

2018 ANNUAL REPORT

FISCAL YEAR ENDING DECEMBER 31, 2018



**2018 Annual Report
for fiscal year ending
December 31, 2018.**

Prepared by the
City of Abbotsford, B.C.
Finance Department

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MESSAGE FROM THE MAYOR

On behalf of City Council, I am pleased to present this Annual Report to our community, which highlights the progress we have been making to achieve our goals.

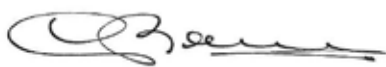
Each of these highlights is part of a larger story – the story of how we are moving to accomplish Council’s vision of building Abbotsford as the Hub of the Fraser Valley. As you read through this report, you will see that each achievement is connected to one of the cornerstones in Council’s Strategic Plan: Vibrant Economy, Complete Community, Fiscal Discipline and Organizational Alignment. In some ways, these achievements are signposts which reflect that we are making progress and moving in the right direction.

There are many tangible “signs” you’ll see in our community: the newly renovated Jubilee Park, supportive housing units, the Salton Road Pedestrian and Cycling Bridge, the construction of the new provincial courthouse and the transit facility, and the expansion of the Abbotsford International Airport, for example.

Along with these completed or ongoing projects, last year we worked on 20 Master Plans, Neighbourhood Plans and studies all under an umbrella project called Plan for 200K. This was a significant project for the City to undertake all at once, but it allowed us to align all of our plans with the City’s Official Community Plan, while ensuring the plans complement each other and are phaseable over the next 25 years as we grow to a community of 200,000. We look forward to seeing these plans come to life, which includes developing a realistic 25-year financial plan as one of our priorities for 2019.

Council is very excited that Abbotsford has been recognized globally as one of the Smart21 Communities by the Intelligent Community Forum for the work our entire community is doing to respond to changes we are facing in a technological and digital age. Our community has always had a spirit of innovation and collaboration, and we will continue to meet these challenges head-on to ensure we are building a vibrant community and improving our quality of life.

As Council members, we are honoured to serve this diverse and vibrant community. We look forward to continuing to partner with you to build Abbotsford, the Hub of the Fraser Valley.



Henry Braun
Mayor

Abbotsford City Council was sworn in on November 5, 2018 and will serve the community of Abbotsford until the next municipal election, which will be held on October 15, 2022.

Members of Council are elected at large, meaning they each represent the community as a whole, rather than only a specific geographic portion.

The City of Abbotsford, pursuant to the Community Charter, operates on a Committee-of-the-Whole system, whereby all members of Council sit at the Executive Committee in an open meeting, prior to each Regular Council Meeting. The Executive Committee has authority to deal with all matters with the exception of bylaws, tenders and approval of budgets, which are addressed at Regular Council meetings. Council makes decisions by either passing a resolution or a bylaw. Council votes only once to adopt a Resolution, whereas bylaws require four readings.

The Mayor and Councillors also serve on many Committees, Boards and Commissions and provide input and direction on sectors ranging from agriculture to arts, to economic development and regional issues.



Mayor
Henry Braun

Henry Braun was elected as Mayor of Abbotsford in 2014 after serving on City Council from 2011 – 2014.

Henry has been an Abbotsford resident for most of his life and was the co-owner, president and CEO of Abbotsford-based Pacific Northern Rail Contractors Corporation up until his retirement in 2003. As a long-time Abbotsford businessman, he is enjoying the opportunity to put his years of business experience to work for the city and people of Abbotsford. Henry believes that great communities are built when residents are engaged and involved, and he has served on many boards and associations. Henry's family is his inspiration for making sure Abbotsford remains a wonderful place in which to grow up and grow old, well into the future.

Current Committees/Boards/Commission Appointments

- Chair, Abbotsford Police Board
- Chair, Abbotsford Airport Authority
- Chair, Intergovernmental Affairs Advisory Committee
- Chair, Fraser Valley Regional District Hospital Board
- Committee for Business Innovation, Growth and Attraction
- Joint Shared Services Committee (Abbotsford/Mission)
- Fraser Valley Regional District Board
- Fraser Valley Regional District Hospital Board
- Fraser Valley Regional District and Corporate Services
- Abbotsford Character Council

Find out more

Full councillor biographies are available on the City of Abbotsford's website at abbotsford.ca/council.



Councillor
Bruce Banman

Bruce Banman was elected as an Abbotsford City Councillor in 2018.

Bruce has a strong local family history with roots tracing back to the founding of Vancouver, and he is a life-long resident of the Fraser Valley. He served as Mayor from 2011-2014. As an entrepreneur and the owner and operator of Banman Chiropractic for 21 years, Bruce is a strong supporter of local small business. He understands, first-hand, the challenges small businesses face and the importance they play in our local economy. He also has a passion for public involvement and consultation, and supports an inclusive community for everyone. Bruce's two children and three amazing grandchildren are his inspiration for ensuring Abbotsford remains a place where good jobs can be found, business can prosper, talent can bloom, and families can thrive. Bruce has a zest for life and admires good humour and sharing a hearty laugh with others, often at his own expense.

Current Committees/Boards/Commission Appointments

- Chair, Public Safety Advisory Committee
- Intergovernmental Affairs Advisory Committee
- Agrifair
- Fraser Valley Regional Library Board



Councillor
Les Barkman

Les Barkman was elected as an Abbotsford City Councillor in 2008.

Les' history with the City goes back to 1974 when he started working in the Parks and Recreation Department and eventually became Supervisor of the Roads and Sanitation Department, operating snow plows, street sweepers, and all sanitation related equipment. Les believes that it is important to give back to the community; he has coached kids' fastball, officiated basketball for 40 years, and has fundraised and volunteered for a variety of local charities. Les and his wife, Elaine, love interacting with other cultures and have travelled to the Philippines, Hong Kong, and to La Paz, Mexico..

Current Committees/Boards/Commission Appointments

- Intergovernmental Affairs Advisory Committee
- Joint Shared Services Committee
- Heritage Abbotsford Society



Councillor
Sandy Blue

Sandy Blue was elected as an Abbotsford City Councillor in 2014.

Sandy's diverse career includes marketing and economic development in the private and public sectors. A lifelong learner, Sandy is internationally certified as both an economic developer (IEDC Washington DC), a business communicator (IABC – San Francisco CA); and she recently honed her governance skills by earning credentials from the Institute of Corporate Directors. She is passionate about helping communities innovate and thrive, and envisions Abbotsford as a preferred destination: a place where young people choose to gather, pursue their post-secondary education, and build their careers and families. Sandy currently serves on the Abbotsford Police Foundation and enjoys her grandchildren, gourmet cooking, golf, gardening, travel and interior design.

Current Committees/Boards/Commission Appointments

- Chair, Development Advisory Committee
- Committee for Business Innovation, Growth and Attraction
- Civic Recognition Committee
- BC Summer Games Nomination and Legacy Committees
- Abbotsford Downtown Business Association



Councillor
Kelly Chahal

Kelly Chahal was elected as an Abbotsford City Councillor in 2014.

Kelly has her MA in Criminal Justice; she currently works for the Ministry of Justice, is appointed as an Independent Chairperson for Correctional Service Canada and is a guest lecturer at various UFV and SFU Criminology classes. With a passion for social justice and intercultural relations, Kelly has served on the UVF Senate, the Advisory Board for the Centre for Indo-Canadian Studies, and is a director of the Fraser Valley Indo-Canadian Association. Kelly enjoys archery and owns a beautiful recurve bow.

Current Committees/Boards/Commission Appointments

- Chair, Committee for Business Innovation, Growth and Attraction
- Intergovernmental Affairs Advisory Committee
- Fraser Valley Regional District Board
- Fraser Valley Regional District Hospital Board
- Abbotsford Restorative Justice and Advocacy Association
- Abbotsford Character Council



Councillor
Brenda Falk

Brenda Falk was elected as an Abbotsford City Councillor in 2014.

The owner of Tanglebank Gardens and Brambles Bistro, Brenda is a farmer, entrepreneur and business woman. With a commitment to community involvement and horticulture, she is especially excited to be involved in Abbotsford's Communities in Bloom, a national competition that helps to create a safer, more engaged community while encouraging environmental responsibility. Brenda also services on the Fraser Basin Council and the Fraser Valley Health Care Foundation. Brenda enjoys reading, gardening, and spending time with her family and friends.

Current Committees/Boards/Commission Appointments

- Chair, Transportation Advisory Committee
- Committee for Business Innovation, Growth and Attraction
- The Reach Board
- Fraser Valley Regional District Board
- Fraser Valley Regional District Hospital Board
- Regional Indigenous Relations Committee (FVRD)
- Katsie Treaty Table Representative



Councillor
Dave Loewen

Dave Loewen was elected as an Abbotsford City Councillor in 2005.

Dave is a retired educator, with 37 years of experience teaching in Australia, Manitoba, Abbotsford and Chilliwack. Born and raised in Abbotsford, Dave has watched Abbotsford grow from a small town into a vibrant, multicultural community with a rich heritage and strong economic base, and he is proud to serve the community's residents. Dave also serves the broader community through the Rotary Club and is a Paul Harris Fellow. Dave enjoys travelling, history, genealogy and outdoor activities like cycling, snowshoeing and canoeing.

Current Committees/Boards/Commission Appointments

- Chair, Parks, Recreation and Culture Advisory Committee
- Committee for Business Innovation, Growth and Attraction
- Abbotsford Chamber of Commerce
- Abbotsford Local Immigration Partnership Council
- Fraser Valley Regional District Board
- Fraser Valley Regional District Hospital Board



Councillor
Patricia Ross

Patricia Ross was elected as an Abbotsford City Councillor in 1994.

Patricia is a Fellow of Leadership for Environment and Development International, a research and training institute committed to fostering leadership in sustainability worldwide. She has given presentations on sustainability issues all over the world and incorporates these principals in her work here at home. She is currently the chair of GrowYourBiz Abbotsford, an advisory and mentoring board for women in business. She is grateful for a supportive family and community that inspires her every day.

Current Committees/Boards/Commission Appointments:

- Chair, Agriculture, Dyking, Drainage and Irrigation Advisory Committee
- Chair, Civic Recognition Committee
- Intergovernmental Affairs Advisory Committee
- Director at Large, Lower Mainland Local Government Association Board
- Vice Chair, Fraser Valley Regional District Board
- Fraser Valley Regional District Hospital Board
- Abbotsford Youth Commission



Councillor
Ross Siemens

Ross Siemens was elected as an Abbotsford City Councillor in 2014.

Ross previously served on the District of Abbotsford Council from 1986 to 1990. Ross runs his family’s business, Hub Motor Service, established by his grandfather in 1954 in Downtown Abbotsford. Ross understands the unique role that small businesses play in building a strong and engaged locally based economy and is excited about opportunities to help these businesses continue to thrive. He is also passionate about refugee relief work, welcoming refugees in the community, and helping them to succeed. Ross enjoys hiking, skiing and snowshoeing with his family; he is also an avid runner.

Current Committees/Boards/Commission Appointments

- Chair, Homelessness Action Advisory Committee
- Joint Shared Services Committee
- Abbotsford Arts Council
- Fraser Valley Regional District Board
- Fraser Valley Regional District Hospital Board

ORGANIZATIONAL STRUCTURE

MESSAGE FROM THE CITY MANAGER

At the City of Abbotsford our mission is to “continually improve the quality of life within our community by delivering key services for current and future generations.”

Linked to this mission is Council’s exciting Vision for the City of Abbotsford as the Hub of the Fraser Valley, a regional centre for centralized services and agencies. We are diverse, inclusive, and connected; we are green prosperous and healthy; we are a vibrant and beautiful community.

Staff at the City of Abbotsford are committed to this mission and vision. It means we have our feet on the ground today, working to provide services that are necessary for our community to operate successfully – from delivering clean water to homes and businesses and improving roads, to processing development applications and providing recreational programs and opportunities for all of our residents. At the same time, we also have our eyes on tomorrow, working to prepare for the growth and the challenges the future brings.

