



Settle down.®

2024 ANNUAL REPORT



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MESSAGE FROM THE MAYOR

2024 was another busy year for the City of Grand Forks, and we saw significant progress toward the nearing completion of our DMAF Flood Mitigation program.

Grand Forks continues to benefit from a positive relationship with both the Provincial and Federal governments, which have helped secure further grant funding for capital projects in the City, minimizing the local tax impacts on residents, and we once again welcomed provincial MLA's from near and far to town as part of these grant announcements.

Our local hospital remains a priority for this Council, and through coordination with Interior Health, area doctors, health staff, members of Council, and the Ministry of Health, we've kept our Emergency Room open for business while other rural hospitals have seen intermittent closures through the year. We're grateful for the support our hospital has received.

After extensive consultation, the City submitted the first draft Boundary Extension proposal to the province for their review. That review is still underway, and has seen additional interest shown from various provincial ministries.



Everett Baker, Mayor,
June 2025



CITY COUNCIL



Everett Baker
Mayor

Liaison to:
Minister Responsible for Housing
BC Housing
Interior Health Authority
Minister of Health
Regional District of Kootenay-Boundary
West Kootenay and Boundary Regional
Hospital District
MIABC (alt)



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Zak Eburne-Stoodley
Councillor

Liaison to:
Boundary Museum
Discover Grand Forks

David Mark
Councillor

Liaison to:
Royal Canadian Mounted Police
Grand Forks Fire/Rescue



Neil Krog
Councillor

Liaison to:
Gallery 2
Grand Forks Airport

Christine Thompson
Councillor

Liaison to:
Boundary Country Regional Chamber
of Commerce
Municipal Insurance Association of BC
Accessibility Advisory Committee



Deborah Lafleur
Councillor

Liaison to:
GF Community Trails Society
Hotel Developers
Seniors Committee
Grand Forks and District Public Library
GF and District Recreation Commission
Accessibility Advisory Committee (alt)

Rod Zielinski
Councillor

Liaison to:
Regional District of Kootenay Boundary (alt)
West Kootenay and Boundary Regional
Hospital District (alt)



BUILDING INSPECTION



Building Inspection

68 Building Permit Applications
\$6.27M total construction value

Building Inspection

The department is responsible for the full range of tasks associated with the City of Grand Forks Building Bylaw, including but not limited to:

- Issuing building and plumbing permits.
- Performing building and plumbing inspections.
- Assisting developers and property owners with their construction concepts.
- Working closely with all other municipal departments to ensure all city interests are observed.

2024 Highlights

- 11 new residential unit permits were issued in a variety of forms, 2 of which were additional dwelling units.
- Permits were issued for 4 residential demolitions including Council-directed residential demolition at 7136 – 3rd. Street.
- Occupancy permits issued for McDonald's restaurant & 16 new townhouse units.
- The Department had 198 development inquiries
- Transition to the province-wide 'Step Code' energy reduction initiative complete, with very little concern.



AND BYLAW SERVICES

Goals for 2025

- Permit preparations underway for proposed 33-unit hotel complex, as well as an additional 13 townhomes.
- Completion of Boundary Electric's transition into the previous Unifab structure anticipated early 2025.
- 4 commercial tenant improvement permits issued in early January, a possible sign of commercial activity to come

Bylaw Services

The department supports and reinforces community standards set out within the City's regulatory bylaws in accordance with the City's bylaw enforcement policies. The department also works to liaise with the City's unhoused population to monitor use of public areas and support access to services where possible.

Bylaw Services supports and works with other city departments and external agencies as an active partner in promoting and maintaining community safety and contributing to effective City operations.



2024 Highlights

- 2024 saw a 17% increase in calls for service for the CSBO, likely due in part to increased public awareness of the position.
- 2024 saw a 19% decrease over the year prior for areas requiring clean-up from transient activity
- Several complex bylaw enforcement files for unsightly property, illegal dumping, land use, and business licencing were successfully completed to resolve community concerns.
- Several other bylaw and policy updates were brought forward, including consideration of pesticide regulations and the City's Bylaw Enforcement Policy.

Goals for 2025

- Continue to monitor and respond to complaints and/or general regulatory issues identified in the community.
- Continue to support and participate in various community safety initiatives as they arise or are identified – emergency program, crime prevention, presence and deterrence, public awareness, and education.
- Continue to support initiatives, training and equipment for safety of Bylaw Enforcement Officers.
- Review and update regulatory bylaws as need identified and directed.



CORPORATE SERVICES AND

Corporate Services' primary function is to ensure that the Corporation is meeting its statutory and legislative obligations. The main responsibilities include preparation of agendas and minutes of Council, records management and retention of documents, providing administrative support for Mayor and Council, assisting the public with Freedom of Information requests, assisting in the development of policies, bylaws, and contracts, long-term strategic planning and oversight of municipal elections.

The department is responsible for corporate communications internally and externally, including the city website, social media, media relations, public engagement and consultation programs in collaboration with Senior Managers and/or Council. We prepare the legislatively required annual report, liaise between media and Council, and ensure the organization's brand guidelines are maintained in all communications, produces newsletters and media releases.



Council Meetings

- 8 Committee of the Whole
- 17 Regular Meetings
- 18 In-Camera Meetings
- 10 Public Hearings/Special Meetings
- 83 Weekly Reports

Corporate Services also oversees Community Services and involves coordinating fee-for-service agreements and engaging with key community groups and committees as required. The team is also responsible for corporate communications internally and externally (website, social media, traditional media, public engagement). Corporate Services also oversees all Information Technology activity for the organization, and supports other areas of the City's operation as needed.

2024 Highlights

- The department operated with reduced staff for the second half of 2024 after the departure of the Corporate Officer. Incumbents were promoted within the department in Q3 and Q4, with one Administrative Assistant position remaining to be filled at year-end.
- The first draft of the Boundary Extension application was submitted to the province in mid-2024. Additional materials need to be submitted in support of the original draft, after which the province will provide feedback to Council.
- An accessibility advisory committee was created in compliance with new provincial regulations.
- Policies and Bylaws were updated regarding event support and exclusive use of public property.
- Wayfinding sign project completed (grant-funded)

Goals for 2025

Corporate & Legislative Services

- Records Management - Updating bylaws and policies which are showing their age.

Community Services

- Support community events as the community's liaison to other City departments.



INFORMATION TECHNOLOGY

2024 Highlights

- First stage of network upgrades for the water/wastewater SCADA system have been implemented as part of a multi-year capital project.
- Radio system upgrades for the Fire and Public Works Departments.
- Cybersecurity training implemented for all City network users (staff, elected officials, contractors)

Goals for 2025

Information Technology

- Office 365 integrations - Records Management, OMNII, Mobile Security.
- Camera/Security infrastructure at remote sites with a focus on sites identified due to incidents during 2023.
- Assist other departments with updated electronic workflows.
- Second phase of water/wastewater SCADA network device upgrades.

Communications

- Support the Flood Mitigation Program (FMP) and Emergency Operations as events require.
- Website - work on theme change to invert colour scheme.
- Support the OMNII project's public introduction.



Information Technology

- 77 Computers
- 39 Mobile Devices
- 56 Desk Phones
- 20 connected sites
Community Fibre Network
- 17 Virtual Servers
- 24 Security Campaigns
- 864 Phishing Tests
- 4.68 TB of Backups

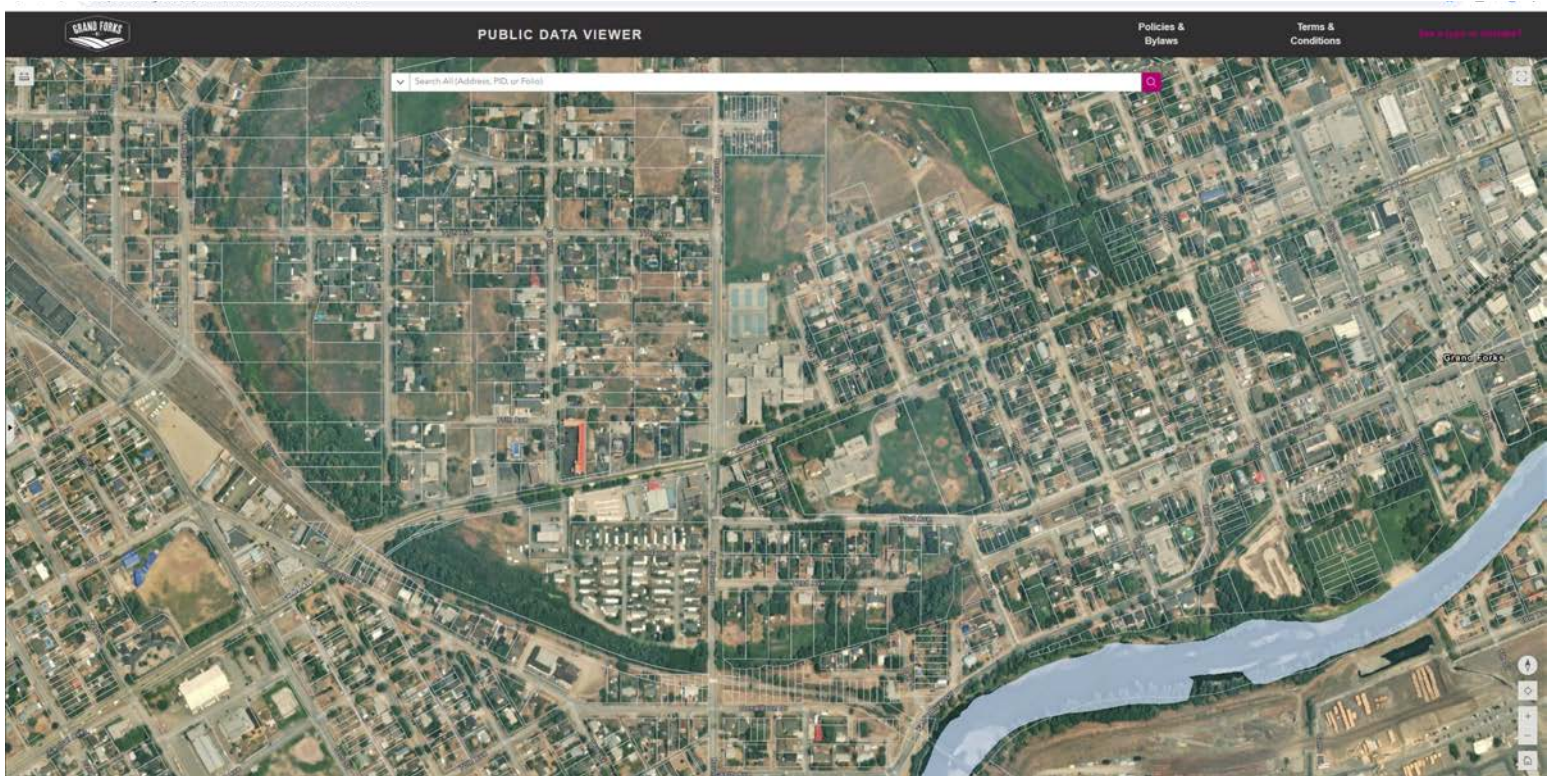
PLANNING AND DEVELOPMENT

The primary goal of the department is to direct development in such a manner that it results in a thriving community. This is largely done by actively engaging with current and long-term plans which manage essential community functions such as land use, infrastructure and asset management, and environmental protection. Operationally, the department is responsible for maintaining, updating, and administering land use related bylaws and policies while adhering to legislated requirements. Some common processes handled by the department include subdivisions, servicing, rezoning, land title permits and charges, and bylaw interpretation.

