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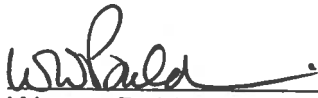
**CITY OF WHITE ROCK  
2015  
STATEMENT OF FINANCIAL INFORMATION**

**In accordance with the Financial Information Act (RSBC 1996 Chapter 140)**

**PARTS I & II**

**THE CORPORATION OF THE CITY OF WHITE ROCK**  
**STATEMENT OF FINANCIAL INFORMATION APPROVAL**  
**FOR THE YEAR ENDED DECEMBER 31, 2015**

The undersigned, represents the Council of the Corporation of the City of White Rock and approves all the statements and schedules included in this Statement of Financial Information, prepared in accordance with the Financial Information Act.



\_\_\_\_\_  
Wayne Baldwin  
Mayor  
June 27, 2016

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, prepared in accordance with the Financial Information Act.



Sandra Kurylo, B. Comm., CPA, CMA  
Director of Financial Services  
June 16, 2016

**THE CORPORATION OF THE CITY OF WHITE ROCK**  
**STATEMENT OF FINANCIAL INFORMATION PARTS I & II**  
**(in accordance with the Financial Information Act - (RSBC 1996 Chapter 140))**

**For the Year Ended December 31, 2015**

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**PART I - CITY OF WHITE ROCK 2015  
STATEMENT OF FINANCIAL INFORMATION  
(2015 AUDITED FINANCIAL STATEMENTS)**

Financial Statements of  
**THE CORPORATION OF**  
**THE CITY OF WHITE ROCK**  
Year Ended December 31, 2015



KPMG LLP  
Metro Tower I  
4710 Kingsway, Suite 2400  
Burnaby BC V5H 4M2  
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## INDEPENDENT AUDITORS' REPORT

To the Mayor and Council

We have audited the accompanying financial statements of The Corporation of the City of White Rock, which comprise the statement of financial position as at December 31, 2015, the statements of operations, changes in net financial assets and cash flows for the year then ended, and notes, comprising a summary of significant accounting policies and other explanatory information.

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

Management is responsible for the preparation and fair presentation of these 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 financial statements that are free from material misstatement, whether due to fraud or error.

### *Auditors' Responsibility*

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

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

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



*Opinion*

In our opinion, the financial statements present fairly, in all material respects, the financial position of The Corporation of the City of White Rock as at December 31, 2015 and its results of operations and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

*KPMG LLP*

Chartered Professional Accountants

May 13, 2016

Burnaby, Canada

# THE CORPORATION OF THE CITY OF WHITE ROCK

## Statement of Financial Position

December 31, 2015, with comparative information for 2014

	2015	2014
<b>Financial Assets</b>		
Cash and cash equivalents (note 3)	\$ 66,846,579	\$ 54,242,483
Temporary investments (note 3)	4,928,565	8,954,375
Accounts receivable (note 4)	2,085,779	1,513,921
Loans receivable (note 5)	30,500	44,000
	<u>73,891,423</u>	<u>64,754,779</u>
<b>Liabilities</b>		
Accounts payable and accrued liabilities (note 6)	6,735,502	5,655,303
Refundable performance deposits (note 3)	7,113,041	5,942,844
Capital lease obligation (note 8)	62,958	82,902
Debt (note 9)	14,138,473	128,089
Deferred revenue (note 10)	11,819,812	10,578,619
	<u>39,869,786</u>	<u>22,387,757</u>
Net Financial Assets	34,021,637	42,367,022
<b>Non-Financial Assets</b>		
Tangible capital assets (note 11)	96,599,808	81,732,920
Prepaid expenses	542,889	517,052
Inventories of supplies	170,471	70,402
	<u>97,313,168</u>	<u>82,320,374</u>
Accumulated surplus (note 12)	\$ 131,334,805	\$ 124,687,396

Commitments and contingencies (note 15)

Water utility acquisition (note 19)

See accompanying notes to financial statements.



**SANDRA KURYLO, B. Comm., CPA, CMA**  
Director of Financial Services



# THE CORPORATION OF THE CITY OF WHITE ROCK

## Statement of Operations

Year ended December 31, 2015, with comparative information for 2014

	2015 Budget	2015	2014
<b>Revenue:</b>			
<b>Property taxes:</b>			
General purposes	\$ 19,679,360	\$ 19,642,298	\$ 20,060,160
Regional library and fire protection levies	1,422,020	1,419,353	1,328,555
Business improvement levy	306,000	306,000	300,600
	<u>21,407,380</u>	<u>21,367,651</u>	<u>21,689,315</u>
Receipts in lieu of taxes	18,400	18,358	18,958
Development cost charges (note 10(a))	1,567,500	11,049	21,564
Sanitary sewer fees and parcel tax	3,404,806	3,460,471	3,386,743
Drainage user fees	1,977,500	1,979,649	1,885,241
Water user fees	-	524,746	-
Sales of services and other revenue (note 18)	9,910,495	11,088,196	8,995,896
Government grants	595,640	637,012	479,618
Developers' contributions of tangible capital assets (note 11(b))	-	280,373	675,014
	<u>38,881,721</u>	<u>39,367,505</u>	<u>37,152,349</u>
<b>Expenses:</b>			
General government	6,267,139	5,651,336	5,416,572
Protection services	10,811,261	10,345,432	9,901,504
Transportation, engineering and operations	5,927,054	5,322,158	4,991,210
Parks, recreation and cultural services	7,538,486	7,095,413	7,111,162
Solid waste services	1,432,200	1,111,759	1,493,897
Sanitary sewer system	2,587,363	2,073,483	1,974,911
Drainage system	960,600	673,997	606,482
Water system	-	446,518	-
	<u>35,524,103</u>	<u>32,720,096</u>	<u>31,495,738</u>
Annual surplus	3,357,618	6,647,409	5,656,611
Accumulated surplus, beginning of year	124,687,396	124,687,396	119,030,785
Accumulated surplus, end of year	<u>\$ 128,045,014</u>	<u>\$ 131,334,805</u>	<u>\$ 124,687,396</u>

See accompanying notes to financial statements.

# THE CORPORATION OF THE CITY OF WHITE ROCK

## Statement of Changes in Net Financial Assets

Year ended December 31, 2015, with comparative information for 2014

	2015 Budget	2015	2014
Annual surplus	\$ 3,357,618	\$ 6,647,409	\$ 5,656,611
Acquisition of tangible capital assets	(15,282,000)	(18,493,249)	(5,394,103)
Contribution of tangible capital assets	-	(280,373)	(675,014)
Amortization of tangible capital assets	3,948,900	3,810,631	3,804,223
Loss on disposal of tangible capital assets	-	65,233	28,690
Proceeds on disposal of tangible capital assets	-	30,870	120,500
	(7,975,482)	(8,219,479)	3,540,907
Acquisition of prepaid expenses	-	(542,889)	(517,052)
Acquisition of inventories of supplies	-	(170,471)	(70,402)
Use of prepaid expenses	-	517,052	470,335
Consumption of inventories of supplies	-	70,402	70,697
Change in net financial assets	(7,975,482)	(8,345,385)	3,494,485
Net financial assets, beginning of year	42,367,022	42,367,022	38,872,537
Net financial assets, end of year	\$ 34,391,540	\$ 34,021,637	\$ 42,367,022

See accompanying notes to financial statements.

