



CITY OF RICHMOND

REPORT TO COMMITTEE

TO: General Purposes Committee

DATE: June 11, 2001

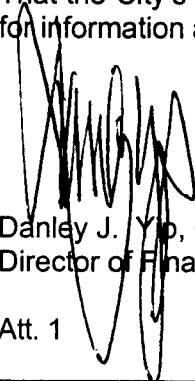
FROM: Danley J. Yip, C.A.
Director of Finance

FILE: 1200-02

RE: Audited Financial Statements for the Year Ended December 31, 2000

STAFF RECOMMENDATION

That the City's audited financial statements for the year ended December 31, 2000 be received for information and approved by Council.


Danley J. Yip, C.A.
Director of Finance

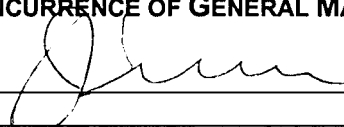
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FOR ORIGINATING DIVISION USE ONLY

ROUTED TO:

CONCURRENCE

CONCURRENCE OF GENERAL MANAGER



STAFF REPORT

ORIGIN

Section 331.3 of the Local Government Act requires the auditor for the City to report to Council on the annual financial statements of the City.

ANALYSIS

The City's financial statements for the year ended December 31, 2000 were audited by KPMG LLP, Chartered Accountants and their Auditor's Report was dated on March 30, 2001 (see Attachment).

The primary purpose of their audit was to form an opinion on the City's financial statements and obtain reasonable assurance that the financial statements were free of material misstatement. Also, the audit included an examination, on a test basis, evidence supporting the amounts and disclosures in the financial statements. Furthermore, the audit involved the assessment of the accounting principles used and any significant estimates made by City staff as well as the overall evaluation of the financial statement presentation.

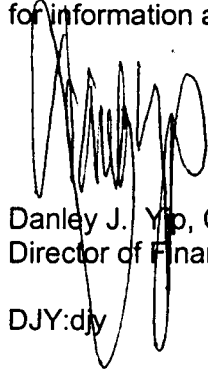
Effective January 1, 2000, the B.C. Ministry of Municipal Affairs ("Ministry") adopted the generally accepted accounting principles for local governments as set out in the recommendations of the Public Sector Accounting Board ("PSAB") of the Canadian Institute of Chartered Accountants. Consequently, this year's financial statements have been prepared in conformity with accounting principles generally accepted for local government in B.C. and as defined in guidelines issued by the Ministry.

The adoption of the PSAB recommendations have not impacted amounts reported in prior years, however certain comparative figures have been reclassified to conform with the presentation adopted in the current year. A significant change in the presentation of the City's audited financial statements is the inclusion of the budgeted Revenues and Expenditures for the 2000 Budget Year.

As part of the annual reporting on municipal finances, Section 329 of the Local Government Act specifies that by June 30th in each year, a municipality must hold a Council or other public meeting for the purpose of presenting the audited financial statements of the preceding year and a report of Council remuneration and expenses. As a result, Council must give notice of the meeting by publication in a newspaper indicating the date, time and place of the meeting and provide notice that the audited financial statements will be made available for the public at City Hall until June 30, 2002. Based on these requirements, staff have arranged to hold a public consultation meeting scheduled for Tuesday June 19, 2001 at 5:30 p.m. at City Hall Council Chambers in order to present the City's audited financial statements for the year ended December 31, 2000.

CONCLUSION

That the City's audited financial statements for the year ended December 31, 2000 be received for information and approved by Council.

A handwritten signature in black ink, appearing to read 'Danley J. Yip', is written over the printed name and title.

Danley J. Yip, C.A.
Director of Finance

DJY:djy

Financial Statements of

CITY OF RICHMOND

Years ended December 31, 2000 and 1999



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Canada

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AUDITORS' REPORT

To the Mayor and Members of Council,
City of Richmond

We have audited the statement of financial position of the City of Richmond (the "City") as at December 31, 2000 and the statements of financial activities and cash flows for the year then ended. These financial statements are the responsibility of the City's management. 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 plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the City as at December 31, 2000 and the results of its operations and its cash flows for the year then ended in accordance with generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the financial statements taken as a whole. The current year's supplementary information included in Schedules 1 through 4 is presented for purposes of additional analysis and is not a required part of the financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the financial statements and, in our opinion, is fairly stated in all material respects in relation to the financial statements taken as a whole.