The Manager of Strategic Initiatives / Flood Recovery coordinates land acquisition, land management and ecosystem planning, and development initiatives related to flood recovery and mitigation. The Manager also supports the Department in long range planning, major development and capital project review, and sustainability and asset management planning.

2024 Highlights

- Completed grant-eligible components of Project OMNII: Optimized Municipal Network of Integrated Information, including:
 - 1) Publishing of the Public Data Viewer,
 - 2) Completion of draft digital development application processes for testing and implementation,
 - 3) Completion of draft development process guides and checklists,
 - 4) Completion of a draft Development Approvals Procedures bylaw for review.
- Initiated updates to relevant bylaws to align with OMNII and provincial requirements for housing.
- Initiated review of the Zoning Bylaw and OCP for compliance with new provincial regulations regarding housing.
- Completed the Housing Needs Report as required by the province.





Development, Engineering, and Planning

73 Business Licence Applications
6 Development Permits
2 Subdivision Applications

4 Zoning Bylaw amendments
4 Temporary Use Permits
1 Official Community Plan Amendments

Goals for 2025

General

- Completion of and implementation of Project OMNII: Optimized Municipal Network of Integrated Information
 - In Progress: Testing, revisions, and documentation underway.

Business Licencing

- Review of the current Business Licence Bylaw to determine required updates.
- Processing of business licences and relevant enquiries.

Current Planning

- Administration of liquor and cannabis licence processes.
- Administration of land use planning processes including: development permits, development variance permits, strata conversions, subdivisions, temporary use permits, zoning amendments/updates and OCP amendments/updates.
- Administration of land tenure processes including leases, licences of occupation, stewardship agreements, statutory rights-of-way, road dedications, road closures, etc...
- Registration of permits and charges at the Land Titles Office.

Long Range Planning

- Initiation of updates to the Zoning Bylaw and Official Community Plan (OCP) if necessary to reflect the outcome of the Housing Needs Report.
- Updates to the Zoning Bylaw for alignment with the OCP.
- Updates to the Subdivision, Development and Servicing Bylaw.



FINANCE DEPARTMENT

The Finance Department has six staff members that include the Chief Financial Officer, an Accountant/Comptroller, a Payments Clerk, a Revenue Clerk, an Accounting Clerk, and an Administrative Assistant.

The Finance Department provides financial expertise, administers financial legislation, and develops and implements financial policies and controls within the organization. The department's six staff members provide services such as revenue billing and collections, property tax, cemetery and business licence administration, and payroll and payments processing.

Financial Services

- Corporate financial planning and budgeting
- Monitoring and reporting income, expenses, capital expenditures and grants
- Providing support to business operations
- Property tax, utility billing and business licence invoicing and collections
- Accounts payable and payroll processing
- Cemetery administration
- Reception and telephone answering services

2024 Highlights

- Staff continued to provide expenditure reporting and claims support for the DMAF Program to the Capital Projects team. \$3,706,457 of Federal claims were submitted and paid during the year. A final Claim #16 will be submitted in 2025 to conclude the claiming process through the DMAF program.
- The Finance department successfully implemented CaseWare accounting software to streamline the year-end and audit process.

Financial Highlights

The annual surplus for 2024 was \$9,317,267.

Accumulated surplus increased from \$89,369,518 in 2023 to \$98,686,785 at the end of 2024

Net financial assets decreased from \$8,740,977 in 2023 to \$8,771,306 at the end of 2024

- Implementation of improvements to the payroll transaction processing procedure.
- Implemented the new Neptune360 utility reading software, which has helped streamline the utility billing process.
- Implementation of the 2024 B.C. Electricity Affordability Credit to all eligible electrical customers.

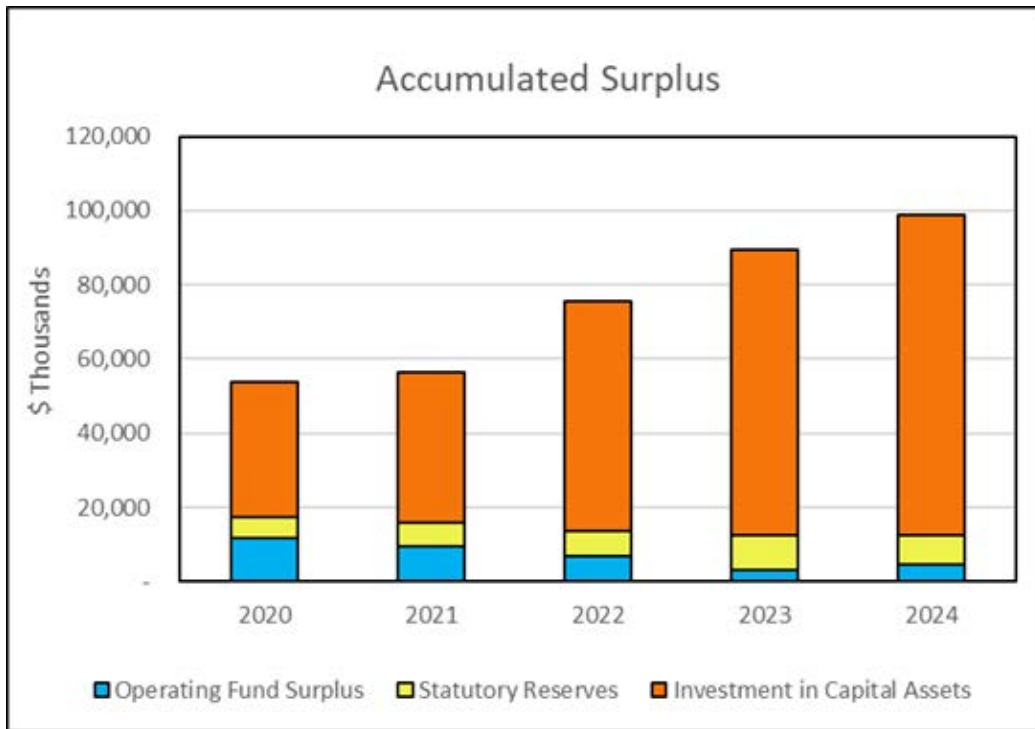
Goals for 2025

- Focus on succession planning within the department with the pending retirement of a key member of the team.
- Continue with and complete ongoing projects as follows:
 - revised Tangible Capital Asset policy
 - clean-up data in the Vadim financial system
 - review and documentation of Finance internal policies and procedures
- Continue providing support for the Capital Projects team in capital project reporting and claims submission.



Financial Services

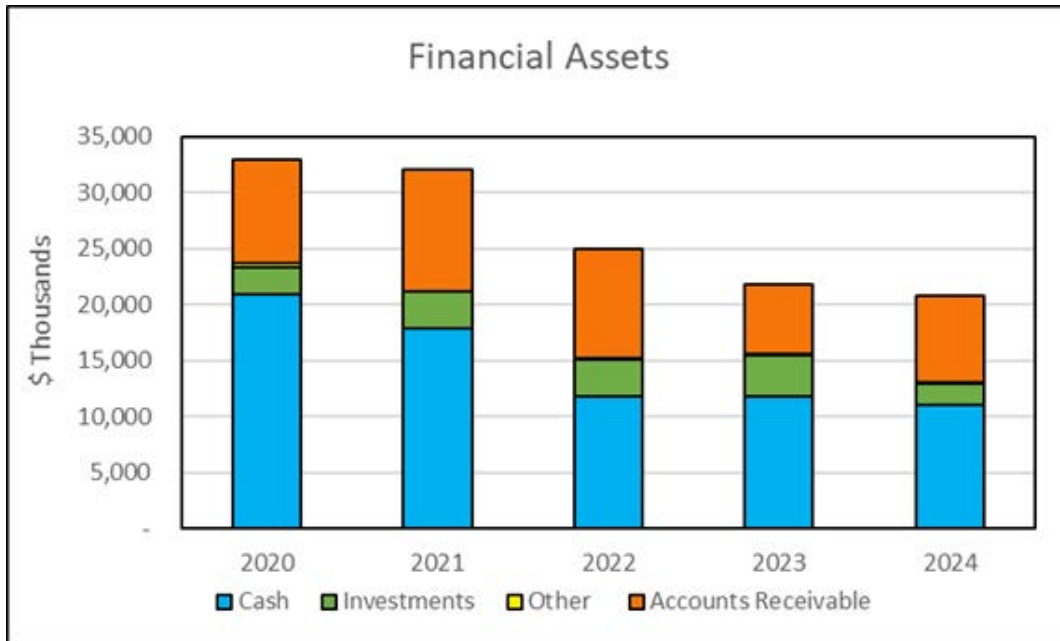
2,500 Utility Accounts
3,060 Property Tax Folios
410 Business Licences



Reserve funds decreased from \$9,197,938 to \$8,024,498 with \$1,301,420 contributed into reserves and \$2,474,860 used to fund capital projects

Cash and investments decreased by \$2,567,530 to \$12,930,027

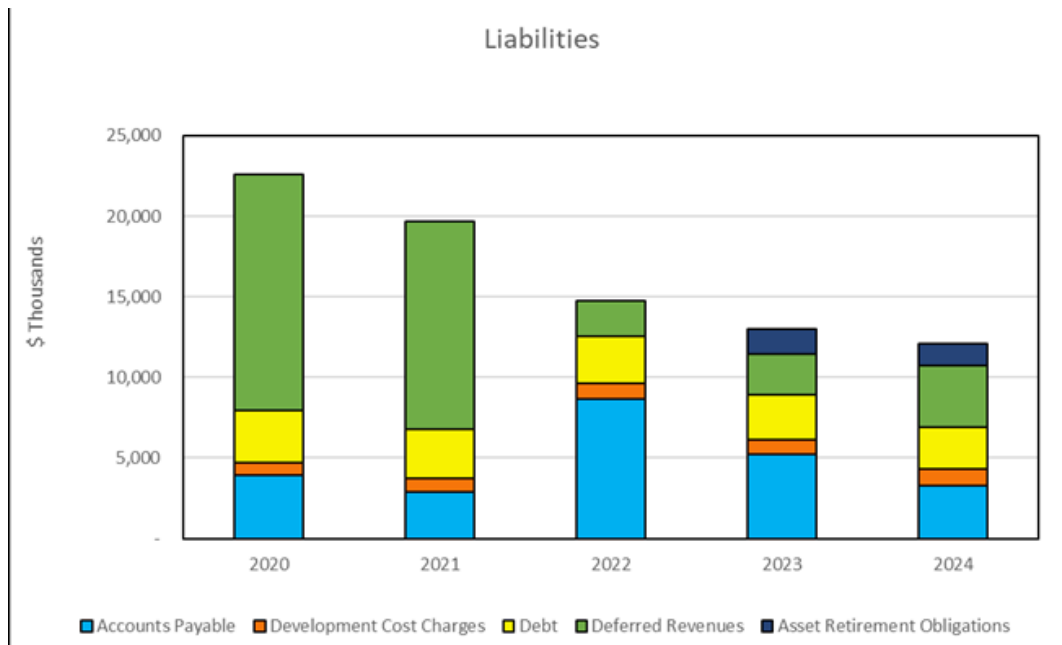




Operating expenditures

- \$1,626,288 for general government services
- \$1,350,765 for protective services - fire rescue, security services, building inspection and bylaw enforcement.
- \$2,258,663 for transportation services – roads and fleet
- \$2,162,869 for recreation and culture – parks maintenance and contributions to Gallery 2, Boundary Museum, Search and Rescue, and the Boundary Regional Chamber of Commerce
- \$27,437 for operational flood mitigation related expenses
- \$482,754 for City owned facilities, including \$37,320 for the housing rental program. The City received \$120,619 in rental revenue to offset these expenses.
- \$295,865 for solid waste management services
- \$106,183 for cemetery maintenance and upkeep
- \$774,884 for engineering, planning and development services
- \$7,004,277 of operating expenditures for the electrical, water and wastewater utilities



