

PRICE: \$5.00

**CITY OF WHITE ROCK
2013
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, 2013

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
July 28, 2014

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



Sandra Kurylo, B. Comm., CPA, CMA
Director of Financial Services
July 21, 2014

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, 2013

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**PART I - CITY OF WHITE ROCK 2013
STATEMENT OF FINANCIAL INFORMATION
(2013 AUDITED FINANCIAL STATEMENTS)**

Financial Statements of
THE CORPORATION OF
THE CITY OF WHITE ROCK
Year Ended December 31, 2013

director of financial services message



It is my pleasure to present The Corporation of the City of White Rock's Financial Statements for the fiscal year ended December 31, 2013 pursuant to Section 167 of the Community Charter. The statements have been prepared in accordance with the Canadian Public Sector Accounting Standards established by the Canadian Institute of Chartered Accountants.

The preparation and presentation of the Financial Statements and related information are the responsibility of management of The Corporation of the City of White Rock. This involves the use of management's best estimates and careful judgement. The City maintains a system of internal accounting controls designed to provide reasonable assurances for the safeguarding of assets and the reliability of financial records.

KPMG LLP, the City's independent auditor, has audited the financial statements contained herein and their report accompanies the statements.

Operating activities during the year contributed a surplus of \$5,159,385. The total accumulated surplus was \$119,030,785 as of December 31, 2013. This figure is comprised of reserves, the City's investment in tangible capital assets and other surplus funds.

Net financial assets increased by \$4,682,697 to \$38,872,537 as of December 31, 2013. This is a positive indicator of the City's financial position compared to December 31, 2012.

Debt, net of sinking funds, outstanding as of December 31, 2013 was \$139,152, compared to \$257,289 on December 31, 2012. It is comprised of long-term debenture debt. The long-term debt 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 2013 in a sound financial position.

A handwritten signature in black ink, appearing to read 'S. Kurylo', written in a cursive style.

Sandra Kurylo, B. Comm., C.M.A.
Director, Financial Services



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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, 2013, 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.

KPMG LLP is a Canadian limited liability partnership and a member firm of the KPMG network of independent member firms affiliated with KPMG International Cooperative ("KPMG International"), a Swiss entity. KPMG Canada provides services to KPMG LLP.



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, 2013 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 Accountants

May 12, 2014

Burnaby, Canada

THE CORPORATION OF THE CITY OF WHITE ROCK

Statement of Financial Position

December 31, 2013, with comparative information for 2012

	2013	2012
Financial Assets		
Cash and cash equivalents (note 2)	\$ 57,567,913	\$ 46,826,985
Temporary investments (note 2)	-	3,984,564
Accounts receivable (note 3)	1,425,309	1,941,476
Loans receivable (note 4)	57,500	71,000
	<u>59,050,722</u>	<u>52,824,025</u>
Liabilities		
Accounts payable and accrued liabilities (note 5)	4,996,822	4,596,122
Refundable performance deposits (note 2)	5,106,718	4,519,414
Capital lease obligation (note 7)	101,942	120,118
Debt (note 8)	139,152	257,289
Deferred revenue (note 9)	9,833,551	9,141,242
	<u>20,178,185</u>	<u>18,634,185</u>
Net Financial Assets	38,872,537	34,189,840
Non-Financial Assets		
Tangible capital assets (note 10)	79,617,216	79,175,420
Prepaid expenses	470,335	433,031
Inventories of supplies	70,697	73,109
	<u>80,158,248</u>	<u>79,681,560</u>
Accumulated surplus (note 11)	<u>\$ 119,030,785</u>	<u>\$ 113,871,400</u>

Commitments and contingencies (note 14)

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, 2013, with comparative information for 2012

	2013 Budget	2013	2012
Revenue:			
Property taxes:			
General purposes	\$ 19,154,370	\$ 19,149,600	\$ 18,162,710
Regional library and fire protection levies	1,198,511	1,198,212	1,155,293
Business improvement levy	300,000	299,299	299,347
	20,652,881	20,647,111	19,617,350
Receipts in lieu of taxes	19,100	19,054	18,711
Development cost charges (note 9(a))	1,357,850	85,670	23,847
Sanitary sewer fees and parcel tax	3,259,906	3,299,678	3,200,195
Drainage user fees	1,793,700	1,795,043	1,709,991
Sales of services and other revenue (note 17)	7,508,654	8,526,266	7,633,663
Government grants	454,634	426,264	625,968
Developers' contributions of tangible capital assets (note 10(b))	-	214,440	207,016
	35,046,725	35,013,526	33,036,741
Expenses:			
General government	5,814,622	4,624,610	4,585,189
Protection services	9,590,502	9,248,385	9,569,183
Transportation, engineering and operations	5,178,705	5,160,255	4,721,935
Parks, leisure and cultural services	7,098,053	6,614,434	6,383,455
Solid waste services	1,618,160	1,476,935	1,640,984
Sanitary sewer system	2,407,897	2,046,162	2,089,912
Drainage system	919,320	683,360	712,690
	32,627,259	29,854,141	29,703,348
Annual surplus	2,419,466	5,159,385	3,333,393
Accumulated surplus, beginning of year	113,871,400	113,871,400	110,538,007
Accumulated surplus, end of year	\$ 116,290,866	\$ 119,030,785	\$ 113,871,400

