GRAND FORKS
— BC —
Settle down.

THE CORPORATION OF THE CITY OF GRAND FORKS

2024 STATEMENT OF FINANCIAL INFORMATION

THE CORPORATION OF THE CITY OF GRAND FORKS
Statement of Financial Information
Fiscal Year Ended December 31, 2024

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Fiscal Year Ended December 31, 2024

STATEMENT OF FINANCIAL INFORMATION APPROVAL

The undersigned, as authorized by the Financial Information Regulation, Schedule 1, subsection 9(2), approve all the statements and schedules included in this Statement of Financial Information, produced under the *Financial Information Act.*

[Original signed by]

Everett Baker, Mayor
On behalf of Council

Date: June 6, 2025

[Original signed by]

Marcus Lebler, CPA, CA
Chief Financial Officer

Date: June 6, 2025

THE CORPORATION OF THE CITY OF GRAND FORKS

Statement of Financial Information

Fiscal Year Ended December 31, 2024

MANAGEMENT REPORT

The Financial Statements contained in this Statement of Financial Information under the *Financial Information Act* have been prepared by management in accordance with generally accepted accounting principles or stated accounting principles, and the integrity and objectivity of these statements are management's responsibility. Management is also responsible for all the statements and schedules, and for ensuring that this information is consistent, where appropriate, with the information contained in the financial statements.

Management is also responsible for implementing and maintaining a system of internal controls to provide reasonable assurance that reliable financial information is produced.

The Mayor and Council are responsible for ensuring that management fulfills its responsibilities for financial reporting and internal control, and for reviewing and approving the audited financial statements and supplementary schedules contained in this Statement of Financial Information.

The external auditors, BDO Canada LLP., conduct an independent examination, in accordance with generally accepted auditing standards, and express their opinion on the financial statements. Their examination does not relate to the other schedules and statements required by the Act. Their examination includes a review and evaluation of the corporation's system of internal control and appropriate tests and procedures to provide reasonable assurance that the financial statements are presented fairly.

On behalf of the Corporation of the City of Grand Forks

[Original signed by]

Marcus Lebler, CPA, CA
Chief Financial Officer

June 6, 2025

Financial Statements of

THE CORPORATION OF THE CITY OF GRAND FORKS

For the Year Ended December 31, 2024

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For the Year Ended December 31, 2024

THE CORPORATION OF THE CITY OF GRAND FORKS

Management Report

Management is responsible for the preparation of the accompanying financial statements. The financial statements have been prepared in accordance with Canadian public sector accounting standards, and the integrity and objectivity of these statements are management's responsibility. Management is also responsible for all the notes to the financial statements and schedules, and for ensuring that this information is consistent, where appropriate, with the information contained in the financial statements.

Management has established and maintained a system of internal accounting controls which are designed to provide reasonable assurance that assets are safeguarded, transactions are authorized and recorded properly, and reliable financial information is produced.

The independent external auditors, BDO Canada LLP., have conducted an independent examination in accordance with Canadian auditing standards and expressed their opinion in the accompanying report.

[Original signed by]

Marcus Lebler

Chief Financial Officer

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Fax: 250 763 4457
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BDO Canada LLP
1631 Dickson Avenue, Suite 400
Kelowna, BC V1Y 0B5

Independent Auditor's Report

To the Mayor and Council of The Corporation of the City of Grand Forks

Opinion

We have audited the financial statements of The Corporation of the City of Grand Forks (the "City"), which comprise the statement of financial position as at December 31, 2024, and the statement of operations and accumulated surplus, the statement of changes in net financial assets and the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the City as at December 31, 2024, and its results of operations, its change in net financial assets, and its 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 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 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.

Other Matter

We draw attention to the fact that the supplementary information in Schedule 3 does not form part of the audited financial statements. We have not audited or reviewed this supplementary information and, accordingly, we do not express any opinion, review conclusion or any form of assurance on this supplementary information.

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

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

In preparing the 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 Financial Statements

Our objectives are to obtain reasonable assurance about whether the 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 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 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 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 financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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
Kelowna, British Columbia
May 5, 2025

THE CORPORATION OF THE CITY OF GRAND FORKS
Statement of Financial Position

As at December 31	**2024**	2023
Financial Assets		
Cash (note 3)	**$ 11,048,484**	$ 11,846,990
Accounts receivable (note 5)	**7,826,009**	6,172,227
Portfolio Investments (note 6)	**1,881,543**	3,650,567
Municipal Finance Authority deposit (note 7)	**46,411**	44,849
Inventories for resale	**32,439**	45,989
	20,834,886	21,760,622
Liabilities		
Accounts payable and accrued liabilities (note 8)	**2,843,171**	4,836,850
Employee future benefits (note 9)	**433,650**	373,211
Deferred revenues (note 10)	**3,808,943**	2,552,393
Development cost charges (note 11)	**1,011,788**	951,325
Long-term debt (note 12)	**2,605,585**	2,760,031
Asset retirement obligations (note 13)	**1,360,443**	1,545,835
	12,063,580	13,019,645
Net financial assets	**8,771,306**	8,740,977
Non-financial assets		
Prepaid expenses	**172,458**	426,102
Inventory of parts and supplies	**994,243**	637,460
Tangible capital assets (schedule 2)	**88,748,778**	79,564,979
	89,915,479	80,628,541
Accumulated surplus (note 14)	**$ 98,686,785**	$ 89,369,518

[Original signed by]

Marcus Lebler, CPA, CA
Chief Financial Officer

[Original signed by]

Everett Baker
Mayor, City of Grand Forks

The accompanying notes are an integral part of these financial statements.

CORPORATION OF THE CITY OF GRAND FORKS
Statement of Operations and Accumulated Surplus

For the year ended December 31	2024 Budget (Note 19)	**2024 Actual**	2023 Actual
Revenue			
Property taxation (note 15)	$ 4,479,011	**$ 4,479,890**	$ 4,303,958
Sales of services (note 16)	8,394,955	**8,519,255**	7,895,096
Other revenues (note 17)	710,233	**704,483**	759,792
Development cost charges	803,795	**92,674**	46,205
Government transfers (note 18)	17,447,831	**10,230,566**	14,749,631
Contributions from others	-	**6,373**	334,796
Interest income	316,417	**594,103**	769,295
Investment income on sinking fund	-	**34,738**	32,067
Gain on disposal of capital assets	176,880	**234,979**	634,289
	32,329,122	**24,897,061**	29,525,129
Expenses			
General government	1,741,476	**1,626,288**	1,657,576
Protective services	1,220,357	**1,247,595**	1,251,605
Disaster response and recovery	-	**27,437**	166,381
Environmental health services	300,328	**295,865**	276,888
Public health and welfare	106,050	**106,183**	104,757
Planning and development	1,076,292	**774,884**	930,545
Transportation services	1,364,981	**1,284,887**	1,253,709
Recreation and cultural services	1,176,803	**1,102,379**	1,080,017
Public real estate	334,600	**482,754**	383,749
Electrical services	4,748,106	**4,451,877**	4,342,838
Water services	793,412	**705,129**	728,713
Wastewater services	975,270	**1,124,358**	1,066,501
Amortization	2,339,940	**2,290,700**	2,179,396
Accretion expense (recovery)	-	**(156,772)**	68,687
Loss on disposal of tangible capital assets	-	**216,230**	55,018
	16,177,615	**15,579,794**	15,546,380
Annual Surplus	16,151,507	**9,317,267**	13,978,749
Accumulated surplus, beginning of year	89,369,518	**89,369,518**	75,390,769
Accumulated surplus, end of year	$ 105,521,025	**$ 98,686,785**	$ 89,369,518

The accompanying notes are an integral part of these financial statements.