This 2018 Annual Report reflects these activities and accomplishments as well as the consolidated financial information for the 2018 calendar year. In addition, it provides you with a glimpse into Council’s priorities for 2019 and the work that is currently taking place.

Surrounding all of our efforts at the City is our commitment to our community – residents, businesses, and visitors – who work, live, play, learn and dream here. Some of the projects I am especially excited about are those that utilize technology to make it easier for our customers to learn about, access and use our services. Some of these include our recently launched engagement portal, a mobile app for request for services, greater ability to submit online applications, the water wise portal, and an upgraded GIS site selector tool to help businesses find the perfect location in Abbotsford.

As City Manager, I look forward to continuing to work closely with Council and staff in 2019 to achieve Council’s priorities and provide efficient and effective delivery of services across our city.



Peter Sparanese
City Manager

The City of Abbotsford

is responsible for providing relevant and timely community services and infrastructure in support of a sustainable, liveable City.

Each day, City staff endeavor to provide efficient and effective municipal services within an accountable and sustainable fiscal framework.

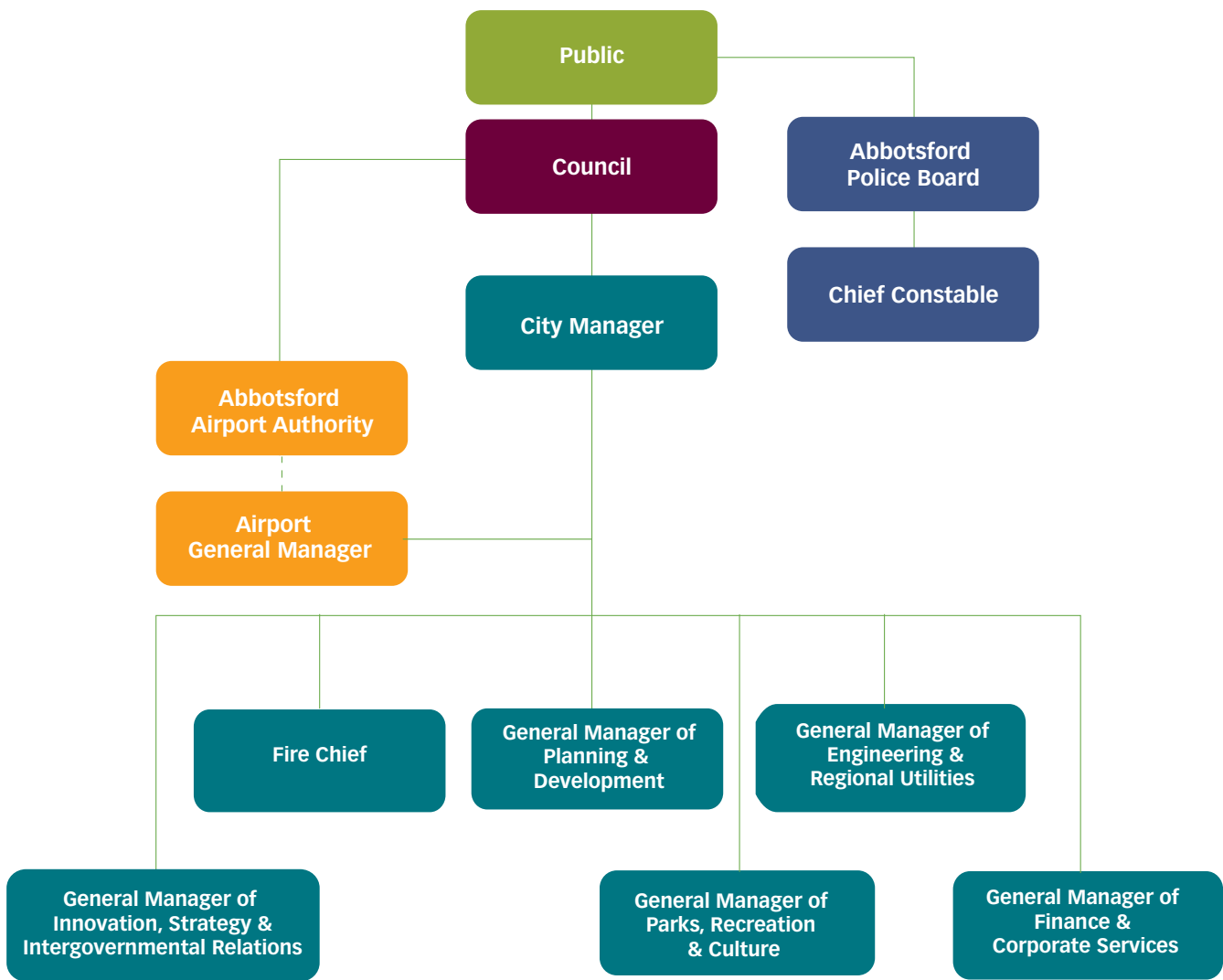
Abbotsford City services are organized into seven key service departments:

- City Manager's Office
- Finance & Corporate Services
- Planning & Development Services
- Engineering & Regional Utilities
- Fire Rescue Services
- Parks, Recreation & Culture
- Innovation, Strategy & Intergovernmental Relations

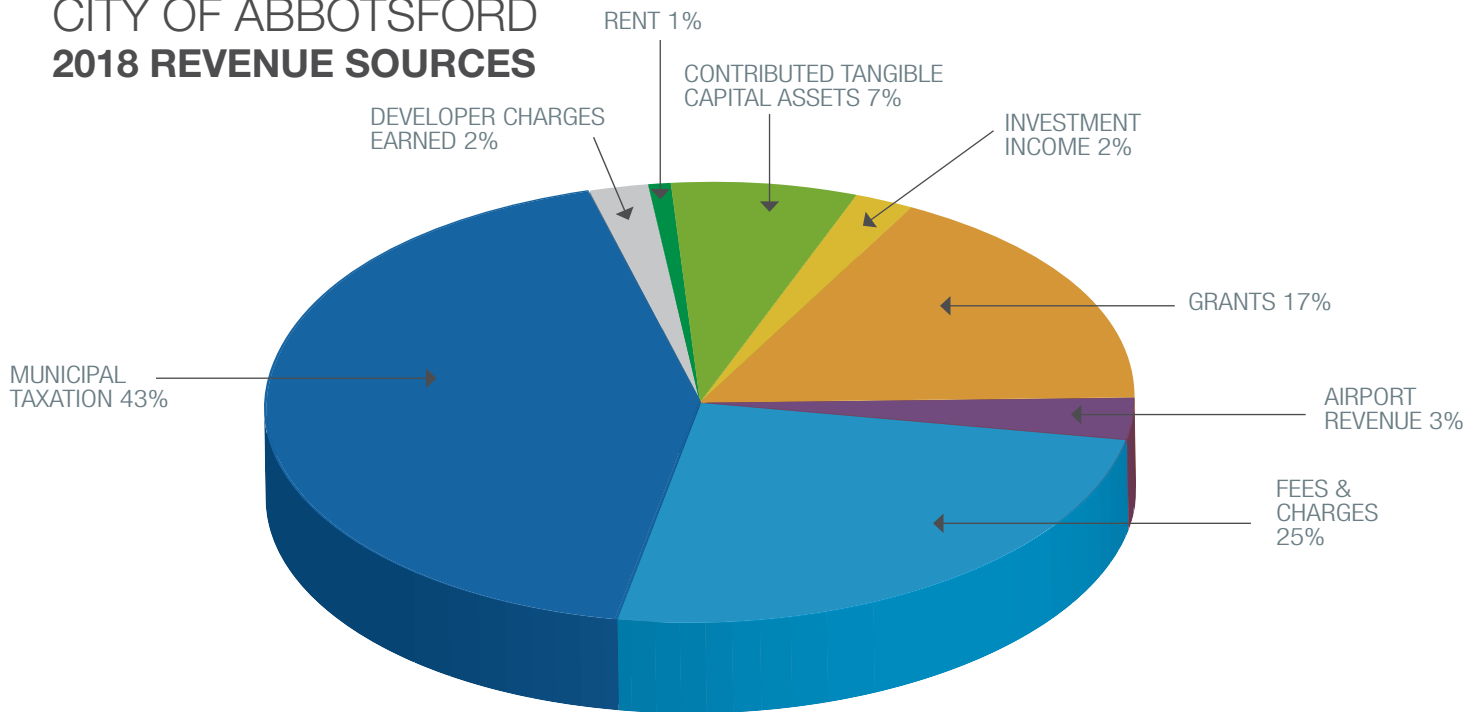
ORGANIZATIONAL STRUCTURE

Mayor and Council are responsible for setting the direction and establishing the policies and priorities for leading the community. This direction is then carried out by the City's administration.

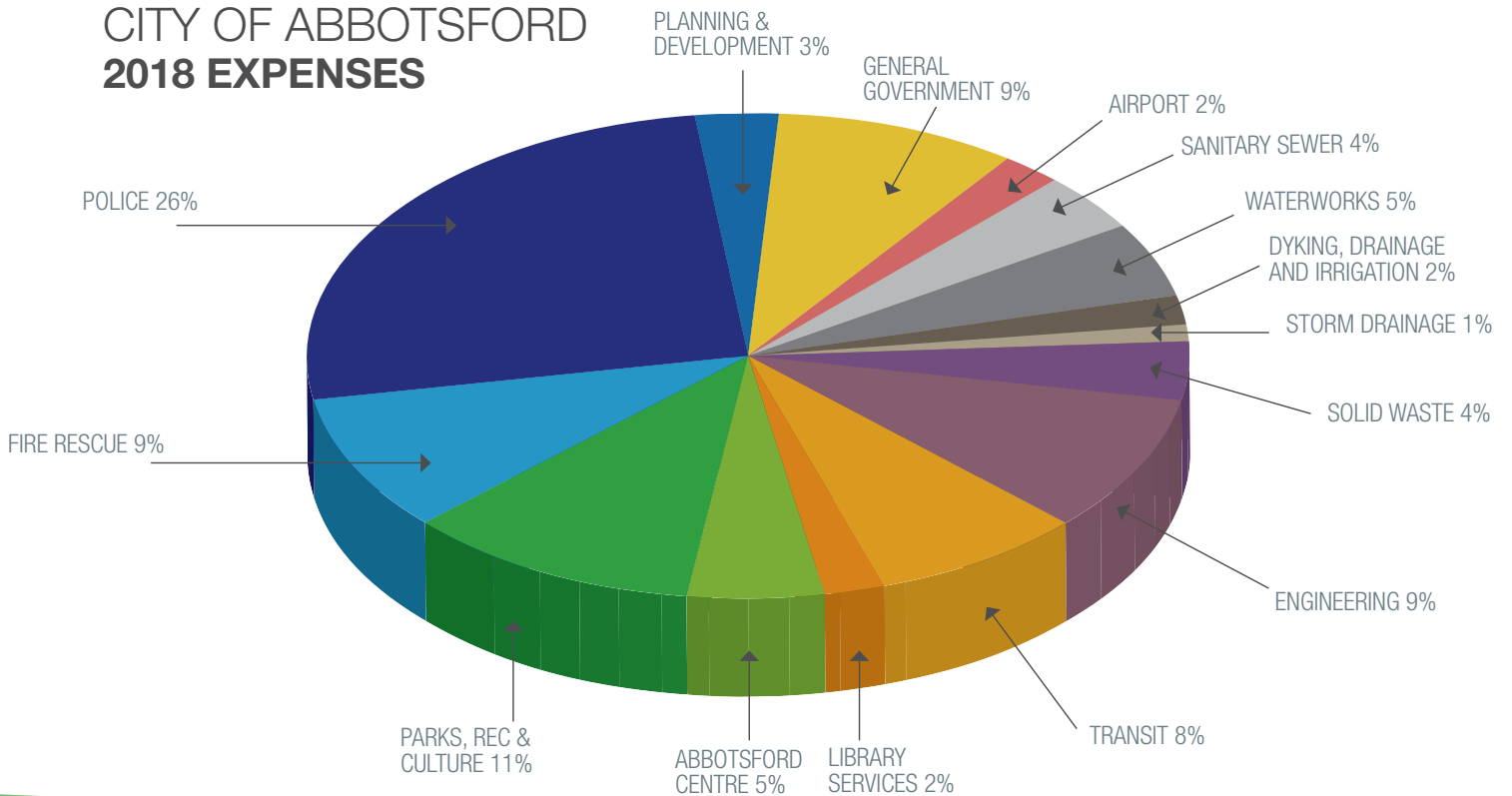
The Abbotsford International Airport and the Abbotsford Police Department report to independent Boards. All other Departments report directly to the City Manager, who is appointed by, and reports directly to, City Council. The City Manager is the Chief Administrative Officer for the City of Abbotsford.



