

Table of Contents

	Page
Consolidated Statements	1-9
General Fund	10-16
Reserves	17-18
Sewer	19-23
Water	24-28
Electric	29-33
Cemetery	34
Revenue Details	35-37
Expenditure Details	38-39
Fixed Asset Details	40-43
Debt & Grants	44-45
Library	46
Statistics	47-48

Consolidated Statement of Financial Position

December 31, 2001
(With comparative figures for 2000)

	<u>2001</u>	<u>2000</u>
FINANCIAL ASSETS		
Cash	\$ 3,387,579	\$ 1,747,439
Term Deposits	23,584,854	26,645,518
Receivables		
Property Taxes	1,089,872	899,924
Province of B.C.	455,034	318,491
Okanagan Basin Water Board	136,373	70,513
Other Government Agencies	9,240	9,554
Utility Accounts	1,445,422	1,751,258
Accrued Interest	436,066	406,900
Other	845,581	1,060,890
Deposit - Municipal Finance Authority	2,198,119	2,225,531
Prepaid Expenses	126,307	36,293
	-----	-----
	33,714,447	35,172,311
LIABILITIES		
Payables		
Federal Government	732,008	549,658
Provincial Government	-	-
Trade Accounts and Accrued Liabilities	5,322,875	5,840,216
Deferred Revenue	1,241,553	1,104,414
Sundry Deposits	1,187,437	941,612
Penticton Public Library	52,472	46,802
Reserve - Municipal Finance Authority	2,198,119	2,225,531
Long-term Debt	13,035,934	13,926,419
	-----	-----
	23,770,398	24,634,652
	-----	-----
Net Financial Assets (Liabilities)	9,944,049	10,537,659
Physical Assets		
Inventory of Supplies	1,943,663	1,958,161
Capital Assets	199,346,735	188,549,705
	-----	-----
Net Position	\$ 211,234,447	\$ 201,045,525
	=====	=====
Municipal Position		
Equity in Physical Assets	188,254,464	176,581,447
Capital and Operating Fund	12,112,137	12,847,858
Statutory Reserve Funds	10,867,846	11,616,220
	-----	-----
	\$ 211,234,447	\$ 201,045,525
	=====	=====

Consolidated Statement of Financial Activities

For the year ended December 31, 2001
(With comparative figures for 2000)

	<u>2001</u>	<u>2001</u> Budget (Unaudited)	<u>2000</u>
REVENUE			
Taxation - net	\$ 15,210,795	\$ 15,156,685	\$ 14,532,629
Grants in Lieu of Taxes	153,118	129,600	163,696
Sales of Services	29,445,052	29,323,723	28,619,949
Other Revenue from Own Sources	4,291,646	4,116,314	4,847,020
Transfer from Unexpended Debt Funds	1,768,321	-	-
Temporary Borrowings	-	-	122,825
Contributions from Developers and Others	621,594	236,726	543,289
Unconditional Transfers - Provincial Government	83,490	83,490	241,712
Conditional Transfers - Federal Government	12,160	750	22,327
Conditional Transfers - Provincial Government	367,096	464,964	328,145
Conditional Transfers - Regional and Local Governments	299,387	409,834	395,428
	----- 52,252,659	----- 49,922,086	----- 49,817,020
EXPENDITURE			
General Government Services	4,483,478	4,721,247	4,133,986
Protective Services	8,102,019	8,100,757	7,542,617
Transportation Services	2,465,953	2,778,072	2,700,722
Environmental Health Services	5,281,617	5,006,117	5,215,403
Public Health Services	100,095	110,334	107,482
Environmental Development Services	1,927,947	2,148,825	1,715,165
Recreation and Cultural Services	5,550,210	5,417,111	5,346,966
Electric Supply	13,654,525	13,795,880	13,056,535
Bank Charges and Interest	40,437	39,500	48,107
Temporary Borrowings	17,249	-	-
Partial Debt Paydown	1,000,000	-	-
Capital Expenditures	10,983,443	18,210,178	10,989,708
	----- 53,606,973	----- 60,328,021	----- 50,856,691
Net Revenue/(Expenditure)	(1,354,314)	(10,405,935)	(1,039,671)
Proceeds from Long Term Debt	1,380,000	6,562,929	3,029,401
Debt Principal Repayments	(775,905)	(986,147)	(647,519)
Inventory of Supplies	14,498	-	(85,555)
	----- (735,721)	----- (4,829,153)	----- 1,256,656
Increase/(Decrease) in Fund Balances			
FUND BALANCE, BEGINNING OF YEAR	12,847,858	12,847,858	11,591,202
	----- \$ 12,112,137	----- \$ 8,018,705	----- \$ 12,847,858
	=====	=====	=====

Consolidated Balance Sheet

December 31, 2001
(With comparative figures for 2000)

	<u>2001</u>	<u>2000</u>
ASSETS		
CASH	\$ 3,387,579	\$ 1,747,439
TERM DEPOSITS	24,024,854	27,050,518
RECEIVABLES		
Property Taxes	1,089,872	899,924
Province of B.C.	455,034	318,491
Okanagan Basin Water Board	136,373	70,514
Regional District Okanagan Similkameen	-	-
Other Government Agencies	9,240	9,554
Utility Accounts	1,445,422	1,751,259
Other	845,581	1,060,890
	-----	-----
	3,981,522	4,110,632
MATERIALS AND SUPPLIES	1,943,663	1,958,161
FIXED ASSETS		
Engineering Structures	136,142,327	130,246,544
Buildings	35,099,014	32,848,119
Machinery and Equipment	18,383,940	16,153,160
Land	9,721,454	9,301,882
	-----	-----
	199,346,735	188,549,705
OTHER ASSETS		
Trusts and Other Deposits		
Municipal Finance Authority	2,198,119	2,225,531
Accrued Interest Receivable	450,628	420,687
Prepaid Expenses	126,307	36,293
	-----	-----
	2,775,054	2,682,511
	-----	-----
	\$ 235,459,407	\$ 226,098,966
	=====	=====

Consolidated Balance Sheet

December 31, 2001
(With comparative figures for 2000)

	<u>2001</u>	<u>2000</u>
LIABILITIES AND SURPLUS		
PAYABLES		
Federal Government	\$ 732,008	\$ 549,658
Provincial Government	-	-
Trade Accounts and Accrued Liabilities	5,525,152	5,840,216
	-----	-----
	6,257,160	6,389,874
OTHER LIABILITIES		
Deferred Revenue	1,241,553	1,104,414
Sundry Deposits	1,187,437	941,612
Penticton Public Library	52,472	46,802
Municipal Finance Authority Debt Reserve Fund		
Cash Requirement	927,813	917,664
Demand Note Requirement	1,270,306	1,307,867
	-----	-----
	4,679,581	4,318,359
LONG-TERM DEBT		
Debentures Authorized and Issued	13,035,934	13,926,419
EQUITY		
Financial Equity		
Statutory Reserve Funds	10,867,844	11,616,219
Cemetery Trust Fund	477,815	441,028
Surplus & Own Reserves	14,408,936	13,611,373
	-----	-----
	25,754,595	25,668,620
Equity in Capital Assets	185,732,137	175,795,694
	-----	-----
Total Equity	211,486,732	201,464,314
	-----	-----
	\$ 235,459,407	\$ 226,098,966
	=====	=====

Consolidated Statement of Changes in Financial Position

For the year ended December 31, 2001
(With comparative figures for 2000)

	<u>2001</u>	<u>2000</u>
Cash flows from (to)		
Operations		
Net increase(decrease) in financial equity	\$ 85,975	\$ 885,172
Net increase in equity in capital assets	9,936,443	8,741,881
Decrease(increase) in accounts receivable	13,221	(757,797)
Decrease(increase) in taxes and utilities receivable	115,889	(403,447)
Decrease(increase) in inventory	14,498	(85,555)
Decrease(increase) in prepaid expenses	(90,014)	1,139
Decrease(increase) in investments	(29,941)	98,230
Increase(decrease) in accounts payable	(132,714)	929,508
Increase(decrease) in refundable deposits	245,825	215,093
Increase(decrease) in deferred revenue	142,809	35,327
	-----	-----
Net cash from operations	10,301,991	9,659,551
Financing		
Increase in long term debt	1,380,000	3,029,401
Principal repayments on long-term debt	(2,270,485)	902,528
Decrease in deposits - MFA	(27,412)	270,809
Decrease in MFA cash and demand notes payable	27,412	(270,809)
	-----	-----
	(890,485)	3,931,929
Investments		
Expenditures on capital assets	(10,983,443)	(10,989,708)
Cost of assets disposed	186,413	163,672
	-----	-----
	(10,797,030)	(10,826,036)
	-----	-----
Change in cash and short-term investments	(1,385,524)	2,765,444
Cash and short-term investments, beginning of year	28,797,957	26,032,513
	-----	-----
Cash and short-term investments, end of year	\$ 27,412,433	\$ 28,797,957
	=====	=====
Consisting of:		
Restricted cash		
Statutory reserves and deferred revenue	11,665,237	12,235,856
Cemetery Care Trust Fund	477,815	441,208
Utilities	5,008,578	5,455,479
	-----	-----
	17,151,630	18,132,543
Current funds	10,260,803	10,665,414
	-----	-----
	\$ 27,412,433	\$ 28,797,957
	=====	=====

THE CORPORATION OF THE CITY OF PENTICTON
BRITISH COLUMBIA

Consolidated Statement of Equity in Capital Assets

December 31, 2001
(With comparative figures for 2000)

