

**The Corporation of the District of North Vancouver
Consolidated Financial Statements
Year Ended December 31, 2022**

And Independent Auditor's Report thereon

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INDEPENDENT AUDITOR'S REPORT

To the Mayor and Councillors of the Corporation of the District of North Vancouver

Opinion

We have audited the consolidated financial statements of the Corporation of the District of North Vancouver (the "District"), which comprise:

- the consolidated statement of financial position as at December 31, 2022
- the consolidated statement of operations for the year then ended
- the consolidated statement of changes in net financial assets for the year then ended
- the consolidated statement of cash flows for the year then ended
- notes to the consolidated financial statements, including a summary of significant accounting policies

(hereinafter referred to as the "financial statements").

In our opinion, the accompanying financial statements present fairly, in all material respects, the consolidated financial position of the District as at December 31, 2022 and its consolidated results of operations, its consolidated changes in net financial assets, and its consolidated cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the "***Auditor's Responsibilities for the Audit of the Financial Statements***" section of our auditor's report.

We are independent of the District in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada and we have fulfilled our other ethical responsibilities in accordance with these requirements.

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

Responsibilities of Management and Those Charged with Governance 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.

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report and includes our opinion.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial statements.

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

We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion.

The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosure made by management.



- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the District's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the District to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings including any significant deficiencies in internal control that we identify during our audit.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the group entity to express an opinion on the financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

KPMG LLP

Chartered Professional Accountants

Vancouver, Canada
May 10, 2023

The Corporation of the District of North Vancouver
Consolidated Statement of Financial Position
As of December 31

	2022	2021
Financial assets		
Cash and cash equivalents (Note 2)	\$ 18,462,084	\$ 116,497,600
Taxes receivable	5,809,670	6,392,488
Accounts receivable	5,543,245	7,117,593
Due from governments (Note 3)	2,449,936	2,583,312
Investments (Note 4)	306,894,380	216,695,355
MFA debt reserve deposit (Note 13(f))	619,179	605,651
Inventories held for resale	215,303	159,213
	<u>339,993,797</u>	<u>350,051,212</u>
Liabilities		
Accounts payable and accrued liabilities	25,105,933	29,375,682
Due to governments (Note 5)	26,261,461	23,657,367
Restricted revenue (Note 6)	21,623,299	29,915,741
Deferred revenue (Note 7)	27,036,157	25,500,909
Debt (Note 8)	28,166,939	30,503,882
Post-employment benefits (Note 9)	10,947,000	10,695,683
Deposits and other liabilities	27,469,818	28,780,549
	<u>166,610,607</u>	<u>178,429,813</u>
Net financial assets	173,383,190	171,621,399
Non-financial assets		
Prepaid expenses	1,719,295	1,402,071
Inventories held for consumption	1,850,660	1,645,680
Tangible capital assets (Note 10)	841,017,850	775,280,912
Other assets	25,443	36,772
	<u>844,613,248</u>	<u>778,365,435</u>
Accumulated surplus (Note 11)	<u>\$ 1,017,996,438</u>	<u>\$ 949,986,834</u>
Commitments and contingencies (Note 13)		
Subsequent events (Note 19)		


 Andy Wardell, CPA, CGA, MA
 GM, Finance & CFO

The Corporation of the District of North Vancouver
Consolidated Statement of Operations
Year Ended December 31

	2022 Budget	2022	2021
	(Note 16)		
Revenue			
Taxation (Note 12)	\$ 121,244,938	\$ 126,992,313	\$ 115,856,623
Sales, fees, and user charges			
Water	34,132,036	32,453,993	30,459,002
Sewer	29,359,624	29,103,943	26,675,847
Solid waste	8,278,485	8,192,341	7,823,465
Parks, recreation and culture	12,307,434	13,215,062	11,079,377
Other	32,908,660	33,480,086	34,973,377
Transfer from governments			
Federal Government	966,523	291,843	25,652
Provincial Government	3,274,412	3,469,552	12,103,509
Regional Government	1,693,232	1,972,565	1,645,887
Investment income	3,363,939	7,821,803	3,453,234
Land sales and other contributions	7,576,535	25,438,995	7,028,983
	<u>255,105,818</u>	<u>282,432,496</u>	<u>251,124,956</u>
Expenses (Note 15)			
General government	34,384,657	49,240,093	45,092,402
Protective services	55,777,903	53,337,672	53,306,772
Solid waste removal services	7,768,677	7,376,014	7,226,706
Social services	4,215,985	3,606,411	3,534,428
Development services	5,504,176	4,185,083	4,393,316
Transport and other services	9,871,366	13,532,435	11,572,650
Parks, recreation and cultural services	46,098,442	41,880,911	37,894,989
Water utility services	22,766,599	20,549,220	19,789,391
Sewer utility services	20,578,312	20,715,053	18,985,564
	<u>206,966,117</u>	<u>214,422,892</u>	<u>201,796,218</u>
Annual surplus	<u>\$ 48,139,701</u>	<u>68,009,604</u>	<u>49,328,738</u>
Accumulated surplus, beginning of year		<u>949,986,834</u>	<u>900,658,096</u>
Accumulated surplus, end of year (Note 11)		<u>\$ 1,017,996,438</u>	<u>\$ 949,986,834</u>

The Corporation of the District of North Vancouver
Consolidated Statement of Cash Flows
Year Ended December 31