KPMG
LLP

Chartered Accountants

Vancouver, Canada

March 30, 2001



CITY OF RICHMOND

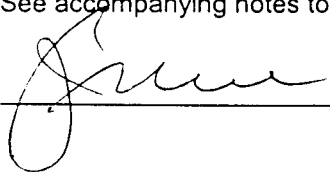
Statements of Financial Position

As at December 31, 2000 and 1999

	2000	1999
Financial Assets		
Cash	\$ —	\$ 1,399,871
Investments	203,998,250	212,346,250
Accrued interest receivable	14,688,875	8,443,413
Accounts receivable	15,938,069	9,079,803
Taxes receivable	8,653,057	6,490,928
Development fees receivable	3,434,671	3,496,248
Municipal Finance Authority deposits (note 4)	688,534	741,047
	<u>247,401,456</u>	<u>241,997,560</u>
Liabilities		
Bank indebtedness	2,588,803	—
Accounts payable and accrued liabilities (note 5)	43,909,707	30,098,296
Deposits and holdbacks	3,806,302	4,444,736
Deferred revenue	17,745,861	19,228,114
Restricted reserves (note 6)	26,533,815	29,665,615
Municipal Finance Authority debt requirement (note 4)	688,534	741,047
Long-term debt (note 7)	49,965,711	54,025,296
	<u>145,238,733</u>	<u>138,203,104</u>
Net financial assets	102,162,723	103,794,456
Physical assets		
Capital assets (note 8)	855,900,455	803,652,769
Inventory of materials and supplies	2,530,989	2,201,874
	<u>\$ 960,594,167</u>	<u>\$ 909,649,099</u>
Equity		
Investment in capital assets (note 9)	\$ 810,368,753	\$ 764,894,514
Reserves (Schedule 1)	82,050,017	81,549,930
Appropriated surplus (note 10)	21,394,952	16,535,664
Surplus (Schedule 3)	46,780,445	46,668,991
	<u>\$ 960,594,167</u>	<u>\$ 909,649,099</u>

Commitments and contingencies (note 11)

See accompanying notes to financial statements.



General Manager of Finance and Corporate Services

CITY OF RICHMOND

Statements of Financial Activities

For the years ended December 31, 2000 and 1999

	Budget 2000	Actual 2000	Actual 1999
Revenues:			
Taxation and levies	\$ 94,916,000	\$ 95,080,991	\$ 90,283,391
User fees	25,889,600	26,781,433	25,046,595
Sales of services	19,028,100	21,057,724	19,423,520
Provincial and federal grants	3,023,300	5,415,542	1,533,049
Grants-in-lieu of taxes	8,446,200	8,999,456	8,699,860
Other revenue from own sources:			
Licenses and permits	4,360,200	4,579,847	4,412,148
Investment income	5,540,600	3,867,508	5,315,838
Other	4,914,100	3,324,985	2,291,925
	166,118,100	169,107,486	157,006,326
Expenditures:			
General government	16,922,700	17,062,277	15,728,517
Protective services	43,931,400	44,106,151	39,443,463
Transportation services	16,160,400	17,415,385	15,232,794
Sanitation and recycling services	6,676,800	6,402,871	5,883,884
Environmental development services	2,042,300	2,081,416	1,821,760
Recreational and cultural services	21,103,200	21,154,867	20,559,342
Richmond Public Library	4,905,500	4,992,247	4,809,100
Utilities:			
Water supply and distribution	12,041,100	12,715,921	11,050,788
Sewerage collection and disposal	9,648,400	9,867,688	9,124,538
Debt and finance	10,785,600	10,637,819	10,876,823
Other expenses	220,000	156,243	260,546
	144,437,400	146,592,885	134,791,555
Excess of revenues over expenditures	21,680,700	22,514,601	22,214,771
Net allocation to reserves and investments in capital assets	(17,862,800)	(17,543,859)	(20,977,278)
Net allocations to appropriated surplus	(3,817,900)	(4,859,288)	(301,500)
	(21,680,700)	(22,403,147)	(21,278,778)
	—	111,454	935,993
Surplus, beginning of year	46,668,991	46,668,991	45,732,998
Surplus, end of year	\$ 46,668,991	\$ 46,780,445	\$ 46,668,991

See accompanying notes to financial statements.