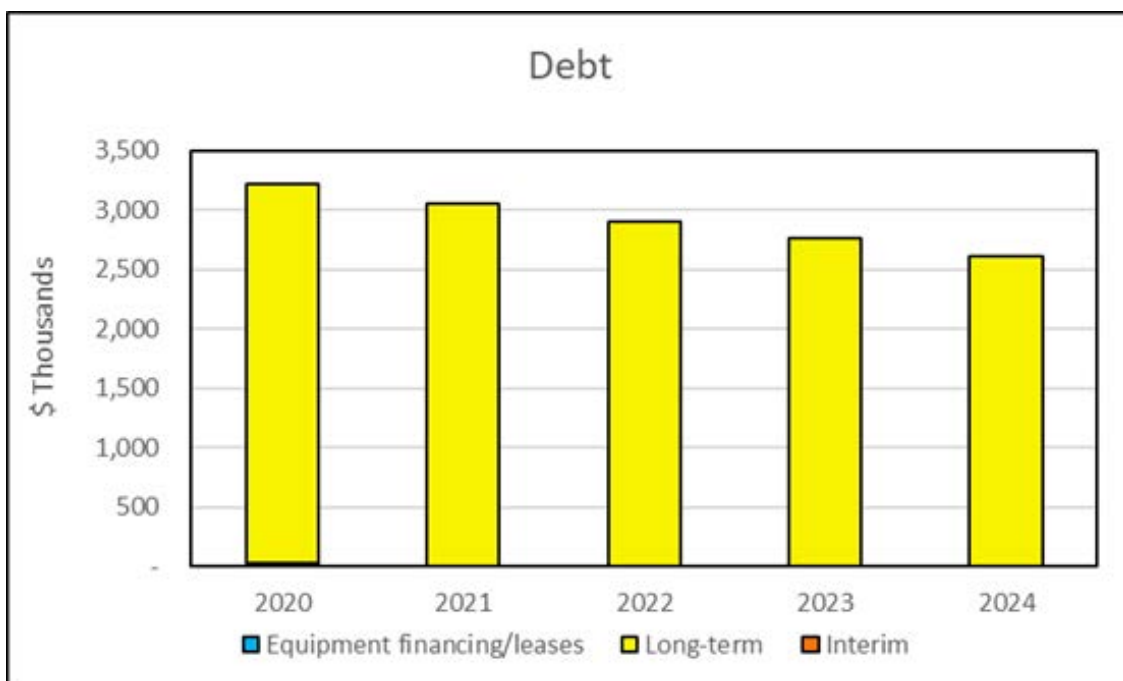


Capital expenditures

Tangible capital assets increased significantly in 2024, as progress continued on the City's Flood Mitigation Program. The City's acquisitions of capital assets were \$14.2 million, with \$9.6 million of this related to the Flood Mitigation Program.

Capital projects completed during 2024 included:

- o Vactor truck (\$649.8k)
- o Various fire department equipment and technology (\$323.3k)
- o Various water infrastructure projects (\$246.0k)



Debt has decreased by \$154,446, from \$2,760,031 to \$2,605,585

EMERGENCY SERVICES / FIRE DEPARTMENT

Grand Forks Fire/Rescue (GFFR) provides emergency services to the City of Grand Forks and Rural Grand Forks (Area 'D') through a contract for service agreement with the Regional District of Kootenay Boundary (RDKB).

The fire department responds to an area that covers 24km to the west, 11km to the east, over 42 km up the North Fork and south to the border with approximately 9000 customers.

GFFR trains to the national standard for firefighters (NFPA 1001 level 2) which exceeds the minimum training standards for structural responses set forth by the province, in the British Columbia Fire Service Structure Firefighters Minimum Training Standards. In addition, to fire suppression responses, GFFR members also take training for various rescue disciplines.

The services and specialized disciplines GFFR provided includes fire suppression (structural, vehicle and wildland), medical first responder, highway rescue for auto extrication, low and high angle rope rescue, swift water awareness, confined space rescue, and hazardous materials response. We also perform fire inspections, fire investigation, fire prevention and safety education in the community. Additionally, we function as the emergency coordinator and assist the Regional District with executing the emergency plan for the city and Boundary areas during major events.

2024 Highlights

- Purchased Rehabilitation Unit from Big White Fire
- Ordered replacement for Engine 354, estimated delivery in the Fall of 2025
- 17 New Firefighters recruited, along with a new group of Work Experience firefighters.
- 70% of the firefighters are now trained and certified as medical First Responders.
- Goosmus Fire between Curlew and Danville, included tactical evacuations west of Grand Forks.





Goals for 2025

- Review and revise Fire and Safety Bylaw No. 1965
- Review and revise Standard Operational Guidelines
- Review and Revise Fire Protection Services Agreement with RDKB
- Replace E354 located at Station 354 estimated completion September 2025
- Add Radio Communications modules to our self contain breathing apparatus (SCBA) facepiece for enhanced communications and firefighter safety
- Continue work to ensure compliance with the OFC fire department
- Continue to revitalize POC firefighter succession planning program
- Plan replacement of T351 at Station 351 (North Fork)
- Implement Health Program for firefighters
- Fire inspections and public education
 - 200 + fire inspections projected to be completed annually
 - Training of firefighters to assist with pre-plans and inspections.
 - Continue and expand Public Education
 - Annual Open House for Fire Prevention Week
- Annual smoke alarm campaign



Fire Prevention

144 Inspections
14 Public Education Events



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PUBLIC WORKS

The Public Works Department is responsible for maintaining all aspects of transportation and outdoor recreation throughout the City. The Grand Forks Public Works Department maintains the parks, cemetery, and other greenspaces. Public Works also installs and maintains the hanging baskets, flower beds and planters throughout the City.

The Department maintains roads, lanes, and sidewalks within the City. Some of the maintenance activities include snow removal, sanding, pavement repairs, street sweeping, line painting and maintenance of storm drainage infrastructure. Public Works also cares for the many trees and boulevards that make up our beautiful green spaces.

The Fleet Maintenance Technician maintains all City equipment, including the Fire Department's vehicles.

The City of Grand Forks also owns and operates a municipal airport which is managed and maintained by Public Works. In addition to partnering with many special interest groups on initiatives which benefit the community, Public Works also finds time to support the many varied events that are put on during the year.

2024 Highlights

- The new City Park playground was opened in time for the May long weekend after installation of irrigation works and hydroseeding.
- Facilities upgrades including the Seniors' Centre parking lot, Public Works Truck Bay ceiling, Wastewater Treatment Plant roof, and Cemetery signage.
- Upgraded the parks irrigation control system and in-ground infrastructure in the City's parks.



Goals for 2025

- Ongoing paving program to maintain the road network and replace sections of sidewalk.
- Tree replacement program for parks and boulevards.



ELECTRICAL UTILITY

The City of Grand Forks is one of five municipalities in the province that owns, operates, and maintains an Electrical Distribution System: providing electrical service to the residential, commercial, and industrial customers.

The Electrical Department is responsible for operating and maintaining all aspects of the Electrical Distribution System within the City. The system consists of infrastructure such as a substation, poles, transformers, primary & secondary lines, streetlights, and meters.

Regular operation and maintenance activities include, but are not limited to, service connections and disconnections, switch replacements, transformer installations and replacements, pole replacements, streetlight maintenance, meter reading, meter replacements, cross arm replacements and infrastructure inspections.

In addition, the Electrical Department provides support and/or works with various other departments on tasks such as: Tree Pruning, Gyro Park Holiday Light-Up, development reviews and planning, and various event requests.

2024 Highlights

- Installed primary and secondary electrical cables to service the new 8-unit housing development on 21st Street, the 20-lot subdivision at South Monashee Meadows, the new McDonald's restaurant, and other new developments.
- Engaged McCuaig and Associates to conduct a condition assessment on the electrical infrastructure in the Valley Heights subdivision.

Goals for 2025

- Valley Heights electrical distribution system upgrades.
- Continue ongoing system maintenance program.



Electrical Utility

2,396 Connections
33km High Voltage Lines
76km Low Voltage Lines
506 Transformers
780 Streetlights
1,235 Poles



WATER AND WASTEWATER UTILITIES

The Water Department is responsible for operating and maintaining all aspects of a Class 3 Water Distribution System throughout the City. The system consists of infrastructure such as mains, services, wells, chlorination units, reservoirs, a booster station, a pressure reducing station, valves, and fire hydrants.

The Wastewater Department is responsible for operating and maintaining all aspects of the Class 2 Wastewater Treatment System and Class 3 Wastewater Collection System throughout the City. The systems consist of infrastructure such as mains, services, lift stations, generators, lagoons, a complete treatment facility and disinfection system.

2024 Highlights

- Replaced the Vactor Truck - 2023 Capital Project
- Supported the Flood Mitigation Program replacement of the wastewater outfall.

Goals for 2025

- Complete phase 2 of the 'Wastewater Treatment Plant Upgrades' capital project.
- Continue with the department's routine maintenance program.
- Continue to support the professional development of the City's Water / Sewer employees with their EOCP certifications.