	<u>2001</u>	<u>2000</u>
BALANCE, BEGINNING OF YEAR	\$ 175,795,694	\$ 167,053,813
ADD		
Assets Acquired by Transfer		
Federal Government	10,436	20,661
Provincial Government	146,418	85,946
Development Cost Charges Reserve Fund	417,336	1,502,310
Capital Reserve Fund	175,590	-
Equipment Replacement Reserve Fund	1,671,275	349,789
Electric Capital Reserve Fund	94,651	-
Revenue Funds	5,535,451	5,303,698
Interest Earned	20,711	-
Other Contributions	621,594	543,289
Retirement of Long-term Debt	806,147	647,519
Actuarial Sinking Fund Requirement	464,338	420,552
Repayment of Loan from Local Improvement Reserve Fund	158,909	31,789
	-----	-----
	10,122,856	8,905,553
	-----	-----
DEDUCT		
Assets Written Off	186,413	163,672
	-----	-----
BALANCE, END OF YEAR	\$ 185,732,137	\$ 175,795,694
	=====	=====

Consolidated Statement of Capital Financing

December 31, 2001
(With comparative figures for 2000)

	<u>2001</u>	<u>2000</u>
FINANCES ACQUIRED		
Unexpended Funds at Beginning of Year	\$ 1,970,599	\$ -
Federal Government	10,436	20,661
Provincial Government	146,418	85,946
Debentures issued by MFA	1,380,000	5,000,000
Transfers from		
Development Cost Charges Reserve Fund	417,336	1,502,310
Capital Reserve Fund	175,590	-
Equipment Replacement Reserve Fund	1,671,275	349,789
Electric Capital Reserve Fund	94,651	-
Revenue Funds	5,535,451	5,303,698
Interest Earned	20,711	-
Other Contributions	621,594	543,289
Repayment of Loan from		
Local Improvement Reserve Fund	158,909	31,789
Temporary Borrowings and Payables		
At End of Year	780,942	798,191
	-----	-----
	\$ 12,983,912	\$ 13,635,673
	=====	=====
 FINANCES APPLIED		
Temporary Borrowings and Payables		
At Beginning of Year	\$ 798,191	\$ 675,366
Expenditures for General Fixed Assets	10,983,443	10,989,708
Unexpended Funds at End of Year	202,278	1,970,599
Other - Partial Debt Paydown	1,000,000	-
	-----	-----
	\$ 12,983,912	\$ 13,635,673
	=====	=====

Consolidated Statement of Statutory Reserve Fund Operations

December 31, 2001
(With comparative figures for 2000)

	<u>2001</u>	<u>2000</u>
BALANCE, BEGINNING OF YEAR	\$ 11,616,219	\$ 10,241,126
ADD		
Transfers from		
Revenue Funds	1,436,095	2,869,679
Interest Earned	488,942	569,303
	-----	-----
	13,541,256	13,680,108
DEDUCT		
Transfers to		
Revenue Funds	155,650	180,000
Capital Funds	2,517,761	1,883,889
	-----	-----
BALANCE, END OF YEAR	\$ 10,867,845	\$ 11,616,219
	=====	=====

Summary of Statutory Reserve Fund Balances

Equipment Replacement	\$ 2,730,286	\$ 3,567,772
Tax Sale Lands	5,220	4,987
Development Cost Charges		
- Roads	5,244	233,576
- Public Open Space	1,024,483	956,400
- Water Filtration Plant	14,738	90,044
- Sanitary Sewer	443,256	423,507
- Storm Sewer	7,560	8,564
- Gordon Ave Reservoir	491	-
Capital	1,148,055	1,224,784
Local Improvement	897,893	852,906
Sewer System Capital	1,195,252	1,142,033
Water System Capital	2,361,907	2,031,657
Electric Capital	979,467	1,028,400
Off-Site Parking	53,993	51,589
	-----	-----
	\$ 10,867,845	\$ 11,616,219
	=====	=====

GENERAL REVENUE FUND

Balance Sheet

December 31, 2001
(With comparative figures for 2000)

	<u>2001</u>	<u>2000</u>
ASSETS		
CASH	\$ 3,387,579	\$ 1,747,439
TERM DEPOSITS	23,584,854	26,645,518
RECEIVABLES		
Property Taxes	1,089,872	899,924
Federal Government	-	-
Provincial Government	389,324	318,491
Regional District Okanagan Similkameen	-	-
Other Government Agencies	9,240	9,554
General Capital Fund	39,158	39,158
Water Capital Fund	274,371	252,015
Other	488,815	848,011
	-----	-----
	2,290,780	2,367,153
MATERIALS AND SUPPLIES	321,850	333,084
OTHER ASSETS		
Trusts and Other Deposits		
Municipal Finance Authority	556,693	551,584
Accrued Interest Receivable	436,066	406,900
Prepaid Expenses	126,307	36,293
	-----	-----
	1,119,066	994,777
	-----	-----
	\$ 30,704,129	\$ 32,087,971
	=====	=====

LIABILITIES AND SURPLUS

PAYABLES

Other Funds

Equipment Replacement Reserve Fund	\$ 2,730,286	\$ 3,567,772
Tax Sale Lands Reserve Fund	5,220	4,988
Development Cost Charges Reserve Fund	1,495,771	1,712,091
Capital Reserve Fund	1,148,055	1,224,784
Local Improvement Reserve Fund	430,480	345,887
Water Capital Reserve Fund	2,361,907	2,031,657
Sewer Capital Reserve Fund	1,195,252	1,142,033
Electric Capital Reserve	979,467	1,028,400
Off-Site Parking Reserve Fund	53,993	51,589
Cemetery Perpetual Care Fund	23,253	22,241

	-----	-----
	10,423,684	11,131,442
Sewer Utility	1,378,453	1,240,673
Water Utility	1,521,115	1,241,634
Electric Utility	1,906,732	1,002,573
General Capital Fund	202,278	1,970,599
Federal Government	732,008	549,658
Provincial Government	-	-
Trade Accounts and Accrued Liabilities	5,525,152	5,858,206
Deferred Revenues	1,241,553	1,104,414
Sundry Deposits	662,294	614,246
Penticton Public Library	52,472	46,802
Municipal Finance Authority Debt Reserve Fund		
Cash Requirement	244,357	239,248
Demand Note Requirement	312,336	312,336
	-----	-----
	556,693	551,584
RESERVES FOR FUTURE EXPENDITURES		
Marinas	121,224	99,969
Downtown Revitalization	46,988	29,732
Parking Lot Development	4,584	3,464
Cemetery Land	8,000	8,000
Park & Associated Areas Development	92,765	135,512
Facilities Improvements	86,721	65,247
Other - Capital	900,902	1,096,383
Other - Operating	198,574	212,189
	-----	-----
	1,459,758	1,650,496
ASSET VALUATION ALLOWANCES		
Allowance for Doubtful Accounts	31,206	24,206
OTHER RESERVES		
Gaming	1,013,344	1,149,759
RCMP Services Stabilization	100,000	100,000
Rate Stabilization	200,000	200,000
Investment Income Stabilization	338,113	309,956
Liability Insurance	355,001	305,001
Vehicle Insurance	142,914	137,914
Airport Capital	12,804	12,804
Tax Sale Surplus	81,726	100,944
SURPLUS	2,766,829	2,785,060
	-----	-----
	\$ 30,704,129	\$ 32,087,971
	=====	=====

THE CORPORATION OF THE CITY OF PENTICTON
BRITISH COLUMBIA

GENERAL REVENUE FUND

Statement of Surplus

December 31, 2001
(With comparative figures for 2000)

	<u>2001</u>	<u>2000</u>
BALANCE, BEGINNING OF YEAR	\$ 2,785,060	\$ 3,361,114
Transfer from/(to) General Revenue Fund	(18,231)	(576,054)
BALANCE, END OF YEAR	----- \$ 2,766,829 =====	----- \$ 2,785,060 =====

GENERAL REVENUE FUND

Statement of Revenues and Expenditures

For the year ended December 31, 2001
(With comparative figures for 2000)

	<u>2001</u> Actual	<u>2001</u> Budget (Unaudited)	<u>2000</u>
REVENUE			
Taxation			
Real Property	\$ 14,334,858	\$ 14,342,550	\$ 13,575,577
Special Assessments	207,024	156,678	155,505
	-----	-----	-----
	14,541,882	14,499,228	13,731,082
	-----	-----	-----
Grants in Lieu of Taxes			
Federal Government	61,768	50,000	76,929
Provincial Government	91,350	79,600	86,767
	-----	-----	-----
	153,118	129,600	163,696
	-----	-----	-----
Sales of Services	6,693,339	7,137,862	6,585,417
Other Revenue from Own Sources	4,792,142	4,116,314	3,806,963
Unconditional Transfers - Provincial Government	83,490	83,490	241,712
Conditional Transfers - Federal Government	1,724	750	1,666
Conditional Transfers - Provincial Government	69,650	78,419	91,562
Conditional Transfers - Regional and Local Governments	31,640	34,200	86,555
Transfer from Own Reserves	3,299,628	3,147,520	1,619,469
Transfer from Other Funds			
Capital Reserve Fund	-	-	-
Electric Utility Revenue Fund	250,000	250,000	205,349
	-----	-----	-----
	15,221,613	14,848,555	12,638,693
	-----	-----	-----
Collections for Other Governments			
School District	11,663,827	11,765,487	11,626,510
Regional Hospital District	1,981,057	926,784	961,754
Municipal Finance Authority	575	591	580
B.C. Assessment Authority	357,763	362,382	358,753
Regional District Okanagan Similkameen	866,132	866,691	867,316
Okanagan Basin Water Board	287,808	287,808	243,145
	-----	-----	-----
	15,157,162	14,209,743	14,058,058
	-----	-----	-----
	\$ 45,073,775	\$ 43,687,126	\$ 40,591,529
	=====	=====	=====

