

THE CORPORATION OF THE CITY OF GRAND FORKS



Settle down.

7217 – 4TH STREET, BOX 220 · GRAND FORKS, BC V0H 1H0 · FAX 250-442-8000 · TELEPHONE 250-442-8266

June 30, 2016

Ministry of Community Services
Local Government Infrastructure and Finance
PO Box 9838 Stn Prov Govt
(4th Floor – 800 Johnson Street)
Victoria, B.C. V8W 9T1

RE: City of Grand Forks 2015 Statement of Financial Information

Please find enclosed, a package containing the following information:

1. The Ministry' SOFI checklist and supporting Schedules, including audited Financial Statements for the year ended December 31, 2015
2. Statement of Financial Information Approval signed by the Chief Financial Officer, and the Mayor on behalf of Council

Should you have any questions regarding this matter, please direct your inquiries to the undersigned at (250) 442-8266.

Yours truly,

A handwritten signature in blue ink that reads "R. Shepherd".

Roxanne Shepherd, BBA, CGA
Chief Financial Officer

enclosures



Settle down.

CORPORATION OF THE CITY OF GRAND FORKS
December 31, 2015

STATEMENT OF FINANCIAL INFORMATION APPROVAL

The undersigned, as authorized by the Financial Information Regulation, Schedule 1, subsection 9(2), approves all the statements and schedules included in the Statement of Financial Information produced under the Financial Information Act

R. Shepherd

Roxanne Shepherd, BBA, CGA
Chief Financial Officer

Frank Konrad

Frank Konrad, Mayor
On behalf of City Council

JUNE 28, 2016

Date:

JUNE 27, 2016

Date:

Financial Information Regulation, Schedule 1 Checklist – Statement of Financial Information (SOFI)

For the Corporation:

Corporate Name: Corporation of The City of Grand Forks Contact Name: Roxanne Shepherd, BBA, CGA
 Fiscal Year End: December 31, 2015 Phone Number: (250) 442-8266
 Date Submitted: June 30, 2016 E-mail: rshepherd@grandforks.ca

For the Ministry:

Ministry Name: _____ Reviewer: _____
 Date Received: _____ Deficiencies: Yes No
 Date Reviewed: _____ Deficiencies Addressed: Yes No
 Approved (SFO): _____ Further Action Taken: _____

Distribution: Legislative Library Ministry Retention

FIR Schedule 1 Section	Item	Yes	No	N/A	Comments
General					
1 (1) (a)	Statement of assets and liabilities	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	Audited Financial Statements
1 (1) (b)	Operational statement	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	Audited Financial Statements
1 (1) (c)	Schedule of debts	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
1 (1) (d)	Schedule of guarantee and indemnity agreements	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	
1 (1) (e)	Schedule of employee remuneration and expenses	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
1 (1) (f)	Schedule of suppliers of goods and services	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
1 (3)	Statements prepared on a consolidated basis or for each fund, as appropriate	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	Audited Financial Statements
1 (4) 1 (5)	Notes to the financial statements for the statements and schedules listed above	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	Audited Financial Statements

FIR Schedule 1 Section	Item	Yes	No	N/A	Comments
Statement of Assets & Liabilities					
2	<ul style="list-style-type: none"> • A balance sheet prepared in accordance with GAAP or stated accounting principles / policies, and • Show changes in equity and surplus or deficit due to operations 	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	Audited Financial Statements
Operational Statement					
3 (1)	<p>Prepared in accordance with GAAP or stated accounting principles / policies and consists of:</p> <ul style="list-style-type: none"> • a Statement of Income or Statement of Revenue and Expenditures, and • a Statement of Changes in Financial Position 	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	Audited Financial Statements
3 (2) 3 (3)	<ul style="list-style-type: none"> • The Statement of Changes in Financial Position may be omitted if it provides no additional information • The omission must be explained in the notes 	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	
3 (4)	Community colleges, school districts, and municipalities must prepare a Statement of Changes in Financial Position for the Capital Fund	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
Schedule of Debts					
4 (1) (a) 4 (2)	List each long-term debt (secured by debentures, mortgages, bonds, etc.), stating the amount outstanding, the interest rate, and the maturity date	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	Audited Financial Statements
4 (1) (b)	Identify debts covered by sinking funds or reserves and amounts in these accounts	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	Audited Financial Statements
4 (3) 4 (4)	<ul style="list-style-type: none"> • The schedule may be omitted if addressed under section 2 or 5 and it provides no additional information • The omission must be explained in a note to the schedule 	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	

FIR Schedule 1 Section	Item	Yes	No	N/A	Comments
Schedule of Guarantee and Indemnity Agreements					
5 (1)	List financial agreements that required government approval prior to being given (see Guarantees and Indemnities Regulation in FIA Guidance Package)	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	
5 (2)	State the entities involved, and the specific amount involved if known	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	
5 (3) 5 (4)	<ul style="list-style-type: none"> • The schedule may be omitted if addressed under section 2 or 4 and it provides no additional information • The omission must be explained in a note to the schedule 	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	
Schedule of Remuneration and Expenses (See Guidance Package for suggested format)					
6 (2) (a)	List separately, by name and position, the total remuneration and the total expenses for each elected official, member of the board of directors, and employee appointed by Cabinet	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
6 (2) (b)	List alphabetically each employee whose total remuneration exceeds \$75,000 and the total expenses for each [excluding the persons listed under 6 (2) (a)]	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
6 (2) (c)	Include a consolidated total for employees whose remuneration is \$75,000 or less [excluding the persons listed under 6 (2) (a)]	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
6 (2) (d)	Reconcile or explain any difference between total remuneration in this schedule and related information in the operational statement	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
6 (3)	Exclude personal information other than name, position, function or remuneration and expenses of employees	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	

FIR Schedule 1 Section	Item	Yes	No	N/A	Comments
Schedule of Remuneration and Expenses (See Guidance Package for suggested format)					
6 (6)	Report the employer portion of EI and CPP as a supplier payment to the Receiver General for Canada rather than as employee remuneration	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
6 (7) (a) 6 (7) (b)	Include a statement of severance agreements providing: <ul style="list-style-type: none"> • the number of severance agreements under which payment commenced in the fiscal year being reported on for non-union employees, and • the range of equivalent months' compensation for them (see Guidance Package for suggested format)	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	There was one severance agreement under which payment was made in the year.
6 (8)	Provide the reason for omitting a statement of severance agreements in a note to the schedule of remuneration and expenses	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	
Schedule of Suppliers of Goods or Services (See Guidance Package for suggested format)					
7 (1) (a)	List in alphabetical order all suppliers of goods and services who received aggregate payments exceeding \$25,000	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
7 (1) (b)	Include a consolidated total of all payments to suppliers who received \$25,000 or less	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
7 (1) (c)	Reconcile or explain any difference between the consolidated total and related figures in the operational statement	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
7 (2) (b)	Include a statement of payments for the purposes of grants or contributions	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	