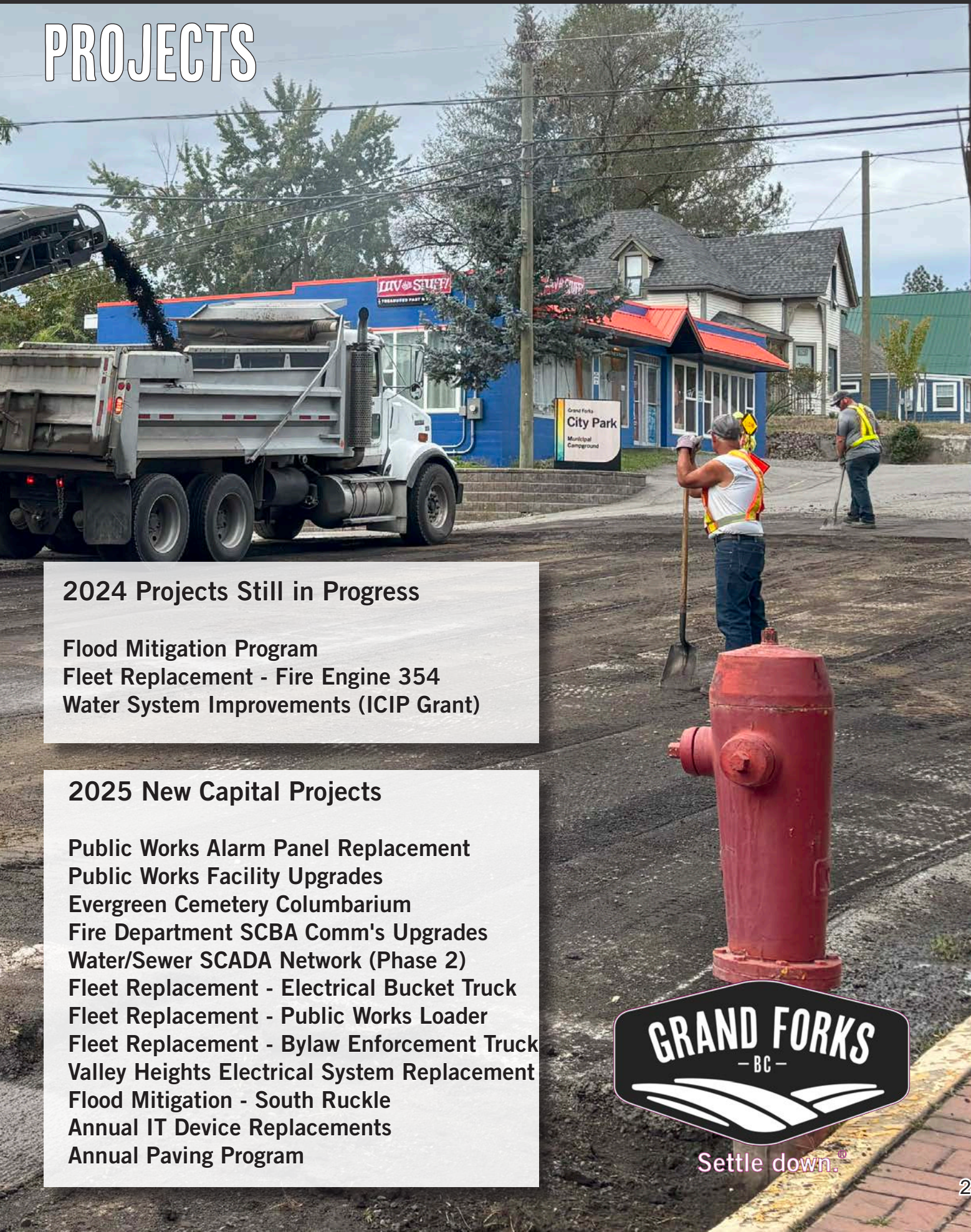




2024 Capital Projects

- City Park Irrigation
- 4" Large Diameter Fire Hose
- 2-1/2" Fire Attack Hose
- Firefighters Bunker Gear (10 sets)
- Fire Department and Public Works
- VHF Radio Replacements
- Annual IT Device Replacements
- Water/Sewer SCADA Upgrades
- Bylaw Dashboard Camera
- Security System Upgrades
- Fleet - Multi-Utility Vehicle
- Chorination Unit Replacements
- Wastewater Treatment Plant Facility Upgrades
- Valley Heights Electrical Assessment

PROJECTS



2024 Projects Still in Progress

- Flood Mitigation Program
- Fleet Replacement - Fire Engine 354
- Water System Improvements (ICIP Grant)

2025 New Capital Projects

- Public Works Alarm Panel Replacement
- Public Works Facility Upgrades
- Evergreen Cemetery Columbarium
- Fire Department SCBA Comm's Upgrades
- Water/Sewer SCADA Network (Phase 2)
- Fleet Replacement - Electrical Bucket Truck
- Fleet Replacement - Public Works Loader
- Fleet Replacement - Bylaw Enforcement Truck
- Valley Heights Electrical System Replacement
- Flood Mitigation - South Ruckle
- Annual IT Device Replacements
- Annual Paving Program



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PERMISSIVE PROPERTY

In accordance with Division 7 of Part 7 of the Community Charter, permissive property tax exemptions by Council in 2024.

Athletic, Charitable, or Philanthropic Organizations

Organization	Civic Address	Value of Permissive Exemption
Boundary Helping Hands Feline Rescue Society	7114 2nd Street	\$1,316.97
Circle of Indigenous Nations Society	7525 12th Street	\$2,508.02
Grand Forks & District Housing Society	7130 9th Street	\$1,279.53
Grand Forks Art Gallery Society	524 Central Avenue	\$13,181.11
Grand Forks Auxiliary to the Boundary Hospital Society	7239 2nd Street	\$2,620.61
Grand Forks Curling Club	7230 - 21st Street	\$6,360.46
Grand Forks Masonic Building Society	366 Market Ave	\$422.62
Grand Forks Seniors Society	565 71st Avenue	\$5,417.08
Grand Forks Slavonic Senior Citizens Society	686 72nd Ave	\$326.11
Kootenay Society for Community Living	556 & 558 73rd Avenue	\$1,656.59
Phoenix Manor Society	876 72nd Ave	\$2,504.62
Royal Canadian Legion Br. 59	7353 6th Street	\$1,844.06
Sculpture Art Academy	Riverside Drive	NONE
Sunshine Valley Child Care Society	978 72nd Ave	\$1,282.94

TAX EXEMPTIONS

the following properties in the City of Grand Forks were provided

Hospital and Public Worship Organizations

Organization	Civic Address	Value of Permissive Exemption
BC Conference of Mennonite Brethren Churches	7048 Donaldson Drive	\$87.82
Christ Lutheran Church of Grand Forks	7328 19th Street	\$64.86
First Baptist Church of Grand Forks	2495 76th Avenue	\$73.33
Grand Forks Baptist Church	7850 2nd Street	\$636.39
Grand Forks Christian Centre Society	7525 4th Street	\$30.54
Jehovah's Witnesses Church	7680 Donaldson Drive	\$69.55
Pentecostal Assemblies of Canada	2826 75th Avenue	\$68.65
Roman Catholic Bishop of Nelson	7249 9th Street	\$165.39
Synod of the Diocese of Kootenay	7252 7th Street	\$205.52
Trustees of the Congregation of United Church of Canada	920 Central Ave	\$134.86

Declaration of disqualified council members

There were no disqualified council members in 2024.







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THE CORPORATION OF THE CITY OF GRAND FORKS

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THE CORPORATION OF THE CITY OF GRAND FORKS

Management Report

Management is responsible for the preparation of the accompanying financial statements. The financial statements have been prepared in accordance with Canadian public sector accounting standards, and the integrity and objectivity of these statements are management's responsibility. Management is also responsible for all the notes to the financial statements and schedules, and for ensuring that this information is consistent, where appropriate, with the information contained in the financial statements.

Management has established and maintained a system of internal accounting controls which are designed to provide reasonable assurance that assets are safeguarded, transactions are authorized and recorded properly, and reliable financial information is produced.

The independent external auditors, BDO Canada LLP., have conducted an independent examination in accordance with Canadian auditing standards and expressed their opinion in the accompanying report.

[Original signed by]

Marcus Lebler
Chief Financial Officer

Independent Auditor's Report

To the Mayor and Council of The Corporation of the City of Grand Forks

Opinion

We have audited the financial statements of The Corporation of the City of Grand Forks (the "City"), which comprise the statement of financial position as at December 31, 2024, and the statement of operations and accumulated surplus, the statement of changes in net financial assets and the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the City as at December 31, 2024, and its results of operations, its change in net financial assets, and its 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 report. We are independent of the City 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 opinion.

Other Matter

We draw attention to the fact that the supplementary information in Schedule 3 does not form part of the audited financial statements. We have not audited or reviewed this supplementary information and, accordingly, we do not express any opinion, review conclusion or any form of assurance on this supplementary information.

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

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

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



Auditor's Responsibilities for the Audit of the 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 that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these 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 City's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the City's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the City to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

BDO Canada LLP

Chartered Professional Accountants
Kelowna, British Columbia
May 5, 2025

THE CORPORATION OF THE CITY OF GRAND FORKS
Statement of Financial Position

As at December 31	2024	2023
Financial Assets		
Cash (note 3)	\$ 11,048,484	\$ 11,846,990
Accounts receivable (note 5)	7,826,009	6,172,227
Portfolio Investments (note 6)	1,881,543	3,650,567
Municipal Finance Authority deposit (note 7)	46,411	44,849
Inventories for resale	32,439	45,989
	20,834,886	21,760,622
Liabilities		
Accounts payable and accrued liabilities (note 8)	2,843,171	4,836,850
Employee future benefits (note 9)	433,650	373,211
Deferred revenues (note 10)	3,808,943	2,552,393
Development cost charges (note 11)	1,011,788	951,325
Long-term debt (note 12)	2,605,585	2,760,031
Asset retirement obligations (note 13)	1,360,443	1,545,835
	12,063,580	13,019,645
Net financial assets	8,771,306	8,740,977
Non-financial assets		
Prepaid expenses	172,458	426,102
Inventory of parts and supplies	994,243	637,460
Tangible capital assets (schedule 2)	88,748,778	79,564,979
	89,915,479	80,628,541
Accumulated surplus (note 14)	\$ 98,686,785	\$ 89,369,518

[Original signed by]

Marcus Lebler, CPA, CA
 Chief Financial Officer

[Original signed by]

Everett Baker
 Mayor, City of Grand Forks

The accompanying notes are an integral part of these financial statements.

CORPORATION OF THE CITY OF GRAND FORKS
Statement of Operations and Accumulated Surplus

<i>For the year ended December 31</i>	2024 Budget (Note 19)	2024 Actual	2023 Actual
Revenue			
Property taxation (note 15)	\$ 4,479,011	\$ 4,479,890	\$ 4,303,958
Sales of services (note 16)	8,394,955	8,519,255	7,895,096
Other revenues (note 17)	710,233	704,483	759,792
Development cost charges	803,795	92,674	46,205
Government transfers (note 18)	17,447,831	10,230,566	14,749,631
Contributions from others	-	6,373	334,796
Interest income	316,417	594,103	769,295
Investment income on sinking fund	-	34,738	32,067
Gain on disposal of capital assets	176,880	234,979	634,289
	32,329,122	24,897,061	29,525,129
Expenses			
General government	1,741,476	1,626,288	1,657,576
Protective services	1,220,357	1,247,595	1,251,605
Disaster response and recovery	-	27,437	166,381
Environmental health services	300,328	295,865	276,888
Public health and welfare	106,050	106,183	104,757
Planning and development	1,076,292	774,884	930,545
Transportation services	1,364,981	1,284,887	1,253,709
Recreation and cultural services	1,176,803	1,102,379	1,080,017
Public real estate	334,600	482,754	383,749
Electrical services	4,748,106	4,451,877	4,342,838
Water services	793,412	705,129	728,713
Wastewater services	975,270	1,124,358	1,066,501
Amortization	2,339,940	2,290,700	2,179,396
Accretion expense (recovery)	-	(156,772)	68,687
Loss on disposal of tangible capital assets	-	216,230	55,018
	16,177,615	15,579,794	15,546,380
Annual Surplus	16,151,507	9,317,267	13,978,749
Accumulated surplus, beginning of year	89,369,518	89,369,518	75,390,769
Accumulated surplus, end of year	\$ 105,521,025	\$ 98,686,785	\$ 89,369,518

The accompanying notes are an integral part of these financial statements.