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, 2013, with comparative information for 2012

	2013 Budget	2013	2012
Annual surplus	\$ 2,419,466	\$ 5,159,385	\$ 3,333,393
Acquisition of tangible capital assets	(14,780,000)	(4,316,409)	(2,542,401)
Contribution of tangible capital assets	-	(214,440)	(207,016)
Amortization of tangible capital assets	3,909,400	3,745,379	3,543,566
Loss on disposal of tangible capital assets	-	173,589	196,921
Proceeds on disposal of tangible capital assets	-	170,085	17,338
	(8,451,134)	4,717,589	4,341,801
Acquisition of prepaid expenses	-	(470,335)	(433,031)
Acquisition of inventories of supplies	-	(70,697)	(73,109)
Use of prepaid expenses	-	433,031	431,695
Consumption of inventories of supplies	-	73,109	80,655
Change in net financial assets	(8,451,134)	4,682,697	4,348,011
Net financial assets, beginning of year	34,189,840	34,189,840	29,841,829
Net financial assets, end of year	\$ 25,738,706	\$ 38,872,537	\$ 34,189,840

See accompanying notes to financial statements.

THE CORPORATION OF THE CITY OF WHITE ROCK

Statement of Cash Flows

Year ended December 31, 2013, with comparative information for 2012

	2013	2012
Cash provided by (used in):		
Operations:		
Annual surplus	\$ 5,159,385	\$ 3,333,393
Items not involving cash:		
Amortization	3,745,379	3,543,566
Loss on disposal of tangible capital assets	173,589	196,921
Developers' contributions of tangible capital assets	(214,440)	(207,016)
Change in non-cash operating working capital:		
Decrease in accounts receivable	516,167	974,055
Increase in prepaid expenses	(37,304)	(1,336)
Decrease in inventories of supplies	2,412	7,546
Decrease (increase) in loans receivable	13,500	(25,000)
Increase (decrease) in accounts payable and accrued liabilities	400,700	(800,185)
Increase in refundable performance deposits	587,304	56,461
Increase in deferred revenue	692,309	578,998
Net change in cash from operating activities	11,039,001	7,657,403
Capital activities:		
Cash used to acquire tangible capital assets	(4,316,409)	(2,485,016)
Proceeds on disposal of tangible capital assets	170,085	17,338
Net change in cash from capital activities	(4,146,324)	(2,467,678)
Financing activities:		
New debt issued	-	107,600
Principal payments on debt	(118,137)	(10,035)
Principal payments on capital leases	(18,176)	(17,743)
Net change in cash from financing activities	(136,313)	79,822
Investing activities:		
Change in temporary investments	3,984,564	(3,984,564)
Net change in cash and cash equivalents	10,740,928	1,284,983
Cash and cash equivalents, beginning of year	46,826,985	45,542,002
Cash and cash equivalents, end of year	\$ 57,567,913	\$ 46,826,985
Non-cash transactions:		
Acquisition of assets under capital lease	\$ -	\$ 57,385

See accompanying notes to financial statements.

THE CORPORATION OF THE CITY OF WHITE ROCK

Notes to Financial Statements

Year ended December 31, 2013

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 Canadian Institute of Chartered Accountants, 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:

The budget figures reported in the statement of operations represent the 2013 component of the *Financial Plan (2013-2017) Bylaw 2012, No. 2007, Amendment Bylaw, 2013, No. 2020* adopted by the City Council on April 29, 2013.

(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 ("DCCs"):

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

(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, 2013.

THE CORPORATION OF THE CITY OF WHITE ROCK

Notes to Financial Statements (continued)

Year ended December 31, 2013

1. Significant accounting policies (continued):

(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 50
Buildings and facilities	5 to 50
Machinery and equipment	2 to 25
Roads and sidewalks	10 to 50
Sanitary sewers	30 to 80
Storm sewers	30 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.

(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.

THE CORPORATION OF THE CITY OF WHITE ROCK

Notes to Financial Statements (continued)

Year ended December 31, 2013

1. Significant accounting policies (continued):

(j) Non-financial assets (continued):

(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 contributory 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.

(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 presented financial information in segmented format (note 19).

THE CORPORATION OF THE CITY OF WHITE ROCK

Notes to Financial Statements (continued)

Year ended December 31, 2013

2. Cash and cash equivalents, and temporary investments:

	2013	2012
Cash balances	\$ 27,724,210	\$ 20,495,140
Cash equivalents:		
Money market securities and term deposits maturing within 90 days of inception	25,926,258	22,456,983
MFA Money Market Fund	3,917,445	3,874,862
	57,567,913	46,826,985
Temporary investments consist of term deposits maturing within 101 days of inception	-	3,984,564
	\$ 57,567,913	\$ 50,811,549

Cash equivalents and temporary investments, including the MFA Money Market Fund, have annual yields that range from 1.1% to 1.9% (2012 - 1.0% to 1.8%).

(a) Included in financial assets are cash and cash equivalents of \$3,161,531 (2012 - \$2,772,736) that can only be used for the acquisition of tangible capital assets as provided for by the DCC Bylaw (note 9(a)).