FIR Schedule 1 Section	Item	Yes	No	N/A	Comments
Inactive Corporations					
8 (1)	The ministry reports for the corporation if the corporation is not operating to the extent required to produce a SOFI	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	
8 (2) (a)	The ministry's report contains the statements and schedules required under section 1 (1), to the extent possible	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	
8 (2) (b)	The ministry's report contains a statement of the operational status of the corporation (see Guidance Package regarding what to include)	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	
Approval of Financial Information					
9 (1)	Corporations other than municipalities – the SOFI is signed as approved by the board of directors or the governing body (see Guidance Package for example)	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	
9 (2)	Municipalities – the SOFI is approved by its council and by the officer assigned responsibility for financial administration (see Guidance Package for example)	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
9 (3)	A management report is included, signed by the head and chief financial officer, or by the municipal officer assigned responsibility for financial administration (see examples in annual report at http://www.gov.bc.ca/cas/popt/)	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	Audited Financial Statements
9 (4)	The management report explains the roles and responsibilities of the board of directors or governing body, audit committee, management, and the auditors	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
9 (5)	Signature approvals required in section 9 are for each of the statements and schedules of financial information, not just the financial statements	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	



Settle down.

**CORPORATION OF THE CITY OF GRAND FORKS
For the year ended December 31, 2015**

STATEMENT OF FINANCIAL INFORMATION

Financial Statements of

THE CORPORATION OF THE CITY OF GRAND FORKS

December 31, 2015

THE CORPORATION OF THE CITY OF GRAND FORKS
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December 31, 2015

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May 9, 2016

Nelson, B.C.

Responsibility For Financial Reporting

Management is responsible for the preparation of the accompanying consolidated financial statements. The financial statements have been prepared in accordance with the accounting principles disclosed in note 1 to the consolidated financial statements and include amounts that are based on estimates and judgments. Management believes that the financial statements fairly present The Corporation of the City of Grand Forks' consolidated financial position and results of operations. The integrity of the information presented in the financial statements, including estimates and judgments relating to matters not concluded by fiscal year-end, is the responsibility of management. The financial statements have been approved by Council.

Management has established and maintained appropriate systems of internal control including policies and procedures, which are designed to provide reasonable assurance that The Corporation of the City of Grand Forks' assets are safeguarded and that reliable financial records are maintained to form a proper basis for preparation of the financial statements.

The independent external auditors, Berg Lehmann, Chartered Professional Accountants, have been appointed by Council to express an opinion as to whether the consolidated financial statements present fairly, in all material respects, The Corporation of the City of Grand Forks' financial position, results of operations, and changes in financial position in conformity with the accounting principles disclosed in note 1 to the consolidated financial statements. The report of Berg Lehmann, Chartered Professional Accountants, follows and outlines the scope of their examination and their opinion on the consolidated financial statements.



Roxanne Shepherd
Chief Financial Officer

Berg
Lehmann

Chartered
Professional Accountants
& Business Advisors

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Nelson BC
V1L 4K7

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INDEPENDENT AUDITORS' REPORT

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

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

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian Public Sector accounting standards and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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

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

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

Berg
Lehmann

INDEPENDENT AUDITORS' REPORT (continued)

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

Chartered
Professional Accountants
& Business Advisors

513 Victoria Street
Nelson BC
V1L 3K7

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Opinion

In our opinion, the consolidated financial statements present fairly, in all material respects, the financial position of The Corporation of the City of Grand Forks as at December 31, 2015, and its financial performance and its cash flows for the year then ended in accordance with Canadian Public Sector accounting standards.



Chartered Professional Accountants

May 9, 2016

Nelson, B.C.

THE CORPORATION OF THE CITY OF GRAND FORKS
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
As At December 31, 2015

	2015	2014
FINANCIAL ASSETS		
Cash (note 2)	\$ 8,213,970	\$ 6,634,971
Temporary investment	-	549,366
Deposit	-	399,277
Accounts receivable	2,545,851	3,084,382
MFA deposit (note 3)	29,837	29,092
Inventories for resale	41,771	33,437
Lease receivable (note 4)	135,243	155,034
	<u>10,966,672</u>	<u>10,885,559</u>
LIABILITIES		
Accounts payable and accrued liabilities	1,471,405	2,401,955
Employee future benefits (note 5)	393,011	464,415
Deferred revenues - grants and other (note 6)	56,238	95,524
Deferred revenues - prepaid taxes	277,549	288,797
Temporary loan (note 7)	1,246,589	263,159
Development cost charges (note 8)	510,146	504,470
Long-term debt and capital lease obligations (note 9)	1,969,149	2,148,072
	<u>5,924,087</u>	<u>6,166,392</u>
NET FINANCIAL ASSETS	<u>5,042,585</u>	<u>4,719,167</u>
NON-FINANCIAL ASSETS		
Prepaid expenses	164,656	128,973
Inventory of supplies	180,422	294,827
Tangible capital assets (note 10)	27,621,130	27,150,860
	<u>27,966,208</u>	<u>27,574,660</u>
ACCUMULATED SURPLUS	<u>\$ 33,008,793</u>	<u>\$ 32,293,827</u>
Represented by:		
Operating funds equity (note 11)	\$ 4,977,636	\$ 3,898,255
Reserve funds (note 12)	3,625,765	3,655,944
Equity in tangible capital assets (note 13)	24,405,392	24,739,628
	<u>\$ 33,008,793</u>	<u>\$ 32,293,827</u>
CONTINGENT LIABILITIES (note 20)		
COMMITMENT (note 21)		



Chief Financial Officer

THE CORPORATION OF THE CITY OF GRAND FORKS
CONSOLIDATED STATEMENT OF OPERATIONS
For the Year Ended December 31, 2015