CORPORATION OF THE CITY OF GRAND FORKS
Statement of Changes in Net Financial Assets

<i>For the year ended December 31</i>	2024 Budget (Note 19)	2024 Actual	2023 Actual
Annual Surplus	\$ 16,151,507	\$ 9,317,267	\$ 13,978,749
Acquisition of tangible capital assets	(20,689,605)	(11,767,149)	(15,606,374)
Amortization of tangible capital assets	2,339,940	2,290,700	2,179,396
Decrease (increase) in tangible capital assets due to asset retirement obligations	-	28,620	(1,477,148)
Net gain on disposal of assets	(176,880)	(18,749)	(579,271)
Proceeds from sale of assets	-	282,779	631,128
Net change in prepaid expenses and supplies inventory	-	(103,139)	(550,380)
Increase (decrease) in Net Financial Assets	(2,375,038)	30,329	(1,423,900)
Net Financial Assets, beginning of year	8,740,977	8,740,977	10,164,877
Net Financial Assets, end of year	\$ 6,365,939	\$ 8,771,306	\$ 8,740,977

The accompanying notes are an integral part of these financial statements.

CORPORATION OF THE CITY OF GRAND FORKS
Statement of Cash Flows

For the year ended December 31

	2024	2023
Operating transactions		
Annual surplus	\$ 9,317,267	\$ 13,978,749
Adjustment for non-cash items		
Amortization of tangible capital assets	2,290,700	2,179,396
Accretion expense (recovery)	(156,772)	68,687
Gain on disposal of assets	(18,749)	(579,271)
(Increase) decrease in prepaid expenses	253,644	(297,042)
Increase in supplies inventory	(356,783)	(253,338)
Actuarial adjustments on long term debt	(33,440)	(31,701)
(Increase) decrease in assets		
Accounts receivable	(1,653,782)	3,585,868
MFA deposits	(1,562)	(1,352)
Inventories for resale	13,550	(27,757)
Increase (decrease) in liabilities		
Accounts payable and accrued liabilities	(1,993,679)	(3,502,088)
Deferred revenues	1,256,550	314,266
Employee future benefits	60,439	23,115
Deferred development cost charges	60,463	25,522
	<u>9,037,846</u>	<u>15,483,054</u>
Capital transactions		
Acquisition of tangible capital assets	(11,767,149)	(15,606,374)
Proceeds on disposal of tangible capital assets	282,779	631,128
	<u>(11,484,370)</u>	<u>(14,975,246)</u>
Investing transactions		
(Increase) decrease in portfolio investments	<u>1,769,024</u>	<u>(315,351)</u>
Financing transactions		
Repayment of long-term debt	<u>(121,006)</u>	<u>(115,419)</u>
Net increase (decrease) in cash	(798,506)	77,038
Cash, beginning of year	11,846,990	11,769,952
Cash, end of year	<u>\$ 11,048,484</u>	<u>\$ 11,846,990</u>

The accompanying notes are an integral part of these financial statements

THE CORPORATION OF THE CITY OF GRAND FORKS

Notes to the Financial Statements

For the year ended December 31, 2024

The notes to the financial statements are an integral part of these statements. They explain the significant accounting and reporting policies and the principles that form the basis of these financial statements, as well as providing supplementary information and explanations which cannot be conveniently integrated into the statements.

1. Nature of Entity

The Corporation of the City of Grand Forks ("the City") was incorporated in 1897 under the Municipal Act (now a combination of the Community Charter and the Local Government Act), a statute of the Province of British Columbia. Its principal activities include the provision of local government services to the residents of the incorporated area. These services include protective, community planning, transportation, recreational, solid waste collection, water, wastewater and electrical services.

2. Significant Accounting Policies

Basis of Presentation

The financial statements are the responsibility of and are prepared by management in accordance with Canadian Public Sector Accounting Standards and prescribed by the Public Sector Accounting Board ("PSAB").

The City's operations and resources are segregated into various funds for accounting and financial reporting purposes, with each fund treated as a separate entity with responsibility for the assets allocated to it. Inter-fund transactions and balances have been eliminated in the preparation of these financial statements.

Budget Figures

The budget figures are from the 5-Year Financial Plan Bylaw, No. 2108 which was adopted on April 15, 2024. Subsequent budget amendments adopted by Council have not been included in these financial statements.

Financial Instruments

A contract establishing a financial instrument creates, at its inception, rights and obligations to receive or deliver economic benefits. The financial assets and financial liabilities portray these rights and obligations in the financial statements. The City recognizes a financial instrument when it becomes a party to a financial instrument contract.

The City's financial instruments consist of cash, accounts receivable, portfolio investments, accounts payable, accrued liabilities and long-term debt.

Cash and equity instruments quoted in an active market are measured at fair value. All other financial instruments, are measured at cost or amortized cost. Municipal investments in pooled investment funds are considered financial assets and measured at cost. The carrying amount of each of these financial instruments is presented on the statement of financial position.

Unrealized gains and losses from changes in the fair value of financial instruments are recognized in the statement of remeasurement gains and losses. Upon settlement, the cumulative gain or loss is reclassified from the statement of remeasurement gains and losses and recognized in the statement of operations. Interest and dividends attributable to financial instruments are reported in the statement of operations. There are no measurement gains or losses during the periods presented; therefore, no statement of remeasurement gains or losses is included in these financial statements.

For financial instruments measured using amortized cost, the effective interest rate method is used to determine interest revenue or expense.

All financial assets are tested annually for impairment. When financial assets are impaired, impairment losses are recorded in the statement of operations.

THE CORPORATION OF THE CITY OF GRAND FORKS

Notes to the Financial Statements

For the year ended December 31, 2024

Revenue Recognition

Taxation revenues are recorded at estimated amounts when they meet the definition of an asset, have been authorized and the taxation event occurs. Revenues from the sale of services and user fees are recognized when the service or product is provided by the City. Franchise and other revenues are recorded as they are earned and measurable. Amounts that have been received in advance of services being rendered are recorded as deferred revenue until the City fulfills its obligations related to the provision of those services.

Transfers from other governments are recognized as revenue in the period that the transfer is authorized, eligibility criteria have been met, and a reasonable estimate of the amount can be made. If transfer agreements contain stipulations that would give rise to obligations which meet the definition of a liability, revenue is deferred and recognized as the stipulations are met.

Insurance proceeds are recognized when the amount of recovery is determinable and there is a high degree of certainty with respect to the receipt of funds.

Investment income is recorded on the accrual basis and recognized when earned.

Deferred Revenue

Funds received for specific purposes which are externally restricted by legislation, regulation or agreement and are not available for general municipal purposes are accounted for as deferred revenue. The associated revenue is recognized in the year in which it is used for the specified purpose.

Expenses

Expenses are generally recognized as they are incurred based upon receipt of the goods and services and/or a legal obligation to pay is established.

Inventories for Resale

Inventories for resale consist of aviation fuel which is held at the lower of historical and replacement cost, using a weighted average basis.

Employee Future Benefits

The City and its employees participate in the Municipal Pension Plan, a jointly trustee, multi-employer contributory defined benefit pension plan. Payments made to the pension plan are expensed as incurred.

The City provides accumulated sick leave and certain other benefits to its unionized employees upon retirement. In addition, certain other post-employment benefits are provided to management staff. The liabilities and expenses for these benefits are accrued in the financial statements in the period in which they are earned.

Expenses for management sick leave are not accrued, but recognized at the time they are paid.

Liability for Contaminated Sites

Contaminated sites are a result of contamination being introduced into air, water or sediment of a chemical, organic or radioactive material or live organism that exceeds the maximum acceptable concentrations under an environmental standard. A liability for remediation of contaminated sites is recognized when all of the following criteria are met:

- i. an environmental standard exists;
- ii. contamination exceeds the environmental standard;
- iii. the City is directly responsible or accepts responsibility, and a reasonable estimate of the amount can be made.

THE CORPORATION OF THE CITY OF GRAND FORKS

Notes to the Financial Statements

For the year ended December 31, 2024

The liability includes costs directly attributable to remediation activities including post remediation operations, maintenance and monitoring.

Asset Retirement Obligations

An asset retirement obligation is a legal obligation associated with the retirement of a tangible capital asset that the City will be required to settle. The City recognizes asset retirement obligations when there is a legal obligation to incur retirements costs in relation to a tangible capital asset, the past transaction or event giving rise to the liability has occurred, it is expected that future economic benefits will be given up, and a reasonable estimate of the amount can be made.

Asset retirement obligations are initially measured at the best estimate of the amount required to retire a tangible capital asset at the financial statement date. The estimate of a liability includes costs directly attributable to asset retirement activities.

Asset retirement obligations are recorded as liabilities with a corresponding increase to the carrying amount of the related tangible capital asset. Subsequently, the asset retirement costs are allocated to expenses over the useful life of the tangible capital asset. The obligation is adjusted to reflect period-to-period changes in the liability resulting from the passage of time and for revisions to either the timing or the amount of the original estimate of the undiscounted cash flows or the discount rate.

Inventory of Parts and Supplies

Inventories held for consumption include materials and repair parts held for use by the electrical and water utilities, fuel for consumption and other items used in operations, and are valued at replacement cost.

Tangible Capital Assets

Tangible capital assets are recorded at cost, which includes all amounts that are directly attributable to the acquisition, construction, development or betterment of the asset, but excluding interest. The cost of tangible capital assets is amortized on a straight-line basis over the estimated useful life of the asset as follows:

Asset Class	Estimated Useful Life
Land	Not amortized
Land Improvements	20 - 50 years
Buildings	40 - 50 years
Engineering Structures	10 - 50 years
Machinery & Equipment	3 - 25 years
Vehicles	8 - 40 years
Electrical Utility Plant & Equipment	5 - 40 years
Water Utility Plant & Equipment	10 - 50 years
Wastewater Utility Plant & Equipment	10 - 50 years

Donated tangible capital assets are recorded at their fair value at the date of receipt.

Work in progress, which represents capital projects under construction but not yet completed, is not amortized until construction is complete and the asset is available for productive use.

Tangible capital assets are written down when conditions indicate that they no longer contribute to the City's ability to provide goods and services, or when the value of future economic benefits associated with the tangible capital assets are less than their net book value. The net write-downs are accounted for as expenses in the statement of operations.

THE CORPORATION OF THE CITY OF GRAND FORKS
Notes to the Financial Statements

For the year ended December 31, 2024

Long-Term Debt

Outstanding long-term debt is reported net of applicable sinking fund balances.

Debt Charges

Interest on debt is charged to current operations. Interest charges are accrued for the period from the date of the latest interest payment to the end of the year.

Trust Funds

These funds hold cash assets that must be used for specific purposes and/or beneficiaries according to agreements or legislated requirements. The City administers trust funds for its Employee Assistance Program, Slag Remediation, and Cemetery Care Fund. In accordance with public sector accounting standards, trust funds administered by the City are not included in the City's financial statements, other than as disclosed in Note 20.

Use of Estimates

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, and the reported amounts of revenues and expenses during the financial reporting period. Significant areas requiring the use of estimates include the determination of accrued payroll liabilities and employee future benefits, tangible capital asset useful lives and amortization expense, utility revenue accruals, amounts receivable from insurance, provisions for contingencies, judgments related to amounts to settle asset retirement obligations, and costs recoverable from the salvage of residential housing. Actual results could differ from management's best estimates as additional information becomes available in the future.