# THE CORPORATION OF THE CITY OF WHITE ROCK

## Statement of Cash Flows

Year ended December 31, 2015, with comparative information for 2014

	2015	2014
Cash provided by (used in):		
Operating:		
Annual surplus	\$ 6,647,409	\$ 5,656,611
Items not involving cash:		
Amortization	3,810,631	3,804,223
Loss on disposal of tangible capital assets	65,233	28,690
Developers' contributions of tangible capital assets	(280,373)	(675,014)
Change in non-cash operating working capital:		
Increase in accounts receivable	(212,506)	(88,612)
Increase in prepaid expenses	(25,837)	(46,717)
Decrease (increase) in inventories of supplies	(2,069)	295
Decrease in loan receivable	13,500	13,500
Increase in accounts payable and accrued liabilities	335,273	658,481
Increase in refundable performance deposits	1,170,197	836,126
Increase in deferred revenue	1,241,193	745,068
Net change in cash from operating activities	12,762,651	10,932,651
Capital activities:		
Cash consideration for water utility acquisition	(13,848,770)	-
Cash used to acquire tangible capital assets	(4,356,905)	(5,394,103)
Proceeds on disposal of tangible capital assets	30,870	120,500
Net change in cash from capital activities	(18,174,805)	(5,273,603)
Financing activities:		
New debt issued (note 9)	14,022,000	-
Principal payments on debt	(11,616)	(11,063)
Principal payments on capital leases	(19,944)	(19,040)
Net change in cash from financing activities	13,990,440	(30,103)
Investing activities:		
Change in temporary investments	4,025,810	(8,954,375)
Net change in cash and cash equivalents	12,604,096	(3,325,430)
Cash and cash equivalents, beginning of year	54,242,483	57,567,913
Cash and cash equivalents, end of year	\$ 66,846,579	\$ 54,242,483

See accompanying notes to financial statements.

# THE CORPORATION OF THE CITY OF WHITE ROCK

## Notes to Financial Statements

Year ended December 31, 2015

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The Corporation of the City of White Rock (the "City") is incorporated under the Local Government Act of British Columbia. The City's principal activities include the provision of local government services to residents, businesses and visitors of the incorporated area.

### 1. Significant accounting policies:

The City follows Canadian Public Sector Accounting Standards as prescribed by the Public Sector Accounting Board ("PSAB") of the Chartered Professional Accountants of Canada, including the following significant policies:

(a) Basis of presentation:

The financial statements present the resources and operations including all accounts and funds of the City. All inter-fund transactions, assets and liabilities have been eliminated.

(b) Budget reporting:

The budget figures reported in the statement of operations represent the 2015 component of Financial Plan (2015-2019) Bylaw, 2015, No. 2080 adopted by the City Council on April 27, 2015.

(c) Cash and cash equivalents:

Cash and cash equivalents include short-term highly liquid investments with maturity dates within three months of acquisition that are readily convertible to known amounts of cash and that are subject to an insignificant risk of changes in value.

(d) Temporary investments:

Temporary investments are recorded at cost which approximates market value and are comprised of term deposits.

(e) Revenue:

Revenue is recorded on the accrual basis and is recognized when it is earned and measurable. Revenue relating to future periods, including prepaid property taxes, government grants and certain facility upgrade contributions, are reported as deferred revenue and recognized as revenue when earned.

(f) Development cost charges ("DCC's"):

DCC's collected under the City's Development Cost Charge Bylaw, plus interest earned thereon, are recorded as deferred revenue. DCC's are recognized as revenue when related tangible capital assets are acquired.

# THE CORPORATION OF THE CITY OF WHITE ROCK

Notes to Financial Statements (continued)

Year ended December 31, 2015

## 1. Significant accounting policies (continued):

### (g) Expenses:

Expenses are recorded on the accrual basis and are recognized as they are incurred. This is upon the receipt of goods or services and/or the creation of a legal obligation. Interest expense on debt and capital lease obligations is accrued to December 31, 2015.

### (h) Government transfers:

Restricted transfers from governments are deferred and recognized as revenue as the related expenditures are incurred or the stipulations in the related agreements are met. Unrestricted transfers are recognized as revenue when received or if the amount to be received can be reasonably estimated and collection is reasonably assured.

### (i) Debt:

Debt is recorded net of repayments and actuarial adjustments.

### (j) Non-financial assets:

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

#### (i) Tangible capital assets:

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

Asset	Useful Life - Years
Land improvements	10 to 100
Buildings and facilities	5 to 50
Machinery and equipment	2 to 25
Roads and sidewalks	10 to 50
Sanitary sewer infrastructure	30 to 80
Storm sewer infrastructure	30 to 80
Water system infrastructure	5 to 80

Leasehold improvements are amortized using the lesser of the remaining term of the lease, including all renewal terms, or the life of the asset.

Annual amortization is charged commencing when the asset is available for use. Assets under construction are not amortized until the asset is put into productive use.

# THE CORPORATION OF THE CITY OF WHITE ROCK

Notes to Financial Statements (continued)

Year ended December 31, 2015

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## 1. Significant accounting policies (continued):

### (j) Non-financial assets (continued):

#### (ii) Contributions of tangible capital assets:

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

#### (iii) Arts and heritage assets:

Arts and heritage assets are not recorded as assets in these financial statements as stipulated by PSAB standards.

#### (iv) Interest capitalization:

The City capitalizes the directly attributable interest costs whenever external debt is issued to finance the construction of tangible capital assets.

#### (v) Leased tangible capital assets

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

#### (vi) Inventories of supplies

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

### (k) Employee future benefits:

(i) The City and its employees make contributions to the Municipal Pension Plan. The Municipal Pension Plan is a multi-employer defined benefit pension plan. The City's contributions are expensed as incurred.

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

### (l) Use of accounting estimates:

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates. Significant areas requiring the use of management estimates relate to the determination of the value of developer contributed assets, useful lives of tangible capital assets for amortization, valuation of receivables, accrued sick and other post-employment benefits and provision for contingencies. Adjustments, if any, will be reflected in the financial statements in the period of settlement or change in the amount of the estimate.

# THE CORPORATION OF THE CITY OF WHITE ROCK

Notes to Financial Statements (continued)

Year ended December 31, 2015

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## 1. Significant accounting policies (continued):

### (m) Segment disclosures:

A segment is defined as a distinguishable activity or group of activities of government for which it is appropriate to separately report financial information. The City has provided definitions of segments used by the City as well as presented financial information in segmented format (note 21).

### (n) Contaminated sites:

Contaminated sites are a result of contamination being introduced into air, soil, water, or sediment of a chemical, organic or radioactive material or live organism that exceeds an environmental standard. Liabilities are recorded net of any expected recoveries.

A liability for remediation of contaminated sites is recognized when a site is not in productive use and the following criteria are met:

- (i) An environmental standard exists;
- (ii) Contamination exceeds the environmental standards;
- (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.

## 2. Adoption of new accounting policy:

On January 1, 2015, the City adopted PS 3260 Liability for Contaminated Sites. The standard was applied on a retroactive basis to January 1, 2014 and did not result in any adjustments to liabilities, tangible capital assets or accumulated surplus of the City.

# THE CORPORATION OF THE CITY OF WHITE ROCK

Notes to Financial Statements (continued)

Year ended December 31, 2015

### 3. Cash and cash equivalents, and temporary investments:

	2015	2014
Cash balances	\$ 43,906,039	\$ 29,327,692
Cash equivalents:		
Money market securities and term deposits maturing within 90 days of inception	18,946,587	20,954,668
MFA Money Market Fund	3,993,953	3,960,123
	66,846,579	54,242,483
Temporary investments consist of term deposits maturing within 365 days of inception	4,928,565	8,954,375
	\$ 71,775,144	\$ 63,196,858

Cash equivalents and temporary investments, including the MFA Money Market Fund, have annual yields that range from 0.85% to 1.35% (2014 - 1.09% to 1.85%).

- (a) Included in financial assets are cash and cash equivalents of \$4,046,293 (2014 - \$3,441,219) that can only be used for the acquisition of tangible capital assets as provided for by the DCC Bylaw (note 10(a)).
- (b) Included in cash and cash equivalents is an amount of \$7,113,041 (2014 - \$5,942,844) which consists of refundable performance deposits.