	2022	2021
Operating transactions		
Annual surplus	\$ 68,009,604	\$ 49,328,738
Non-cash items:		
Depreciation	22,036,260	21,522,413
Loss on disposal of tangible capital assets	1,077,673	889,111
Amortization of other assets	11,329	18,385
Contributed tangible capital assets	(20,202,924)	(10,326,729)
Changes in operating assets and liabilities (Note 18)	<u>(7,783,543)</u>	<u>(36,559,247)</u>
Cash provided by operating transactions	63,148,399	24,872,671
Capital transactions		
Cash used to acquire tangible capital assets	<u>(68,647,947)</u>	<u>(53,926,621)</u>
Cash applied to capital transactions	(68,647,947)	(53,926,621)
Investing transactions		
Net change in investments	<u>(90,199,025)</u>	<u>(11,909,275)</u>
Cash applied to investment transactions	(90,199,025)	(11,909,275)
Financing transactions		
Debt repayment	<u>(2,336,943)</u>	<u>(2,256,883)</u>
Cash applied to financing transactions	(2,336,943)	(2,256,883)
Decrease in cash and cash equivalents	(98,035,516)	(43,220,108)
Cash and cash equivalents, beginning of year	<u>116,497,600</u>	<u>159,717,708</u>
Cash and cash equivalents, end of year	<u>\$ 18,462,084</u>	<u>\$ 116,497,600</u>

The Corporation of the District of North Vancouver
Consolidated Statement of Changes in Net Financial Assets
Year Ended December 31

	2022 Budget	2022	2021
	(Note 16)		
Annual surplus	\$ 48,139,701	\$ 68,009,604	\$ 49,328,738
Contributed tangible capital assets (Note 10(a))	-	(20,202,924)	(10,326,729)
Acquisition of tangible capital assets	(74,403,992)	(68,647,947)	(53,926,621)
Depreciation of tangible capital assets	-	22,036,260	21,522,413
Loss on disposal of tangible capital assets	-	1,077,673	889,111
	<u>(74,403,992)</u>	<u>(65,736,938)</u>	<u>(41,841,826)</u>
Amortization of other assets	-	11,329	18,385
Acquisition of inventories held for consumption	-	(1,850,660)	(1,645,680)
Acquisition of prepaid expenses	-	(1,719,295)	(1,402,071)
Use of inventories held for consumption	-	1,645,680	1,396,906
Use of prepaid expenses	-	1,402,071	1,600,315
	<u>-</u>	<u>(510,875)</u>	<u>(32,145)</u>
Change in net financial assets	<u>\$ (26,264,291)</u>	1,761,791	7,454,767
Net financial assets, beginning of year		<u>171,621,399</u>	<u>164,166,632</u>
Net financial assets, end of year		<u>\$ 173,383,190</u>	<u>\$ 171,621,399</u>

The Corporation of the District of North Vancouver

Notes to Consolidated Financial Statements

December 31, 2022

The Corporation of the District of North Vancouver (the District) was incorporated in 1891 and operates under the provision of the Community Charter and the Local Government Act of British Columbia. The District's principal activities include the provision of local government services to residents and businesses of the incorporated area. These include administrative, protective, transportation, environmental, recreational, water and sewer services.

1. Significant accounting policies

a) Basis of presentation

The consolidated financial statements have been prepared in accordance with the Canadian public sector accounting standards.

b) Basis of consolidation

The consolidated financial statements reflect the assets, liabilities, revenues, expenses and changes in net financial assets of the reporting entity.

The reporting entity is comprised of all organizations that are controlled by the District. The financial statements reflect the consolidation of the District's funds with the financial position and results of operations of the District of North Vancouver Municipal Public Library and the District's proportionate interest in the North Vancouver Recreation & Culture Commission, North Vancouver Museum and Archives Commission, and North Shore Emergency Management Office.

Inter-entity and inter-fund balances and transactions have been eliminated on consolidation.

c) Segment disclosures

A segment is defined as a distinguishable activity or group of activities of a government for which it is appropriate to separately report financial information. Consolidated financial statements report financial activities by major service. Segment disclosures provide information on the District's services delivered by department.

d) Revenue recognition

Revenue is recorded on the accrual basis and is recognized when it is earned. Unearned revenue is reported on the consolidated statement of financial position as either deferred revenue or deposits and other liabilities. Property tax revenue is recognized on the accrual basis using approved tax rates and the tax class assessments related to the each year.

e) Expense recognition

Expenses are recognized on an accrual basis by the receipt of goods and services or the creation of an obligation to pay.

f) Fund accounting

Funds within the consolidated financial statements consist of operating, capital and reserve funds. Transfers between funds are recorded as adjustments to the appropriate fund balance. All inter-fund assets and liabilities and financial operations have been eliminated in the consolidated financial statements. The funds consist of the following:

i) Operating fund

These funds include the General, Water and Sewer Operating funds as well as the operating fund of the District of North Vancouver Municipal Public Library and the District's interest in the operating fund of the North Vancouver Recreation & Culture Commission, North Vancouver Museum and Archives Commission, and North Shore Emergency Management Office. They are used to record the consolidated operating assets, liabilities, revenue and expenses of the District.

The Corporation of the District of North Vancouver
Notes to Consolidated Financial Statements
December 31, 2022

1. Significant accounting policies, continued

ii) Capital fund

These funds include the General, Water and Sewer Capital funds as well as the Capital fund of the District of North Vancouver Municipal Public Library. They are used to record the acquisition and construction costs of tangible capital assets and any related debt outstanding.

iii) Reserve fund

These funds have been established for a specific purpose and include the following types: 1) Existing Capital Reserves, to enable the District to maintain existing assets in a state of good repair; 2) New Capital, Initiatives and Growth Reserves, to support investments in transportation and mobility, community health and safety, climate mitigation and innovation, and to help smooth financial impacts as the community grows; 3) Land and Housing Reserves, to preserve the value of the District's lands, acquire new lands and support investments in social and supportive housing.

g) Other taxing jurisdictions

The assets, liabilities, taxation, other revenue and expenses with respect to the operations of other taxing jurisdictions including the provincial school system and the Metro Vancouver Regional District are not reflected in these consolidated financial statements.

h) Cash and cash equivalents

Cash and cash equivalents consist of cash, highly liquid money market investments and short-term investments with maturities of less than 90 days from the date of acquisition.

i) Investments

Investments are recorded at cost plus accrued interest receivable and net of amortized discounts or premiums.

j) Inventories held for resale

Inventories held for resale are valued at the lower of cost or net realizable value. Net realizable value is determined by estimating the selling price of these goods, minus the cost of their sale or disposal. Cost is determined on a weighted average basis.

k) Restricted revenue

Revenues which are restricted by legislation or by agreement with external parties are deferred and reported as restricted revenue. When qualifying expenses are incurred, restricted revenue is recognized as revenue at amounts equal to the qualifying expenses.

l) Deferred revenue

Revenues received in advance of services to be provided are deferred until they are earned by the provision of those services.

m) 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. They include prepaid expenses, inventories held for consumption, tangible capital assets and other assets.