CORPORATION OF THE CITY OF GRAND FORKS
Statement of Changes in Net Financial Assets

For the year ended December 31	2024 Budget (Note 19)	**2024 Actual**	2023 Actual
Annual Surplus	$ 16,151,507	**$ 9,317,267**	$ 13,978,749
Acquisition of tangible capital assets	(20,689,605)	**(11,767,149)**	(15,606,374)
Amortization of tangible capital assets	2,339,940	**2,290,700**	2,179,396
Decrease (increase) in tangible capital assets due to asset retirement obligations	-	**28,620**	(1,477,148)
Net gain on disposal of assets	(176,880)	**(18,749)**	(579,271)
Proceeds from sale of assets	-	**282,779**	631,128
Net change in prepaid expenses and supplies inventory	-	**(103,139)**	(550,380)
Increase (decrease) in Net Financial Assets	(2,375,038)	**30,329**	(1,423,900)
Net Financial Assets, beginning of year	8,740,977	**8,740,977**	10,164,877
Net Financial Assets, end of year	$ 6,365,939	**$ 8,771,306**	$ 8,740,977

The accompanying notes are an integral part of these financial statements.

CORPORATION OF THE CITY OF GRAND FORKS
Statement of Cash Flows

For the year ended December 31	**2024**	2023
Operating transactions		
Annual surplus	**$ 9,317,267**	$ 13,978,749
Adjustment for non-cash items		
Amortization of tangible capital assets	**2,290,700**	2,179,396
Accretion expense (recovery)	**(156,772)**	68,687
Gain on disposal of assets	**(18,749)**	(579,271)
(Increase) decrease in prepaid expenses	**253,644**	(297,042)
Increase in supplies inventory	**(356,783)**	(253,338)
Actuarial adjustments on long term debt	**(33,440)**	(31,701)
(Increase) decrease in assets		
Accounts receivable	**(1,653,782)**	3,585,868
MFA deposits	**(1,562)**	(1,352)
Inventories for resale	**13,550**	(27,757)
Increase (decrease) in liabilities		
Accounts payable and accrued liabilities	**(1,993,679)**	(3,502,088)
Deferred revenues	**1,256,550**	314,266
Employee future benefits	**60,439**	23,115
Deferred development cost charges	**60,463**	25,522
	9,037,846	15,483,054
Capital transactions		
Acquisition of tangible capital assets	**(11,767,149)**	(15,606,374)
Proceeds on disposal of tangible capital assets	**282,779**	631,128
	(11,484,370)	(14,975,246)
Investing transactions		
(Increase) decrease in portfolio investments	**1,769,024**	(315,351)
Financing transactions		
Repayment of long-term debt	**(121,006)**	(115,419)
Net increase (decrease) in cash	**(798,506)**	77,038
Cash, beginning of year	**11,846,990**	11,769,952
Cash, end of year	**$ 11,048,484**	$ 11,846,990

The accompanying notes are an integral part of these financial statements

The notes to the financial statements are an integral part of these statements. They explain the significant accounting and reporting policies and the principles that form the basis of these financial statements, as well as providing supplementary information and explanations which cannot be conveniently integrated into the statements.

1. Nature of Entity

The Corporation of the City of Grand Forks ("the City") was incorporated in 1897 under the Municipal Act (now a combination of the Community Charter and the Local Government Act), a statute of the Province of British Columbia. Its principal activities include the provision of local government services to the residents of the incorporated area. These services include protective, community planning, transportation, recreational, solid waste collection, water, wastewater and electrical services.

2. Significant Accounting Policies

Basis of Presentation

The financial statements are the responsibility of and are prepared by management in accordance with Canadian Public Sector Accounting Standards and prescribed by the Public Sector Accounting Board ("PSAB").

The City's operations and resources are segregated into various funds for accounting and financial reporting purposes, with each fund treated as a separate entity with responsibility for the assets allocated to it. Inter-fund transactions and balances have been eliminated in the preparation of these financial statements.

Budget Figures

The budget figures are from the 5-Year Financial Plan Bylaw, No. 2108 which was adopted on April 15, 2024. Subsequent budget amendments adopted by Council have not been included in these financial statements.

Financial Instruments

A contract establishing a financial instrument creates, at its inception, rights and obligations to receive or deliver economic benefits. The financial assets and financial liabilities portray these rights and obligations in the financial statements. The City recognizes a financial instrument when it becomes a party to a financial instrument contract.

The City’s financial instruments consist of cash, accounts receivable, portfolio investments, accounts payable, accrued liabilities and long-term debt.

Cash and equity instruments quoted in an active market are measured at fair value. All other financial instruments, are measured at cost or amortized cost. Municipal investments in pooled investment funds are considered financial assets and measured at cost. The carrying amount of each of these financial instruments is presented on the statement of financial position.

Unrealized gains and losses from changes in the fair value of financial instruments are recognized in the statement of remeasurement gains and losses. Upon settlement, the cumulative gain or loss is reclassified from the statement of remeasurement gains and losses and recognized in the statement of operations. Interest and dividends attributable to financial instruments are reported in the statement of operations. There are no measurement gains or losses during the periods presented; therefore, no statement of remeasurement gains or losses is included in these financial statements.

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

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

Revenue Recognition

Taxation revenues are recorded at estimated amounts when they meet the definition of an asset, have been authorized and the taxation event occurs. Revenues from the sale of services and user fees are recognized when the service or product is provided by the City. Franchise and other revenues are recorded as they are earned and measurable. Amounts that have been received in advance of services being rendered are recorded as deferred revenue until the City fulfills its obligations related to the provision of those services.

Transfers from other governments are recognized as revenue in the period that the transfer is authorized, eligibility criteria have been met, and a reasonable estimate of the amount can be made. If transfer agreements contain stipulations that would give rise to obligations which meet the definition of a liability, revenue is deferred and recognized as the stipulations are met.

Insurance proceeds are recognized when the amount of recovery is determinable and there is a high degree of certainty with respect to the receipt of funds.

Investment income is recorded on the accrual basis and recognized when earned.

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. The associated revenue is recognized in the year in which it is used for the specified purpose.

Expenses

Expenses are generally recognized as they are incurred based upon receipt of the goods and services and/or a legal obligation to pay is established.

Inventories for Resale

Inventories for resale consist of aviation fuel which is held at the lower of historical and replacement cost, using a weighted average basis.

Employee Future Benefits

The City and its employees participate in the Municipal Pension Plan, a jointly trusteed, multi-employer contributory defined benefit pension plan. Payments made to the pension plan are expensed as incurred.

The City provides accumulated sick leave and certain other benefits to its unionized employees upon retirement. In addition, certain other post-employment benefits are provided to management staff. The liabilities and expenses for these benefits are accrued in the financial statements in the period in which they are earned.

Expenses for management sick leave are not accrued, but recognized at the time they are paid.

Liability for Contaminated Sites

Contaminated sites are a result of contamination being introduced into air, water or sediment of a chemical, organic or radioactive material or live organism that exceeds the maximum acceptable concentrations under an environmental standard. A liability for remediation of contaminated sites is recognized when all of the following criteria are met:

i. an environmental standard exists;
ii. contamination exceeds the environmental standard;
iii. the City is directly responsible or accepts responsibility, and a reasonable estimate of the amount can be made.

The liability includes costs directly attributable to remediation activities including post remediation operations, maintenance and monitoring.

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.

Inventory of Parts and Supplies

Inventories held for consumption include materials and repair parts held for use by the electrical and water utilities, fuel for consumption and other items used in operations, and are valued at replacement cost.