### 4. Accounts receivable:

	2015	2014
Property taxes	\$ 407,415	\$ 914,014
Water user fees	520,051	-
Government grants	68,835	13,600
Amount secured by letters of credit	200,000	200,000
Water utility transition, due from EPCOR White Rock Water Inc.	329,213	-
Other	560,265	386,307
	\$ 2,085,779	\$ 1,513,921



# THE CORPORATION OF THE CITY OF WHITE ROCK

Notes to Financial Statements (continued)

Year ended December 31, 2015

## 5. Loans receivable:

The City has a loan receivable in the amount of \$6,000 (2014 - \$16,000) from The White Rock Lawn Bowling Club (the "Club") to assist in financing the purchase and installation of the Club's artificial green. The loan receivable bears a variable per annum interest rate which is the average annual rate of return the City has achieved on its investments in the 12 months preceding the anniversary date of the loan agreement. The remaining principal will be paid in 2016. The interest is paid semi-annually.

The City has a loan receivable in the amount of \$24,500 (2014 - \$28,000) from The Peace Arch Curling Club to assist in financing the purchase and installation of kitchen equipment. The loan receivable bears a variable per annum interest rate which is the average annual rate of return the City has achieved on its investments in the 12 months preceding the anniversary date of the loan agreement. The remaining principal will be paid in 7 equal annual instalments. The interest is paid semi-annually.

## 6. Accounts payable and accrued liabilities:

	2015	2014
Trade accounts payable and other	\$ 3,277,291	\$ 2,295,769
Due to governments and agencies	1,532,548	1,405,972
Post employment benefits (note 7)	1,405,250	1,337,916
Other payroll liabilities	520,413	615,646
	<b>\$ 6,735,502</b>	<b>\$ 5,655,303</b>

## 7. Post-employment benefits:

The City provides certain post-employment and sick leave benefits to its employees. These benefits include accumulated non-vested sick leave, post employment gratuity and lieu time benefits, and certain vacation benefits.

	2015	2014
Accrued benefit obligation:		
Balance, beginning of year	\$ 1,421,500	\$ 1,284,500
Immediate recognition of		
Workers' Compensation benefits liability	(22,400)	(20,600)
Current service cost	100,300	88,400
Interest cost	39,800	45,300
Benefits paid	(72,446)	(62,396)
Plan amendment	(26,900)	-
Actuarial loss (gain)	(16,354)	86,296
Balance, end of year	<b>\$ 1,423,500</b>	<b>\$ 1,421,500</b>

# THE CORPORATION OF THE CITY OF WHITE ROCK

Notes to Financial Statements (continued)

Year ended December 31, 2015

## 7. Post-employment benefits (continued):

	2015	2014
Accrued benefit obligation, end of year	\$ 1,423,500	\$ 1,421,500
Unamortized net actuarial loss	(18,250)	(83,584)
<b>Accrued benefit liability, end of year</b>	<b>\$ 1,405,250</b>	<b>\$ 1,337,916</b>

Actuarial gains and losses for accumulating benefits are amortized over the expected average remaining service period of the related employee group, commencing the year after the gain or loss arises. Post-employment liabilities are included in accounts payable and accrued liabilities.

The significant actuarial assumptions used to determine the City's accrued benefit obligation are as follows:

	2015	2014
Discount rates	3.10%	3.10%
Expected future inflation rates	2.00%	2.00%
Expected wage and salary increases	2.50%	2.50%

## 8. Capital lease obligation:

The City has financed certain equipment by entering into capital leasing arrangements. There are three capital leases repayable in monthly blended installments of \$1,948 including principal and interest. Minimum lease payments due under the capital lease are:

Year ending December 31:	
2016	\$ 23,378
2017	23,378
2018	16,227
2019	4,539
Minimum capital lease payments	67,522
Less amounts representing interest	4,564
	<b>\$ 62,958</b>

# THE CORPORATION OF THE CITY OF WHITE ROCK

Notes to Financial Statements (continued)

Year ended December 31, 2015

## 9. Debt:

	2015	2014
Debentures, net of repayments and actuarial adjustments (a)	\$ 116,473	\$ 128,089
Interim financing (b)	14,022,000	-
	<b>\$ 14,138,473</b>	<b>\$ 128,089</b>

### (a) Debentures:

The City issues debt instruments through the Municipal Finance Authority ("MFA") to finance certain capital acquisitions. Repayments and actuarial adjustments are netted against related long-term debts. Details are as follows:

Bylaw Number	Purpose	Maturity date	Interest rate	Authorized amount	Sinking fund assets		
					2015	2014	
1667	Sanitary Sewers	2023	5.95%	\$ 224,580	\$ 108,107	\$ 116,473	\$ 128,089

Total interest on the debenture debt for the year was \$13,363 (2014 - \$13,363).

The above sanitary sewer fund debt was borrowed under a Local Improvement Construction Bylaw to finance an expansion of sanitary sewer services. Annual principal and interest payments on this debt are being fully recovered from the local area residents.

Principal payments on the outstanding debenture debt over the next five years and thereafter are as follows:

2016	\$ 12,197
2017	12,807
2018	13,447
2019	14,120
2020	14,826
Thereafter	49,076
	<b>\$ 116,473</b>

### (b) Interim financing

The City obtained a temporary loan in the amount of \$14,022,000, at a variable interest rate, from the MFA to finance an advance payment on the purchase of the property and assets of a water distribution utility (note 19). In April 2016 this temporary loan was converted to debenture debt for a period of 30 years at an interest rate of 2.60% for the first 10 years. The interest rate for the next 10 years will be determined in 2026 and for the last 10 years in 2036.

# THE CORPORATION OF THE CITY OF WHITE ROCK

Notes to Financial Statements (continued)

Year ended December 31, 2015

## 10. Deferred revenue:

	2015	2014
Property taxes	\$ 3,403,908	\$ 3,529,401
Contributions for future capital works	1,152,590	934,238
Development cost charges (a)	4,046,293	3,441,219
Utility service connections	659,900	344,150
Deferred revenue - facility upgrades	642,996	685,971
Other	1,914,125	1,643,640
	<b>\$ 11,819,812</b>	<b>\$ 10,578,619</b>

### (a) Development cost charges:

	Highways	Drainage	Parkland	Total
Balance, beginning of year	\$ 497,921	\$ 654,404	\$2,288,894	\$ 3,441,219
Add:				
Amounts received	89,347	74,199	405,184	568,730
Investment income	6,891	8,805	31,697	47,393
Deduct:				
Acquisition of tangible capital assets	3,689	3,671	3,689	11,049
Balance, end of year	<b>\$ 590,470</b>	<b>\$ 733,737</b>	<b>\$2,722,086</b>	<b>\$ 4,046,293</b>

# THE CORPORATION OF THE CITY OF WHITE ROCK

Notes to Financial Statements (continued)

