

Financial Statements





Report from the Chief Financial Officer

May 2025

Mayor Bloomfield and members of Council,

I am pleased to present the City of Penticton's 2024 Annual Financial Report for the year ended December 31, 2024. The purpose of this report is to publish the City's consolidated financial statements, Auditor's Report, and provide an update on City services and projects, pursuant to Sections 98 and 167 of the *Community Charter*. This past year has been marked by significant achievements and prudent financial management, ensuring that our city remains on a solid fiscal foundation.

In this Annual Report, Council and the public are provided with an update on the progress that has been made by all divisions within the City of Penticton for 2024. It highlights the work that has been completed, identifies projects that remain in development, and notes new projects that have been added to the City's Financial Plan through the annual budget process. The City provides several services to the community including public safety, transportation, infrastructure, recreation, development services, water, sewer and electrical services, parks, and solid waste disposal. The estimated costs for providing those services are contained in the 2025 – 2029 Financial & Corporate Business Plan with actual results detailed in our 2024 Financial Statements.

These Financial Statements and Supplementary Financial Schedules have been prepared by City staff in conformance with Generally Accepted Accounting Principles as prescribed by the Public Sector Accounting Standards (PSAS). The City maintains systems of internal budgetary and accounting controls that provide assurance for safeguarding assets and the reliability of information.



This past year has been marked by significant achievements and prudent financial management, ensuring that our city remains on a solid fiscal foundation.



The external auditor, BDO Canada LLP, conducted an independent audit of the 2024 Consolidated Financial Statements in accordance with Canadian auditing standards and, in their opinion, determined them to be presented fairly and not materially misstated.

Transparency and accountability are central to our financial management practices. We strive to make our financial reporting clear, comprehensive, and accessible to all residents. By providing regular updates and utilizing digital platforms, we have cultivated a culture of openness and inclusiveness.

Financial Highlights

Financial results from 2024 saw a decrease in the City's net financial assets of \$1 million bringing the total net financial assets to \$81.5 million. The accumulated surplus saw an increase of 4.0% for a total of \$429 million for 2024, largely reflecting the increase in Tangible Capital Assets due to the City's significant capital program.

Consolidated revenues for the City were \$162 million in 2024, a 5.8% increase over 2023. The increase is attributed to higher taxation revenue, higher investment interest returns, and a significant capital grant for the Ellis 4 Dam upgrades.

Consolidated expenditures were \$145 million, an increase of 4.6% from 2023 which is mainly attributable to contractual wage increases, continued investments in safety including Police, Fire and Bylaw, under threshold capital items, and inflationary increases in goods and services.

The General Revenue Fund saw an overall surplus of \$561 thousand, with revenues coming in at \$124 million, an increase of 1.3% from 2023. Revenues increased over the previous year due to an increase in taxation revenues, and investment interest returns, which were higher than anticipated.

Expenditures in 2024 increased by 1%. The main drivers behind this increase relate to contractual wage increases as well as policing costs.

Overall reserve funds have decreased to \$128 million, a change of 2% from 2023. The decrease in funds can be attributed to deficits in the Electric and Water Surpluses as well as expending capital budgets funded by reserve balances. Remaining reserve balances will be utilized significantly in future years as the City's capital projects are completed.

Council Priorities

In 2024, Council reviewed and refined their priorities to re-focus on the Safe & Resilient and Livable & Accessible priorities. City Council approved a tax increase for 2024 of 5.31% which included a portion of the 10% tax deferral from 2022 into future years to address inflation and mitigate the impacts of COVID-19 on the public. This deferral of taxation was planned to be phased in over the years 2023-2025 while continuing to offset losses by using general surplus funds.

For 2024, the City's Financial Plan continued to be guided by community safety, which remains one of Council's main priorities. As such, City Council approved the creation of the Public Safety & Partnerships division to lead the recommendations made in the City's Community Safety Review. The City of Penticton is committed to managing social issues proactively by creating a stronger presence for safety enforcement, and improving the quality of life and experience in Penticton for residents and visitors alike.

Housing, sustainable growth, and development continued to be paramount while at the same time the City is committed to addressing aging infrastructure and providing the services the



community requires. In 2025, the City will continue advancement of Asset and Amenity Management Project, “Civic Places and Spaces” with the Community Safety Buildings project.

Looking ahead, we remain committed to maintaining our fiscal health while addressing the challenges and opportunities that lie ahead. Our focus will continue to be on sustainable growth, economic vitality, and community well-being. We will strive to create a city that is not only prosperous but also inclusive, resilient, and environmentally responsible.

Together, we will continue to make Penticton a great place to live, work, and play.

Respectfully submitted,

Angela Campbell
General Manager of Corporate Services



Transparency and accountability are at the forefront of our financial management practices. We work diligently to ensure that our financial reporting is clear, comprehensive, and accessible to all residents.



Management's Responsibility for Financial Reporting

The accompanying consolidated financial statements of the Corporation of the City of Penticton are the responsibility of management and have been approved by Mayor and Council.

The consolidated financial statements have been prepared by management in accordance with Canadian public sector accounting standards. Certain amounts used in preparation of the consolidated financial statements are based on management's best estimate and judgements. Actual results could differ as additional information becomes available in the future. When alternative accounting methods exist, management has chosen those it deems most appropriate in the circumstances, in order to ensure that the consolidated financial statements are presented fairly, in all material respects.

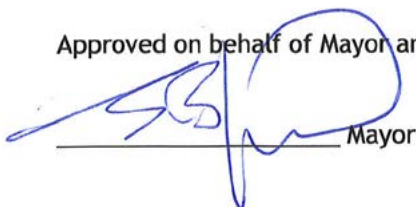
The Corporation of the City of Penticton maintains systems of internal accounting and administrative controls of reasonable quality, consistent with reasonable costs. Such systems are designed to provide reasonable assurance that the consolidated financial information is relevant, reliable and accurate and the entity's assets are appropriately accounted for and adequately safeguarded.

The Corporation of the City of Penticton is responsible for ensuring that management fulfills its responsibilities for financial reporting and is ultimately responsible for reviewing and approving the consolidated financial statements.

The Mayor and Council review the consolidated financial statements and recommend their approval. The Mayor and Council meet periodically with management, as well as the external auditors, to discuss internal controls over the financial reporting process, auditing matters and financial reporting issues, to satisfy themselves that each party is properly discharging their responsibilities, and to review the consolidated financial statements and external auditor's report. The Mayor and Council also consider the engagement of the external auditors.

The consolidated financial statements have been audited by BDO Canada LLP Chartered Professional Accountants in accordance with Canadian generally accepted auditing standards. The independent auditor's report expresses their opinion on these statements. The auditors have full and free access to the accounting records as well as Mayor and Council.

Approved on behalf of Mayor and Council



Mayor

Independent Auditor's Report

To the Mayor and Council of the Corporation of the City of Penticton

Opinion

We have audited the consolidated financial statements of the Corporation of the City of Penticton and its controlled entities (the "City"), which comprise the consolidated statement of financial position as at December 31, 2024, and the consolidated statement of operations, the consolidated statement of change in net financial assets and the consolidated statement of cash flows for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the City as at December 31, 2024, and its consolidated results of operations, its consolidated change in net financial assets, and its consolidated cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Consolidated Financial Statements* section of our report. We are independent of the City in accordance with the ethical requirements that are relevant to our audit of the consolidated financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Unaudited Information

We have not audited, reviewed or otherwise attempted to verify the accuracy or completeness of the unaudited schedules of the City's financial statements.

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

Management is responsible for the preparation and fair presentation of the consolidated 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 consolidated financial statements that are free from material misstatement, whether due to fraud or error.

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

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



Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the City's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the City to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the City to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

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

BDO Canada LLP

Chartered Professional Accountants

Penticton, British Columbia
May 13, 2025

THE CITY OF PENTICTON
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2024

	2024	2023
Financial Assets		
Cash	\$ 18,894,713	\$ 8,812,569
Investments (Note 1)	128,308,411	138,419,219
Accounts Receivable (Note 2)	21,071,817	15,860,222
Cash deposits and demand notes (Note 14)	2,682,605	2,794,555
	<u>170,957,546</u>	<u>165,886,565</u>
Financial Liabilities		
Accounts Payable and Accrued Liabilities	25,116,394	18,579,705
Development Cost Charges (Note 3)	18,268,378	17,504,483
Deferred Revenue (Note 4)	10,836,988	9,481,303
Deposits	6,110,584	7,155,893
Long Term Debt (Note 8)	21,373,477	25,017,514
Asset Retirement Obligations (Note 10)	5,061,034	2,887,942
MFA Debt Reserve (Note 14)	2,682,605	2,794,555
	<u>89,449,460</u>	<u>83,421,395</u>
Net Financial Assets	\$ 81,508,086	\$ 82,465,170
Non-Financial Assets		
Tangible Capital Assets (Note 11)	\$ 341,035,579	\$ 322,992,179
Inventory	3,924,831	4,598,029
Prepaid Expenses	2,744,339	2,572,025
	<u>347,704,749</u>	<u>330,162,233</u>
Accumulated Surplus	<u>\$ 429,212,835</u>	<u>\$ 412,627,403</u>

See accompanying notes to the Consolidated Financial Statements.

THE CITY OF PENTICTON
CONSOLIDATED STATEMENT OF OPERATIONS AND ACCUMULATED SURPLUS
YEAR ENDED DECEMBER 31, 2024

	2024 Budget (Note 15)	2024	2023
Revenue			
Taxation (Note 18)	46,244,010	\$ 46,375,359	\$ 43,246,806
Sales of Services	83,033,344	80,782,196	77,287,788
Government Grants and Transfers (Note 16)	11,444,475	12,540,980	12,327,831
Other Revenue	11,197,144	16,285,318	15,417,658
Other Contributions	3,959,865	6,192,954	5,250,290
Gain (loss) on Disposal and Insurance Proceeds	24,700	24,190	(266,206)
	<u>155,903,538</u>	<u>162,200,997</u>	<u>153,264,167</u>
Expenditure (Note 12)			
General Government	21,667,577	24,057,727	22,176,559
Protective Services	26,953,255	28,585,795	25,387,346
Transportation Services	10,392,671	12,868,356	14,699,310
Environmental Health Services	2,285,665	2,155,927	2,120,384
Public Health and Safety	388,738	461,252	383,857
Environmental Development Services	4,874,611	5,016,057	4,868,449
Recreation and Culture	14,439,108	15,597,621	14,571,658
Electrical Supply	41,964,098	43,304,408	41,946,231
Sewer System Utility	6,383,510	6,645,816	6,340,506
Water Utility Services	6,378,918	6,922,606	6,776,545
	<u>135,728,151</u>	<u>145,615,565</u>	<u>139,270,845</u>
Annual Surplus	20,175,387	16,585,432	13,993,322
Accumulated Surplus, Beginning of Year	<u>412,627,403</u>	<u>412,627,403</u>	<u>398,634,081</u>
Accumulated Surplus, End of Year	<u>432,802,790</u>	<u>\$ 429,212,835</u>	<u>\$ 412,627,403</u>

See accompanying notes to the Consolidated Financial Statements.

THE CITY OF PENTICTON
CONSOLIDATED STATEMENT OF CHANGE IN NET FINANCIAL ASSETS
YEAR ENDED DECEMBER 31, 2024

	2024 Budget	2024	2023
Annual surplus	20,175,387	\$ 16,585,432	\$ 13,993,322
Acquisition of Tangible Capital Assets (Note 11)	(41,305,499)	(33,679,407)	(19,485,640)
Amortization (Note 11)	14,362,000	17,083,341	16,347,169
Increase in tangible capital assets due to asset retirement obligation	-	(1,715,276)	(2,756,946)
Net Disposal of Tangible Capital Assets (Note 11)	-	10,000	362,534
Asset reclassification (Note 11)	-	257,942	338,926
	(6,768,112)	(1,457,968)	8,799,365
Change in Prepaid Expenses (Increase)	-	(172,314)	(2,000,428)
Use (Acquisition) of Supplies Inventories	-	673,198	(283,386)
	-	500,884	(2,283,814)
Increase (decrease) in Net Financial Assets	(6,768,112)	(957,084)	6,515,551
Net Financial Assets, Beginning of Year	82,465,170	82,465,170	75,949,619
Net Financial Assets, End of Year	<u>75,697,058</u>	<u>\$ 81,508,086</u>	<u>\$ 82,465,170</u>

See accompanying notes to the Consolidated Financial Statements.