	2015 Budget Unaudited	2015 Actual	2014 Actual
REVENUE			
Taxes	\$ 3,250,610	\$ 3,236,924	\$ 3,099,939
Sales of services (note 15)	6,785,381	6,655,370	6,607,317
Other revenues	534,180	626,162	558,516
Government and other grants - operating	527,658	605,567	1,377,914
Government and other grants - capital	2,544,993	723,565	714,351
Interest income	69,300	94,542	101,155
Investment income on sinking fund	-	17,794	12,795
Insurance proceeds for operating expenditures	-	220,250	1,724,787
Gain on disposition of assets	-	76,352	68,072
	13,712,122	12,256,526	14,264,846
EXPENDITURES			
General government	1,207,593	1,290,364	2,846,512
Public real estate	278,734	291,072	276,514
Protective service	620,724	614,252	534,199
Transportation services	1,369,526	942,340	1,206,865
Environmental health services	186,000	186,294	179,064
Public health and welfare	110,054	77,883	80,873
Planning and development	417,360	475,696	268,220
Recreation and cultural services	829,846	754,272	749,248
Utility services			
Electrical	3,955,000	3,801,465	3,585,547
Water	797,000	700,509	709,950
Sewer	672,200	668,733	642,306
Debt interest	95,537	110,377	97,780
Amortization	1,607,204	1,628,303	1,563,310
	12,146,778	11,541,560	12,740,388
ANNUAL SURPLUS	1,565,344	714,966	1,524,458
ACCUMULATED SURPLUS, BEGINNING OF YEAR	32,293,827	32,293,827	30,769,369
ACCUMULATED SURPLUS, END OF YEAR	\$ 33,859,171	\$ 33,008,793	\$ 32,293,827

RECONCILIATION TO BUDGET (note 18)



Chief Financial Officer

THE CORPORATION OF THE CITY OF GRAND FORKS
CONSOLIDATED STATEMENT OF CHANGES IN NET FINANCIAL ASSETS
For the Year Ended December 31, 2015

	2015	2014
ANNUAL SURPLUS	\$ 714,966	\$ 1,524,458
Acquisition of tangible capital assets	(2,189,133)	(2,214,126)
Amortization of tangible capital assets	1,628,303	1,563,310
Gain on sale of assets	(76,352)	(68,072)
Proceeds from sale of assets	166,912	77,373
Net change in prepaid expenses and supplies inventory	78,722	(93,227)
INCREASE IN NET FINANCIAL ASSETS	323,418	789,716
NET FINANCIAL ASSETS, BEGINNING OF YEAR	4,719,167	3,929,451
NET FINANCIAL ASSETS, END OF YEAR	\$ 5,042,585	\$ 4,719,167



Chief Financial Officer

THE CORPORATION OF THE CITY OF GRAND FORKS
CONSOLIDATED STATEMENT OF CASH FLOWS
For the Year Ended December 31, 2015

	2015	2014
OPERATING TRANSACTIONS		
Annual surplus	\$ 714,966	\$ 1,524,458
Non-cash items		
Amortization	1,628,303	1,563,310
Gain on sale of tangible capital assets	(76,352)	(68,072)
Actuarial adjustment	(17,794)	(12,795)
Change in prepaid expenses and supplies inventory	78,722	(93,227)
Change in Net Financial Assets/Liabilities		
Change in accounts receivable	538,531	(868,993)
Change in MFA debt deposits	(745)	(820)
Change in inventories for resale	(8,334)	14,541
Change in lease receivable	19,791	18,912
Change in accounts payable and accrued liabilities	(930,550)	756,908
Change in employee future benefits	(71,404)	42,978
Change in deferred revenues	(39,286)	(1,451,091)
Change in development cost charges	5,676	6,759
Change in deposit	388,029	(399,277)
Cash Provided by Operating Transactions	2,229,553	1,033,591
CAPITAL TRANSACTIONS		
Purchase of tangible capital assets	(2,189,133)	(2,214,126)
Proceeds from sale of tangible capital assets	166,912	77,373
Cash Applied to Capital Transactions	(2,022,221)	(2,136,753)
INVESTING TRANSACTIONS		
Decrease (increase in investments)	549,366	(549,366)
FINANCING TRANSACTIONS		
Temporary loan	983,430	263,159
Repayment of long-term debt	(161,129)	(201,469)
Cash Received from Financing Transactions	822,301	61,690
INCREASE (DECREASE) IN CASH	1,578,999	(1,590,838)
CASH, BEGINNING OF YEAR	6,634,971	8,225,809
CASH, END OF YEAR	\$ 8,213,970	\$ 6,634,971



Chief Financial Officer

THE CORPORATION OF THE CITY OF GRAND FORKS
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
As At December 31, 2015

1. SIGNIFICANT ACCOUNTING POLICIES

The following is a summary of the significant accounting policies of The Corporation of the City of Grand Forks:

Basis of Presentation

It is the City's policy to follow the accounting principles generally accepted for municipalities in the Province of British Columbia, and to apply such principles consistently. The consolidated financial statements include the accounts of all funds for the City. All interfund transfers have been eliminated. They have been prepared using guidelines issued by the Public Sector Accounting Board (PSAB) of the Canadian Institute of Chartered Professional Accountants.

Basis of Accounting

The resources and operations of the City are segregated into various funds for accounting and financial reporting purposes, each being treated as a separate entity with responsibility for the stewardship of the assets allocated to it. The City has the following funds:

- i) **Operating Funds:** These funds include the General, Electrical, Water and Sewer operations of the City. They are used to record the operating costs of the services provided by the City.
- ii) **Capital Funds:** These funds include the General, Electrical, Water and Sewer Capital funds. They are used to record the acquisition and disposal of property and equipment and their related financing.
- iii) **Reserve Funds:** Under the Community Charter, City Council may, by bylaw, establish reserve funds for specified purposes. Money in a reserve fund, and interest earned thereon, must be expended by bylaw only for the purpose for which the fund was established. If the amount in a reserve fund is greater than required, City Council may, by bylaw, transfer all or part of the balance to another reserve fund.

Inventories

Inventories are recorded at the lower of cost or net realizable value.

Revenue Recognition

The City records revenue on the accrual basis and includes revenue in the period in which the transactions or events that give rise to the revenues occur. Taxation revenues are recognized at the time of the issuing of the property tax notices for the fiscal year. Sale of services and utility fee revenues are recognized when the service or product is rendered by the City.

Government transfers are recognized as revenues when the transfer is authorized and any eligibility criteria are met, except to the extent that transfer stipulations give rise to an obligation that meets the definition of a liability. Transfers are recognized as deferred revenue when transfer stipulations give rise to a liability. Transfer revenue is recognized in the statement of operations as the stipulation liabilities are settled

Contributions from other sources are deferred when restrictions are in place and recognized as revenue when used for the specific purpose.