Year ended December 31, 2015

## 11. Tangible capital assets:

Cost:	Land	Land Improvements	Buildings & Facilities	Machinery & Equipment	Roads & Sidewalks	Sanitary Sewer Infrastructure	Storm Sewer Infrastructure	Water System Infrastructure	Assets Under Construction	Total
Balance, beginning of year	\$ 9,594,395	\$ 7,272,454	\$ 30,077,813	\$ 10,258,679	\$ 39,020,341	\$ 17,873,916	\$ 19,692,883	\$ -	\$ 618,483	\$ 134,408,964
Additions	-	875,413	526,154	727,725	253,630	398,070	298,032	8,768,050	7,126,548	18,773,622
Transfers	-	38,228	173,607	33,238	-	13,171	-	-	(258,244)	-
Disposals	-	-	(104,000)	(623,957)	(23,088)	(80,573)	(10,108)	-	-	(841,726)
Balance, end of year	9,594,395	7,986,095	30,673,574	10,395,685	39,250,883	18,204,584	19,980,807	8,768,050	7,486,787	152,340,860
Accumulated Amortization:										
Balance, beginning of year	-	4,881,604	10,534,441	5,941,241	17,256,176	5,904,195	8,158,387	-	-	52,676,044
Disposals	-	-	(78,640)	(808,401)	(17,965)	(34,889)	(5,728)	-	-	(745,623)
Amortization expense	-	311,493	1,145,835	747,545	935,814	281,989	307,159	80,786	-	3,810,631
Balance, end of year	-	5,193,097	11,601,636	6,080,385	18,174,025	6,151,305	8,459,818	80,786	-	55,741,052
Net book value, end of year	\$ 9,594,395	\$ 2,792,998	\$ 19,071,938	\$ 4,315,300	\$ 21,076,858	\$ 12,053,279	\$ 11,520,989	\$ 8,687,264	\$ 7,486,787	\$ 96,599,808
Net book value, beginning of year	\$ 9,594,395	\$ 2,390,850	\$ 19,543,372	\$ 4,317,438	\$ 21,764,165	\$ 11,968,721	\$ 11,534,498	\$ -	\$ 618,483	\$ 81,732,920

# THE CORPORATION OF THE CITY OF WHITE ROCK

Notes to Financial Statements (continued)

Year ended December 31, 2015

## 11. Tangible capital assets (continued):

### (a) Assets under construction:

Assets under construction have not been amortized. Amortization of these assets will commence when the asset is put into service.

### (b) Contributed tangible capital assets:

Contributed tangible capital assets have been recognized at fair market value at the date of contribution. The value of contributed assets received during the year was comprised of:

	2015	2014
Roads and sidewalks	\$ 180,031	\$ 367,698
Sanitary sewers	43,000	78,491
Storm sewers	57,342	228,825
<b>Developers' contributions of tangible capital assets</b>	<b>\$ 280,373</b>	<b>\$ 675,014</b>

### (c) Tangible capital assets disclosed at nominal values:

Where an estimate of fair value could not be made, the tangible capital asset was recognized at a nominal value.

### (d) Works of art and historical treasures:

The City manages and controls various works of art and non-operational historical cultural assets including totem poles, sculptures and paintings located at City sites and public display areas. These assets are not recorded as tangible capital assets.

### (e) Write-down of tangible capital assets:

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

## 12. Accumulated surplus:

	Statutory Reserves (note 14(a))	Non-Statutory Reserves (note 14(b))	Other Surplus Funds	Investment in Tangible Capital Assets (note 13)	Total
General Fund	\$ 11,342,655	\$ 15,255,541	\$ 3,956,522	\$ 57,395,164	\$ 87,949,882
Sanitary Sewer Fund	101,186	10,354,884	1,107,116	11,978,952	23,542,138
Drainage Fund	-	6,260,957	460,519	11,825,050	18,546,526
Water Fund	-	623,044	117,000	556,215	1,296,259
<b>Total for 2015</b>	<b>\$ 11,443,841</b>	<b>\$ 32,494,426</b>	<b>\$ 5,641,157</b>	<b>\$ 81,755,381</b>	<b>\$ 131,334,805</b>
<b>Total for 2014</b>	<b>\$ 10,761,692</b>	<b>\$ 27,274,500</b>	<b>\$ 5,815,246</b>	<b>\$ 80,835,958</b>	<b>\$ 124,687,396</b>

# THE CORPORATION OF THE CITY OF WHITE ROCK

Notes to Financial Statements (continued)

Year ended December 31, 2015

## 13. Investment in tangible capital assets:

	2015	2014
Tangible capital assets	\$ 96,599,808	\$ 81,732,920
Less:		
Capital lease obligation	(62,958)	(82,902)
Debt	(14,138,473)	(128,089)
Deferred revenue – facility upgrades	(642,996)	(685,971)
	<b>\$ 81,755,381</b>	<b>\$ 80,835,958</b>

## 14. Reserves:

### (a) Statutory reserves:

	2015	2014
<b>General Fund:</b>		
Land sale reserve	\$ 3,320,787	\$ 3,300,889
Equipment replacement reserve	4,532,831	4,252,035
Capital works machinery & equipment reserve	3,449,100	3,056,240
Off-street parking facilities reserve	7,584	7,488
Local improvement reserve	32,353	32,353
<b>Sanitary Sewer Fund:</b>		
Terry Road local improvement reserve	101,186	112,687
	<b>\$ 11,443,841</b>	<b>\$ 10,761,692</b>

# THE CORPORATION OF THE CITY OF WHITE ROCK

Notes to Financial Statements (continued)

Year ended December 31, 2015

## 14. Reserves (continued):

### (b) Non-statutory reserves:

	2015	2014
<b>General Fund:</b>		
Capital project reserve	\$ 4,563,313	\$ 4,831,098
Computer replacement reserve	166,550	135,601
Economic development reserve	72,390	54,190
Pier preservation reserve	190,369	132,069
Police equipment reserve	211,541	212,852
Roadworks reserve	2,448,352	1,834,837
Density bonus/amenity contribution reserve	953,566	310,611
Public art contribution reserve	116,108	116,108
Parking reserve	503,000	302,000
Buena Vista rental house reserve	74,000	64,200
Community Works Fund agreement reserve	215,708	107,170
Secondary suite service fee reserve	677,864	520,720
Solid waste operating reserve	87,514	-
Other operating reserves	2,591,866	1,847,433
Incomplete capital projects	2,383,400	2,324,900
<b>Sanitary Sewer Fund:</b>		
Capital project reserve	8,113,065	7,061,245
Pump station reserve	1,273,919	1,265,674
Incomplete capital projects	967,900	826,900
<b>Drainage Fund:</b>		
Capital project reserve	4,764,357	4,158,192
Operating reserve	25,000	25,000
Incomplete capital projects	1,471,600	1,143,700
<b>Water Fund:</b>		
Capital project reserve	262,344	-
Operating reserve	360,700	-
	<b>\$ 32,494,426</b>	<b>\$ 27,274,500</b>



# THE CORPORATION OF THE CITY OF WHITE ROCK

Notes to Financial Statements (continued)

Year ended December 31, 2015

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## 15. Commitments and contingencies:

### (a) Borrowing liability:

The City has a contingent liability with respect to debentures of the Greater Vancouver Sewerage and Drainage District and the Greater Vancouver Regional District, to the extent provided for in their respective Enabling Acts, Acts of Incorporation and Amending Acts. Management does not consider payment under this contingency to be likely and therefore no amounts have been accrued.

### (b) Third party claims:

There are various lawsuits and claims pending by and against the City. The outcome of these claims is undeterminable and it is the opinion of management that final determination of these claims will not materially affect the financial statements of the City.

### (c) Lease Commitments:

The City entered into a five-year agreement, initially ending July 31, 2008, to lease certain parcels of real property from The Burlington Northern and Santa Fe Railway Company. Under the terms of this agreement, the City is committed to annual rent payments as well as the costs of all taxes, utilities, insurance, repairs and maintenance of the leased premises. This is accounted for as an operating lease. This agreement provides for renewal options consisting of three additional five-year terms.

In January 2013, the City exercised its second option to renew this lease for the five-year term ending July 31, 2018. During this period the City is committed to annual base rent payments of \$400,000.

The City has entered into various leases for office and other operating equipment. Total annual commitments for the next five years, net of applicable taxes are approximately as follows:

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Year ending December 31:		
2016	\$	31,768
2017		29,064
2018		27,148
2019		13,604
2020		11,245
	\$	112,829

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### (d) Agreements and contractual commitments:

In addition to the leases described above, the City has entered into various agreements and contracts for services and construction with periods ranging from one to five years. These commitments are in the normal course of operations.