(b) Included in cash and cash equivalents is an amount of \$5,106,718 (2012 - \$4,519,414) which consists of refundable performance deposits.

3. Accounts receivable:

	2013	2012
Property taxes	\$ 918,047	\$ 922,921
Government grants	13,580	26,570
Amount secured by letters of credit	200,000	200,000
Other contributions toward tangible capital asset improvements	30,188	444,893
Other	263,494	347,092
	\$ 1,425,309	\$ 1,941,476

THE CORPORATION OF THE CITY OF WHITE ROCK

Notes to Financial Statements (continued)

Year ended December 31, 2013

4. Loans receivable:

The City has a loan receivable in the amount of \$26,000 (2012 - \$36,000) 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 3 annual instalments. The interest is paid semi-annually.

The City has a loan receivable in the amount of \$31,500 (2012 - \$35,000) 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 9 equal annual instalments. The interest is paid semi-annually.

5. Accounts payable and accrued liabilities:

	2013	2012
Trade accounts payable and other	\$ 1,896,895	\$ 2,738,077
Due to governments and agencies	1,283,589	220,529
Post employment benefits (note 6)	1,283,812	1,211,300
Other payroll liabilities	532,526	426,216
	\$ 4,996,822	\$ 4,596,122

6. 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 benefits and certain vacation benefits.

	2013	2012
Accrued benefit liability:		
Balance, beginning of year	\$ 1,211,300	\$ 914,244
Immediate recognition of		
Workers' Compensation benefits liability	(50,800)	215,300
Current service cost	94,200	91,500
Interest cost	39,800	37,000
Benefits paid	(23,788)	(59,344)
Amortization of actuarial loss	13,100	12,600
Balance, end of year	\$ 1,283,812	\$ 1,211,300

THE CORPORATION OF THE CITY OF WHITE ROCK

Notes to Financial Statements (continued)

Year ended December 31, 2013

6. Post-employment benefits (continued):

	2013	2012
Accrued benefit liability, end of year	\$ 1,283,812	\$ 1,211,300
Unamortized net actuarial loss	688	120,920
Accrued benefit obligation, end of year	\$ 1,284,500	\$ 1,332,220

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:

	2013	2012
Discount rates	4.00%	3.50%
Expected future inflation rates	2.00%	2.00%
Expected wage and salary increases	2.50%	2.50%

7. 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:		
2014	\$	23,378
2015		23,378
2016		23,378
2017		23,378
2018		16,227
Thereafter		4,539
Minimum capital lease payments		114,278
Less amounts representing interest		12,336
	\$	101,942

THE CORPORATION OF THE CITY OF WHITE ROCK

Notes to Financial Statements (continued)

Year ended December 31, 2013

8. Debt:

The following debt is outstanding as of December 31, 2013:

	2013	2012
Debentures, net of repayments and actuarial adjustments	\$ 139,152	\$ 149,689
Short-term financing	-	107,600
	\$ 139,152	\$ 257,289

(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	Repayments and actuarial adjustment	
					2013	2012
1667	Sanitary Sewers	2023	5.95%	\$ 224,580	\$ 85,428	\$ 139,152
						\$ 149,689

Total interest on the debenture debt for the year was \$13,363 (2012 - \$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:

2014	\$ 11,063
2015	11,616
2016	12,197
2017	12,807
2018	13,447
Thereafter	78,022
	\$ 139,152

(b) Short-term financing:

In 2012 the City borrowed \$107,600 pursuant to section 178 of the community charter to assist in financing the purchase of a solid waste services haul all truck. This debt was issued through the MFA and was repaid in April 2013.

THE CORPORATION OF THE CITY OF WHITE ROCK

Notes to Financial Statements (continued)

Year ended December 31, 2013

9. Deferred revenue:

	2013	2012
Property taxes	\$ 3,923,479	\$ 3,772,839
Contributions for future capital works	897,892	770,121
Development cost charges (a)	3,161,531	2,772,736
Deferred revenue - facility upgrades	728,946	762,752
Other	1,121,703	1,062,794
	\$ 9,833,551	\$ 9,141,242

(a) Development cost charges:

	Highways	Drainage	Parkland	Total
Balance, beginning of year	\$ 425,915	\$ 548,704	\$ 1,798,117	\$ 2,772,736
Add:				
Amounts received	68,085	51,768	313,193	433,046
Investment income	6,119	7,910	27,390	41,419
Deduct:				
Acquisition of tangible capital assets	74,000	11,670		85,670
Balance, end of year	\$ 426,119	\$ 596,712	\$ 2,138,700	\$ 3,161,531

THE CORPORATION OF THE CITY OF WHITE ROCK

Notes to Financial Statements (continued)