GENERAL REVENUE FUND

Statement of Revenues and Expenditures

For the year ended December 31, 2001
(With comparative figures for 2000)

	<u>2001</u> Actual	<u>2001</u> Budget (Unaudited)	<u>2000</u>
EXPENDITURE			
General Government Services	\$ 4,471,286	\$ 4,628,547	\$ 4,133,985
Protective Services	7,803,332	7,770,270	7,456,821
Transportation Services	2,461,500	2,773,618	2,694,228
Environmental Health Services	859,638	919,822	828,666
Public Health Services	100,095	110,334	107,482
Environmental Development Services	1,927,947	2,148,825	1,715,165
Recreation and Cultural Services	5,395,665	5,254,650	5,154,452
	----- 23,019,463	----- 23,606,066	----- 22,090,799
Fiscal Services			
Bank Charges and Interest	40,437	39,500	48,107
Long-term Debt Charges - Interest	469,878	590,102	284,804
- Principal	310,076	520,319	182,660
	----- 820,391	----- 1,149,921	----- 515,571
Transfer to Own Reserves	3,222,328	1,961,431	3,117,883
Transfer to Other Funds			
Development Cost Charges Reserve Fund	199,468	335,000	164,050
Equipment Replacement Reserve Fund	690,386	670,749	691,369
General Capital Fund	1,505,491	2,264,731	404,969
Local Improvement Reserve Fund	186,219	17,751	35,228
Capital Reserve	44,832	27,482	75,563
Water Capital Reserve	230,211	-	-
Cemetery Perpetual Care Trust Fund	13,834	17,640	14,836
	----- 2,870,441	----- 3,333,353	----- 1,386,015
Transfer to Other Governments and Boards			
School District	11,663,828	11,765,487	11,625,156
Regional Hospital District	1,982,352	926,784	962,022
Municipal Finance Authority	575	591	580
B.C. Assessment Authority	357,897	362,382	358,857
Regional District Okanagan Similkameen	866,923	866,691	867,555
Okanagan Basin Water Board	287,808	287,808	243,145
	----- 15,159,383	----- 14,209,743	----- 14,057,315
Transfer to/(from) Surplus	(18,231)	(573,388)	(576,054)
	----- \$ 45,073,775	----- \$ 43,687,126	----- \$ 40,591,529
	=====	=====	=====

GENERAL CAPITAL FUND

Balance Sheet

December 31, 2001
(With comparative figures for 2000)

	<u>2001</u>	<u>2000</u>
ASSETS		
RECEIVABLES		
Due from General Revenue	\$ 202,278	\$ 1,970,599
FIXED ASSETS		
Engineering Structures	50,217,484	46,567,928
Buildings	28,507,646	26,291,323
Machinery and Equipment	17,603,165	15,431,360
Land	9,521,562	9,101,990
	-----	-----
	\$ 106,052,135	\$ 99,363,200
	=====	=====
 LIABILITIES AND EQUITY IN CAPITAL ASSETS		
PAYABLES		
General Revenue Fund	\$ 39,158	\$ 39,158
Loan from Local Improvement Fund	334,060	400,200
LONG-TERM DEBT		
Debentures Authorized and Issued	6,083,925	6,008,208
Provincial Government	38,197	74,232
EQUITY IN CAPITAL ASSETS	99,556,795	92,841,402
	-----	-----
	\$ 106,052,135	\$ 99,363,200
	=====	=====

GENERAL CAPITAL FUND

Statement of Equity in Capital Assets

December 31, 2001
(With comparative figures for 2000)

	<u>2001</u>	<u>2000</u>
BALANCE, BEGINNING OF YEAR	\$ 92,841,402	\$ 86,921,154
ADD		
Assets Acquired by Transfer		
Federal Government	10,436	20,661
Provincial Government	413	85,946
Development Cost Charges Reserve Fund	308,275	1,443,513
Capital Reserve Fund	175,590	-
Equipment Replacement Reserve Fund	1,671,275	349,789
Electric Capital Reserve Fund	94,651	-
Electric Utility	2,330,150	3,265,918
General Revenue Fund	1,505,491	404,969
Interest Earned	20,711	-
Other Contributions	299,897	317,325
Retirement of Long-term Debt	340,318	182,660
Repayment of Loan from		
Local Improvement Reserve Fund	144,599	13,139
	-----	-----
	6,901,806	6,083,920
	-----	-----
DEDUCT		
Assets Written Off	186,413	163,672
	-----	-----
BALANCE, END OF YEAR	\$ 99,556,795	\$ 92,841,402
	=====	=====

GENERAL CAPITAL FUND

Statement of Capital Financing

December 31, 2001
(With comparative figures for 2000)

	<u>2001</u>	<u>2000</u>
FINANCES ACQUIRED		
Unexpended Funds at Beginning of Year	\$ 1,970,599	\$ -
Federal Government	10,436	20,661
Provincial Government	413	85,946
Debentures issued by MFA	1,380,000	5,000,000
Transfers from		
Development Cost Charges Reserve Fund	308,275	1,443,513
Capital Reserve Fund	175,590	-
Equipment Replacement Reserve Fund	1,671,275	349,789
Electric Capital Reserve Fund	94,651	-
Electric Utility	2,330,150	3,265,918
General Revenue Fund	1,505,491	404,969
Interest Earned	20,711	-
Other Contributions	299,897	317,325
Repayment of Loan from		
Local Improvement Reserve Fund	144,599	13,139
Temporary Borrowings and Payables		
At End of Year	373,218	439,358
	-----	-----
	\$ 10,285,305	\$ 11,340,618
	=====	=====
 FINANCES APPLIED		
Temporary Borrowings and Payables		
At Beginning of Year	\$ 439,358	\$ 549,897
Expenditures for General Fixed Assets	8,643,669	8,820,122
Unexpended Funds at End of Year	202,278	1,970,599
Partial Debt Paydown	1,000,000	-
	-----	-----
	\$ 10,285,305	\$ 11,340,618
	=====	=====

RESERVE FUNDS

Balance Sheet

December 31, 2001
(With comparative figures for 2000)

	<u>2001</u>	<u>2000</u>
ASSETS		
RECEIVABLES		
General Revenue Fund	\$ 10,400,432	\$ 11,109,201
General Capital Fund	334,060	400,200
Sewer Capital Fund	133,353	106,818
	-----	-----
	\$ 10,867,845	\$ 11,616,219
	=====	=====
LIABILITIES AND FUND BALANCES		
FUND BALANCES		
Equipment Replacement	\$ 2,730,286	\$ 3,567,772
Tax Sale Lands	5,220	4,987
Development Cost Charges - Roads	5,244	233,576
- Public Open Space	1,024,483	956,400
- Water Filtration Plant	14,738	90,044
- Sanitary Sewer	443,256	423,507
- Storm Sewer	7,560	8,564
- Gordon Ave Reservoir	491	-
Capital	1,148,055	1,224,784
Local Improvement	897,893	852,906
Sewer System Capital	1,195,252	1,142,033
Water System Capital	2,361,907	2,031,657
Electric Capital	979,467	1,028,400
Off-Site Parking	53,993	51,589
	-----	-----
	\$ 10,867,845	\$ 11,616,219
	=====	=====

RESERVE FUNDS

Statement of Changes in Fund Balances

December 31, 2001
(With comparative figures for 2000)

	Equipment Replacement	Tax Sale Lands	Capital	Development Cost Charges	Local Improvement	Sewer Capital	Water Capital	Electric Capital	Off-Street Parking	2001 Total
BALANCE, BEGINNING OF YEAR	\$ 3,567,772	\$ 4,987	\$ 1,224,784	\$ 1,712,091	\$ 852,906	\$ 1,142,033	\$ 2,031,657	\$ 1,028,400	\$ 51,589	\$ 11,616,219
ADD										
Transfers from										
General Revenue Fund	690,386	-	44,832	199,468	186,218	-	230,211	-	-	1,351,115
Sewer Utility Fund	-	-	-	6,333	-	-	-	-	-	6,333
Water Utility Fund	-	-	-	78,647	-	-	-	-	-	78,647
Electric Utility Fund	-	-	-	-	-	-	-	-	-	-
Interest Earned	143,403	233	54,029	72,219	17,678	53,219	100,039	45,718	2,404	488,942
	4,401,561	5,220	1,323,645	2,068,758	1,056,802	1,195,252	2,361,907	1,074,118	53,993	13,541,256
DEDUCT										
Transfers to										
General Capital Fund	1,671,275	-	175,590	308,275	144,599	-	-	94,651	-	2,394,390
Sewer Capital Fund	-	-	-	6,296	14,310	-	-	-	-	20,606
Water Capital Fund	-	-	-	-	-	-	-	-	-	-
Electric Capital Fund	-	-	-	102,765	-	-	-	-	-	102,765
General Revenue Fund	-	-	-	-	-	-	-	-	-	-
Water Revenue Fund	-	-	-	155,650	-	-	-	-	-	155,650
BALANCE, END OF YEAR	\$ 2,730,286	\$ 5,220	\$ 1,148,055	\$ 1,495,772	\$ 897,893	\$ 1,195,252	\$ 2,361,907	\$ 979,467	\$ 53,993	\$ 10,867,845