CITY OF RICHMOND

Statements of Cash Flows

For the years ended December 31, 2000 and 1999

	2000	1999
Cash flows from operating activities:		
Excess of revenues over expenditures	\$ 22,514,601	\$ 22,214,771
Changes in non-cash operating items:		
Accrued interest receivable	(6,245,462)	4,112,331
Accounts, taxes and development fees receivable	(8,958,818)	1,087,131
Inventory of materials and supplies	(329,115)	(13,400)
Accounts payable and accrued liabilities	13,811,411	(4,338,936)
Deposits and holdbacks	(638,434)	928,783
Deferred revenue	(1,482,253)	3,174,810
	18,671,930	27,165,490
Cash flows from investing activities:		
Purchases of capital assets	(52,247,686)	(66,498,614)
Proceeds from investments, net of purchases	8,348,000	1,243,500
	(43,899,686)	(65,255,114)
Cash flows from financing activities:		
Contributions to reserves and investments in capital assets	25,298,667	21,344,865
Increase in long-term debt	—	20,000,000
Increase in MFA deposits	—	(200,000)
Repayment of long-term debt	(4,059,585)	(3,276,648)
	21,239,082	37,868,217
Decrease in cash	(3,988,674)	(221,407)
Cash, beginning of year	1,399,871	1,621,278
Cash (bank indebtedness), end of year	\$ (2,588,803)	\$ 1,399,871

See accompanying notes to financial statements.

CITY OF RICHMOND

Notes to Financial Statements

For the years ended December 31, 2000 and 1999

1. Significant accounting policies:

The financial statements have been prepared in accordance with generally accepted accounting principles for British Columbia municipalities, and reflect the following policies:

(a) Basis of presentation:

Effective January 1, 2000, the Ministry of Municipal Affairs (Ministry) of the Province of British Columbia adopted the generally accepted accounting principles for local governments as set out in the recommendations of the Public Sector Accounting Board (PSAB) of the Canadian Institute of Chartered Accountants. These financial statements have been prepared in conformity with accounting principles generally accepted for local government in British Columbia and as defined in guidelines issued by the Ministry.

The adoption of the PSAB recommendations did not impact amounts reported in prior years.

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

(b) Funds of the City:

The financial statements combine the accounts of all of the self-balancing funds of the City of Richmond (the "City") (noted below). All inter-fund assets and liabilities and sources of financing and expenditures have been eliminated.

(i) General Revenue Fund:

This fund is used to account for the current operations of the City as provided for in the Annual Budget, including collection of taxes, administering operations, provision of transportation services, policing, servicing general debt, etc.

(ii) General Capital and Loan Fund:

This fund is used to record the City's fixed assets and work-in-progress, including engineering structures such as roads and bridges, and the related long-term debt.

(iii) Waterworks and Sewerworks Funds:

These funds have been established to cover the costs of operating these utilities, with related capital and loan funds to record the related fixed assets and long-term debt.

(iv) Reserve Funds:

Certain funds are established by bylaws for specific purposes. They are funded primarily by budgeted contributions from the General Revenue Fund plus interest earned on fund balances.

(c) Revenue:

Major sources of revenue are recorded on the accrual basis where they are recognized when earned. Deferred revenue on the balance sheet represents property tax and business license revenue received in respect of the following year.

CITY OF RICHMOND

Notes to Financial Statements

For the years ended December 31, 2000 and 1999

1. Significant accounting policies (continued):

(d) Expenditures:

Expenditures are recognized on the accrual basis with costs being reported as expenditures in the periods they are incurred.

(e) Investments:

Investments are recorded at cost. Investments include term deposits and short-term bonds which, for the most part, have their principal guaranteed at maturity. Provisions for losses are recorded when they are considered to be other than temporary. At various times during the term of each individual investment, market value may be less than cost. Such a temporary decline in value generally reverses as the investment matures and therefore adjustment to market value for these market declines is not recorded.

(f) Accounts receivable:

Accounts receivable are net of an allowance for doubtful accounts and therefore represent amounts expected to be collected within the next year.

(g) Inventory of materials and supplies:

Inventories of materials and supplies are valued at the lower of cost and net realizable value. Cost is determined on a first-in first-out basis.