3. Cash

Cash is comprised of unrestricted cash for operations and restricted cash for reserve funds and deferred development cost charges which are held in segregated accounts.

	2024	2023
Restricted cash		
Statutory Reserves	\$ 9,005,686	\$ 8,688,767
Development Cost Charges (see Note 11)	1,011,788	951,325
	10,017,474	9,640,092
Unrestricted cash	1,031,010	2,206,898
Total cash	\$ 11,048,484	\$ 11,846,990

4. Operating Line of Credit

The City has an operating line of credit with Grand Forks Credit Union for an authorized amount of \$2,000,000, secured by a promissory note and bearing interest at the base lending rate less 0.5%. At December 31, 2024, the balance outstanding on the operating line of credit was \$Nil (2023 - \$Nil).

THE CORPORATION OF THE CITY OF GRAND FORKS
Notes to the Financial Statements

For the year ended December 31, 2024

5. Accounts Receivable

Accounts receivable are recorded net of allowances and comprise the following:

	2024	2023
Property taxes	\$ 645,201	\$ 582,297
Utility accounts receivable	1,348,225	1,312,819
Due from other governments (Note 26)	5,339,892	3,146,250
Trade and other receivables	<u>492,691</u>	<u>1,130,861</u>
	\$ 7,826,009	\$ 6,172,227

6. Portfolio Investments

	2024	2023
Term deposit, maturing December, 2025	\$ 793,550	\$ 761,195
Term deposit, maturing March, 2025	198,500	-
MFA Money Market Fund	-	1,263,956
MFA Short Term Bond Fund	<u>889,493</u>	<u>1,625,416</u>
	\$ 1,881,543	\$ 3,650,567

The market value of portfolio investments at December 31, 2024 was \$1,844,464 (2023 - \$3,548,995), with yields from 2.8% to 5.4%.

7. Municipal Finance Authority Debt Reserve Fund

The Municipal Finance Authority (MFA) provides capital funding for regional districts and their member municipalities through the issuance of debenture debt. The Debt Reserve Fund established by the Municipal Finance Authority is security held in trust to meet its obligations to debenture holders.

Municipalities sharing in the proceeds of a debt issue are required to contribute certain amounts to the debt reserve fund in the form of cash withheld from the loan proceeds and a non-interest bearing demand note. Monies paid into the Debt Reserve Fund are obligations of the Municipal Finance Authority and are refunded, with interest, upon maturity of the debt.

Only the cash portion of MFA deposits is included as a financial asset. The demand notes are contingent in nature and not reflected in the financial statements.

The details of the cash deposits and demand notes at year end are as follows:

	Demand Notes	Cash Deposits	2024	2023
General Fund	\$ 17,929	\$ 12,902	\$ 30,831	\$ 30,397
Water Fund	10,024	7,637	17,661	17,404
Wastewater Fund	48,787	25,872	74,659	73,788
	<u>\$ 76,740</u>	<u>\$ 46,411</u>	\$ 123,151	\$ 121,589

THE CORPORATION OF THE CITY OF GRAND FORKS
Notes to the Financial Statements

For the year ended December 31, 2024

8. Accounts Payable and Accrued Liabilities

Accounts payable and accrued liabilities comprise the following:

	2024	2023
Wages and benefits	\$ 773,131	\$ 759,966
Trade payables	1,708,573	3,786,786
Other taxing authorities	340,368	267,701
Accrued interest	21,099	22,397
	<u>\$ 2,843,171</u>	<u>\$ 4,836,850</u>

9. Employee Future Benefits

Sick leave benefits for union employees are accumulated as earned, based on provisions of the collective agreement, years of service and current wage rates, less leave taken during the year. The amount reported as employee future benefits represents sick leave allowances which have been fully accrued to the level of the employees' current accumulated entitlement. These amounts will require funding in future accounting periods as cash payments are made to employees retiring from service.

Other post-employment benefits are accrued based on the relevant agreements, using current rates of pay and vacation entitlement credits, and estimates of remaining years of service. Vacation pay accruals and other post-employment benefits payable are included in the balance of accounts payable and accrued liabilities.

10. Deferred Revenues

The City records deferred revenue for funds received in advance of services being rendered. These amounts are shown as liabilities until the services are rendered or related costs are incurred.

	Balance, Beginning of Year	Contributions Received/ Returned	Revenue Earned	Balance, End of Year
Prepaid taxes	\$ 418,394	\$ 432,117	\$ (418,394)	\$ 432,117
Prepaid utilities	41,928	47,186	(41,928)	47,186
Library maintenance contract	31,408	13,000	(10,105)	34,303
Flood mitigation program grants (Note 26)	800,269	2,500,000	(1,312,612)	1,987,657
Other grants	1,199,384	277,063	(293,996)	1,182,451
Deposits and other	61,010	103,975	(39,756)	125,229
	<u>\$ 2,552,393</u>	<u>\$ 3,373,341</u>	<u>\$ (2,116,791)</u>	<u>\$ 3,808,943</u>

THE CORPORATION OF THE CITY OF GRAND FORKS
Notes to the Financial Statements

For the year ended December 31, 2024

11. Development Cost Charges (DCCs)

Pursuant to the provisions of the Local Government Act, development cost charges are held in separate reserve funds for the purpose for which the charges have been imposed. When the related costs are incurred, the DCCs are recognized as revenue. Due to the restrictive nature of these funds, they are shown as liabilities.

	2024	2023
Balance, beginning of year	\$ 951,325	\$ 925,803
Contributions from developers	102,016	21,770
Interest on investments	51,121	49,957
Projects funded	(92,674)	(46,205)
Balance, end of year	<u>\$1,011,788</u>	<u>\$ 951,325</u>

The balance of deferred development cost charges comprises the following:

	2024	2023
Water development cost charges	\$ 489,631	\$ 415,473
Wastewater development cost charges	519,170	533,060
Parkland development cost charges	2,987	2,792
	<u>\$1,011,788</u>	<u>\$ 951,325</u>

12. Long-Term Debt

The City has financed certain capital expenditures by means of long-term debenture debt obtained from the Municipal Finance Authority through the Regional District of Kootenay Boundary. These loans range in term from fifteen to twenty-five years, with maturity dates from 2025 to 2044. The terms of the loan agreement require the City to provide security in the form of demand notes payable to the MFA and to deposit cash representing 1% of the gross proceeds into a debt reserve fund (see Note 7).

THE CORPORATION OF THE CITY OF GRAND FORKS
Notes to the Financial Statements

For the year ended December 31, 2024

The following is a summary of the City's long-term debt obligations:

	Current Interest Rate	Term	Maturity	Balance, Beginning of Year	Payments of Principal	Actuarial Adjustment	Balance, End of Year	2024 Interest
General								
Roads - NW 79th Bylaw 1887; MFA Issue #112	3.73%	15 yrs	2025	\$ 11,794	\$ 3,759	\$ 2,037	\$ 5,998	\$ 896
General Fund Capital Renewal Bylaw 1923; MFA Issue #149	2.24%	25 yrs	2044	924,511	28,645	3,595	892,271	23,393
Water Utility								
Emergency Water Supply Bylaw 1922; MFA Issue #149	2.24%	25 yrs	2044	376,231	11,656	1,463	363,112	9,520
Water Fund Capital Renewal Bylaw 1923; MFA Issue #149	2.24%	25 yrs	2044	218,766	6,778	851	211,137	5,536
Sewer Utility								
City Park Lift Station Bylaw 1873; MFA Issue #126	3.85%	20 yrs	2033	1,048,553	64,586	24,793	959,174	79,413
Sewer Fund Capital Renewal Bylaw 1923; MFA Issue #149	2.24%	25 yrs	2044	180,176	5,582	701	173,893	4,559
Total Long Term Debt				\$ 2,760,031	\$ 121,006	\$ 33,440	\$ 2,605,585	\$ 123,317

The estimated requirements for future repayments of principal on existing debt for the next five years are as follows:

	General	Water Utility	Sewer Utility	Total
2025	\$ 32,402	\$ 18,435	\$ 70,170	\$ 121,007
2026	28,644	18,435	70,170	117,249
2027	28,644	18,435	70,170	117,249
2028	28,644	18,435	70,170	117,249
2029	28,644	18,435	70,170	117,249
Thereafter	429,663	276,524	342,085	1,048,272
	576,641	368,699	692,935	1,638,275
Actuarial Adjustment	321,626	205,551	440,133	967,310
Total Long Term Debt	\$ 898,267	\$ 574,250	\$ 1,133,068	\$ 2,605,585

THE CORPORATION OF THE CITY OF GRAND FORKS
Notes to the Financial Statements

For the year ended December 31, 2024

13. Asset Retirement Obligations

The City owns and operates several assets that are known to have asbestos and lead paint, which represent a health hazard upon demolition or renovation of the assets. There is a legal obligation to remove and dispose of the hazardous materials. The City recognizes an estimated obligation relating to the removal of the hazardous materials in these assets with an accompanying increase to the related assets. The increase in capital assets is amortized on a straight-line basis over the remaining expected useful life of the related assets.

Estimated costs totaling \$2,198,144 have been discounted using a present value calculation with a discount rate of 4.78%. The timing of these expenditures is estimated to occur between 2025 and 2043 with the regular replacement, renovation, or disposal of assets.

	2024	2023
Opening asset retirement obligation	\$ 1,545,835	\$ -
Initial recognition of expected discounted cash flows	-	1,477,148
Decrease due to sale of ARO asset	(28,620)	-
Increase (decrease) due to accretion	(156,772)	68,687
Closing asset retirement obligation	\$ 1,360,443	\$ 1,545,835

THE CORPORATION OF THE CITY OF GRAND FORKS
Notes to the Financial Statements

For the year ended December 31, 2024

14. Accumulated Surplus

Accumulated surplus comprises the following:

	2024	2023
Operating	\$ 4,489,094	\$ 3,336,631
Statutory Reserves		
Community Works Fund	1,368,611	1,111,416
Slag sales	1,630,547	1,382,965
Land sales	1,280,040	1,324,137
Electrical capital	915,512	870,880
Capital	332,236	1,682,078
Climate action	195,219	187,439
Water capital	75,124	119,355
Equipment replacement	39,509	425,717
Wastewater capital	15,784	26,617
Cash in lieu of parking	5,075	4,778
	\$ 5,857,657	\$ 7,135,382
Non-Statutory Reserves		
Growing Communities Fund	2,166,841	2,062,556
Election reserve	30,000	30,000
	\$ 2,196,841	\$ 2,092,556
Investment in Non-Financial Assets		
Investment in tangible capital assets	86,143,193	76,804,949
	\$ 98,686,785	\$ 89,369,518

15. Property Tax Revenues

Municipal taxation revenues consist of the following:

	2024	2023
Property taxes	\$ 4,325,881	\$ 4,155,484
Parcel and frontage taxes	5,826	5,826
1% utilities tax	112,972	108,165
Grants and payments in lieu of taxes	35,211	34,483
	\$ 4,479,890	\$ 4,303,958

THE CORPORATION OF THE CITY OF GRAND FORKS
Notes to the Financial Statements

For the year ended December 31, 2024

16. Sale of Services

	2024	2023
Electrical utility user fees	\$ 5,689,357	\$ 5,285,807
Water utility user fees	1,115,106	1,005,644
Wastewater utility user fees	1,049,596	983,097
Solid waste collection	309,763	282,365
Slag sales	174,959	170,680
Campground fees	99,131	77,458
Airport (net of cost of fuel sold)	24,414	26,248
Cemetery	24,912	38,205
Sundry and other	32,017	25,592
	<u>\$ 8,519,255</u>	<u>\$ 7,895,096</u>