# THE CORPORATION OF THE CITY OF WHITE ROCK

Notes to Financial Statements (continued)

Year ended December 31, 2015

## 15. Commitments and contingencies (continued):

### (e) Debt agreement with the MFA:

The City issues debt instruments through the MFA. As a condition of these borrowings the City is required to execute demand notes in connection with each debenture whereby the City may be required to loan certain amounts to the MFA. The debt agreement with the MFA provides that if at any time the scheduled payments provided for in the agreement are not sufficient to meet the MFA's obligations in respect to such borrowing, the resulting deficiency becomes the joint and several liability of the City and all other participants to the agreement through the MFA. The City is similarly liable on a contingent basis for the debt of other municipalities secured through the MFA. Details of the contingent demand notes are as follows:

	2015	2014
Sanitary sewer	\$ 7,364	\$ 7,364

These contingent demand loans are not recorded in the City's financial statements as they are not likely to be paid.

### (f) E-Comm Emergency Communications for Southwest British Columbia Incorporated ("E-Comm"):

The City is a shareholder of the Emergency Communications for Southwest British Columbia Incorporated ("E-Comm"). The City receives services for the regional 9-1-1 call centre for Greater Vancouver Regional District and the Wide Area Radio network from E-Comm. The City has two Class A shares (of a total 28 Class A and 23 Class B shares issued and outstanding as at December 31, 2015). As a Class A shareholder, the City shares in both funding the future operations and capital obligations of E-Comm (in accordance with a cost sharing formula), including any lease obligations committed to by E-Comm up to the shareholder's withdrawal date. Class B shareholders are only obligated to share in funding of the ongoing operating costs. The City has recorded its proportionate obligations.

### (g) Municipal Insurance Association of British Columbia (the "Association"):

The City is a participant in the Association. Should the Association pay out claims in excess of premiums received, it is possible that the City, along with the other participants, would be required to contribute towards the deficit. Management does not consider payment under this contingency to be likely and therefore no amounts have been accrued.

# THE CORPORATION OF THE CITY OF WHITE ROCK

Notes to Financial Statements (continued)

Year ended December 31, 2015

## 16. Pension plan:

The City and its employees contribute to the Municipal Pension Plan (the "Plan"), a jointly trustee pension plan. The board of trustees, representing Plan members and employers, is responsible for overseeing the management of the Plan, including investment of the assets and administration of benefits. The Plan is a multi-employer defined benefit pension plan. Basic pension benefits provided are based on a formula. The Plan has about 185,000 active members and approximately 80,000 retired members. Active members include approximately 37,000 contributors from local governments and 150 contributors from the City.

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

The City paid \$1,011,600 (2014 - \$919,400) for employer contributions to the Plan in fiscal 2015.

## 17. Collections for other governments:

The City collects certain taxation revenue on behalf of other government bodies. These funds are excluded from the City's financial statements as they are not revenue of the City. Such taxes collected and remitted to other government bodies during the year are as follows:

	2015	2014
Province of British Columbia – school tax	\$ 11,219,954	\$ 10,917,761
South Coast BC Transportation Authority – Translink tax	2,114,382	2,098,255
Other regional bodies	733,906	731,222
	<u>\$ 14,068,242</u>	<u>\$ 13,747,238</u>

# THE CORPORATION OF THE CITY OF WHITE ROCK

Notes to Financial Statements (continued)

Year ended December 31, 2015

## 18. Sales of services and other revenue:

	2015	2014
Parking	\$ 3,202,849	\$ 3,105,970
Parks, recreation and cultural services	1,573,413	1,501,730
Licences and permits	1,614,452	1,410,551
Solid waste services	981,917	192,301
Utility service connection fees	523,450	369,650
Density bonus/amenity contributions	640,000	10,000
Interest and penalties	959,979	997,760
Contributions toward tangible capital asset improvements	89,163	180,101
Other	1,502,973	1,227,833
	<b>\$ 11,088,196</b>	<b>\$ 8,995,896</b>

## 19. Water utility acquisition:

On August 28, 2015, the City signed an asset purchase agreement with EPCOR White Rock Water Inc. (the "vendor") to purchase the property and assets of the vendor which are used in the operation of the water distribution utility owned and operated by them. This agreement also required the City to assume certain obligations and liabilities related to the water distribution utility which provides water supply, treatment and distribution service within the municipal boundaries of the City and within certain areas of the City of Surrey. As at December 31, 2015, the City paid cash of \$13,848,770, in accordance with this agreement. The final purchase price is subject to arbitration. Any adjustments as a result of the arbitration will be recorded at the time of determination. As of the effective date of acquisition, which was October 30, 2015, the cash paid was allocated based on the estimated fair market value of the acquired assets and liabilities, as follows:

Tangible capital assets including assets under construction	\$	14,136,344
Other assets		457,352
Liabilities		(744,926)
	<b>\$</b>	<b>13,848,770</b>

## 20. Comparative figures:

Certain of the comparative figures have been reclassified to conform with the financial statement presentation adopted in the current year.

# THE CORPORATION OF THE CITY OF WHITE ROCK

Notes to Financial Statements (continued)

Year ended December 31, 2015

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## 21. Segmented information:

The City is a diversified municipal government institution that provides a wide range of services to its citizens, visitors and many others. In compliance with PS2700, *Segment Disclosures*, certain financial information is required to be reported for major activities involving these services. Each of these major activities is comprised of various City departments and/or divisions as noted below.

**General Government – Mayor & Council, City Manager, City Clerk, Financial Services, Human Resources, Planning and Information Services.** These departments are responsible for many legislative, operational and administrative support services including but not limited to City Council bylaw and procedural matters, levying and collecting property taxes, hiring City staff, supporting the City's information technology infrastructure, preparing land use plans and approving new development in the City.

**Protection Services – Police, Fire, Permits & Licenses and Bylaw Enforcement (non-parking related).** These departments are responsible for ensuring public safety and security, preventing crimes as well as enforcing various laws.

**Transportation, Engineering and Municipal Operations – Public Works, Engineering and Parking.** These areas are responsible for providing and maintaining the systems that enable the community to use transportation facilities such as roads, sidewalks and parking lots. This category also includes management and administrative services to the City's Engineering and Municipal Operations Department.

**Parks, Recreation and Cultural Services.** These areas are responsible for providing, facilitating the development of, and maintaining high quality parks, recreation facilities and cultural services such as the public library.

**Solid Waste Services –** These services involve the City's garbage collection, green waste collection and recycling programs.

**Sanitary Sewer System –** These services involve the provision and maintenance of all systems related to the distribution and disposal of sanitary sewage.

**Drainage System –** These services include the provision and maintenance of all systems involving the distribution of stormwater run-off in the City.

**Water System –** These services include the provision and treatment of water supply, as well as the provision and maintenance of all other systems involving the distribution of water.

