



TO: Greg Scerbak
City Manager

DATE: September 1, 2010

FROM: Susan Walker
Accounting Manager

SUBJECT: **UNAUDITED FINANCIAL STATEMENTS – JUNE 30, 2010**

RECOMMENDATION

It is recommended that Council receive for information the unaudited financial statements and schedules for the six month period ended June 30, 2010.

BACKGROUND

The purpose of this report is to present the financial statements and supplementary schedules for the six month period ended June 30, 2010.

The following financial statements and schedules are provided:

- Operating Revenue and Expenditure Summary
- Statement of Financial Position
- Operating Reserves
- Long Term Debt and Debt Servicing
- Travel Expense Reimbursement to Council

ANALYSIS

Operating variances have been reported on Appendix A.

It is anticipated that all other revenues and expenditures will be essentially as per budget.

SUMMARY/CONCLUSION

An operating surplus of \$1,000.00 is projected for the year ended December 31, 2010. This projected surplus does not include the depreciation expense.

CC: Ken Anderson, CA
Treasurer

**City of Grande Prairie
 Summary of All Programs
 For the Period Ending June 30, 2010**

| Description | YTD Actual | YTD Budget | Variance | Annual Forecasted Variance |
|--------------------------------------|-----------------------|-----------------------|-----------------|---|
| City Manager | 2,354,120 | 2,359,208 | 5,088 | -2,000 |
| Corporate Services | 4,216,869 | 4,179,440 | -37,429 | -156,000 |
| Fiscal Services | -79,601,715 | -79,474,534 | 127,181 | 479,000 |
| Protective Services | 11,232,799 | 11,849,104 | 616,305 | 365,000 |
| Public Works | 8,261,128 | 8,242,505 | -18,623 | -650,000 |
| Community Services | 9,779,987 | 9,562,031 | -217,956 | -35,000 |
| Total Summary of All Programs | <u>-43,756,812</u> | <u>-43,282,246</u> | <u>474,566</u> | <u>1,000</u> |
| Depreciation Expense | 5,021,896 | | | 10,000,000 |

Note: This report is a net of Revenue and Expenditures.

**THE CITY OF GRANDE PRAIRIE
FINANCIAL STATEMENT HIGHLIGHTS**

**Appendix A
(In Thousands)**

| | | |
|--|------|------------------------|
| City Manager | | -2 |
| Council & Legislative mainly cost savings for per diem | 20 | |
| Common Services mainly increased legal fees | -50 | |
| Economic Development grant funding received in 2010 for 2009 expenditures related to business visitation program | 28 | |
| Corporate Services | | -156 |
| Assessment & Taxation salary savings | 20 | |
| Facilities maintenance; old RCMP building unbudgeted (45), Arctic Winter Games (30), Creative Arts utilities (22), Pinnacle Ridge fountain (21), Forbes Homestead (43), GP Live Theatre (15) | -176 | |
| Fiscal Services | | 479 |
| Other Revenue increased tax penalties 400, increased investment revenue 200 | 600 | |
| Conditional Grants municipal policing grant higher then expected | 79 | |
| Employer benefit costs related to WCB & LAP increases | -200 | |
| Protective Services | | 365 |
| RCMP salary savings due mainly to transcription service | 125 | |
| Enforcement Svc increased court fine revenue | 240 | |
| Public Works | | -650 |
| Engineering salary savings | 50 | |
| Service Centre increased utilities & maintenance | -300 | |
| Street Lighting increased electricity costs | -200 | |
| Development Services reduced permit revenue | -200 | |
| Community Services | | -35 |
| Forgive Youth Emergency Shelter A/R | -11 | |
| Recreation & Community Development salary savings | 43 | |
| Dave Barr Arena increased costs | -48 | |
| Heritage Resources increased costs | -30 | |
| Total | | <u><u>1</u></u> |

**CITY OF GRANDE PRAIRIE
STATEMENT OF FINANCIAL POSITION
JUNE 30, 2010
(THOUSANDS)**

| | <u>JUN 30 2010</u> | <u>DEC 31 2009</u> |
|---------------------------------|------------------------|------------------------|
| FINANCIAL ASSETS | | |
| Cash & Temporary Investments | 124,177,458 | 104,211,930 |
| Taxes & Grants in Lieu of Taxes | 28,177,791 | 4,303,574 |
| Trade & Other Receivables | 7,916,939 | 7,164,639 |
| Agreements Receivable | 14,974,986 | 14,974,986 |
| Land Held for Resale | 768,710 | 768,710 |
| Investments | 41,940,025 | 41,940,025 |
| | <u>217,955,908</u> | <u>173,363,863</u> |
| FINANCIAL LIABILITIES | | |
| Accounts Payable & Accrued Liab | -5,711,329 | -16,977,843 |
| Due to Aquatera Utilities | -1,885,940 | -1,595,580 |
| Deferred Revenue | -33,607,332 | -31,342,011 |
| Long-term Debt | -116,602,793 | -103,956,311 |
| | <u>-157,807,395</u> | <u>-153,871,745</u> |
| NET FINANCIAL ASSETS | 60,148,514 | 19,492,118 |
| NON FINANCIAL ASSETS | | |
| Inventory for Consumption | 515,843 | 487,575 |
| Prepaid Expenses | 567,902 | 38,120 |
| Tangible Capital Assets | 393,790,275 | 370,846,330 |
| | <u>394,874,020</u> | <u>371,372,025</u> |
| NET ASSETS | <u>455,022,534</u> | <u>390,864,143</u> |
| MUNICIPAL EQUITY | | |
| ACCUMULATED SURPLUS | <u>455,022,534</u> | <u>390,864,143</u> |