Year ended December 31, 2013

10. Tangible capital assets:

	2013													
	Land Improvements	Land	Buildings & Facilities	Machinery & Equipment	Roads & Sidewalks	Construction General	Total General	Sanitary Sewers	Construction Sanitary	Total Sanitary	Storm Sewers	Construction Storm	Total Storm	Grand Total
Cost														
Balance, beginning of year	\$ 9,594,825	\$ 6,289,737	\$ 28,656,274	\$ 9,371,986	\$ 36,390,079	\$ 444,181	\$ 90,749,061	\$ 17,060,363	\$ 231,217	\$ 17,291,600	\$ 17,746,690	\$ 530,227	\$ 18,276,917	\$ 129,317,576
Additions	658,082	95,100	405,285	1,205,532	475,554	2,837,563	692,613	(55,364)	637,249	1,055,226	811	1,058,037	4,530,849	
Transfers	24,084	88,046	123,088	64,189	(308,407)	(139,456)	171,095	(171,095)	(139,456)	(141,883)	-	-	-	
Disposals	(185)	(134,013)	(43,868)	(289,106)	(262,210)	(729,382)	(139,456)	-	-	(139,456)	(141,883)	-	(141,883)	(1,010,721)
Balance, end of year	9,594,640	6,535,900	28,807,552	9,611,236	37,397,587	610,328	92,857,242	17,784,635	4,758	17,789,393	19,116,710	74,361	19,191,071	129,837,706
Accumulated Amortization														
Balance, beginning of year	-	3,976,663	8,540,547	5,757,364	15,789,494	-	34,046,088	5,418,941	-	5,419,941	7,676,129	-	7,676,129	47,142,156
Disposals	-	(87,204)	(43,666)	(282,772)	(97,367)	-	(511,211)	(84,802)	-	(84,602)	(91,234)	-	(91,234)	(667,047)
Amortization expense	-	506,759	1,075,579	670,579	914,989	-	3,167,913	281,159	-	281,159	286,307	-	286,307	3,745,379
Balance, end of year	-	4,396,215	9,572,266	6,145,191	16,587,126	-	36,702,790	5,636,488	-	5,636,488	7,861,202	-	7,861,202	60,220,490
Net Book Value, end of year	\$ 9,594,640	\$ 2,437,685	\$ 19,235,294	\$ 3,466,044	\$ 20,810,461	\$ 610,328	\$ 56,154,452	\$ 12,148,137	\$ 4,758	\$ 12,152,896	\$ 11,236,508	\$ 74,361	\$ 11,309,869	\$ 79,617,216
Net Book Value, beginning of year	\$ 9,594,825	\$ 2,311,074	\$ 20,117,727	\$ 3,614,594	\$ 20,620,582	\$ 444,181	\$ 56,702,973	\$ 11,640,442	\$ 231,217	\$ 11,871,659	\$ 10,070,661	\$ 630,227	\$ 10,600,788	\$ 79,175,420

THE CORPORATION OF THE CITY OF WHITE ROCK

Notes to Financial Statements (continued)

Year ended December 31, 2013

10. 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:

	2013	2012
Roads and sidewalks	\$ 113,695	\$ 41,000
Sanitary sewers	-	46,500
Storm sewers	100,745	119,516
Developers' contributions of tangible capital assets	\$ 214,440	\$ 207,016

(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.

11. Accumulated surplus:

	Statutory Reserves	Non-Statutory Reserves	Other Surplus Funds	Investment in Tangible Capital Assets	Total
General Fund	\$ 10,774,596	\$ 12,093,541	\$ 3,879,711	\$ 55,323,564	\$ 82,071,412
Sanitary Sewer Fund	123,921	7,710,253	1,107,116	12,013,743	20,955,033
Drainage Fund	-	4,481,853	212,618	11,309,869	16,004,340
Total for 2013	\$ 10,898,517	\$ 24,285,647	\$ 5,199,445	\$ 78,647,176	\$ 119,030,785
Total for 2012	\$ 9,776,357	\$ 21,561,938	\$ 4,497,844	\$ 78,035,261	\$ 113,871,400

THE CORPORATION OF THE CITY OF WHITE ROCK

Notes to Financial Statements (continued)

Year ended December 31, 2013

12. Investment in tangible capital assets:

	2013	2012
Tangible capital assets	\$ 79,617,216	\$ 79,175,420
Less:		
Capital lease obligation	(101,942)	(120,118)
Debt	(139,152)	(257,289)
Deferred revenue - facility upgrades	(728,946)	(762,752)
Investment in tangible capital assets	\$ 78,647,176	\$ 78,035,261

13. Reserves:

(a) Statutory Reserves:

	2013	2012
General fund:		
Land sale reserve	\$ 3,289,809	\$ 3,138,161
Equipment replacement reserve	4,161,997	3,706,690
Capital works machinery & equipment reserve	3,283,052	2,756,968
Off-street parking facilities reserve	7,385	7,284
Local improvement reserve	32,353	32,353
Sanitary Sewer Fund:		
Terry Road local improvement reserve	123,921	134,901
	\$ 10,898,517	\$ 9,776,357

THE CORPORATION OF THE CITY OF WHITE ROCK

Notes to Financial Statements (continued)

Year ended December 31, 2013

13. Reserves (continued):

(b) Non-Statutory Reserves:

	2013	2012
General fund:		
Capital project reserve	\$ 4,810,243	\$ 3,916,296
Computer replacement reserve	128,801	142,392
Debt retirement reserve	-	107,600
Economic development reserve	83,090	102,990
Pier preservation reserve	74,069	177,811
Police equipment reserve	208,452	208,452
Roadworks reserve	2,136,118	2,095,663
Density bonus policy reserve	411,756	297,430
Public art contribution reserve	406,218	410,000
Buena Vista rental house reserve	54,200	44,300
Grant reserve	-	76,788
Other operating reserve	1,989,394	1,553,375
Incomplete capital projects	1,791,200	1,300,100
Sanitary Sewer Fund:		
Capital project reserve	5,749,101	4,731,727
Pump station reserve	1,257,152	1,248,993
Incomplete capital projects	704,000	923,100
Drainage Fund		
Capital project reserve	3,647,053	3,437,021
Operating reserve	25,000	25,000
Incomplete capital projects	809,800	762,900
	\$ 24,285,647	\$ 21,561,938

14. 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.