# THE CORPORATION OF THE CITY OF WHITE ROCK

Notes to Financial Statements (continued)

Year ended December 31, 2015

## 21. Segmented Information (continued):

	General Government	Protection Services	Transportation, Engineering and Operations Services	Parks, Recreation and Cultural Services	Solid Waste Services	Sanitary Sewer System	Drainage System	Water System	Adjustments	2015	2014
<b>Revenue:</b>											
Property taxes:											
General purposes	\$ 19,642,298	\$ 578,658	\$ -	\$ 840,695	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 19,642,298	\$ 20,080,180
Regional library and fire protection levies	-	-	-	-	-	-	-	-	-	1,419,353	1,328,555
Business improvement levy	306,000	-	-	-	-	-	-	-	-	306,000	300,600
	19,948,298	578,658	-	840,695	-	-	-	-	-	21,367,651	21,689,315
Receipts in lieu of taxes	18,358	-	-	-	-	-	-	-	-	18,358	18,958
Development cost charges	7,378	-	-	-	-	-	3,871	-	-	11,049	21,564
Sanitary sewer fees and parcel tax	-	-	-	-	-	3,460,471	-	-	-	3,460,471	3,386,743
Drainage user fees	-	-	-	-	-	-	1,979,649	-	-	1,979,649	1,885,241
Water user fees	-	-	-	-	-	-	-	524,746	-	524,746	-
Sales of services and other revenue:											
Parking	-	-	3,202,849	-	-	-	-	-	-	3,202,849	3,105,970
Parks, recreation, and cultural services	-	-	-	1,573,413	-	-	-	-	-	1,573,413	1,501,730
Licences and permits	1,249,534	364,918	-	-	-	-	-	-	-	1,614,452	1,410,551
Solid waste services	-	-	-	-	981,917	-	-	-	-	981,917	192,301
Utility service connection fees	-	-	-	-	-	222,800	222,150	78,500	-	523,450	369,650
Density bonus / amenity contributions	640,000	-	-	-	-	-	-	-	-	640,000	10,000
Interest and penalties	948,288	-	-	-	-	11,691	-	-	-	959,979	997,780
Contributions toward tangible capital asset improvements	-	-	-	-	-	41,425	-	-	-	41,425	180,101
Other	2,333,971	111,950	385,908	42,875	13,071	10,362	33,279	4,020	(1,432,561)	1,502,973	1,227,833
Government grants	532,348	35,640	-	69,024	-	-	-	-	-	637,012	479,618
Developers contributions of tangible capital assets	25,878,175	1,081,166	3,793,011	2,549,620	994,988	3,789,749	2,296,091	607,296	(1,432,561)	39,387,505	37,152,349
Expenses:											
Salaries, wages & benefits	3,476,205	4,969,900	2,288,531	2,230,612	646,906	345,109	336,325	128,808	(770,393)	13,651,803	12,233,695
Contracted services	954,131	4,636,325	1,338,451	2,894,724	681,573	1,694,763	333,498	210,938	(371,130)	12,613,273	12,541,740
Supplies and other	969,710	224,988	493,277	675,522	184,564	159,044	103,046	90,663	(291,038)	2,609,756	2,898,379
Amortization	260,929	214,239	1,201,899	1,354,555	104,072	282,000	307,159	85,778	-	3,810,631	3,804,223
Interest on debt	3,433	-	-	-	-	13,363	-	17,837	-	34,633	17,701
	5,664,408	10,345,432	5,322,158	7,085,413	1,617,115	2,494,279	1,080,028	533,824	(1,432,561)	32,720,096	31,465,738
<b>Annual surplus (deficit)</b>	<b>\$ 20,013,767</b>	<b>\$ (9,254,266)</b>	<b>\$ (1,529,147)</b>	<b>\$ (4,545,793)</b>	<b>\$ (622,127)</b>	<b>\$ 1,289,470</b>	<b>\$ 1,216,063</b>	<b>\$ 73,442</b>	<b>\$ -</b>	<b>\$ 6,647,409</b>	<b>\$ 5,656,611</b>

**PART II - CITY OF WHITE ROCK 2015  
STATEMENT OF FINANCIAL INFORMATION**

**SUPPLEMENTARY INFORMATION  
(SCHEDULE OF REMUNERATION AND EXPENSES,  
SCHEDULE OF PAYMENTS TO SUPPLIERS OF  
GOODS AND SERVICES, ETC.)**

**THE CORPORATION OF THE CITY OF WHITE ROCK**  
**FOR THE YEAR ENDED DECEMBER 31, 2015**  
**SCHEDULE OF DEBTS**

For information on the long-term debt and all other debt owed by the City of White Rock as of December 31, 2015, refer to the 2015 Audited Financial Statements Note 9, "Debt", included in Part 1 of the Statement of Financial Information.



**THE CORPORATION OF THE CITY OF WHITE ROCK**  
**FOR THE YEAR ENDED DECEMBER 31, 2015**  
**SCHEDULE OF GUARANTEE AND INDEMNITY AGREEMENTS**

This organization has not given any guarantees or indemnities under the Guarantees and Indemnities Regulation.

**THE CORPORATION OF THE CITY OF WHITE ROCK**  
**SCHEDULE SHOWING THE REMUNERATION AND EXPENSES PAID TO OR ON BEHALF OF EACH**  
**EMPLOYEE**

**YEAR ENDED DECEMBER 31, 2015**

**1. Elected Officials**

Name	Position	Remuneration	Expenses
BALDWIN, Wayne	Mayor	\$ 78,344	\$ 7,423
CHESNEY, David	Councillor	31,390	4,943
FATHERS, Helen	Councillor	33,851	5,652
KNIGHT, Megan	Councillor	34,714	8,824
LAWRENCE, William	Councillor	35,380	15,414
MEYER, Grant	Councillor	34,714	5,557
SINCLAIR, Lynne	Councillor	34,714	9,956
<b>Totals</b>		<b>\$ 283,107</b>	<b>\$ 57,769</b>

The above expense figures are based on the criteria defined in the Financial Information Act.

**2. Employees**

The schedule below shows:

- i) In respect to each employee earning more than \$75,000, the total remuneration paid to the employee and the total amount paid for his/her expenses and
- ii) A consolidated total of all remuneration paid to all other employees.

Remuneration includes gross salaries (including taxable benefits, vehicle allowances, retroactive pay, overtime, vacation and other banked time paid out, etc). The amounts noted with an "\*" below include unused vacation and other banked time paid out.

Expenses include travel, memberships, training, registration fees and other similar perquisites and amounts.

Name	Position	Remuneration	Expenses
AMBARDAR, Robert	Manager Engineering	\$ 130,548 *	\$ 974
ARTHUR, Tracey	City Clerk	130,668 *	769
BANCROFT, Michael	Firefighter	89,162	2,302
BARAGAR, Teresa	Manager RCMP Support Services	84,446	1,624
BINDRA, Raghbir S	Firefighter	91,255	2,085
BIRD, Evan	Firefighter	93,450	-
BLOCK, Stephen	Firefighter, Captain	105,667 *	73
BOOTH, Scott	Firefighter	97,308	145
BOTTRILL, Daniel	Chief Administrative Officer	221,638 *	5,537
COOPER, Karen	Director Planning & Development	142,740	1,505
CRAM, Andrew	Firefighter	95,624 *	218
DAVISON, James	Firefighter, Captain	107,745 *	1,320
FULTON, Cordell	Firefighter, Captain	100,998 *	1,108
GAREAU, Guy	Building Official I	91,630 *	2,253
GURALIUK, Mike	Facilities Maintenance Worker	80,546 *	147
HAMILTON, Scott	Firefighter, Captain	105,592 *	964