The Corporation of the District of North Vancouver
Notes to Consolidated Financial Statements
December 31, 2022

1. Significant accounting policies, continued

i) Inventories held for consumption

Inventories of supplies held for consumption are recorded at the lower of cost and replacement cost. Cost is determined on a weighted average basis.

ii) Tangible capital assets

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

<u>Asset Category</u>	<u>Useful Lives (Years)</u>
Land improvements	5 - 100
Buildings and building improvements	2 - 50
Vehicles	2 - 25
Furniture and equipment	4 - 30
Water and waste water infrastructure	15 - 100
Road infrastructure	
- Base	75
- Surface	16 - 80
- Other infrastructure	12 - 100
Library Collection	2 - 10

Assets under construction are not depreciated until the asset is placed in service.

a) Contributions of tangible capital assets

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

b) Natural resources

Natural resources are not recognized as assets in these consolidated financial statements.

c) Works of art and historic assets

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

d) 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.

iii) Other assets

Commissions, free rent and lease inducements are deferred and amortized over the first term of the lease agreement, which is typically five years. Any expenses related to a tenant that vacates prior to the end of their lease are written off immediately.

The Corporation of the District of North Vancouver
Notes to Consolidated Financial Statements
December 31, 2022

1. Significant accounting policies, continued

n) Capitalization of interest

Interest is capitalized whenever external debt is issued to finance the construction of assets.

o) Contaminated Sites

A liability for 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 standard;
- iii. The District 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. As at December 31, 2022, no liability for contaminated sites was recognized.

p) Government Transfers

Government transfers that are restricted are deferred as restricted revenue and then 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.

q) Post-employment benefits

Post-employment benefits also accrue to the District's employees. The liabilities related to these benefits are actuarially determined based on the service and best estimates of retirement ages and expected future salary and wages increases. The liabilities under these benefits plans are accrued based on projected benefits prorated as employees render services necessary to earn the future benefits.

r) Pension fund

The District and its employees make contributions to the Municipal Pension Plan. As this plan is a multi-employer plan, contributions are expensed as incurred.

s) Use of accounting estimates

The preparation of the consolidated financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Significant areas requiring the use of management estimates relate to the determination of post-employment benefits. Actual results could differ from those estimates. Adjustments, if any, will be reflected in the consolidated financial statements in the year that the change in estimate is made, as well as in the year of settlement if the amount is different.

The Corporation of the District of North Vancouver
Notes to Consolidated Financial Statements
December 31, 2022

2. Cash and cash equivalents

	<u>2022</u>	<u>2021</u>
Cash	\$ 12,183,135	\$ 9,179,954
Business Investment Savings Account	1,394,152	1,376,842
Pooled High Interest Saving Account	4,884,797	105,940,804
	<u>\$ 18,462,084</u>	<u>\$ 116,497,600</u>

3. Due from governments

	<u>2022</u>	<u>2021</u>
Due from Federal Government	\$ 1,205,759	\$ 977,482
Due from Provincial Government	654,478	587,783
Due from Regional Government	589,699	1,018,047
	<u>\$ 2,449,936</u>	<u>\$ 2,583,312</u>

4. Investments

	<u>2022</u>	<u>2021</u>
Investments consist of:		
(average rate of return 2.51% (2021 - 1.17%))		
Bank and Credit Union notes & deposits	\$ 296,484,610	\$ 206,321,495
Provincial Government Notes	10,409,770	10,373,860
	<u>\$ 306,894,380</u>	<u>\$ 216,695,355</u>

The Corporation of the District of North Vancouver
Notes to Consolidated Financial Statements
December 31, 2022

5. Due to governments

	<u>2022</u>	<u>2021</u>
Due to Federal Government		
RCMP police contract	\$ 10,930,382	\$ 10,736,454
Other	707,965	129,212
	<u>11,638,347</u>	<u>10,865,666</u>
Due to Provincial Government		
Taxes collected on behalf of other jurisdictions	1,951,665	1,611,575
Ministry of Transportation & Infrastructure Capital Project	-	5,763,762
Payroll liability	225,617	-
Other	125,507	1,652
	<u>2,302,789</u>	<u>7,376,989</u>
Due to Other Regional Entities		
Metro Vancouver	9,004,089	2,592,999
Due to partner organizations	2,192,842	2,307,070
School District No. 44	-	294,174
District of West Vancouver	-	77,981
City of North Vancouver	562,409	217,504
City of Vancouver	25,725	-
Development Cost Charges (DCC) collected on behalf of other jurisdictions	495,741	501,089
Taxes collected on behalf of other jurisdictions	19,696	(635,042)
Other	19,823	58,937
	<u>12,320,325</u>	<u>5,414,712</u>
	<u>\$ 26,261,461</u>	<u>\$ 23,657,367</u>

The Corporation of the District of North Vancouver
Notes to Consolidated Financial Statements
December 31, 2022

6. Restricted revenue

(a) Restricted revenue are comprised mainly of DCC that are collected to pay for the general capital and utility expenses due to development. In accordance with the Community Charter, these funds are deposited into separate accounts. When the related expenses are incurred, the DCC are then recognized as revenue.