CITY OF ABBOTSFORD 2018 REVENUE SOURCES



CITY OF ABBOTSFORD 2018 EXPENSES



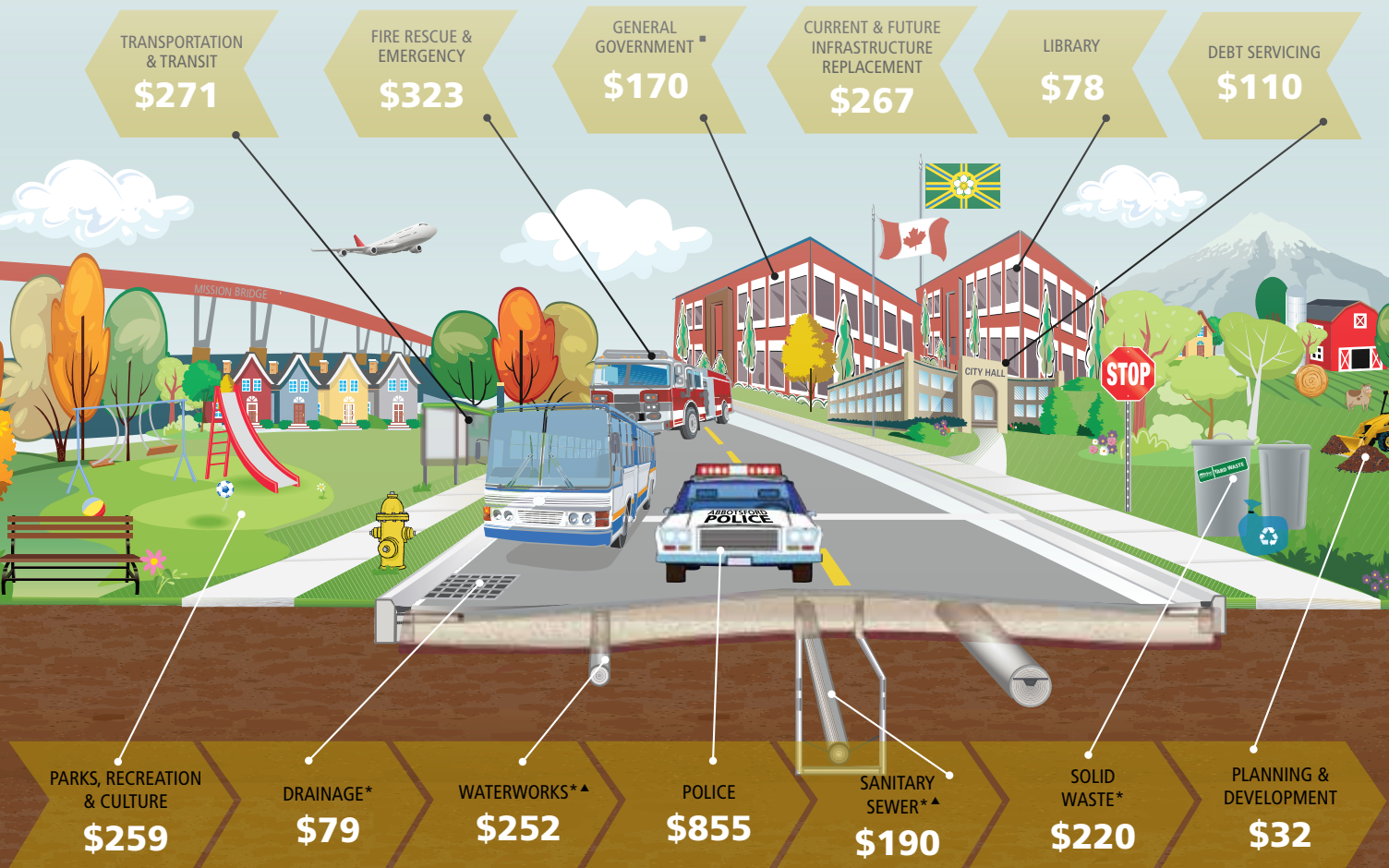
Complete financial information is contained within the Financial Section of this report starting on page 42.

REVENUE AND EXPENSES

How tax dollars and user fees pay for City services

This illustration gives a snapshot of how tax revenue is divided up to support services and amenities across the community.

Dollars are based on 2019 budgeted municipal taxes (city/ police/ library) for a typical single family residence with a property assessment of \$688,000.



Original graphic courtesy of City of Pitt Meadows & Farnsworth Designs

Does not include taxes for schools, hospital and the FVRD.

* Utility user fees include operations and maintenance, current & future infrastructure replacement and debt servicing.

*^ Waterworks & sanitary sewer based on the 2018 median single family water usage (214 m³).

■ Includes bylaw enforcement, corporate & administrative services.



OUR VISION

The City of Abbotsford is the Hub of the Fraser Valley.

OUR MISSION

We strive to continually improve the quality of life within our community by delivering key services for current and future generations.

2018 STRATEGIC GOALS & ACHIEVEMENTS

In 2018, the City of Abbotsford continued to work towards the vision of becoming the Hub of the Fraser Valley. This vision sees Abbotsford as a preferred destination for businesses and residents alike.

As the Hub of the Fraser Valley, the City of Abbotsford will be the regional center for communities in the Fraser Valley. Abbotsford will be home to regionally centralized services and agencies including health care, courts, transportation, the university, airport, provincial and federal government, entertainment and cultural facilities, and commerce.

To achieve this vision, four Strategic Plan Cornerstones were created in 2015 to support and focus the work of Council and the City:

- Vibrant Economy
- Complete Community
- Fiscal Discipline
- Organizational Alignment

In late 2018, City Council updated the Strategic Plan for 2019-2022 to build on the Vision that was first established in 2015. The Strategic Plan sets the direction and framework for the work the City of Abbotsford will undertake over the next four years. The Strategic Plan will:

1. Align all municipal planning decisions: All City activities will be guided by the four Cornerstones in the Strategic Plan.
2. Provide direction for departmental business plans and budgets: The strategies, actions, initiatives and budgets of departments will be aligned to achieve the Cornerstones of the Strategic Plan.
3. Continually monitor progress towards desired outcomes. Each Cornerstone has a statement of desired outcome, a listing of principles and corresponding Council direction. Performance results will evaluate our progress and inform Council's cycle of decision-making. Key performance indicators and targets will be established to measure success.



COMPLETE COMMUNITY

Our Goal

The City of Abbotsford is a community of inclusive, safe and green neighbourhoods, connected to convenient and affordable transportation and vibrant commercial centres, built on the foundation of our cultural heritage and natural beauty.

HOW WE GET THERE:

We value our community's connection with the environment.

Abbotsford will advocate for the development and care for our agricultural lands and the protection of all of our overall eco-systems.

WHAT WE DID IN 2018 TO ACHIEVE THIS:

Issued **480 toilet rebates**, **83 washing machine rebates**, installed **40 indoor and 80 outdoor water savings kits** and sold **25 rain barrels** to help support water conservation in our community.

Conducted **over 100** water workshops for the 2017/2018 school year to support **water conservation awareness of all ages**.

Diverted over 12,000 tonnes of compostable waste and **4,800 tonnes** of recyclables through the City's curbside collection program.

Planted approximately **800 trees** in parks and boulevards. Replanted over **37,000 bulbs**, **renovated four boulevards** and the bed at Old Yale and Maclure to enhance our community's natural beauty.

Installed **four new electric vehicle charging** stations at City Hall.

HOW WE
GET THERE:

We support a multi-disciplinary approach to public safety.

Abbotsford plans for, and invests in, programs that support our protective services.

WHAT WE
DID IN
2018 TO
ACHIEVE
THIS:

Added **6 additional Firefighters** and provided live fire training to AFRS staff to ensure our community remains well protected in the event of an emergency.

Completed a pilot program to test **LED lights on 120 city street lights** which will enhance visibility on city roads.

Participated in a large scale cross border **emergency exercise** to ensure our staff are trained in community emergency scenarios.

Partnered with ICBC on numerous **road safety projects** across the City to ensure our residents remain safe.

Installed **overhead pedestrian activated flashing lights** at 5 crosswalks, and completed **traffic calming initiatives** at 4 locations.

Delivered the **Be Seen Be Smart Be Safe** youth-oriented pedestrian safety program to **30 elementary schools and 9,000 students**.

Responded to **8,700 fire rescue incidents** as well as **deployed firefighters to the Burns Lake** area to fight wildfires.

HOW WE GET THERE:

We capitalize on opportunities around transportation in and through the city.

Abbotsford recognizes that smooth and efficient transportation affects a number of key priorities and works closely with other levels of government to support community mobility.

WHAT WE DID IN 2018 TO ACHIEVE THIS:

Reconstructed the intersection at Mt. Lehman Road and Downes Road and installed a **new traffic signal to improve traffic flow and safety.**

Installed bike lanes and **improved pedestrian crossings on McKee Road.**

Broke ground on the **four laning of Mt. Lehman Road, improving access** in our community to regional transportation networks, including YXX.

Completed the **Salton Road Pedestrian/Cycling Bridge** project to improve mobility and safety for pedestrians and cyclists and enhance our active transportation networks.

Received a **Canadian Institute of Transportation Engineers' award** for our Transportation and Transit Master Plan.

HOW WE
GET THERE:

We embrace our cultural diversity as one of our greatest strengths.

Abbotsford consults with community groups to facilitate connections and enhance both our understanding and our service delivery.

WHAT WE
DID IN
2018 TO
ACHIEVE
THIS:

The historic **Turner House** was relocated to Clayburn Park.

Implemented the **Canada 150 Mural Mosaic** web page to provide the community with online access to the mural.

Launched a **Community Street Banner contest for local artists**, where chosen designs will be installed on street light posts throughout the city centre in 2019.

HOW WE GET THERE:

We value recreation and support facilities, amenities and activities that connect us.

Abbotsford is proactive in addressing community needs for sports and recreation.

WHAT WE DID IN 2018 TO ACHIEVE THIS:

Abbotsford was announced as the host community for the **2022 55+ BC Games**.

Installed a new washroom at Mill Lake Park and expanded the parking lot at Willband Park to enhance customer experience at our Parks.

Installed new public art on the **Salton Pedestrian/Cycling Bridge**

Upgraded Jubilee Park to **enhance safety, improve visibility and increase parking**. As part of the project, the lawn bowling facility was relocated to Mill Lake Park.

Awarded Neighbourhood Spirit Grants which supported a total of **20 projects, with 3,900 residents** participating in a neighbourhood event in 2018!

Welcomed more than **1.2 million guests** to our recreation centres.

Earned a coveted '**5 Blooms**' in the provincial Communities in Bloom program.

HOW WE
GET THERE:

We facilitate action to mitigate social issues that impact our community.

Abbotsford advocates with other levels of government for support for social issues. We facilitate connections between not-for-profit and community groups and take a role in enabling low barrier/affordable housing in our community.