Tangible Capital Assets

Tangible capital assets are recorded at cost, which includes all amounts that are directly attributable to the acquisition, construction, development or betterment of the asset, but excluding interest. The cost of tangible capital assets is amortized on a straight-line basis over the estimated useful life of the asset as follows:

Asset Class	**Estimated Useful Life**
Land	Not amortized
Land Improvements	20 - 50 years
Buildings	40 - 50 years
Engineering Structures	10 - 50 years
Machinery & Equipment	3 - 25 years
Vehicles	8 - 40 years
Electrical Utility Plant & Equipment	5 - 40 years
Water Utility Plant & Equipment	10 - 50 years
Wastewater Utility Plant & Equipment	10 - 50 years

Donated tangible capital assets are recorded at their fair value at the date of receipt.

Work in progress, which represents capital projects under construction but not yet completed, is not amortized until construction is complete and the asset is available for productive use.

Tangible capital assets are written down when conditions indicate that they no longer contribute to the City’s ability to provide goods and services, or when the value of future economic benefits associated with the tangible capital assets are less than their net book value. The net write-downs are accounted for as expenses in the statement of operations.

Long-Term Debt

Outstanding long-term debt is reported net of applicable sinking fund balances.

Debt Charges

Interest on debt is charged to current operations. Interest charges are accrued for the period from the date of the latest interest payment to the end of the year.

Trust Funds

These funds hold cash assets that must be used for specific purposes and/or beneficiaries according to agreements or legislated requirements. The City administers trust funds for its Employee Assistance Program, Slag Remediation, and Cemetery Care Fund. In accordance with public sector accounting standards, trust funds administered by the City are not included in the City's financial statements, other than as disclosed in Note 20.

Use of Estimates

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, and the reported amounts of revenues and expenses during the financial reporting period. Significant areas requiring the use of estimates include the determination of accrued payroll liabilities and employee future benefits, tangible capital asset useful lives and amortization expense, utility revenue accruals, amounts receivable from insurance, provisions for contingencies, judgments related to amounts to settle asset retirement obligations, and costs recoverable from the salvage of residential housing. Actual results could differ from management's best estimates as additional information becomes available in the future.

3. Cash

Cash is comprised of unrestricted cash for operations and restricted cash for reserve funds and deferred development cost charges which are held in segregated accounts.

	2024	2023
Restricted cash		
Statutory Reserves	**$ 9,005,686**	$ 8,688,767
Development Cost Charges (see Note 11)	**1,011,788**	951,325
	10,017,474	9,640,092
Unrestricted cash	**1,031,010**	2,206,898
Total cash	**$ 11,048,484**	$ 11,846,990

4. Operating Line of Credit

The City has an operating line of credit with Grand Forks Credit Union for an authorized amount of $2,000,000, secured by a promissory note and bearing interest at the base lending rate less 0.5%. At December 31, 2024, the balance outstanding on the operating line of credit was $Nil (2023 - $Nil).

5. Accounts Receivable

Accounts receivable are recorded net of allowances and comprise the following:

	2024	2023
Property taxes	$ **645,201**	$ 582,297
Utility accounts receivable	**1,348,225**	1,312,819
Due from other governments (Note 26)	**5,339,892**	3,146,250
Trade and other receivables	**492,691**	1,130,861
	$ **7,826,009**	$ 6,172,227

6. Portfolio Investments

	2024	2023
Term deposit, maturing December, 2025	$ **793,550**	$ 761,195
Term deposit, maturing March, 2025	**198,500**	-
MFA Money Market Fund	**-**	1,263,956
MFA Short Term Bond Fund	**889,493**	1,625,416
	$ **1,881,543**	$ 3,650,567

The market value of portfolio investments at December 31, 2024 was $1,844,464 (2023 - $3,548,995), with yields from 2.8% to 5.4%.

7. Municipal Finance Authority Debt Reserve Fund

The Municipal Finance Authority (MFA) provides capital funding for regional districts and their member municipalities through the issuance of debenture debt. The Debt Reserve Fund established by the Municipal Finance Authority is security held in trust to meet its obligations to debenture holders.

Municipalities sharing in the proceeds of a debt issue are required to contribute certain amounts to the debt reserve fund in the form of cash withheld from the loan proceeds and a non-interest bearing demand note. Monies paid into the Debt Reserve Fund are obligations of the Municipal Finance Authority and are refunded, with interest, upon maturity of the debt.

Only the cash portion of MFA deposits is included as a financial asset. The demand notes are contingent in nature and not reflected in the financial statements.

The details of the cash deposits and demand notes at year end are as follows:

	Demand Notes	Cash Deposits	2024	2023
General Fund	$ 17,929	$ 12,902	$ **30,831**	$ 30,397
Water Fund	10,024	7,637	**17,661**	17,404
Wastewater Fund	48,787	25,872	**74,659**	73,788
	$ 76,740	$ 46,411	$ **123,151**	$ 121,589

8. Accounts Payable and Accrued Liabilities

Accounts payable and accrued liabilities comprise the following:

	2024	2023
Wages and benefits	**$ 773,131**	$ 759,966
Trade payables	**1,708,573**	3,786,786
Other taxing authorities	**340,368**	267,701
Accrued interest	**21,099**	22,397
	$ 2,843,171	$ 4,836,850

9. Employee Future Benefits

Sick leave benefits for union employees are accumulated as earned, based on provisions of the collective agreement, years of service and current wage rates, less leave taken during the year. The amount reported as employee future benefits represents sick leave allowances which have been fully accrued to the level of the employees' current accumulated entitlement. These amounts will require funding in future accounting periods as cash payments are made to employees retiring from service.

Other post-employment benefits are accrued based on the relevant agreements, using current rates of pay and vacation entitlement credits, and estimates of remaining years of service. Vacation pay accruals and other post-employment benefits payable are included in the balance of accounts payable and accrued liabilities.

10. Deferred Revenues

The City records deferred revenue for funds received in advance of services being rendered. These amounts are shown as liabilities until the services are rendered or related costs are incurred.

	Balance, Beginning of Year	Contributions Received/ Returned	Revenue Earned	**Balance, End of Year**
Prepaid taxes	$ 418,394	$ 432,117	$ (418,394)	**$ 432,117**
Prepaid utilities	41,928	47,186	(41,928)	**47,186**
Library maintenance contract	31,408	13,000	(10,105)	**34,303**
Flood mitigation program grants (Note 26)	800,269	2,500,000	(1,312,612)	**1,987,657**
Other grants	1,199,384	277,063	(293,996)	**1,182,451**
Deposits and other	61,010	103,975	(39,756)	**125,229**
	$ 2,552,393	$ 3,373,341	$ (2,116,791)	**$ 3,808,943**

11. Development Cost Charges (DCCs)

Pursuant to the provisions of the Local Government Act, development cost charges are held in separate reserve funds for the purpose for which the charges have been imposed. When the related costs are incurred, the DCCs are recognized as revenue. Due to the restrictive nature of these funds, they are shown as liabilities.

	2024	2023
Balance, beginning of year	**$ 951,325**	$ 925,803
Contributions from developers	**102,016**	21,770
Interest on investments	**51,121**	49,957
Projects funded	**(92,674)**	(46,205)
Balance, end of year	**$1,011,788**	$ 951,325

The balance of deferred development cost charges comprises the following:

	2024	2023
Water development cost charges	**$ 489,631**	$ 415,473
Wastewater development cost charges	**519,170**	533,060
Parkland development cost charges	**2,987**	2,792
	$1,011,788	$ 951,325

12. Long-Term Debt

The City has financed certain capital expenditures by means of long-term debenture debt obtained from the Municipal Finance Authority through the Regional District of Kootenay Boundary. These loans range in term from fifteen to twenty-five years, with maturity dates from 2025 to 2044. The terms of the loan agreement require the City to provide security in the form of demand notes payable to the MFA and to deposit cash representing 1% of the gross proceeds into a debt reserve fund (see Note 7).