	<u>2022</u>	<u>2021</u>
Development cost charges (1)		
Water	\$ 360	\$ 1,800,990
Sewer	3,232,021	3,995,880
Drainage	37,091	1,127,187
Roads	4,775,366	9,182,933
Parks	10,706,983	11,439,608
	<u>18,751,821</u>	<u>27,546,598</u>
Restricted donations and other	2,034,596	1,552,743
Community amenity contribution	535,057	521,962
Developer parkland reserve contributions	301,825	294,438
	<u>\$ 21,623,299</u>	<u>\$ 29,915,741</u>

(1) Development cost charges:

In accordance with section 569 of the Local Government Act, 2022 Annual Development Cost Charges include the following, reported for each purpose under section 559(2) and (3) for which the local government imposes the DCC in the applicable year:

- i. The amount of DCC received;
- ii. The expenditures from the DCC reserve funds;
- iii. The balance in the DCC reserve fund at the start and at the end of the applicable year;
- iv. Any waivers and reductions under section 533(2).

	<u>Water</u>	<u>Sewer</u>	<u>Drainage</u>	<u>Roads</u>	<u>Parks</u>	<u>Total</u>
Balance, Beginning of year	\$ 1,800,990	3,995,880	1,127,187	9,182,933	11,439,608	\$ 27,546,598
Add:						
Interest Income	20,473	93,614	15,096	172,924	274,365	576,472
DCC collected	5,883	2,912	13,666	32,576	7,224	62,261
Deduct:						
Acquisition of tangible capital assets	1,826,986	860,385	1,118,858	4,613,067	1,014,214	9,433,510
Balance, End of year	<u>\$ 360</u>	<u>3,232,021</u>	<u>37,091</u>	<u>4,775,366</u>	<u>10,706,983</u>	<u>\$ 18,751,821</u>
DCC Waivers provided in 2022						
Bylaw 8508	\$ 172,613	31,824	64,247	18,469	133,798	\$ 420,951
Bylaw 8457	\$ 19,366	3,571	7,208	2,072	15,012	\$ 47,229
Bylaw 8539	\$ 280,475	51,711	104,394	30,010	217,406	\$ 683,996
Bylaw 8529	\$ 75,778	13,971	28,205	8,108	58,737	\$ 184,799
	<u>\$ 548,232</u>	<u>101,077</u>	<u>204,054</u>	<u>58,659</u>	<u>424,953</u>	<u>\$ 1,336,975</u>

The Corporation of the District of North Vancouver
Notes to Consolidated Financial Statements
December 31, 2022

7. Deferred revenue

	2022	2021
Prepaid taxes	\$ 19,168,138	\$ 17,725,544
Contributions for future use	2,121,246	2,199,139
Memberships, fees and other revenue	5,746,773	5,576,226
	<u>\$ 27,036,157</u>	<u>\$ 25,500,909</u>

8. Debt

The District finances certain tangible capital asset acquisitions through the Municipal Finance Authority in accordance with the Community Charter. The District makes payments to sinking funds related to its debt. Sinking fund balances, managed by the Municipal Finance Authority, are netted against related debt.

	Gross Amount Borrowed	Repayments and Actuarial Adjustments	Net Debt 2022	Net Debt 2021
General Fund	\$ 47,745,000	\$ 19,578,061	\$ 28,166,939	\$ 30,503,882

Repayments on net outstanding debt over the next five years and thereafter are as follows:

<u>Year</u>	
2023	\$ 2,396,259
2024	2,481,185
2025	2,569,126
2026	2,660,189
2027	2,754,484
Thereafter	<u>15,305,696</u>
	<u>\$ 28,166,939</u>

The District paid \$1,129,102 (2021 - \$1,108,563) in interest on long-debt during the year. Interest rates on debt range from 2.20% to 3.90% (2021 – 2.20% to 3.30%).

The Corporation of the District of North Vancouver
Notes to Consolidated Financial Statements
December 31, 2022

9. Post-employment benefits

As per the terms of the various collective agreements and compensation policies, the District provides its employees with sick days and certain employee benefits on termination and retirement. These include service severance pay based on years of service and a full year's vacation entitlement in the year of retirement.

The District uses an actuarial valuation to determine the estimated value of post-employment benefits. The most recent full actuarial valuation was completed as at December 31, 2020. Results have been extrapolated to December 31, 2022.

	2022	2021
Accrued benefit obligation:		
Balance, beginning of year	\$ 11,809,107	\$ 12,610,283
Current service cost	1,079,228	1,087,301
Interest cost	305,600	267,555
Benefits paid	(1,185,416)	(1,657,572)
Actuarial gain	(1,729,198)	(498,460)
Balance, end of year	<u>\$ 10,279,321</u>	<u>\$ 11,809,107</u>

Actuarial gains and losses are amortized over 8 to 10 years, being the expected average remaining service period of the related employee group, commencing the year after the gain or loss arises.

	2022	2021
Accrued benefit obligation balance, end of year	\$ 10,279,321	\$ 11,809,107
Unamortized actuarial loss (gain)	647,330	(1,140,281)
Other employee benefit liabilities	20,349	26,857
Accrued benefit liability, end of year	<u>\$ 10,947,000</u>	<u>\$ 10,695,683</u>

The significant actuarial assumptions used in estimating the District's accrued benefit obligation are as follows:

	2022	2021
Discount rate	4.50%	2.50%
Expected future inflation rates	2.50%	2.50%
Expected cost of living increases	2.58 - 4.63%	2.58 - 4.63%

The Corporation of the District of North Vancouver
Notes to Consolidated Financial Statements
December 31, 2022