THE CORPORATION OF THE CITY OF GRAND FORKS
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)
As At December 31, 2015

1. SIGNIFICANT ACCOUNTING POLICIES (continued)

Tangible Capital Assets

Tangible capital assets are recorded at cost less accumulated amortization and are classified according to their functional use. Amortization is recorded on a straight-line basis over the estimated useful life commencing in the year the asset is put into service. Donated tangible capital assets are reported at the fair value at the time of donation. The estimated useful lives are as follows:

Building	40 - 75 years
Building improvements	10 - 40 years
Fixtures, furniture, equipment and vehicles	5 - 20 years
IT infrastructure	4 - 10 years
Land improvements	10 - 50 years
Parks infrastructure	15 - 50 years
Paving and roads	10 - 100 years
Sewer infrastructure	10 - 100 years
Water infrastructure	10 - 100 years

Financial Instruments

The City's financial instruments consist of cash, deposits, temporary investments, accounts receivable, accounts payable, capital lease obligations and long-term debt. It is management's opinion that the City is not exposed to significant interest, currency, or credit risks arising from these financial instruments. The fair values of these financial instruments approximate their carrying values.

Budget Figures

The budgeted figures are based on the adopted Five-Year Financial Plan for the year 2015 approved by council under bylaw 2008 on April 7, 2015.

Use of Estimates

The preparation of financial statements in accordance with generally accepted accounting principles, requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenditures during the reporting period. Significant areas requiring estimates include the useful lives of tangible capital assets for amortization, the determination of payroll and employee future benefit accruals and the provision for contingencies. Actual results could differ from management's best estimates as additional information becomes available in the future.

THE CORPORATION OF THE CITY OF GRAND FORKS
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)
As At December 31, 2015

2. CASH

	2015	2014
Restricted cash		
Reserves	\$ 3,564,582	\$ 3,729,136
Deferred development cost funds	<u>510,146</u>	<u>504,470</u>
	4,074,728	4,233,606
Unrestricted cash and investments	<u>4,139,242</u>	<u>2,401,365</u>
	\$ 8,213,970	\$ 6,634,971

3. DEBT RESERVE FUNDS - MUNICIPAL FINANCE AUTHORITY

The Municipal Finance Authority of British Columbia provides capital financing for regional districts and their member municipalities. The Authority is required to establish a Debt Reserve Fund. Each regional district through its member municipalities who share in the proceeds of the debt issue is required to pay into the Debt Reserve Fund certain amounts set out in the debt agreements. The interest earned by the Fund less administrative expenses becomes an obligation to the regional districts. If at any time a regional district has insufficient funds to meet payments on its obligations, it must then use the monies to its credit within the Debt Reserve Fund. Upon maturity of a debt issue, the unused portion of the Debt Reserve Fund established for that issue will be discharged to the Municipality. The proceeds from these discharges will be credited to income in the year they are received. As at December 31, 2015 the total of the Debt Reserve Fund was:

	Demand Notes	Cash Deposits	Balance
Sewer fund	\$ 52,185	\$ 22,872	\$ 75,057
General fund	<u>28,501</u>	<u>6,965</u>	<u>35,466</u>
	\$ 80,686	\$ 29,837	\$ 110,523

Only the cash portion of MFA deposits is included as a financial asset.

THE CORPORATION OF THE CITY OF GRAND FORKS
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)
As At December 31, 2015

4. LEASE RECEIVABLE

The City has entered into a long-term capital lease agreement with the Regional District of Kootenay Boundary for the lease of a building and lands. The term of the agreement is 12 years commencing August 1, 2010. Annual payments are \$27,000 including interest at 4.65%. Interest of \$7,209 (2014 - \$8,088) was received during the year.

5. EMPLOYEE FUTURE BENEFITS

The City provides a benefit to its unionized employees upon retirement. Those eligible employees who retire from service shall receive an amount equal to their accumulated sick leave credits, up to, but not exceeding, 150 days. Employees absent for medical reasons have wages charged against, and deducted from the sick leave accumulated. Upon retirement, any unionized employee having accumulated sick leave is eligible to receive a cash gratuity payment. The payment amount is a percentage of accumulated sick leave based on years of service. The City has committed to fully funding this future benefit over the years of the employees' current service.

6. DEFERRED REVENUE - GRANTS AND OTHER

	Balance, Beginning of Year	Contributions Eligible Received	Expenditures	Balance, End of Year
Library maintenance contract	\$ 44,379	\$ 10,000	\$ 28,279	\$ 26,100
Unexpended conditional grants	25,758	1,650	5,288	22,120
Victim assistance	19,048	35,844	53,649	1,243
Miscellaneous deposits	6,339	6,575	6,139	6,775
	\$ 95,524	\$ 54,069	\$ 93,355	\$ 56,238

7. TEMPORARY LOAN

Bylaw 1998 and Bylaw 1950 authorize the City to temporary borrowing of an amount or amounts not exceeding the sum of \$5,500,000 as required. The temporary loan bears daily interest at 1.78% with interest only payments paid monthly.

THE CORPORATION OF THE CITY OF GRAND FORKS
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)
As At December 31, 2015

8. DEVELOPMENT COST CHARGES

Development cost charges represent funds received from developers for capital costs in accordance with Bylaw 1425. Development cost charges are deferred and recognized as revenues when the related costs are incurred.

	2015	2014
Development cost charges - water	\$ 180,762	\$ 178,751
Development cost charges - sewer	326,970	323,332
Development cost charges - parkland reserve	<u>2,414</u>	<u>2,387</u>
	<u>\$ 510,146</u>	<u>\$ 504,470</u>

9. LONG-TERM DEBT AND CAPITAL LEASE OBLIGATIONS

	Balance, beginning of year	Additions	Payment of Principal	Actuarial Adjustment	Balance, end of year
General #1863	\$ 274,435	\$ -	\$(41,646)	\$(9,023)	\$ 223,766
General #1887	55,155	-	(3,496)	(594)	51,065
Sewer #1498	67,394	-	(6,495)	(5,817)	55,082
Sewer #1873	<u>1,697,920</u>	-	<u>(59,000)</u>	<u>(2,360)</u>	<u>1,636,560</u>
Total MFA debt	2,094,904	-	(110,637)	(17,794)	1,966,473
MFA general capital lease obligations	<u>53,168</u>	-	<u>(50,492)</u>	-	<u>2,676</u>
Total	<u>\$ 2,148,072</u>	\$ -	<u>\$(161,129)</u>	<u>\$(17,794)</u>	<u>\$ 1,969,149</u>

The requirements for future repayments of principal, including actuarial adjustments, on existing MFA debt for the next five years are estimated as follows:

	General Capital	Sewer Capital	Total Capital
2016	\$ 56,947	\$ 76,685	\$ 133,632
2017	\$ 59,226	\$ 79,820	\$ 139,046
2018	\$ 61,594	\$ 83,084	\$ 144,678
2019	\$ 64,058	\$ 86,481	\$ 150,539
2020	\$ 4,976	\$ 74,654	\$ 79,630