continued on following page

Name	Position	Remuneration	Expenses
continued from previous page			
JOHNSTON, Shannon	Manager Accounting & Budgets	\$ 121,765 *	\$ 3,237
JOHNSTONE, Jacqueline	Director Human Resources	133,393 *	2,679
KALIL, Jenine	Capital Asset Analyst	75,571	561
KAMEKA, Eric	Firefighter	90,610	145
KEFFER, Dean Fran	Trades II Mechanic	75,280 *	158
KOLESZAR, Neil	Foreman Operations	77,584	932
KURYLO, Sandra	Director of Financial Services	184,312 *	2,725
LEMIRE, Philip	Fire Chief	164,325 *	2,556
LIN, Ying	GIS Applications Developer	92,544 *	3,217
LO, Hiep Dao	Engineering Technologist	76,194	498
MAGNUS, Christina	Executive Assisstant to Mayor & CAO	83,169 *	233
MANN, Richard	Firefighter	97,439	2,560
MCBEATH, Christopher	Planner	96,882 *	988
MCKINNON, Cory	Firefighter	97,461 *	145
MILLER, Nicholas	Foreman Trades Mechanic	83,484 *	946
MOLLAN, Kenneth	Firefighter	89,929 *	145
MOSSOP, David	Firefighter	93,695	145
PASSAS, Michael	Firefighter	93,959	145
ROFFE, Candice	Health & Safety Advisor	81,975 *	2,121
RYAN, Patrick	Firefighter	89,112	145
SCHLASE, Bob	Deputy Fire Chief	168,142 *	1,140
SLACK, Paul	Manager Operations	111,837 *	-
SMITH, Douglas	Firefighter	102,161 *	1,815
ST. LOUIS, Gregory	Director Engineering & Municipal Operations	155,961	945
STARK, MIKE	Firefighter, Captain	108,448 *	-
STEPURA, Eric	Director of Recreation and Culture	143,137 *	4,170
VOLKENS, Ralph	Manager Parking Services	76,707 *	712
WILSON, Richard	Manager Building and Bylaw Enforcement	134,078 *	1,673
WOLFE, Edward	Deputy Fire Chief	118,286 *	2,306
SYLVIA, Yee	Manager Community Recreation	105,256 *	2,185
ZANIC, Boris	GIS Specialist	87,557	1,361
ZOTA, Chris	Manager Information Services	123,865 *	3,279
Consolidated total of all remuneration paid to other employees		5,549,038	43,001
<b>Total Employees</b>		<b>\$ 10,752,173</b>	<b>\$ 107,892</b>

### **3. Reconciliation**

Total remuneration - elected officials	\$ 283,107
Total remuneration - employees	10,752,173
Subtotal	11,035,280
Differences:	
There are differences due to inconsistent reporting formats and accounting treatments required by Canadian Public Sector Accounting Standards for the Financial Statements versus the Financial Information Act for the Statement of Financial Information. For example:	
a) This schedule is prepared on a cash basis of accounting versus the Salaries, Wages and Benefits from Note 21 in the Financial Statements which is prepared on an accrual accounting basis.	279,410
b) This schedule does not include the employer portion of contributions to Work Safe BC, registered pension plans, extended health, and dental plans and other employee benefits that are included in "Salaries, Wages and Benefits" in the Financial Statements Note 21.	1,802,907
c) This schedule does not include the employer portion of Employment Insurance and Canada Pension Plan remittances paid to the Canada Revenue Agency that are included in "Salaries, Wages and Benefits" in the Financial Statement Note 21.	534,206
Total per Financial Statements Note 21, Salaries, Wages & Benefits	\$ 13,651,803
Variance	\$ -

### **4. Statement of Severance Agreements**

There were no severance agreements in accordance with the Financial Information Act made between the City of White Rock and its non-unionized employees during fiscal year 2015

Prepared in accordance with the Financial Information Regulation, Schedule 1, section 6(2), (3), (4), (5), (6), (7) and (8)

THE CORPORATION OF THE CITY OF WHITE ROCK

SCHEDULE SHOWING PAYMENTS MADE FOR THE PROVISION OF GOODS OR SERVICES  
FOR THE YEAR ENDED DECEMBER 31, 2015

Schedule showing the aggregate of amounts paid to all suppliers of goods and services who received more than \$25,000 during the year ended December 31, 2015. This schedule includes payments for the purposes of grants or contributions.

**1. Suppliers > \$25,000**

SUPPLIER NAME	AMOUNT PAID
AECOM CANADA LIMITED	\$ 48,389
AON REED STENHOUSE	127,719
AVENUE MACHINERY CORP	70,627
BARNES WHEATON	32,321
B & B CONTRACTING (2012) LTD.	370,091
BC HYDRO	483,366
BC PLANT HEALTH CARE INC.	68,118
BLACK PRESS GROUP LTD.	57,377
BNSF RAILWAY COMPANY	537,294
BRANDT TRACTOR LTD.	168,909
BULL HOUSSER & TUPPER LLP	63,009
CANADA REVENUE AGENCY	534,206
CEDAR CREST LANDS (BC) LTD.	491,541
CHEVRON CANADA LTD.	163,265
CITY OF SURREY	494,117
CITY SPACES	34,263
CORE CONCEPT CONSULTING LTD	68,864
CRESCENT ELECTRICAL CONTRACTORS LTD	140,341
DEAD LEVEL CONSTRUCTION LTD	146,524
DELL CANADA INC.	61,277
SUZANNE DENBAK DBA CADENCE STRATEGIES	30,492
DIAMOND HEAD CONSULTING LTD	47,649
DMC DUBAS MANAGEMENT & CONSTRUCTION INC	586,986
DOUGNESS HOLDING LTD.	88,728
DYNAMIC FACILITY SERVICES LTD	146,903
E-COMM EMERGENCY COMMUNICATIONS FOR BC INC	74,310
ECOTAIRER SALES INC.	45,560
ELEMENT SPRAY FOAM INC	26,801
EMCO LIMITED	49,676
EPCOR WHITE ROCK WATER INC	684,413
ESRI CANADA LTD.	33,040
FONTANA LANDSCAPES LTD.	28,130
FORTIS BC	73,768
FRASER VALLEY REGIONAL LIBRARY	842,274
HARVEST FRASER RICHMOND ORGANICS LTD	86,124
GDI SERVICES (CANADA) LP	122,170
1-800-GOT JUNK?	28,576
GREATER VANCOUVER REGIONAL SEWER & DRAINAGE	1,320,764
GREGG DISTRIBUTORS (BC) LTD	27,479
HYTEK MECHANICAL INC	48,959
IMPARK	370,594
INSURANCE CORP OF BC	95,320
JONATHAN MORGAN & COMPANY LIMITED	43,730
S-304 HOLDINGS LTD DBA JONKER NISSAN	28,687
KIKHOSROWKIANY FEREIDON	33,047
KPMG LLP	45,507
WSP CANADA INC	37,525
LIDSTONE & COMPANY BARRISTERS & SOLICITORS	150,600
LIDSTONE & COMPANY LAW CORPORATION IN TRUST	13,928,770
continued on following page	

SUPPLIER NAME	AMOUNT PAID
continued from previous page	
LLOYD TRAMM INSTALLATIONS LTD	41,413
MEDICAL SERVICES PLAN OF B.C.	126,329
METRO VANCOUVER	158,470
METRO MOTORS LTD	65,240
MICROSOFT LICENSING GP	50,866
MILLS BASICS	47,253
MMM GROUP LIMITED	182,934
MODERN GROUNDS MAINTENANCE LTD.	47,376
MUNICIPAL INSURANCE ASSOC. OF BC.	160,839
MUNICIPAL PENSION PLAN	1,008,596
NORTHWEST SHEET METAL LTD	31,375
OCEAN PARK FORD SALES LTD.	42,965
PACIFIC BLUE CROSS	343,618
PARKTORIA TECHNOLOGIES LLC	27,359
POSTAGE BY PHONE - PITNEY BOWES	37,494
POWER CIVIL CONTRACTORS LTD	85,193
PROFESSIONAL MECHANICAL LTD	71,266
PROGRESSIVE WASTE SOLUTIONS CANADA INC	251,567
RECEIVER GENERAL FOR CANADA	3,802,101
R F BINNIE & ASSOCIATES LTD	166,385
RITE-WAY FENCING INC	52,011
SANDPIPER CONTRACTING LTD.	235,233
SEMIAMMOO BULLDOZING & TRUCKING LTD.	66,843
SMITHRITE DISPOSAL LTD.	72,939
SUN LIFE ASSURANCE COMPANY OF CANADA	33,668
SUNRISE LANDSCAPING LTD.	181,997
TELUS	137,518
TEMPEST DEVELOPMENT GROUP	126,706
MIRAMAR VILLAGE A BCS 3236	35,616
TRITECH GROUP LTD	245,421
URBAN SYSTEMS LTD.	50,106
URBAN GROVE TREE CARE & CONSULTING	45,103
VADIM COMPUTER MANAGEMENT GROUP LTD.	32,167
VIRTUAL GRAFFITI INC	51,183
WEB EXPRESS	40,216
WENJADE MANAGEMENT INC	60,900
WINVAN PAVING LTD	219,661
WORK SAFE BC	289,896
XEROX CANADA LTD.	35,491
YARDMASTERS LANDSCAPE SERVICES LTD	38,834
YOUNG ANDERSON BARRISTERS	156,530
TOTAL AMOUNT	\$ 32,244,878