The following is a summary of the City's long-term debt obligations:

	Current Interest Rate	Term	Maturity	Balance, Beginning of Year	Payments of Principal	Actuarial Adjustment	**Balance, End of Year**	2024 Interest
General								
Roads - NW 79th Bylaw 1887; MFA Issue #112	3.73%	15 yrs	2025	$ 11,794	$ 3,759	$ 2,037	**$ 5,998**	$ 896
General Fund Capital Renewal Bylaw 1923; MFA Issue #149	2.24%	25 yrs	2044	924,511	28,645	3,595	**892,271**	23,393
Water Utility								
Emergency Water Supply Bylaw 1922; MFA Issue #149	2.24%	25 yrs	2044	376,231	11,656	1,463	**363,112**	9,520
Water Fund Capital Renewal Bylaw 1923; MFA Issue #149	2.24%	25 yrs	2044	218,766	6,778	851	**211,137**	5,536
Sewer Utility								
City Park Lift Station Bylaw 1873; MFA Issue #126	3.85%	20 yrs	2033	1,048,553	64,586	24,793	**959,174**	79,413
Sewer Fund Capital Renewal Bylaw 1923; MFA Issue #149	2.24%	25 yrs	2044	180,176	5,582	701	**173,893**	4,559
Total Long Term Debt				$ 2,760,031	$ 121,006	$ 33,440	**$ 2,605,585**	$ 123,317

The estimated requirements for future repayments of principal on existing debt for the next five years are as follows:

	General	**Water Utility**	**Sewer Utility**	**Total**
2025	$ 32,402	$ 18,435	$ 70,170	$ 121,007
2026	28,644	18,435	70,170	117,249
2027	28,644	18,435	70,170	117,249
2028	28,644	18,435	70,170	117,249
2029	28,644	18,435	70,170	117,249
Thereafter	429,663	276,524	342,085	1,048,272
	576,641	368,699	692,935	1,638,275
Actuarial Adjustment	321,626	205,551	440,133	967,310
Total Long Term Debt	$ 898,267	$ 574,250	$ 1,133,068	$ 2,605,585

13. 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. The City recognizes an estimated obligation relating to the removal of the hazardous materials in these assets with an accompanying increase to the related assets. The increase in capital assets is amortized on a straight-line basis over the remaining expected useful life of the related assets.

Estimated costs totaling $2,198,144 have been discounted using a present value calculation with a discount rate of 4.78%. The timing of these expenditures is estimated to occur between 2025 and 2043 with the regular replacement, renovation, or disposal of assets.

	2024	2023
Opening asset retirement obligation	**$ 1,545,835**	$ -
Initial recognition of expected discounted cash flows	**-**	1,477,148
Decrease due to sale of ARO asset	**(28,620)**	-
Increase (decrease) due to accretion	**(156,772)**	68,687
Closing asset retirement obligation	**$ 1,360,443**	$ 1,545,835

14. Accumulated Surplus

Accumulated surplus comprises the following:

	2024	2023
Operating	**$ 4,489,094**	$ 3,336,631
Statutory Reserves		
Community Works Fund	**1,368,611**	1,111,416
Slag sales	**1,630,547**	1,382,965
Land sales	**1,280,040**	1,324,137
Electrical capital	**915,512**	870,880
Capital	**332,236**	1,682,078
Climate action	**195,219**	187,439
Water capital	**75,124**	119,355
Equipment replacement	**39,509**	425,717
Wastewater capital	**15,784**	26,617
Cash in lieu of parking	**5,075**	4,778
	$ 5,857,657	$ 7,135,382
Non-Statutory Reserves		
Growing Communities Fund	**2,166,841**	2,062,556
Election reserve	**30,000**	30,000
	$ 2,196,841	**$ 2,092,556**
Investment in Non-Financial Assets		
Investment in tangible capital assets	**86,143,193**	76,804,949
	$ 98,686,785	$ 89,369,518

15. Property Tax Revenues

Municipal taxation revenues consist of the following:

	2024	2023
Property taxes	**$ 4,325,881**	$ 4,155,484
Parcel and frontage taxes	**5,826**	5,826
1% utilities tax	**112,972**	108,165
Grants and payments in lieu of taxes	**35,211**	34,483
	$ 4,479,890	$ 4,303,958

16. Sale of Services

	2024	2023
Electrical utility user fees	**$ 5,689,357**	$ 5,285,807
Water utility user fees	**1,115,106**	1,005,644
Wastewater utility user fees	**1,049,596**	983,097
Solid waste collection	**309,763**	282,365
Slag sales	**174,959**	170,680
Campground fees	**99,131**	77,458
Airport (net of cost of fuel sold)	**24,414**	26,248
Cemetery	**24,912**	38,205
Sundry and other	**32,017**	25,592
	$ 8,519,255	$ 7,895,096

17. Other Revenues

	2024	2023
Leases and rentals	**$ 232,837**	$ 242,412
Donations and grants	**42,598**	48,971
Licences and permits	**81,187**	121,670
Penalties and interest	**111,454**	102,792
Franchise fees	**87,956**	92,591
Other revenues	**130,512**	131,670
Insurance and other recoveries	**17,939**	19,686
	$ 704,483	$ 759,792

18. Government Transfers

In 2024 the City received and recorded the following transfers from other governments:

	2024	2023
Operating transfers		
Provincial	**$ 1,027,610**	$ 3,005,833
Regional	**431,909**	535,230
	$ 1,459,519	$ 3,541,063
Capital transfers		
Federal	**$ 2,139,090**	$ 5,281,479
Provincial	**6,158,439**	5,479,391
Regional	**473,518**	447,698
	$ 8,771,047	$ 11,208,568
Total government transfers	**$ 10,230,566**	$ 14,749,631

19. Reconciliation to Budget

The following reconciles the balanced statutory budget adopted by Council on April 15, 2024 with the budgeted surplus reported on the statement of operations and accumulated surplus:

Budget surplus as per the statement of operations and accumulated surplus		$ 16,151,507
Add:	Amortization expense	2,339,940
	Proceeds from borrowing	1,000,000
	Transfers from reserves and surplus	1,327,845
Subtract:	Debt principal repayments	(129,687)
	Tangible capital asset expenditures	(20,689,605)
Financial Plan Balance per Bylaw No. 2108		$ -

20. Trust Funds

Funds held in trust and administered by the City, which are not included in these financial statements, include the following:

	2024	2023
Fund Balance		
Cemetery Care Fund	**$ 229,662**	$ 214,656
Employee Assistance Program	**11,092**	9,200
Slag Remediation Trust	**24,435**	23,198
	$ 265,189	$ 247,054

21. Liability for Contaminated Sites

The City recognizes a liability for the remediation of a contaminated site when the site is no longer in productive use or an unexpected event resulting in contamination has occurred and the following criteria are satisfied: an environmental standard exists, contamination exceeds the standard, the government has responsibility for remediation, future economic benefits will be given up, and a reasonable estimate can be made. The estimate of a liability includes costs directly attributable to remediation activities and is measured based on the City's best estimate of the amount required to remediate the contaminated sites. Subsequent revisions to the amount previously recognized are accounted for in the period in which revisions are made.