WHAT WE
DID IN
2018 TO
ACHIEVE
THIS:

Launched the **Abbotsford Stories Project**, a series of videos that tell the stories of various individuals experiencing homelessness in our community.

Announced in partnership with the Province **80+ modular housing units** to support individuals for rapid exit from homelessness.

Launched the **Housing with Abbotsford Rental Connect Program** to help residents access rental housing options.

Continued to develop and enhance the integrated community outreach services offered through the **Abbotsford Homelessness Prevention and Response System**.



ORGANIZATIONAL ALIGNMENT

Our Goal

The City of Abbotsford has strong, consistent governance and aligned operations.

HOW WE
GET THERE:

We make development decisions based on our long-term strategies and are not swayed from our community vision by short-term gains.

The City of Abbotsford's OCP is up-to-date to ensure it reflects our current and future planning and growth needs and our plans are aligned and accessible to all stakeholders. We value sustainability and ensure alignment between ongoing community developments and our sustainability framework. We ensure our bylaws support our development vision for the community.

WHAT WE
DID IN
2018 TO
ACHIEVE
THIS:

Took over management of local Metro Vancouver Regional District (MVRD) parks including Matsqui Trail, Sumas Mountain and the eastern portion of Glen Valley Regional Park, resulting in **cost reductions and governance improvements**.

Updated the **Strategic Plan** which will set the direction and framework for the work the City will undertake over the next four years. All **City activities and municipal planning decisions, departmental business plans, budgets** and **progress** are guided by the plan.

HOW WE
GET THERE:

We recognize the importance of certainty in community building and that our rules and bylaws are critical to protecting the liveability of our city.

The City of Abbotsford will be proactive in ensuring compliance with our bylaws and enforce them uniformly. Our most critical development bylaws are up to date and we revisit our regulations and remove bylaws that are no longer critical in a timely fashion.

WHAT WE
DID IN
2018 TO
ACHIEVE
THIS:

Responded to over **4,000 calls for Bylaw Services**, which provided opportunities to achieve compliance, help citizens resolve disputes, and prevent future complaints through initiatives such as mediation.

Attended **29 public events** providing information on the importance of **waste reduction and the City's curbside collection program**.

ORGANIZATIONAL ALIGNMENT

HOW WE
GET THERE:

We support the efficient and effective delivery of our city services and programs.

The City has Key Performance Indicators and metrics, strong leadership, data-based decision making, has systems for performance management and morale, and a succession and recruitment strategy.

WHAT WE
DID IN
2018 TO
ACHIEVE
THIS:

Organized and managed the **2018 General Local Election**, employing over 300 election workers from the community on General Election Day.

Informed **6,818 residents of potential water leaks.**

Deployed over **60 new mobile devices for City staff to allow them to work efficiently and effectively in the field.**

Completed major **restoration and clean-up** and tree work **from the 2017/2018 wind and ice storms.**

Maintained **188 municipal buildings and structures.**

Purchased and replaced **three dump trucks, one patching, six pickup trucks and a number of other smaller units** to keep up with fleet asset renewal program.

Upgraded pump station controls to ensure **continued supply of water and uninterrupted services for sewer and drainage** stations.

Processed **17,000 supplier payments** and **32,000 payroll transactions** through the Finance Department.

HOW WE
GET THERE:

We pursue excellence in customer service and strive to provide a positive customer experience.

The City has a strong commitment to upholding public trust, providing a high quality of life for residents and delivering excellence in service to our customers.

WHAT WE
DID IN
2018 TO
ACHIEVE
THIS:

Updated our online services and launched a **new online services portal** to ensure customers have easy access to the services they need.

Enhanced the City website to provide **better access to information** including top news stories, public meetings, open houses, and community events.

Launched new registration software for Parks, Recreation and Culture programs to provide a **better online customer experience**.

Enhanced the **@abbotsford app** ensuring our community has access **to current and timely information**.

Renovated parts of City Hall to **improve work flow and enhance customer service**.

Enabled new features in a number of the City's existing business applications resulting in both **staff efficiencies and enhanced customer service**.

Implemented a new **customer-focused Water Wise Portal** providing residents with detailed information on their water use.

ORGANIZATIONAL ALIGNMENT

HOW WE
GET THERE:

We believe in an involved, safe and engaged workforce.

City staff have a consistent, high satisfaction with their workplace and their jobs; working in an efficient yet safe fashion.

WHAT WE
DID IN
2018 TO
ACHIEVE
THIS:

Redesigned the **staff intranet and provided more collaboration tools** and access to documents to ensure staff have the access to the information they need.

Welcomed **81 new employees** to our organization.

Once again achieved **WCB's Certificate of Recognition** for our culture of safety at the City.

Implemented DATS as the City safety training tracking database (+ **10,500 safety training items migrated** and tracked in DATS).



FISCAL DISCIPLINE

Our Goal

The City of Abbotsford is transparent and accountable to citizens, information is easily accessible and residents are well informed on Council's priorities.

HOW WE GET THERE:

We understand how important it is to take a long-term view on maintaining and upgrading our city assets.

Abbotsford plans financially to minimize surprises for our taxpayers. We have an asset management system that tracks tangible capital assets, and we explore and expand infrastructure needs based on data.

WHAT WE DID IN 2018 TO ACHIEVE THIS:

Completed **2,713 maintenance requests** to support city facilities.

Carried out **707 preventative maintenance tasks and 3,240 breakdown maintenance tasks** to keep city fleet functioning.

Re-marked **185 intersections**, re-surfaced **19.4 km of roads**, re-lamped **1,549 street lights**, sealed **179 km** of pavement cracks, installed **555 new signs** and repaired **4,039 signs** throughout the community.

Completed parking lot and roof portfolio assessment to prepare a rehabilitation program to maximize the life of each asset in a cost effective manner.

HOW WE
GET THERE:

**We understand the critical role of
community education and engagement.**

Abbotsford is proactive in communicating our community strengths and in addressing issues emerging in our community. We use emerging technologies (social media etc.) strategically and we tailor our outreach and communications to meet the specific needs of stakeholders.

WHAT WE
DID IN
2018 TO
ACHIEVE
THIS:

Engaged with **thousands of residents throughout the Plan200K** initiative, a project addressing how our city will grow to accommodate 200,000 people.

Welcomed over **1.5M visitors** to the City Website, an **increase of 100,000 visitors** over 2017.

HOW WE
GET THERE:

We actively manage our City finances with exceptional care.

Abbotsford is proactive in managing expenditures through efficiency gains and continuous improvement; using debt strategically; operating with broad foresight; and aligning spending with strategic objectives.

WHAT WE
DID IN
2018 TO
ACHIEVE
THIS:

Enhanced the City's cyber security infrastructure to ensure our organization remains vigilant against cyber crime.

Leveraged \$18.8 million in grant funding from senior levels of government to enhance the City's infrastructure.

\$211 million in taxes collected and processed over **47,000 transactions**.

HOW WE
GET THERE:

We make financial decisions by looking not just at the long-term cost, but also the value to our community.

Abbotsford realizes that in order to create a vibrant economy we need to invest and support initiatives that make us more efficient and effective. We support the development of fair equitable and transparent tax rates and financial policies.

WHAT WE
DID IN
2018 TO
ACHIEVE
THIS:

Increased our investment income by 37% or \$2.6 million to capitalize on future opportunities and growth.

Processed over **33,000 Home Owner Grants**.



VIBRANT ECONOMY

Our Goal

The City of Abbotsford is a regional hub of creativity and innovation where talent, investment and business thrive.

HOW WE GET THERE:

We understand the impact we have on others and invest in building relationships that facilitate alignment.

The City plays a key role in issues impacting our region and strengthens our advocacy by aligning with others in our region. We are deliberate in positively engaging with key regional stakeholders and look for opportunities to share infrastructure and resources.

WHAT WE DID IN 2018 TO ACHIEVE THIS:

Interviewed **153 businesses during the 4th Annual Business Walks**, ensuring our local businesses receive the support they need to thrive.

Upgraded the **GIS Site Selector tool with 6 new interactive tools** added to help new businesses find suitable locations.

Abbotsford Centre was ranked #1 venue in the Pacific Northwest by Venues Now Magazine.

Hosted an Urban Development Institute (UDI) Bus Tour to **highlight opportunities in Abbotsford to potential developers.**

Partnered with neighbouring municipalities to host the **first Fraser Valley Regional Career Conference** which connected regional businesses with the local labour market.

Broke ground on the **new Provincial/Supreme Courthouse.**

HOW WE
GET THERE:

We focus on developing a vibrant and diverse economy.

Abbotsford is the economic hub of the Fraser Valley and the preferred destination for businesses and families alike. We value and support our existing businesses and ensure we are structured internally to support a vibrant and thriving economy. We are open to opportunities that enhance our community and align with our community vision, and collect and utilize data so that we can make informed decisions about the growth of our community.

WHAT WE
DID IN
2018 TO
ACHIEVE
THIS:

Supported **160 community events** with over **537,603** attendees.

Increase of **27.2% in number of films** in the City, with 56 films providing a **\$1.7M economic impact to the community.**

Began the international terminal expansion at the Abbotsford Airport which will add **14,000 square feet of new terminal space.**

Four national air carriers now offer service from YXX including Swoop, WestJet, Flair Airlines, Air Canada rouge (seasonal service.)

Issued **1,624** Building Permits in 2018.

Welcomed **840,000 passengers** through our International Airport - another record breaking year!

Supported approximately **160 community outdoor events** with an estimated economic impact of **\$18.1 million** in the community.

Received international recognition as **Smart21 Community**, reflecting our community vision to be connected, engaged, inclusive and sustainable.

HOW WE
GET THERE:

We recognize the value of innovation in our local economy, especially agriculture.

The City makes decisions within an established framework to be both responsive and accountable. The City is open to innovative approaches within our planning framework and will advocate with the Agricultural Land Reserve for changes that reflect the evolving face of agriculture.

WHAT WE
DID IN
2018 TO
ACHIEVE
THIS:

Launched CityStudio Abbotsford, a partnership program between the City of Abbotsford and the University of the Fraser Valley which challenges university students to tackle civic issues and provide prototype solutions.

Completed preliminary studies for development of **potential new collector well water source**.

AT A GLANCE FOR 2019

COMPLETE COMMUNITY

- Develop Urban Forestry Strategy
- Build Fire Hall #6/Social Housing Project
- Complete Transit Maintenance Facility
- Develop Culture Strategy
- Finalize Ledgeview Golf Course Clubhouse Project
- Update Homelessness in Abbotsford Action Plan
- Complete update of Affordable Housing Strategy

FISCAL DISCIPLINE

- Update Development Cost Charge (DCC) Bylaw
- Establish a 25-year Long Term Financial Plan
- Launch Online Community Engagement Portal

AT A GLANCE FOR 2019

ORGANIZATIONAL ALIGNMENT

- Develop Bylaw Compliance Strategy
- Update Zoning Bylaw (Phase 1)
- Update Development Services Bylaw
- Create a Digital Strategy
- Conduct Council Committee Review
- Implement Customer Culture Strategy
- Develop Employee Engagement Strategy
- Develop Succession Plan(s)

VIBRANT ECONOMY

- Develop Intergovernmental Relations Advocacy Strategy
- Update Economic Development Strategy
- Develop our new Abbotsford Water Source Project (Collector Wells)
- Continue development of Abbotsford International Airport
- Complete Special Study Areas Review
- Complete the AgRefresh Project







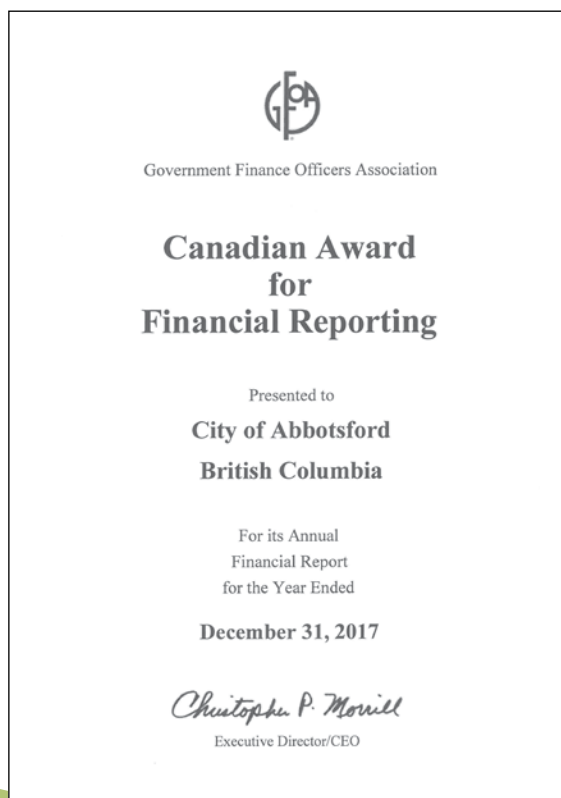
2018
ANNUAL REPORT
FINANCIAL
SECTION


CANADIAN AWARD FOR FINANCIAL REPORTING

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Canadian Award for Financial Reporting to the City of Abbotsford for its Annual Report of the fiscal year ended December 31, 2017. The Canadian Award for Financial Reporting program was established to encourage municipal governments throughout Canada to publish high quality financial reports and to provide peer recognition and technical guidance for officials preparing these reports.