(h) Capital assets:

Capital assets and capital work in progress are recorded at gross cost. Interest incurred on borrowed funds used during construction is capitalized. Donated assets are recorded at their estimated fair market value at the time they are received.

The City does not provide for depreciation or replacement of capital assets in the accounts. Proceeds from disposal of capital assets are credited to the appropriate reserve account.

2. Collections for other governments:

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

	2000	1999
Province of British Columbia - Schools	\$ 89,971,596	\$ 88,066,997
Regional District and others	15,430,705	15,213,244
	<u>\$ 105,402,301</u>	<u>\$ 103,280,241</u>

CITY OF RICHMOND

Notes to Financial Statements

For the years ended December 31, 2000 and 1999

3. Pensions:

The City and its employees contribute to the Municipal Pension Plan (the "Plan") in accordance with the B.C. Public Sector Pension Plans Act (the "Act"). The Plan is a multi-employer defined benefit pension plan with more than 110,000 active contributors, including approximately 26,000 contributors from over 180 local governments. The Plan is overseen by the Municipal Pension Board (the "Board"), with the chair of the Board acting as trustee for the Plan and the Board comprised of representatives from employers and from members. The British Columbia Pension Corporation provides pension benefit administration services and the British Columbia Investment Management Corporation provides investment management services for the Plan.

Every three years an actuarial valuation is performed to assess the financial position of the Plan and the adequacy of Plan funding. The next valuation will be for December 31, 2000 and will be available in late 2001. The latest valuation was for December 31, 1997, and disclosed a \$548 million unfunded actuarial liability ("UAL") for funding purposes (\$1.31 billion as at the previous valuation). This represented an improved financial position, with a decrease in the UAL as a percentage of covered payroll from approximately 36% to 14%. Plan legislation provided that the member group statutory contribution rates, upon which employer-specific rates are based, will not be increased as long as the financial health of the Plan improves from one valuation to the next. The actuary does not attribute portions of the UAL to individual employers. Each employer expenses contributions to the Plan in the year in which payments are made. Contributions to the Plan by the City totalled approximately \$4,275,513 (1999 - \$4,208,550).

4. Municipal Finance Authority deposits and debt requirement:

The City issues its debt instruments through the Municipal Finance Authority. As a condition of these borrowings, a portion of the debenture proceeds is withheld by the Municipal Finance Authority as a Debt Reserve Fund. The City also executes demand notes in connection with each debenture whereby the City may be required to loan amounts to the Municipal Finance Authority. These demand notes are contingent in nature and are not reflected in the accounts. The details of the cash deposits and demand notes at December 31, 2000 are as follows:

	Cash deposits	Demand notes	Total
General revenue fund	\$ 576,000	\$ 2,760,605	\$ 3,336,605
Waterworks revenue fund	15,000	87,620	102,620
Sewerworks revenue fund	97,534	559,157	656,691
Total	\$ 688,534	\$ 3,407,382	\$ 4,095,916

CITY OF RICHMOND

Notes to Financial Statements

For the years ended December 31, 2000 and 1999

5. Accounts payable and accrued liabilities:

	2000	1999
Accounts payable	\$ 25,277,136	\$ 17,779,143
Accrued liabilities	17,065,984	11,266,400
Accrued vacation pay	1,566,587	1,052,753
	\$ 43,909,707	\$ 30,098,296

Accrued vacation pay represents the estimated value of the City's liability for employee vacation time.

6. Restricted reserves:

Included in liabilities are the below noted reserves, the use of which, together with any earnings thereon, is restricted by legislation or agreement with external parties.

	2000	1999
Development cost charges reserve	\$ 26,051,220	\$ 29,254,422
Tax sale land reserve	482,595	411,193
	\$ 26,533,815	\$ 29,665,615

7. Long-term debt:

	2000	1999
Municipal Finance Authority debentures	\$ 49,724,431	\$ 53,669,553
Municipal agreements	40,322	114,470
Provincial capital improvement loan	200,958	241,273
	\$ 49,965,711	\$ 54,025,296

CITY OF RICHMOND

Notes to Financial Statements

For the years ended December 31, 2000 and 1999

7. Long-term debt (continued):

The rates of interest on the principal amount of the Municipal Finance Authority debentures vary between 5.99% and 14.00% per annum. The average rate of interest for the year ended December 31, 2000 approximates 9.62%.