**CITY OF GRANDE PRAIRIE
OPERATING RESERVES
JUNE 30, 2010**

| | BALANCE DEC 31/09 | TRANSFER TO RESTRICTED FUND | OTHER ADDITIONS | SUB TOTAL ADDITIONS | REDUCTIONS | BALANCE JUNE 30/10 |
|---------------------------------|----------------------|-----------------------------------|--------------------|------------------------|-------------------|-----------------------|
| Fleet Management System | 5,298,557 | 98,023 | 400,000 | 498,023 | 30,000 | 5,766,580 |
| Engineering Fund | 384,256 | 7,109 | 0 | 7,109 | 171,104 | 220,261 |
| Winter Stabilization | 2,384,966 | 44,122 | 0 | 44,122 | 0 | 2,429,088 |
| Redevelopment Levy | 26,102 | 483 | 0 | 483 | 0 | 26,585 |
| Transit | 3,559,585 | 65,852 | 20,000 | 85,852 | 2,123,313 | 1,522,124 |
| Cemetery Perpetual Care | 850,513 | 15,734 | 11,570 | 27,304 | 0 | 877,817 |
| Land Equalization | 403,865 | 7,472 | 0 | 7,472 | 126,237 | 285,100 |
| Public Housing Commission | 216,717 | 4,009 | 0 | 4,009 | 0 | 220,726 |
| Urban Park | 188,635 | 3,490 | 0 | 3,490 | 55,000 | 137,125 |
| Fire Dept Equipment Replacement | 673,171 | 12,454 | 89,846 | 102,300 | 20,944 | 754,527 |
| RCMP Detachment Reserve | 514,906 | 9,526 | 0 | 9,526 | 0 | 524,432 |
| Geographic Information Systems | 188,794 | 3,493 | 0 | 3,494 | 30,767 | 161,520 |
| Facility Depreciation | 4,835,098 | 0 | 3,126,774 | 3,126,774 | 3,726,547 | 4,235,325 |
| Public Reserve | 1,430,248 | 26,460 | 0 | 26,460 | 520,994 | 935,714 |
| Information Technology | 4,109,506 | 76,026 | 0 | 76,026 | 3,863,758 | 321,774 |
| Paving Levies | 30,895 | 572 | 0 | 572 | 0 | 31,466 |
| Transportation System Levy | 9,903,423 | 183,213 | 0 | 183,213 | 4,309,563 | 5,777,074 |
| Aquatics Centre Reserve | 2,318,489 | 42,891 | 0 | 42,891 | 0 | 2,361,380 |
| Future Capital Expenditure | 11,137,239 | 0 | 0 | 0 | 9,797,123 | 1,340,116 |
| Financial Stabilization | 5,889,650 | 0 | 210,957 | 210,957 | 0 | 6,100,607 |
| | <u>54,344,615</u> | <u>600,929</u> | <u>3,859,147</u> | <u>4,460,077</u> | <u>24,775,350</u> | <u>\$34,029,341</u> |

**Long-term Debt and Debt Servicing
For the Quarter Ended
June 30, 2010**

| | Actual |
|---|---------------|
| Opening Balance March 31, 2010 | 117,605,163 |
| Less: | |
| Principal portion of debt payments | -1,002,370 |
| Plus: | |
| Additional debt taken, June 30, 2010 | 0 |
| Ending Balance June 30, 2010 | 116,602,793 |
| Interest paid on Long-Term Debt March 31, 2010 - June 30, 2010 | 991,405 |

Contribution Room

| | |
|------------------------------------|-------------|
| Legal Debt Limit December 31, 2009 | 184,395,525 |
| Ending Balance June 30, 2010 | 116,602,793 |
| Remaining Debt Limit | 67,792,732 |

CITY OF GRANDE PRAIRIE
TRAVEL EXPENSE REIMBURSEMENT TO COUNCIL
AS AT JUNE 30, 2010

| COUNCIL MEMBER | TOTAL PAYMENT |
|-------------------|------------------|
| LOGAN, DWIGHT | 291.18 |
| BLACKMORE, GLADYS | 2,748.43 |
| DEIMERT, ELROY | 3,874.91 |
| GIVEN, BILL | 875.26 |
| GUSTAFSON, ALEX | 361.59 |
| MINHAS, YAD | 1,249.18 |
| RADBOURNE, LORNE | 2,856.54 |
| RICE, HELEN | 3,665.58 |
| WONG, DAN | 4,645.61 |
| | <hr/> |
| | <u>20,568.28</u> |

NB

This schedule includes travel, subsistence, accommodation and registration fees paid either to, or on behalf of, each councillor.