In order to be awarded a Canadian Award for Financial Reporting, a government organization must publish an easily readable and efficiently organized annual financial report whose contents conform to program standards. Such reports should go beyond the minimum requirements of generally accepted accounting principles, and demonstrate an effort to clearly communicate the municipal government's financial picture, enhance an understanding of financial reporting by municipal governments and address user needs.

A Canadian Award for Financial Reporting is valid for a period of one year.





MANAGEMENT DISCUSSION AND ANALYSIS

REPORT FROM THE CHIEF FINANCIAL OFFICER

I am pleased to present the Financial Section of the Annual Report (the Report) for the City of Abbotsford (the City) for the fiscal year ended December 31, 2018. The purpose of this Report is to publish the City's audited Consolidated Financial Statements, pursuant to Section 167 of the *Community Charter*. The preparation of the financial statements is the responsibility of management and they have been prepared in accordance with reporting standards as prescribed by the Chartered Professional Accountants (CPA) Canada Public Sector Accounting Board (PSAB).

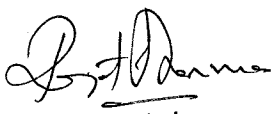
KPMG LLP, Chartered Professional Accountants have audited these financial statements. As external auditors, KPMG is responsible for examining the City's financial statements in accordance with generally accepted accounting standards and expressing their opinion on whether the statements are presented accurately. The auditors' opinion, based on their independent audit, is expressed in the Auditors' Report which forms part of this Report.

Financial results in 2018 aligned closely with budget and met the Council Cornerstone of Fiscal Discipline. A key indicator in assessing the financial health of a local government is its Net Financial Assets. It is a measurement of the available financial resources that the City has to finance future operations. The City's Net Financial Assets increased by \$32.4 million in 2018 to a total of \$225.4 million. This increase is mainly due to reduced long-term debt and higher reserve balances.

The City continues to reduce its debt obligations, with total debt repayments of \$3.4 million made in 2018. As a result, total long-term debt at the end of the year was \$55.2 million as compared to \$58.6 million in 2017.

We continue to sustain and enhance our infrastructure by setting aside funds in reserves for future growth and infrastructure replacement. In 2018, contribution to capital and operating reserves increased by \$25.2 million and \$3.8 million respectively. The value of our infrastructure assets, in 2018, was approximately \$1.4 billion (net book value).

Under the direction of City Council, the City will continue its dedication to providing high quality services for its residents and businesses. Guided by an inspiring City Council approved strategic plan and a well-grounded financial plan, we look forward to another year of operational and financial success in 2019.



Rajat Sharma, CPA, CMA
Chief Financial Officer
General Manager, Finance & Corporate Services
April 29, 2019

MANAGEMENT DISCUSSION AND ANALYSIS

OVERVIEW

This report provides readers with an overview of the City's financial performance with clear insight into the financial results for the City for the fiscal year ended December 31, 2018. The City is responsible for the fairness and completeness of the presentation and all disclosures, and the accuracy of the data. City administration strives to ensure this report fairly represents the financial position of the City.

The following financial section includes management reporting and control, financial highlights and the audited financial statements (including the independent auditors' report on the financial statements, the basic financial statements, the notes to the financial statements, and the exhibits and schedules). The exhibits and schedules support and provide financial context to the consolidated financial statements by means of segmenting the financial information. The statistical section includes selected financial and demographic information presented on a multi-year basis. This financial report should be read in conjunction with the audited consolidated financial statements and their accompanying notes and schedules.

FINANCIAL GOVERNANCE

MANAGEMENT REPORTING AND CONTROL

While the City's management is responsible for the preparation of the financial statements, the municipality's governance structure provides for Council to receive and approve various quarterly reporting, financial policies, and audit findings. Council is ultimately responsible for approving the City's budget, appointing the auditor, and providing general financial authority and oversight.

FINANCIAL PLANNING & REPORT PROCESS

Based on input from Council, staff, residents, and other stakeholders, Council establishes a five year financial plan each year as required by section 165 of the *Community Charter*. The Financial Plan includes the required revenues to fund the City's delivery of desired programs and services to the community and represents Council's priorities as identified in their Strategic Plan. From year to year, services may be altered when Council identifies a clear need. The operating budget is prepared on a modified accrual basis where revenues are recognized in the period they are deemed available and measurable to meet or pay for liabilities. The operating budget does not include revenue from contributed assets, gains or losses on disposal of tangible capital assets, or amortization expense. Council also establishes an annual capital budget as part of the five year financial plan. Capital items for the current year are carefully reviewed on a project basis and funded through DCCs, Government grants, Community Works Funds (Gas Tax funding), reserve transfers, and other sources.

ACCOUNTING PROCESS

The City is organized into various departments, each providing specific services to the City and its residents. Every department is responsible for the delivery of services in accordance with the resources allocated to the programs they deliver. All departments share a common accounting and reporting system which is administered across the City by the Finance Department. The Finance Department is responsible for managing, recording, reporting and forecasting the City's financial activities. To aid in decision making, the Finance Department provides Council with regular quarterly and ad-hoc financial reports. The preparation of the annual financial reports for audit is also the responsibility of the Finance Department.

MANAGEMENT DISCUSSION AND ANALYSIS

AUDIT PROCESS

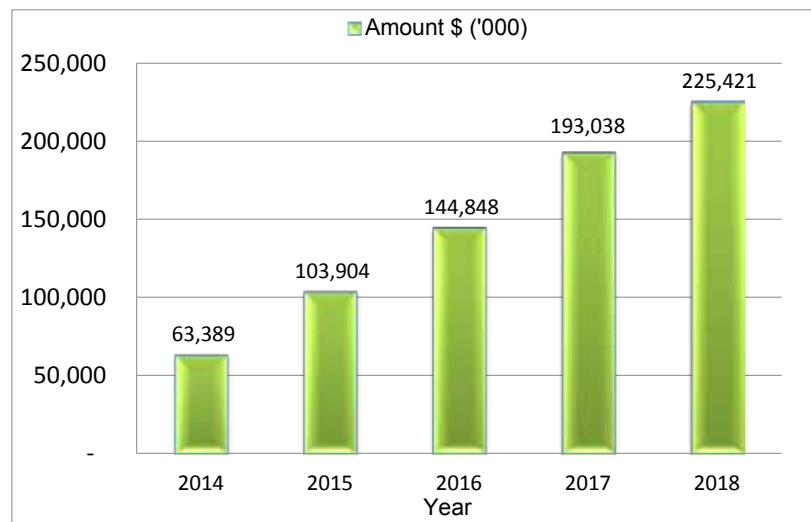
As per Section 169 of the *Community Charter*, which requires City Council to appoint an independent auditor, the City's 2018 Financial Statements have been audited by KPMG LLP. The goal of the independent audit is to provide assurance that the financial statements of the City for the fiscal year ended December 31, 2018 are free from any material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used, assessing significant estimates made by management, and evaluating the overall financial statement presentation. Following a comprehensive audit process, working closely with management, the auditor issued an unqualified opinion that the City financial statements for the year ended December 31, 2018 are fairly presented in conformity with Canadian generally accepted accounting principles and the reporting standards as prescribed by the Chartered Professional Accountants (CPA) Canada Public Sector Accounting Board (PSAB). The independent auditors' report is presented as the first component of the audited financial statement section of this report.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

Consolidated Statement of Financial Position (\$ millions)	2018 Actual	2017 Actual	Difference (\$)
Financial Assets	476.2	416.6	59.6
Financial Liabilities	(195.6)	(165.0)	(30.6)
Long-term Debt	(55.2)	(58.6)	3.4
Net Financial Assets	225.4	193.0	32.4
Tangible Capital Assets	1,422.7	1,366.2	56.5
Inventories and Prepaid Expenses	2.2	1.9	0.3
Non-Financial Assets	1,424.9	1,368.1	56.8
Accumulated Surplus	1,650.3	1,561.1	89.2

NET FINANCIAL ASSETS

A key indicator in assessing the financial health of a local government is its Net Financial Assets (financial assets less liabilities). It is a measurement of the available financial resources that the City has to finance future operations. This increased by \$32.4 million in 2018, to \$225.4 million in net financial assets at the end of 2018. This was mainly due to increased contribution to capital reserves for sustaining and enhancing City infrastructure and reduced long-term debt.



Net Financial Assets
2014 - 2018

CASH & PORTFOLIO INVESTMENTS

Cash and portfolio investments increased by \$52.8 million during 2018. This was mainly due to lower than expected cash outflow for capital projects in 2018. The majority of the portfolio investments are made up of short-term investments, as investment maturities are being kept short in anticipation of gradually increasing yields over the next few years.

MANAGEMENT DISCUSSION AND ANALYSIS

LONG-TERM DEBT

Total debt repayments of \$3.4 million were made in 2018. Total long-term debt at the end of the year was \$55.2 million (2017 - \$58.6 million) and it belongs to the general fund. Exhibit 5 provides more detailed information on debt currently held by the City.

ANNUAL DEBT SERVICING CAPACITY

The Community Charter (Section 174) imposes a limit to the amount a municipality may borrow - the “legal debt servicing limit”. In 2018, the City’s legal debt servicing limit was \$63.3 million, and the annual debt servicing cost was \$6.5 million. The remaining debt servicing capacity of \$56.8 million represents the amount of additional annual debt servicing costs the City could incur, if it chose, while still remaining within the debt servicing limit prescribed by the Community Charter.

NON-FINANCIAL ASSETS

Non-financial assets are comprised of capital assets, inventory and pre-paid expenses. The net book value of non-financial assets increased by \$56.8 million in 2018 to \$1.42 billion. The increase of \$55.5 million in the Land and Land Improvements category is a result of Metro Vancouver transferring the ownership of some of their regional parks due to Abbotsford’s withdrawal from the Metro Vancouver Regional District (MVRD) Regional Parks Service.

Category	2018 Change \$ (in millions)	Dec. 31, 2018 \$ (in millions)
Land & land improvements	\$55.5	\$448.2
Park improvements	(1.8)	20.5
Buildings	(3.6)	104.2
Machinery & equipment	(1.6)	6.1
Vehicles	0.4	12.7
Airport	(1.0)	24.9
Water	(1.3)	230.2
Sewer	(2.5)	154.4
Transportation	(7.5)	186.6
Storm drainage	(1.5)	180.2
Dyking, drainage & irrigation	(0.7)	19.5
Assets under construction	22.2	35.2
Inventory and pre-paid expenses	0.2	2.2
Total non-financial assets	\$56.8	\$1,424.9

ACCUMULATED SURPLUS

FINANCIAL

Equity in financial assets is determined by the amount of financial assets less liabilities (excluding long-term debt). Financial equity for the year ended December 31, 2018 increased by \$29.0 million to \$280.6 million. This increase was mainly due to cash flow timing differences related to project schedules and higher returns earned in portfolio investments.

