


2018 Statement of Financial Information

JUNE 2019 | FINANCIAL INFORMATION REGULATION, SCHEDULE 1



**City of North Vancouver
2018 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: Carlos Fernandes

Fiscal Year End: December 31, 2018 Phone Number: (604) 990-4208

Date Submitted: June 12, 2019 E-mail: cfernandes@cnv.org

For the Ministry:

Ministry Name: _____ Reviewer: _____

Date Received: _____ Deficiencies:

Yes		No	

Date Reviewed: _____ Deficiencies Addressed:

Yes		No	

Approved (SFO): _____ Further Action Taken: _____

Distribution: Legislative Library Ministry Retention

FIR Schedule 1 Section	Item	Yes	No	N/A	Comments
General					
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
Statement of Assets & Liabilities					
2	<ul style="list-style-type: none"> • A balance sheet prepared in accordance with GAAP or stated accounting principles / policies, and • Show changes in equity and surplus or deficit due to operations 	✓ ✓			<p>See Consolidated Statement of Financial Position</p> <p>See Consolidated Statement of Operations and notes to the financial statements for changes in equity</p>
Operational Statement					
3 (1)	<p>Prepared in accordance with GAAP or stated accounting principles / policies and consists of:</p> <ul style="list-style-type: none"> • a Statement of Income or Statement of Revenue and Expenditures, and • a Statement of Changes in Financial Position 	✓ ✓			<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"> • The Statement of Changes in Financial Position may be omitted if it provides no additional information • The omission must be explained in the notes 			✓ ✓	
3 (4)	Community colleges, school districts, and municipalities must prepare a Statement of Changes in Financial Position for the Capital Fund		✓		
Schedule of Debts					
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"> The schedule may be omitted if addressed under section 2 or 5 and it provides no additional information The omission must be explained in a note to the schedule 	✓		✓	See attached schedule.
Schedule of Guarantee and Indemnity Agreements					
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"> The schedule may be omitted if addressed under section 2 or 4 and it provides no additional information The omission must be explained in a note to the schedule 	✓		✓	See attached schedule
Schedule of Remuneration and Expenses (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)]	✓			
6 (2) (d)	Reconcile or explain any difference between total remuneration in this	✓			

FIR Schedule 1 Section	Item	Yes	No	N/A	Comments
	schedule and related information in the operational statement				
6 (3)	Exclude personal information other than name, position, function or remuneration and expenses of employees	✓			
Schedule of Remuneration and Expenses (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"> • the number of severance agreements under which payment commenced in the fiscal year being reported on for non-union employees, and • the range of equivalent months' compensation for them (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			✓	
Schedule of Suppliers of Goods or Services (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	✓			
7 (1) (c)	Reconcile or explain any difference between the consolidated total and related figures in the operational statement	✓			

FIR Schedule 1 Section	Item	Yes	No	N/A	Comments
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 http://www.gov.bc.ca/cas/popt/)	✓			See Consolidated Financial Statements – Statement of Management Responsibility
9 (4)	The management report explains the roles and responsibilities of the board of directors or governing body, audit committee, management, and the auditors	✓			See Consolidated Financial Statements – Statement of Management Responsibility

FIR Schedule 1 Section	Item	Yes	No	N/A	Comments
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

2018 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, 2018

Statement of Management Responsibility

The Council of the Corporation of the City of North Vancouver (“City”) has delegated the responsibility for the integrity and objectivity of the financial information contained in the consolidated financial statements to the management of the City. The consolidated financial statements which, in part, are based on informed judgments and estimates, have been prepared by management in accordance with Canadian public sector accounting standards, which have been applied on a basis consistent with that of the preceding year.

To assist in carrying out their responsibility, management maintains an accounting system and internal controls to provide reasonable assurance that transactions are executed and recorded in accordance with authorization, and that financial records are reliable for preparation of financial statements.

The Mayor and Council oversee management's responsibilities for the financial reporting and internal control systems. Council annually reviews and approves the consolidated financial statements.

The City's independent auditors, BDO Canada LLP, are engaged to express an opinion as to whether the City's consolidated financial statements present fairly in all material respects the financial position of the City as at December 31, 2018, and the results of operations, changes in net financial assets and cash flows for the year then ended in accordance with Canadian generally accepted auditing standards.

The consolidated financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and in accordance with Canadian public sector accounting standards.



Director of Finance

May 6, 2019



Independent Auditor's Report

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

Opinion

We have audited the consolidated financial statements of Corporation of the City of North Vancouver and its controlled entities (the "City"), which comprise the consolidated statement of financial position as at December 31, 2018 and the consolidated statement of operations, the consolidated statement of changes in net financial assets and the consolidated statement of cash flows for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the City as at December 31, 2018, and its consolidated operations and its consolidated cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the City in accordance with the ethical requirements that are relevant to our audit of the consolidated financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management and Those Charged with Governance for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of the 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.

In preparing the consolidated financial statements, management is responsible for assessing the City's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the City or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the City's financial reporting process.

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:



- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 City's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the City's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the City to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the City to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the City audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

BDO Canada LLP

Chartered Professional Accountants

Vancouver, British Columbia

May 6, 2019

**The Corporation of the City of North Vancouver
Consolidated Statement of Financial Position
As at December 31, 2018 with comparative figures for 2017
(in thousands of dollars)**

	<u>2018</u>	<u>2017</u>
FINANCIAL ASSETS		
Cash	\$ 6,796	\$ 7,747
Temporary investments (note 3(a))	43,918	44,888
Portfolio investments (note 3(b))	139,902	118,413
Investment in Lonsdale Energy Corp. (note 4)	2,114	1,534
Due from other governments	3,542	3,853
Accounts receivable	10,727	8,954
Loan to Lonsdale Energy Corp. (note 5)	23,294	19,242
Interest receivable	14,210	12,741
	<u>244,503</u>	<u>217,372</u>
LIABILITIES		
Accounts payable and accrued liabilities	17,066	19,098
Deferred revenue	27,735	27,724
Deferred development cost charges	22,282	19,266
Long-term debt (note 6)	895	1,098
Employee future benefits (note 7)	8,121	8,258
Advances and other liabilities	10,493	10,772
	<u>86,592</u>	<u>86,216</u>
NET FINANCIAL ASSETS	<u>157,911</u>	<u>131,156</u>
NON-FINANCIAL ASSETS		
Tangible capital assets (note 8)	402,540	381,939
Inventories	656	693
Prepaid expenses	1,619	1,480
	<u>404,815</u>	<u>384,112</u>
ACCUMULATED SURPLUS (note 9)	<u>\$ 562,726</u>	<u>\$ 515,268</u>

Contractual obligations (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, 2018 with comparative figures for 2017
(in thousands of dollars)

	2018 Budget	2018	2017
	(notes 2(h) and 14)		
REVENUE			
Property value tax	\$ 58,930	\$ 58,775	\$ 56,218
Parcel taxes	2,910	2,940	2,811
Licences and permits	3,900	6,493	5,797
Fines and fees	4,651	6,418	5,102
Rent	1,640	2,213	2,100
Interest and penalties	2,114	5,924	5,315
Sale of services	26,455	27,767	26,996
Rebate and recoveries	85	62	118
Grants and other	6,900	10,850	9,261
Developer contributions and other transfers	263	34,856	28,692
Gains on disposition of assets	-	1,626	3,304
Lonsdale Energy Corp. income (note 4)	-	580	800
	<u>107,848</u>	<u>158,504</u>	<u>146,514</u>
EXPENSES			
General government	16,688	19,293	16,821
Transportation and transit	5,767	7,173	7,161
Health, social services and housing	2,614	2,637	2,718
Development services	5,588	5,926	5,216
Protective services	26,897	25,319	24,617
Parks, recreation and culture	27,094	27,790	26,489
Water utilities	9,975	9,618	10,009
Sewer utilities	8,809	9,139	8,404
Solid waste	4,361	4,151	3,945
	<u>107,793</u>	<u>111,046</u>	<u>105,380</u>
Total expenses (note 12)			
Annual surplus	55	47,458	41,134
Accumulated surplus beginning of year	<u>515,268</u>	<u>515,268</u>	<u>474,134</u>
Accumulated surplus end of year	<u>\$ 515,323</u>	<u>\$ 562,726</u>	<u>\$ 515,268</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, 2018 with comparative figures for 2017
(in thousands of dollars)