THE CORPORATION OF THE CITY OF GRAND FORKS
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)
As At December 31, 2015

9. LONG-TERM DEBT AND CAPITAL LEASE OBLIGATIONS (continued)

The requirements for future repayments of principal on existing capital lease obligations for the next year is estimated as follows:

2016		<u>\$ 2,697</u>
Total minimum lease payments		\$ 2,697
Less amount representing interest		<u>21</u>
		<u>\$ 2,676</u>

10. TANGIBLE CAPITAL ASSETS

	2015			2014 Net Book Value
	Cost	Accumulated Amortization	Net Book Value	
General Capital Fund				
Land	\$ 1,671,262	\$ -	\$ 1,671,262	\$ 1,690,090
Land improvements	19,775	396	19,379	19,775
Buildings	6,003,737	2,801,504	3,202,233	3,351,296
Engineering structures	20,664,602	10,866,555	9,798,047	10,121,333
Machinery and equipment	2,234,920	1,224,764	1,010,156	1,088,364
Equipment fleet - emergency	1,838,561	447,604	1,390,957	397,982
Equipment fleet - public works	<u>3,327,835</u>	<u>2,319,790</u>	<u>1,008,045</u>	<u>1,027,502</u>
	<u>35,760,692</u>	<u>17,660,613</u>	<u>18,100,079</u>	<u>17,696,342</u>
Assets under capital lease	<u>38,153</u>	<u>23,814</u>	<u>14,339</u>	<u>175,592</u>
	<u>35,798,845</u>	<u>17,684,427</u>	<u>18,114,418</u>	<u>17,871,934</u>
Waterworks Utility Capital Fund	8,666,399	4,485,896	4,180,503	4,042,064
Electrical Utility Capital Fund	2,736,250	1,640,010	1,096,240	980,061
Sewer Utility Capital Fund	<u>7,980,034</u>	<u>3,750,065</u>	<u>4,229,969</u>	<u>4,256,801</u>
Total Tangible Capital Assets	<u>\$ 55,181,528</u>	<u>\$ 27,560,398</u>	<u>\$ 27,621,130</u>	<u>\$ 27,150,860</u>

THE CORPORATION OF THE CITY OF GRAND FORKS
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)
As At December 31, 2015

11. OPERATING FUNDS SURPLUS

	2015	2014
Unrestricted surplus:		
General operating fund	\$ 1,592,696	\$ 1,014,909
Electrical utility operating fund	1,628,194	1,606,081
Sewer utility operating fund	1,146,584	1,054,530
Water utility operating fund	<u>573,008</u>	<u>222,735</u>
 Total unrestricted surplus	 <u>4,940,482</u>	 <u>3,898,255</u>
Internally restricted surplus:		
Future elections funding	5,000	-
EOC Fire Department	<u>32,154</u>	<u>-</u>
 Total internally restricted surplus	 <u>37,154</u>	 <u>-</u>
 Total operating funds surplus	 <u>\$ 4,977,636</u>	 <u>\$ 3,898,255</u>

During the year, the City set aside \$5,000 for future elections funding as well as net income from the EOC Fire Department for use in future years.

12. RESERVE FUNDS CONTINUITY

	Balance Beginning of Year	Transfers from other Funds	Transfers to other Funds	Interest Earned	Balance End of Year
Capital reserve	\$ 101,234	\$ 233,000	\$ 179,967	\$ 1,553	\$ 155,820
Cash in lieu of parking	4,178	-	130	54	4,102
Climate action reserve	22,629	6,764	-	181	29,574
Community works gas tax	966,459	213,419	291,491	11,263	899,650
Equipment replacement	573,448	-	52,656	6,369	527,161
Land sale	566,290	119,590	190,763	6,295	501,412
Tax sale land	62,531	-	-	704	63,235
Slag sale	<u>1,359,175</u>	<u>246,721</u>	<u>177,374</u>	<u>16,289</u>	<u>1,444,811</u>
	<u>\$ 3,655,944</u>	<u>\$ 819,494</u>	<u>\$ 892,381</u>	<u>\$ 42,708</u>	<u>\$ 3,625,765</u>

THE CORPORATION OF THE CITY OF GRAND FORKS
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)
As At December 31, 2015

13. EQUITY IN TANGIBLE CAPITAL ASSETS

Equity in Tangible Capital Assets (TCA) represents the net book value of total capital assets less long-term obligations assumed to acquire those assets. The change in consolidated equity in tangible capital assets is as follows:

	2015	2014
Equity in TCA, beginning of year	\$ 24,739,628	\$ 24,147,008
Add:		
Capital acquisitions	2,189,133	2,214,126
Debt principal repayments	161,129	201,469
Actuarial adjustment	17,794	12,795
Gain on dispositions of assets	76,352	68,072
Less:		
Proceeds from issue of temporary and long-term debt	(983,430)	(263,159)
Proceeds on sale	(166,911)	(77,373)
Amortization	<u>(1,628,303)</u>	<u>(1,563,310)</u>
Equity in TCA, end of year	<u>\$ 24,405,392</u>	<u>\$ 24,739,628</u>
Represented by:		
General capital fund	\$ 17,188,766	\$ 17,442,946
Electrical utility capital fund	1,096,240	980,061
Sewer utility capital fund	2,424,466	2,483,366
Water utility capital fund	<u>3,695,920</u>	<u>3,833,255</u>
Equity in TCA, end of year	<u>\$ 24,405,392</u>	<u>\$ 24,739,628</u>

14. MUNICIPAL PENSION PLAN

The City and its employees contribute to the Municipal Pension Plan (the Plan), a jointly trusted pension plan. The Board of Trustees, representing Plan members and employers, is responsible for overseeing the management of the Pension Plan, including investment of the assets and administration of benefits. The Pension Plan is a multi-employer contributory Pension Plan. Basic pension benefits provided are based on a formula. The Plan has about 182,000 active members and approximately 75,000 retired members. Active members include approximately 36,000 contributors from local governments.

The most recent valuation as at December 31, 2012 indicated a \$1,370 million funding deficit for basic pension benefits. The next valuation will be as at December 31, 2015 with results available in 2016.

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

The Corporation of the City of Grand Forks paid \$285,161 (2014 - \$265,984) for employer contributions to the Plan in fiscal 2015.