The Municipal agreements bear interest at 4.86% and the Provincial capital improvement loan bears interest at 9.00%.

Debenture debt payable in U.S. dollars is recorded on the basis of \$1 Canadian equal to \$1 U.S. At December 31, 2000, all debentures are payable in Canadian funds (U.S. \$549,488 debentures payable at December 31, 1999).

As at December 31, 2000, the City had authority to borrow \$8,538,500 for general municipal purposes.

Payments of principal on debentures and agreements required in the following five years and thereafter are as follows:

	Revenue Funds			
	General	Waterworks	Sewerworks	Total
2001	\$ 2,802,296	\$ 164,885	\$ 605,879	\$ 3,573,060
2002	2,958,351	182,759	542,902	3,684,012
2003	3,124,119	182,678	578,413	3,885,210
2004	2,946,421	—	473,065	3,419,486
2005	3,033,989	—	420,630	3,454,619
Thereafter	30,351,020	—	1,598,304	31,949,324
	\$ 45,216,196	\$ 530,322	\$ 4,219,193	\$ 49,965,711

8. Capital assets:

	2000	1999
General government	\$ 68,344,441	\$ 65,649,719
Public works	435,887,910	418,148,399
Protection to persons and property	13,606,957	13,061,481
Sanitation and waste removal	10,521,082	8,916,533
Social welfare	1,896,246	1,884,246
Recreation services	123,311,471	119,749,265
Community services	66,576,030	64,736,450
Miscellaneous	46,385	46,384
Work in progress	135,709,933	111,460,292
	\$ 855,900,455	\$ 803,652,769

CITY OF RICHMOND

Notes to Financial Statements

For the years ended December 31, 2000 and 1999

9. Investment in capital assets:

	2000	1999
Balance, beginning of year	\$ 764,894,514	\$ 722,246,172
Additions:		
Principal payments on long-term debt	4,059,585	3,276,648
Federal, provincial and developer contributions	2,131,309	1,009,677
	6,190,894	4,286,325
Contributions from:		
General revenue fund	1,216,392	4,647,268
Waterworks revenue fund	—	546,800
Capital expenditure reserve	10,707,370	10,621,200
Equipment reserve	3,519,600	600,000
Development cost charges reserve	15,024,530	12,900,100
Off street parking reserve	—	16,700
Affordable housing reserve	1,000,000	—
Child care facility	—	14,000
Sewer lateral replacement reserve	5,355,400	5,034,600
Waterworks main replacement reserve	2,782,000	2,570,900
Other	2,181,524	5,545,884
	41,786,816	42,497,452
Reductions:		
Return of unspent funds to reserves	(2,503,471)	(4,135,435)
Balance, end of year	\$ 810,368,753	\$ 764,894,514

CITY OF RICHMOND

Notes to Financial Statements

For the years ended December 31, 2000 and 1999

10. Appropriated surplus:

	2000	1999
Appropriated surplus, beginning of year	\$ 16,535,664	\$ 16,234,164
Additions in the year	10,113,512	7,037,705
Usage	(5,254,224)	(6,736,205)
Appropriated surplus, end of year	\$ 21,394,952	\$ 16,535,664

Surplus amounts are appropriated or reserved for certain types of expenditures that may be incurred in the future. Surplus appropriations to December 31, 2000 have been made in the general, waterworks and sewerworks funds. These expenditures would be for such things as unexpected human resource issues, emergency or disaster recovery, debt requirements and future capital maintenance programs.

11. Commitments and contingencies:

- (a) As a member of the following districts, the City is jointly and severally liable for each district's applicable proportion of the net capital liability including that of:

Greater Vancouver Regional District
Greater Vancouver Water District
Greater Vancouver Sewerage and Drainage District

- (b) As at December 31, 2000, the City was committed to operating lease payments for premises and equipment in the following estimated amounts:

2001	\$ 4,648,802
2002	3,854,177
2003	3,592,496
2004	3,324,240
2005	3,324,240
Thereafter	46,958,348

- (c) As at December 31, 2000, there were pending legal actions against the City relating primarily to expropriations of properties. The outcome at this time remains indeterminate in each case. At December 31, 2000, the balance in the reserve for legal settlements to meet possible settlements not covered by insurance amounted to \$1,072,304 (1999 - \$1,072,304).