**THE CITY OF PENTICTON
CONSOLIDATED STATEMENT OF CASH FLOWS
YEAR ENDED DECEMBER 31, 2024**

	2024	2023
Operating Transactions		
Annual Surplus	\$ 16,585,432	\$ 13,993,322
Change in Non-Cash Operating Items		
Increase in Accounts Receivable	(5,211,595)	(61,077)
Increase (Decrease) in Accounts Payable and Accrued Liabilities	6,536,689	(1,091,458)
Increase (Decrease) in Development Cost Charges	763,895	(1,256,203)
Increase in Deferred Revenues	1,355,685	1,734,912
Increase (Decrease) in Deposits	(1,045,309)	964,247
Increase in Prepaid Expenses	(172,314)	(2,000,428)
Increase (Decrease) in Inventory	673,198	(283,386)
Net Disposal of Tangible Capital Assets	10,000	362,534
Amortization	17,083,341	16,347,169
Accretion	457,816	130,993
Asset reclassification	257,942	338,931
	<u>20,709,348</u>	<u>15,186,234</u>
Cash Provided by Operating Activities	<u>37,294,780</u>	<u>29,179,556</u>
Capital Transactions		
Cash Used to Acquire Tangible Capital Assets	(33,679,407)	(19,485,641)
Financing Transactions		
Debt Proceeds	-	7,800,000
Debt Repayment	(3,644,037)	(3,549,671)
Cash Provided by Financing Transactions	<u>(3,644,037)</u>	<u>4,250,329</u>
Investing Transactions		
Increase (Decrease) in Investments	<u>10,110,808</u>	<u>(12,714,150)</u>
Change in Cash	<u>10,082,144</u>	<u>1,230,094</u>
Cash, Beginning of Year	<u>8,812,569</u>	<u>7,582,475</u>
Cash, End of Year	<u>\$ 18,894,713</u>	<u>\$ 8,812,569</u>
Supplemental Cash Flow Information	2024	2023
Interest Paid	\$ 2,111,111	\$ 1,688,819

Note: Investment income recognized includes an actuarial addition to the sinking fund

See accompanying notes to the Consolidated Financial Statements.

**THE CITY OF PENTICTON
SIGNIFICANT ACCOUNTING POLICIES
DECEMBER 31, 2024**

Management's Responsibility for the Financial Statements

The consolidated financial statements of the City are the responsibility of management. They have been prepared in accordance with Canadian generally accepted accounting principles established by the Public Sector Accounting Board. The Corporation of the City of Penticton ("the City") is a municipality in the Province of British Columbia and operates under the provisions of the Community Charter. The City provides municipal services such as fire, public works, planning, parks, recreation and other general government services.

Basis of Consolidation

The consolidated financial statements reflect the assets, liabilities, revenue and expenses of all municipal organizations, committees and Boards which are owned or controlled by the City. All inter-entity transactions and balances have been eliminated. The controlled organizations include:

Penticton Public Library

Deferred Revenue

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

Investments

Investments include bank issued notes and bonds and provincial bonds and debentures maturing in the subsequent year.

Revenue Recognition

Taxation

Taxes are recorded at estimated amounts when they meet the definition of an asset, have been authorized and the taxable event occurs. For property taxes, the taxable event is the period for which the tax is levied. Taxes receivable are recognized net of an allowance for anticipated uncollected amounts.

Government Transfers

Government transfers are recognized as revenue in the consolidated financial statements 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 Consolidated Statement of Operations as the stipulation liabilities are settled.

Other Sources of Revenue

Revenues from transactions with performance obligations are recognized when (at a point in time) or as (over a period of time) the City satisfies the performance obligations, which occurs when control of the benefits associated with the promised goods or services has passed to the payor.

**THE CITY OF PENTICTON
SIGNIFICANT ACCOUNTING POLICIES
DECEMBER 31, 2024**

Revenue Recognition continued

Other Sources of Revenue continued

The City recognizes revenue from users of the electric, water, sewer, solid waste disposal, and rentals of City property services on a straight-line basis over the period of time that the relevant performance obligations are satisfied by the City.

The City recognizes revenue from administrative services, building permits, development permits, sales of goods and other licenses and permits at the point in time that the City has performed the related performance obligations and control of the related benefits has passed to the payors.

Revenue from transactions without performance obligation is recognized at realizable value when the City has the authority to claim or retain an inflow of economic resources received or receivable and there is a past transaction or event that gives rise to the economic resources.

The City recognizes revenue from tax penalties and interest, parking ticket fines, and other revenue without associated performance obligations at the realizable value at the point in time when the City is authorized to collect these revenues.

Financial Instruments

All financial instruments, are measured at cost or amortized cost. The carrying amount of each of these financial instruments is presented on the statement of financial position.

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

For investments measured at cost, the cost method records the initial investment at cost and earnings from such investments are recognized only to the extent received or receivable. When an investment is written down to recognize an impairment loss, the new carrying value is deemed to be the new cost basis for subsequent accounting purposes.

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

Transaction costs are added to the carrying value for financial instruments measured using cost or amortized cost. Transaction costs are expensed for financial instruments measured at fair value.

Inventory

The City holds consumable inventory which is recorded at the lower of cost and replacement value. Cost is determined on a weighted average basis.

Non-Financial Assets

Non-financial assets are not available to discharge existing liabilities and are held for use in the provision of services. They have useful lives extending beyond the current year and are not intended for sale in the ordinary course of operations.

**THE CITY OF PENTICTON
SIGNIFICANT ACCOUNTING POLICIES
DECEMBER 31, 2024**

Non-Financial Assets continued

Tangible Capital Assets

Tangible capital assets are recorded at cost, net of capital asset disposals, write-downs and amortization. Cost includes all costs directly attributable to acquisition or construction of the tangible capital asset including transportation costs, installation costs, design and engineering fees, legal fees and site preparation costs. Amortization is recorded on a straight-line basis over the estimated life of the tangible capital asset commencing once the asset is available for productive use as follows:

Buildings	20 to 70 years
Roads and Sidewalks	25 to 75 years
Machinery and Equipment	5 to 20 years
Water Infrastructure	50 to 100 years
Sewer Infrastructure	10 to 100 years
Electrical Infrastructure	20 to 50 years
Parks and Recreation Infrastructure	10 to 50 years
Vehicles	5 to 20 years
Furniture and Equipment	5 to 20 years
Computer Hardware and Software	3 to 10 years
Books and Library Materials	5 to 13 years
Construction in progress	No amortization taken

Contributions of Tangible Capital Assets

Tangible capital assets received as contributions are recorded at their fair market value at the date of contribution, where fair value is reasonably determinable, with a corresponding amount recorded as revenue.

Works of Art and Historical Assets

The City holds several works of art and historic treasures that have not been included in the tangible capital assets, including displays at the museum and various works of art and decorations in the facilities.

Retirement and Employment Benefits

The City's retirement contributions due during the period to its multi-employer defined benefit plan are expensed as incurred.

On January 1 of each year, City employees belonging to CUPE local 608 are credited with the equivalent of two workweeks of paid leave to be used during the year. Unused sick leave is not eligible for payment upon retirement or termination, may

**THE CITY OF PENTICTON
SIGNIFICANT ACCOUNTING POLICIES
DECEMBER 31, 2024**

Retirement and Employment Benefits continued

not be used as vacation and may not be carried forward to subsequent years.

Reserve for Future Expenditure

Reserves for future expenditure are non-statutory reserves which represent an appropriation of surplus for specific purposes. Transfers to reserves for future expenditure include funds to finance incomplete projects and accumulations for specific purposes.

Statutory Reserve Funds

The use of these funds is restricted by Municipal Bylaws established in accordance with the Community Charter. Statutory reserve funds are funded 100% by cash and temporary investments.

Measurement Uncertainty

The preparation of consolidated financial statements in accordance with Public Sector Accounting Standards 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 expenses during the reporting period. Actual results could differ from management's best estimates as additional information becomes available in the future. Adjustments, if any, will be reflected in the consolidated financial statements in the period that the change in estimate is made, as well as in the period of settlement if the amount is different.

Collection of Taxes on Behalf of Other Taxation Authorities

The City collects taxation revenue on behalf of other entities. Such levies, other revenues, expenses, assets and liabilities with respect to the operations of entities are not reflected in these consolidated financial statements.

Contaminated Sites

A liability for contaminated sites is recognized when an accidental contamination occurs and the following criteria are met:

- a) An environmental standard exists
- b) Contamination exceeds the environmental standard
- c) The City is directly responsible or accepts responsibility for remediation
- d) It is expected that future economic benefits will be given up; and
- e) A reasonable estimate of the amount can be made.

The liability is recognized as management's estimate of the cost of post-remediation including operation, maintenance and monitoring that are an integral part of the remediation strategy for a contaminated site.

As at December 31, 2024 and 2023, the City has no liability for contaminated sites.

Asset Retirement Obligations

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

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

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

**THE CITY OF PENTICTON
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2024**

1. Investments

	2024	2023
Municipal Finance Authority	\$ 35,358,620	\$ 43,261,758
Term Deposits - Chartered Banks	15,000,000	12,500,000
Term Deposits - BC Based Credit Unions	36,397,021	36,874,286
Term Deposits - Non BC Credit Unions	41,552,770	45,783,175
	<u>\$ 128,308,411</u>	<u>\$ 138,419,219</u>

Investments held by the City have a range of maturity dates with the earliest being February 24, 2025 and the latest being August 22, 2025. Interest rates vary between 1.9% and 6.25%.

2. Accounts Receivable

	2024	2023
Property Taxes	\$ 1,254,232	\$ 1,329,041
Other Receivables	2,280,257	3,780,181
Federal Government	1,417,198	504,530
Provincial Government	5,933,617	1,140,010
Other Government Agencies	88,309	189,172
Utility Rates Receivable	5,889,037	5,045,964
Accrued Interest Receivable	4,326,570	3,960,604
Cemetery Trust Fund Receivable (Payable)	(117,403)	(89,280)
	<u>\$ 21,071,817</u>	<u>\$ 15,860,222</u>

THE CITY OF PENTICTON
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2024

3. Development Cost Charges (DCC)

The City collects development cost charges to pay for a proportionate share of infrastructure related to new growth. When the related costs are incurred, the DCCs are recognized as revenue.

	2024	2023
DCC by Type		
Roads DCC	\$ 2,015,234	\$ 1,317,134
Parks DCC	761,694	659,153
Drainage DCC	1,344,555	1,259,284
Waste Water DCC	10,594,572	10,750,154
Water DCC	3,552,323	3,518,758
	<u>18,268,378</u>	<u>17,504,483</u>
DCC Activity		
Balance, Beginning of Year	17,504,483	18,760,686
Return on Investments	557,526	881,065
DCCs Levied in the Year	2,848,232	1,035,955
Transfers	(2,641,863)	(3,173,223)
	<u>\$ 18,268,378</u>	<u>\$ 17,504,483</u>

In 2010, Council adopted Economic Incentive Zone Bylaw and in 2022 adopted an updated Development Cost Charge Bylaw. The purpose of these bylaws was to spur development in key areas of the City, promote sustainable development and promote the development of affordable rental housing. The bylaws also contain provisions to encourage high-end hotel development.

The Development Cost Charges and Economic Incentive tax exemption program have been implemented in accordance with the provisions of Section 933(1) of the Local Government Act and Section 226 of the Community Charter, respectively. In 2024, \$282,929 (2023 - \$296,871) of Economic Incentive tax exemptions were granted.

THE CITY OF PENTICTON
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2024

4. Deferred Revenue

Funds received for specific purposes which are externally restricted by legislation, regulation or agreement and are not available for general municipal purposes are accounted for as Deferred Revenue on the Consolidated Statement of Financial Position. The revenue is recognized in the Consolidated Statement of Operations in the year in which it is used for the specified purpose. Deferred Revenue is comprised of the following:

	Taxes	Recreation	Other *	Total
Balance at December 31, 2023	\$ 6,669,712	660,268	\$ 2,151,323	\$ 9,481,303
Collected	13,159,960	1,170,137	2,067,989	16,398,086
Recognized	(12,322,648)	(1,119,910)	(1,599,843)	(15,042,401)
Balance at December 31, 2024	\$ 7,507,024	710,495	\$ 2,619,469	\$ 10,836,988

** Included in other deferred revenue is \$303,494 from the Capacity Funding for Local Government Housing Initiatives. In the current year \$10,960 was spent on this program.*

5. Pension Liability

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

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

The most recent actuarial valuation as at December 31, 2021 indicated a \$3,761 million funding surplus for basic pension benefits on a going concern basis.

The City of Penticton paid \$3,053,982 (2023 - \$2,649,914) for employer contributions to the Plan in fiscal 2024.

The next valuation will be as at December 31, 2024 with results expected in 2025.