	2018 Budget	2018	2017
	(notes 2(h) and 14)		
Annual surplus	\$ 55	\$ 47,458	\$ 41,134
Acquisition of tangible capital assets	(82,690)	(32,071)	(27,488)
Non-cash developer contributed assets and found assets	-	(3,918)	(15,176)
Proceeds on sale of tangible capital assets	-	2,187	9,128
Depreciation of tangible capital assets	13,900	14,827	13,967
Loss (gain) on disposition of tangible capital assets	-	(1,626)	(3,304)
	<u>(68,790)</u>	<u>(20,601)</u>	<u>(22,873)</u>
Acquisition of inventories	-	(1,243)	(1,123)
Acquisition of prepaid expenses	-	(1,693)	(1,983)
Use of inventories	-	1,280	1,072
Use of prepaid expenses	-	1,554	2,837
	<u>-</u>	<u>(102)</u>	<u>803</u>
Increase (decrease) in net financial assets	(68,735)	26,755	19,064
Net financial assets, beginning of year	<u>131,156</u>	<u>131,156</u>	<u>112,092</u>
Net financial assets, end of year	<u>\$ 62,421</u>	<u>\$ 157,911</u>	<u>\$ 131,156</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, 2018 with comparative figures for 2017
(in thousands of dollars)**

	<u>2018</u>	<u>2017</u>
Cash provided by (used for):		
Operating Transactions		
Annual surplus	\$ 47,458	\$ 41,134
Items not involving cash:		
Depreciation expense	14,827	13,967
Gain on disposal of tangible capital assets	(1,626)	(3,304)
Non-cash developer contributed assets and found assets	(3,918)	(15,176)
Lonsdale Energy Corp. income	(580)	(800)
Changes in non-cash operating items:		
Decrease (increase) in due from other governments	311	(432)
(Increase) decrease in accounts receivable	(1,773)	403
Increase in loan to Lonsdale Energy Corp.	(4,052)	(4,197)
Increase in interest receivable	(1,469)	(1,315)
Decrease in accounts payable and accrued liabilities	(2,032)	(4,349)
Increase increase in deferred revenue	11	3,984
Increase in deferred development cost charges	3,016	909
Decrease in accrued employee future benefits	(137)	(93)
(Increase) decrease in advances and other liabilities	(279)	871
(Decrease) increase in inventories	37	(51)
(Increase) decrease in prepaid expenses	(139)	854
	<u>49,655</u>	<u>32,405</u>
Capital Transactions		
Cash used to acquire tangible capital assets	(32,071)	(27,488)
Proceeds from sale of tangible capital assets	2,187	9,128
	<u>(29,884)</u>	<u>(18,360)</u>
Investing Transactions		
Decrease (increase) in temporary investments	970	(1,340)
(Decrease) increase in portfolio investments	(21,489)	(11,479)
	<u>(20,519)</u>	<u>(12,819)</u>
Financing Transactions		
Repayment of long-term debt	(203)	(195)
(Decrease) increase in cash	(951)	1,031
Cash, beginning of year	<u>7,747</u>	<u>6,716</u>
Cash, end of year	<u>\$ 6,796</u>	<u>\$ 7,747</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, 2018
(tabular amounts in thousands of dollars)**

1. OPERATIONS

The City of North Vancouver (the "City") was incorporated in 1907 and operates under the provisions of the Community Charter and 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 CPA 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% (2017 – 33%) by the City and 67% (2017 – 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% (2017 – 50%) by the City and 50% (2017 – 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.

**The Corporation of the City of North Vancouver
Notes to Consolidated Financial Statements
Year ended December 31, 2018
(tabular amounts in thousands of dollars)**

2. SIGNIFICANT ACCOUNTING POLICIES (con't)

(c) Revenue Recognition

Taxes are recorded at estimated amounts when they meet the definition of an asset, have been authorized and the taxable event occurs. For property taxes, the taxable event is the period for which the tax is levied. As taxes recorded are initially based on management's best estimate of the taxes that will be received, it is possible that changes in future conditions, such as reassessments due to audits, appeals and court decisions, could result in a change in the amount of tax revenue recognized.

Charges for sewer, water and solid waste usage are recorded as user fees. Connection fees revenues are recognized when the connection has been established.

Sale of service and other revenue are recognized on an accrual basis.

(d) Deferred Revenue

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

(e) 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.

(f) 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.

(g) 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.

(h) Budget Figures

The budget figures are based on the ten year financial plan adopted on May 7, 2018.

**The Corporation of the City of North Vancouver
Notes to Consolidated Financial Statements
Year ended December 31, 2018
(tabular amounts in thousands of dollars)**

2. SIGNIFICANT ACCOUNTING POLICIES (con't)

(i) 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 any stipulations that create liabilities are met.

(j) Employee Future Benefits

The City and its employees make contributions to the Municipal Pension Plan. As this plan is a multi-employer plan, 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.

(k) Long-term Debt

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

(l) 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 – 100 years
Parks	Straight line over useful life of each asset unit	10 – 75 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	3 – 25 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	

**The Corporation of the City of North Vancouver
Notes to Consolidated Financial Statements
Year ended December 31, 2018
(tabular amounts in thousands of dollars)**

(l) Non-Financial Assets (cont'd)

(ii) Contributions of Tangible Capital Assets

Tangible capital assets received as contributions or transfers from developers are recorded at their estimated 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.

(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.

(m) 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.

(n) 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 related to expenses. See note 12.

**The Corporation of the City of North Vancouver
Notes to Consolidated Financial Statements
Year ended December 31, 2018
(tabular amounts in thousands of dollars)**

2. SIGNIFICANT ACCOUNTING POLICIES (con't)

(o) Contaminated Sites

A liability for contaminated sites is recognized when a site is not in productive use or an unexpected event has occurred and the following criteria are met:

- i) An environmental standard exists;
- ii) Contamination exceeds the environmental standard;
- iii) The City is directly responsible or accepts responsibility;
- iv) It is expected that future economic benefits will be given up; and
- v) A reasonable estimate of the amount can be made

The liability is recognized as management's estimate of the cost of post-remediation including operation, maintenance and monitoring that are an integral part of the remediation strategy for a contaminated site.

The Corporation of the City of North Vancouver
Notes to Consolidated Financial Statements
Year ended December 31, 2018
(tabular amounts in thousands of dollars)

3. INVESTMENTS

(a) Temporary Investments

The fair value of temporary investments at December 31, 2018 was \$46,769,729 (2017 - \$45,656,327). These investments range in maturity date from January 4, 2019 to December 18, 2019, and range in yield from 1.82% to 5.13%.

(b) Portfolio Investments

The fair value of portfolio investments at December 31, 2018 was \$149,587,369 (2017 - \$130,643,198). These investments range in maturity from January 23, 2020 to May 15, 2031, and range in yield from 2.2% to 7.52%.

4. INVESTMENT IN LONSDALE ENERGY CORPORATION (“LEC”)

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 Lower and Central Lonsdale, Moodyville and Marine Drive – Harbourside areas of the City of North Vancouver.

Summarized financial information relating to LEC is as follows:

	<u>2018</u>	<u>2017</u>
Cash and accounts receivable	\$ 1,874	\$ 2,701
Tangible capital assets	31,777	26,517
Other assets	612	520
Total assets	<u>\$ 34,263</u>	<u>\$ 29,738</u>
Accounts payable and accrued liabilities	\$ 1,449	\$ 1,496
Deferred contributions	6,511	6,368
Debt	24,189	20,340
Total Liabilities	<u>\$ 32,149</u>	<u>\$ 28,204</u>
Shareholder's equity	<u>\$ 2,114</u>	<u>\$ 1,534</u>
Total revenue	\$ 4,770	\$ 4,300
Total expenses	4,190	3,500
Net income	<u>\$ 580</u>	<u>\$ 800</u>

**The Corporation of the City of North Vancouver
Notes to Consolidated Financial Statements
Year ended December 31, 2018
(tabular amounts in thousands of dollars)**

4. INVESTMENT IN LONSDALE ENERGY CORPORATION (“LEC”) (con’t)

Included in the City’s consolidated statement of financial position is “Investment in Lonsdale Energy Corp.” in the amount of \$2,114,000 (2017 - \$1,534,000) and a loan receivable, see note 5. Also, included in accounts receivable in the City’s consolidated statement of financial position are receivables from LEC in the amount of \$559,000 (2017 - \$416,000).

