



TO: Greg Scerbak
City Manager

DATE: August 16, 2011

FROM: Susan Walker
Finance Manager

SUBJECT: UNAUDITED FINANCIAL STATEMENTS – JUNE 30, 2011

RECOMMENDATION

It is recommended that Council receive for information the unaudited financial statements and schedules for the six month period ended June 30, 2011.

BACKGROUND

The purpose of this report is to present the financial statements and supplementary schedules for the six month period ended June 30, 2011.

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 \$16,000.00 is projected for the year ended December 31, 2011. This projected surplus does not include the depreciation expense.

CC: Ken Anderson, CA, MBA
Chief Financial Officer

City of Grande Prairie
Summary of All Programs
For the Period Ending June 30, 2011

Description	YTD Actual	YTD Budget	Variance	Annual Forecasted Variance
City Manager	255,841	284,732	28,891	26,000
Council & Intergovernmental Services	1,955,255	2,061,160	105,905	70,000
Corporate Services	3,077,709	3,376,750	299,041	544,000
Fiscal Services	-89,499,310	-89,000,962	498,348	733,000
Protective Services	12,714,034	13,227,272	513,238	350,000
Public Works	9,990,461	10,211,208	220,747	-650,000
Community Services	8,802,418	9,842,238	1,039,820	-1,057,000
Total Summary of All Programs	<u>-52,703,592</u>	<u>-49,997,602</u>	<u>2,705,990</u>	<u>16,000</u>
 Depreciation Expense	 5,452,251			 10,900,000

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

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

**Appendix A
(In Thousands)**

City Manager		26
City Manager mainly expenditure savings in salaries & travel	11	
Human Resource mainly expenditure savings in salaries & equipment	15	
Council & Intergovernmental Services		70
Council savings in remuneration & branding costs	80	
Marketing & Communication salary savings	20	
Economic Development mainly savings in salaries & consulting	65	
Environmental Sustainability mainly savings in public relations	5	
Common Services increased legal expenditures	-100	
Corporate Services		544
Accounting Services salary savings	40	
Purchasing salary savings	10	
Assessment & Taxation salary savings	20	
Facilities:		
Forbes Homestead increased maintenance	-1	
Multiplex maintenance budget not required for 2011	450	
Bear Creek Pool increased maintenance	-25	
Creative Arts Centre decreased maintenance due to renovations	50	
Fiscal Services		733
Other Revenue:		
increased tax penalties	170	
increased investment interest revenue	400	
WCB special dividend	89	
Conditional Police Grant higher than expected	74	
Protective Services		350
RCMP vacancies	200	
Crime Prevention savings due to delay in start up of neighbourhood associat	50	
Fire Department provision of services to external municipalities	200	
Enforcement Svc mainly decreased court fine revenue	-100	
Public Works		-650
Public Works Director mainly savings in salaries, travel & subsistence	20	
Snow Removal increased costs due to heavy snowfall at beginning of year (600) offset by transfer from Winter Stabilization Reserve 600	0	
Street Lighting increased electricity costs	-500	
Development Services mainly reduced building permit revenue	-170	
Community Services		-1,057
Community Services Director mainly salary savings	6	
Recreation & Community Development mainly salary savings	80	
CSD Building mainly utilities & maintenance savings	40	
Parks:	120	
Turf Mowing savings due to wet weather 20		
Weed & Pest Control savings due to wet weather 100		
Leisure Centre will remain open a full year, budget for 3/4 year	-1,154	
Dave Barr Arena reduced revenue due to construction	-45	
Muskoseepi Park due to additional graffiti removal & increased utilities	-10	
Aquatic & Wellness Multiplex mainly unrealized revenue	-94	

Total

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**CITY OF GRANDE PRAIRIE
STATEMENT OF FINANCIAL POSITION
JUNE 30, 2011
(THOUSANDS)**