TANGIBLE CAPITAL ASSETS & OTHER NON-FINANCIAL ASSETS

Equity in non-financial assets is determined by the amount of capital and other non-financial assets, less long-term debt. Equity in non-financial assets for the year ended December 31, 2018 increased by \$60.2 million to \$1.37 billion. The increase of \$60.2 million was due to the retirement of debt principal and the acquisition of assets exceeding amortization expense; \$37.7 million of this asset acquisition was the transfer of regional parks from Metro Vancouver Regional District to the City.

Consolidated STATEMENT OF OPERATIONS

Consolidated Statement of Operations (\$ millions)	2018	2017	Difference (\$)
	Actual (\$)	Actual (\$)	
Revenue	331.0	257.8	73.2
Expenses	(241.8)	(233.1)	8.7
Annual Surplus	89.2	24.7	64.5

REVENUE

Total consolidated revenue was higher than 2017 by \$73.2 million and higher than budget by \$33.6 million. The City received \$23.3 million in contributed tangible capital assets in 2018 which included parkland, roads, water mains, and storm drainage, etc. In 2017, contributed capital assets were \$3.4 million. The City does not budget for contributed tangible assets as they are difficult to predict.

MANAGEMENT DISCUSSION AND ANALYSIS

EXPENSES

Total consolidated 2018 expenses were higher than 2017 by \$8.7 million and \$27.6 million greater than budget for the year. This includes \$39.8 million of amortization expense, which is a non-cash expense and is not budgeted for.

General, Waterworks, Sanitary Sewer and Airport funds, listed below, provide more detailed information on 2018 expenses.

ACCUMULATED ANNUAL SURPLUS

On a consolidated basis, the City experienced an annual surplus of \$89.2 million in 2018, an increase from the \$24.7 million surplus in 2017. Out of \$89.2 million, \$37.7 million was the value of a parkland transfer from Metro Vancouver Regional District, \$23.3 million was contributed tangible capital assets and \$14.7 million was recorded as an unappropriated surplus in General, Water and Sewer funds and was transferred to reserves for new initiatives and future replacement of existing infrastructure.

Note 12 Accumulated Surplus details the sources of the consolidated annual surplus for 2018:

Category	\$ (in millions)
General operating reserve	3.8
Capital Reserves:	
General	10.7
Waterworks	8.2
Sanitary sewer	6.2
Airport	0.1
Non-financial assets:	
Tangible capital assets	59.9
Inventory & pre-paid expenses	0.3
Total annual surplus	\$ 89.2

Supporting information in Exhibits 1 to 5 and Schedules A to R explains fund details and comparisons to budget.

GENERAL
OPERATING FUND
- SCHEDULE A

This schedule provides the details of revenues and expenses for the City’s general operating fund – everything except water, sewer, airport and capital funds. The general operating fund had an unappropriated surplus of \$7.5 million in 2018 (2017– \$6.9 million) which was transferred to reserve for future infrastructure needs.

The following tables highlight some of the major revenue and expense variances vs budget for Schedule A.

Increased Revenue	Amount	Explanation
Building permits	\$1.4M	Building permit revenue higher than budget due to some major building projects throughout 2018
Soil permit revenue	1.2M	Higher than expected activity in soil permits resulted in more revenue than planned
Abbotsford Centre	3.2M	Increased building usage due to more events than planned in 2018 (net \$249K positive)
PRC User Fees	486K	Increased user fee revenues for fitness and recreation facilities across the City.

Expenses	Amount	Explanation
Planning & Development	\$843K	Attrition from vacant positions, insurance premium under budget, positive budget variances in other categories including legal costs, training, licensing fees, repair & maintenance and other supplies
Snow Removal	(661K)	Extreme weather events caused increased costs to sand/salt during & repair post-event, with additional staffing and vehicle maintenance charges.
Abbotsford Centre	(2.9M)	Increased usage due to more events in 2018, overall positive net impact (net \$249k positive)

The 2018 change in unappropriated surplus was \$2.7 million and it was transferred to water capital reserve along with the budgeted amount of \$8.2 million, for a total of \$10.9 million. User rates revenue was up \$1.5 million vs budget (budget \$17.2 million). This was due to both an increase in the user rate and higher than budgeted water consumption.

2018 expenditures were lower than budget by \$1.2 million. Water conservation was under budget as the focus was on maintenance. Staff vacancies and related activity levels created a favorable variance against budget.

WATER
OPERATING
FUND -
SCHEDULE B

MANAGEMENT DISCUSSION AND ANALYSIS

SEWER OPERATING FUND - SCHEDULE C

The 2018 change in unappropriated surplus was \$2.6 million. Compared to budget, the user rate revenue was up \$1.1 million (budget \$11.3 million). This was due to an increase in the user rate and higher than budgeted usage, similar to the trend in water consumption. Reduced expenditures, mainly in Joint Abbotsford-Mission Environmental System treatment plant (JAMES) and maintenance areas, combined with revenue surplus contributed to this surplus.

\$7.3 million was transferred into the sewer capital reserve, which was made up of a budgeted \$4.7 million transfer and \$2.6 million in unappropriated surplus.

AIRPORT OPERATING FUND - SCHEDULE D

Airport operations had a favorable financial result due to another year of increased traffic in 2018. Higher than planned annual surplus before amortization allowed the airport to transfer additional \$448,000 to airport capital reserve for a total of \$3.8 million.

RESERVES – EXHIBIT 4

This exhibit provides details of the transfers to and from reserves.

CAPITAL RESERVES

Total capital reserves increased by \$25.2 million from 2017 (\$173.9 million) to 2018 (\$199.1 million).

OPERATING RESERVES

The operating reserve increased by \$3.8 million from 2017 (2017 - \$47.5 million) to 2018 (\$51.3 million).



**2018
CONSOLIDATED
FINANCIAL
STATEMENTS**

2018 CONSOLIDATED FINANCIAL STATEMENTS

AUDITORS' REPORT



KPMG LLP
32575 Simon Avenue
Abbotsford BC V2T 4W6
Canada
Telephone (604) 854-2200
Fax (604) 853-2756

INDEPENDENT AUDITORS' REPORT

To the Members of Council of the City of Abbotsford

Opinion

We have audited the accompanying financial statements of the City of Abbotsford (the "the City") which comprise:

- the statement of financial position as at end of December 31, 2018
- the statement of operations and accumulated surplus for the year then ended
- the statement of change in net assets for the year then ended
- the statement of cash flows for the year then ended
- and notes, exhibits and schedules to the financial statements, including a summary of significant accounting policies

(Hereinafter referred to as the "financial statements").

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the City of Abbotsford as at December 31, 2018 and the results of its operations, its changes in net financial assets and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis of Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the "**Auditors' Responsibilities for the Audit of the Financial Statements**" section of our auditors' 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.

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.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform an audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

Auditors' 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 auditors' 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 the 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.
- 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.
- 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 Corporation'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 Corporation's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' 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 auditors' report. However, future events or conditions may cause the Corporation 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.
- 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.



Chartered Professional Accountants

Abbotsford, Canada

April 29, 2019

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at December 31, 2018 with comparative information as at December 31, 2017
in thousands

	2018	2017
FINANCIAL ASSETS		
Cash and cash equivalents (Note 2)	\$ 18,289	\$ 18,802
Accounts receivable (Note 3)	41,530	34,722
Portfolio investments (Note 4)	416,372	363,086
	<u>476,191</u>	<u>416,610</u>
FINANCIAL LIABILITIES		
Accounts payable and accrued liabilities (Note 5)	87,089	79,208
Restricted revenue (Note 6)	92,613	69,577
Deferred revenue (Note 7)	15,864	16,189
	<u>195,566</u>	<u>164,974</u>
Long-term debt (Note 8)	55,204	58,598
	<u>250,770</u>	<u>223,572</u>
	<u>225,421</u>	<u>193,038</u>
NET FINANCIAL ASSETS		
NON-FINANCIAL ASSETS		
Tangible capital assets (Note 9)	1,422,714	1,366,176
Inventories (Note 10)	1,463	1,264
Pre-paid expenses (Note 11)	710	655
	<u>1,424,887</u>	<u>1,368,095</u>
ACCUMULATED SURPLUS (Note 12)	<u>\$ 1,650,308</u>	<u>\$ 1,561,135</u>
Contingent Liabilities (Note 16)		


HENRY BRAUN, MAYOR


RAJAT SHARMA, CPA, CMA
CFO

See notes to Consolidated Financial Statements.

2018 CONSOLIDATED FINANCIAL STATEMENTS

CONSOLIDATED STATEMENT OF OPERATIONS

For the year ended December 31, 2018 with comparative information for 2017
in thousands

	2018 Plan (Note 19)	2018 Actual	2017 Actual
REVENUE			
Municipal taxation	\$ 141,279	\$ 142,971	\$ 136,493
Fees and other charges	80,720	89,488	82,664
Developer charges earned	18,295	6,283	9,156
Contributed tangible capital assets	-	23,277	3,423
Grants and government transfers	51,980	57,436	16,507
Portfolio investment income	995	7,065	4,985
Interest and penalties	330	755	797
Rent	3,749	3,669	3,685
Other	-	20	45
	297,348	330,964	257,755
EXPENSE			
General government	21,358	19,342	17,834
Planning & development services	7,748	6,905	6,456
Protective services	69,316	71,350	68,161
Parks, recreation, culture & libraries	34,154	42,915	42,826
Transit	14,910	15,230	11,588
Engineering	34,393	46,686	47,052
Dyking, drainage & irrigation	3,907	3,945	4,854
Waterworks	12,119	16,179	14,939
Sanitary sewer	12,305	13,007	12,922
Airport	3,967	6,232	6,445
	214,177	241,791	233,077
ANNUAL SURPLUS	83,171	89,173	24,678
	1,561,135	1,561,135	1,536,457
ACCUMULATED SURPLUS, END OF YEAR	\$1,644,306	\$1,650,308	\$1,561,135

See notes to Consolidated Financial Statements.

CONSOLIDATED STATEMENT OF CASH FLOW

For the year ended December 31, 2018 with comparative information for 2017
in thousands

	2018	2017
OPERATING ACTIVITIES		
Annual Surplus	\$ 89,173	\$ 24,678
Non-cash items included in annual surplus:		
Amortization expense	39,806	42,158
Contributed tangible capital assets	(23,277)	(3,423)
Transferred tangible capital assets	(37,321)	-
Loss/(gain) on disposal of tangible capital assets	271	(342)
Recognition of restricted revenue	(6,282)	(9,583)
Changes in non-cash operating items:		
Accounts receivable	(6,807)	(4,327)
Inventories	(199)	(96)
Pre-paid expenses	(55)	558
Accounts payable and accrued liabilities	7,882	12,227
Deferred revenue	(325)	10,949
	<u>62,867</u>	<u>72,799</u>
INVESTING ACTIVITIES		
Increase in portfolio investments	(53,286)	(95,596)
FINANCING ACTIVITIES		
Collection of and interest on restricted revenue	29,318	25,947
Debt principal repaid	(3,394)	(3,357)
	<u>25,924</u>	<u>22,590</u>
CAPITAL ACTIVITIES		
Proceeds from disposal of tangible capital assets	323	1,876
Acquisition of tangible capital assets	(36,341)	(17,218)
	<u>(36,018)</u>	<u>(15,342)</u>
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(513)	(15,549)
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	<u>18,802</u>	<u>34,351</u>
CASH AND CASH EQUIVALENTS, END OF YEAR	<u>\$ 18,289</u>	<u>\$ 18,802</u>

See notes to Consolidated Financial Statements.