5. LOAN TO LONSDALE ENERGY CORPORATION (“LEC”)

The loan receivable balance of \$23,293,926 (2017 - \$19,241,926) consists of the following interest bearing promissory notes:

On August 1, 2018, the City converted amounts due from LEC whereby LEC issued a 5 year promissory note to the City in the amount of \$33,661,966 bearing interest at 2.65%. The promissory note to the City has been partially drawn upon with a balance owing at December 31, 2018 of \$23,293,926 (2017 demand term loan and promissory notes \$19,241,926).

All loans are due on demand and bear interest at 2.65% (2017 – 2.1%). Interest revenue of \$492,448 (2017 - \$351,790) has been included in the consolidated statement of operations.

At the maturity date of the loan to LEC, the City may, at its discretion, extend the terms of the loan in whole or in part or LEC may repay the loan in whole or in part using either internal or external financing.

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 other long-term debt. The total debt issued and outstanding as at December 31, 2018 was \$895,067 (2017 - \$1,097,739).

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

	<u>2018</u>
2019	\$ 210,779
2020	219,210
2021	227,979
2022	<u>237,099</u>
	<u>\$ 895,067</u>

Interest expense of \$6,000 (2017 - \$6,000) has been included in the Consolidated Statement of Operations. The interest rate on long-term debt is 0.3% per annum.

The Corporation of the City of North Vancouver
Notes to Consolidated Financial Statements
Year ended December 31, 2018
(tabular amounts in thousands of dollars)

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, 2018.

Information regarding the City's obligations for these benefits, including its proportionate share of the North Vancouver City Library, North Vancouver Recreation Commission, and North Vancouver Museum and Archives Commission, is as follows:

	<u>2018</u>	<u>2017</u>
Benefit obligation - beginning of the year	\$ 7,862	\$ 7,380
Add: Current service costs	655	607
Interest on accrued benefit obligation	239	254
Less: Actuarial (gain) loss	(154)	495
Benefits paid	<u>(998)</u>	<u>(874)</u>
Benefit obligation - end of the year	\$ 7,604	\$ 7,862
Add: Unamortized actuarial gain	<u>517</u>	<u>396</u>
Accrued benefit liability - end of the year	<u>\$ 8,121</u>	<u>\$ 8,258</u>

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

	<u>2018</u>	<u>2017</u>
Discount rates	3.30%	2.90%
Expected future inflation rates	2.50%	2.50%
Expected wage and salary increases	2.58% to 4.63%	2.58% to 4.63%

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

(b) Council Retirement Stipend

Starting 2005, Council Members are entitled to a retirement stipend based on 10.08% of the individual's total indemnity received subsequent to 2002. These amounts are accrued as earned and recorded in accounts payable and accrued liabilities.

The Corporation of the City of North Vancouver
Notes to Consolidated Financial Statements
Year ended December 31, 2018
(tabular amounts in thousands of dollars)

8. TANGIBLE CAPITAL ASSETS

2018	Land	Land Improvements	Parks	Buildings	Machinery & Equipment	Vehicles	Infrastructure	Library Materials	Work in Progress	Total
Cost										
Balance as at December 31, 2017	\$ 35,365	\$ 55,813	\$ 42,766	\$ 123,057	\$ 19,225	\$ 11,082	\$ 227,567	\$ 936	\$ 39,874	\$ 555,685
Additions	4,467	7,535	6,934	2,657	1,005	410	6,671	219	46,888	76,786
Disposals	923	-	-	5	522	591	1,507	225	39,874	43,647
Balance as at December 31, 2018	\$ 38,909	\$ 63,348	\$ 49,700	\$ 125,709	\$ 19,708	\$ 10,901	\$ 232,731	\$ 930	\$ 46,888	\$ 588,824
Accumulated Depreciation										
Balance as at December 31, 2017	\$ -	\$ 10,458	\$ 12,513	\$ 52,352	\$ 12,427	\$ 5,859	\$ 79,666	\$ 471	\$ -	\$ 173,746
Depreciation expense	-	1,761	1,613	4,823	1,739	587	4,090	214	-	14,827
Disposals	-	-	-	5	522	502	1,035	225	-	2,289
Balance as at December 31, 2018	\$ -	\$ 12,219	\$ 14,126	\$ 57,170	\$ 13,644	\$ 5,944	\$ 82,721	\$ 460	\$ -	\$ 186,284
Net Book Value										
December 31, 2018	\$ 38,909	\$ 51,129	\$ 35,574	\$ 68,539	\$ 6,064	\$ 4,957	\$ 150,010	\$ 470	\$ 46,888	\$ 402,540
2017										
2017	Land	Land Improvements	Parks	Buildings	Machinery & Equipment	Vehicles	Infrastructure	Library Materials	Work in Progress	Total
Cost										
Balance as at December 31, 2016	\$ 30,251	\$ 50,259	\$ 38,822	\$ 116,849	\$ 17,476	\$ 9,241	\$ 223,757	\$ 943	\$ 34,443	\$ 522,041
Additions	5,685	5,554	4,515	11,352	2,317	2,044	6,123	211	36,402	74,203
Disposals	571	-	571	5,144	568	203	2,313	218	30,971	40,559
Balance as at December 31, 2017	\$ 35,365	\$ 55,813	\$ 42,766	\$ 123,057	\$ 19,225	\$ 11,082	\$ 227,567	\$ 936	\$ 39,874	\$ 555,685
Accumulated Depreciation										
Balance as at December 31, 2016	\$ -	\$ 8,934	\$ 11,438	\$ 47,719	\$ 11,441	\$ 5,476	\$ 77,496	\$ 471	\$ -	\$ 162,975
Depreciation expense	-	1,524	1,447	4,657	1,554	542	4,025	218	-	13,967
Disposals	-	-	372	24	568	159	1,855	218	-	3,196
Balance as at December 31, 2017	\$ -	\$ 10,458	\$ 12,513	\$ 52,352	\$ 12,427	\$ 5,859	\$ 79,666	\$ 471	\$ -	\$ 173,746
Net Book Value										
December 31, 2017	\$ 35,365	\$ 45,355	\$ 30,253	\$ 70,705	\$ 6,798	\$ 5,223	\$ 147,901	\$ 465	\$ 39,874	\$ 381,939

(a) Work in Progress

Work in progress having a value of \$ 46,888,000 (2017 - \$39,874,000) 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 estimated fair value at the date of contribution. Developer contributed tangible capital assets and other transfers of \$3,918,000 (2017 - \$15,176,000) 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.

The Corporation of the City of North Vancouver
Notes to Consolidated Financial Statements
Year ended December 31, 2018
(tabular amounts in thousands of dollars)

8. TANGIBLE CAPITAL ASSETS (con't)

(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

	2018	2017
Current Funds – general, water and sewer	\$ 35,877	\$ 30,826
Reserve fund	112,153	91,918
Capital fund	414,696	392,524
Accumulated surplus, end of year	\$ 562,726	\$ 515,268

(a) Current Funds – general, water and sewer

	2018	2017
Appropriated:		
General funds	\$ 14,162	\$ 11,781
Water fund	1,096	761
Sewer fund	10,722	9,197
Unappropriated:		
General funds	9,128	8,273
Sewer funds	745	814
Water fund	24	-
	\$ 35,877	\$ 30,826

The Corporation of the City of North Vancouver
Notes to Consolidated Financial Statements
Year ended December 31, 2018
(tabular amounts in thousands of dollars)

9. ACCUMULATED SURPLUS (con't)

(b) Reserve Funds

	Balance	Contributions	Earnings	Less	Balance
	December 31, 2017	& Transfers		Expenditures	December 31, 2018
Machinery and Equipment					
Engineering	\$ 3,577	\$ 439	\$ 146	\$ 248	\$ 3,914
Fire	175	716	37	224	704
General	103	-	18	22	99
Computer	1,079	38	30	586	561
Building	820	-	20	301	539
Local Improvements	782	5	23	5	805
Affordable Housing	4,299	467	132	30	4,868
Tax Sale Lands	33,668	-	1,921	661	34,928
Waterworks	6,229	-	181	366	6,044
Parking	405	70	13	298	190
Civic Amenity	35,961	29,753	2,662	13,605	54,771
Justice Administration Accommodation	151	-	4	13	142
Streets DCC	-	328	-	328	-
Parks DCC	-	3,695	-	3,695	-
Lower Lonsdale Amenity	546	-	9	485	70
Lower Lonsdale Legacy	2,661	-	76	77	2,660
Infrastructure	73	-	508	249	332
Public Art	437	95	14	44	502
Marine Drive Community Amenity	336	-	10	-	346
Sustainable Transportation	284	88	8	31	349
Carbon Fund	332	85	10	98	329
Water DCC	-	-	-	-	-
Sanitary DCC	-	-	-	-	-
Drainage DCC	-	-	-	-	-
Total	\$ 91,918	\$ 35,779	\$ 5,822	\$ 21,366	\$ 112,153