22. Contingent Liabilities

Regional District of Kootenay Boundary

Under the provisions of the *Local Government Act,* Regional District debt is a direct, joint and several liability of the Regional District and each member municipality including the City. The loan agreements with the Municipal Finance Authority provide that if at any time the scheduled payments provided for in the agreements are not sufficient to meet the Authority's obligation with respect to such borrowing, the resulting deficiency becomes the liability of the member municipalities.

Legal Actions

The City is currently engaged in certain legal actions, the outcome of which is not determinable at this time. Accordingly, no provision has been made in the accounts for these actions. The amount of loss, if any, arising from these actions will be recorded in the accounts in the period in which the loss is realized.

Pension Liability

The City and its employees contribute to the Municipal Pension Plan (a jointly trusteed pension plan). The board of trustees, representing plan members and employers, is responsible for administering the plan, including investment of 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 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 for the Municipal Pension Plan as at December 31, 2021, indicated a $3,761 million funding surplus for basic pension benefits on a going concern basis.

The next valuation will be as at December 31, 2024.

The City paid $352,156 (2023 - $368,901) for employer contributions to the plan in fiscal 2024.

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.

23. Contractual Obligations and Commitments

The City has entered into an agreement with School District No. 51 for the latter to provide technical and operational support for the City's computer and telephone network systems. Under the terms of the agreement, the City has agreed to pay $45,000 per year for these services to the end of 2027.

In 2022 the City entered into a five-year agreement with the Regional District of Kootenay Boundary for the latter to provide solid waste collection services for the City on a per unit basis through a third-party contractor. The City's expenses incurred under this contract for 2024 were $246,260 (2023 - $229,957).

The City has contractual commitments for incomplete capital acquisitions and construction projects in progress. As at the end of December 2024, the City had entered into contracts totaling $2,299,718, with expenditures to date of $354,440. These contracts are planned for completion during 2025, with unexpended funds carried forward and included in the next year's annual Financial Plan.

24. Contractual Rights

The City has entered into property lease and utility franchise and pole agreements with terms of up to twenty years, The City has contractual rights to receive the following estimated payments with respect to these agreements for the next five years:

2025	166,076
2026	154,520
2027	155,110
2028	155,710
2029	143,870
Total	$775,286

The City is entitled to minimum annual payments of $116,000 for a land lease and the removal of material from City-owned slag piles under the terms of an agreement ending in March 2036.

On November 1, 2006, the City entered into a twenty-five year agreement to provide fire protection services for the Grand Forks Rural Fire Protection District. Under the terms of the agreement, the Fire Protection District will contribute towards a share of the City's operating costs for the municipal fire department. $425,957 of revenue was recorded in 2024 for the portion of municipal operating costs shared with the district.

The City has entered into funding agreements with the Federal and Provincial governments with respect to various City infrastructure projects and economic development programs. To date, grant revenue of $701,131 has been recognized based on eligible expenditures, leaving $7,055,415 of revenue to be realized as the remaining expenditures are incurred over the next few years, as follows:

Investing in Canada Infrastructure Program	$6,985,415
Next Generation 911 Funding Program	45,000
The Social Planning And Research Council Of BC	25,000

The City is also expected to receive approximately $250,647 of grant funding in 2025 under the Community Works Fund.

25. Comparative Figures

Certain prior year balances have been reclassified to conform with current year presentation.

26. Impact of the 2018 Boundary Region Floods

On May 10/11, 2018 a major flood event occurred in the Kootenay Boundary Regional District, impacting more than two hundred and fifty properties within the municipal boundaries, and causing considerable damage to several City owned properties and municipal infrastructure.

In 2019 the City submitted an application to Infrastructure Canada for grant funding through the Disaster Mitigation and Adaptation Fund (DMAF) to finance flood protection and natural infrastructure projects in the flood impacted areas. In 2020, the City finalized agreements for funding of $51.7 million, with contributions of $20 million from the Federal Government and $31.7 million from the Province of British Columbia. Additional funding was secured in 2023 under the Provincial Community Emergency Preparedness Fund (CEPF) of $1.8 million and Disaster Financial Assistance Program (DFA) of $1.4 million. Further funding was secured in 2024 under the CEPF of $6.6 million and DFA of $1.8 million.

During 2024, the City incurred $9,595,610 (2023 - $13,287,301) of expenditures under the Flood Mitigation Program.

The City received a Provincial DMAF cash advance of $23,194,000 in 2020 and an additional $8,473,479 in 2023 to apply against eligible program expenses. $800,269 was recognized as revenue in 2024 (2023 - $4,341,299). $2,139,090 was recorded as federally eligible DMAF grant revenue in 2024 (2023 - $5,281,479), with a year end receivable balance of $999,383. As at December 31, 2024, all revenue related to the DMAF program was recognized, ending this funding stream under the City's Flood Mitigation Program.

The City received a CEPF cash advance of $3,284,036 in 2024 (2023 - $882,929) with $2,121,599 recognized as revenue (2023 - $1,103,080). Additionally, $3,151,871 of DFA revenue was recognized in 2024 (2023 - $35,012) with an equal corresponding year end receivable balance.

27. Segmented Information

The City's operations and activities are organized into various funds and departments for management reporting. The costs related to the provision of services within a particular department or fund are disclosed in the segmented information presented below.

The General Fund includes services provided by the City such as general government services, protective services, development services, recreation and culture, transportation services and public works, and environmental health and public health services. The utility operations are comprised of the water, electrical and wastewater utilities, each accounting for its own operations and programs within their own funds.

Revenues within the General Fund have been allocated to the various activities where they are directly attributable to that department. Taxation and other revenues which are not directly related to a particular activity are reported under General Government Services and have not been apportioned to the other departments within the General Fund.

General Government Services

General government operations are primarily funded by property taxation. The expenses within the department include those for legislative, general administration, finance, and communications.

Protective Services

Protective services are comprised of fire protection services, building inspection, bylaw enforcement and emergency response. Grand Forks Fire/Rescue provides fire and emergency services to both the City and rural area through a contract for services with the Regional District of Kootenay Boundary.

Environmental and Public Health Services

Environmental Health services include solid and yard waste collection services contracted through agreement between the City and the Regional District Of Kootenay Boundary. Public Health services relate to operation and maintenance of the cemetery.

Planning and Development Services

The Planning and Development services department provides engineering services support to facilities, parks, roads, water, wastewater and electrical for infrastructure projects, as well as planning support for subdivisions and development, ensuring compliance with zoning and land use provisions of the community plan.

Transportation Services and Public Works

The transportation and Public Works segment includes costs for the maintenance of city streets and sidewalks, snow removal services, airport operations, maintenance and operation of the vehicle fleet, and general administrative costs for Public Works. Expenses associated with the acquisition of land and the construction of flood protection works under the DMAF program, other than compensation costs, are also included in this segment.

Recreation, Culture and Public Real Estate

This segment includes costs related to the maintenance and repair of publicly owned buildings, in addition to costs for operation of parks and the City campground, and for community events support and fee for service agreements.

Electrical Utility

This segment includes all of the operating activities related to the provision of electrical services to the majority of properties within the City boundaries. Electricity is purchased from the FortisBC Inc. electrical utility for resale to the City's customers, while services are provided by the City's own electrical crews.

Water Utility

This segment includes all of the operating activities related to the treatment and distribution of water throughout the City.

Wastewater Utility

This segment includes all of the operating activities related to the collection and treatment of wastewater throughout the City.

28. Financial Instruments

Financial Instrument Risk Management
The Municipality is exposed to credit risk, liquidity risk, and interest rate risk from its financial instruments. This note describes the Municipality's objectives, policies, and processes for managing and monitoring those risks. There have not been any changes from the prior year in the Municipality's exposure to the above risks or the policies, procedures and methods it uses to manage and monitor 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 Municipality is exposed to credit risk through its cash, accounts receivable, and portfolio investments.