THE CORPORATION OF THE CITY OF GRAND FORKS
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)
As At December 31, 2015

15. SALE OF SERVICES

	2015	2014
Garbage collection and landfill contract	\$ 197,023	\$ 209,134
Cemetery	17,737	28,684
Airport (net of cost of fuel sold)	47,032	22,303
Transportation custom work orders	-	8,287
Planning and development	2,250	10,500
Campground	48,571	46,055
Sundry	5,817	4,890
Slag	246,721	235,063
Electrical utility user and connection fees	4,442,886	4,377,623
Sewer utility user and connection fees	805,701	817,363
Waterworks utility user and connection fees	841,632	847,415
	\$ 6,655,370	\$ 6,607,317

16. COLLECTION FOR OTHER GOVERNMENTS

The City collected and remitted the following taxes on behalf of other Governments. These are not included in the City's financial statements.

	2015	2014
Provincial Government - School Taxes	\$ 1,558,723	\$ 1,583,046
Provincial Government - Police Tax Levy	215,036	211,395
British Columbia Assessment Authority	44,823	46,847
Regional Hospital Districts	173,372	180,527
Municipal Finance Authority	123	-
Regional District of Kootenay Boundary	1,367,804	1,380,316
	\$ 3,359,881	\$ 3,402,131

THE CORPORATION OF THE CITY OF GRAND FORKS
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)
As At December 31, 2015

17. TRUST FUNDS

Funds held in trust and administered by the City are as follows:

	2015	2014
Assets		
Cash	\$ 160,890	\$ 158,365
Due from (to) the General Operating Fund	(1,773)	46
	\$ 159,117	\$ 158,411
Trust Fund Balances		
Cemetery care	\$ 148,799	\$ 145,519
Employee assistance program	10,318	12,892
	\$ 159,117	\$ 158,411

Trust funds are not included in the City's financial statements.

18. RECONCILIATION TO BUDGET

The following reconciles the budgeted surplus as shown on the consolidated statement of operations to the budget as presented in bylaw 2008 adopted on April 7, 2015.

	2015
Annual budgeted surplus per consolidated statement of operations	\$ 1,565,344
Debt principal repayments	(154,556)
Purchase of tangible capital assets other than by debt	(5,188,208)
Budgeted transfer from reserve/accumulated surplus	1,123,160
Non-cash item - amortization	1,607,204
Debt proceeds	1,047,056
	\$ -

19. ACCOUNTING CHANGES: LIABILITY FOR CONTAMINATED SITES

On January 1, 2015 the City of Grand Forks adopted the new Public Sector Accounting Board's standard for liability for contaminated sites. This section establishes standards on how to account for and report a liability associated with the remediation of contaminated sites. The only contaminated sites referred to in this standard relate to sites that are either no longer in active use or resulted from unexpected environmental events (such as toxic spills or natural disasters). As defined, contaminated sites are a result of contamination being introduced into air, soil, water or sediment of a chemical, organic or radioactive material or live organism that exceeds the maximum acceptable concentrations under an environmental standard.

The adoption of this new standard has not resulted in any changes to the measurement and recognition of liabilities in the 2015 financial statements of the City.

THE CORPORATION OF THE CITY OF GRAND FORKS
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)
As At December 31, 2015

20. CONTINGENT LIABILITIES

The City, as a member of the Regional District of Kootenay Boundary, is jointly and severally liable for the future capital liabilities of the Regional District.

The loan agreements with the Municipal Finance Authority provide that if the Authority does not have sufficient funds to meet its payments and obligations, it shall make payments from the debt reserve fund which is in turn established by a similar debt reserve fund of the City and all other borrowing participants. If the debt reserve fund is deficient, the Authority's obligations become a liability of the Regional District, and may become a liability of the participating municipalities.

In the normal course of a year, the City may be faced with claims of a diverse nature. The outcome of these claims cannot be reasonably determined at this time.

21. COMMITMENT

Subsequent to year end, the City entered into an equipment financing agreement with the Municipal Finance Authority to partially fund the 2015 purchase of the Cobra Platform firetruck. The total amount financed was \$722,519 to be paid out over a five year term.

22. COMPARATIVE FIGURES

Certain comparative figures have been reclassified to conform with the current year's presentation.

THE CORPORATION OF THE CITY OF GRAND FORKS
SCHEDULE - SEGMENTED INFORMATION
For the Year Ended December 31, 2015

REVENUE	General and Reserve	Electrical Utility	Water Utility	Sewer Utility	Total 2015	Total 2014
Property taxes	\$ 3,230,883	-	-	\$ 6,041	\$ 3,236,924	\$ 3,099,939
User fees and charges	-	4,442,886	841,632	805,701	6,090,219	6,042,401
Other revenue	1,515,150	-	-	8,749	1,523,899	2,962,169
Grants - operating	605,567	-	-	-	605,567	1,377,914
Grants - capital	720,833	-	-	2,732	723,565	714,351
Gain on disposal	76,352	-	-	-	76,352	68,072
	6,148,785	4,442,886	841,632	823,223	12,256,526	14,264,846
EXPENSES						
Salaries and benefits	2,265,797	629,377	457,189	445,499	3,797,862	4,077,214
Goods and services	2,340,393	239,680	260,065	232,472	3,072,610	4,117,697
Purchased services	-	2,932,408	-	-	2,932,408	2,884,387
Debt interest	31,248	-	6,055	73,074	110,377	97,780
Amortization	1,233,095	41,147	191,650	162,411	1,628,303	1,563,310
Interfund transfers	(433,000)	433,000	-	-	-	-
	5,437,533	4,275,612	914,959	913,456	11,541,560	12,740,388
ANNUAL SURPLUS (DEFICIT)	\$ 711,252	\$ 167,274	\$(73,327)	\$(90,233)	\$ 714,966	\$ 1,524,458