(c) Capital Fund

	2018	2017
Capital fund		
Invested in tangible capital assets	\$ 402,540	\$ 381,939
Appropriated Capital funds	12,156	10,585
	<u>\$ 414,696</u>	<u>\$ 392,524</u>

The Corporation of the City of North Vancouver
Notes to Consolidated Financial Statements
Year ended December 31, 2018
(tabular amounts in thousands of dollars)

10. CONTRACTUAL OBLIGATIONS

(a) Property Taxes

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

Collections for and remittances to other bodies	2018	2017
Provincial Government - Schools	\$ 36,026	\$ 34,368
Greater Vancouver Regional District	1,340	1,152
Greater Vancouver Transportation Authority	7,992	7,572
British Columbia Assessment Authority	1,367	1,300
Municipal Finance Authority	6	5
BIA Lower Lonsdale Society	498	507
	<u>\$ 47,229</u>	<u>\$ 44,904</u>

(b) Pension Liability

The City and its employees contribute to the Municipal Pension Plan (a jointly trustee pension plan). The board of trustees, representing plan members and employers, is responsible for administering the plan, including investment of assets and administration of benefits. The plan is a multi-employer defined benefit pension plan. Basic pension benefits are based on a formula. As at December 31, 2017, the plan has about 197,000 active members and approximately 95,000 retired members. Active members include approximately 39,000 contributors from local governments.

Every three years, an actuarial valuation is performed to assess the financial position of the plan and adequacy of plan funding. The actuary determines an appropriate combined employer and member contribution rate to fund the plan. The actuary's calculated contribution rate is based on the entry-age normal cost method, which produces the long-term rate of member and employer contributions sufficient to provide benefits for average future entrants to the plan. This rate may be adjusted for the amortization of any actuarial funding surplus and will be adjusted for the amortization of any unfunded actuarial liability.

The most recent valuation for the Municipal Pension Plan as at December 31, 2015, indicated a \$2,224 million funding surplus for basic pension benefits on a going concern basis. As a result of the 2015 basic account actuarial valuation surplus and pursuant to the joint trustee agreement, \$1,927 million was transferred to the rate stabilization account and \$297 million of the surplus ensured the required contribution rates remained unchanged.

The City paid \$4,112,000 (2017 - \$3,895,000) for employer contributions to the plan in fiscal 2018.

The next valuation will be as at December 31, 2018, with results available in 2019.

**The Corporation of the City of North Vancouver
Notes to Consolidated Financial Statements
Year ended December 31, 2018
(tabular amounts in thousands of dollars)**

(b) Pension Liability (con't)

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 for the plan in aggregate, resulting in no consistent and reliable basis for allocating the obligation, assets and cost to individual employers participating in the plan.

(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.

(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) Other 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 five years commencing July 1, 2015. The City's portion of the annual contract costs is expected to be approximately \$1,100,000 for the years 2015 to 2020. The City is also eligible to receive an incentive from Multi-Materials BC (MMBC) of approximately \$65,000 per month (\$780,000 annually).

As at December 31, 2018 the City had entered into various construction contracts for a total outstanding value of \$13.5M

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 \$2,918,000 (2017 - \$2,750,000), which is administered by the City, has not been included with the City's accounts.

**The Corporation of the City of North Vancouver
Notes to Consolidated Financial Statements
Year ended December 31, 2018
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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.

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.

The Corporation of the City of North Vancouver
Notes to Consolidated Financial Statements
Year ended December 31, 2018
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12. SEGMENTED INFORMATION (con't)

Solid Waste

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

	Revenues	Expenses					Total	Annual Surplus(Deficit)
		Wages & Benefits	Goods & Supplies	Services	Depreciation	Capitalized		
General Government	\$ 107,070	\$ 13,150	\$ 3,113	\$ 6,634	\$ 4,580	\$ (8,184)	\$ 19,293	\$ 87,777
Transportation and transit	2,293	2,432	636	6,097	2,763	(4,755)	7,173	(4,880)
Health, social services and housing	441	453	84	2,100	-	-	2,637	(2,196)
Development services	8,622	5,601	47	278	-	-	5,926	2,696
Protective Services	1,683	17,493	850	6,600	637	(261)	25,319	(23,636)
Parks, recreation and culture	10,465	14,194	1,142	20,878	5,290	(13,714)	27,790	(17,325)
Water utilities	11,706	2,037	7,550	2,090	829	(2,888)	9,618	2,088
Sewer utilities	12,054	1,466	302	8,739	682	(2,050)	9,139	2,915
Solid waste	4,170	1,307	47	2,751	46	-	4,151	19
2018	\$ 158,504	\$ 58,133	\$ 13,771	\$ 56,167	\$ 14,827	\$ (31,852)	\$ 111,046	\$ 47,458
2017	\$ 146,514	\$ 54,048	\$ 15,615	\$ 52,500	\$ 13,967	\$ (30,750)	\$ 105,380	\$ 41,134

13. CONTRACTUAL RIGHTS

Contractual rights are rights to economic resources arising from contracts or agreements that will result in revenues and assets in the future. As at December 31, 2018 the significant contractual rights of the City consisted of developer contributions. These rights exist as the City has entered into a number of public works development agreements which require the developers to contribute various infrastructure assets to the City, including roads and underground utilities. The timing and extent of these future contributions vary depending on development activity and fair value of the assets received at time of contribution. The contributions will be recorded as revenue based on the fair value of the assets received at the time that the City assumes the risks and responsibilities related to the assets.

The Corporation of the City of North Vancouver
Notes to Consolidated Financial Statements
Year ended December 31, 2018
(tabular amounts in thousands of dollars)

14. BUDGET FIGURES

The budget figures presented in these consolidated financial statements are based upon the financial plan approved by Council as the Financial Plan for the Years 2018 to 2027 Bylaw, 2017, No. 8637 May 7, 2018. The table below reconciles the approved budget to the budget figures reported.

		Financial Plan Bylaw
Revenue per Statement of Operations		\$ 107,848
Less:		
Budget Adjustments for Consolidation	(547)	
Transfers from Reserve	(1,843)	
Interagency Funds	<u>(4,752)</u>	(7,142)
Revenue per financial plan bylaw 8637		<u>100,706</u>
Expenses per Statement of Operations		107,793
Add:		
Transfer to other funds		(2,203)
Less:		
Budget Adjustments for Consolidation	1,821	
Interagency payments	<u>(4,752)</u>	(2,931)
Expenses per financial plan bylaw 8637		<u>102,659</u>
Deficit for the year		(1,953)
Reserves and capital:		
Capital expenditures		(82,690)
Depreciation		13,900
Equity		(8,074)
Transfers from reserves		57,442
External contributions		<u>21,375</u>
Annual budgeted Surplus per financial plan bylaw		<u>\$ -</u>

The Corporation of the City of North Vancouver

2018 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)
2018**

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)
2018

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 British Columbia Photography and Media Arts Society entered into an agreement with a Canadian chartered bank for a demand construction bridge loan to a maximum of \$5 million for five years secured by a guarantee, expiring in February 2022, from the City of North Vancouver

**The Corporation of the City of North Vancouver
Schedule of Remuneration and Expenses paid to Elected Officials
FIR Schedule 1, Section 6 (2) (a)
2018**

Elected Official	Remuneration	Benefits ¹	Car Allowance	Retirement		Subtotal	Expenses	Total
				Stipend				
Back, Holly	\$ 39,745	\$ 2,267	\$ -	\$ -	\$ 42,012	\$ 11,775	\$ 53,787	
Bell, Don	39,745	431	-	-	40,176	10,872	51,048	
Bookham, Pamela	35,309	1,201	-	45,880	82,390	-	82,390	
Buchanan, Linda	47,523	1,919	1,102	-	50,544	5,708	56,252	
Clark, Rod	35,309	1,595	-	36,461	73,365	8,159	81,524	
Girard, Angela	4,590	161	-	-	4,751	431	5,182	
Hu, Tina	4,590	279	-	-	4,869	643	5,512	
Keating, Craig	35,309	1,989	-	59,424	96,722	6,270	102,992	
McIlroy, Jessica	4,590	161	-	-	4,751	350	5,101	
Mussatto, Darrell ²	95,142	3,467	8,486	122,138	229,233	9,282	238,515	
Valente, Antonio	4,590	161	-	-	4,751	697	5,448	
Total	\$ 346,442	\$ 13,631	\$ 9,588	\$ 263,903	\$633,564	\$ 54,187	\$687,751	