## 2. Other Suppliers

CONSOLIDATED TOTAL PAID TO SUPPLIERS WHO RECEIVED AGGREGATE PAYMENTS OF \$25,000 OR LESS	\$ 2,670,210
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## 3. Payments of Grants and Contributions

SUPPLIER NAME	AMOUNT PAID
TOURISM WHITE ROCK	\$ 79,800
WHITE ROCK BUSINESS IMPROVEMENT ASSOCIATION	306,000
WHITE ROCK EVENTS SOCIETY 2013 (EXCLUDES GRANT IN AID)	40,000
WHITE ROCK MUSEUM & ARCHIVES SOCIETY (EXCLUDES GRANT IN AID)	110,000
AGGREGATE GRANT AND CONTRIBUTION PAYMENTS OF \$25,000 OR LESS:	
FUNDING ASSISTANCE	10,200
GRANTS IN AID	40,745
TOTAL GRANTS AND CONTRIBUTIONS	\$ 586,745

#### 4. Reconciliation

Total of payments exceeding \$25,000 paid to suppliers	\$ 32,244,878
Total of payments of \$25,000 or less paid to suppliers	2,670,210
Total of grants and contributions	586,745
Subtotal	\$ 35,501,833
Differences:	
There are differences due to inconsistent reporting formats and accounting treatments required by Canadian Public Sector Accounting Standards for the Financial Statements versus the Financial Information Act for the Statement of Financial Information. For example:	
a) This schedule includes the employer portion of contributions to Work Safe BC, registered pension plans, extended health, and dental plans and other employee benefits that are not included in "Contracted Services, and Supplies and Other" in the Financial Statements Note 21.	(1,802,907)
b) This schedule includes the employer portion of Employment Insurance and Canada Pension Plan remittances paid to the Canada Revenue Agency that are not included in "Contracted Services, and Supplies and Other" in the Financial Statements Note 21.	(534,206)
c) This schedule does not include the items categorized as employee expenses and shown on the Statement of Remuneration. These items are included in "Contracted Services, and Supplies and Other" in the Financial Statements Note 21.	165,661
d) This schedule includes payments for the acquisition of tangible capital assets that are not included in "Contracted Services, and Supplies and Other" in the Financial Statements Note 21.	(18,493,249)
e) This schedule does not include the loss on disposal of tangible capital assets that is included in "Contracted Service, and Supplies and Other" in the Financial Statements Note 21.	65,233
f) This schedule is prepared on a cash basis versus the Contracted Services, and Supplies and Other from Note 21 in the Financial Statements which is prepared on an accrual accounting basis. There are also different accounting treatments for other items such as GST.	320,664
Total per Financial Statements Note 21, Contracted Services, and Supplies and Other	\$ 15,223,029
Variance	\$ -

Prepared in accordance with the Financial Information Regulation, Schedule 1, section 7 and the Financial Information Act, section

**THE CORPORATION OF THE CITY OF WHITE ROCK**  
**FOR THE YEAR ENDED DECEMBER 31, 2015**  
**MANAGEMENT REPORT REQUIRED BY SECTION 9(3)**  
**OF SCHEDULE 1 TO THE REGULATIONS UNDER THE**  
**FINANCIAL INFORMATION ACT (RSBC 1996 Chapter 140)**

Notes:

**Financial Management Report**

1. The financial management report required under Section 9(3) follows this page.

**Information required under Section 9(4)**

2. The roles of the following regarding the preparation and approval of the Statement of Financial Information ("Statement") hereunder:

City Council - approval of the Statement

Finance and Audit Committee – acceptance of Part I, 2015 Financial Statements

Management/Director of Financial Services - preparation and approval of the Statement

Auditors - audit of the Part I, 2015 Financial Statements.



Sandra Kurylo, B. Comm., CPA, CMA  
Director of Financial Services



**THE CORPORATION OF THE CITY OF WHITE ROCK**  
**STATEMENT OF FINANCIAL INFORMATION - FINANCIAL MANAGEMENT**  
**REPORT**

**YEAR ENDED DECEMBER 31, 2015**

Part I of the Statement of Financial Information contains the City's 2015 Financial Statements. As indicated in the Director of Financial Services Report, these Statements were prepared by management of the City of White Rock and audited by the City's auditors.

This report provides a synopsis of the City's 2015 financial results and its financial position as of December 31, 2015.

**2015 Financial Results**

Details on 2015 financial results are provided in the Statement of Operations.

**Revenues**

Revenues for 2015 were \$39,367,505. They were \$485,784 higher than the budget of \$38,881,721. Major variances from budget are explained below.

Revenues from development cost charges were \$1,556,451 lower than budget. That does not mean that the City received less development cost charges than expected. This figure represents development cost charges that were used during the year to fund capital projects. It was lower than budget mainly because planned parkland acquisitions, funded by development cost charges, did not occur. This was more than offset by other revenues that exceeded budget, such as revenues from building permits, developers' contributions of tangible capital assets, pay parking, and investment income. The financial statements also include revenues from water user fees totalling \$524,746 and no corresponding budget is shown. On October 30, 2015 the City acquired and began operating the local water utility. The 2015 to 2019 Financial Plan was amended in the fall of 2015 to include water utility revenues and expenses, however the budget required to be reported in the Financial Statements is the budget in effect in April 2015. As a result, this reported water user fee budget variance is due to timing.

**Expenses**

Overall, expenses totalled \$32,720,096 and were \$2,804,007 lower than the budget shown of \$35,524,103.

This was mainly a result of infrastructure maintenance projects that were deferred, and savings in the RCMP contract and other City operating budgets. As well, contingency funds that were budgeted were not required during the year. The Financial Statements report water system expenses of \$446,518 and no corresponding budget is shown due to the timing issue mentioned above.

### **Accumulated Surplus**

Accumulated surplus is a combination of the City's reserves, investment in tangible capital assets and other surplus funds. As of December 31, 2015 the total accumulated surplus was \$131,334,805, compared to \$124,687,396 at the end of 2014. Details on the City's reserves, which totalled \$43,938,267 on December 31, 2015, are provided in note 14 of the 2015 Financial Statements. Investment in tangible capital assets amounted to \$81,755,381, and other surplus funds amounted to \$5,641,157, on December 31, 2015.

### **Outstanding Debt**

Debt outstanding as of December 31, 2015 was \$14,138,473, compared to \$128,809 on December 31, 2014. New financing comprised of a temporary loan in the amount of \$14,022,000 was obtained to finance an advance payment on the purchase of the property and assets of the local water utility. This temporary loan was converted to debenture debt in April 2016. The remaining long term debenture debt of \$116,473 is attributed to a local area improvement, of which all annual payments are being recovered from the residents of the local area served by a new sanitary sewer service

In summary, the City ended the year 2015 in a sound financial position.



Sandra Kurylo, B. Comm., CPA, CMA  
Director of Financial Services

June 16, 2016