10. Tangible capital assets

Cost	Balance at December 31, 2021		Additions	Disposals	Balance at December 31, 2022			
Land and Improvements	\$	220,880,628	\$	23,174,134	\$	(493,660)	\$	243,561,102
Buildings		207,457,978		11,121,945		(786,117)		217,793,806
Furniture, Equipment and vehicles		-		5,727,350		(1,746,217)		-
Roads		57,972,786		5,727,350		(1,746,217)		61,953,919
Water		256,847,178		14,387,788		(2,694,950)		268,540,016
Sewer		157,742,722		7,859,798		(458,001)		165,144,519
Drainage		74,746,598		3,817,000		(274,624)		78,288,974
Library Collection		127,583,934		4,257,576		(344,886)		131,496,624
Assets Under Construction		4,646,409		654,590		(612,403)		4,688,596
		59,991,266		17,850,690		-		77,841,956
Total	\$	1,167,869,499	\$	88,850,871	\$	(7,410,858)	\$	1,249,309,512

Accumulated depreciation	Balance at December 31, 2021		Depreciation for the year	Disposals	Balance at December 31, 2022			
Land and Improvements	\$	41,915,946	\$	2,248,531	\$	(493,660)	\$	43,670,817
Buildings		89,187,658		4,892,294		(786,117)		93,293,835
Furniture, Equipment and vehicles		-		3,782,081		(1,655,740)		-
Roads		31,493,065		3,782,081		(1,655,740)		33,619,406
Water		115,553,721		6,350,030		(2,215,495)		119,688,256
Sewer		32,534,993		1,799,148		(340,644)		33,993,497
Drainage		32,515,848		1,011,250		(151,636)		33,375,462
Library Collection		46,578,295		1,520,472		(197,101)		47,901,666
Assets Under Construction		2,809,061		432,454		(492,792)		2,748,723
		-		-		-		-
Total	\$	392,588,587	\$	22,036,260	\$	(6,333,185)	\$	408,291,662

	Net book value, December 31, 2021		Net book value, December 31, 2022	
Land and Improvements	\$	178,964,682	\$	199,890,285
Buildings		118,270,320		124,499,971
Furniture, Equipment and vehicles		-		-
Roads		26,479,721		28,334,513
Water		141,293,457		148,851,760
Sewer		125,207,729		131,151,022
Drainage		42,230,750		44,913,512
Library Collection		81,005,639		83,594,958
Assets Under Construction		1,837,348		1,939,873
		59,991,266		77,841,956
Total	\$	775,280,912	\$	841,017,850

The Corporation of the District of North Vancouver
Notes to Consolidated Financial Statements
December 31, 2022

10. Tangible capital assets, continued

a) Contributed tangible capital assets

Contributed tangible capital assets have been recognized at fair value at the date of contribution and are recorded in other revenue on the statement of operations. The value of contributed assets received during the year is as follows:

	2022	2021
Land and Improvements	\$ 8,728,409	\$ -
Buildings	7,897,591	-
Roads	1,985,775	5,118,403
Water	280,809	1,516,236
Sewer	381,904	1,448,967
Drainage	928,436	2,243,123
	<u>\$ 20,202,924</u>	<u>\$ 10,326,729</u>

b) Tangible capital assets disclosed at nominal value

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

c) Write-down of tangible capital assets

The write-down of tangible capital assets during the year was \$nil (2021 - \$nil).

The Corporation of the District of North Vancouver
Notes to Consolidated Financial Statements
December 31, 2022

11. Accumulated surplus

a) Reserves are comprised of the following:

	2022	2021
Operating and Risk Management:		
Assessment appeal and property tax	\$ 6,352,550	\$ 2,650,000
Development stabilization	6,630,664	7,517,736
General municipal operations	6,251,299	5,210,952
Utilities – Water working capital	3,170,000	3,170,000
Utilities – Sewer working capital	2,880,000	2,880,000
COVID-19 safe restart	-	539,380
Human Resources	511,714	522,341
Auto, fire and liability insurance	1,482,423	1,370,519
Operating projects in progress (future expenditures)	3,212,117	2,556,168
Partner Organizations:		
District of North Vancouver Municipal Public Library	525,008	485,887
North Vancouver Recreation & Culture Commission	-	-
North Vancouver Museum and Archives	(60,320)	21,501
North Shore Emergency Management Office	109,500	156,371
	<u>31,064,955</u>	<u>27,080,855</u>
Existing Capital		
Infrastructure	11,834,467	32,340,109
Utilities – Water	12,451,308	9,776,617
Utilities – Sewer and Drainage	20,750,757	20,494,137
Utilities – Solid Waste	6,561,206	5,783,387
Vehicles and Equipment	5,873,229	4,389,482
	<u>57,470,967</u>	<u>72,783,732</u>
New Capital, Initiatives and Growth		
Transportation and Mobility	3,578,445	4,179,967
Community Health and Safety	2,308,124	4,119,881
Climate and Innovation	915,522	882,249
Heritage Retention and Conservation	132,064	-
Other development charges	837,584	815,208
Community amenity contributions	18,576,334	20,663,424
Local improvement	314,446	307,550
Tax Growth	7,825,613	5,685,181
	<u>34,488,132</u>	<u>36,653,460</u>
Land and Housing:		
Land	5,685,906	25,154
Land income	3,966,433	6,195,056
Housing	4,383,062	3,751,815
	<u>14,035,401</u>	<u>9,972,025</u>

b) Capital projects in progress:

Land and improvements	8,798,014	4,604,760
Buildings	11,881,709	21,260,815
Furniture, equipment and vehicle	13,673,578	12,827,424
Roads	1,052,649	5,299,480
Water	279,161	286,207
Sewer	11,023,709	6,044,562
Drainage	2,840,589	5,778,956
Future major repair and maintenance	13,632,964	7,494,930
Other	4,903,699	520,645
Total capital funds	<u>68,086,072</u>	<u>64,117,779</u>

c) Equity in tangible capital assets:

Equity in tangible capital assets	812,850,911	739,378,983
Accumulated surplus	<u>\$ 1,017,996,438</u>	<u>\$ 949,986,834</u>

The Corporation of the District of North Vancouver
Notes to Consolidated Financial Statements
December 31, 2022

12. Taxation

In addition to levying and collecting property tax for municipal purposes, the District is required to levy and collect taxes on behalf of other jurisdictions.