1. Includes taxable and the employer's portion of CPP.

2. The retirement stipend for Former Mayor Mussatto does not include \$27,258 deferred to 2019

**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)
2018**

Last Name	Initial	Remuneration	One-Time Payments	Subtotal	Expenses	Total
Adin	E	90,930	370	91,300	403	91,703
Anderson	T	69,869	7,759	77,628	1,144	78,772
Antoniali	S	121,739	325	122,064	-	122,064
Apperley	M	100,394	7,215	107,609	1,575	109,184
Arnold	D	88,975	19,835	108,810	75	108,885
Ashley	J	101,785	10,307	112,092	-	112,092
Askraba	G	81,750	1,946	83,696	221	83,917
Bartleman	A	105,562	-	105,562	441	106,003
Beaupre	L	79,989	1,301	81,290	347	81,637
Beckett	D	119,588	6,476	126,064	654	126,718
Bench	C	86,590	173	86,763	985	87,748
Berg	D	74,152	7,961	82,113	150	82,263
Biggin	D	110,788	170	110,958	1,993	112,951
Bjarnason	E	70,884	21,241	92,125	-	92,125
Boivin	L	96,760	87	96,847	954	97,801
Boone	W	86,352	84	86,436	1,421	87,857
Borland	J	95,363	954	96,317	759	97,076
Bosa	S	97,903	5,154	103,057	1,152	104,209
Bovill	J	109,274	40	109,314	1,236	110,550
Bradley	T	127,163	2,590	129,753	1,524	131,277
Braithwaite	J	88,476	2,633	91,109	82	91,191
Brini	A	67,330	17,988	85,318	-	85,318
Brodtrick	J	100,147	515	100,662	-	100,662
Brown	S	110,025	-	110,025	1,385	111,410
Browne	R	92,399	2,156	94,555	3,685	98,240
Brownie	R	93,193	-	93,193	75	93,268
Budgell	J	77,890	5,158	83,048	1,448	84,496
Buitenhuis	J	88,711	768	89,479	147	89,626
Burak	R	102,349	6,389	108,738	499	109,237
Burgess	B	85,442	-	85,442	356	85,798
Caldwell	A	77,731	16	77,747	3,712	81,459
Cameron	D	81,825	-	81,825	315	82,140
Chan	K	116,140	-	116,140	4,429	120,569
Chand	N	146,907	19,523	166,430	2,687	169,117
Charlton	R	52,073	34,681	86,754	382	87,136
Chong	L	96,328	-	96,328	941	97,269
Chu	D	84,139	-	84,139	-	84,139
Chu	K	84,235	1,604	85,839	37	85,876
Clarke	R	64,033	11,847	75,880	260	76,140
Cohan	J	89,779	1,303	91,082	-	91,082

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)
2018**

Last Name	Initial	Remuneration	One-Time Payments	Subtotal	Expenses	Total
Cook	T	79,675	-	79,675	360	80,035
Cooper	D	91,647	5,969	97,616	0	97,616
Craig	R	81,833	34,417	116,250	-	116,250
Crookes	R	75,558	11	75,569	195	75,764
Cullen	R	101,870	3,189	105,059	499	105,558
Curtin	M	95,186	-	95,186	-	95,186
Dale	A	87,708	-	87,708	212	87,920
Danks	M	114,810	671	115,481	-	115,481
Danks	G	121,286	17	121,303	1,600	122,903
Day	K	109,594	3,389	112,983	475	113,458
De La Cruz Polanco	J	78,581	771	79,352	-	79,352
de Roy Van Zuydewijn	J	139,617	7,377	146,994	6,032	153,026
De Ruiters	J	142,518	952	143,470	1,046	144,516
Dempster	A	81,871	1,571	83,442	387	83,829
Dexel	K	76,092	-	76,092	-	76,092
Di Spirito	D	121,138	7,591	128,729	-	128,729
Dickson	S	108,162	2,493	110,655	626	111,281
Dickson	D	122,616	4,986	127,602	801	128,403
Dorey	D	126,528	-	126,528	645	127,173
Drobný	M	106,746	2,716	109,462	-	109,462
Dyer	S	75,903	3	75,906	366	76,272
Easton	S	113,263	318	113,581	-	113,581
Easton	A	124,322	108	124,430	600	125,030
Elliott	G	94,584	1,614	96,198	4,216	100,414
Epp	M	170,121	5,191	175,312	613	175,925
Evans	H	99,389	-	99,389	503	99,892
Fabert	U	119,819	-	119,819	2,822	122,641
Fernandes	C	113,140	82	113,222	1,576	114,798
Ficocelli	J	124,202	-	124,202	-	124,202
Foldi	D	120,965	-	120,965	2,291	123,256
Fraser	S	130,025	-	130,025	4,854	134,879
Friesen	M	80,558	319	80,877	2,592	83,469
Fudge	N	82,367	2,808	85,175	1,050	86,225
Galloway	S	135,336	-	135,336	8,928	144,264
Garber	L	128,331	-	128,331	2,370	130,701
Garden	S	104,024	166	104,190	476	104,666
Garma	K	74,354	-	74,354	1,445	75,799
Gilfoil	R	81,735	3	81,738	250	81,988
Gill	R	72,359	6,565	78,924	38	78,962
Gillespie	T	97,739	5,154	102,893	-	102,893

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)
2018**

Last Name	Initial	Remuneration	One-Time Payments	Subtotal	Expenses	Total
Graham	K	158,411	876	159,287	5,620	164,907
Green	B	82,061	813	82,874	1,045	83,919
Green	K	99,370	486	99,856	150	100,006
Greenlees	R	119,612	-	119,612	827	120,439
Gusdal	G	118,476	8,957	127,433	1,226	128,659
Hall	J	84,234	115	84,349	650	84,999
Hallaway	M	99,034	-	99,034	-	99,034
Harrison	M	79,869	2,522	82,391	-	82,391
Harrison	A	84,523	-	84,523	649	85,172
Hart	F	84,819	1,373	86,192	312	86,504
Hathaway	R	99,976	-	99,976	3,461	103,437
Hawkshaw	D	115,556	7,520	123,076	520	123,596
Head	J	75,103	-	75,103	-	75,103
Hennigar	K	102,066	-	102,066	464	102,530
Hickey	P	79,975	840	80,815	-	80,815
Hofilena	G	101,249	-	101,249	2,172	103,421
Holm	M	99,651	-	99,651	1,628	101,279
Howard	R	93,163	158	93,321	424	93,745
Huang	J	77,208	-	77,208	729	77,937
Hudson	J	108,916	774	109,690	556	110,246
Hunter	M	145,336	156	145,492	2,019	147,511
Hurley	B	80,839	2,439	83,278	50	83,328
Jackson	C	92,134	553	92,687	514	93,201
Jefferson	M	166,400	30,701	197,101	2,986	200,087
Johal	B	75,342	2	75,344	195	75,539
Johnson	D	99,554	203	99,757	-	99,757
Johnson	M	76,742	23,970	100,712	102	100,814
Johnson	B	103,749	-	103,749	2,018	105,767
Kelso	M	114,347	1,468	115,815	-	115,815
Kilmartin	T	100,146	-	100,146	-	100,146
Kirkpatrick	N	114,045	-	114,045	4,551	118,596
Klochnyk	J	134,538	-	134,538	-	134,538
Ko	N	85,359	-	85,359	971	86,330
Kral	L	105,431	3,012	108,443	1,277	109,720
Kuzmanovski	K	105,605	-	105,605	-	105,605
Lamb	S	80,532	661	81,193	2,236	83,429
Lemanski	C	113,223	207	113,430	801	114,231
Lentsch	T	102,698	56	102,754	900	103,654
Leung	R	76,221	-	76,221	953	77,174
Lindsay	S	85,920	7,453	93,373	450	93,823