**SEWER SYSTEM UTILITY
Revenue Fund**

Balance Sheet

December 31, 2001
(With comparative figures for 2000)

	<u>2001</u>	<u>2000</u>
ASSETS		
RECEIVABLES		
Provincial Government	\$ 65,710	\$ -
Okanagan Basin Water Board	136,373	70,514
General Revenue Fund	1,378,453	1,240,673
Other	51,851	24,167
MATERIALS AND SUPPLIES	17,320	15,802
TRUSTS AND OTHER DEPOSITS		
Municipal Finance Authority	1,084,712	1,053,406
	-----	-----
	\$ 2,734,419	\$ 2,404,562
	=====	=====
 LIABILITIES AND SURPLUS		
PAYABLES		
Trade Accounts & Accrued Liabilities	\$ -	\$ -
DEPOSITS	62,140	25,520
MUNICIPAL FINANCE AUTHORITY DEBT RESERVE FUND		
Cash Requirement	486,572	455,266
Demand Note Requirement	598,140	598,140
RESERVE FOR FUTURE EXPENDITURES	221,822	142,087
SURPLUS		
Balance at beginning of year	1,183,549	1,038,932
Transfer from/(to) Sewer Revenue	182,196	144,617
	-----	-----
Balance at end of year	1,365,745	1,183,549
	-----	-----
	\$ 2,734,419	\$ 2,404,562
	=====	=====

**SEWER SYSTEM UTILITY
Revenue Fund**

Statement of Revenues and Expenditures

For the year ended December 31, 2001
(With comparative figures for 2000)

	<u>2001</u> Actual	<u>2001</u> Budget (Unaudited)	<u>2000</u>
REVENUE			
Sewer Levy	\$ 671,134	\$ 657,457	\$ 800,803
Sewer Fixture Charges	1,885,205	1,893,740	1,797,930
Sewer Connections and Recoveries	89,163	42,500	86,764
Provincial Government Conditional Grant	141,028	140,228	150,637
Okanagan Basin Water Board Conditional Grant	267,747	265,634	308,873
Municipal Finance Authority Debt Reserve Refund	-	-	-
Development Cost Charges	6,333	15,000	7,022
Transfer from Own Reserve - Future Expenditures	142,087	142,087	239,567
	-----	-----	-----
TOTAL REVENUE	\$ 3,202,697	\$ 3,156,646	\$ 3,391,596
	=====	=====	=====
EXPENDITURE			
Administration	\$ 290,165	\$ 295,446	\$ 296,168
Sewage Collection Systems	249,633	273,648	209,958
Lift Station, Operation & Maintenance	41,381	50,808	40,278
Sewage Treatment and Disposal	1,065,591	1,083,699	1,005,555
Other	-	3,000	1,175
Long-term Debt Charges			
Interest	527,266	527,267	550,828
Principal	252,619	252,618	251,649
Contributions to Capital Fund	365,691	554,087	424,909
Transfer to Development Cost Charges Reserve	6,333	15,000	7,022
Transfer to Sewer Capital Reserve	-	-	317,350
Transfer to General Revenue Fund	-	114,180	-
Transfer to Own Reserve - Future Expenditures	221,822	-	142,087
Transfer to/(from) Surplus	182,196	(13,107)	144,617
	-----	-----	-----
TOTAL EXPENDITURE	\$ 3,202,697	\$ 3,156,646	\$ 3,391,596
	=====	=====	=====

**SEWER SYSTEM UTILITY
Capital Fund**

Balance Sheet

December 31, 2001
(With comparative figures for 2000)

	<u>2001</u>	<u>2000</u>
ASSETS		
FIXED ASSETS		
Engineering Structures	\$ 28,885,258	\$ 28,480,771
Buildings	4,828,895	4,828,895
Machinery and Equipment	247,718	215,504
Land	137,521	137,521
	-----	-----
	\$ 34,099,392	\$ 33,662,691
	=====	=====
 LIABILITIES AND EQUITY IN CAPITAL ASSETS		
PAYABLES		
Loan from Local Improvement Fund	\$ 133,353	\$ 106,818
 LONG-TERM DEBT		
Debentures Authorized and Issued	2,441,022	3,007,196
 EQUITY IN CAPITAL ASSETS		
	31,525,017	30,548,677
	-----	-----
	\$ 34,099,392	\$ 33,662,691
	=====	=====

**SEWER SYSTEM UTILITY
Capital Fund**

Statement of Equity in Capital Assets

December 31, 2001
(With comparative figures for 2000)

	<u>2001</u>	<u>2000</u>
BALANCE, BEGINNING OF YEAR	\$ 30,548,677	\$ 29,468,338
ADD		
Development Cost Charges Reserve Fund	6,296	17,678
Utility Revenue Fund	365,691	424,909
Other Contributions	23,869	80,351
Retirement of Long-term Debt	252,619	251,649
Actuarial Sinking Fund Requirement	313,555	287,102
Repayment of Loan from Local Improvement Reserve Fund	14,310	18,650
	----- 976,340 -----	----- 1,080,339 -----
 BALANCE, END OF YEAR	 ----- \$ 31,525,017 =====	 ----- \$ 30,548,677 =====

SEWER SYSTEM UTILITY

Statement of Capital Financing

December 31, 2001
(With comparative figures for 2000)

	<u>2001</u>	<u>2000</u>
FINANCES ACQUIRED		
Transfers from		
Development Cost Charges Reserve Fund	\$ 6,296	\$ 17,678
Utility Revenue Fund	365,691	424,909
Other Contributions	23,869	80,351
Repayment of Loan from		
Local Improvement Reserve Fund	14,310	18,650
Temporary Borrowings and Payables at End of Year	133,353	106,818
	-----	-----
	\$ 543,519	\$ 648,406
	=====	=====
 FINANCES APPLIED		
Temporary Borrowings and Payables at Beginning of Year	\$ 106,818	\$ 125,469
Expenditure for Fixed Assets	436,701	522,937
	-----	-----
	\$ 543,519	\$ 648,406
	=====	=====

**WATER SYSTEM UTILITY
Revenue Fund**

Balance Sheet

December 31, 2001
(With comparative figures for 2000)

	<u>2001</u>	<u>2000</u>
ASSETS		
RECEIVABLES		
General Revenue Fund	\$ 1,521,115	\$ 1,241,634
Utility Rates	218,547	401,629
Other	100,488	66,271
MATERIALS AND SUPPLIES	151,002	137,129
TRUSTS AND OTHER DEPOSITS		
Municipal Finance Authority	556,714	620,541
	-----	-----
	\$ 2,547,866	\$ 2,467,204
	=====	=====
 LIABILITIES AND SURPLUS		
PAYABLES		
Deposits	\$ 192,260	\$ 107,042
MUNICIPAL FINANCE AUTHORITY DEBT RESERVE FUND		
Cash Requirement	196,884	223,150
Demand Note Requirement	359,830	397,391
RESERVE FOR FUTURE EXPENDITURES	301,211	650,588
SURPLUS		
Balance at beginning of year	1,089,033	1,640,891
Transfer from/(to) Water Revenue	408,648	(551,858)
	-----	-----
Balance at end of year	1,497,681	1,089,033
	-----	-----
	\$ 2,547,866	\$ 2,467,204
	=====	=====

**WATER SYSTEM UTILITY
Revenue Fund**

Statement of Revenues and Expenditures

For the year ended December 31, 2001
(With comparative figures for 2000)

	<u>2001</u> Actual	<u>2001</u> Budget (Unaudited)	<u>2000</u>
REVENUE			
Water Rates	\$ 3,245,445	\$ 3,227,991	\$ 3,266,438
Recoveries - Connections, Service & Other	23,431	50,000	14,438
Municipal Finance Authority Debt Reserve Refund	96,338	-	-
Provincial Government	10,000	-	-
Development Cost Charges	78,647	77,000	81,098
Transfer from Own Reserve - Future Expenditures	650,588	650,588	194,223
Transfer from Development Cost Charges Reserve Fund	155,650	88,000	180,000
	-----	-----	-----
TOTAL REVENUE	\$ 4,260,099	\$ 4,093,579	\$ 3,736,197
	=====	=====	=====
 EXPENDITURE			
Administration	\$ 370,781	\$ 359,178	\$ 365,280
Purification and Treatment	612,695	709,500	587,266
Transmission and Distribution	406,857	455,588	442,988
Pumping	222,257	251,000	233,880
Customer Billing and Collection	100,304	112,600	103,740
Other	10,329	26,000	24,901
Long-term Debt Charges			
Interest	524,720	524,720	524,720
Principal	213,210	213,210	213,210
Contributions to Capital Fund	1,010,440	1,291,973	562,384
Transfer to Development Cost Charges Reserve	78,647	77,000	81,098
Transfer to Water Capital Reserve Fund	-	-	498,000
Transfer to General Revenue Fund	-	114,180	-
Transfer to Own Reserve - Future Expenditures	301,211	-	650,588
Transfer to/(from) Surplus	408,648	(41,370)	(551,858)
	-----	-----	-----
TOTAL EXPENDITURE	\$ 4,260,099	\$ 4,093,579	\$ 3,736,197
	=====	=====	=====

**WATER SYSTEM UTILITY
Capital Fund**

Balance Sheet

December 31, 2001
(With comparative figures for 2000)