	2022 Budget	2022 Actual	2021 Actual
Gross taxes levied on property	\$ 205,326,232	\$ 211,035,730	\$ 195,527,527
Deduct:			
Taxes levied and collected on behalf of other jurisdictions			
Province of B.C. – school taxes	68,117,245	68,053,608	64,670,253
Translink	16,220,427	16,208,704	15,650,657
B.C. Assessment	2,608,838	2,607,277	2,536,850
MVRD	3,415,277	3,413,539	3,089,245
Municipal Finance Authority	13,134	13,128	11,090
	<u>90,374,921</u>	<u>90,296,256</u>	<u>85,958,095</u>
Add:			
Payment in lieu of taxes	6,293,627	6,252,839	6,287,191
Net taxes for municipal purposes	<u>\$ 121,244,938</u>	<u>\$ 126,992,313</u>	<u>\$ 115,856,623</u>

13. Commitments and contingencies

a) Contingent liabilities

As a member of the Metro Vancouver Regional District, the Greater Vancouver Sewerage and Drainage District and the Greater Vancouver Water District, the District is jointly and severally liable for the net capital liabilities of these districts. Any liability which may arise as a result will be accounted for in the period in which the required payment is made.

b) Municipal Pension Plan

The District and its employees contribute to the Municipal Pension Plan (a jointly trustee pension plan). The board of trustees, representing plan members and employers, is responsible for administering the plan, including investment of assets and administration of benefits. The plan is a multi-employer defined benefit pension plan. Basic pension benefits are based on a formula. As at December 31, 2021, the plan has about 227,000 active members and approximately 118,000 retired members. Active members include approximately 854 contributors from the District.

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

The Corporation of the District of North Vancouver
Notes to Consolidated Financial Statements
December 31, 2022

13. Commitments and contingencies, continued

The most recent valuation for the Municipal Pension Plan as of December 31, 2021, indicated a \$3,761 million funding surplus for basic pension benefits on a going concern basis. The next valuation will be as at December 31, 2024, with results available in 2025. Employers participating in the plan record their pension expense as the amount of employer contributions made during the fiscal year (defined contribution pension plan accounting). This is because the plan records accrued liabilities and accrued assets for the plan in aggregate, resulting in no consistent and reliable basis for allocating the obligation, assets and cost to the individual employers participating in the plan.

The District paid \$6,990,358 (2021 - \$6,955,124) for employer contributions to the plan in fiscal 2022.

c) Third party claims and property tax appeals

Several claims have been initiated against the District in varying or unspecified amounts. In addition, several property tax appeals have been filed with BC Assessment and are pending at December 31, 2022. Any amounts payable in addition to the accrued amounts, if any, arising from the claims and the appeals will be recorded in the year in which the amount is determinable. Reserves have been established to fund potential additional unfavourable results.

d) Insurance

In the ordinary course of business, claims are asserted or made against the District, and the District is currently involved in various legal actions. The outcome of these actions cannot be determined at this time. A provision has been made in the accounts for any possible unfavourable outcome of these actions. The amount of any loss in excess of the provision and insurance coverage will be recorded when determinable.

e) Contractual obligations

The District has entered into an agreement with a facility manager to manage a recreational facility for a period of 5 years commencing September 1, 1998 and renewable at the option of the facility manager for further 5-year terms to August 31, 2048. As part of the agreement the District has committed to the payment of 2,800 hours of facility rental for each year ended August 31st. For the year ended December 31, 2022, the District's liability is estimated at \$690,207. For succeeding years, this amount will be adjusted by any change in the Vancouver average all-in consumer price index for the previous year.

f) Municipal Finance Authority demand notes

The District issues its debt instruments through the Municipal Finance Authority. As a condition of these borrowings, a portion of the debenture proceeds is withheld by the Municipal Finance Authority as a debt reserve deposit. The District also executes demand notes in connection with each debenture whereby the District may be required to lend certain amounts to the Municipal Finance Authority. Demand notes have been executed in the amount of \$1,099,485 (2021 - \$1,099,485). These demand notes are contingent in nature and are therefore not recorded as liabilities.

The Corporation of the District of North Vancouver
Notes to Consolidated Financial Statements
December 31, 2022

13. Commitments and contingencies, continued

g) E-Comm Emergency Communications for British Columbia Incorporated (“E-Comm”)

The District is a shareholder and member of E-Comm Emergency Communications for British Columbia Incorporated (E-Comm), whose services include: regional 911 call centre for the Greater Vancouver Regional District, Area Wide Radio emergency communications network, dispatch operations and records management. The District holds 1 Class A share and 1 Class B share (of a total 36 Class A and 19 Class B shares issued and outstanding at December 31, 2022). As a Class A shareholder, the District is committed to paying levies for services received under a cost-sharing formula to fund operating and capital costs of the E-Comm operations. In addition, the District is contingently liable to cover its proportionate share of such costs should any member be unable to fulfill its funding obligations. Annual levy amounts fluctuate based on various factors under the cost-sharing formula, and amounted to \$333,059 during 2022 (2021 - \$294,031).

14. Performance deposits

In addition to cash deposits, the District is holding irrevocable Letters of Credit in the amount of \$73,305,345 (2021 - \$88,467,465), which were received from depositors to ensure their performance of works to be undertaken within the District. These amounts are not reflected in these consolidated financial statements.

15. Segment disclosures

District services are provided by departments and their activities are reported in the District's funds as described in Note 1(f). The accounting policies used in these segments are consistent with those followed in the preparation of the consolidated financial statements as disclosed in Note 1.

Revenues not directly attributable to a specific segment are included in General Government & Admin.