The Municipality manages its cash and accounts receivable credit risk by credit approval processes, holding cash at provincially regulated financial institutions with 100% insured deposit protection and through the diversified nature of the residents of the Municipality. The Municipality measures its exposure to credit risk based on the duration accounts are outstanding and historical collection trends. The maximum exposure to credit risk at the financial statement date is the carrying value of its cash and accounts receivable as outlined in Note 3 and 5. Accounts receivable arise primarily as a result of utilities and due from other governments. Based on this knowledge, credit risk of cash and accounts receivable are assessed as low.

The Municipality manages exposure to credit risk for portfolio investments by ensuring adequate diversification and by maintaining its 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. The maximum exposure to credit risk at the financial statement date is the carrying value of its portfolio investments as outlined in Note 6.

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

The Municipality manages this risk by having in place a planning, budgeting and forecasting process to help determine the funds required to support the normal operating requirements. The Municipality's five-year financial plan is approved by the Mayor and Council, which includes operational activities and capital investments. The adoption of annual revenue anticipation bylaws also help manage this risk exposure. The Municipality measures its exposure to liquidity risk based on monitoring actual and forecasted cash flows.

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 Municipality is exposed to interest rate risk through its long-term debt and the value of portfolio investments.

The Municipality manages interest rate risk on its long-term debt by holding all debt through MFA at a fixed rate. Therefore, fluctuations in market interest rates would not impact future cash flows and operations relating to long-term debt. See Note 12 for interest rates and maturity dates for long term debt.

Investments that are subject to interest rate risk are MFA pooled investment funds (see Note 6). The risk is caused by changes in interest rates. As interest rates rise, the fair value of the MFA pooled investment funds 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.

CORPORATION OF THE CITY OF GRAND FORKS
Schedule 1 - Schedule of Segmented Information

December 31, 2024

	General Fund										
	General Government Services	Protective Services	Environment and Public Health	Planning and Development Services	Transportation Services and Public Works	Recreation Culture & Public Real Estate	**Electrical Utility**	**Water Utility**	**Wastewater Utility**	**2024 Total**	2023 Total
Revenue											
Taxation	$ 4,479,890	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	**$ 4,479,890**	$ 4,303,958
Sale of services	181,001	-	334,675	25,205	24,413	99,902	5,689,357	1,115,106	1,049,596	**8,519,255**	7,895,096
Other revenues	352,092	-	1,376	43,212	-	275,435	23,104	4,693	4,571	**704,483**	759,792
Development cost charges	-	-	-	-	-	-	-	-	92,674	**92,674**	46,205
Government transfers	843,247	701,114	-	213,171	8,418,172	-	-	54,862	-	**10,230,566**	14,749,631
Contributions from others	-	6,373	-	-	-	-	-	-	-	**6,373**	334,796
Interest income	592,976	-	-	-	-	-	-	257	870	**594,103**	769,295
Investment income	-	-	-	-	5,904	-	-	2,457	26,377	**34,738**	32,067
Gain on disposal of capital assets	-	-	-	-	15,598	219,381	-	-	-	**234,979**	634,289
	6,449,206	707,487	336,051	281,588	8,464,087	594,718	5,712,461	1,177,375	1,174,088	**24,897,061**	29,525,129
Expenses											
Wages & benefits	1,568,744	779,578	63,634	620,957	1,024,520	439,029	532,401	226,073	370,443	**5,625,379**	5,587,319
General Services	117,611	94,528	51,590	13,370	26,055	12,000	17,434	9,699	13,061	**355,348**	376,572
Professional and Contract Services	278,742	122,982	246,680	108,214	185,837	191,852	46,072	38,903	73,143	**1,292,425**	1,430,977
Materials & Supplies	210,617	98,707	10,820	6,354	371,804	152,778	320,684	127,173	75,791	**1,374,728**	1,391,910
Telephone & Utilities	12,212	29,098	-	2,991	30,502	38,470	3,493	1,180	90,289	**208,235**	225,808
Insurance	33,728	8,881	1,087	-	77,781	147,265	8,829	32,863	34,164	**344,598**	311,663
Labour, utility and IT cost allocations	(595,366)	141,258	28,237	22,998	(455,901)	231,922	(11,801)	254,183	383,495	**(975)**	2,633
Purchased for resale	-	-	-	-	-	-	3,534,765	-	-	**3,534,765**	3,417,465
Grants & fee for service	-	-	-	-	-	371,817	-	-	-	**371,817**	384,291
Other expenses	-	-	-	-	-	-	-	-	-	**-**	-
Interest	-	-	-	-	24,289	-	-	15,055	83,972	**123,316**	114,641
Amortization	-	75,733	-	-	973,776	374,955	105,518	408,249	352,469	**2,290,700**	2,179,396
Accretion	-	-	-	-	-	(13,449)	-	(143,323)	-	**(156,772)**	68,687
Loss on disposal of assets	-	-	-	-	-	216,230	-	-	-	**216,230**	55,018
Write-down of assets	-	-	-	-	-	-	-	-	-	**-**	-
	1,626,288	1,350,765	402,048	774,884	2,258,663	2,162,869	4,557,395	970,055	1,476,827	**15,579,794**	15,546,380
Net surplus (deficit)	**$ 4,822,918**	**$ (643,278)**	**$ (65,997)**	**$ (493,296)**	**$ 6,205,424**	**$ (1,568,151)**	**$ 1,155,066**	**$ 207,320**	**$ (302,739)**	**$ 9,317,267**	**$ 13,978,749**

THE CORPORATION OF THE CITY OF GRAND FORKS
Schedule 2 - Schedule of Tangible Capital Assets

December 31, 2024

	Cost				Accumulated Amortization				Net	Net
	Opening Balance	Additions	Transfers/ Disposals	Closing Balance	Opening Balance	Amortization Expense	Transfers/ Disposals	Closing Balance	**Book Value 2024**	Book Value 2023
General										
Land	$ 6,923,775	$ -	$ (21,017)	$ 6,902,758	$ -	$ -	$ -	$ -	**$ 6,902,758**	$ 6,923,775
Land improvements	432,302	18,191	-	450,493	150,551	21,623	-	172,174	**278,319**	281,751
Buildings	7,994,575	-	(376,053)	7,618,522	4,041,542	223,460	(159,823)	4,105,179	**3,513,343**	3,953,033
Buildings due to ARO	165,076	-	(31,515)	133,561	12,080	12,470	(2,895)	21,655	**111,906**	152,996
Machinery and equipment	3,769,476	641,525	-	4,411,001	2,363,477	226,085	-	2,589,562	**1,821,439**	1,405,999
Engineering structures	25,875,690	344,277	-	26,219,967	15,985,140	726,345	-	16,711,485	**9,508,482**	9,890,550
Storm structures	79,374	-	-	79,374	14,442	3,968	-	18,410	**60,964**	64,932
Protective services vehicles	1,854,845	99,468	-	1,954,313	1,090,809	75,733	-	1,166,542	**787,771**	764,036
Public works vehicles	3,456,553	871,413	(487,093)	3,840,873	2,593,508	134,779	(460,310)	2,267,977	**1,572,896**	863,045
Assets under construction	38,309,248	11,226,588	(2,019,075)	47,516,761	-	-	-	-	**47,516,761**	38,309,248
	88,860,914	13,201,462	(2,934,753)	99,127,623	26,251,549	1,424,463	(623,028)	27,052,984	**72,074,639**	62,609,365
Water Utility										
Plant and equipment	11,405,731	245,968	-	11,651,699	7,152,473	346,763	-	7,499,236	**4,152,463**	4,253,258
Plant and equipment due to ARO	1,312,072	-	-	1,312,072	62,480	61,488	-	123,968	**1,188,104**	1,249,592
Assets under construction	24,308	256,628	(201,766)	79,170	-	-	-	-	**79,170**	24,308
	12,742,111	502,596	(201,766)	13,042,941	7,214,953	408,251	-	7,623,204	**5,419,737**	5,527,158
Electrical Utility										
Plant and equipment	4,579,201	-	-	4,579,201	2,633,372	105,517	-	2,738,889	**1,840,312**	1,945,829
Assets under construction	-	18,686	-	18,686	-	-	-	-	**18,686**	-
	4,579,201	18,686	-	4,597,887	2,633,372	105,517	-	2,738,889	**1,858,998**	1,945,829
Wastewater Utility										
Plant and equipment	15,124,767	172,572	-	15,297,339	5,688,345	352,469	-	6,040,814	**9,256,525**	9,436,422
Assets under construction	46,205	265,246	(172,572)	138,879	-	-	-	-	**138,879**	46,205
	15,170,972	437,818	(172,572)	15,436,218	5,688,345	352,469	-	6,040,814	**9,395,404**	9,482,627
	$ 121,353,198	$ 14,160,562	$ (3,309,091)	$ 132,204,669	$ 41,788,219	$ 2,290,700	$ (623,028)	$ 43,455,891	**$ 88,748,778**	$ 79,564,979