THE CORPORATION OF THE CITY OF WHITE ROCK

Notes to Financial Statements (continued)

Year ended December 31, 2013

14. Commitments and contingencies (continued):

(b) Third party claims:

A claim in the amount of \$500,000 was issued against the City and other parties relating to water ingress into a single family dwelling. The outcome of this claim is undeterminable and no accrual for potential liability has been recorded.

There are various other 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) Contracts:

The City has a contract with the federal government whereby the federal government provides Royal Canadian Mounted Police (RCMP) policing services. RCMP members and the federal government are currently in legal proceedings regarding pay raises for 2009 and 2010 that were retracted for RCMP members. As the final outcome of the legal action and the potential financial impact to the City is not determinable, the City has not recorded a provision for this matter in the financial statements as at December 31, 2013. The City has allocated \$150,000 in the current year (2012 - \$150,000) to a reserve for this matter.

(d) 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:

Year ending December 31:	
2014	\$ 37,712
2015	36,120
2016	32,217
2017	19,267
2018	16,284
	<hr/>
	\$ 141,600

THE CORPORATION OF THE CITY OF WHITE ROCK

Notes to Financial Statements (continued)

Year ended December 31, 2013

14. Commitments and contingencies (continued):

(e) Agreements and contractual obligations:

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.

(f) 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 anytime 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 at December 31, 2013 are as follows:

	2013	2012
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.

(g) 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, 2013). 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.

(h) 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, 2013

15. 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 contributory pension plan. Basic pension benefits provided are based on a formula. The Plan has about 179,000 active members and approximately 71,000 retired members. Active members include approximately 120 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 \$843,400 (2012 - \$766,200) for employer contributions to the Plan in fiscal 2013.

16. 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:

	2013	2012
Province of British Columbia - school tax	\$ 10,619,010	\$ 10,281,211
South Coast BC Transportation Authority – TransLink tax	2,010,374	1,940,547
Other regional bodies	688,751	646,857
	\$ 13,318,135	\$ 12,868,615

17. Sales of services and other revenue:

	2013	2012
Parking	\$ 2,967,481	\$ 2,900,584
Parks, leisure and cultural services	1,416,987	1,225,831
Licences and permits	1,394,075	1,461,239
Interest and penalties	868,248	704,063
Contributions toward tangible capital asset improvements	181,471	200,162
Other	1,698,004	1,141,784
	\$ 8,526,266	\$ 7,633,663

THE CORPORATION OF THE CITY OF WHITE ROCK

Notes to Financial Statements (continued)

Year ended December 31, 2013

18. Comparative information:

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

19. 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, Development Services 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 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 Operations Department.

Parks, Leisure and Cultural Services – Leisure Services and Parks. 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.

THE CORPORATION OF THE CITY OF WHITE ROCK

Notes to Financial Statements (continued)

Year ended December 31, 2013

19. Segmented information (continued):

	General Government	Protection Services	Transportation, Engineering and Operations Services	Parks, Leisure and Cultural Services	Solid Waste Services	Sanitary Sewer System	Drainage System	Adjustments	2013	2012
Revenue:										
Property taxes:										
General purposes	\$ 18,149,800	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 19,149,800	\$ 18,162,710
Regional library and fire protection levies	-	365,428	-	832,784	-	-	-	-	1,198,212	1,155,293
Business improvement levy	299,299	-	-	-	-	-	-	-	299,299	299,347
	19,448,899	365,428	-	832,784	-	-	-	-	20,647,111	19,617,350
Receipts in lieu of taxes	19,054	-	-	-	-	-	-	-	19,054	18,711
Development cost charges	74,000	-	-	-	-	-	11,670	-	85,670	23,847
Sanitary sewer fees and parcel tax	-	-	-	-	-	3,289,678	-	-	3,289,678	3,200,195
Drainage user fees	-	-	-	-	-	-	1,795,043	-	1,795,043	1,709,961
Sales of services and other revenue	-	-	-	-	-	-	-	-	-	-
Parking	-	-	2,987,481	-	-	-	-	-	2,987,481	2,900,584
Parks, leisure and cultural services	-	-	-	1,416,987	-	-	-	-	1,416,987	1,225,831
Licences and permits	854,695	539,380	-	-	-	-	-	-	1,394,075	1,461,239
Interest and penalties	858,121	-	-	-	-	12,127	-	-	868,248	704,083
Contributions toward tangible capital asset improvements	1,488,314	132,144	60,908	82,110	-	16,301	22,152	-	1,671,471	200,162
Other	272,620	35,640	238,837	43,806	63,258	133,448	187,060	(568,863)	1,698,004	1,141,784
Government grants	-	-	-	118,004	-	-	-	-	426,284	625,968
Developers' contributions of tangible capital assets	23,013,703	1,072,592	3,380,921	2,493,691	63,258	3,461,554	100,745	-	214,440	207,016
	2,843,176	4,237,927	2,252,492	2,058,905	484,941	288,452	261,458	(568,863)	35,013,526	33,036,741
Salaries, wages & benefits	758,037	4,570,505	1,186,680	2,547,839	835,263	1,608,845	231,879	(345,892)	12,091,359	11,824,794
Contracted services	844,111	221,792	532,806	474,344	90,121	182,510	134,413	(127,436)	11,613,612	11,859,901
Supplies and other	173,420	218,261	1,186,277	1,533,346	56,610	281,158	286,307	(95,535)	2,384,562	2,455,688
Amortization	5,866	-	-	-	-	13,363	-	-	3,745,379	3,543,566
Interest on debt	4,624,610	9,248,385	5,160,255	6,614,434	1,476,935	2,374,328	924,057	(568,863)	19,229	19,389
	\$ 18,389,093	\$ (8,175,793)	\$ (1,779,334)	\$ (4,120,743)	\$ (1,413,677)	\$ 1,087,226	\$ 1,172,613	\$ -	\$ 5,158,385	\$ 3,333,393
Annual surplus (deficit)										