	<u>2001</u>	<u>2000</u>
ASSETS		
FIXED ASSETS		
Engineering Structures	\$ 41,037,710	\$ 39,843,849
Buildings	54,711	54,711
Machinery and Equipment	173,724	164,934
Land	475	475
	-----	-----
	\$ 41,266,620	\$ 40,063,969
	=====	=====
 LIABILITIES AND EQUITY IN CAPITAL ASSETS		
PAYABLES		
Due to General Revenue Fund	\$ 274,371	\$ 252,015
 LONG-TERM DEBT		
Debentures Authorized and Issued	4,472,790	4,836,783
 EQUITY IN CAPITAL ASSETS		
	36,519,459	34,975,171
	-----	-----
	\$ 41,266,620	\$ 40,063,969
	=====	=====

**WATER SYSTEM UTILITY
Capital Fund**

Statement of Equity in Capital Assets

December 31, 2001
(With comparative figures for 2000)

	<u>2001</u>	<u>2000</u>
BALANCE, BEGINNING OF YEAR	\$ 34,975,171	\$ 33,961,111
ADD		
Provincial Government	146,005	-
Development Cost Charges Reserve Fund	-	41,119
Utility Revenue Fund	1,010,440	562,384
Other Contributions	23,850	63,897
Retirement of Long-term Debt	213,210	213,210
Actuarial Sinking Fund Requirement	150,783	133,450
	-----	-----
	1,544,288	1,014,060
	-----	-----
BALANCE, END OF YEAR	\$ 36,519,459	\$ 34,975,171
	=====	=====

WATER SYSTEM UTILITY

Statement of Capital Financing

December 31, 2001
(With comparative figures for 2000)

	<u>2001</u>	<u>2000</u>
FINANCES ACQUIRED		
Transfers from		
Provincial Government	\$ 146,005	\$ -
Development Cost Charges Reserve Fund	-	41,119
Utility Revenue Fund	1,010,440	562,384
Other Contributions	23,850	63,897
Temporary Borrowings and Payables at End of Year	274,371	252,015
	-----	-----
	\$ 1,454,666	\$ 919,415
	=====	=====
 FINANCES APPLIED		
Temporary Borrowings and Payables at Beginning of Year	\$ 252,015	\$ -
Expenditure for Fixed Assets	1,202,651	919,415
	-----	-----
	\$ 1,454,666	\$ 919,415
	=====	=====

**ELECTRIC SYSTEM UTILITY
Revenue Fund**

Balance Sheet

December 31, 2001
(With comparative figures for 2000)

	<u>2001</u>	<u>2000</u>
ASSETS		
RECEIVABLES		
General Revenue Fund	\$ 1,906,732	\$ 1,002,573
Utility Rates	1,226,875	1,349,630
Other	204,427	122,441
MATERIALS AND SUPPLIES		
	1,453,491	1,472,146
	-----	-----
	\$ 4,791,525	\$ 3,946,790
	=====	=====
 LIABILITIES AND SURPLUS		
PAYABLES		
Deposits	\$ 270,743	\$ 194,804
RESERVE FOR FUTURE EXPENDITURES		
	-	14,547
SURPLUS		
Balance at beginning of year	3,737,439	5,140,839
Transfer from/(to) Electric Revenue	783,343	(1,403,400)
	-----	-----
Balance at end of year	4,520,782	3,737,439
	-----	-----
	\$ 4,791,525	\$ 3,946,790
	=====	=====

**ELECTRIC SYSTEM UTILITY
Revenue Fund**

Statement of Revenues and Expenditures

For the year ended December 31, 2001
(With comparative figures for 2000)

	<u>2001</u> Actual	<u>2001</u> Budget (Unaudited)	<u>2000</u>
REVENUE			
Rates	\$ 16,931,143	\$ 16,705,768	\$ 16,361,380
Recoveries - Connections & Other	396,007	173,862	412,152
Transfer from Own Reserve - Future Expenditures	14,547	14,547	10,935
	-----	-----	-----
TOTAL REVENUE	\$ 17,341,697	\$ 16,894,177	\$ 16,784,467
	=====	=====	=====
 EXPENDITURE			
Administration	\$ 1,448,065	\$ 1,487,014	\$ 1,346,667
Electrical Energy Purchased for Resale	11,695,673	11,695,320	11,146,087
Transmission and Distribution	210,947	293,300	242,323
Customer Billing and Collection	236,696	269,246	251,830
Other	63,144	51,000	69,628
Transfer to Own Reserve - Future Expenditures	-	-	14,547
Contributions to Capital Fund	323,679	977,782	645,518
Transfer to General Revenue Fund	250,000	250,000	205,349
Transfer to General Capital Fund	2,330,150	2,472,875	3,265,918
Transfer to Electric Capital Fund	-	-	1,000,000
Transfer to/(from) Surplus	783,343	(602,360)	(1,403,400)
	-----	-----	-----
TOTAL EXPENDITURE	\$ 17,341,697	\$ 16,894,177	\$ 16,784,467
	=====	=====	=====

**ELECTRIC SYSTEM UTILITY
Capital Fund**

Balance Sheet

December 31, 2001
(With comparative figures for 2000)

	<u>2001</u>	<u>2000</u>
ASSETS		
FIXED ASSETS		
Engineering Structures	\$ 16,001,875	\$ 15,353,996
Buildings	1,707,762	1,673,190
Machinery and Equipment	359,333	341,362
Land	61,896	61,896
	-----	-----
	\$ 18,130,866	\$ 17,430,444
	=====	=====
 LIABILITIES AND EQUITY IN CAPITAL ASSETS		
EQUITY IN CAPITAL ASSETS	\$ 18,130,866	\$ 17,430,444
	-----	-----
	\$ 18,130,866	\$ 17,430,444
	=====	=====

**ELECTRIC SYSTEM UTILITY
Capital Fund**

Statement of Equity in Capital Assets

December 31, 2001
(With comparative figures for 2000)

	<u>2001</u>	<u>2000</u>
BALANCE, BEGINNING OF YEAR	\$ 17,430,444	\$ 16,703,210
ADD		
Development Cost Charges	102,765	
Utility Revenue Fund	323,679	645,518
Other Contributions	273,978	81,716
	----- 700,422 -----	----- 727,234 -----
BALANCE, END OF YEAR	----- \$ 18,130,866 =====	----- \$ 17,430,444 =====

ELECTRIC SYSTEM UTILITY

Statement of Capital Financing

December 31, 2001
(With comparative figures for 2000)

	<u>2001</u>	<u>2000</u>
FINANCES ACQUIRED		
Transfers from		
Development Cost Charges	\$ 102,765	\$ -
Utility Revenue Fund	323,679	645,518
Other Contributions	273,978	81,716
	-----	-----
	\$ 700,422	\$ 727,234
	=====	=====
 FINANCES APPLIED		
Expenditure for Fixed Assets	\$ 700,422	\$ 727,234
	-----	-----
	\$ 700,422	\$ 727,234
	=====	=====

CEMETERY PERPETUAL CARE TRUST FUND

Balance Sheet

December 31, 2001
(With comparative figures for 2000)

	<u>2001</u>	<u>2000</u>
ASSETS		
BANK TERM DEPOSITS	\$ 440,000	\$ 405,000
RECEIVABLES		
General Revenue Fund	23,253	22,241
ACCRUED INTEREST	14,562	13,787
	-----	-----
	\$ 477,815	\$ 441,028
	=====	=====
 SURPLUS		
BALANCE, BEGINNING OF YEAR	\$ 441,028	\$ 405,167
Add:		
Care Fund Contributions	13,834	14,836
Interest Earned	22,953	21,025
	-----	-----
	\$ 477,815	\$ 441,028
	=====	=====

GENERAL REVENUE FUND

DETAILS OF REVENUE

Schedule 1-1

December 31, 2001
(With comparative figures for 2000)

	<u>2001</u> Actual	<u>2001</u> Budget (Unaudited)	<u>2000</u>
SALES OF SERVICE			
General Government Services			
Administration - General	\$ 1,626,811	\$ 367,095	\$ 191,008
Administration - Utilities		1,400,199	1,319,681
Equipment Usage/Labour Load Rates	669,847	670,749	691,369
	----- 2,296,658	----- 2,438,043	----- 2,202,058
Protective Services			
Fire Protection Fees	508,669	511,732	492,759
Fire Department Recoveries	66,683	66,200	66,462
Prisoner Expense Recoveries	193,898	197,907	190,198
R.C.M.P. Recoveries	68,044	55,800	124,928
	----- 837,294	----- 831,639	----- 874,347
Transportation Services			
Transit System	467,804	346,933	422,142
Parking Meter Fees	126,947	135,000	123,091
Engineering Recoveries	16,592	7,500	23,059
Public Works Recoveries	43,305	87,000	237,323
	----- 654,648	----- 576,433	----- 805,615
Environmental Health and Services			
Garbage Collection Rates	591,019	848,260	749,793
Recycling Recoveries	316,194	72,000	78,310
	----- 907,213	----- 920,260	----- 828,103
Public Health and Welfare Services			
Cemetery	128,544	147,320	145,773
Cemetery Care Fund Contributions	13,908	17,640	14,836
	----- 142,452	----- 164,960	----- 160,609
Environmental Development Services			
Convention Centre Rental & Services	395,138	420,000	328,920
	----- 395,138	----- 420,000	----- 328,920

GENERAL REVENUE FUND

DETAILS OF REVENUE

Schedule 1-2

December 31, 2001
(With comparative figures for 2000)