THE CORPORATION OF THE CITY OF GRAND FORKS
CONSOLIDATED SCHEDULE OF TANGIBLE CAPITAL ASSETS
As At December 31, 2015

Historical Cost:	Land		Land Improvements		Buildings	Machinery and Equipment	Engineering Structures	Infrastructure		Leased Assets	2015	2014
	Land	Improvements	Buildings	Machinery and Equipment	Engineering Structures	Electrical Utility	Waterworks Utility	Sewer Utility	Leased Assets	2015	2014	
Opening balance	\$ 1,690,090	19,775	\$ 6,003,737	6,122,626	\$ 20,352,553	\$ 2,578,924	\$ 6,336,310	\$ 7,844,455	\$ 441,674	\$ 53,390,144	\$ 51,280,794	
Additions	2,299			1,241,790	322,049	157,326	330,089	135,579		2,189,132	2,214,126	
Transfer from leased assets				403,521					(403,521)			
Disposals and write downs	(21,127)			(366,621)	(10,000)					(397,748)	(104,776)	
Closing balance, Dec. 31	\$ 1,671,262	\$ 19,775	\$ 6,003,737	\$ 7,401,316	\$ 20,664,602	\$ 2,736,250	\$ 8,666,399	\$ 7,980,034	\$ 38,153	\$ 55,181,528	\$ 53,390,144	
Accumulated Amortization:												
Opening balance	\$ -		\$ 2,652,441	3,771,240	\$ 10,231,220	\$ 1,598,863	\$ 4,294,246	\$ 3,587,654	\$ 103,620	\$ 26,239,284	\$ 24,771,449	
Amortization Expense		396	149,063	436,347	642,395	41,147	191,650	162,411	4,894	1,628,303	1,563,310	
Transfer from leased assets				84,700					(84,700)			
Effect of disposals and write downs				(300,129)	(7,060)					(307,189)	(85,476)	
Closing balance, Dec. 31	\$ -	\$ 396	\$ 2,801,504	\$ 3,992,158	\$ 10,866,555	\$ 1,640,010	\$ 4,485,896	\$ 3,750,065	\$ 23,814	\$ 27,560,398	\$ 26,239,284	
Net Book Value, end of year	\$ 1,671,262	\$ 19,379	\$ 3,202,233	\$ 3,409,158	\$ 9,798,047	\$ 1,096,240	\$ 4,180,503	\$ 4,229,969	\$ 14,339	\$ 27,621,130	\$ 27,150,860	

The Corporation of the City of Grand Forks
Consolidated Statement of Changes in Capital Fund Balances
for the year ended December 31, 2015
Financial Information Regulation (Section 3 (4))

	Actual 2015	Actual 2014
Revenue		
Donations from groups and individuals	\$ -	\$ -
Senior government grants - Capital	723,565	714,351
	<u>723,565</u>	<u>714,351</u>
Transfer from Development Cost Charges		
Transfer from Other Restricted Revenues		
	<u>723,565</u>	<u>714,351</u>
Expenditures		
General government	1,566,601	1,217,318
Utility services	622,995	996,808
	<u>2,189,596</u>	<u>2,214,125</u>
Change in Financial Assets	(1,466,031)	(1,499,774)
Capital Funding from Reserves	<u>(723,565)</u>	<u>(714,351)</u>
Expenditures funded by Debt or Operating Surplus	(2,189,596)	(2,214,125)
Capital loan debt incurred		-
Transfers from (to) Surplus		-
Increase (Decrease) in Capital Fund Balances		<u>-</u>
Capital Fund Balances - Beginning of Year		<u>-</u>
Capital Fund Balances (Due to Operating Funds) - End of Year		<u>\$ -</u>

The Corporation of the City of Grand Forks

Long Term Debt

for the year ended December 31, 2015

Financial Information Regulation Schedule 1 - (Section 4)

Date of Issue	Bylaw	Purpose	Maturity Dates	Original Debt	Debt Outstanding end of 2014	Debt Advanced during 2015	Interest paid in 2015	Principal Retirements 2015	Actuarial Adjustments 2015	Long Term Debt December 31, 2015
June 10, 2013	1873	Sewer		\$ 1,756,920	\$ 1,697,920	\$ 67,641	\$ 59,000	\$ 2,360	\$ 1,636,560	
October 13, 2009	1863	Road System Improvements	2009 - 2019	\$ 500,000	\$ 274,435	\$ 20,650	\$ 41,645	\$ 9,023	\$ 223,767	
June 28, 2010	1887	Subdivision	2010 - 2025	70,000	55,155	2,611	3,496	594	51,065	
March 24, 1999	1556	Ruckle Sewer Extension	1999 - 2019	195,944	67,394	4,115	6,495	5,817	55,081	
Total Debt				2,522,864	2,094,904	95,017	110,637	17,794	1,966,473	
B. CAPITAL LEASES AND CONDITIONAL SALES AGREEMENT TO FUND EQUIPMENT ACQUISITIONS										
General Capital Fund										
November 25, 2010	n/a	2011 Terex Electrical Line Truck	2010 - 2015	196,775	40,162	347	40,155			7
February 24, 2011	n/a	2010 Dodge Caravan	2011 - 2016	21,200	5,506	57	4,714			792
April 28, 2011	n/a	IBM APPV Server	2011 - 2016	15,346	4,540	51	3,403			1,137
April 28, 2011	n/a	IBM Backup Server	2011 - 2016	10,010	2,960	33	2,220			740
Total Capital Lease and Conditional Sales Agreement Debt				243,331	53,168	488	50,492			2,676
Total Long Term Debt				\$ 2,766,195	\$ 2,148,072	\$ 95,505	\$ 161,129	\$ 17,794	\$ 1,969,149	

The Corporation of the City of Grand Forks
Schedule showing the remuneration and expenses paid to or on behalf of each employee
for the year ended December 31, 2015
Financial Information Regulation (Sections 1(1)e, 6(2)a to 6((6))

1. Elected Officials				
<u>Name</u>	<u>Position</u>	<u>Remuneration</u>	<u>Expenses</u>	<u>Total</u>
BUTLER, JULIA	COUNCIL	25,058.94	2,455.55	27,514.49
HAMMETT, CHRIS	COUNCIL	26,035.07	6,384.30	32,419.37
KONRAD, FRANK	MAYOR	35,557.52	5,422.87	40,980.39
KROG, NEIL D.	COUNCIL	27,458.94	459.57	27,918.51
ROSS, COLLEEN	COUNCIL	26,242.82	3,637.38	29,880.20
THOMPSON, CHRISTINE	COUNCIL	25,058.94	5,363.24	30,442.18
WIRISCHAGIN, MICHAEL	COUNCIL	17,947.07	3,285.88	21,232.95
Total: Elected Officials		183,359.28	27,028.79	210,388.07
2. Other Employees				
<u>Name</u>	<u>Position</u>	<u>Remuneration</u>	<u>Expenses</u>	<u>Total</u>
ALLIN, DOUG	CAO	125,309.41	15,590.19	140,899.60
BIRD, SASHA	MANAGER OF TECHNICAL SERVICES	111,280.17	1,665.57	112,945.74
CHAMBERS, STEVEN	ELECTRICAL LINEMAN	109,066.53	190.48	109,257.01
CHAPMAN, J. DEAN	UTILITIES COORDINATOR	84,165.43	4,451.47	88,616.90
FEDERICO, LEONARD	UTILITIES OPERATOR 2	90,012.00	2,199.24	92,211.24
FEENSTRA, JOHN	UTILITIES OPERATOR 1	77,804.60	-	77,804.60
HEINRICH, DIANE	CORPORATE OFFICER	110,085.18	6,980.06	117,065.24
HERIOT, DALE	FIRE CHIEF	104,490.77	2,748.48	107,239.25
KOPAN, WAYNE C.	MGR BUILDING INSPECTION/ BYLAW	110,193.53	420.00	110,613.53
MCKINNON, KEVIN R	DEPUTY FIRE CHIEF	75,813.51	3,575.60	79,389.11
NIELSEN, DARRYL R	MECHANIC	78,328.34	550.86	78,879.20
NOSEWORTHY, MIKE	PARKS JOURNEYMAN	76,020.96	15.00	76,035.96
REID, DAVID	MANAGER OF OPERATIONS	98,580.26	10,127.28	108,707.54
SALAMANDYK, EARL	OPERATOR 4/AIRPORT	76,783.61	840.00	77,623.61
SHEPHERD, ROXANNE	CFO	103,726.04	1,632.47	105,358.51
SORENSEN-LAWRENCE	UTILITIES OPERATOR 2	82,803.73	3,140.13	85,943.86
TRAYNOR, JAMES EU	PARKS JOURNEYMAN	78,097.73	405.48	78,503.21
WEBER, RICK	ELECTRICAL LINEMAN	107,509.03	188.95	107,697.98
WINTON, SARAH	DEPUTY CORPORATE OFFICER	89,327.49	9,342.79	98,670.28
ZIELINSKI, ROD	ELECTRICAL DISTRIBUTION COORDINATOR	116,051.30	5,147.02	121,198.32
Other 47 employees (Under \$75,000)		1,288,412.60	65,939.24	1,354,351.84
Total: Other Employees		3,193,862.22	135,150.31	3,329,012.53
Subtotal: All Remuneration		3,377,222		
3 Reconciliation				
Total Remuneration above		3,377,222		
Reconciling Items:				
Employer paid benefits and timing of accruals		451,274		
Operating Wages & Benefits - 2015 Financial Statements			3,797,862	
Wages and employee benefits - Capital			30,634	
Total Remuneration		3,828,496	3,828,496	