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

6. Contingent Liabilities

a. Regional District of Okanagan Similkameen

All monies borrowed by a Regional District, shall be upon its credit at large and shall, in the event of any default, constitute an indebtedness of the member municipalities for which they are jointly and severally liable. At December 31, 2024, the long term debt of the Regional District aggregated \$77,221,237 (2023 - \$80,684,489).

b. General Contingencies

From time to time there are potential claims against the City for incidents which arise in the ordinary course of business. In the opinion of management and legal counsel, the outcomes of the claims are not determinable at this time and cannot be estimated. Should any loss result from the resolution of these claims, such loss will be charged to operations in the year of resolution.

c. Municipal Insurance Association

The City is a participant in the Municipal Insurance Association of British Columbia. Should the Association pay out claims in excess of premiums received, it is possible the City along with other participants, would be required to contribute towards the deficit.

7. Letters of Credit

In addition to the performance deposits reflected in the Consolidated Statement of Financial Position, the City is holding irrevocable Letters of Credit in the amount of \$1,598,617 which were received from depositors to ensure their performance of works to be undertaken within the City. These amounts are not reflected in the consolidated financial statements but are available to satisfy liabilities arising from non-performance by the depositors.

**THE CITY OF PENTICTON
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2024**

8. Long Term Debt

Long term debt reported on the Consolidated Statement of Financial Position is comprised of the following:

	2024	2023
Long Term Debt	<u>\$ 21,373,477</u>	<u>\$ 25,017,514</u>

Principal repayments relating to long term debt of \$21,373,477 outstanding are due as follows (in thousands):

	2025	2026	2027	2028	2029	Thereafter	Sinking Fund
General Fund	\$ 862	\$ 739	\$ 578	\$ 565	\$ 329	\$ 336	\$ 2,800
Sewer Fund	652	652	652	612	344	1,519	3,205
Water Fund	587	587	430	430	295	2,303	2,898
	<u>\$ 2,101</u>	<u>\$ 1,978</u>	<u>\$ 1,660</u>	<u>\$ 1,607</u>	<u>\$ 968</u>	<u>\$ 4,158</u>	<u>\$ 8,903</u>

Long term debt is secured by the assets of the City. The Long Term Debt is held by the Municipal Finance Authority. The principal payments are invested by the Municipal Finance Authority into a Sinking Fund. The principal repayments are currently estimated at between 3-3.75%. The 2024 earnings in the Sinking Fund were calculated to be \$1,456,387 and are included in Other Revenue on the Consolidated Statement of Operations.

THE CITY OF PENTICTON
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2024

9. Debt Issued and Outstanding

										2024 Payments	
LIA B Law	S/1 B Law	Issue	Issue Date	Purpose	Issue Amount	Outstanding Amount	Term (Years)	Maturity	Rate (%)	Interest	Principal
General Fund											
2003-15	2268	81	22-Apr-04	Storm Sewer	\$ 337,500	\$ -	20	2024	2.850	\$ 4,809	\$ 10,207
2004-16	859-2004	85	25-Oct-04	Parks - Land Acquisition	1,680,000	-	20	2024	2.250	37,800	50,807
2004-18	859/2004	85	25-Oct-04	Roads Works -S. Main St.	195,000	-	20	2024	2.250	4,388	5,897
2004-19	859/2004	85	15-Oct-04	Road Design-Main St.	150,000	-	20	2024	2.250	3,375	4,536
2004-20	859/2004	85	25-Oct-04	Integrated Waterfront	550,000	-	20	2024	2.250	12,375	16,633
2004-21	859/2004	93	25-Oct-04	Youth Park	50,000	-	20	2024	2.250	1,125	1,512
2004-11	1108/2004	93	06-Apr-05	Wine Information Centre	800,000	50,278	20	2025	5.100	3,814	49,028
2004-20	1108-2004	93	06-Apr-05	Integrated Waterfront	520,000	32,681	20	2025	5.100	2,479	31,868
2004-21	614/2005	95	13-Oct-05	Youth Park	150,000	10,303	20	2025	0.910	1,365	6,112
2005-18	615/2005	95	13-Oct-05	Integrated Waterfront	825,000	56,668	20	2025	0.910	7,508	33,618
2006-15	17/17/2006	99	07-Nov-06	Road Works-Fairview/Ind	1,595,000	221,358	20	2026	1.530	24,404	53,563
2006-17	17/17/2006	99	07-Nov-06	Sportsfields	3,200,000	444,103	20	2026	1.530	48,960	107,462
2006-33	273/2007	102	02-Nov-07	Integrated Waterfront '06	350,000	71,142	20	2027	3.900	13,650	13,143
2006-76	024/2008	103	23-Apr-08	Wellness Centre	3,000,000	801,282	20	2028	3.790	113,700	100,745
2007-41	333/2008	104	20-Nov-08	Cemetery-Columbarium	2,500,000	667,735	20	2028	4.300	107,500	83,954
2007-52	333/2008	104	20-Nov-08	Indoor Soccer Facility	1,000,000	267,094	20	2028	4.300	43,000	33,582
2007-57	333/2008	104	20-Nov-08	Integrated Waterfront	530,000	141,560	20	2028	4.300	22,790	17,798
2007-52	638/2009	106	13-Oct-09	Indoor Soccer Facility	415,000	135,943	20	2029	2.250	9,338	13,936
2007-52	15/30/2010	110	08-Apr-10	Indoor Soccer Ph2	586,000	224,078	20	2030	1.280	7,501	21,542
2009-14	15/30/2010	110	08-Apr-10	Pool Upgrades	7,400,000	2,829,658	20	2030	1.280	94,720	272,037
2007-52	B25/2011	116	04-Apr-11	Indoor Soccer Facility	135,000	59,237	20	2031	1.470	1,985	4,963
2009-43	B25/2011	116	04-Apr-11	Road Works-Smythe Dr	447,000	196,139	20	2031	1.470	6,571	16,432
					26,415,500	6,209,259				573,157	949,375

THE CITY OF PENTICTON
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2024

9. Debt Issued and Outstanding continued

										2024 Payments	
LIA B Law	S/1 B Law	Issue	Issue Date	Purpose	Issue Amount	Outstanding Amount	Term (Years)	Maturity	Rate (%)	Interest	Principal
Water Fund											
2006-07	17/07/2006	99	07-Nov-06	Naramata Rd. Upgrade	4,670,000	648,113	20	2026	1.530	71,451	156,827
2007-83	333/2008	104	20-Nov-08	Water Filtration Plant	4,000,000	1,068,376	20	2028	4.300	172,000	134,327
2007-83	638/2009	106	13-Oct-09	Water Filtration Plant	3,900,000	1,277,534	20	2029	2.250	87,750	130,969
2022-33	394/2022	159	13-Jun-23	Ridgedale Reservoir	4,700,000	4,535,504	20	2043	4.150	195,050	164,496
					17,270,000	7,529,527				526,251	586,619
Sewer Fund											
2006-61	273/2007	102	02-Nov-07	Septage Handling Facility	1,050,000	213,426	20	2027	3.900	40,950	39,429
2008-10	332-2008	104	02-Nov-07	Sewer System Upgrade	8,000,000	2,136,753	20	2028	4.300	344,000	268,654
2008-10	638-2009	106	13-Oct-09	Sewer Plant Expansion	7,000,000	2,293,010	20	2029	2.250	157,500	235,072
2022-31	394-2022	159	13-Jun-2023	AWWTP	3,100,000	2,991,502	20	2043	4.150	128,650	108,498
					19,150,000	7,634,691				671,100	651,653
					\$ 62,835,500	\$ 21,373,477				\$ 1,770,508	\$ 2,187,647

10. Asset Retirement Obligations

The City owns and operates several assets that are known to have asbestos and lead paint, which represent a health hazard upon demolition or renovation of the assets. There is a legal obligation to remove and dispose of the hazardous materials when it is disturbed. The City has recognized an obligation relating to the removal of the hazardous materials.

The value of the obligation is management’s best estimate and has been inflated using an inflation rate of 1.80% (2023 - 2.15%) and discounted using the City’s average borrowing rate of 4.05% (2023 – 4.73%). The timing of these expenditures is estimated to occur between 2025 and 2072 with the regular replacement renovation, or disposal of assets. No recoveries are expected at this time.

	2024	2023
Opening asset retirement obligation	\$ 2,887,942	\$ 2,756,949
Increase due to change in estimates	1,688,981	-
Increase due to accretion	457,816	130,993
Increase due to additions	26,295	-
	<u>\$ 5,061,034</u>	<u>\$ 2,887,942</u>

THE CITY OF PENTICTON
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2024

11. Tangible Capital Assets

The City of Penticton budgets for Tangible Capital Assets (TCA) as well as non-operating repairs and maintenance through the capital budget. During the year, the City incurred \$39,533,397 of expenditures that fall within the Capital Budget. Of this amount, \$33,802,642 met the TCA capitalization policy criteria while the remaining \$5,730,755 was expensed due to the expenditure being outside the TCA capitalization policy criteria or they were related to repairs and maintenance.

	Land	Buildings	Equipment	Sewer Infrastructure	Water Infrastructure	Electrical Infrastructure	Roads	Construction in Progress	2024 Total
COST									
Opening Balance	\$ 55,598,373	\$ 173,775,017	\$ 61,941,126	\$ 60,897,256	\$ 65,561,081	\$ 86,490,294	\$ 105,519,305	\$ 12,572,917	\$ 622,355,369
Add: Additions	609,779	1,309,033	4,934,773	1,148,266	814,976	3,552,088	2,902,910	18,407,582	33,679,407
Add: Additions due to ARO (Note 10)	-	1,715,276	-	-	-	-	-	-	1,715,276
Add: Trsf to/from Construction in Progress	-	663,993	51,672	292,557	662,721	1,653,736	4,557,237	(7,881,916)	-
Less: Disposals	-	-	283,831	-	-	-	-	-	283,831
Re-classification	(251,074)	251,074	-	-	-	-	-	(257,942)	(257,942)
	<u>55,957,078</u>	<u>177,714,393</u>	<u>66,643,740</u>	<u>62,338,079</u>	<u>67,038,778</u>	<u>91,696,118</u>	<u>112,979,452</u>	<u>22,840,641</u>	<u>657,208,279</u>
ACCUMULATED AMORTIZATION									
Opening Balance	-	100,376,116	40,806,882	17,578,349	24,870,741	49,519,964	66,211,138	-	299,363,190
Add: Amortization	-	6,006,367	3,504,954	1,255,564	1,042,500	2,047,518	3,226,438	-	17,083,341
Less: Acc Amortization on Disposals	-	-	273,831	-	-	-	-	-	273,831
	<u>-</u>	<u>106,382,483</u>	<u>44,038,005</u>	<u>18,833,913</u>	<u>25,913,241</u>	<u>51,567,482</u>	<u>69,437,576</u>	<u>-</u>	<u>316,172,700</u>
Net Book Value for Year Ended Dec. 31, 2024	<u>\$ 55,957,078</u>	<u>\$ 71,331,910</u>	<u>\$ 22,605,735</u>	<u>\$ 43,504,166</u>	<u>\$ 41,125,537</u>	<u>\$ 40,128,636</u>	<u>\$ 43,541,876</u>	<u>\$ 22,840,641</u>	<u>\$ 341,035,579</u>

THE CITY OF PENTICTON
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2024

11. Tangible Capital Assets continued

	Land	Buildings	Equipment	Sewer Infrastructure	Water Infrastructure	Electrical Infrastructure	Roads	Construction in Progress	2023 Total
COST									
Opening Balance	\$ 55,299,911	\$ 171,586,366	\$ 54,643,093	\$ 58,983,856	\$ 63,564,745	\$ 85,985,307	\$103,674,440	\$ 8,449,807	\$ 602,187,525
Add: Additions	47,388	631,929	3,893,799	1,874,882	1,576,033	47,572	1,628,759	9,785,278	19,485,640
Add: Additions due to ARO recognition (Note 10)	251,074	2,505,875	-	-	-	-	-	-	2,756,949
Add: Trsf to/from Construction in Progress	-	43,127	4,147,769	38,518	420,303	457,415	216,106	(5,323,238)	-
Less: Disposals	-	992,280	743,535	-	-	-	-	-	1,735,815
Re-classification to Financial Assets	-	-	-	-	-	-	-	(338,930)	(338,930)
	<u>55,598,373</u>	<u>173,775,017</u>	<u>61,941,126</u>	<u>60,897,256</u>	<u>65,561,081</u>	<u>86,490,294</u>	<u>105,519,305</u>	<u>12,572,917</u>	<u>622,355,369</u>
ACCUMULATED AMORTIZATION									
Opening Balance	-	95,965,087	38,191,373	16,286,947	23,825,878	46,836,912	63,283,105	-	284,389,302
Add: Amortization	-	5,129,071	3,270,748	1,291,402	1,044,863	2,683,052	2,928,033	-	16,347,169
Less: Acc Amortization on Disposals	-	718,042	655,239	-	-	-	-	-	1,373,281
	<u>-</u>	<u>100,376,116</u>	<u>40,806,882</u>	<u>17,578,349</u>	<u>24,870,741</u>	<u>49,519,964</u>	<u>66,211,138</u>	<u>-</u>	<u>299,363,190</u>
Net Book Value for Year Ended Dec. 31, 2023	<u>\$ 55,598,373</u>	<u>\$ 73,398,901</u>	<u>\$ 21,134,244</u>	<u>\$ 43,318,907</u>	<u>\$ 40,690,340</u>	<u>\$ 36,970,330</u>	<u>\$ 39,308,167</u>	<u>\$ 12,572,917</u>	<u>\$ 322,992,179</u>

**THE CITY OF PENTICTON
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2024**

12. Expenses by Object

	2024	2023
Salaries and Benefits	\$ 41,965,020	\$ 38,044,648
Goods and Services	64,199,302	64,777,723
Interest	2,111,111	1,688,819
Amortization	17,083,341	16,347,170
Accretion	457,816	130,993
Other Expenses	3,163,329	2,963,548
Vehicle & Equipment Maintenance	5,709,919	5,158,426
Policing Agreement	10,925,727	10,159,518
	<u>\$ 145,615,565</u>	<u>\$ 139,270,845</u>

13. Credit Facilities

The City holds a \$5,000,000 line of credit with the Valley First Credit Union. This line of credit has a borrowing rate of prime 5.5% (2023 - 7.2%) and is secured by promissory note as indicated in the Revenue Anticipation Borrowing Bylaw 2011 No. 5003.