CORPORATION OF THE CITY OF GRAND FORKS
Schedule 3 - Schedule of Growing Communities Fund
(Unaudited)

The Province of British Columbia distributed conditional GCF grants to communities at the end of March 2023 to help local governments build community infrastructure and amenities to meet the demands of population growth. The GCF provided a one-time total of $1 billion in grants to all 161 municipalities and 27 regional districts in British Columbia.

The City of Grand Forks received $1,981,000 of GCF funding in March 2023.

Balance, beginning of year	**$**	**2,062,556**
Interest earned		104,285
Eligible costs		-
Unspent balance, December 31, 2024	**$**	**2,166,841**

THE CORPORATION OF THE CITY OF GRAND FORKS

Statement of Financial Information

Fiscal Year Ended December 31, 2024

STATEMENT OF CHANGES IN FINANCIAL POSITION
CAPITAL FUND

	Actual 2024	Actual 2023
Revenue		
Donations from groups and individuals	$ -	$ -
Government transfers	8,520,400	10,858,528
	8,520,400	10,858,528
Transfer from Development Cost Charges	92,674	46,205
Transfer from Other Restricted Revenues	-	-
	8,613,074	10,904,733
Expenditures		
General fund	11,182,387	14,651,525
Utilities	584,762	954,849
	11,767,149	15,606,374
Net change in financial assets	(3,154,075)	(4,701,641)
Expenditures funded by debt	-	-
Transfers from operating funds	679,216	3,825,375
Transfers from reserves	2,474,859	876,266
Increase in capital funds	-	-

THE CORPORATION OF THE CITY OF GRAND FORKS
Statement of Financial Information
Fiscal Year Ended December 31, 2024

SCHEDULE OF DEBT

	Bylaw	Interest Rate	Maturity	Original Issue	Balance, Dec 31, 2023	Payments of Principal	Actuarial Adjustment	Balance, Dec 31, 2024
General Fund								
Roads - NW 79th	1887	3.73%	2025	70,000	11,794	3,759	2,037	5,998
General Fund Capital Renewal	1923	2.24%	2044	1,044,346	924,511	28,645	3,595	892,271
Water Fund								
Emergency Water Supply	1922	2.24%	2044	425,000	376,231	11,656	1,463	363,112
Water Fund Capital Renewal	1923	2.24%	2044	247,123	218,766	6,778	851	211,137
Sewer Fund								
City Park Lift Station	1873	3.85%	2033	1,756,920	1,048,553	64,586	24,793	959,174
Sewer Fund Capital Renewal	1923	2.24%	2044	203,531	180,176	5,582	701	173,893
Total Long-Term Debt				$ 3,746,920	$ 2,760,031	$ 121,006	$ 33,440	$ 2,605,585

Prepared pursuant to *Financial Information Regulation,* Schedule 1, section 4

SCHEDULE OF GUARANTEE AND INDEMNITY AGREEMENTS

The Corporation of the City of Grand Forks has not given any guarantees or indemnities under the Guarantees and Indemnities Regulation.

THE CORPORATION OF THE CITY OF GRAND FORKS
Statement of Financial Information
Fiscal Year Ended December 31, 2024

STATEMENT OF SEVERANCE AGREEMENTS

There was one severance agreement made between the City of Grand Forks and a non-unionized employee during the fiscal year 2024. This agreement represents compensation equal to 3 months of salary.

Prepared pursuant to *Financial Information Regulation,* Schedule 1, section 6

THE CORPORATION OF THE CITY OF GRAND FORKS

Statement of Financial Information

Fiscal Year Ended December 31, 2024

SCHEDULE OF REMUNERATION AND EXPENSES FOR ELECTED OFFICIALS

Name	Position	Remuneration	Expenses	Benefits	Total
Baker, Everett	Mayor	$ 30,831	$ 12,984	$ 4,412	$ 48,227
Eburne-Stoodley, Zak	Councillor	20,577	985	1,752	23,314
Krog, Neil D.	Councillor	20,577	-	4,412	24,989
Lafleur, Deborah	Councillor	20,577	4,694	4,412	29,683
Mark, David	Councillor	20,577	-	4,412	24,989
Thompson, Christine	Councillor	20,577	5,291	4,412	30,280
Zielinski, Rod	Councillor	20,577	6,083	4,412	31,072
Total Elected Officials		**$ 154,293**	**$ 30,037**	**$ 28,224**	**$ 212,554**

Prepared pursuant to the *Community Charter*, Section 168(1) and *Financial Information Regulation,* Schedule 1, subsection 1(1)(e)