	<u>2001</u> Actual	<u>2001</u> Budget (Unaudited)	<u>2000</u>
Recreational and Cultural Services			
Community Centre	664,742	671,400	639,301
Okanagan Lake Marina	13,627	19,950	17,514
Skaha Lake Marina	12,000	12,000	12,000
Edmonton Ave/Arts Centre	22,460	23,000	22,577
Memorial Arena	223,151	210,000	208,422
McLaren Arena	189,990	175,500	177,633
Parks Leases & School Facilities	112,755	135,177	117,045
Parks Work Orders Recoveries	10,407	10,000	10,207
Museum Sales/Donations	16,143	14,500	17,016
	-----	-----	-----
	1,265,275	1,271,527	1,221,715
Other Revenue			
Development Cost Charges	194,661	515,000	164,050
	-----	-----	-----
	\$ 6,693,339	\$ 7,137,862	\$ 6,585,417
	=====	=====	=====
OTHER REVENUE FROM OWN SOURCES			
Licences and Permits			
Business Licence Fees	\$ 427,216	\$ 432,000	\$ 426,007
File Search / Covenant Registration	1,450	1,600	1,680
Commercial Vehicle Licence Fees	9,982	11,000	9,998
Building Permits	293,185	185,000	173,620
Plumbing Permits	18,454	12,000	9,008
Dog Licences and Violations	49,026	69,500	44,712
	-----	-----	-----
	799,313	711,100	665,025
Traffic & Municipal Fines	71,714	90,000	77,747
Building Rentals & Leases	281,643	276,432	244,262
Franchise	313,365	305,000	234,764
Gaming Proceeds	1,562,122	1,700,000	1,149,759
Investment Income	938,763	700,000	1,006,899
Penalties and Interest on Taxes	192,460	157,000	169,125
Land Sale Proceeds and Right of Way Contributions	247,561	-	48,081
Miscellaneous	385,201	176,782	211,301
	-----	-----	-----
	\$ 4,792,142	\$ 4,116,314	\$ 3,806,963
	=====	=====	=====
UNCONDITIONAL TRANSFERS FROM OTHER GOVERNMENTS			
Provincial Government			
Municipal General Grant	\$ -	\$ -	\$ 133,977
Revenue Sharing - Traffic Fines	83,490	83,490	107,735
	-----	-----	-----
	\$ 83,490	\$ 83,490	\$ 241,712

GENERAL REVENUE FUND

DETAILS OF REVENUE

Schedule 1-3

December 31, 2001
(With comparative figures for 2000)

	<u>2001</u> Actual	<u>2001</u> Budget (Unaudited)	<u>2000</u>
CONDITIONAL TRANSFERS FROM OTHER GOVERNMENTS			
Federal Government			
Other - RRAP Agency Fees, etc.	\$ 1,724	\$ 750	\$ 1,666
Provincial Government			
Emergency Measures Program	751	2,000	6,221
Cultural Services - Museum Grant	6,050	7,025	6,406
Nights Alive Program	12,234	-	12,658
Planning	-	40,000	-
Youth Justice	-	-	5,000
Crime Prevention	-	-	5,989
Fire Arms Program	2,191	-	-
E-Team	-	-	25,845
Victim Services Program	39,778	27,000	29,443
Various Grants - Other	8,646	2,394	-
	----- \$ 71,374	----- \$ 79,169	----- \$ 93,228
	=====	=====	=====
CONDITIONAL TRANSFERS FROM REGIONAL AND LOCAL GOVERNMENTS AND BOARDS			
Regional District Okanagan Similkameen			
Community Centre Grant	\$ 20,000	\$ 20,000	\$ 20,000
Retirement Centre Grant	6,000	6,200	6,000
Victim Services Grant	5,640	8,000	-
Waste Reduction Initiative	-	-	60,555
	----- \$ 31,640	----- \$ 34,200	----- \$ 86,555
	=====	=====	=====
TRANSFER FROM OWN RESERVES			
Marinas	\$ 4,371	\$ 5,700	\$ 4,618
Investment Income Stabilization	309,956	200,000	150,000
Special Events Site	-	6,000	-
Reserve for Future Expenditures	1,107,673	1,089,251	1,157,124
Economic Development Commission	-	-	1,315
Facilities Improvements	-	42,000	-
Rate Stabilization	-	-	-
Public Art	4,347	-	-
Downtown Revitalization	132,744	179,732	302,912
Downtown Parking	2,000	2,000	3,500
Other-Trail	40,000	-	-
Gaming	1,698,537	1,622,837	-
	----- \$ 3,299,628	----- \$ 3,147,520	----- \$ 1,619,469
	=====	=====	=====

GENERAL REVENUE FUND

DETAILS OF EXPENDITURE

Schedule 2-1

December 31, 2001
(With comparative figures for 2000)

	<u>2001</u> Actual	<u>2001</u> Budget (Unaudited)	<u>2000</u>
GENERAL GOVERNMENT SERVICES			
Legislative	\$ 182,573	\$ 206,644	\$ 192,394
General Administration	3,112,063	3,297,287	2,957,026
Civic Grants	451,691	373,998	257,414
Information Technology Services	724,959	750,618	727,151
	-----	-----	-----
	\$ 4,471,286	\$ 4,628,547	\$ 4,133,985
	=====	=====	=====
PROTECTIVE SERVICES			
Police Protection	\$ 4,486,461	\$ 4,588,419	\$ 4,286,309
Fire Protection	2,959,823	2,817,570	2,791,103
Emergency Measures	8,218	4,400	4,391
Animal Control	83,172	92,810	60,389
Building and Licence Inspections	265,658	267,071	314,629
	-----	-----	-----
	\$ 7,803,332	\$ 7,770,270	\$ 7,456,821
	=====	=====	=====
TRANSPORTATION SERVICES			
Common Services	\$ 158,564	\$ 226,260	\$ 380,983
Road Transport	1,651,971	1,903,176	1,693,061
Transit System	650,965	644,182	620,184
	-----	-----	-----
	\$ 2,461,500	\$ 2,773,618	\$ 2,694,228
	=====	=====	=====
ENVIRONMENTAL HEALTH SERVICES			
Garbage and Waste Collection/Disposal	\$ 859,638	\$ 919,822	\$ 828,666
	=====	=====	=====
PUBLIC HEALTH SERVICES			
Cemetery	\$ 100,095	\$ 110,334	\$ 107,482
	=====	=====	=====
ENVIRONMENTAL DEVELOPMENT SERVICES			
Planning & Zoning	\$ 520,354	\$ 632,692	\$ 404,583
Economic Development	148,000	148,000	141,275
Community Development	146,290	279,232	144,969
Convention Centre	835,574	811,252	746,322
Tourism	277,729	277,649	278,016
	-----	-----	-----
	\$ 1,927,947	\$ 2,148,825	\$ 1,715,165
	=====	=====	=====

GENERAL REVENUE FUND

DETAILS OF EXPENDITURE

Schedule 2-2

December 31, 2001
(With comparative figures for 2000)

	<u>2001</u> Actual	<u>2001</u> Budget (Unaudited)	<u>2000</u>
RECREATION AND CULTURAL SERVICES			
Recreation Programs	\$ 1,576,070	\$ 1,526,579	\$ 1,527,486
Community Centre and Halls	637,371	595,180	594,184
Beaches and Marinas	168,006	115,445	152,740
Arenas	735,350	664,870	647,617
Parks, Playgrounds, Misc Facilities	1,266,044	1,317,635	1,242,088
Cultural Facilities			
Museum and Arts Centre	235,607	257,724	221,251
Penticton Public Library	777,217	777,217	769,086
	-----	-----	-----
	\$ 5,395,665	\$ 5,254,650	\$ 5,154,452
	=====	=====	=====
TRANSFER TO OWN RESERVES			
Gaming	\$ 1,562,122	\$ 1,700,000	\$ 1,149,759
Parking Lots	3,120	3,120	3,460
Trans Canada Trail	-	-	-
Public Art	-	-	45,000
Special Events Site	1,600	-	1,600
Marinas	25,627	31,950	21,661
Wine/Information Centre	-	-	-
Vehicle Insurance	5,000	5,000	5,000
Downtown Revitalization	150,000	150,000	162,607
Future Expenditures - Capital	729,362	-	1,116,119
Future Expenditures - Operating	302,186	-	197,189
Liability Insurance	50,000	50,000	50,000
Equipment/Benefits Rate Stabilization	33,725	-	42,765
Public Works Improvements	21,473	21,361	16,214
Investment Income Stabilization	338,113	-	306,509
	-----	-----	-----
	\$ 3,222,328	\$ 1,961,431	\$ 3,117,883
	=====	=====	=====