As of December 31, 2024 there was no balance outstanding (2023 - \$NIL).

14. Municipal Finance Authority

Cash Deposits and Demand Notes - The City issues the majority of its debt instruments through the Municipal Finance Authority. As a condition of these borrowings, a portion of the debt proceeds is withheld by the Municipal Finance Authority as a debt reserve fund. The City also executes demand notes in connection with each debt borrowing whereby the City may be required to loan certain amounts to the Municipal Finance Authority. These demand notes are contingent in nature.

Proceeds on loan requests are 98.40% of the gross amount of the loan. 1% is deducted by the MFA for security against loan default (this is held in trust by the MFA in its Debt Reserve Fund and will be refunded to clients, with interest, at loan expiry). The remaining 0.60% is deducted as an issue expense to cover the costs of administering the Debt Reserve Fund.

	2024	2023
Cash deposits	<u>\$ 2,682,605</u>	<u>\$ 2,794,555</u>

THE CITY OF PENTICTON
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2024

15. Budget

The Financial Plan (Budget) Bylaw No. 2023-41 adopted by Council on December 14, 2023 was not prepared on a basis consistent with that used to report actual results (Public Sector Accounting Standards). The budget figures anticipated use of reserves accumulated in previous years to reduce current year expenditures in excess of current year revenues to Nil. In addition, the budget expensed all tangible capital expenditures rather than including amortization expense. As a result, the budget figures presented in the Consolidated Statements of Operations and change in Consolidated Net Financial Assets represent the Financial Plan adopted by Council with adjustments as follows:

	2024
Financial Plan (Budget) Bylaw surplus for the year	\$ -
Add:	
Transfer to Funds/Reserves	36,247,433
Debt Principal Repayments	2,187,651
Budgeted Capital Expenditures - General	15,271,465
Budgeted Capital Expenditures - Electric	8,361,409
Budgeted Capital Expenditures - Sewer	3,209,900
Budgeted Capital Expenditures - Water	14,462,725
Less:	
Budgeted Transfers from Surplus	59,565,196
Budget Surplus per Consolidated Statement of Operations	\$ 20,175,387

THE CITY OF PENTICTON
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2024

16. Transfers From Other Governments

	2024	2023
Community Building Fund (Gas Tax)	\$ 1,742,928	\$ 1,610,446
Capital Grants	8,560,985	2,193,637
Traffic fine revenue sharing	377,000	360,000
Edmonton Avenue Child Care Centre	-	38,675
Okanagan Basin Water Board grants	173,697	155,777
Local Government Climate Action Program	554,023	189,082
Growing Communities	-	7,177,000
Building Safer Communities	259,070	-
Library	227,225	169,114
Miscellaneous	646,052	434,100
	<u>\$ 12,540,980</u>	<u>\$ 12,327,831</u>

**THE CITY OF PENTICTON
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2024**

17. Penticton Public Library

The establishment of a municipal public library in the City of Penticton Bylaw 2639 was passed December 8, 1969. The Bylaw indicates that the City exercises control over the Penticton Public Library and is required to fund its operations as per the Library Act. The Penticton Public Library assets as managed by the Library Board are recorded as assets of the City. The operations of the Penticton Public Library have been wholly consolidated by the City.

THE CITY OF PENTICTON
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2024

18. Taxation

	Budget	2024	2023
Municipal Taxation			
Real Property	\$ 45,663,780	\$ 45,664,933	\$ 42,715,221
Special Assessments	87,230	87,228	87,228
Grants in Lieu	493,000	623,198	444,357
Total municipal taxation	46,244,010	46,375,359	43,246,806
Collections For other Governments			
School	19,486,315	20,895,033	19,428,130
Regional District	2,532,455	2,936,138	2,498,768
Regional Hospital	2,582,000	2,815,785	2,573,998
BCAA	533,150	564,378	531,493
Total collections for other taxing authorities	25,133,920	27,211,334	25,032,389
Transfers to Other Governments	(25,133,920)	(27,210,187)	(25,067,633)
Supplemental Taxation Recovered (Remitted)	-	2,853	35,244
Net taxation for municipal purposes	\$ 46,244,010	\$ 46,379,359	\$ 43,246,806

19. Comparative Figures

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

20. Contractual Rights

Contractual rights are rights to economic resources arising from contracts or agreements that will result in an asset in the future. The City's contractual rights arise because of contracts entered into for long-term land leases that grant rights to the City, upon termination of the lease, to any Building(s) the Tenant has constructed on the land. The following listing outlines the nature, amount, and timing for each of the City's contractual rights to future assets:

The Penticton Golf & Country Club

The Lease Agreement between The City of Penticton and The Penticton Golf & Country Club dated July 1, 2007, will result in the City gaining control of the Golf Clubhouse Building upon expiry of the lease. The Lease Agreement grants the right of ownership of the Golf Clubhouse Building to the City. This is a 26 year, 4 month Lease, due to expire in 2033.

Art Gallery of the South Okanagan (Inc. 9986)

The Lease Agreement between The City of Penticton and the Art Gallery of the South Okanagan (Inc, 9986) dated October 1, 1999, will result in the City gaining control of the Art Gallery Building upon expiry of the lease. The Lease Agreement grants the right of ownership of the Art Gallery Building to the City. This is a 5 year Lease, due to expire in 2025.

Penticton Seniors' Drop-in Centre Society

The Lease Agreement between The City of Penticton and the Penticton Seniors' Drop-in Centre Society dated May 31, 2019, will result in the City gaining control of the Drop-In Centre Building upon expiry of the lease. The Lease Agreement grants the right of ownership of the Drop-In Centre Building to the City. This is a 20 year Lease, due to expire in 2039.

Gateway Casinos & Entertainment Limited

The Lease Agreement between The City of Penticton and Gateway Casinos & Entertainment Limited dated May 4, 2016, will result in the City gaining control of the Casino Building upon expiry of the lease. The Lease Agreement grants the right of ownership of the Casino Building to the City. This is a 20 year Lease, due to expire in 2036 with two 10-year extension options.

One Sky Community Resources Society

The Lease Agreement between the City of Penticton and One Sky Community Resources Society dated October 1, 2021, will result in the City gaining control of the Daycare Building upon expiry of the lease. The Lease Agreement grants the right of ownership of the Daycare Building to the City. This is a 60 year Lease, due to expire in 2081.

21. Financial Instruments

Financial Instrument Risk Management

The City is exposed to credit risk, liquidity risk, and interest rate risk from its financial instruments. This note describes the City's objectives, policies, and processes for managing those risks and the methods used to measure them. Further qualitative and quantitative information in respect of these risks is presented below and throughout these financial statements.

There have not been any changes from the prior year in the City's exposure to above risks or the policies, procedures and methods it uses to manage and measure the risks.

Credit Risk

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

The City manages its credit risk by selecting only investments that ensure preservation of capital and leveraging portfolio diversification. The City measures its exposure to credit risk based on portfolio constraints, credit ratings and exposure to asset classes. The maximum exposure to credit risk at the financial statement date is the carrying value of its cash and accounts receivable as outlined in Notes 1 and 2. Accounts receivable arise primarily as a result of taxation, utilities, and grants receivable. Based on this knowledge, credit risk of cash and accounts receivable are assessed as low.

The City manages exposure to credit risk for portfolio investments by ensuring adequate diversification including maintaining investments in the Municipal Finance Authority which meets the investment requirements of Section 183 of the Community Charter of the Province of BC. As a result, the Municipality has reduced exposure to market or value risk.

Liquidity Risk

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

The City manages this risk by selecting maturity dates that correspond to cash flow requirements. Also to help manage the risk, the City has in place a planning, budgeting and forecasting process to help determine the funds required to support the normal operating requirements. The City's five-year financial plan is approved by the Mayor and Council, which includes operational activities and capital investments. The City measures its exposure to liquidity risk based on financial forecasting and extensive budgeting.

Interest rate risk

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

The City manages interest rate risk on its long-term debt by holding all debt through MFA at a fixed rate, with refinancing typically being completed at the ten or fifteen year mark. Therefore, fluctuations in market interest rates would not impact future cash flows and operations relating to long-term debt. See Note 9 for interest rates and maturity dates for long term debt.

**THE CITY OF PENTICTON
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2024**

21. Financial Instruments continued

Investments that are subject to interest rate risk are MFA pooled investment funds. The risk is caused by changes in interest rates. As interest rates rise, the fair value of the MFA pooled investment funds notes decrease and, as interest rates fall, the fair value of these investments increase.

As a result of diversification by security type, only a portion of the overall investment portfolio is exposed to interest rate risk. As at December 31, 2024 the amount of the investment portfolio exposed was \$ NIL (2023 - \$ NIL).

22. Cemetery Perpetual Trust Fund

The Cemetery Trust fund is established in accordance with the Cremation, Interment, and Funeral Services Act, to upkeep the cemetery grounds/facilities upon closure of the cemetery. As per legislation, current interest income earned on the Reserve balance may be used to offset cemetery operating and capital expenditures. Annual cemetery operating and capital expenditures are approved by Council through the annual budgeting process. The trust fund assets and liabilities are not included in the consolidated financial statements. At December 31, 2024, the balance of funds held in trust was \$1,373,225 (2023 - \$1,279,463).

23. Segmented Information

The City is a diversified municipal government institution that provides a wide range of services to its citizens such as transit, police, fire, water and electricity. Distinguishable functional segments have been separately disclosed in the segmented information. The nature of the segments and the activities they encompass are as follows:

General Government Services

General Government operations are primarily funded by property taxation. This segment includes all of the revenues and expenses that relate to the operations of the City itself and cannot be directly attributed to one of the other specific segments including administration, financial services, human resources, information technology, and revenue and collections.

Protective Services

Protection is comprised of police services, fire protection, bylaw services, dog control and building and licensing services. The police services work to ensure the safety and protection of the citizens and their property. The fire department is responsible to provide fire suppression service, fire prevention programs, training and education.

Transportation Services

Transportation is responsible for the delivery of municipal public works services related to the City's public transit services, roads and maintenance, bridges, drainage systems, public works, street lighting and traffic control.

Environmental Health Services

Environmental services consists of providing waste disposal to citizens.

23. Segmented Information continued

Public Health and Safety

Health services are comprised of public health services; this segment includes the operation of the City's Cemeteries.

Environmental Development Services

This segment includes city planning, land management, economic development and ensures all property development and land use is in line with City Bylaw's and policies and is in the best interest of the community.

Recreation and Culture

This segment provides services meant to improve health and development of the City's citizens. Recreational programs and cultural programs like swimming and skating lessons are provided at the arenas, the aquatic centre and the community centre. Also, the City provides library services to assist with its citizens' informational needs and a museum that houses collections and artifacts. The segment also includes parks, land administration and the City's net contribution to the operations of the South Okanagan Events Centre.

Electrical Utility

The electrical supply system is responsible for distribution of electricity to the City's citizens and businesses. This segment includes all of the operating activities related to the supply of the City's electricity.

Sewer Utility

The City's sanitary sewer system collects, conveys and treats and disposes of domestic and industrial wastewater. This segment includes all of the operating activities related to the collection and treatment of wastewater (sewage) throughout the City.