2018 CONSOLIDATED FINANCIAL STATEMENTS

CONSOLIDATED STATEMENT OF CHANGE IN NET FINANCIAL ASSETS/(DEBT)

For the year ended December 31, 2018 with comparative information for 2017
in thousands

	2018 Plan (Note 19)	2018 Actual	2017 Actual
ANNUAL SURPLUS	\$ 83,171	\$ 89,173	\$ 24,678
TANGIBLE CAPITAL ASSETS:			
Acquisition of tangible capital assets	(180,836)	(36,341)	(17,218)
Contributed tangible capital assets	-	(23,277)	(3,423)
Transferred tangible capital assets	-	(37,320)	-
Amortization	-	39,806	42,158
Proceeds from disposal of tangible capital assets	-	323	1,876
Loss/(gain) on disposal of tangible capital assets	-	271	(342)
	(180,836)	(56,538)	23,052
OTHER NON-FINANCIAL ASSETS:			
(Increase)/decrease in inventory	-	(199)	(96)
(Increase)/decrease in pre-paid expenses	-	(55)	558
	-	(254)	463
INCREASE/(DECREASE) IN NET FINANCIAL ASSETS	(97,665)	32,381	48,191
NET FINANCIAL ASSETS, BEGINNING OF YEAR	193,038	193,038	144,848
NET FINANCIAL ASSETS, END OF YEAR	\$ 95,373	\$ 225,421	\$ 193,038

See notes to Consolidated Financial Statements.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2018 (Tabular amounts are in thousands of dollars)

The Notes to the Consolidated Financial Statements are an integral part of the financial statements. They explain the significant accounting and reporting policies and principles underlying these statements. They also provide relevant supplementary information and explanations.

1. SIGNIFICANT ACCOUNTING POLICIES:

The accounting policies of the City conform to generally accepted accounting policies for local government financial reporting in British Columbia. The Consolidated Financial Statements have been prepared in accordance with current standards issued by the Public Sector Accounting Board of the Chartered Professional Accountants of Canada.

(a) Principles of Consolidation:

With the exception of the Cemetery Care Trust Fund, the Consolidated Financial Statements include all of the funds of the City. Inter-fund transactions, fund balances, and activities have been eliminated on consolidation. The funds of the City include General, Water, Sewer, Airport, Operating, Capital, and Reserve Funds. The Cemetery Care Trust Fund is excluded from the Consolidated Financial Statements and is reported separately. The regional waterworks (supply) and sanitary sewer (treatment plant) utilities, whose ownership transferred from the Fraser Valley Regional District (FVRD) jointly to the City of Abbotsford and District of Mission on January 1, 2005, are consolidated in the City's financial statements, with the District of Mission's minority interest removed.

(b) Fund Accounting:

The resources and operations of the City have been segregated for accounting and financial reporting purposes into the following funds, which are presented as supplementary information:

Operating Funds: Operating funds report the principal activities of General, Water, Sewer, and Airport operations.

Capital Funds: Capital funds report the acquisition and disposal of property and equipment and their related financing.

Reserve Funds: Reserve funds report the assets held for specific future requirements.

(c) Financial Plan:

The Community Charter (Section 165) requires revenues and expenses to be in accordance with the five-year financial plan adopted annually by Council. The 2018 Plan amounts in the financial statements reflect the first year of the five-year financial plan adopted by Council on December 18, 2017, with the exception of adjustments detailed in Note 19 to the Consolidated Statements.

2018 CONSOLIDATED FINANCIAL STATEMENTS

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2018 (Tabular amounts are in thousands of dollars)

1. SIGNIFICANT ACCOUNTING POLICIES: continued

(d) Cash and Cash Equivalents:

Cash and cash equivalents include cash as well as deposits in the Municipal Finance Authority short-term money market investment pool. These investments are highly liquid and are readily convertible to known amounts of cash.

(e) Portfolio Investments:

Portfolio investments are carried at cost, with the exception of Municipal Finance Authority pooled investments, which are carried at market value. When, in the opinion of management, there is a permanent decline in value, investments are written down to their net realizable value.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2018 (Tabular amounts are in thousands of dollars)

1. SIGNIFICANT ACCOUNTING POLICIES: continued

(f) Non-Financial Assets:

Tangible capital assets, inventories and pre-paid expenses are recorded as non-financial assets. Non-financial assets are not available to discharge existing liabilities and are held to provide City services in future periods. They have useful lives extending beyond the current year and are not intended for sale in the ordinary course of operations.

Intangible capital assets, such as water rights and mineral resources, are not recorded in the financial statements.

Tangible Capital Assets

Capital Assets are recorded at cost, net of capital asset disposals, write-downs and amortization. The useful life is applied on a straight-line basis to calculate amortization.

	Major Asset Category	Useful Life Range (years)
General	Land	n/a
	Land Improvements	10 - 20
	Park Improvements	10 - 50
	Buildings	10 - 50
	Machinery, Equipment, Vehicles	4 - 20
Infrastructure	Airport	20 - 125
	Water	20 - 75
	Sewer	20 - 75
	Transportation	15 - 75
	Storm Drainage & Detention	50 - 100
	Dyking, Drainage & Irrigation	20 - 100

Tangible capital assets, including construction-in-progress, are recorded at cost. Amortization on tangible capital assets begins at the point in time the asset is substantially complete and ready for use. Contributed tangible capital assets are recorded at fair value at the date of contribution using various methods including appraisal, assessed values or in-house estimation.

2018 CONSOLIDATED FINANCIAL STATEMENTS

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2018 (Tabular amounts are in thousands of dollars)

1. SIGNIFICANT ACCOUNTING POLICIES: continued

(g) Accrued Liabilities:

Liabilities can arise from contracts and agreements, government legislation, constructive obligations, and equitable obligations.

(h) Financial Instruments:

The City's financial instruments consist of cash, accounts receivable, portfolio investments, accounts payable and accrued liabilities, and long-term debt. Unless otherwise indicated, it is management's opinion that the City is not exposed to any significant interest, credit or currency risks arising from these financial instruments. Unless otherwise noted, fair values approximate carrying values.

(i) Revenue Recognition:

Sources of revenue are recorded on the accrual basis and recognized when earned. Revenue unearned in the current period is reported on the balance sheet as deferred revenue. Property taxes are recognized as revenue in the year to which they pertain, as authorized by the Council through adoption of the tax rate bylaw.

(j) Expense Recognition:

Expenses are recognized on the accrual basis in the period they are incurred.

(k) Government Transfers:

Government transfers received by the City are recognized as revenue once the transfer has been authorized by the transferring government and the City has met any eligibility requirements (e.g. completion of agreed-upon capital works). However, in cases where stipulations have been imposed by the transferring government on the City with respect to the use or retention of funds already transferred, and those stipulations have not yet been met, a liability is recognized.

Transfers from the City to other agencies are normally granted only in return for services provided to the community. As such, they would be recognized on the same basis as other expenses.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2018 (Tabular amounts are in thousands of dollars)

1. SIGNIFICANT ACCOUNTING POLICIES: continued

(l) Use of Estimates:

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements, and the reported revenue and expenses during the reporting period. Significant areas requiring the use of management estimates relate to the determination of employee post-retirement benefits, liability claims, landfill restoration costs, allowance for doubtful accounts receivable, provision for contingencies, historical tangible capital asset costs for those acquired prior to 2008, and timing of new asset recognition. Actual results could differ from management's best estimates as additional information becomes available. Adjustments, if any, are recorded or disclosed in the financial statements in the period that the change in estimate is made, as well as in the period of settlement.

(m) Contaminated Sites:

Contaminated sites are defined as the result of contamination being introduced in air, soil, water or sediment of a chemical, organic, or radioactive material or live organism that exceeds an environmental standard.

A liability for remediation of contaminated sites is recognized, net of any expected recoveries, when all of the following criteria are met:

- a) an environmental standard exists
- b) contamination exceeds the environmental standard
- c) the organization is directly responsible or accepts responsibility for the liability
- d) future economic benefits will be given up, and
- e) a reasonable estimate of the liability can be made.

(n) Comparative Figures:

The financial statements have been reclassified, where applicable, to conform to the presentation used in the current year. The changes do not affect prior years' surplus.

2018 CONSOLIDATED FINANCIAL STATEMENTS

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2018 (Tabular amounts are in thousands of dollars)

2. CASH AND CASH EQUIVALENTS:

	2018	2017
Cash	\$ 13,243	\$ 9,497
MFA short-term money-market investment pools	5,046	9,305
	<u>\$ 18,289</u>	<u>\$ 18,802</u>

3. ACCOUNTS RECEIVABLE:

	2018	2017
Fees and charges	\$ 14,353	\$ 13,621
Taxes	5,720	4,794
Grants	3,960	1,050
Development cost charges	13,465	10,739
Local improvement/service charges	4,032	4,517
	<u>\$ 41,530</u>	<u>\$ 34,722</u>

All accounts receivable are reported net of allowances for doubtful accounts.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2018 (Tabular amounts are in thousands of dollars)

4. PORTFOLIO INVESTMENTS:

The investment portfolio includes bonds of Chartered Banks and Provincial Governments; deposits and notes of Chartered Banks and Credit Unions; and deposits in the Municipal Finance Authority long-term investment pools.

	2018		2017	
	Cost	Market	Cost	Market
	\$ 416,372	\$ 416,373	\$ 363,086	\$ 363,112
	Short-term	Long-term	Short-term	Long-term
Duration	less than 2 years	2 - 10 years	less than 2 years	2 - 10 years
Average holdings	343,374	25,601	265,278	24,725
Annual yield	2.28 %	2.29 %	1.94 %	2.47 %

2018 CONSOLIDATED FINANCIAL STATEMENTS

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2018 (Tabular amounts are in thousands of dollars)

5. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES:

	2018	2017
Accounts payable:		
Trade payables	\$ 21,394	\$ 17,149
Deposits	30,768	28,547
Tax prepayments	13,459	12,887
Salaries and wages	4,905	5,068
Due to Cemetery Care Trust Fund	753	374
Accounts payable and accrued liabilities:		
Retirement allowance liability	11,789	11,103
Liability claims	248	657
Vacation pay	2,049	1,598
Landfill restoration liability	1,163	1,264
Long-term payables	-	561
Current portion of long-term payables	561	-
	<u>\$ 87,089</u>	<u>\$ 79,208</u>

(a) Retirement Allowance Liability:

The City provides certain earned benefits at retirement, including post-employment service pay (retirement allowance liability for the City), accumulated vested sick leave (only applicable to Police Association members), and additional vacation in the year of retirement.

The post-employment service pay is estimated for individual employees, based on projected salary costs at the time of anticipated retirement, and discounting expected pay-outs over estimated years of service. The expected retirement allowance liability is accrued based on a normal retirement age or actual age, whichever is greater. The retirement allowance liability requires no contribution from employees.

In 2018, an independent actuarial valuation of the retirement allowance liability was performed. The actuarial valuation for these benefits was updated to determine the City's benefit obligation as at December 31, 2018. The difference between the actuarially determined benefit obligation of \$12,828,000 and the accrued benefit liability of \$11,789,000 as at December 31, 2018, was an unamortized actuarial loss of \$1,039,000, (2017 loss - \$2,028,000) which is being amortized over a period equal to the employees' average remaining service lifetime. The next actuarial valuation will be as at December 31, 2019.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2018 (Tabular amounts are in thousands of dollars)

5. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES: continued

- (a) **Retirement Allowance Liability:**
will be as at December 31, 2019.