Amounts shown for operating expenses are the gross amounts including interfund eliminations incurred by departments for all segmented activity.

The segments include the following:

General Government & Admin provides internal support services to Council and the community and other departments who provide direct services to its residents. These internal departments include the City Manager's Office, Corporate Services, Financial services, Information Technology, Legal and Human Resources. Various corporate expenses not directly attributable to a specific segment are included in General Government including but not limited to depreciation, climate related events, interest on long term debt and third party claims.

Utility services provide planning, design, construction and maintenance for water distribution, sewage collection, drainage, neighbourhood energy utilities and refuse removal services.

Transportation & Engineering provides planning, design, construction and maintenance of the District's streets, street lighting, traffic control, transportation planning, utility and communication corridors and project delivery services.

The Corporation of the District of North Vancouver
Notes to Consolidated Financial Statements
December 31, 2022

15. Segment disclosures, continued

Protective services includes Police, fire and rescue, natural hazards mitigation, bylaws and emergency management. Emergency Management is a shared service provided by the District of North Vancouver, the District of West Vancouver and the City of North Vancouver.

Community services includes programs that foster sustainable, creative and inclusive communities for living and working. It also includes North Vancouver Museum and Archives Commission (NVMA) and North Vancouver Recreation & Cultural Commission (NVRC) which are shared services provided by the District of North Vancouver and the City of North Vancouver.

Planning and Development creates plans, programs and policies required for District wide and community planning, zoning and subdivision. It also includes Real Estate and Properties.

Library services includes the District of North Vancouver Municipal Public Library (the "Library") which enriches our community by connecting people, sharing knowledge and inspiring stories. The Library is a welcoming community hub that provides free access to a wide range of public resources and services to the residents of the District of North Vancouver.

The Corporation of the District of North Vancouver
Notes to Consolidated Financial Statements
December 31, 2022

15. Segment disclosures, continued

	General Government & Admin	Utility Services	Transportation & Engineering	Protective Services	Community Services	Planning & Development	Library Services	Eliminations	2022 Consolidated	2021 Consolidated
Revenues										
Taxation	126,992,313	-	-	-	-	-	-	-	126,992,313	115,856,623
Sales, fees and user charges										
Water	-	32,875,153	16,200	-	-	-	-	(437,360)	32,453,993	30,459,002
Sewer	-	29,157,157	-	-	-	-	-	(53,214)	29,103,943	26,675,847
Solid waste	-	8,501,879	-	-	-	-	-	(309,538)	8,192,341	7,823,465
Parks, recreation and culture	12	-	-	-	13,090,077	-	124,973	-	13,215,062	11,079,377
Other	4,178,234	44,519	-	1,667,182	1,181,260	17,276,376	-	9,132,515	33,480,086	34,973,377
Transfers from government										
Federal Government	-	-	-	-	-	-	11,034	280,809	291,843	25,652
Provincial Government	492,301	127,391	341,707	1,003,996	59,616	177,917	7,758,989	(6,492,365)	3,469,552	12,103,509
Regional Government	6,500	19,270	877,485	-	82,778	6,750	-	979,782	1,972,565	1,645,887
Investment income	5,757,488	1,077,641	294,567	-	504,015	771,950	-	(583,858)	7,821,803	3,453,234
Land, sales and other contributions	-	-	9,600	198,775	393,563	5,593,089	25,944	-	25,438,995	7,028,983
	137,426,848	71,803,010	1,539,559	2,869,953	15,311,309	23,826,082	7,920,940	21,734,795	282,432,496	251,124,956
Operating expenses										
Salaries and benefits	16,661,482	7,959,298	8,026,738	24,702,715	23,020,414	10,730,293	5,178,583	-	96,279,523	90,640,542
Goods and materials	2,058,646	1,300,493	1,377,017	261,714	1,441,424	138,772	589	-	6,578,655	5,310,387
Building and grounds	3,623,188	1,964,632	663,834	794,449	4,143,448	158,452	612,362	(760,319)	11,200,046	9,673,587
Equipment costs	(2,619,658)	3,560,056	1,193,995	1,101,209	1,570,156	369,903	340,011	-	5,515,672	4,460,610
Service costs	-	-	752,662	-	-	-	-	-	752,662	806,053
Administrative costs	4,336,021	1,549,698	1,276,477	733,404	4,608,597	1,252,333	929,190	(861,387)	13,824,333	12,478,018
Contract services	(398,658)	32,306,109	11,356	20,291,700	8,087,713	1,204,741	31,733	(7,530,971)	54,003,723	53,175,874
Grants	311,500	-	6,000	-	2,674,166	42,225	-	-	3,033,891	2,529,755
Debt interest	1,198,127	-	-	-	-	-	-	-	1,198,127	1,198,979
	25,170,648	48,640,286	13,308,079	47,885,191	45,545,918	13,896,719	7,092,468	(9,152,677)	192,386,632	180,273,805
Depreciation	7,472,711	4,807,480	6,185,113	365,983	2,649,115	0	555,858	-	22,036,260	21,522,413
	32,643,359	53,447,766	19,493,192	48,251,174	48,195,033	13,896,719	7,648,326	(9,152,677)	214,422,892	201,796,218
Annual (Surplus) Deficit	104,783,489	18,355,244	(17,953,633)	(45,381,221)	(32,883,724)	9,929,363	272,614	30,887,472	68,009,604	49,328,738

The Corporation of the District of North Vancouver
Notes to Consolidated Financial Statements
December 31, 2022

16. Budget figures

The operating and capital budget figures, presented on a basis consistent with that used for actual results, were approved by Council as the "2022-2026 Financial Plan Approval Bylaw 8560" on April 4, 2022 and the "2022 Amendment Bylaw 8600 (Amendment 1)" on December 12, 2022. Depreciation was not included on development of the budget and, as such, has not been included.