**PART II - CITY OF WHITE ROCK 2013
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, 2013
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, 2013, refer to the 2013 Audited Financial Statements Note 8, "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, 2013
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, 2013

1. Elected Officials

Name	Position	Remuneration	Expenses
BALDWIN, Wayne	Mayor	\$ 59,798	\$ 9,861
CAMPBELL, Al	Councillor	28,569	4,818
FATHERS, Helen	Councillor	28,569	4,843
HUTCHINSON, Louise	Councillor	28,569	3,400
LAWRENCE, William	Councillor	28,569	9,506
MEYER, Grant	Councillor	28,569	3,106
ROBINSON, Larry	Councillor	28,569	3,651
Totals		\$ 231,212	\$ 39,185

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, 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	\$ 91,619	\$ 984
ARTHUR, Tracey	City Clerk	108,205	1,586
ATKINSON, Robert	Deputy Fire Chief	130,482	230
BANCROFT, Michael	Firefighter	98,241	460
BARAGAR, Teresa	RCMP Administrative Manager	80,087 *	478
BINDRA, Raghbir S	Firefighter	102,543	381
BIRD, Evan	Firefighter	84,654	184
BLOCK, Stephen	Firefighter, Captain	118,886	381
BOOTH, Scott	Firefighter	101,890	184
BOTTRILL, Daniel	Chief Administrative Officer	183,944 *	7,218
CRAM, Andrew	Firefighter	100,872	381
DAVISON, James	Firefighter	107,006 *	1,295
FOURNIER, Bradley	Network Analyst	86,135 *	636
FULTON, Cordell	Firefighter	94,387 *	1,612
GAREAU, Guy	Building Official I	88,729 *	1,095

continued on following page

Name	Position	Remuneration	Expenses
continued from previous page			
GREEN, Matthew	Manager Parking Services	\$ 88,523 *	968
GURALIUK, Mike	Facilities Maintenance Worker	77,656 *	161
HALBERT, Constance	Planner 1	80,540	581
HAMILTON, Scott	Firefighter	107,673 *	556
HANNA, Kenneth	Engineering Technologist	81,331 *	333
HIBBERD, Justice	Foreman Trades Mechanic	78,198 *	1,416
JOHNSTON, Shannon	Manager Accounting & Budgets	106,041 *	5,131
JOHNSTONE, Jacqueline	Director Human Resources	122,789 *	2,543
KAMEKA, Eric	Firefighter	97,836	381
KURYLO, Sandra	Director of Financial Services	146,265 *	4,183
LEMIRE, Philip	Fire Chief	144,667	2,606
LIN, Ying	GIS and Web Technician	79,509	4,322
MANN, Richard	Firefighter	102,278	381
MCKINNON, Cory	Firefighter	98,314	381
McNABB, Alan	Firefighter, Captain	117,035	184
MOLLAN, Kenneth	Firefighter	95,492 *	197
MOSSOP, David	Firefighter	89,949	381
ORSER, Dale	Firefighter, Captain	93,152	184
PASSAS, Michael	Firefighter	88,661	460
RYAN, Patrick	Firefighter	99,534	381
SCHLASE, Bob	Deputy Fire Chief	130,243	1,363
SLACK, Paul	Manager Operations	104,190 *	618
SMITH, Douglas	Firefighter	102,701 *	381
ST. LOUIS, Gregory	Director Engineering & Municipal Operations	146,698	1,158
STANTON, Paul	Director Development Services	130,610 *	778
STARK, MIKE	Firefighter	110,861	409
STEPURA, Eric	Director Leisure Services	119,940 *	3,438
WILSON, Richard	Building Inspector II	95,877 *	1,330
WOLFE, Edward	Firefighter, Captain	120,280	2,791
SYLVIA, Yee	Manager Community Recreation	76,877 *	2,913
ZANIC, Boris	GIS Specialist	81,663	1,768
ZOTA, Chris	Manager Information Services	112,465 *	2,654
Consolidated total of all remuneration paid to other employees		4,780,918	49,960
Total Employees		\$ 9,686,446	\$ 112,396