SCHEDULE OF FIXED ASSETS

Schedule 3-1

December 31, 2001

	Assets at Cost 12/31/00	Net Additions	Assets at Cost 12/31/01
GENERAL FIXED ASSETS			
General Government			
City Hall	\$ 1,322,985	\$ 41,787	\$ 1,364,772
Office Equipment	1,036,135	34,840	1,070,975
Data Processing Equipment	1,474,779	238,964	1,713,743
	-----	-----	-----
	3,833,899	315,591	4,149,490
	-----	-----	-----
Protection of Persons and Property			
Fire Hall - Building	1,207,704	34,675	1,242,379
- Equipment	2,625,179	790,683	3,415,862
R.C.M.P. - Building	4,015,857	597,538	4,613,395
- Equipment	206,917		206,917
Civil Defense	32,853		32,853
Dog Pound	10,245		10,245
	-----	-----	-----
	8,098,755	1,422,896	9,521,651
	-----	-----	-----
Transportation Services			
Equipment - Vehicles	3,355,755	430,060	3,785,815
- Machinery	2,094,603	167,320	2,261,923
- Warehouse	319,094	15,704	334,798
- Garage	198,997	5,448	204,445
Yards and Buildings	700,427	3,887	704,314
Bridges and Culverts	419,683		419,683
Sidewalks, Curbs/Gutters	5,569,785	27,639	5,597,424
Footpaths and Walkways	577,436	106,462	683,898
Boulevard and Cablestrips	610,103	14,031	624,134
Bus Shelters	11,269		11,269
Parking Meters	224,381	3,950	228,331
Parking Areas	1,007,827	2,662	1,010,489
Traffic Control Equipment	591,532	209,241	800,773
Street Lighting	1,796,844	108,528	1,905,372
Creek Improvements	382,319		382,319
Streets and Lanes	12,908,350	525,116	13,433,466
Secondary Hwys and Collectors	7,631,538	1,626,627	9,258,165
Street and Traffic Signs	110,517		110,517
Grading and Drainage	9,310,410	442,482	9,752,892
	-----	-----	-----
	\$ 47,820,870	\$ 3,689,157	\$ 51,510,027
	-----	-----	-----

SCHEDULE OF FIXED ASSETS

Schedule 3-2

December 31, 2001

	Assets at Cost 12/31/00	Net Additions	Assets at Cost 12/31/01
<hr/>			
GENERAL FIXED ASSETS			
Sanitation and Waste Removal			
Landfill Sites	\$ 143,573		\$ 143,573
Garbage Containers	18,658		18,658
	<hr/>		<hr/>
	162,231	-	162,231
<hr/>			
Leisure Services			
Okanagan Lake Marina	673,698		673,698
Skaha Marina	384,270		384,270
Centennial Fountain	35,000		35,000
S.S. Sicamous	192,190		192,190
Buildings - Library/Museum	1,524,937	243	1,525,180
- Jubilee Pavilion	77,742		77,742
- Kings Park	219,499		219,499
- McLaren Arena	651,926		651,926
- Memorial Arena	2,984,100	81,434	3,065,534
- Convention Centre	4,518,224	1,338,007	5,856,231
- Nanaimo Hall	43,435		43,435
- Community Centre	6,474,943	9,187	6,484,130
- Edmonton Ave Centre	27,320		27,320
Parks and Playgrounds	1,337,697	5,065	1,342,762
Parks and Recreation Development	4,275,188	805,173	5,080,361
Parks Tools and Equipment	883,739	73,218	956,957
Park Lighting	11,685		11,685
Special Events Site	420,448		420,448
Wine & Information Centre	664,450		664,450
Curling Centre	12,434	86,431	98,865
Equipment - Memorial Arena	236,781	107,807	344,588
- McLaren Arena	169,097	15,419	184,516
- Museum	182,025	9,604	191,629
- Convention Centre	711,364	5,376	716,740
- Arts Centre	42,004	22,446	64,450
- Community Centre	55,847	3,090	58,937
- Recreation	421,290	18,666	439,956
- Library	623,680	23,920	647,600
	<hr/>		<hr/>
	27,855,013	2,605,086	30,460,099
<hr/>			
Miscellaneous			
Cemetery	519,843	4,954	524,797
	<hr/>		<hr/>
TOTAL FIXED ASSETS (Excluding Land)	\$ 88,290,611	\$ 8,037,684	\$ 96,328,295
<hr/>			

SCHEDULE OF FIXED ASSETS

Schedule 3-3

December 31, 2001

	Assets at Cost 12/31/00	Net Additions	Assets at Cost 12/31/01
	-----		-----
LAND			
City Hall	\$ 482,878		\$ 482,878
Fire Halls	171,121		171,121
RCMP	723,791		723,791
City Yards	47,299		47,299
Streets and Lanes	1,267,464	366,520	1,633,984
Landfill Sites	50,000		50,000
Parks and Playgrounds	5,127,048	53,052	5,180,100
Memorial Arena	2,727		2,727
Cemetery	128,949		128,949
School Sites	21,832		21,832
Other Properties	1,078,881		1,078,881
	-----	-----	-----
	9,101,990	419,572	9,521,562
	-----	-----	-----
TOTAL GENERAL FIXED ASSETS	\$ 97,392,601	\$ 8,457,256	\$ 105,849,857
	=====	=====	=====

SCHEDULE OF FIXED ASSETS

Schedule 3-4

December 31, 2001

	Assets at Cost 12/31/00	Assets Acquired	Assets at Cost 12/31/01
UTILITIES			
Water System - Irrigation			
Dams and Intakes	\$ 1,034,413	\$ 19,843	\$ 1,054,256
Pipelines	2,225,045		2,225,045
	3,259,458	19,843	3,279,301
Water System - Domestic			
Distribution System	15,162,216	470,871	15,633,087
Water Treatment System	20,158,626	96,648	20,255,274
Pumping Equipment and Buildings	1,483,194	615,289	2,098,483
	36,804,036	1,182,808	37,986,844
Land - Dam Site	475		475
	\$ 40,063,969	\$ 1,202,651	\$ 41,266,620
Electric System			
Distribution System	\$ 15,695,357	\$ 665,851	\$ 16,361,208
Substations	1,673,191	34,571	1,707,762
	17,368,548	700,422	18,068,970
Land - Substation Sites	61,896		61,896
	\$ 17,430,444	\$ 700,422	\$ 18,130,866
Sewer System			
Mains	\$ 8,054,506	\$ 264,409	\$ 8,318,915
Connections	1,340,260	33,084	1,373,344
Treatment Plant	23,914,900	106,994	24,021,894
Machinery and Equipment	215,504	32,214	247,718
	33,525,170	436,701	33,961,871
Land - Treatment Plant Site	137,521		137,521
	\$ 33,662,691	\$ 436,701	\$ 34,099,392
TOTAL UTILITIES	\$ 91,157,104	\$ 2,339,774	\$ 93,496,878

Debt Issued and Outstanding

Schedule 4-1

December 31, 2001

Number	Issue Date	Purpose	Issue Amount	Outstanding Amount	Term (Years)	Maturity	Rate	Payee	2002 Payments	
									Interest	Principal
4089	27-Oct-82	Domestic Water	\$ 1,500,000	\$ 118,512	20	2002	12.50	R.D.O.S.	\$ 83,250	\$ 45,364
8858	08-May-89	Okanagan Lake Pump Strn	350,000	177,639	20	2009	10.90	R.D.O.S.	19,670	10,585
9504	12-Apr-95	Water Treatment Plant	1,000,000	794,293	20	2015	8.20	R.D.O.S.	88,800	30,243
9542	01-Dec-95	Water Treatment Plant	3,000,000	2,382,877	20	2015	8.00	R.D.O.S.	240,000	90,728
9608	01-Jun-96	Water Treatment Plant	1,200,000	999,469	20	2016	7.75	R.D.O.S.	93,000	36,291
			7,050,000	4,472,790					524,720	213,211
3551	01-Dec-77	Sewer System	893,297	60,377	25	2001	No further cash payments required		-	-
4056	30-Jun-82	Sewer System	3,800,000	290,402	20	2002	15.13-10.25	R.D.O.S.	262,200	114,923
4167	15-May-84	Sewer System	500,000	109,260	20	2004	11.625	R.D.O.S.	32,500	15,121
8903	09-Nov-89	Sewer - Treatment Plant	2,500,000	1,296,563	20	2009	10.25	R.D.O.S.	162,500	75,606
8962	15-May-90	Sewer - Treatment Plant	1,200,000	684,420	20	2010	11.625	R.D.O.S.	69,000	36,291
			8,893,297	2,441,022					526,200	241,941
3859*	01-Dec-80	Community Centre	2,032,632	855,138	25	2005	13.82-8.0	R.D.O.S.	80,657	153,071
20005	12-Apr-00	RCMP Building	2,500,000	2,424,393	20	2020	6.45	R.D.O.S.	161,250	75,606
20046	07-Nov-00	RCMP Building	1,500,000	1,424,394	20	2020	6.36	R.D.O.S.	95,400	45,364
200123	21-Dec-01	Government Street	1,380,000	1,380,000						
			7,412,632	6,083,925					337,307	274,041
9218	11-Jun-92	Revitalization Program - Front Street	297,550	38,197	10	2002	6.00	Province of B C	2,292	38,197
Total Debt			\$ 23,653,479	\$ 13,035,934					\$ 1,390,519	\$ 767,390

* Stated in U.S. Dollars

Outstanding Amount as at December 31, 2001

U.S. Debt \$ 855,138

Canadian Equivalent 1,361,893

Exchange Difference \$ 506,755

GOVERNMENT GRANTS

Schedule 5

December 31, 2001
(With comparative figures for 2000)