CITY OF RICHMOND

Continuity of Reserve Funds and Reserves

Schedule 1

For the year ended December 31, 2000

	Reserve Funds					
	Capital Expenditure Reserve	Equipment Reserve	Affordable Housing Reserve	Off Street Parking Reserve	Neighborhood Improvement Reserve	Reserve Funds Subtotal
Balance, beginning of year	\$ 26,733,574	\$ 9,788,070	\$ 5,938,952	\$ 31,499	\$ 1,310,231	\$ 43,802,326
Revenues:						
Contributions from developers	—	—	—	52,500	119,224	171,724
Investment income	16,994	632,622	289,605	2,421	91,794	1,033,436
Contributions from revenue funds to reserve funds	9,842,500	1,259,600	—	—	—	11,102,100
Other	4,429,521	2,900	—	36,775	—	4,469,196
	14,289,015	1,895,122	289,605	91,696	211,018	16,776,456
Expenditures:						
Contributions to capital programs	10,707,370	3,519,600	1,000,000	—	—	15,226,970
Other	—	—	—	59,194	—	59,194
	10,707,370	3,519,600	1,000,000	59,194	—	15,286,164
Balance, end of year	\$ 30,315,219	\$ 8,163,592	\$ 5,228,557	\$ 64,001	\$ 1,521,249	\$ 45,292,618

CITY OF RICHMOND

Continuity of Reserve Funds and Reserves (Continued)

Schedule 1

For the year ended December 31, 2000

	Reserve Funds Subtotal Carried Forward	Reserve Funds						
		Public Art	Child Care Facility	Sewer Trunk Replacement Reserve	Sewer Lateral Replacement Reserve	Waterworks Main Replace Reserve	Local Improvement Reserve	Reserve Funds Total
Balance, beginning of year	\$ 43,802,326	\$ 436,808	\$ 742	\$ 12,157,019	\$ 4,037,729	\$ 17,262,738	\$ 1,781,394	\$ 79,478,756
Revenues:								
Contributions from developers	171,724	—	—	—	—	—	—	171,724
Investment income	1,033,436	27,687	3,375	548,454	298,790	937,492	142,502	2,991,736
Contributions from revenue funds to reserve funds	11,102,100	—	—	—	—	2,090,000	620,000	13,812,100
Other	4,469,196	—	2,000	12	—	181,322	507,326	5,159,856
	16,776,456	27,687	5,375	548,466	298,790	3,208,814	1,269,828	22,135,416
Expenditures:								
Contribution to capital	15,226,970	—	—	3,727,400	1,628,000	2,782,000	—	23,364,370
Other	59,194	—	—	—	—	—	—	59,194
	15,286,164	—	—	3,727,400	1,628,000	2,782,000	—	23,423,564
Balance, end of year	\$ 45,292,618	\$ 464,495	\$ 6,117	\$ 8,978,085	\$ 2,708,519	\$ 17,689,552	\$ 3,051,222	\$ 78,190,608

CITY OF RICHMOND

Continuity of Reserve Funds and Reserves (Continued)

Schedule 1

For the year ended December 31, 2000

	Reserve Funds			Reserves						
	Reserve Funds Total Carried Forward	Special Sports Reserve	Reserve Funds Total	Future Elections	Appeal Board Decisions	Legal Settlements	MRN Rehabilitation Reserve	MRN Reserve Rehabilitation Reserve	Reserves Total	Reserve Funds and Reserves Total
Balance, beginning of year	\$ 79,478,756	\$ —	\$ 79,478,756	\$ 127,038	\$ 500,000	\$ 1,444,136	\$ —	\$ —	\$ 2,071,174	\$ 81,549,930
Revenues:										
Contributions from developers	171,724	—	171,724	—	—	—	—	—	—	171,724
Investment income	2,991,736	6,895	2,998,631	—	—	—	—	—	—	2,998,631
Contributions from revenue funds to reserves	13,812,100		13,812,100	75,000	—	147,900	1,139,200	182,080	1,544,180	15,356,280
Other	5,159,856	250,000	5,409,856			—	—	—	—	5,409,856
	22,135,416	256,895	22,392,311	75,000	—	147,900	1,139,200	182,080	1,544,180	23,936,491
Expenditures:										
Contribution to capital programs	23,364,370	—	23,364,370	—	—	—	—	—	—	23,364,370
Other	59,194	—	59,194	1,191	—	11,649	—	—	12,840	72,034
	23,423,564	—	23,423,564	1,191	—	11,649	—	—	12,840	23,436,404
Balance, end of year	\$ 78,190,608	\$ 256,895	\$ 78,447,503	\$ 200,847	\$ 500,000	\$ 1,580,387	\$ 1,139,200	\$ 182,080	\$ 3,602,514	\$ 82,050,017