17. Other Revenues

	2024	2023
Leases and rentals	\$ 232,837	\$ 242,412
Donations and grants	42,598	48,971
Licences and permits	81,187	121,670
Penalties and interest	111,454	102,792
Franchise fees	87,956	92,591
Other revenues	130,512	131,670
Insurance and other recoveries	17,939	19,686
	<u>\$ 704,483</u>	<u>\$ 759,792</u>

18. Government Transfers

In 2024 the City received and recorded the following transfers from other governments:

	2024	2023
Operating transfers		
Provincial	\$ 1,027,610	\$ 3,005,833
Regional	431,909	535,230
	<u>\$ 1,459,519</u>	<u>\$ 3,541,063</u>
Capital transfers		
Federal	\$ 2,139,090	\$ 5,281,479
Provincial	6,158,439	5,479,391
Regional	473,518	447,698
	<u>\$ 8,771,047</u>	<u>\$ 11,208,568</u>
Total government transfers	<u>\$ 10,230,566</u>	<u>\$ 14,749,631</u>

THE CORPORATION OF THE CITY OF GRAND FORKS
Notes to the Financial Statements

For the year ended December 31, 2024

19. Reconciliation to Budget

The following reconciles the balanced statutory budget adopted by Council on April 15, 2024 with the budgeted surplus reported on the statement of operations and accumulated surplus:

Budget surplus as per the statement of operations and accumulated surplus	\$ 16,151,507
Add: Amortization expense	2,339,940
Proceeds from borrowing	1,000,000
Transfers from reserves and surplus	1,327,845
Subtract: Debt principal repayments	(129,687)
Tangible capital asset expenditures	(20,689,605)
Financial Plan Balance per Bylaw No. 2108	<u>\$ -</u>

20. Trust Funds

Funds held in trust and administered by the City, which are not included in these financial statements, include the following:

Fund Balance	2024	2023
Cemetery Care Fund	\$ 229,662	\$ 214,656
Employee Assistance Program	11,092	9,200
Slag Remediation Trust	24,435	23,198
	<u>\$ 265,189</u>	<u>\$ 247,054</u>

21. Liability for Contaminated Sites

The City recognizes a liability for the remediation of a contaminated site when the site is no longer in productive use or an unexpected event resulting in contamination has occurred and the following criteria are satisfied: an environmental standard exists, contamination exceeds the standard, the government has responsibility for remediation, future economic benefits will be given up, and a reasonable estimate can be made. The estimate of a liability includes costs directly attributable to remediation activities and is measured based on the City's best estimate of the amount required to remediate the contaminated sites. Subsequent revisions to the amount previously recognized are accounted for in the period in which revisions are made.

22. Contingent Liabilities

Regional District of Kootenay Boundary

Under the provisions of the *Local Government Act*, Regional District debt is a direct, joint and several liability of the Regional District and each member municipality including the City. The loan agreements with the Municipal Finance Authority provide that if at any time the scheduled payments provided for in the agreements are not sufficient to meet the Authority's obligation with respect to such borrowing, the resulting deficiency becomes the liability of the member municipalities.

Legal Actions

The City is currently engaged in certain legal actions, the outcome of which is not determinable at this time. Accordingly, no provision has been made in the accounts for these actions. The amount of loss, if any, arising from these actions will be recorded in the accounts in the period in which the loss is realized.

THE CORPORATION OF THE CITY OF GRAND FORKS

Notes to the Financial Statements

For the year ended December 31, 2024

Pension Liability

The City and its employees contribute to the Municipal Pension Plan (a jointly trustee pension plan). The board of trustees, representing plan members and employers, is responsible for administering the plan, including investment of assets and administration of benefits. The plan is a multi-employer defined benefit pension plan. Basic pension benefits are based on a formula. As at December 31, 2023, the plan has about 256,000 active members and approximately 129,000 retired members. Active members include approximately 45,000 contributors from local governments.

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

The most recent actuarial valuation for the Municipal Pension Plan as at 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.

The City paid \$352,156 (2023 - \$368,901) for employer contributions to the plan in fiscal 2024.

Employers participating in the plan record their pension expense as the amount of employer contributions made during the fiscal year (defined contribution pension plan accounting). This is because the plan records accrued liabilities and accrued assets for the plan in aggregate, resulting in no consistent and reliable basis for allocating the obligation, assets and cost to individual employers participating in the plan.

23. Contractual Obligations and Commitments

The City has entered into an agreement with School District No. 51 for the latter to provide technical and operational support for the City's computer and telephone network systems. Under the terms of the agreement, the City has agreed to pay \$45,000 per year for these services to the end of 2027.

In 2022 the City entered into a five-year agreement with the Regional District of Kootenay Boundary for the latter to provide solid waste collection services for the City on a per unit basis through a third-party contractor. The City's expenses incurred under this contract for 2024 were \$246,260 (2023 - \$229,957).

The City has contractual commitments for incomplete capital acquisitions and construction projects in progress. As at the end of December 2024, the City had entered into contracts totaling \$2,299,718, with expenditures to date of \$354,440. These contracts are planned for completion during 2025, with unexpended funds carried forward and included in the next year's annual Financial Plan.

THE CORPORATION OF THE CITY OF GRAND FORKS
Notes to the Financial Statements

For the year ended December 31, 2024

24. Contractual Rights

The City has entered into property lease and utility franchise and pole agreements with terms of up to twenty years. The City has contractual rights to receive the following estimated payments with respect to these agreements for the next five years:

2025	166,076
2026	154,520
2027	155,110
2028	155,710
2029	<u>143,870</u>
Total	\$775,286

The City is entitled to minimum annual payments of \$116,000 for a land lease and the removal of material from City-owned slag piles under the terms of an agreement ending in March 2036.

On November 1, 2006, the City entered into a twenty-five year agreement to provide fire protection services for the Grand Forks Rural Fire Protection District. Under the terms of the agreement, the Fire Protection District will contribute towards a share of the City's operating costs for the municipal fire department. \$425,957 of revenue was recorded in 2024 for the portion of municipal operating costs shared with the district.

The City has entered into funding agreements with the Federal and Provincial governments with respect to various City infrastructure projects and economic development programs. To date, grant revenue of \$701,131 has been recognized based on eligible expenditures, leaving \$7,055,415 of revenue to be realized as the remaining expenditures are incurred over the next few years, as follows:

Investing in Canada Infrastructure Program	\$6,985,415
Next Generation 911 Funding Program	45,000
The Social Planning And Research Council Of BC	25,000

The City is also expected to receive approximately \$250,647 of grant funding in 2025 under the Community Works Fund.

25. Comparative Figures

Certain prior year balances have been reclassified to conform with current year presentation.

THE CORPORATION OF THE CITY OF GRAND FORKS

Notes to the Financial Statements

For the year ended December 31, 2024

26. Impact of the 2018 Boundary Region Floods

On May 10/11, 2018 a major flood event occurred in the Kootenay Boundary Regional District, impacting more than two hundred and fifty properties within the municipal boundaries, and causing considerable damage to several City owned properties and municipal infrastructure.

In 2019 the City submitted an application to Infrastructure Canada for grant funding through the Disaster Mitigation and Adaptation Fund (DMAF) to finance flood protection and natural infrastructure projects in the flood impacted areas. In 2020, the City finalized agreements for funding of \$51.7 million, with contributions of \$20 million from the Federal Government and \$31.7 million from the Province of British Columbia. Additional funding was secured in 2023 under the Provincial Community Emergency Preparedness Fund (CEPF) of \$1.8 million and Disaster Financial Assistance Program (DFA) of \$1.4 million. Further funding was secured in 2024 under the CEPF of \$6.6 million and DFA of \$1.8 million.

During 2024, the City incurred \$9,595,610 (2023 - \$13,287,301) of expenditures under the Flood Mitigation Program.

The City received a Provincial DMAF cash advance of \$23,194,000 in 2020 and an additional \$8,473,479 in 2023 to apply against eligible program expenses. \$800,269 was recognized as revenue in 2024 (2023 - \$4,341,299). \$2,139,090 was recorded as federally eligible DMAF grant revenue in 2024 (2023 - \$5,281,479), with a year end receivable balance of \$999,383. As at December 31, 2024, all revenue related to the DMAF program was recognized, ending this funding stream under the City's Flood Mitigation Program.

The City received a CEPF cash advance of \$3,284,036 in 2024 (2023 - \$882,929) with \$2,121,599 recognized as revenue (2023 - \$1,103,080). Additionally, \$3,151,871 of DFA revenue was recognized in 2024 (2023 - \$35,012) with an equal corresponding year end receivable balance.

27. Segmented Information

The City's operations and activities are organized into various funds and departments for management reporting. The costs related to the provision of services within a particular department or fund are disclosed in the segmented information presented below.

The General Fund includes services provided by the City such as general government services, protective services, development services, recreation and culture, transportation services and public works, and environmental health and public health services. The utility operations are comprised of the water, electrical and wastewater utilities, each accounting for its own operations and programs within their own funds.

Revenues within the General Fund have been allocated to the various activities where they are directly attributable to that department. Taxation and other revenues which are not directly related to a particular activity are reported under General Government Services and have not been apportioned to the other departments within the General Fund.

THE CORPORATION OF THE CITY OF GRAND FORKS

Notes to the Financial Statements

For the year ended December 31, 2024

General Government Services

General government operations are primarily funded by property taxation. The expenses within the department include those for legislative, general administration, finance, and communications.

Protective Services

Protective services are comprised of fire protection services, building inspection, bylaw enforcement and emergency response. Grand Forks Fire/Rescue provides fire and emergency services to both the City and rural area through a contract for services with the Regional District of Kootenay Boundary.

Environmental and Public Health Services

Environmental Health services include solid and yard waste collection services contracted through agreement between the City and the Regional District Of Kootenay Boundary. Public Health services relate to operation and maintenance of the cemetery.

Planning and Development Services

The Planning and Development services department provides engineering services support to facilities, parks, roads, water, wastewater and electrical for infrastructure projects, as well as planning support for subdivisions and development, ensuring compliance with zoning and land use provisions of the community plan.

Transportation Services and Public Works

The transportation and Public Works segment includes costs for the maintenance of city streets and sidewalks, snow removal services, airport operations, maintenance and operation of the vehicle fleet, and general administrative costs for Public Works. Expenses associated with the acquisition of land and the construction of flood protection works under the DMAF program, other than compensation costs, are also included in this segment.

Recreation, Culture and Public Real Estate

This segment includes costs related to the maintenance and repair of publicly owned buildings, in addition to costs for operation of parks and the City campground, and for community events support and fee for service agreements.

Electrical Utility

This segment includes all of the operating activities related to the provision of electrical services to the majority of properties within the City boundaries. Electricity is purchased from the FortisBC Inc. electrical utility for resale to the City's customers, while services are provided by the City's own electrical crews.

Water Utility

This segment includes all of the operating activities related to the treatment and distribution of water throughout the City.

Wastewater Utility

This segment includes all of the operating activities related to the collection and treatment of wastewater throughout the City.