Water Utility

The water utility is responsible for planning, designing, building and operating and maintaining the City's water system and includes all of the operating activities related to the treatment and distribution of water throughout the City.

**THE CITY OF PENTICTON
SCHEDULE OF SEGMENT DISCLOSURE
DECEMBER 31, 2024**

	General Government Services	Protective Services	Transportation Services	Environmental Health Services	Public Health and Safety	Environmental Development Services	Recreation and Culture	Electrical Utility	Sewer Utility	Water Utility	2024 Total
REVENUE											
Taxation	\$ 46,375,359	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 46,375,359
Sales of Services	1,879,684	3,395,221	2,358,202	3,117,034	562,254	295,020	2,756,800	45,913,649	9,533,595	10,970,737	80,782,196
Government Grants and Transfers	2,211,252	165,982	855,243	-	-	847,420	1,144,930	19,880	173,697	7,122,576	12,540,980
Other Revenue	12,622,817	2,092,632	136	-	-	1,338,507	221,551	9,675	-	-	16,285,318
Other Contributions	426,710	51,261	1,442,298	-	-	-	81,004	1,271,707	1,530,602	1,389,372	6,192,954
Gain on Disposal	-	-	-	-	-	-	24,190	-	-	-	24,190
	<u>63,515,822</u>	<u>5,705,096</u>	<u>4,655,879</u>	<u>3,117,034</u>	<u>562,254</u>	<u>2,480,947</u>	<u>4,228,475</u>	<u>47,214,911</u>	<u>11,237,894</u>	<u>19,482,685</u>	<u>162,200,997</u>
EXPENDITURE											
Salaries and Benefits	6,202,320	15,400,471	2,704,062	156,836	30,133	2,021,388	8,205,789	2,683,775	2,135,706	2,424,540	41,965,020
Goods and Services	4,865,078	1,497,862	4,523,286	1,990,907	322,251	1,756,145	6,242,790	38,277,219	2,022,471	2,701,293	64,199,302
Interest	290,010	-	44,794	-	107,500	-	422,109	-	699,993	546,705	2,111,111
Amortization	10,026,866	-	3,226,439	-	-	-	-	2,047,518	1,072,765	709,753	17,083,341
Accretion	457,816	-	-	-	-	-	-	-	-	-	457,816
Other Expenses	1,646,281	102,518	18,216	320	-	1,238,468	65,513	37,776	3,146	51,091	3,163,329
Vehicle & Equipment Maintenance	569,356	659,217	2,351,559	7,864	1,368	56	661,420	258,120	711,735	489,224	5,709,919
Policing Agreement	-	10,925,727	-	-	-	-	-	-	-	-	10,925,727
	<u>24,057,727</u>	<u>28,585,795</u>	<u>12,868,356</u>	<u>2,155,927</u>	<u>461,252</u>	<u>5,016,057</u>	<u>15,597,621</u>	<u>43,304,408</u>	<u>6,645,816</u>	<u>6,922,606</u>	<u>145,615,565</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 39,458,095</u>	<u>\$ (22,880,699)</u>	<u>\$ (8,212,477)</u>	<u>\$ 961,107</u>	<u>\$ 101,002</u>	<u>\$ (2,535,110)</u>	<u>\$ (11,369,146)</u>	<u>\$ 3,910,503</u>	<u>\$4,592,078</u>	<u>\$ 12,560,079</u>	<u>\$ 16,585,432</u>

THE CITY OF PENTICTON
SCHEDULE OF SEGMENT DISCLOSURE
DECEMBER 31, 2023

	General Government Services	Protective Services	Transportation Services	Environmental Health Services	Public Health and Safety	Environmental Development Services	Recreation and Culture	Electrical Supply	Sewer System Utility	Water Utility Services	2023 Total
REVENUE											
Taxation	\$ 43,246,806	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 43,246,806
Sales of Services	1,998,720	3,225,160	2,131,947	3,003,232	483,017	339,761	2,466,532	44,526,955	9,016,400	10,096,064	77,287,788
Government Grants and Transfers	9,214,693	128,607	2,223,921	-	-	177,825	427,008	-	155,777	-	12,327,831
Other Revenue	12,537,289	1,293,204	-	-	-	1,447,267	95,322	8,412	-	36,164	15,417,658
Other Contributions	426,712	19,825	1,590,829	-	-	-	-	918,038	1,406,752	888,134	5,250,290
Gain on Disposal	(274,238)	-	4,599	-	-	-	3,433	-	-	-	(266,206)
	<u>67,149,982</u>	<u>4,666,796</u>	<u>5,951,296</u>	<u>3,003,232</u>	<u>483,017</u>	<u>1,964,853</u>	<u>2,992,295</u>	<u>45,453,405</u>	<u>10,578,929</u>	<u>11,020,362</u>	<u>153,264,167</u>
EXPENDITURE											
Salaries and Benefits	6,491,149	12,963,521	2,194,344	90,580	29,340	1,843,854	7,296,381	2,530,213	2,080,188	2,525,078	38,044,648
Goods and Services	4,488,088	1,551,483	7,305,490	2,019,968	279,959	1,815,020	6,236,726	36,301,680	1,958,994	2,820,315	64,777,723
Interest	296,283	-	51,037	-	72,500	-	387,663	-	507,432	373,904	1,688,819
Amortization	8,902,547	-	2,928,033	-	-	-	-	2,683,052	1,121,422	712,116	16,347,170
Accretion	130,993	-	-	-	-	-	-	-	-	-	130,993
Other Expenses	1,440,525	101,411	16,352	145	-	1,205,220	75,728	71,528	5,290	47,349	2,963,548
Vehicle & Equipment Maintenance	426,974	611,413	2,204,054	9,691	2,058	4,355	575,160	359,758	667,180	297,783	5,158,426
Policing Agreement	-	10,159,518	-	-	-	-	-	-	-	-	10,159,518
	<u>22,176,559</u>	<u>25,387,346</u>	<u>14,699,310</u>	<u>2,120,384</u>	<u>383,857</u>	<u>4,868,449</u>	<u>14,571,658</u>	<u>41,946,231</u>	<u>6,340,506</u>	<u>6,776,545</u>	<u>139,270,845</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 44,973,423</u>	<u>\$ (20,720,550)</u>	<u>\$ (8,748,014)</u>	<u>\$ 882,848</u>	<u>\$ 99,160</u>	<u>\$ (2,903,596)</u>	<u>\$ (11,579,363)</u>	<u>\$ 3,507,174</u>	<u>\$ 4,238,423</u>	<u>\$ 4,243,817</u>	<u>\$ 13,993,322</u>

THE CITY OF PENTICTON
GENERAL REVENUE FUND
STATEMENT OF OPERATIONS
YEAR ENDED DECEMBER 31, 2024
(UNAUDITED)

	2024 Budget	2024	2023
Revenue			
Taxation	\$ 46,244,010	\$ 46,375,359	\$ 43,246,806
Sales of Services	19,764,834	20,875,687	19,635,322
Government Grants and Transfers	3,312,137	3,878,661	12,172,054
Transfer From Other Funds/Reserves	3,606,466	7,699,243	5,463,801
Other Revenue	11,186,535	16,275,642	15,373,082
Other Contributions	436,712	2,001,276	2,037,366
Sale of Assets	24,700	24,190	(266,206)
Collections For other Governments	25,133,920	27,211,334	25,032,389
	<u>109,709,314</u>	<u>124,341,392</u>	<u>122,694,614</u>
Expenditure			
Salaries and Benefits	32,113,107	35,278,118	31,617,697
Goods and Services	21,651,524	23,541,116	25,542,160
Interest	516,735	864,413	807,484
Principal Payments	949,379	949,378	1,253,366
Other Expenses	3,598,588	3,071,315	2,839,379
Vehicle & Equipment Maintenance	3,500,193	4,250,840	3,833,705
Policing Agreement	11,880,750	10,925,727	10,159,518
Transfer to Other Funds/Reserves	10,365,118	17,688,800	21,357,927
Transfers to Other Governments	25,133,920	27,210,187	25,067,633
	<u>109,709,314</u>	<u>123,779,894</u>	<u>122,478,869</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>-</u>	<u>561,498</u>	<u>215,745</u>
CHANGE IN FUND BALANCES	-	561,498	215,745
FUND BALANCES, BEGINNING OF YEAR	10,331,294	10,331,294	10,115,549
FUND BALANCES, END OF YEAR	<u>\$ 10,331,294</u>	<u>\$ 10,892,792</u>	<u>\$ 10,331,294</u>

THE CITY OF PENTICTON
RESERVE FUNDS
STATEMENT OF FINANCIAL POSITION
YEAR ENDED DECEMBER 31, 2024
(UNAUDITED)

	2024	2023
Balance, Beginning of Year	\$ 64,691,940	\$ 31,882,412
Add		
Transfers from:		
Revenue Funds	21,795,456	21,315,576
Interest Earned	3,292,715	2,156,920
Non-Statutory Reserves	-	13,500,000
Deduct		
Transfers to:		
Capital Funds	24,223,220	4,162,968
	<u>\$ 65,556,891</u>	<u>\$ 64,691,940</u>
STATUTORY RESERVE FUND BALANCES		
Affordable Housing Reserve	274,483	273,132
Alternative Transportation Reserve	248,603	237,443
Asset Sustainability	11,180,532	9,637,874
Capital Reserve Fund	1,235,306	1,283,314
Community Works Reserve	2,762,362	3,133,266
Electric Capital Reserve Fund	9,291,897	8,231,959
Equipment Replacement Reserve	7,567,128	8,745,223
Growing Communities	6,455,377	7,276,715
Land Acquisition Reserve	742,963	1,304,258
Local Improvement Reserve	1,437,478	1,358,570
Off-Street Parking Reserve	130,074	171,753
Parkland Acquisition Reserve	283,482	270,756
Public Amenity Reserve	132,643	163,371
Sewer Capital Reserve	9,840,717	10,612,381
Tax Sale Lands Reserve	9,135	8,725
Water Capital Reserve	13,964,711	11,983,200
Balance, End of Year	<u>\$ 65,556,891</u>	<u>\$ 64,691,940</u>

THE CITY OF PENTICTON
RESERVE FUNDS
STATEMENT OF CHANGES IN FUND BALANCES
YEAR ENDED DECEMBER 31, 2024
(UNAUDITED)

	Balance, Beginning of Year	Transfer from General Revenue Fund	Interest Earned	Transfer to/from General Revenue/Capital Fund	2024 Total
Reserve					
Affordable Housing	\$ 273,132	\$ -	\$ 12,573	\$ (11,222)	\$ 274,483
Alternate Transportation	237,443	-	11,160	-	248,603
Asset Sustainability	9,637,874	2,256,465	476,153	(1,189,960)	11,180,532
Capital	1,283,314	-	57,829	(105,837)	1,235,306
Community Works	3,133,266	1,742,928	135,366	(2,249,198)	2,762,362
Electric Capital	8,231,959	5,246,814	484,003	(4,670,879)	9,291,897
Equipment Replacement	8,745,223	1,443,564	372,994	(2,994,653)	7,567,128
Growing Communities	7,276,715	-	316,964	(1,138,302)	6,455,377
Land Acquisition	1,304,258	-	47,005	(608,300)	742,963
Local Improvement	1,358,570	14,710	64,198	-	1,437,478
Off-Street Parking	171,753	-	6,930	(48,609)	130,074
Parkland Acquisition	270,756	-	12,726	-	283,482
Public Amenity	163,371	-	7,678	(38,406)	132,643
Sewer Capital	10,612,381	3,219,075	624,043	(4,614,782)	9,840,717
Tax Sale Lands	8,725	-	410	-	9,135
Water Capital	11,983,200	7,871,900	662,683	(6,553,072)	13,964,711
	<u>\$ 64,691,940</u>	<u>\$ 21,795,456</u>	<u>\$ 3,292,715</u>	<u>\$ (24,223,220)</u>	<u>\$ 65,556,891</u>

THE CITY OF PENTICTON
RESERVES
STATEMENT OF CHANGES IN FUND BALANCES
YEAR ENDED DECEMBER 31, 2024
(UNAUDITED)