CITY OF RICHMOND

Fund Statement of Financial Position

Schedule 2

As at December 31, 2000

	Revenue Funds			Reserves	Capital and Loan Funds	Total
	General Revenue Fund	Waterworks Revenue Fund	Sewerworks Revenue Fund	Combined Reserve Funds	Combined Capital and Loan Funds	
Financial Assets						
Investments	\$ 49,111,857	\$ -	\$ -	\$ 95,555,811	\$ 59,330,582	\$ 203,998,250
Accrued interest receivable	14,330,993	59,690	298,192	-	-	14,688,875
Accounts receivables	11,341,079	2,158,961	965,907	-	-	15,938,069
Taxes receivable	8,653,057	-	-	-	1,472,122	8,653,057
Due from other funds	21,162,867	14,411,079	14,803,913	5,990,836	-	56,368,695
Development fees receivable	-	-	-	3,434,671	-	3,434,671
Municipal Finance Authority deposits	576,000	15,000	97,534	-	-	688,534
	105,175,853	16,644,730	16,165,546	104,981,318	60,802,704	303,770,151
Liabilities						
Bank indebtedness	2,588,803	-	-	-	-	2,588,803
Accounts payable and accrued liabilities	43,723,915	159,283	26,509	-	-	43,909,707
Deposits and holdbacks	3,806,302	-	-	-	-	3,806,302
Deferred revenue	8,387,475	2,159,896	7,198,490	-	-	17,745,861
Due to other funds	-	-	-	-	-	56,368,695
Restricted reserves	-	-	-	-	56,368,695	56,368,695
Municipal Finance Authority debt requirement	576,000	15,000	97,534	26,533,815	-	26,533,815
Long-term debt	-	-	-	-	-	688,534
	59,082,495	2,334,179	7,322,533	26,533,815	49,965,711	49,965,711
					106,334,406	201,607,428
Net financial assets	46,093,358	14,310,551	8,843,013	78,447,503	(45,531,702)	102,162,723
Physical Assets						
Capital assets	-	-	-	-	-	-
Inventory of materials and supplies	2,530,989	-	-	-	855,900,455	855,900,455
					-	2,530,989
	\$ 48,624,347	\$ 14,310,551	\$ 8,843,013	\$ 78,447,503	\$ 810,368,753	\$ 960,594,167
Equity						
Investment in capital assets	-	-	-	-	-	-
Reserves	3,602,514	-	-	-	810,368,753	810,368,753
Appropriated surplus	21,394,952	-	-	78,447,503	-	82,050,017
Surplus	23,626,881	14,310,551	8,843,013	-	-	21,394,952
	\$ 48,624,347	\$ 14,310,551	\$ 8,843,013	\$ 78,447,503	\$ 810,368,753	\$ 960,594,167