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)
2018**

Last Name	Initial	Remuneration	One-Time Payments	Subtotal	Expenses	Total
Lovely	A	79,874	-	79,874	763	80,637
Low	W	82,066	2,736	84,802	227	85,029
Macdonald	E	76,198	205	76,403	635	77,038
Macdonald	C	77,051	-	77,051	15	77,066
Mackay	J	66,092	9,219	75,311	330	75,641
Mackay	M	107,421	5,625	113,046	600	113,646
Magnusson	K	161,642	-	161,642	56	161,698
Maillie	D	118,947	528	119,475	-	119,475
Majano	A	122,792	65	122,857	1,388	124,245
Malagoli	F	75,409	-	75,409	-	75,409
Mara	R	120,065	-	120,065	2,361	122,426
Mason	W	81,143	4,096	85,239	-	85,239
Matsubara	D	124,299	130	124,429	1,000	125,429
McCann	D	81,976	2,061	84,037	339	84,376
McCarthy	L	89,277	-	89,277	13,147	102,424
McCutcheon	J	106,761	-	106,761	350	107,111
McEachern	K	88,819	-	88,819	54	88,873
McNaughton	G	66,267	8,672	74,939	150	75,089
Mitic	D	59,677	21,558	81,235	2,466	83,701
Moberg	B	93,785	10,219	104,004	1,184	105,188
Moon	J	118,227	-	118,227	613	118,840
Munro	G	140,839	-	140,839	3,445	144,284
Murphy	K	94,628	68	94,696	5,769	100,465
Naab	K	89,834	15,229	105,063	12	105,075
Negenman	A	78,558	1,920	80,478	1,267	81,745
Nelson	L	99,749	11,338	111,087	1,964	113,051
Nichols	C	129,865	19,017	148,882	3,330	152,212
Oliver	J	84,204	128	84,332	481	84,813
Orr	L	142,179	-	142,179	2,006	144,185
Owens	D	145,787	476	146,263	2,433	148,696
Pacheco	J	100,484	4	100,488	2,203	102,691
Parker	L	118,137	8,284	126,421	1,711	128,132
Payne	A	107,582	115	107,697	-	107,697
Pearce	B	181,272	-	181,272	487	181,759
Peel	M	91,266	312	91,578	3,570	95,148
Perry	C	39,705	48,874	88,579	332	88,911
Peters	J	78,613	7,666	86,279	788	87,067
Pichler	E	91,123	-	91,123	740	91,863
Piechota	K	100,187	825	101,012	860	101,872
Pistilli	D	198,171	31,777	229,948	5,573	235,521

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)
2018**

Last Name	Initial	Remuneration	One-Time Payments	Subtotal	Expenses	Total
Pollock	B	99,159	-	99,159	843	100,002
Polman	J	121,474	7,596	129,070	-	129,070
Pope	D	199,145	-	199,145	517	199,662
Price	D	76,583	138	76,721	319	77,040
Priestley	D	97,605	22,510	120,115	1,382	121,497
Rabold	C	130,932	1,938	132,870	407	133,277
Rasmussen	D	93,790	-	93,790	191	93,981
Rawlings	F	86,016	555	86,571	3	86,574
Reinhold	H	149,657	-	149,657	59	149,716
Reiss	S	79,271	309	79,580	2,904	82,484
Richards	P	91,264	-	91,264	1,199	92,463
Ring	D	82,148	66	82,214	175	82,389
Roberts	A	100,363	2,061	102,424	77	102,501
Rohan	C	87,625	6,346	93,971	279	94,250
Rozairo	G	95,485	-	95,485	14,215	109,700
Ryce	T	127,982	102	128,084	1,979	130,063
Savage	R	80,811	-	80,811	407	81,218
Schalk	G	142,405	5,464	147,869	4,731	152,600
Schmidt	T	93,137	-	93,137	624	93,761
Sedun	S	78,644	3,607	82,251	350	82,601
Sellars	J	104,797	651	105,448	4,256	109,704
Shaughnessy	M	107,788	2,532	110,320	-	110,320
Sheel	J	110,999	88	111,087	687	111,774
Sherwood	D	73,811	12,425	86,236	117	86,353
Siegmann	R	128,339	14	128,353	2,056	130,409
Siemens	J	93,467	-	93,467	986	94,453
Skene	R	136,171	-	136,171	-	136,171
So	E	109,125	409	109,534	1,116	110,650
Sommers	J	101,549	9	101,558	854	102,412
Staebling	A	84,705	940	85,645	6,074	91,719
Stevenson	M	120,623	13,008	133,631	515	134,146
Steward	I	88,465	84	88,549	1,601	90,150
Stirling	L	94,237	-	94,237	198	94,435
Strubin	C	104,487	22	104,509	499	105,008
Sutherland	S	87,739	-	87,739	1,109	88,848
Sutherland	M	103,621	-	103,621	-	103,621
Svancara	J	82,021	-	82,021	1,425	83,446
Sweeney	E	119,203	130	119,333	7,603	126,936
Tang	B	100,076	-	100,076	-	100,076
Tang	I	136,102	3,749	139,851	1,180	141,031

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)
2018**

Last Name	Initial	Remuneration	One-Time Payments	Subtotal	Expenses	Total
Themens	B	196,808	17,613	214,421	1,778	216,199
Tollstam	K	199,287	241,220	440,507	4,882	445,389
Townsend	T	102,817	10,822	113,639	43	113,682
Trinkl	G	84,670	-	84,670	806	85,476
Trinkl	M	89,193	20,757	109,950	413	110,363
Tse	W	95,168	18	95,186	1,827	97,013
Turner	D	127,313	-	127,313	1,938	129,251
Urbani	J	97,642	404	98,046	428	98,474
Vafi	K	81,488	-	81,488	-	81,488
Van Born	S	124,083	2,959	127,042	600	127,642
Vanderhoek	M	86,061	-	86,061	990	87,051
Vanderhoek	S	96,314	-	96,314	495	96,809
Vargas	L	120,853	-	120,853	1,328	122,181
Vasilevich	A	100,198	-	100,198	2,873	103,071
Walsoff	L	78,499	-	78,499	50	78,549
Ward	A	99,208	2,061	101,269	341	101,610
Watson	D	84,171	6,048	90,219	3,378	93,597
Waugh	M	100,844	2,061	102,905	150	103,055
Wen	V	113,604	1,141	114,745	2,821	117,566
White	D	100,644	16,326	116,970	-	116,970
Wilkinson	B	91,194	756	91,950	-	91,950
Williams	M	85,501	3,607	89,108	1,239	90,347
Willock	B	136,597	476	137,073	6,045	143,118
Wilson	S	80,761	-	80,761	-	80,761
Wilson	C	80,439	2,277	82,716	-	82,716
Wood	S	79,951	-	79,951	765	80,716
Yu	A	73,647	4,018	77,665	314	77,979
Zander	S	112,393	59	112,452	1,305	113,757
Zhang	E	77,241	-	77,241	1,727	78,968
Subtotal		23,249,348	1,020,858	24,270,206	283,920	24,554,126
Consolidated total of employees earning \$75,000 or less		16,256,645	462,491	16,719,136	91,846	16,810,982
Total		39,505,993	1,483,349	40,989,342	375,766	41,365,108

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
Reconciliation between total remuneration & financial statements
FIR Schedule 1, Section 6 (2) (d)
2018

FIR Schedule 1, Section 6 (2) (a) - Remuneration paid to elected officials	\$ 633,564
FIR Schedule 1, Section 6 (2) (b) and 6 (2) (c) - Employee Remuneration	40,989,342
	41,622,906
 <u>Reconciling items</u>	
 Add:	
Related Party Salaries and Benefits:	
City of North Vancouver Library	3,043,312
North Vancouver Recreation Commission	7,009,987
City of North Vancouver non-taxable benefits	7,053,267
Salary, retro wages accruals	(446,652)
Post employment benefits	723,100
Other net adjustments	134,931
Workers' Compensation Board net of recoveries	449,068
 Subtract:	
Recoveries:	
District of North Vancouver share of Museum and Archives Commission	(392,736)
District of North Vancouver for share of Police Support Services Salaries & Benefits	(85,751)
Staff recoveries	(978,434)
	\$ 58,133,000

**The Corporation of the City of North Vancouver
Statement of Severance Agreements
FIR Schedule 1, Section 6 (7) (a) & (b)
2018**

There were four severance agreements under which payment commenced between The Corporation of the City of North Vancouver and its non-unionized employees during fiscal year 2018.