	Balance, Beginning of Year	Transfers In	Transfers Out	Interest	Inter-fund Borrowing	2024 Total
Non-Statutory						
Asset Emergency	\$ 3,699,976	\$ 80,437	\$ (1,183,609)	\$ -	\$ -	\$ 2,596,804
Cemetery Land	133,000	-	-	-	-	133,000
Climate Action	754,550	664,828	(777,029)	-	-	642,349
Election	37,500	37,500	-	-	-	75,000
Electric Surplus	12,866,654	-	(2,835,184)	-	(1,226,803)	8,804,667
Financial Stabilization	2,893,496	350,936	-	-	-	3,244,432
Gaming	1,746,349	1,527,523	(1,912,048)	-	-	1,361,824
General Surplus	10,331,294	561,498	-	-	-	10,892,792
Marinas	470,468	76,074	-	-	-	546,542
Multi-Material BC	1,653,464	585,944	(287,500)	-	-	1,951,908
OAP	402,343	239,598	-	-	-	641,941
Parking & Revitalization	51,765	-	-	-	-	51,765
RCMP	841,509	250,000	(31,847)	-	-	1,059,662
Sewer Equipment Replacement	350,000	-	-	-	-	350,000
Sewer Surplus	3,536,334	1,329,531	-	-	-	4,865,865
Storm Water	925,682	627,352	(333,415)	-	-	1,219,619
Urban Forest	13,750	-	-	-	-	13,750
Water Surplus	5,360,536	-	(2,169,233)	-	-	3,191,303
West Bench Capital	1,185,185	-	-	-	-	1,185,185
West Bench Water	1,175,040	-	(78,336)	-	-	1,096,704
	48,428,895	6,331,221	(9,608,201)	-	(1,226,803)	43,925,112
Statutory	64,691,940	21,795,456	(24,223,220)	3,292,715	-	65,556,891
DCC	17,504,483	2,848,232	(2,641,863)	557,526	-	18,268,378
	<u>\$ 130,625,318</u>	<u>\$ 30,974,909</u>	<u>\$ (36,473,284)</u>	<u>\$ 3,850,241</u>	<u>\$ (1,226,803)</u>	<u>\$ 127,750,381</u>

**inter-fund borrowing to be repaid by general fund (2024-2034)*

THE CITY OF PENTICTON
RESERVE
GROWING COMMUNITIES RESERVE FUND
YEAR ENDED DECEMBER 31, 2024
(UNAUDITED)

GROWING COMMUNITIES RESERVE FUND

Balance, Beginning of Year

Interest

Deduct Eligible Costs:

Engineering Intersection Design

Decorative Seasonal Lighting

Skate & Basetball Court Lighting

City Hall Elevator Refurbishment

Kiwanis Walking Pier

Soccer Facility - Roof

Fire Hall 2 - Garage

Arena Feasability study

	2024	2023
Balance, Beginning of Year	\$ 7,276,715	\$ 7,177,000
Interest	316,964	176,788
Deduct Eligible Costs:		
Engineering Intersection Design	44,706	40,294
Decorative Seasonal Lighting	72,714	36,779
Skate & Basetball Court Lighting	400,000	-
City Hall Elevator Refurbishment	92,096	-
Kiwanis Walking Pier	58,445	-
Soccer Facility - Roof	193,981	-
Fire Hall 2 - Garage	246,500	-
Arena Feasability study	29,860	-
	<u>1,138,302</u>	<u>77,073</u>
Balance, End of Year	<u><u>\$ 6,455,377</u></u>	<u><u>\$ 7,276,715</u></u>

THE CITY OF PENTICTON
SEWER REVENUE FUND
STATEMENT OF OPERATIONS
YEAR ENDED DECEMBER 31, 2024
(UNAUDITED)

	2024 Budget	2024	2023
Revenue			
Sales of Services	\$ 9,927,397	\$ 9,637,595	\$ 9,120,400
Government Grants and Transfers	152,338	173,697	155,777
Other Contributions	1,258,132	1,530,602	1,406,752
Transfer From Other Funds/Reserves	651,653	2,746,960	2,544,890
	<u>11,989,520</u>	<u>14,088,854</u>	<u>13,227,819</u>
Expenditure			
Salaries and Benefits	2,225,854	2,135,707	2,080,188
Goods and Services	2,632,283	3,153,416	3,060,084
Interest	559,100	699,993	507,432
Principal Payments	651,653	651,653	543,155
Other Expenses	-	3,146	5,290
Vehicle & Equipment Maintenance	889,440	711,735	667,180
Transfer to Other Funds/Reserves	5,031,190	5,403,673	10,828,473
	<u>11,989,520</u>	<u>12,759,323</u>	<u>17,691,802</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>-</u>	<u>1,329,531</u>	<u>(4,463,983)</u>
CHANGE IN FUND BALANCES	-	1,329,531	(4,463,983)
FUND BALANCES, BEGINNING OF YEAR	3,536,334	3,536,334	8,000,317
FUND BALANCES, END OF YEAR	<u>\$ 3,536,334</u>	<u>\$ 4,865,865</u>	<u>\$ 3,536,334</u>

THE CITY OF PENTICTON
WATER REVENUE FUND
STATEMENT OF OPERATIONS
YEAR ENDED DECEMBER 31, 2024
(UNAUDITED)

	2024 Budget	2024	2023
Revenue			
Sales of Services	\$ 11,140,284	\$ 11,029,737	\$ 10,153,064
Transfer From Other Funds/Reserves	2,727,910	4,334,784	3,983,829
Other Revenue	-	-	36,164
Other Contributions	566,514	1,389,372	888,135
	<u>14,434,708</u>	<u>16,753,893</u>	<u>15,061,192</u>
Expenditure			
Salaries and Benefits	2,368,893	2,424,539	2,525,078
Goods and Services	3,259,353	3,889,139	3,935,624
Interest	470,251	546,705	373,904
Principal Payments	586,619	586,619	422,123
Other Expenses	28,545	51,091	47,349
Vehicle & Equipment Maintenance	444,941	489,224	297,783
Transfer to Other Funds/Reserves	7,276,106	10,935,809	12,106,783
	<u>14,434,708</u>	<u>18,923,126</u>	<u>19,708,644</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>-</u>	<u>(2,169,233)</u>	<u>(4,647,452)</u>
CHANGE IN FUND BALANCES	-	(2,169,233)	(4,647,452)
FUND BALANCES, BEGINNING OF YEAR	5,360,536	5,360,536	10,007,988
FUND BALANCES, END OF YEAR	<u>\$ 5,360,536</u>	<u>\$ 3,191,303</u>	<u>\$ 5,360,536</u>

THE CITY OF PENTICTON
ELECTRIC REVENUE FUND
STATEMENT OF OPERATIONS
YEAR ENDED DECEMBER 31, 2024
(UNAUDITED)

	2024 Budget	2024	2023
Revenue			
Sales of Services	\$ 49,016,420	\$ 46,134,756	\$ 44,731,063
Government Grants and Transfers	-	19,880	-
Other Revenue	10,609	9,675	8,412
Other Contributions	-	1,271,707	918,038
Transfer From Other Funds/Reserves	4,153,056	8,024,276	5,976,827
	<u>53,180,085</u>	<u>55,460,294</u>	<u>51,634,340</u>
Expenditure			
Salaries and Benefits	2,286,048	2,683,775	2,530,213
Goods and Services	39,402,137	39,954,092	37,791,192
Other Expenses	88,050	37,776	71,528
Vehicle & Equipment Maintenance	265,950	258,120	359,758
Transfer to Other Funds/Reserves	11,137,900	15,361,715	14,424,865
	<u>53,180,085</u>	<u>58,295,478</u>	<u>55,177,556</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>-</u>	<u>(2,835,184)</u>	<u>(3,543,216)</u>
CHANGE IN FUND BALANCES	-	(2,835,184)	(3,543,216)
FUND BALANCES, BEGINNING OF YEAR	18,289,850	18,289,850	21,833,066
FUND BALANCES, END OF YEAR	<u>\$ 18,289,850</u>	<u>\$ 15,454,666</u>	<u>\$ 18,289,850</u>

THE CITY OF PENTICTON
STORM WATER
STATEMENT OF REVENUE AND EXPENDITURE
YEAR ENDED DECEMBER 31, 2024
(UNAUDITED)

	2024 Budget	2024	2023
REVENUE			
Sales of Services	\$ 1,576,000	\$ 1,511,321	\$ 1,182,806
EXPENDITURE			
Salaries and Benefits	269,040	282,823	311,029
Goods and Services	271,150	155,290	157,222
Vehicle & Equipment Maintenance	47,680	31,440	38,090
Transfer to Other Funds/Reserves	988,130	414,417	232,163
	1,576,000	883,970	738,504
EXCESS OF REVENUES OVER EXPENDITURES	\$ -	\$ 627,351	\$ 444,302

THE CITY OF PENTICTON
CEMETERY PERPETUAL TRUST FUND
YEAR ENDED DECEMBER 31, 2024
(UNAUDITED)

ASSETS

Bank Term Deposits

Add:

Due From General Revenue Fund

SURPLUS

Balance, Beginning of Year

Add:

Care Fund Contributions

Interest Earned

Deduct:

Cemetery Maintenance

Balance, End of Year

2024	2023
\$ 1,255,822	\$ 1,190,183
117,403	89,280
<u>\$ 1,373,225</u>	<u>\$ 1,279,463</u>
\$ 1,279,463	\$ 1,197,261
58,103	50,251
65,659	61,951
<u>123,762</u>	<u>112,202</u>
30,000	30,000
<u>\$ 1,373,225</u>	<u>\$ 1,279,463</u>

Supplemental Information





Development Cost Charges

Development cost charges (DCCs) are fees that municipalities collect from new development to help pay for the cost of infrastructure services that are needed for community growth. Charges are determined based on impacts of growth to various infrastructure systems (roads, sewers, parks, etc.). DCC's are imposed by bylaw pursuant to the *Local Government Act*, money collected from DCC payments are kept in reserve accounts and used for capital projects identified through the DCC program. DCC funds can be expended either to fund projects fully at the time of project completion or can be used to offset debt servicing costs.

Local governments are permitted to temporarily lend available money from one DCC reserve fund to another. The money, along with appropriate interest, must be returned to the original reserve fund.

In fall 2024, Council supported a 2-percent increase to DCC fees (Council resolution 263/2024) and support amendments to the DCC Bylaw to address recent changes to the City's Zoning Bylaw. The amendments meet requirements set out by the province's small scale multi unit housing and transit-oriented areas as well as incorporating recommendations made by the Official Community Plan (OCP) Housing Task Force.

Municipal Assist Factors

The *Local Government Act* requires local governments to assist in the cost of new infrastructure. The municipal assist factor reflects Council and the community's support towards the financing costs of new infrastructure. The level of the assist, determined by City Council, reflects a benefit to the existing population while encouraging development and housing affordability.



Friendly Streets involves working with residents, schools and other community groups to work together on building healthy spaces for everyone to move, play and grow.

City of Penticton current assist factor based on Council Resolution 230/2022

- Roads **1%**
- Water Mains **1%**
- Water Plants **1%**
- Parks **1%**
- Waste Water **1%**
- Storm Water **1%**





Development Cost Charges Reserve Funds

DCC by Type	Opening Balance	DCC's Levied	Expenditures*	Interest	2024 Balance
Roads	\$ 1,317,134	\$ 959,103	\$ 306,325	\$ 45,322	\$ 2,015,234
Parks	659,153	445,875	368,613	25,279	761,694
Storm (Drainage)	1,259,284	22,912	-	62,359	1,344,555
Wastewater	10,750,154	889,379	1,366,630	321,669	10,594,572
Water	3,518,758	530,963	600,295	102,897	3,552,323
Total	\$ 17,504,483	\$ 2,848,232	\$ 2,641,863	\$ 557,526	\$ 18,268,378

*Expenditures include project expenses, one-time adjustments, annual transfers and debt financing costs

Project Expenditures 2024

Roads

- \$53k debt payments – Fairview Road and Industrial Avenue
- \$5k debt payments – Main Street
- \$248k AAA Bike Network Plan

Parks

- \$154k debt payment and annual transfer – Munson Mountain Land Purchase
- \$215k debt payment and annual transfer – New Playing Fields

Sewer

- \$850k debt payment and annual transfer – Lee Avenue Lift Station, Forcemain and Inlet Sewer Upgrades
- \$408k debt payment and annual transfer – Wastewater Treatment Plant Expansion from LWMP
- \$108k debt payments – Advanced Wastewater Treatment Plant

Water

- \$488k debt payments and annual transfer – Water Filtration Plant Upgrade
- \$78k debt payments – Ridgedale Reservoir
- \$34k Point Intersection Kinney and South Main

Planned DCC Spending

Planned project expenses funded through DCCs in 2025 are included below. Further information on planned DCC projects from 2026–2029 can be found in the City's 2025–2029 Financial and Corporate Business Plan on the Development Cost Charges Funded Project page 272.