3. Reconciliation

Total remuneration - elected officials	\$ 231,212
Total remuneration - employees	9,686,446
Subtotal	9,917,658
Differences:	
There are differences due to inconsistent reporting formats and accounting treatments required by Public Sector Accounting Board (PSAB) for the Financial Statements versus the Financial Information Regulation 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 19 in the Financial Statements which is prepared on an "accrual accounting basis".	283,181
b) This schedule does not include the employer portion of contributions to WCB, registered pension plans, extended health, and dental plans and other employee benefits that are included in the Salaries, Wages and Benefits from the Financial Statements Note 19	1,423,810
c) This schedule does not include the employer portion of Employment Insurance and Canada Pension Plan paid to the Receiver General of Canada that are included in the Salaries, Wages and Benefits from the Financial Statement Note 19	466,710
Total per Financial Statements Note 19, Salaries, Wages & Benefits	\$ 12,091,359
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 2013

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, 2013**

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, 2013. This schedule includes payments for the purposes of grants or contributions.

1. Suppliers > \$25,000

SUPPLIER NAME	AMOUNT PAID
AON REED STENHOUSE INC.	\$ 110,539
APLIN & MARTIN CONSULTANTS LTD.	321,179
B & B CONTRACTING (2012) LTD.	34,601
BC HYDRO	465,402
BC LIFE & CASUALTY COMPANY	50,427
BELL MOBILITY	49,715
BFI CANADA VANCOUVER	315,528
BLACK PRESS GROUP LTD.	66,609
BLUE PINE ENTERPRISES LTD.	102,138
BNSF RAILWAY COMPANY	420,683
CANADA CUSTOMS & REVENUE AGENCY	467,037
CHEVRON CANADA LTD.	197,305
CITY OF SURREY	530,344
COLLABWARE SYSTEMS INC	38,805
COLUMBIA BITHULITHIC LTD.	31,193
COMMERCIAL TRUCK EQUIPMENT CO	84,403
CRESCENT ELECTRICAL CONTRACTORS LTD.	113,730
CUMMINS WESTERN CANADA	31,111
DAMS FORD LINCOLN SALES LTD.	84,741
DAVIS LLP	52,556
DELL CANADA INC.	63,526
DIGITAL PAYMENT TECHNOLOGIES CORP.	54,736
DIRECT EQUIPMENT WEST LTD	28,366
DNA	35,341
E-COMM EMERGENCY COMMUNICATIONS FOR SOUTH	87,920
EMCO LIMITED	30,472
EPCOR WHITE ROCK WATER INC	429,080
ESRI CANADA LTD.	31,360
FORTIS BC	92,520
FRASER RICHMOND SOIL & FIBRE LTD.	78,175
FRASER RIVER PILE & DREDGE LTD.	325,451
FRASER VALLEY REGIONAL LIBRARY	824,565
GDI SERVICES (CANADA) LP	217,060
GREATER VANC. SEWER & DRAINAGE DISTRICT	1,244,732
GUILLEVIN INTERNATIONAL CO.	29,247
HYTEK MECHANICAL INC.	32,618
IMPERIAL PAVING LTD.	107,696
INSURANCE CORP OF BC	88,034
IRC BUILDING SCIENCES BC INC.	33,180
KAL TIRE - SURREY 681	45,139
LANGLEY CONCRETE LIMITED PARTNERSHIP	30,795
LEVELTON CONSULTANTS LTD	43,828
LORDCO PARTS LTD.	27,184
MARTENS ASPHALT LTD	1,313,342
MEDICAL SERVICES PLAN OF B.C.	108,221
METRO MOTORS LTD	56,671
METRO VANCOUVER	254,663
MICROSOFT LICENSING GP	27,805
continued on following page	

SUPPLIER NAME	AMOUNT PAID
continued from previous page	
MILLS BASICS	31,285
MIRAMAR VILLAGE A BCS 3236	34,444
MUNICIPAL INSURANCE ASSOC. OF BC.	155,485
MUNICIPAL PENSION PLAN	841,265
MWK CONTRACTING INC.	145,294
PACIFIC BLUE CROSS	220,766
PEDRE CONTRACTORS LIMITED	1,326,358
PETERBILT PACIFIC INC.	37,278
POWER CIVIL CONTRACTORS LTD	25,990
RECEIVER GENERAL FOR CANADA	3,490,094
SANDPIPER CONTRACTING LTD.	162,824
SMITHRITE DISPOSAL LTD.	89,036
SUN LIFE ASSURANCE COMPANY OF CANADA	30,420
SUNRISE LANDSCAPING LTD.	170,270
T & S POWER DIGGING	35,960
TARGA CONTRACTING LTD.	291,165
TELUS	97,162
URBAN FORUM ASSOCIATES	26,656
VADIM COMPUTER MANAGEMENT GROUP LTD.	34,013
VANCOUVER SHOTCRETE & SHORING INC	117,645
VIRTUAL GRAFFITI INC	41,080
WASTE MANAGEMENT OF CANADA CORPORATION	31,899
WEB EXPRESS	37,714
WINVAN PAVING LTD.	99,099
WORK SAFE BC	172,599
WORLEY PARSONS CANADA SERVICES LTD	55,895
XEROX CANADA LTD.	40,581
YOUNG ANDERSON BARRISTERS	120,306
TOTAL AMOUNT	\$ 17,272,356