- One to seven months lump sum payment

The severance agreement payment was determined 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)
2018**

Vendor	Payment
AIRMAX AIR PURIFICATION SYSTEM	45,870
ANCAN MARKETING	53,182
ANDREW SHERET LTD	384,684
ANNEX PRO INC.	53,457
ANSAN INDUSTRIES LTD	268,788
AON REED STENHOUSE INC	607,008
ASSOCIATED FIRE SAFETY EQUIPMENT	49,530
ASTROGRAPHIC INDUSTRIES LTD	73,687
AVENUE MACHINERY CORP	32,564
AXIS TECHNICAL SERVICES CORP.	78,422
BA BLACKTOP LTD	3,971,406
BAILEY ENVIRONMENTAL CONSULTING	44,117
BC HYDRO	831,615
BDO CANADA LLP	74,535
BELL MOBILITY INC.	65,643
BILL PETERS CONSULTING	25,712
BIRDSEYE OFFICE	108,619
BOYDEN VANCOUVER	85,568
BROOKS CORNING COMPANY	126,682
BUNZL CANADA	41,578
CANADA POST CORPORATION	37,499
CANADA SPRING MFG. (1988) INC	26,221
CANADIAN LINEN AND UNIFORM SERVICE	37,605
CANADIAN TURNER CONSTRUCTION COMPANY	729,537
CANSEL SURVEY EQUIPMENT INC (CANSEL)	62,150
CARE PEST AND WILDLIFE CONTROL LTD	31,185
CARSCADDEN STROKES MCDONALD ARCHITECTS	202,524
CASCADE WEAR LTD	41,784
CDW CANADA	43,804
CITY OF NORTH VANCOUVER	32,942
CITY OF SURREY	247,495
CITY OF VANCOUVER	40,004
CITY SPACES	48,027
COBRA ELECTRIC	879,272
COMMISSIONAIRES BC	110,823
COMMUNITY FIRE PREVENTION	110,348
COQUITLAM CONCRETE (1993) LTD	98,516
CORE PROJECT MANAGEMENT	67,364

**The Corporation of the City of North Vancouver
Schedule of Suppliers of Goods and Services
FIR Schedule 1, Section 7 (1) (a) and (b)
2018**

Vendor	Payment
CORIOLIS CONSULTING CORPORATION	30,499
CORIX WATER PRODUCTS LP	123,412
CORPORATE EXPRESS CANADA INC	88,490
COWI NORTH AMERICA LTD.	845,454
CREATIVE TRANSPORTATION SOLUTIONS LTD	32,920
DAN-EX CONTRACTING LTD.	81,507
DATAFIX COMPRINT SYTSEMS INC.	27,285
DELTA SIERRA CONSTRUCTION	103,251
DIAMOND PRE-CAST CONCRETE LTD	30,148
DIAMOND SCHMITT ARCHITECTS	39,840
DIRECT COMMUNICATIONS MARKETING LTD.	26,208
DISTRICT OF NORTH VANCOUVER	381,879
DISTRICT OF WEST VANCOUVER	1,092,421
DMD AND ASSOCIATES LTD	79,702
DOMINION SELF-PARK SYSTEMS LTD	47,355
DONNELLY & ASSOCIATES EVENT MARKETNG INC	29,250
DRC MECHANICAL	32,519
DUNSKY ENERGY CONSULTING	26,130
E-COMM	283,145
ECONOLITE CANADA INC.	31,735
ELECTION SYSTEMS & SOFTWARE CANADA, ULC	39,564
ENTIRE BUILDING SERVICES LTD.	92,138
ENVIROSAFETY INC.	25,240
ENVIRO-VAC	29,060
ESC AUTOMATION INC	44,446
ESRI CANADA LTD	40,505
EUROVIA BC INC	91,731
EVERGREEN	28,000
EXECUTIVE AIR CONDITIONING &	36,904
FINNING INTERNATIONAL INC.	35,890
FORTIS BC ENERGY INC.	60,231
FORTTRAN TRAFFIC SYSTEMS LTD	30,293
FRED SURRIDGE LTD	262,376
GARY PENWAY CONSULTING	62,354
GREAT NORTHERN ENGINEERING CONSULTANTS	35,595
GREATER VANCOUVER SEWERAGE AND DRAINAGE	546,320
GREATER VANCOUVER WATER DISTRICT	6,605,847
GUILLEVIN INTERNATIONAL CO	38,463

**The Corporation of the City of North Vancouver
Schedule of Suppliers of Goods and Services
FIR Schedule 1, Section 7 (1) (a) and (b)
2018**

Vendor	Payment
HABITAT SYSTEMS INC	128,756
HAEBLER CONSTRUCTION PROJECTS INC.	1,281,494
HAPA COLLABORATIVE	50,429
HCMA ARCHITECTURE + DESIGN	1,877,436
HEADWATER MANAGEMENT LTD.	69,143
HERITAGE OFFICE FURNISHINGS LTD	40,417
HI-LITE TRUCK ACCESSORIES LTD	44,727
HOBBS, WINTER AND MACDONALD	28,720
HORSESHOE STAR HOLDINGS LTD	26,853
IMAGE GROUP INC.	28,248
INFOR (CANADA), LTD.	292,443
INTERPROVINCIAL TRAFFIC SERVICES LTD	40,026
ISL ENGINEERING & LAND SERVICES LTD.	310,180
JACK CEWE LTD.	57,214
JIFFY JOHN RENTALS LTD	25,480
JIM PATTISON HYUNDAI NORTHSORE	34,152
JIM WILES AND SON LTD	165,889
KAL TIRE	40,574
KEI SPACE	199,754
KERR WOOD LEIDAL ASSOCIATES LTD	95,128
KGC FIRE RESCUE INC	64,383
LAFARGE CANADA INC	2,860,177
LASER VALLEY TECHNOLOGIES CORP.	54,805
LEHIGH HANSON	53,388
LIDSTONE & COMPANY	211,582
LMLTD HOLDINGS CORP	67,454
LONSDALE ENERGY CORP	215,680
MAINROAD MAINTENANCE PRODUCTS	92,310
MANCORP INDUSTRIAL SALES LTD	29,980
MANULIFE FINANCIAL	34,794
MAR-TECH UNDERGROUND SERVICES LTD	48,563
MCRAE'S ENVIRONMENTAL SERVICES LTD	428,271
METRO MOTORS LTD	492,449
METRO VANCOUVER	5,783,049
MICROSOFT LICENSING GP:WRC-CA	199,560
MOTT MACDONALD CANADA LTD.	303,729
MS BUSINESS DESK CAD	40,082
MUNICIPAL PENSION PLAN	3,897,584

**The Corporation of the City of North Vancouver
Schedule of Suppliers of Goods and Services
FIR Schedule 1, Section 7 (1) (a) and (b)
2018**

Vendor	Payment
MURRIN CONSTRUCTION LTD	106,361
NAPA NORTH VANCOUVER	38,973
NGS CONTRACTING	92,251
NORTH SHORE NEWS	66,464
NORTH VANCOUVER CHAMBER OF COMMERCE	33,113
NORTH VANCOUVER COMMUNITY ARTS COUNCIL	30,410
NORTH VANCOUVER RECREATION COMMISSION	68,253
NORTHWEST KENNELS & DAYCARE	32,493
NORTON ROSE FULBRIGHT CANADA LLP	335,498
NOVACOM BUILDING PARTNERS LTD.	25,110
OFFICE TEAM	39,902
OPENTEXT	53,823
ORACLE CANADA ULC	113,470
ORKIN CANADA CORPATION	26,273
PACIFIC BLUE CROSS	1,329,507
PACIFIC FLOW CONTROL LTD.	49,234
PACIFICOAST LABELS INC.	25,972
PARKLAND REFINING (B.C.) LTD.	358,829
PETER BURNS WINDOWS	56,159
PFS STUDIO	180,119
PHOENIX RESTORATIONS LTD.	61,128
PIKA PUMP AND COMPRESSOR SERVICES LTD	28,477
PINNACLE INT'L REALTY GROUP II INC.	84,262
PITNEYWORKS	43,896
POLYGON PROMENADE AT THE QUAY HOMES	77,922
PRESENTATION HOUSE THEATRE	34,940
PROSCENIUM ARCHITECTURE & INTERIORS INC.	30,433
PW TRENCHLESS CONSTRUCTION INC.	144,544
RARE EARTH RECREATIONAL DEVELOPMENTS INC	25,855
RAY CONTRACTING LTD	53,200
RAYBERN ERECTORS LTD.	48,832
RESOURCE PLANNING GROUP INC.	175,243
RECEIVER GENERAL FOR CANADA	11,735,701
RF BINNIE AND ASSOCIATES LTD	73,796
RFS CANADA	25,779
RICOH CANADA INC	62,348
ROADWAY TRAFFIC PRODUCTS LTD.	28,896
ROBERTSON ELECTRIC WHOLESale	334,040