Roads

- \$432k for Sidewalks Network Improvement Projects (2025)
- \$16k for Intersection and Road Marking Improvements (2025)
- \$383k for AAA Bike Network Plan (carry forward from 2024)
- \$334k for Sidewalks, Curbs and Gutter Projects (carry forward from 2024)

Parks

- \$99k for KVR Trail Network Master Plan and Improvements (carry forward from 2024)

Water

- \$2.3M for Penticton PRV Upgrade (carry forward from 2024)

Sewer

- \$7.4M Advance Waste Water Treatment Plant Upgrades (carry forward from 2024)



Capital Project Highlights

In 2024, City divisions worked to achieve objectives of the City's capital program. Capital investments include: **new assets** that provide a service enhancement or new service that did not previously exist; **renewal** through replacement of existing capital assets that have reached their end of life, in order to continue to provide existing services; and **growth** for new or renewed capital assets required to accommodate growing neighbourhoods to service more residents and businesses.



Clockwise from top: Penticton Fire Department's training centre, kids enjoying the skate park light up event, and children celebrating the opening of Penticton's newest play and green space area, Ridge Park.





2024 Capital Highlights:

- Continued progress on the expansion and upgrades to the **Advanced Waste Water Treatment Plant** multi-year capital project
- Successfully completed construction of the new **Electric Utility Fleet Building** at City Yards
- Point Intersection construction completed in 2024 included a new **signalized intersection** at Skaha Lake Road and Galt Avenue and Skaha Lake Road intersection at Kinney Avenue was redesigned into a **three-way intersection**
- **Riverside Youth Park/Skateboard Park lighting installation** was completed and celebrated at a well attended community event
- Construction began on the new **childcare facility** at the **Penticton Community Centre** – upon completion the facility will create 80 new childcare spaces
- **Ridge Park community park** opened in fall 2024 and includes panoramic views, climbing structure and basketball and tennis courts
- **Dog park improvements** completed across Penticton, including a full upgrade at the Ellis Creek Park
- Addition of two new **pickleball courts** at Robinson Park
- **Middle Bench Road sidewalk** as part of Uplands Safe Routes to School Program
- **Safety compliance upgrades** began for Ellis 4 Dam which improves the resiliency of the structure and ensures safe water storage for the community



Advanced Waste Water Treatment Plant expansion and upgrades continue.



2024 City of Penticton Grant Program

Penticton's vision is to become a "vibrant, innovative and adventurous waterfront city focused on sustainability, community and economic opportunity."

In 2024, Council endorsed the following grants to improve the quality of life for Penticton residents, meet the needs of community organizations and fulfill the objectives of City Council in meaningful and measurable ways. Municipal grants* may include cash funding and in-kind support, as well as partnering agreements.

**Starting in the 2025 grant year, the City of Penticton has entered into a Municipal Grant Operating Agreement with the Community Foundation of the South Okanagan Similkameen (CFSOS). This partnership aims to streamline the application process, improve efficiency and ensure strategic allocation of resources. Annual municipal grant funds are allocated to the CFSOS during budget deliberations based on Council's priorities.*

Organization	Total Support **
Activate Penticton (Rink)	\$15,000
British Columbia Hockey League (BCHL)	\$50,000
Canadian Mental Health Association	\$400
Canadian Sport School Hockey League (CSSHL)	\$100,000
Cat's Paw Productions Society	\$2,000
Community Foundation of the S.O.S. (Neighbourhood Small Grants)	\$5,000
Community Recreational Initiatives Society (Event)	\$602
Conseil Jeunesse Francophone de la C.-B. (BC Francophone Games)	\$1,000
DPBIA (Alley Activations)	\$9,000
DPBIA (Community Market)	\$4,300
DPBIA (Light Up Festival)	\$2,000
Dragonfly Pond Family Society	\$698
Good Samaritan Canada	\$2,472
Granfondo*	\$100,000
Ha Ha Ha Kidzfest Society	\$8,085
Hoodoo Adventures Company Ltd (Penticton Beer Run)*	\$392
IRONMAN Triathlon*	\$59,948
Jean Minguy Memorial Police Youth Academy	\$3,000
Okanagan Fruit Tree Project Society	\$3,600
Okanagan School of the Arts	\$10,000
Okanagan Similkameen Conservation Alliance (Meadowlark Festival)	\$3,600
Okanagan Trestles Tour*	\$2,724
Okanagan Valley Music Festival Society	\$5,000
Pentastic Jazz Festival Society	\$10,200
Penticton & Area Access Society	\$7,910
Penticton & Area Cycling Association (3BM Crew)	\$49,000



Organization	Total Support **
Penticton & District Community Arts Council	\$30,000
Penticton Art Gallery (Ignite the Arts Festival)	\$18,691
Penticton Art Gallery Society	\$110,000
Penticton Concert Band	\$600
Penticton Curling Club (Curling Classic)	\$15,927
Penticton Elvis Festival	\$6,300
Penticton Farmers' Market	\$6,000
Penticton Firefighters Charitable Society	\$978
Penticton Historic Automobile Society (Peach City Beach Cruise)	\$10,500
Penticton Lawn Bowling Club	\$1,550
Penticton Paddle Sports Association	\$8,966
Penticton Paddle Sports Association (CORA)	\$6,100
Penticton Paddle Sports Association (Event)	\$12,000
Penticton Peach Festival (Operating)	\$5,000
Penticton Peach Festival Society	\$60,000
Penticton Peach Festival Society (Royalty)	\$4,156
Penticton Public Library*	\$8,680
Penticton Recovery Resource Society (Discovery House)	\$12,650
Penticton Regional Bridge Tournament (Dino District)	\$5,150
Penticton Scottish Festival Society	\$8,400
Penticton Triathlon Club	\$4,600
Royal Canadian Legion Branch 40, Penticton	\$4,339
S.S. Sicamous Restoration Society	\$85,000
Skaha Bluffs Park Watch Society	\$15,465
SOS Health Care Society	\$1,175
South Okanagan Seniors Wellness Society	\$13,000
South Okanagan Seniors Wellness Society (Seniors Week)	\$2,575
The Penti-Con Association	\$7,150
The Penticton Centre for Exceptional Learning	\$1,673
Throwdown Series*	\$5,000
Tri 1 Events Ltd*	\$2,600
Ukraine Nightingale Project (Event)	\$1,171
United Way Emergency Transportation Assistance Program	\$9,855
Wine Country Writers' Festival Society	\$2,000
2024 Grand Total	\$943,182

* Denotes Partnering Agreement ** All listed amounts are rounded to the closest dollar



2024 Permissive Tax Exemptions

Organization Name	Civic Address	Actual 2024 Municipal Taxes
Affordable Living for Today Society	245 Warren Ave W.	\$11,313
BC Wine Info Centre	101 - 553 Veas Dr.	\$6,202
BPOE Penticton Elks Lodge #51	343 Ellis St.	\$4,291
Canadian Mental Health Association - South Okanagan Similkameen Branch	102 & 103 - 1873 Main St.	\$4,180
Community Foundation of the South Okanagan Similkameen	501 Main St.	\$26,645
Community Foundation of the South Okanagan Similkameen *	1001 Johnson Rd.	\$0
Concordia Lutheran Church of Penticton BC	2800 South Main St.	\$6,963
Fraternal Order Of Eagles #4281	1197 Main St.	\$5,375
Good Samaritan Canada	270 Hastings Ave.	\$57,759
Grace Mennonite Brethren Church	74 Penticton Ave.	\$2,386
Green Mountain Congregation of Jehovah's Witnesses	52 Roy Ave.	\$5,121
Hellenic Community of Penticton	1265 Fairview Ave.	\$2,404
Holy Cross School	1299 Manitoba St.	\$14,064
Living Way Life Church	608 Winnipeg St.	\$1,581
Luso Canadian Multicultural Society	135 Winnipeg St.	\$2,831
Oasis United Church	2964 Skaha Lake Rd.	\$19,154
Okanagan Boys & Girls Clubs	1295 Manitoba St.	\$8,629
Okanagan Similkameen Neurological Society	103 - 550 Carmi Ave.	\$0
OneSky Community Resources Society	847 Winnipeg St.	\$2,866
OneSky Community Resources Society	216 Hastings Ave.	\$13,467
OneSky Community Resources Society	470 Edmonton Ave.	\$17,862
OneSky Community Resources Society	500 Edmonton Ave.	\$1,120
OneSky Community Resources Society	2434 Baskin St.	\$1,385
OneSky Community Resources Society	2450 Baskin St.	\$1,385
OneSky Community Resources Society	150 McPherson Cres.	\$3,116
OneSky Community Resources Society	154 McPherson Cres.	\$3,119
OneSky Community Resources Society	101 - 208 Ellis St.	\$2,468
OneSky Community Resources Society	330 Ellis St.	\$14,120
OneSky Housing Society	107 - 285 Nanaimo Ave. W.	\$667
OneSky Housing Society	108 - 285 Nanaimo Ave. W.	\$872



2024 Permissive Tax Exemptions

Organization Name	Civic Address	Actual 2024 Municipal Taxes
OneSky Housing Society	110 - 285 Nanaimo Ave. W.	\$706
OneSky Housing Society	111 - 285 Nanaimo Ave. W.	\$708
OneSky Housing Society	112 - 285 Nanaimo Ave. W.	\$1,016
OneSky Housing Society	113 - 285 Nanaimo Ave. W.	\$837
OneSky Housing Society	114 - 285 Nanaimo Ave. W.	\$1,282
OneSky Housing Society	115 - 285 Nanaimo Ave. W.	\$1,160
OneSky Housing Society	101 - 285 Nanaimo Ave. W.	\$653
OneSky Housing Society	102 - 285 Nanaimo Ave. W.	\$872
OneSky Housing Society	103 - 285 Nanaimo Ave. W.	\$872
OneSky Housing Society	104 - 285 Nanaimo Ave. W.	\$1,170
OneSky Housing Society	105 - 285 Nanaimo Ave. W.	\$898
OneSky Housing Society	106 - 285 Nanaimo Ave. W.	\$1,420
OneSky Housing Society	207 - 285 Nanaimo Ave. W.	\$675
OneSky Housing Society	208 - 285 Nanaimo Ave. W.	\$882
OneSky Housing Society	209 - 285 Nanaimo Ave. W.	\$882
OneSky Housing Society	210 - 285 Nanaimo Ave. W.	\$1,205
OneSky Housing Society	211 - 285 Nanaimo Ave. W.	\$1,196
OneSky Housing Society	212 - 285 Nanaimo Ave. W.	\$670
OneSky Housing Society	213 - 285 Nanaimo Ave. W.	\$1,443
OneSky Housing Society	214 - 285 Nanaimo Ave. W.	\$1,160
OneSky Housing Society	201 - 285 Nanaimo Ave. W.	\$703
OneSky Housing Society	202 - 285 Nanaimo Ave. W.	\$882
OneSky Housing Society	203 - 285 Nanaimo Ave. W.	\$882
OneSky Housing Society	204 - 285 Nanaimo Ave. W.	\$1,183
OneSky Housing Society	205 - 285 Nanaimo Ave. W.	\$910
OneSky Housing Society	206 - 285 Nanaimo Ave. W.	\$1,436
OneSky Housing Society	307 - 285 Nanaimo Ave. W.	\$679
OneSky Housing Society	308 - 285 Nanaimo Ave. W.	\$891
OneSky Housing Society	309 - 285 Nanaimo Ave. W.	\$891
OneSky Housing Society	310 - 285 Nanaimo Ave. W.	\$1,218
OneSky Housing Society	311 - 285 Nanaimo Ave. W.	\$1,212
OneSky Housing Society	312 - 285 Nanaimo Ave. W.	\$677



2024 Permissive Tax Exemptions

Organization Name	Civic Address	Actual 2024 Municipal Taxes
OneSky Housing Society	313 - 285 Nanaimo Ave. W.	\$1,462
OneSky Housing Society	314 - 285 Nanaimo Ave. W.	\$1,177
OneSky Housing Society	301 - 285 Nanaimo Ave. W.	\$665
OneSky Housing Society	302 - 285 Nanaimo Ave. W.	\$891
OneSky Housing Society	303 - 285 Nanaimo Ave. W.	\$891
OneSky Housing Society	304 - 285 Nanaimo Ave. W.	\$1,199
OneSky Housing Society	305 - 285 Nanaimo Ave. W.	\$920
OneSky Housing Society	306 - 285 Nanaimo Ave. W.	\$1,459
OneSky Housing Society	407 - 285 Nanaimo Ave. W.	\$686
OneSky Housing Society	408 - 285 Nanaimo Ave. W.	\$901
OneSky Housing Society	409 - 285 Nanaimo Ave. W.	\$901
OneSky Housing Society	410 - 285 Nanaimo Ave. W.	\$1,234
OneSky Housing Society	411 - 285 Nanaimo Ave. W.	\$1,225
OneSky Housing Society	412 - 285 Nanaimo Ave. W.	\$684
OneSky Housing Society	413 - 285 Nanaimo Ave. W.	\$1,481
OneSky Housing Society	414 - 285 Nanaimo Ave. W.	\$1,193
OneSky Housing Society	401 - 285 Nanaimo Ave. W.	\$672
OneSky Housing Society	402 - 285 Nanaimo Ave. W.	\$901
OneSky Housing Society	403 - 285 Nanaimo Ave. W.	\$901
OneSky Housing Society	404 - 285 Nanaimo Ave. W.	\$1,212
OneSky Housing Society	405 - 285 Nanaimo Ave. W.	\$930
OneSky Housing Society	406 - 285 Nanaimo Ave. W.	\$1,475
Ooknakane Friendship Centre	146 Ellis St.	\$4,762
Our Redeemer Lutheran Church of Penticton, B.C.	1370 Church St.	\$2,430
Penticton & District Community Arts Council	220 Manor Park Ave.	\$13,098
Penticton & District Minor Hockey Association	399 Power St.	\$2,094
Penticton Alliance Church	197 Brandon Ave.	\$6,075
Penticton and District Emergency Program Society	251 Dawson Ave.	\$1,583
Penticton and District Multicultural Society	340 Ellis St.	\$5,841
Penticton and District Society for Community Living	252 Conklin Ave.	\$2,549
Penticton and District Society for Community Living	180 Industrial Ave. W.	\$12,735
Penticton and District Society for Community Living	259 Backstreet Blvd. (up to 15 units)	\$14,039