THE CORPORATION OF THE CITY OF GRAND FORKS

Statement of Financial Information
Fiscal Year Ended December 31, 2024

SCHEDULE OF EMPLOYEE REMUNERATION AND EXPENSES

Name	Position	Remuneration	Expenses	Total
Adams, Alex	Public Works Manager	$ 135,779	$ 1,043	$ 136,822
Becker, Hennie	Electrical Coordinator	135,574	749	136,323
Cameron, Adriana	Planner	87,147	291	87,438
Cassidy, Michael	Utilities Operator	90,406	2,741	93,147
Chapman, J. Dean	Utilities Coordinator	91,866	710	92,576
Dykhuizen, Rosemary	Engineering Technologist	86,817	534	87,351
Espenhain, Kenneth	Public Works Operator	87,738	1,926	89,664
Federico, Leonard	Asst. Utilities Coordinator	97,432	3,434	100,866
Feenstra, John	Public Works Operator	82,292	1,232	83,524
Fofonoff, Rodney	Asst. Public Works Coordinator	90,306	697	91,003
Gillis, Shane	Public Works Operator	84,943	433	85,376
Gorman, Evan	Public Works Operator	80,788	1,051	81,839
Howard, Steven	Public Works Coordinator	90,999	828	91,827
Jalbert, Brittany	Deputy Fire Chief	90,067	5,241	95,308
Jalbert, Myles	Electrical Coordinator	124,991	1,085	126,076
Klein, Tanis	Payments Clerk	74,917	573	75,490
Lebler, Marcus	Chief Financial Officer	127,473	2,628	130,101
McKinnon, Kevin	Corporate Officer	103,333	3,069	106,402
Nielsen, Darryl	Mechanic	93,758	485	94,243
Orser, Tyson	Public Works Operator	79,448	3,424	82,872
Piche, Richard	Fire Chief	111,305	11,613	122,918
Redfearn, Duncan	Chief Administrative Officer	173,977	4,647	178,624
Sargeant, Evan	Electrical Lineman	88,562	1,919	90,481
Sheets, Dolores	Manager of Dev. & Engineering	112,638	-	112,638
Shelloff, Alan	Public Works Operator	83,872	1,031	84,903
Sorensen-Lawrence, Benjack	Utilities Operator	96,391	573	96,964
Stevens, Benjamin	Project Manager	118,832	3,680	122,512
Strohmann, Morgan	IT Coordinator	100,761	3,383	104,144
Strzelec, Christopher	Utilities Operator	94,746	819	95,565
Tresnich, Darren	Public Works Operator	81,589	3,794	85,383
Van Der Zande, Greg	Electrician	83,829	1,448	85,277
Watt, Graham	Manager of Strategic Initiatives	105,637	2,913	108,550
Wey, Roy	Accountant/Comptroller	82,353	-	82,353
Wilson, Jon	Community Safety Bylaw Officer	80,179	10,558	90,737
Employee remuneration over $75,000 and expenses		**$ 3,350,745**	**$ 78,552**	**$ 3,429,297**
Consolidated total of other employees with remuneration of $75,000 or less		**$ 880,375**	**$ 32,853**	**$ 913,228**
Total Employees		**$ 4,231,120**	**$ 111,405**	**$ 4,342,525**

Prepared pursuant to *Financial Information Regulation,* Schedule 1, section 6

THE CORPORATION OF THE CITY OF GRAND FORKS

Statement of Financial Information

Fiscal Year Ended December 31, 2024

RECONCILIATION OF REMUNERATION AND EXPENSES

Total remuneration - elected officials	$	154,293
Total remuneration - other employees		4,231,120
Subtotal		4,385,413
Reconciling items		
Employer CPP, EI, EHT and Worksafe premiums		442,107
Pension and group benefits		602,249
Labour and benefits charged to capital accounts		(15,271)
Change in employee future benefits		60,439
Miscellaneous reconciling items*		150,442
Wages and benefits per Financial Statements	**$**	**5,625,379**

* The Financial Statements are prepared on a consolidated basis using the accrual method of accounting, whereas the employee remuneration schedule is prepared on a calendar cash payment basis.

THE CORPORATION OF THE CITY OF GRAND FORKS
Statement of Financial Information
Fiscal Year Ended December 31, 2024

SCHEDULE OF SUPPLIER PAYMENTS

Supplier Name		Amount
A.M. Ford Sales Ltd.	$	84,802
Aardvark Pavement Marking Services		46,403
Acera Insurance Services Ltd.		50,446
Amazon.ca		40,937
Associated Engineering (B.C.) Ltd.		1,573,388
B.C. Assessment Authority		51,213
Bannister Chevrolet Buick Gmc Cadillac Chilliwack		56,772
BDO Canada LLP		39,392
Brisco Wood Preservers Ltd.		74,632
Carvello Law		46,150
Castle Fuels (2008) Inc.		124,899
Centralsquare Technologies LLC		57,495
Chandos Construction Ltd.		5,537,903
CKL Facility Maintenance		75,843
Collabria Financial Services Inc.		218,208
Cupe Local 4728		54,162
Eecol Electric Corp.		32,808
Flowsystems Distribution Inc.		107,025
Fortis BC		4,019,275
Fred Surridge Ltd.		40,047
GFL Environmental Inc. 2020		31,204
Governance Plus Security Ltd.		26,895
Grand Forks Concrete & Gravel Ltd.		25,630
Hesco Bastion Inc.		43,957
Hydraclean Restoration Services Ltd.		282,814
Hydrolight Services Inc.		33,088
Iconix Waterworks LP		39,328
Infracon Construction Ltd.		855,421
Iosecure		28,988
ISL Engineering and Land Services Ltd.		86,985
Jiangsu Yawei Transformer Co. Ltd.		413,024
Laing Roofing Ltd.		42,633
Landmark Solutions Ltd.		3,977,655
Lime Creek Logging Ltd.		44,412

THE CORPORATION OF THE CITY OF GRAND FORKS
Statement of Financial Information
Fiscal Year Ended December 31, 2024

SCHEDULE OF SUPPLIER PAYMENTS

Supplier Name		Amount
Mackinley-Clark Paving Ltd.	$	174,181
Mainstream Mechanical Ltd.		42,119
Marwest Industries Ltd.		57,807
Minister Of Finance - EHT		93,737
Minister Of Finance - School Tax		703,207
Municipal Insurance Association Of BC		32,756
Municipal Pension Plan		700,836
Pacific Blue Cross		285,956
Petro Value Products Canada Inc.		44,493
Pursuit Equipment & Sport Ltd.		31,787
Quarmby Environmental Ltd.		28,088
Ralcomm Ltd.		267,599
Receiver General		1,233,822
Regional District Of Kootenay Boundary		2,562,590
Rexel Canada Electrical Inc. - Utility		48,002
Rocky Mountain Phoenix		42,984
School District #51 (Boundary)		80,917
T&R Electric Supply Co. Inc.		27,087
Turning Point Technology Services Inc.		41,370
Urban Systems Ltd.		70,823
Vimar Equipment Ltd.		700,134
West Kootenay Boundary Regional Hospital		179,812
Wholesale Fire & Rescue Ltd.		92,877
Wild Harvest Inc. DBA Sagebrush Nursery		27,521
Worksafe Bc		104,798
WSP Canada Inc.		79,133
Y&R Water		27,999
Young Anderson Barristers & Solicitors		188,350
Supplier payments greater than $25,000	**$**	**26,234,619**
Supplier payments less than or equal to $25,000		**1,705,189**
Total Supplier Payments	**$**	**27,939,808**

Prepared pursuant to *Financial Information Regulation,* Schedule 1, section 7

THE CORPORATION OF THE CITY OF GRAND FORKS

Statement of Financial Information

Fiscal Year Ended December 31, 2024

SCHEDULE OF GRANT PAYMENTS

Supplier Name		Amount
Boundary Country Regional Chamber Of Commerce	$	35,000
Boundary Museum Society		116,219
Grand Forks Art Gallery Society		167,000
Grant payments greater than $25,000	**$**	**318,219**
Grant payments less than or equal to $25,000		**40,876**
Total Grant Payments	**$**	**359,095**

RECONCILIATION OF SUPPLIER PAYMENTS

Supplier payments greater than $25,000	$	26,234,619
Supplier payments less than or equal to $25,000		1,705,189
Grant payments greater than $25,000		318,219
Grant payments less than $25,000		40,876
Subtotal		28,298,903
Reconciling items		
Employee remuneration and expenses		4,526,855
Amortization of tangible capital assets		2,290,700
Accretion expense (recovery)		(156,772)
Loss on disposal of tangible capital assets		216,230
Employee payroll withholdings		(1,420,510)
Payments to other taxing authorities		(2,936,252)
Capital expenditures		(11,767,149)
GST rebates and input tax credits		(1,070,473)
Debt principal payments		(121,006)
Change in accounts payable and accrued liabilities		(1,993,679)
Change in inventories and prepaid expenses		(89,589)
Miscellaneous reconciling items*		(197,464)
Total expenses per Statement of Operations	**$**	**15,579,794**

* The Financial Statements are prepared on a consolidated basis using the accrual method of accounting, whereas the supplier payments schedule is prepared on a calendar cash payment basis.