2. Other Suppliers

CONSOLIDATED TOTAL PAID TO SUPPLIERS WHO RECEIVED AGGREGATE PAYMENTS OF \$25,000 OR LESS	\$ 2,391,403
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3. Payments of Grants and Contributions

SUPPLIER NAME	AMOUNT PAID
SOUTH SURREY/WHITE ROCK CHAMBER OF COMMERCE	\$ 49,037
TOURISM WHITE ROCK	51,500
WHITE ROCK BUSINESS IMPROVEMENT ASSOCIATION	315,353
WHITE ROCK MUSEUM & ARCHIVES SOCIETY	92,000
AGGREGATE GRANT AND CONTRIBUTION PAYMENTS OF \$25,000 OR LESS:	
FUNDING ASSISTANCE PER SERVICE AGREEMENTS	5,000
OTHER GRANTS IN AID	30,420
TOTAL GRANTS AND CONTRIBUTIONS	\$ 543,310

4. Reconciliation

Total of payments exceeding \$25,000 paid to suppliers	\$ 17,272,356
Total of payments of \$25,000 or less paid to suppliers	2,391,403
Total of grants and contributions	543,310
Subtotal	\$ 20,207,069
Differences:	
There are differences due to inconsistent reporting formats and accounting treatments required by Public Sector Accounting Board (PSAB) 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 WCB, registered pension plans, extended health, and dental plans and other employee benefits that are not included in the Contracted Services, and Supplies and Other from the Financial Statements Note 19.	(1,423,810)
b) This schedule includes the employer portion of Employment Insurance and Canada Pension Plan paid to the Canada Customs and Revenue Agency that are not included in the Contracted Services, and Supplies and Other from the Financial Statements Note 19.	(466,710)
c) This schedule does not include the items categorized as employee expenses and shown on the Statement of Remuneration. These items are included in the Contracted Services, and Supplies and Other from the Financial Statements Note 19.	151,581
d) This schedule includes payments for the acquisition of tangible capital assets that are not included in the Contracted Services, and Supplies and Other from the Financial Statements Note 19.	(4,316,409)
e) This schedule does not include the loss on disposal of tangible capital assets that is included in the Contracted Service, and Supplies and Other from the Financial Statements Note 19.	173,589
f) This schedule is prepared on a cash basis versus the Contracted Services, and Supplies and Other from Note 19 in the Financial Statements which is prepared on an accrual accounting basis. There are also different accounting treatments for other items such as HST/GST.	(327,136)
Total per Financial Statements Note 19, Contracted Services, and Supplies and Other	\$ 13,998,174
Variance	\$ -

Prepared in accordance with the Financial Information Regulation, Schedule 1, section 7 and the Financial Information Act, section 2

THE CORPORATION OF THE CITY OF WHITE ROCK
FOR THE YEAR ENDED DECEMBER 31, 2013
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, 2013 Financial Statements

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

Auditors - audit of the Part I, 2013 Financial Statements.



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

Prepared in accordance with the Financial Information Regulation, Schedule 1, section 9

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

YEAR ENDED DECEMBER 31, 2013

Part I of the Statement of Financial Information contains the City's 2013 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 independent auditors.

This report provides a synopsis of the City's 2013 financial results and its financial position as of December 31, 2013.

2013 Financial Results

Details on 2013 financial results are provided in the Statement of Operations.

Revenues

Revenues for 2013 were \$35,013,526. They were \$33,199 lower than the budget of \$35,046,725. Major variances from budget are explained below.

Revenues from development cost charges were \$1,272,180 lower than budget. That does not mean that the City received less development cost charges than expected. This figure represents develop 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. Similarly, some contributions towards capital projects were also budgeted and not recorded as revenue because the work was not complete. In these cases, actual revenues shown were below budget. These amounts were offset by other revenues that exceeded budget, such as developers' contributions of tangible capital assets, investment income and revenues from building permits.

Expenses

Overall, expenses totalled \$29,854,141 and were \$2,773,118 lower than the budget shown of \$32,627,259.

This was a result of sanitary and storm sewer work that was deferred, savings in the RCMP contract and other City operating budgets, as well as contingency funds that were budgeted but not required during the year.

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, 2013 the total accumulated surplus was \$119,030,785, compared to \$113,871,400 at the end of 2012. Details on the City's reserves, which totalled \$35,184,164 on December 31, 2013, are provided in note 13 of the 2013 Financial Statements. Investment in tangible capital assets amounted to \$78,647,176, and other surplus funds amounted to \$5,199,445, on December 31, 2013.

Outstanding Debt

Debt outstanding as of December 31, 2013 was \$139,152, compared to \$257,289 on December 31, 2012. It is comprised of long-term debenture debt 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 2013 in a sound financial position.



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

July 21, 2014