	Original Budget	Amended Budget	Change
Revenue			
Taxation	\$ 122,260,859	\$ 122,260,859	\$ -
Sales, Fees, and Other User Charges	104,467,620	104,775,675	308,055
Developer Contributions	9,791,045	9,791,045	-
Grants and Other Contributions	5,068,451	5,468,765	400,314
Investment Income	3,673,379	4,423,379	750,000
Penalties & Interest on Taxes	1,115,000	1,115,000	-
	<u>246,376,354</u>	<u>247,834,723</u>	<u>1,458,369</u>
Proceeds from Borrowing	9,532,535	9,532,535	-
Appropriations from:			
Operating Reserves	8,515,985	7,965,416	(550,569)
Capital Reserves	76,204,117	86,538,709	10,334,592
	<u>84,720,102</u>	<u>94,504,125</u>	<u>9,784,023</u>
Source of Funds	<u>340,628,991</u>	<u>351,871,383</u>	<u>11,242,392</u>
Operating Expenditures			
Community Services	41,884,646	41,960,741	76,095
Planning and Development	14,684,088	14,810,620	126,532
Protective Services	47,369,207	47,691,625	322,418
Transportation and Engineering	9,389,243	9,379,535	(9,708)
Utilities	51,573,456	51,573,456	-
Governance and Admin	19,945,331	18,726,646	(1,218,685)
	<u>184,845,971</u>	<u>184,142,623</u>	<u>(703,348)</u>
Capital Expenditures	85,801,292	97,266,712	11,465,420
Debt Service	2,761,745	2,761,745	-
Contributions to:			
Operating Reserves	1,212,657	1,212,657	-
Capital Reserves	66,007,326	66,487,646	480,320
	<u>67,219,983</u>	<u>67,700,303</u>	<u>480,320</u>
Use of Funds	<u>\$ 340,628,991</u>	<u>\$ 351,871,383</u>	<u>\$ 11,242,392</u>

The Corporation of the District of North Vancouver
Notes to Consolidated Financial Statements
December 31, 2022

16. Budget figures, continued

The chart below reconciles the amended budget to the budget figures reported in these consolidated financial statements.

Revenue	
Operating budget	\$ 342,080,338
Capital budget	9,791,045
Total revenue per approved budget	<u>351,871,383</u>
Less:	
Transfers from other funds	(94,504,125)
Capital funding less repair and maintenance	
Inter-agency eliminations	7,271,095
Proceeds from debt	<u>(9,532,535)</u>
Total revenues, as reported	<u>255,105,818</u>
Expenses	
Operating budget	254,604,670
Capital budget	<u>97,266,713</u>
Total expenses per approved budget	<u>351,871,383</u>
Less:	
Transfers to other funds	(67,700,303)
Inter-agency eliminations	(39,226)
Capital expenses, including major repair and maintenance	(97,266,712)
Debt principal repayment	(2,761,745)
Operating repair and maintenance funded as capital expenses	<u>22,862,720</u>
Total expenses as reported	<u>206,966,117</u>
Annual surplus, per Consolidated Statement of Operations	<u><u>\$ 48,139,701</u></u>

The Corporation of the District of North Vancouver
Notes to Consolidated Financial Statements
December 31, 2022

17. Contractual rights

The District has entered into contracts or agreements in the normal course of operations that it expects will result in the realization of revenue and assets in future fiscal years. The District's contractual rights arise because of contracts entered into for leases, and various agreements. The following table summarizes the expected revenue from the contractual rights of the District for future assets for the next four years:

	2023	2024	2025	2026	Total
Development Agreements	\$ 8,488,343	\$ 8,104,283	\$ 6,504,586	\$ -	\$ 23,097,212
Leases	3,891,664	2,304,900	1,979,296	725,031	\$ 8,900,891
	\$ 12,380,007	\$ 10,409,183	\$ 8,483,882	\$ 725,031	\$ 31,998,103

18. Supplemental cash flow information

Changes in operating assets and liabilities, as presented in the Consolidated Statement of Cash Flows is as follows:

	2022	2021
Cash provided from (used in):		
Accounts receivable	\$ 2,143,638	\$ (1,593,771)
Inventories held for consumption/resale	(261,070)	(216,756)
Prepaid expenses	(317,224)	198,244
Due to/from Governments	2,737,470	(33,425,136)
Accounts payable and accrued liabilities	(5,329,163)	(1,371,318)
Deferred revenue	(6,757,195)	(150,510)
Change in operating assets and liabilities	\$ (7,783,544)	\$ (36,559,247)

19. Subsequent events

In March 2023, the District received \$10,254,000 from the Province of B.C relating to the Growing Communities Fund grant. The Growing Communities grant is a one-time grant that can be used to address the District's infrastructure and amenity needs. This amount will be recognized as revenue in 2023.

BC Safe Restart Grant Received – (Unaudited)

Due to the COVID-19 pandemic in 2020, the District received the BC Safe Restart Grant of \$6.4 million from the Province to help with COVID-19 financial impacts to the District's operations. The schedule below details how the District fully utilized the grant funds in 2021 and 2022.

	2022	2021
Opening Balance	\$ 539,380	\$ 3,250,660
Less Operating costs:		
Communcations and public safety	-	115,569
Cleaning supplies and services	-	301,397
Modifications to workplace and facilities	-	351,282
Support for vulnerable populations	-	189,531
Staff pandemic response	342,195	961,436
	<u>342,195</u>	<u>1,919,215</u>
Less Facility and Technology Capital Costs:		
Fire equipment	-	-
IT applications and equipment	197,185	658,024
Police equipment	-	-
	<u>197,185</u>	<u>658,024</u>
Less Revenue not Collected		
Parks revenue decline	-	156,059
	<u>-</u>	<u>156,059</u>
Add: Interest Allocation	-	22,018
Ending Balance	<u>\$ -</u>	<u>\$ 539,380</u>