2024 Permissive Tax Exemptions

Organization Name	Civic Address	Actual 2024 Municipal Taxes
Penticton and District Society for Community Living	234 Van Horne St.	\$3,007
Penticton and District Society for Community Living	1706 Main St.	\$13,785
Penticton and District Society for Community Living	453 Winnipeg St. (Chestnut Place)	\$4,244
Penticton and District Society for Community Living	146 & 150 Bruce Crt.	\$13,365
Penticton Art Gallery	199 Marina Way	\$24,263
Penticton Bethel Pentecostal Tabernacle	945 Main St.	\$9,724
Penticton Bethel Pentecostal Tabernacle	65 Preston Ave.	\$2,798
Penticton Bethel Pentecostal Tabernacle	973 Main St.	\$6,537
Penticton BMX Society	630 Munson Mountain Rd.	\$3,764
Penticton Christian School Society	1060 Main St.	\$0
Penticton Community Gardens Society	480 Vancouver Ave.	\$1,568
Penticton Curling Club	505 Vees Dr.	\$20,130
Penticton Disc Golf Club	500 Marina Way	\$9,996
Penticton First Baptist Church	1498 Government St.	\$7,798
Penticton Free Presbyterian Church	120 Preston Ave.	\$4,047
Penticton Golf & Country Club	600 Comox St.	\$8,176
Penticton Golf & Country Club	852 Eckhardt Ave. W.	\$14,591
Penticton Kiwanis Housing Society	101 - 150 Van Horne St.	\$724
Penticton Kiwanis Housing Society	103 - 150 Van Horne St.	\$607
Penticton Kiwanis Housing Society	105 - 150 Van Horne St.	\$607
Penticton Kiwanis Housing Society	113 - 150 Van Horne St.	\$607
Penticton Kiwanis Housing Society	115 - 150 Van Horne St.	\$730
Penticton Kiwanis Housing Society	112 - 150 Van Horne St.	\$723
Penticton Kiwanis Housing Society	104 - 150 Van Horne St.	\$607
Penticton Kiwanis Housing Society	102 - 150 Van Horne St.	\$723
Penticton Kiwanis Housing Society	201 - 150 Van Horne St.	\$733
Penticton Kiwanis Housing Society	209 - 150 Van Horne St.	\$616
Penticton Kiwanis Housing Society	211 - 150 Van Horne St.	\$616
Penticton Kiwanis Housing Society	213 - 150 Van Horne St.	\$616
Penticton Kiwanis Housing Society	215 - 150 Van Horne St.	\$740
Penticton Kiwanis Housing Society	214 - 150 Van Horne St.	\$730
Penticton Kiwanis Housing Society	212 - 150 Van Horne St.	\$617



2024 Permissive Tax Exemptions

Organization Name	Civic Address	Actual 2024 Municipal Taxes
Penticton Kiwanis Housing Society	210 - 150 Van Horne St.	\$616
Penticton Kiwanis Housing Society	204 - 150 Van Horne St.	\$613
Penticton Kiwanis Housing Society	202 - 150 Van Horne St.	\$730
Penticton Kiwanis Housing Society	301 - 150 Van Horne St.	\$743
Penticton Kiwanis Housing Society	315 - 150 Van Horne St.	\$750
Penticton Kiwanis Housing Society	314 - 150 Van Horne St.	\$740
Penticton Kiwanis Housing Society	312 - 150 Van Horne St.	\$628
Penticton Kiwanis Housing Society	310 - 150 Van Horne St.	\$624
Penticton Kiwanis Housing Society	308 - 150 Van Horne St.	\$728
Penticton Kiwanis Housing Society	304 - 150 Van Horne St.	\$620
Penticton Kiwanis Housing Society	302 - 150 Van Horne St.	\$740
Penticton Kiwanis Housing Society	401 - 150 Van Horne St.	\$753
Penticton Kiwanis Housing Society	413 - 150 Van Horne St.	\$632
Penticton Kiwanis Housing Society	415 - 150 Van Horne St.	\$760
Penticton Kiwanis Housing Society	414 - 150 Van Horne St.	\$753
Penticton Kiwanis Housing Society	412 - 150 Van Horne St.	\$636
Penticton Kiwanis Housing Society	410 - 150 Van Horne St.	\$632
Penticton Kiwanis Housing Society	408 - 150 Van Horne St.	\$738
Penticton Kiwanis Housing Society	406 - 150 Van Horne St.	\$628
Penticton Kiwanis Housing Society	404 - 150 Van Horne St.	\$628
Penticton Kiwanis Housing Society	402 - 150 Van Horne St.	\$753
Penticton Kiwanis Housing Society	360 Brunswick St.	\$13,849
Penticton Kiwanis Housing Society	390 Brunswick St.	\$4,655
Penticton Lawn Bowling Club	260 Brunswick St.	\$6,750
Penticton Masonic Building Association	416 Westminster Ave. W.	\$4,252
Penticton New Beginnings Christian Fellowship	101 - 96 Edmonton Ave.	\$19,782
Penticton Recovery Resource Society	101 Edna Ave.	\$3,613
Penticton Recovery Resource Society *	633 Winnipeg St.	\$0
Penticton Safety Village Society	490 Edmonton Ave.	\$7,209
Penticton Seniors' Drop-In Centre Society	2905 South Main St.	\$29,823
Penticton Sikh Temple and Indian Cultural Society	3290 South Main St.	\$12,010
Penticton Tennis Club	675 Marina Way	\$5,738



2024 Permissive Tax Exemptions

Organization Name	Civic Address	Actual 2024 Municipal Taxes
Penticton United Church	696 Main St.	\$4,907
Penticton Vineyard Community Church	102 - 1825 Main St.	\$12,244
Penticton Yacht Club	3895 Lakeside Rd.	\$3,099
Penticton Yacht Club	124 South Beach Dr.	\$1,057
Penticton Yacht Club	293 Marina Way	\$11,499
Regional District of Okanagan-Similkameen	176 Main St.	\$6,862
Regional District of Okanagan-Similkameen	153 Estabrook Ave.	\$2,957
Royal Canadian Legion Branch 40	257 Brunswick St.	\$942
S.S. Sicamous Restoration Society	1099 Lakeshore Dr. W.	\$11,665
Seventh-day Adventist Church (British Columbia Conference)	290 Warren Ave. W.	\$6,159
South Okanagan Similkameen Brain Injury Society	742 Argyle St.	\$3,350
South Okanagan Similkameen Brain Injury Society	332 Eckhardt Ave. W.	\$3,757
South Okanagan Women in Need Society *	Hughes House	\$0
South Okanagan Women in Need Society *	Tamarack	\$0
South Okanagan Women in Need Society	101 - 1027 Westminster Ave. W.	\$682
South Okanagan Women in Need Society	102 - 1027 Westminster Ave. W.	\$1,398
St. Andrew's Presbyterian Church	397 Martin St.	\$2,040
St. Ann's Parish	1296 Main St.	\$8,981
St. Ann's Parish (Penticton Recovery Resource Society)	397 Wade Ave. W.	\$1,981
St. Ann's Parish (St. John Vianney)	361 Wade Ave. W.	\$3,717
St. Saviour's Anglican Church	150 Orchard Ave.	\$6,055
The British Columbia Society for the Prevention of Cruelty to Animals	2200 Dartmouth Dr.	\$18,742
The Care Closet	574 Main St.	\$3,305
The Church of Jesus Christ of Latter-day Saints in Canada	2946 South Main St.	\$7,952
The Penticton Church of the Nazarene	523 Jermyn Ave.	\$4,385
The Penticton Horseshoe Pitchers Club	2905 South Main St.	\$3,352
The Salvation Army Penticton	2399 South Main St.	\$16,149
The Salvation Army Penticton	2469 South Main St.	\$5,427
The Salvation Army Penticton	318 Ellis St.	\$5,576
YMCA of Okanagan Association	630 Birch Ave.	\$2,927
Total Permissive Tax Exemptions	188 Properties	\$801,964



2024 Revitalization Tax Exemptions

Civic Address	2024 Municipal Taxes Forgone
192 Industrial Crt.	\$4,899
361 Martin St.	\$9,965
399 Main St.	\$10,227
1000 Lakeshore Dr. W.	\$729
553 Vees Dr.	\$70,216
21 Lakeshore Dr. W.	\$75,443
161 Ellis St.	\$3,705
101 110 Ellis St.	\$3,864
102 110 Ellis St.	\$2,502
103 110 Ellis St.	\$2,796
201 110 Ellis St.	\$1,273
202 110 Ellis St.	\$632
204 110 Ellis St.	\$830
301 110 Ellis St.	\$1,144
302 110 Ellis St.	\$648
303 110 Ellis St.	\$898
304 110 Ellis St.	\$1,135
305 110 Ellis St.	\$968
306 110 Ellis St.	\$558
307 110 Ellis St.	\$558
308 110 Ellis St.	\$997
309 110 Ellis St.	\$1,023
310 110 Ellis St.	\$737
311 110 Ellis St.	\$699
312 110 Ellis St.	\$1,052
401 110 Ellis St.	\$1,148
402 110 Ellis St.	\$632
403 110 Ellis St.	\$885
404 110 Ellis St.	\$1,135
405 110 Ellis St.	\$1,000



2024 Revitalization Tax Exemptions

Civic Address	2024 Municipal Taxes Forgone
406 110 Ellis St.	\$558
407 110 Ellis St.	\$558
408 110 Ellis St.	\$994
409 110 Ellis St.	\$1,023
410 110 Ellis St.	\$728
411 110 Ellis St.	\$680
412 110 Ellis St.	\$1,019
501 110 Ellis St.	\$1,148
502 110 Ellis St.	\$632
503 110 Ellis St.	\$885
504 110 Ellis St.	\$1,135
505 110 Ellis St.	\$987
506 110 Ellis St.	\$558
507 110 Ellis St.	\$558
508 110 Ellis St.	\$994
509 110 Ellis St.	\$1,023
510 110 Ellis St.	\$728
511 110 Ellis St.	\$680
512 110 Ellis St.	\$1,019
601 110 Ellis St.	\$1,542
602 110 Ellis St.	\$1,555
603 110 Ellis St.	\$1,513
604 110 Ellis St.	\$1,657
605 110 Ellis St.	\$1,321
606 110 Ellis St.	\$1,189
198 Ellis St.	\$5,842
345 Van Horne St.	\$4,757
325 Van Horne St.	\$5,046
331 Van Horne St.	\$4,446
101 135 Front St.	\$1,163



2024 Revitalization Tax Exemptions

Civic Address	2024 Municipal Taxes Forgone
201 135 Front St.	\$507
202 135 Front St.	\$516
203 135 Front St.	\$507
204 135 Front St.	\$516
301 135 Front St.	\$516
302 135 Front St.	\$516
303 135 Front St.	\$516
304 135 Front St.	\$526
401 135 Front St.	\$526
402 135 Front St.	\$535
403 135 Front St.	\$526
404 135 Front St.	\$535
501 135 Front St.	\$882
502 135 Front St.	\$898
99 White Ave. E.	\$3,113
2147 Dartmouth Rd.	\$9,417
647 Okanagan Ave. E.	\$10,178
117 2203 Dartmouth Dr.	\$1,071
121 2203 Dartmouth Dr.	\$892
125 2203 Dartmouth Dr.	\$892
129 2203 Dartmouth Dr.	\$1,108
Total Revitalization Tax Exemptions	\$282,929



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