	<u>2001</u>	<u>2000</u>
FEDERAL GRANTS		
In Lieu of Taxes	\$ 61,768	\$ 76,929
Canada Assistance Grant	-	-
Government Programs	12,161	22,327
Infra-Structure Grants	-	-
	-----	-----
	73,929	99,256
	-----	-----
PROVINCIAL GOVERNMENT		
Municipal Grant	-	133,977
Revenue Sharing - Traffic Fines	83,490	107,735
In Lieu of Taxes	91,350	86,767
Victim Services Program	39,778	29,443
Crime Prevention	-	5,989
E Team	-	25,845
Fire Arms Program	2,191	-
Youth Justice	-	5,000
Nights Alive Youth Program	12,234	12,658
Cultural Services - Museum	6,050	6,150
Various Grants - General Operating	8,645	-
Various Grants - General Capital	413	85,946
Home-Owner Assistance Grant	4,887,708	4,878,102
Emergency Measures Program	751	6,221
Sewer Utility Grants	141,028	150,637
Water Utility Grants	156,005	-
Okanagan Basin Water Board Grant	267,747	308,873
	-----	-----
	5,697,390	5,843,343
	-----	-----
REGIONAL DISTRICT OF OKANAGAN-SIMILKAMEEN		
Community Centre Grant	20,000	20,000
Penticton & District Retirement Centre	6,000	6,000
Victim Services Grant	5,640	-
Waste Reduction Program	-	60,555
	-----	-----
	31,640	86,555
	-----	-----
	\$ 5,802,959	\$ 6,029,154
	=====	=====

STATEMENT OF REVENUE AND EXPENDITURE

December 31, 2001
 (With comparative figures for 2000)

	<u>2001</u>	<u>2000</u>
REVENUE		
Grant City of Penticton		
- Operating	\$ 611,875	\$ 606,152
- Building and Administration	142,095	141,253
- Equipment Depreciation	17,089	16,070
- Capital	6,158	57,035
Grant Province of B.C. - Operating	87,879	78,336
Grant Province of B.C. - Archives	-	2,000
Grant - Outlook/Legal Services Society	1,964	1,902
Grant - Youth @ BC	3,700	4,773
Okanagan Regional Library Contract	53,350	57,090
Interest Earned	2,244	4,885
Fines and Fees	28,474	27,434
Miscellaneous Revenue	14,412	10,018
Photocopy Revenue	3,160	3,360
Donations	1,914	23,870
Legacy/Estate Funds	26,072	72,669
	-----	-----
	1,000,386	1,106,847
Surplus at Beginning of Year	46,802	26,381
	-----	-----
Total Revenue	1,047,188	1,133,228
	-----	-----
EXPENDITURE		
Building and Administration	142,095	141,253
Equipment Allowance	17,089	16,070
Acquisitions - Books	142,469	143,179
- Periodicals	21,040	19,313
- Software	4,072	4,595
- Videos/Audio/Online Subscriptions	6,861	4,293
Book Binding	3,729	4,216
Equipment Maintenance	18,154	20,285
Office Supplies	28,982	29,100
Postage, Freight, Courier, Mileage	5,477	3,999
Salaries and Benefits	561,591	537,877
Staff/Trustee Training and Development	3,481	2,460
Telephone/Fax/Internet	6,922	7,109
Canvas Book Bags	-	-
Program Support	251	266
Legacy/Estate Projects	26,345	70,278
Archive Project	-	2,816
	-----	-----
Total Operating Expenditure	988,558	1,007,109
Capital Equipment	6,158	79,317
	-----	-----
Total Expenditure	994,716	1,086,426
	-----	-----
SURPLUS AT END OF YEAR	\$ 52,472	\$ 46,802
	=====	=====

Financial Statistics
(Unaudited)

	1992*	1993*	1994*	1995**	1996**	1997**	1998**	1999**	2000**	2001**
Population	27,258	27,258	27,258	32,100	32,200	32,400	32,618	32,627	32,640	32,640
Assessed Values - General										
Land	435,260,536	763,555,523	929,990,673	1,019,499,773	1,018,854,562	1,012,811,459	1,040,610,909	1,033,714,732	995,628,640	999,082,549
Land Exempt	50,314,801	90,371,297	115,573,104	136,200,788	133,761,705	123,682,126	149,736,660	150,917,460	142,114,754	141,266,606
Taxable Land	384,945,735	673,184,226	814,417,569	883,298,985	885,092,857	889,129,333	890,874,249	882,797,272	853,513,886	857,815,943
Improvements	828,210,355	990,446,544	1,175,059,656	1,271,255,056	1,292,112,550	1,316,138,957	1,323,537,812	1,320,489,436	1,337,405,103	1,344,556,402
Improvements Exempt	114,900,212	128,578,969	142,807,889	178,613,156	184,779,178	203,523,095	190,320,833	183,869,582	192,252,631	192,570,333
Taxable Improvements	713,310,143	861,867,575	1,032,251,767	1,092,641,900	1,107,333,372	1,112,615,862	1,133,216,979	1,136,619,854	1,145,152,472	1,151,986,069
Total Taxable Assessment	1,098,255,878	1,535,051,801	1,846,669,336	1,975,940,885	1,992,426,229	2,001,745,195	2,024,091,228	2,019,417,126	1,998,666,358	2,009,802,012
Per Capita	40,291	56,316	67,748	61,556	61,877	61,782	62,054	61,894	61,234	61,575
Assessment Actually Taxed										
General Purposes	1,084,302,283	1,519,778,801	1,826,369,336	1,955,028,885	1,990,775,229	1,978,674,195	2,001,292,228	1,996,437,126	1,975,032,758	1,986,275,412
School Purposes	1,075,031,390	1,535,051,801	1,841,856,386	1,971,049,885	1,987,042,829	1,996,464,495	2,018,139,812	2,013,650,310	1,998,666,358	2,004,177,143
% Improvements Taxes	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%
Tax Levy										
General and Debt	9,511,572	10,202,458	10,597,303	11,228,346	11,652,354	12,027,944	12,598,784	12,830,351	13,390,448	14,140,577
School	7,937,278	9,736,867	10,657,072	11,001,205	11,164,085	11,297,397	11,436,496	11,648,997	11,630,813	11,671,618
Regional Hospital	748,442	810,353	813,278	774,538	776,646	797,707	902,325	917,656	962,087	1,982,487
Other (Excluding Irrigation)	3,803,621	4,176,279	4,586,010	4,726,729	4,833,946	4,593,328	4,789,742	4,852,941	5,012,389	5,102,716
Total Tax Levy	22,000,913	24,925,957	26,653,663	27,730,818	28,427,031	28,716,376	29,727,347	30,249,945	30,995,737	32,897,398
Total Levy (Including Irrigation)	22,131,227	25,068,936	26,794,696	27,871,700	28,567,946	28,856,371	29,867,421	30,390,103	31,136,579	33,037,202
Per Capita	812	920	983	868	887	891	916	931	954	1,012
General Mill Rate	8.113/11.683	6.12/9.425	5.313/7.97	5.244/7.866	5.384/8.076	5.529/8.294	5.706/8.559	5.805/8.708	6.128/9.192	6.436/9.654
Tax Collection										
Current Taxes and Irrigation	21,758,876	24,743,142	26,259,995	27,140,558	27,960,965	28,255,700	29,329,134	29,771,871	30,565,077	32,588,106
% Current Levy Collected	98.3%	98.7%	98.0%	97.4%	97.9%	97.9%	98.2%	98.0%	98.2%	98.6%
Arrears and Delinquent	374,255	421,445	316,568	511,652	811,531	600,954	732,150	716,637	687,640	412,751
Total Taxes Collected	22,133,131	25,164,587	26,576,563	27,652,210	28,772,496	28,856,654	30,061,284	30,488,508	31,252,717	33,000,857
% of Current Levy	100.0%	100.4%	99.2%	99.2%	100.0%	100.0%	100.0%	100.3%	100.4%	99.9%
Arrears of Taxes	105,595	301,360	641,701	255,378	174,989	257,298	240,410	263,097	250,136	505,580
Per Capita	3.87	11.06	23.54	7.96	5.43	7.94	7.37	8.06	7.66	15.49
Debt										
Gross Debt	11,029,024	10,212,220	9,393,436	12,513,424	12,868,942	11,937,294	11,042,545	9,994,490	13,926,419	13,035,934
Per Capita	405	375	345	390	400	368	339	306	427	399
Analysis of Debt (Gross)										
Water Supply System	1,779,947	1,569,949	1,381,620	5,178,116	6,127,482	5,828,024	5,513,594	5,183,443	4,836,783	4,472,790
Sewer System	6,941,284	6,474,485	5,979,928	5,452,691	5,010,812	4,272,089	4,058,625	3,545,947	3,007,196	2,441,022
General	2,307,793	2,167,786	2,031,888	1,882,617	1,730,648	1,562,382	1,470,326	1,265,100	6,082,440	6,122,122

* 1991 Census

** B.C. Statistics Estimate

Financial Statistics
(Unaudited)

	1992	1993	1994	1995	1996	1997	1998	1999	2000	2001
Public Utilities										
Sewer										
Operating Profit/(Loss)	(192,189)	216,185	136,056	136,466	(340,837)	(60,064)	(52,404)	98,945	144,617	182,196
Domestic Water & Irrigation										
Operating Profit/(Loss)	-	-	-	-	-	(3,490)	570,491	631,749	(551,858)	408,648
Electric Light										
Operating Profit/(Loss)	1,794,041	2,419,968	2,496,832	1,955,092	1,955,013	2,175,190	2,769,318	3,016,523	3,067,867	3,363,493
General										
Building Permits Issued	60,162,026	50,670,059	40,146,357	38,725,960	41,530,318	23,157,321	33,196,718	22,619,600	18,796,519	31,093,176
Borrowing Power (net)	23,042,410	31,264,235	40,116,954	51,488,080	58,612,482	61,786,435	70,561,779	71,721,589	72,711,489	79,586,210