THE CORPORATION OF THE CITY OF GRAND FORKS

Notes to the Financial Statements

For the year ended December 31, 2024

28. Financial Instruments

Financial Instrument Risk Management

The Municipality is exposed to credit risk, liquidity risk, and interest rate risk from its financial instruments. This note describes the Municipality's objectives, policies, and processes for managing and monitoring those risks. There have not been any changes from the prior year in the Municipality's exposure to the above risks or the policies, procedures and methods it uses to manage and monitor the risks.

Credit Risk

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. The Municipality is exposed to credit risk through its cash, accounts receivable, and portfolio investments.

The Municipality manages its cash and accounts receivable credit risk by credit approval processes, holding cash at provincially regulated financial institutions with 100% insured deposit protection and through the diversified nature of the residents of the Municipality. The Municipality measures its exposure to credit risk based on the duration accounts are outstanding and historical collection trends. The maximum exposure to credit risk at the financial statement date is the carrying value of its cash and accounts receivable as outlined in Note 3 and 5. Accounts receivable arise primarily as a result of utilities and due from other governments. Based on this knowledge, credit risk of cash and accounts receivable are assessed as low.

The Municipality manages exposure to credit risk for portfolio investments by ensuring adequate diversification and by maintaining its investments in the Municipal Finance Authority which meets the investment requirements of Section 183 of the Community Charter of the Province of BC. As a result, the Municipality has reduced exposure to market or value risk. The maximum exposure to credit risk at the financial statement date is the carrying value of its portfolio investments as outlined in Note 6.

Liquidity Risk

Liquidity risk is the risk that the Municipality will encounter difficulty in meeting obligations associated with financial liabilities. The Municipality is exposed to liquidity risk through its accounts payable, accrued liabilities and long-term debt.

The Municipality manages this risk by having in place a planning, budgeting and forecasting process to help determine the funds required to support the normal operating requirements. The Municipality's five-year financial plan is approved by the Mayor and Council, which includes operational activities and capital investments. The adoption of annual revenue anticipation bylaws also help manage this risk exposure. The Municipality measures its exposure to liquidity risk based on monitoring actual and forecasted cash flows.

Interest Rate Risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Municipality is exposed to interest rate risk through its long-term debt and the value of portfolio investments.

The Municipality manages interest rate risk on its long-term debt by holding all debt through MFA at a fixed rate. Therefore, fluctuations in market interest rates would not impact future cash flows and operations relating to long-term debt. See Note 12 for interest rates and maturity dates for long term debt.

Investments that are subject to interest rate risk are MFA pooled investment funds (see Note 6). The risk is caused by changes in interest rates. As interest rates rise, the fair value of the MFA pooled investment funds decrease and, as interest rates fall, the fair value of these investments increase. As a result of diversification by security type, only a portion of the overall investment portfolio is exposed to interest rate risk.

CORPORATION OF THE CITY OF GRAND FORKS
Schedule 1 - Schedule of Segmented Information

December 31, 2024

	General Fund										2024 Total	2023 Total		
	General Government Services	Protective Services	Environment and Public Health	Planning and Development Services	Transportation Services and Public Works	Recreation Culture & Public Real Estate	Electrical Utility	Water Utility	Wastewater Utility					
Revenue														
Taxation	\$ 4,479,890	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,479,890	\$ 4,303,958
Sale of services	181,001	-	334,675	25,205	24,413	99,902	5,689,357	1,115,106	1,049,596	-	-	-	8,519,255	7,895,096
Other revenues	352,092	-	1,376	43,212	-	275,435	23,104	4,693	4,571	-	-	-	704,483	759,792
Development cost charges	-	-	-	-	-	-	-	-	92,674	-	-	-	92,674	46,205
Government transfers	843,247	701,114	-	213,171	8,418,172	-	-	54,862	-	-	-	-	10,230,566	14,749,631
Contributions from others	-	6,373	-	-	-	-	-	-	-	-	-	-	6,373	334,796
Interest income	592,976	-	-	-	-	-	-	257	870	-	-	-	594,103	769,295
Investment income	-	-	-	-	5,904	-	-	2,457	26,377	-	-	-	34,738	32,067
Gain on disposal of capital assets	-	-	-	-	15,598	219,381	-	-	-	-	-	-	234,979	634,289
	6,449,206	707,487	336,051	281,588	8,464,087	594,718	5,712,461	1,177,375	1,174,088				24,897,061	29,525,129
Expenses														
Wages & benefits	1,568,744	779,578	63,634	620,957	1,024,520	439,029	532,401	226,073	370,443	-	-	-	5,625,379	5,587,319
General Services	117,611	94,528	51,590	13,370	26,055	12,000	17,434	9,699	13,061	-	-	-	355,348	376,572
Professional and Contract Services	278,742	122,982	246,680	108,214	185,837	191,852	46,072	38,903	73,143	-	-	-	1,292,425	1,430,977
Materials & Supplies	210,617	98,707	10,820	6,354	371,804	152,778	320,684	127,173	75,791	-	-	-	1,374,728	1,391,910
Telephone & Utilities	12,212	29,098	-	2,991	30,502	38,470	3,493	1,180	90,289	-	-	-	208,235	225,808
Insurance	33,728	8,881	1,087	-	77,781	147,265	8,829	32,863	34,164	-	-	-	344,598	311,663
Labour, utility and IT cost allocations	(595,366)	141,258	28,237	22,998	(455,901)	231,922	(11,801)	254,183	383,495	-	-	-	(975)	2,633
Purchased for resale	-	-	-	-	-	-	3,534,765	-	-	-	-	-	3,534,765	3,417,465
Grants & fee for service	-	-	-	-	-	371,817	-	-	-	-	-	-	371,817	384,291
Other expenses	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Amortization	-	-	-	-	24,289	-	-	15,055	83,972	-	-	-	123,316	114,641
Accretion	-	75,733	-	-	973,776	374,955	105,518	408,249	352,469	-	-	-	2,290,700	2,179,396
Loss on disposal of assets	-	-	-	-	-	(13,449)	-	(143,323)	-	-	-	-	(156,772)	68,687
Write-down of assets	-	-	-	-	-	216,230	-	-	-	-	-	-	216,230	55,018
	1,626,288	1,350,765	402,048	774,884	2,258,663	2,162,869	4,557,395	970,055	1,476,827				15,579,794	15,546,380
Net surplus (deficit)	\$ 4,822,918	\$ (643,278)	\$ (65,997)	\$ (493,296)	\$ 6,205,424	\$ (1,568,151)	\$ 1,155,066	\$ 207,320	\$ (302,739)	\$	\$	\$	\$ 9,317,267	\$ 13,978,749

THE CORPORATION OF THE CITY OF GRAND FORKS
Schedule 2 - Schedule of Tangible Capital Assets

December 31, 2024

	Cost			Accumulated Amortization			Closing Balance	Opening Balance	Amortization Expense	Transfers/ Disposals	Closing Balance	Net Book Value 2024	Net Book Value 2023
	Opening Balance	Additions	Transfers/ Disposals	Opening Balance	Expense	Transfers/ Disposals							
General													
Land	\$ 6,923,775	\$ -	(21,017)	\$ 6,902,758	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 6,902,758	\$ 6,923,775
Land improvements	432,302	18,191	-	450,493	21,623	-	172,174	150,551	21,623	-	172,174	278,319	281,751
Buildings	7,994,575	-	(376,053)	7,618,522	223,460	(159,823)	4,105,179	4,041,542	223,460	(159,823)	4,105,179	3,513,343	3,953,033
Buildings due to ARO	165,076	-	(31,515)	133,561	12,470	(2,895)	21,655	12,080	12,470	(2,895)	21,655	111,906	152,996
Machinery and equipment	3,769,476	641,525	-	4,411,001	226,085	-	2,589,562	2,363,477	226,085	-	2,589,562	1,821,439	1,405,999
Engineering structures	25,875,690	344,277	-	26,219,967	726,345	-	16,711,485	15,985,140	726,345	-	16,711,485	9,508,482	9,890,550
Storm structures	79,374	-	-	79,374	3,968	-	18,410	14,442	3,968	-	18,410	60,964	64,932
Protective services vehicles	1,854,845	99,468	-	1,954,313	75,733	-	1,166,542	1,090,809	75,733	-	1,166,542	787,771	764,036
Public works vehicles	3,456,553	871,413	(487,093)	3,840,873	134,779	(460,310)	2,267,977	2,593,508	134,779	(460,310)	2,267,977	1,572,896	863,045
Assets under construction	38,309,248	11,226,588	(2,019,075)	47,516,761	-	-	-	-	-	-	-	47,516,761	38,309,248
	88,860,914	13,201,462	(2,934,753)	99,127,623	1,424,463	(623,028)	27,052,984	26,251,549	1,424,463	(623,028)	27,052,984	72,074,639	62,609,365
Water Utility													
Plant and equipment	11,405,731	245,968	-	11,651,699	346,763	-	7,499,236	7,152,473	346,763	-	7,499,236	4,152,463	4,253,258
Plant and equipment due to ARO	1,312,072	-	-	1,312,072	61,488	-	123,968	62,480	61,488	-	123,968	1,188,104	1,249,592
Assets under construction	24,308	256,628	(201,766)	79,170	-	-	-	-	-	-	-	79,170	24,308
	12,742,111	502,596	(201,766)	13,042,941	408,251	-	7,623,204	7,214,953	408,251	-	7,623,204	5,419,737	5,527,158
Electrical Utility													
Plant and equipment	4,579,201	-	-	4,579,201	105,517	-	2,738,889	2,633,372	105,517	-	2,738,889	1,840,312	1,945,829
Assets under construction	-	18,686	-	18,686	-	-	-	-	-	-	-	18,686	-
	4,579,201	18,686	-	4,597,887	105,517	-	2,738,889	2,633,372	105,517	-	2,738,889	1,858,998	1,945,829
Wastewater Utility													
Plant and equipment	15,124,767	172,572	-	15,297,339	352,469	-	6,040,814	5,688,345	352,469	-	6,040,814	9,256,525	9,436,422
Assets under construction	46,205	265,246	(172,572)	138,879	-	-	-	-	-	-	-	138,879	46,205
	15,170,972	437,818	(172,572)	15,436,218	352,469	-	6,040,814	5,688,345	352,469	-	6,040,814	9,395,404	9,482,627
	\$ 121,353,198	\$ 14,160,562	\$ (3,309,091)	\$ 132,204,669	\$ 2,290,700	\$ (623,028)	\$ 43,455,891	\$ 41,788,219	\$ 2,290,700	\$ (623,028)	\$ 43,455,891	\$ 88,748,778	\$ 79,564,979

CORPORATION OF THE CITY OF GRAND FORKS
Schedule 3 - Schedule of Growing Communities Fund
(Unaudited)

The Province of British Columbia distributed conditional GCF grants to communities at the end of March 2023 to help local governments build community infrastructure and amenities to meet the demands of population growth. The GCF provided a one-time total of \$1 billion in grants to all 161 municipalities and 27 regional districts in British Columbia.

The City of Grand Forks received \$1,981,000 of GCF funding in March 2023.

Balance, beginning of year	\$ 2,062,556
Interest earned	104,285
Eligible costs	-
Unspent balance, December 31, 2024	<u>\$ 2,166,841</u>

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