**The Corporation of the City of North Vancouver
Schedule of Suppliers of Goods and Services
FIR Schedule 1, Section 7 (1) (a) and (b)
2018**

Vendor	Payment
ROLLINS MACHINERY LTD	40,998
ROSE SECURITY SERVICES INC	62,041
ROSS MORRISON ELECTRICAL LTD	56,289
SCALAR DECISIONS INC.	111,100
SCOOBY'S DOG WASTE REMOVAL SERVICE	46,763
SCOTTISH LINE PAINTING LTD	47,904
SECURIWORLD CANADA SECURITY SERVICES INC	30,706
SHERINE INDUSTRIES LTD	28,898
SIRSIDYNIX (CANADA) INC.	38,920
SOFTCHOICE LP.	38,292
SOUTH COAST BC TRANSPORT AUTHORITY	25,141
SQUAMISH FIRST NATION	3,695,888
STANDARD BUILDING SUPPLY	47,251
STRYKER CANADA	27,384
SUPER SAVE DISPOSAL INC	54,372
SUPERIOR CITY SERVICES LTD	96,553
TELUS COMMUNICATIONS INC	92,994
TELUS MOBILITY	106,450
TETRA TECH EBA INC.	66,700
THE SHIPYARDS DEVELOPMENT LTD.	4,393,591
TREEN SAFETY (WORKSAFE) INC.	35,302
TRIPLE M TRANSPORT LTD.	26,123
TRIPLE THREE TRADING LTD	31,249
TRUEPOINT SOLUTIONS, LLC	198,747
TUPPER LANDSCAPING INC	60,347
TWILIGHT MARKETS LTD	71,650
URBAN ARTS ARCHITECTURE	104,520
URBAN FORUM ASSOCIATES	41,108
URBAN SAWING AND SCANNING CO LTD	89,027
URBAN SYSTEMS	189,429
VADIM COMPUTER MANAGEMENT GROUP LTD	29,708
VAN-KEL BURNABY #801	38,602
VANPORT ENTERPRISES LTD	81,706
WATER STREET ENGINEERING LTD.	35,058
WESTERN WATERSHED DESIGNS INC.	903,604
WESTERN WEED CONTROL (1980) LTD	29,100
WESTERRA EQUIPMENT LP	30,206
WESTLAND INSURANCE GROUP LTD.	204,227

**The Corporation of the City of North Vancouver
Schedule of Suppliers of Goods and Services
FIR Schedule 1, Section 7 (1) (a) and (b)
2018**

Vendor	Payment
WESTVIEW SALES LTD	25,909
WHENTHEN EDUCATION SERVICES LTD.	41,858
WHITELAW TWINING LAW CORPORATION	25,509
WORKER'S COMPENSATION BOARD	651,904
YEOMEN PROPERTY MAINTENANCE & RENOVATION	47,626
YOUNG ANDERSON BARRISTERS & SOLICITORS	130,010
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Section 7 (1) (a) - Vendors over \$25,000	69,485,041
Section 7 (1) (b) - Vendors \$25,000 or less	5,521,862
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Grand Total Sections 7 (1) (a) and 7 (1) (b)	75,006,903

The Corporation of the City of North Vancouver
Reconciliation between total payments to suppliers & financial statements
FIR Schedule 1, Section 7 (1) (c)
2018

FIR Schedule 1, Section 7(1)(a) & (b) - Payments to Suppliers of Goods and Services	\$ 75,006,903
FIR Schedule 1, Section 7(2)(b) - Grants and Contributions	12,701,474
Subtotal - Payments to Suppliers	\$ 87,708,377

Reconciliation Items

FIR Schedule 1, Section 6(2)(a) - remuneration paid to elected officials	\$ 633,564
FIR Schedule 1, Section 6(2)(b) and 6(2)(c) - employee remuneration	40,989,342
FIR Schedule 1, Section 6(2)(a) - elected officials expenses	54,187
FIR Schedule 1, Section 6(2)(b) and 6(2)(c) - employee expenses	375,766
Post Employment Benefits	723,100
Sick and severance	69,457
Workers' Compensation Board net of recoveries	449,068

Related Parties

City of North Vancouver Library	
City of North Vancouver Library remuneration	3,043,312
Remove City of North Vancouver grant to Library	(3,985,854)
FIR Schedule 1, Section 6(2) - Employee and Board Expenses	20,035
FIR Schedule 1, Section 7(1) (a) & (b) - Payments to Suppliers of Goods and Services	1,192,135
Other net adjustments (includes depreciation)	(6,719)
North Vancouver Recreation Commission	
Add City of North Vancouver share of NVRC expenses (includes salaries and benefits)	9,375,939
Remove City of North Vancouver share of City grant to NVRC	(1,599,378)
Other net adjustments	(448,929)
North Vancouver Museum and Archives	
DNV's share of expenses (includes salaries and benefits)	(653,506)
City's share of grant to Museum	(277,702)

Recoveries

Recovery from District of North Vancouver for DNV share of Police operating/capital costs	(4,535,134)
Recovery from Lonsdale Energy Corp.	(1,197,912)
Net of other allocations and recoveries	133,807
Recovery from District of North Vancouver for DNV share of Police salaries and benefits	(85,751)
Staff recoveries	(978,434)

Other Financial Statement Items

Change in accrued payable and other expenses	(1,838,752)
Bank fees journalized	169,533
Interest on pre-authorized payments	66,172
Holdbacks and holdback deficiencies	(892,571)
Expenditures transferred to tangible capital assets	(31,852,433)
Depreciation expense (excluded Library)	14,612,810
Prior period capital adjustments	61,123
Change in Inventories from December 31, 2017 to 2018	37,359
Change in prepaid expenses from December 31, 2017 to 2018	(139,656)
City portion of prior years taxes refunded in 2018 due to changes in property assessment	228,083
Other net adjustments	(404,438)

Total expenses per Consolidated Statement of Financial Activities	\$ 111,046,000
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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)
2018**

Listing of contributions exceeding \$25,000

NORTH SHORE EMERGENCY MANAGEMENT OFFICE	291,264
NORTH SHORE NEIGHBOURHOOD HOUSE	732,312
NORTH VANCOUVER CITY LIBRARY	3,985,894
NORTH VANCOUVER MUSEUM & ARCHIVES COMMISSION	555,403
NORTH VANCOUVER RECREATION COMMISSION	5,736,756
SCHOOL DISTRICT NO.44 (NORTH VANCOUVER)	133,800

Total contributions exceeding \$25,000	11,435,429
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Listing of grants exceeding \$25,000

CAPILANO COMMUNITY SERVICES SOCIETY	83,400
FAMILY SERVICES OF THE NORTH SHORE	55,956
FILIPINO COMMUNITY CENTRE	32,190
LOOKOUT HOUSING AND HEALTH SOCIETY	35,700
NAVY LEAGUE OF CANADA	71,500
NORTH SHORE COMMUNITY RESOURCES	53,259
NORTH SHORE NEIGHBOURHOOD HOUSE	182,750
NORTH SHORE RESTORATIVE JUSTICE SOCIETY	35,000
NORTH VANCOUVER CHAMBER OF COMMERCE	40,000
NORTH VANCOUVER RECREATION COMMISSION	95,975
NORTH VANCOUVER MUSEUM & ARCHIVES	40,375
SILVER HARBOUR CENTRE SOCIETY	158,500
THE SALVATION ARMY NORTH SHOR	35,700

Total of grants exceeding \$25,000	920,305
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Total of all grants and contributions exceeding \$25,000	12,355,734
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Consolidated total of grants and contributions less than \$25,000	345,740
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Grand total of all grants and contributions	\$ 12,701,474
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**The Corporation of the City of North Vancouver
Statement of Financial Information Approval
FIR Schedule 1, Section 9(2)
2018**

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 25, 2019

Linda Buchanan
Mayor
Date: June 25, 2019

Karla D. Graham
City Clerk
Date: June 25, 2019

**The Corporation of the City of North Vancouver
Management Report
FIR Schedule 1, Sections 9 (3) & 9 (4)
2018**

Information on the City of North Vancouver's Management Report is included in the Statement of Management Responsibility with the audited consolidated financial statements.

Community Charter Section 107

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 office as described in section 108.1 [disqualification for contravening conflict rules] unless the contravention was done inadvertently or because of an error in judgment made in good faith.

Community Charter Section 168
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.