CITY OF RICHMOND

Fund Statement of Financial Activities

Schedule 3

For the year ended December 31, 2000

	Revenue Funds			Total
	General Revenue Fund	Waterworks Revenue Fund	Sewerworks Revenue Fund	
Revenues:				
Taxation and levies	\$ 89,553,184	\$ -	\$ 5,527,807	\$ 95,080,991
User fees	-	15,893,763	10,887,670	26,781,433
Sales of services	21,057,724	-	-	21,057,724
Provincial and federal grants	5,415,542	-	-	5,415,542
Grants-in-lieu of taxes	8,999,456	-	-	8,999,456
Other revenue from own sources:				
Licenses and permits	4,579,847	-	-	4,579,847
Investment income	2,135,073	880,043	852,392	3,867,508
Other	1,859,691	31	1,465,263	3,324,985
	133,600,517	16,773,837	18,733,132	169,107,486
Expenditures:				
General government	17,062,277	-	-	17,062,277
Protective services	44,106,151	-	-	44,106,151
Transportation services	17,415,385	-	-	17,415,385
Sanitation and recycling services	6,402,871	-	-	6,402,871
Environmental development services	2,081,416	-	-	2,081,416
Recreational and cultural services	21,154,867	-	-	21,154,867
Richmond Public Library	4,992,247	-	-	4,992,247
Utilities:				
Water supply and distribution	-	12,715,921	-	12,715,921
Sewerage collection and disposal	-	-	9,867,688	9,867,688
Debt and finance	3,581,186	89,629	6,967,004	10,637,819
Other expenses	156,243	-	-	156,243
	116,952,643	12,805,550	16,834,692	146,592,885
Excess of revenues over expenditures	16,647,874	3,968,287	1,898,440	22,514,601
Net allocations to reserves and investments in capital assets	(13,640,191)	(3,088,244)	(815,424)	(17,543,859)
Allocation from appropriated surplus	(2,941,466)	(858,156)	(1,059,666)	(4,859,288)
	(16,581,657)	(3,946,400)	(1,875,090)	(22,403,147)
Excess of revenues over expenditures after allocations	66,217	21,887	23,350	111,454
Surplus, beginning of year	23,560,664	14,288,664	8,819,663	46,668,991
Surplus, end of year	\$ 23,626,881	\$ 14,310,551	\$ 8,843,013	\$ 46,780,445

CITY OF RICHMOND

Fund Statement of Financial Activities Reported by Object

Schedule 4

For the year ended December 31, 2000

	Revenue Funds			Total
	General Revenue Fund	Waterworks Revenue Fund	Sewerworks Revenue Fund	
Revenues:				
Property and utility taxes	\$ 90,655,893	\$ -	\$ -	\$ 90,655,893
GVRD levies and charges	-	-	5,527,808	5,527,808
Federal grants in lieu	5,133,697	-	-	5,133,697
Provincial grants in lieu	201,720	-	-	201,720
Grants in lieu - other	3,664,040	-	-	3,664,040
Unconditional grants	2,729,517	-	-	2,729,517
Conditional grants	2,686,026	-	-	2,686,026
Utility charges	-	15,893,763	10,887,670	26,781,433
Service charges	9,782,609	-	-	9,782,609
Other sales of services	1,345,741	-	-	1,345,741
Business licenses and permits	4,550,548	-	-	4,550,548
Community revenue and program fees	2,556,174	-	-	2,556,174
Fines	158,545	-	-	158,545
Miscellaneous operating income	3,418,655	-	-	3,418,655
Investment and debt income	2,135,074	880,043	852,392	3,867,509
Miscellaneous fiscal earnings	4,582,278	31	1465,262	6,047,571
	133,600,517	16,773,837	18,733,132	169,107,486
Operating expenditures:				
Salaries	51,940,080	411,554	313,608	52,665,242
Suppliers	1,677,383	121,645	-	1,799,028
Contracts	24,214,449	33,146	-	24,247,595
Advertising and marketing	361,799	1,230	-	363,029
Utilities	2,282,064	9,463	-	2,291,527
Maintenance	3,042,080	-	18,186	3,060,266
Professional fees	102,943	-	-	102,943
Travel	53,259	-	-	53,259
General operating expenditures	1,140,891	23,167	17,141	1,181,199
Equipment and other purchases	916,609	6,934,056	425	7,851,090
Materials	8,143	-	-	8,143
Other expenditures	10,346,907	1,741,494	175,648	12,264,049
Training and development	547,970	24,670	2,293	574,933
Public works maintenance	13,422,080	3,415,705	1,997,755	18,835,540
	110,056,657	12,716,130	2,525,056	125,297,843
Fiscal expenditures:				
Fiscal debt expenditures	5,340,851	487,664	7,282,428	13,110,943
Provisions and allowances	6,166,751	1,458,156	1,059,668	8,684,575
Transfer to statutory reserves	9,911,100	2,090,000	500,000	12,501,100
Fiscal expenditures	2,058,941	-	7,342,630	9,401,571
	23,477,643	4,035,820	16,184,726	43,698,189
Total expenditures	133,534,300	16,751,950	18,709,782	168,996,032
Excess of revenues over expenditures	\$ 66,217	\$ 21,887	\$ 23,350	\$ 111,454