	<u>JUN 30 2011</u>	<u>DEC 31 2010</u>
FINANCIAL ASSETS		
Cash & Temporary Investments	192,019,766	157,614,253
Taxes & Grants in Lieu of Taxes	30,804,741	6,822,110
Trade & Other Receivables	4,707,844	7,108,968
Agreements Receivable	14,390,274	14,390,274
Land Held for Resale	1,804,310	1,804,310
Investments	46,364,861	46,364,861
	<u>290,091,796</u>	<u>234,104,776</u>
FINANCIAL LIABILITIES		
Accounts Payable & Accrued Liab	2,210,643	16,263,575
Due to Aquatera Utilities	429,383	383,267
Deferred Revenue	46,507,891	31,869,925
Long-term Debt	124,945,542	121,328,922
	<u>174,093,459</u>	<u>169,845,689</u>
NET FINANCIAL ASSETS	115,998,337	64,259,087
NON FINANCIAL ASSETS		
Inventory for Consumption	570,973	586,467
Prepaid Expenses	631,391	36,114
Tangible Capital Assets	437,002,569	417,939,491
	<u>438,204,933</u>	<u>418,562,073</u>
NET ASSETS	554,203,270	482,821,160
MUNICIPAL EQUITY		
ACCUMULATED SURPLUS	554,203,270	482,821,160

**CITY OF GRANDE PRAIRIE
OPERATING RESERVES
JUNE 30, 2011**

	BALANCE DEC 31/10	TRANSFER TO RESTRICTED FUND	OTHER ADDITIONS	SUB TOTAL ADDITIONS	REDUCTIONS	BALANCE JUN 30/11
Fleet Management System	7,459,092	74,591	425,000	499,591	470,079	7,488,604
Engineering Fund	461,520	4,615	0	4,615	77,271	388,864
Winter Stabilization	2,578,984	25,790	0	25,790	0	2,604,774
Redevelopment Levy	28,226	282	0	282	0	28,508
Transit	3,759,899	37,599	0	37,599	100,860	3,696,638
Cemetery Perpetual Care	1,045,554	10,456	8,270	18,726	0	1,064,280
Land Equalization	341,738	3,417	0	3,417	74,660	270,495
Public Housing Commission	242,523	2,425	0	2,425	0	244,948
Urban Park	203,980	2,040	0	2,040	75,000	131,020
Fire Dept Equipment Replacement	582,660	5,827	93,861	99,688	61,953	620,395
RCMP Detachment Reserve	556,794	5,568	0	5,568	0	562,362
Geographic Information Systems	339,889	3,399	0	3,400	136,053	207,235
Facility Depreciation	4,347,306	0	3,570,644	3,570,644	2,617,138	5,300,812
Public Reserve	1,498,029	14,980	0	14,980	569,416	943,594
Information Technology	5,488,712	54,887	0	54,887	4,781,881	761,718
Paving Levies	33,408	334	0	334	0	33,742
Transportation System Levy	9,878,730	98,787	0	98,787	5,423,960	4,553,557
Aquatics Centre Reserve	2,073,168	20,732	0	20,732	2,073,168	20,732
Future Capital Expenditure	9,251,832	0	0	0	8,832,144	419,688
Financial Stabilization	5,859,973	0	896,427	896,427	32,397	6,724,003
	<u>56,032,017</u>	<u>365,729</u>	<u>4,994,202</u>	<u>5,359,932</u>	<u>25,325,980</u>	<u>\$36,065,969</u>

**Long-term Debt and Debt Servicing
For the Quarter Ended
June 30, 2011**

	<u>Actual</u>
Opening Balance March 31, 2011	122,116,962
Less:	
Principal portion of debt payments	-1,179,420
Plus:	
Additional debt taken, June 15, 2011	4,008,000
Ending Balance 30-Jun-11	<u>124,945,542</u>

Interest paid on Long-Term Debt March 31, 2011 - June 30, 2011	<u>1,098,739</u>
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Contribution Room

Legal Debt Limit December 31, 2010	193,865,075
Ending Balance June 30, 2011	124,945,542
Remaining Debt Limit	<u>68,919,533</u>

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

COUNCIL MEMBER	TOTAL PAYMENT
GIVEN, BILL	2,914.12
CROKEN, JOHN	7,943.27
GUSTAFSON, ALEX	168.18
MCLEAN, KEVIN	3,148.31
MUNROE, JUSTIN	4,989.60
O'TOOLE, KEVIN	4,051.88
RADBOURNE, LORNE	3,058.91
RICE, HELEN	3,439.98
WONG, DAN	4,454.50
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	<u>34,168.75</u>

NB

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