**The Corporation of the City of Grand Forks
Statement of Severance Agreements
Financial Information Regulation - Schedule 1, subsection 6(7)**

There were **no** severance agreements between The Corporation of the City of Grand Forks and its non-unionized employees during the fiscal year 2015.

** Prepared under the Financial Information Regulation, Schedule 1, subsection 6(8)*

The Corporation of the City of Grand Forks
Schedule of suppliers of goods and services
for the year ended December 31, 2015
Financial Information Regulation - Schedule 1(7)

1. Alphabetical list of suppliers who received aggregate payments exceeding \$25,000

Supplier name

As Attached 10,919,719 (A)

2. Consolidated total paid to suppliers who received aggregate payments of \$25,000 or less 1,170,661 (B)

3. Payments to suppliers for grants and contributions exceeding \$25,000 212,500 (C)

Net payments for goods, services, grants and contributions 12,302,881

Total per Statement of Revenue and Expenditure 6,005,018

Variance 6,297,863

Variance due to:

collections for other Governments
GST included in payments to suppliers
acquisition of capital assets
changes in accruals - cash payments versus accrual statements

The Corporation of the City of Grand Forks
Alphabetical list of suppliers who received aggregate payments exceeding \$25,000
for the year ended December 31, 2014
Financial Information Regulation (Section 1 (1) f & 7)

AARDVARK PAVEMENT MARKING SERVICES 647354 BC LTD.	\$	37,479.72
AERIAL CONTRACTORS LTD.	\$	82,803.00
ARGOSY CONSTRUCTION GROUP INC.	\$	232,786.19
B.C. ASSESSMENT AUTHORITY	\$	45,020.28
BERG LEHMANN	\$	41,475.00
BLACK PRESS	\$	29,565.44
BOUNDARY ELECTRIC (1985) LTD.	\$	38,727.65
CANADIAN PROFESSIONAL MANAGEMENT SERVICES	\$	36,185.32
CHAMPION CHEVROLET	\$	46,518.04
CITY OF NELSON	\$	51,626.39
CU CREDIT c/o CUETS	\$	153,880.35
CUPE LOCAL 4728	\$	36,166.89
DAVE DALE INSURANCE LTD.	\$	111,893.00
DREXLER COMPUTER SYSTEMS LTD.	\$	27,836.55
FORTIS BC	\$	3,599,415.82
FORTIS BC INC	\$	124,191.44
FRED SURRIDGE LTD.	\$	132,077.82
GOVERNMENT OF CANADA - CSB	\$	32,100.00
GRAND FORKS ART GALLERY SOCIETY	\$	151,111.77
GRAND FORKS JANITORIAL SERVICES	\$	49,702.36
GRAND FORKS VOLUNTEER FIREFIGHTERS ASSOCIATION	\$	64,000.00
HIL-TECH CONTRACTING LTD	\$	389,722.49
INSURANCE CORP. OF B.C.	\$	29,933.00
JOHNATHAN MORGAN & COMPANY LIMITED	\$	104,816.79
MAINSTREAM MECHANICAL LTD.	\$	125,339.35
MINISTER OF FINANCE	\$	56,377.25
MINISTER OF FINANCE	\$	137,507.56
MUNICIPAL FINANCE AUTH.	\$	94,657.73
MUNICIPAL INSURANCE	\$	40,356.00
MUNICIPAL PENSION PLAN	\$	538,238.54
NEPTUNE TECHNOLOGY GROUP	\$	112,575.50
PACIFIC BLUE CROSS	\$	192,171.05
PETRO VALUE PRODUCTS CANADA INC.	\$	99,760.84
POINTS WEST AUDIO VISUAL LTD.	\$	36,348.27
RECEIVER GENERAL CANADA	\$	868,794.22
RECEIVER GENERAL (GST)	\$	55,516.60
REC TEC INDUSTRIES INC.	\$	323,084.44
REG.DIST. KOOTENAY BOUNDARY	\$	1,802,073.83
SCHOOL DISTRICT #51 (BOUNDARY)	\$	59,680.41
SELKIRK PAVING LTD.	\$	33,921.30
SPRING FUEL DISTRIBUTORS INC	\$	87,070.39
TELUS COMMUNICATIONS (B.C) INC.	\$	31,315.93
URBAN SYSTEMS LTD.	\$	41,873.17
VADIM COMPUTER MANAGEMENT GROUP LTD.	\$	31,893.46
VISSER CONSTRUCTION	\$	31,653.00
WD SHEET METAL	\$	40,048.81
WEST KOOTENAY BOUNDARY REGIONAL HOSPITAL	\$	186,075.57
WORKERS COMPENSATION BOARD	\$	51,697.53
WORKTECH INC.	\$	113,680.00
YOUNG ANDERSON BARRISTERS & SOLICITORS	\$	78,973.41
	\$	<u>10,919,719.47</u>