	2018	2017
Actuarial benefit obligation	\$ 12,828	\$ 13,131
Unamortized actuarial gain/(loss)	(1,039)	(2,028)
Accrued benefit liability	<u>\$ 11,789</u>	<u>\$ 11,103</u>

Accrued benefit liability:

	2018	2017
Balance, beginning of year	\$ 11,103	\$ 10,569
Current service cost	1,023	946
Interest cost	411	430
Plan amendment cost	52	-
Benefits paid	(992)	(981)
Amortization of net actuarial loss/(gain)	192	139
Balance, end of year	<u>\$ 11,789</u>	<u>\$ 11,103</u>

2018 CONSOLIDATED FINANCIAL STATEMENTS

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2018 (Tabular amounts are in thousands of dollars)

5. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES: continued

(a) Retirement Allowance Liability:

Actuarial Assumptions used to determine the benefit obligation:

	2018	2017
Discount rate	3.3 %	3.0 %
Expected average annual wage and salary increase - Fire & Police	2.5 %	2.5 %
Expected average annual wage and salary increase - all others	2.5 %	2.5 %

(b) Landfill Restoration Liability:

Closure and post-closure care requirements are established by a number of regulations: British Columbia's Contaminated Sites Regulation and Hazardous Waste Regulation, both under the Environmental Management Act and BC Ministry of Environment permits.

There are two landfills subject to these regulations - Valley Road Landfill and Trethewey Street Landfill - that were operated and closed to various stages between 1978 and 1989. The Trethewey site has been inactive since 1985. The Valley Road site recently re-opened its permit to deposit sediment dredged from the Sumas River.

Costs related to closure and post-closure activities at these sites include drainage control, leachate monitoring and collection, gas monitoring and recovery, final ground cover, closure assessment and planning, and regulatory approvals.

The Trethewey Street Landfill site is expected to require care up to and including the year 2040, primarily for gas collection. Further care requirements may be determined from a closure plan prepared by a qualified independent consultant, as required by BC Ministry of Environment permits. The closure plan should be completed in 2019.

The Valley Road Landfill Closure Plan was largely complete at the end of 2014, however, a 2015 review indicated that the majority of the wood waste had decomposed and therefore, the completion of the closure plan was deferred until the removal of the remaining woodwaste could be completed. The Valley Road Landfill site is expected to require care up to and including the year 2030, primarily for environmental monitoring and for construction of final cover over the cells now accepting Sumas River sediment. The capacity of the site for river sediment is estimated by the closure plan at 67,500 cubic meters, none of which had been used at the end of 2018. This capacity is projected to be fully used by 2025.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2018 (Tabular amounts are in thousands of dollars)

5. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES: continued

(b) Landfill Restoration Liability:

The liability of \$1,163,000, at December 31, 2018 (2017 - \$1,264,000), is calculated based on the discounted estimated future cash flows associated with closure and post-closure activities for existing waste at the two landfills. An additional \$777,000 (present value) is estimated to be required for closure activities related to future sediment deposits at the Valley Road site; however, since none of the capacity of future sediment deposits have been used, no current liability exists for these closure costs.

The discount rate used in 2018 was 3.3% (2017 – 3.0%) and the inflation rate used in 2018 was 2.0% (2017 - 2.0%). Landfill closure costs in 2018 were \$134,896 (2017 - \$78,493). There are no assets designated for settling the post-closure care liability.

	<u>2018</u>	<u>2017</u>
Restoration liability, beginning of year	\$ 1,264	\$ 1,074
Adjustment to liability	(101)	190
Restoration liability, end of year	<u>\$ 1,163</u>	<u>\$ 1,264</u>

(c) Liability for Contaminated Sites:

The City has determined that as of December 31, 2018, no contamination in excess of an environmental standard exists related to sites not in productive use for which the City is responsible.

2018 CONSOLIDATED FINANCIAL STATEMENTS

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2018 (Tabular amounts are in thousands of dollars)

6. RESTRICTED REVENUE LIABILITY:

	Development cost charges	Development fees	Airport fees	2018 Total	2017 Total
Balance December 31, 2017	\$ 43,678	\$ 23,821	\$ 2,078	\$ 69,577	\$ 53,212
Add:					
Current year contributions	23,767	3,601	498	27,866	24,904
Interest	953	499	-	1,452	1,044
	68,398	27,921	2,576	98,895	79,160
Deduct amounts recognized as revenue in current year					
Developer charges earned:					
Capital expenditures	3,439	2,843	-	6,282	8,990
Airport fees:					
Eligible airport expenditures	-	-	-	-	593
	3,439	2,843	-	6,282	9,583
Balance, December 31, 2018	\$ 64,959	\$ 25,078	\$ 2,576	\$ 92,613	\$ 69,577

The restricted revenue liability primarily represents funds received from developers for capital infrastructure and minor capital expenditures required as a result of their development projects. As these funds are expended, the liability will be reduced and the amount expended will be recorded as revenue.

(a) Development Cost Charges (DCC)

Developers are entitled to pay development cost charges (DCCs) in equal installments over three years if the total amount payable is equal to, or greater than, \$50,000. Installments due for the next two years are recorded as accounts receivable and are guaranteed by the developer by providing a letter of credit payable on demand to the City of Abbotsford for the remaining amount of DCCs owing. As at December 31, 2018, the amount of DCCs due over the next two years is \$13,465,083 (2017 - \$10,739,221).

Assets are not physically segregated to meet the requirements of the restricted revenues. The liability will be settled with the proceeds of accounts receivable and/or investments.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2018 (Tabular amounts are in thousands of dollars)

6. RESTRICTED REVENUE LIABILITY: continued

(a) Development Cost Charges (DCC)

	2018	2017
Development cost charges:		
Storm drainage	\$ 12,439	\$ 11,641
Parks	16,287	10,975
Waterworks - supply	15,928	11,796
Waterworks - distribution	1,325	1,001
Sanitary sewer - collection	5,074	3,832
Sanitary sewer - treatment plant	5,115	2,759
Roads	8,791	1,674
	<u>\$ 64,959</u>	<u>\$ 43,678</u>

(b) Development Fees

Development fees are charges collected from developers to fund specified improvements related to proposed developments.

(c) Airport Fees

Airport fees consist of airport improvement fees collected from passengers, and customer facility charges collected from the car rental companies, used to fund the passenger terminal and other capital improvements to airport facilities and grounds.

2018 CONSOLIDATED FINANCIAL STATEMENTS

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2018 (Tabular amounts are in thousands of dollars)

7. DEFERRED REVENUE:

	December 31, 2017	Externally restricted inflows	Revenue earned	December 31, 2018
Fees and charges	\$ 2,843	\$ 11,120	\$ (10,949)	\$ 3,014
Grants	13,346	12,131	(12,627)	12,850
	<u>\$ 16,189</u>	<u>\$ 23,251</u>	<u>\$ (23,576)</u>	<u>\$ 15,864</u>

8. LONG-TERM DEBT:

The City carries no debt for others. Debenture debt principal is reported net of repayments and actuarial adjustments balances, and interest expense is reported net of actuarial earnings. All long-term debt is payable in Canadian dollars. Amounts of principal payments estimated to be required in each of the next five years and thereafter are listed below:

	Total
2019	\$ 3,515
2020	3,656
2021	3,802
2022	3,954
2023	4,112
2024 and thereafter	36,165
	<u>\$ 55,204</u>

All debt is held by the General Capital fund. Interest rates on borrowed funds are disclosed in the accompanying debt schedules (see Exhibit 5). The City's interest expense on long-term debt totaled \$3,146,800 in 2018 (2017 - \$3,278,800).

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2018 (Tabular amounts are in thousands of dollars)

9. TANGIBLE CAPITAL ASSETS:

Tangible Capital Assets consist of the following:

	2018	2017
General		
Land	441,222	386,241
Land improvements	6,962	6,522
Park improvements	20,495	22,313
Buildings	104,192	107,778
Machinery & equipment	6,063	7,683
Vehicles	12,733	12,336
Infrastructure		
Airport	24,918	25,938
Waterworks	230,248	231,539
Sanitary sewer	154,419	156,882
Transportation	186,628	194,060
Storm drainage and detention	180,175	181,705
Dyking, drainage & irrigation	19,462	20,192
Assets under construction	35,197	12,987
	<u>\$ 1,422,714</u>	<u>\$ 1,366,176</u>

See Exhibit 3 for a continuity schedule of Tangible Capital Assets.

The value of contributed capital assets received and recognized in the year 2018 from developers, for various infrastructure works and related land and parks is \$23,277,000 (2017 – \$3,423,000). In addition, the City received \$37,321,000 (2017 - nil) in parks from other governments.

Art and historic treasures are held by the City in its museum and arts centre. Due to the subjective nature of the assets, they are not included in the values shown on the financial statements.

2018 CONSOLIDATED FINANCIAL STATEMENTS

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2018 (Tabular amounts are in thousands of dollars)

10. INVENTORIES:

Inventories are valued at the lower of cost and net realizable value, on a weighted average basis. The following table represents the inventory values:

	2018	2017
Stock	\$ 673	\$ 451
Fuel	49	31
Gravel	741	782
	<u>\$ 1,463</u>	<u>\$ 1,264</u>

11. PRE-PAID EXPENSES:

Pre-paid expenses are cash disbursements that have been made prior to the related benefits being received. Examples include insurance and software licensing.

	2018	2017
General	\$ 649	\$ 614
Abbotsford Centre	61	41
	<u>\$ 710</u>	<u>\$ 655</u>

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2018 (Tabular amounts are in thousands of dollars)

12. ACCUMULATED SURPLUS:

	<u>2018</u>	<u>2017</u>
Unappropriated Balance		
General operations	\$ 19,570	\$ 19,570
Waterworks operations	4,265	4,265
Sanitary sewer operations	5,799	5,799
Airport operations	1,176	1,176
	<u>30,810</u>	<u>30,810</u>
Appropriated Surplus		
General operations reserve	51,293	47,515
Statutory capital reserves	199,084	173,872
	<u>250,377</u>	<u>221,387</u>
Investment in tangible capital assets	1,366,948	1,307,016
Investment in other non-financial assets	2,173	1,919
	<u>1,650,308</u>	<u>1,561,135</u>
Total Accumulated Surplus	<u><u>\$1,650,308</u></u>	<u><u>\$1,561,135</u></u>

The Unappropriated Surplus is the amount of Accumulated Surplus remaining after deducting the Investment in Tangible Capital Assets, Investment in Other Non-Financial Assets and the Appropriated Surplus balances. Where this amount is supported by cash and net short-term receivables, it is available to temporarily finance operations until planned revenues (i.e., property taxes, grants, etc.) are received, or for other operating or capital purposes as determined by Council.

Appropriated Surplus is the amount of Accumulated Surplus, supported by a portion of the City's cash and receivables that has been set aside for a specified purpose. The Statutory Capital Reserves have been established through bylaw in accordance with the Community Charter, and their use is restricted by the legislation. In the normal course of operations, these funds will be used to finance the future services or capital works for which they have been appropriated.

2018 CONSOLIDATED FINANCIAL STATEMENTS

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2018 (Tabular amounts are in thousands of dollars)

13. SUPPLEMENTAL CASH FLOW INFORMATION:

The net operating revenue of the City includes the following cash flows relating to interest received and paid:

	2018	2017
Interest paid	\$ 3,329	\$ 3,329
Interest received	\$ 7,158	\$ 5,205

14. SUPPLEMENTAL GRANT REVENUE INFORMATION:

The City of Abbotsford may receive grant revenue from the Federal, Provincial or other level of governments. The following is a breakdown of the grant revenue recognized from each level of government:

	2018	2017
Federal transfers	\$ 5,954	\$ 5,893
Provincial transfers	13,112	10,614
Other transfers	38,370	-
Total grant revenue	\$ 57,436	\$ 16,507

15. EXPENSE BY OBJECT:

	2018	2017
Salaries and benefits	\$ 105,261	\$ 102,164
Operating goods and services	65,841	60,469
Minor capital projects	10,793	9,905
Amortization	39,806	42,158
Loss (gain) on disposal of tangible capital assets	271	(342)
Transfer payments to other governments and agencies	16,672	15,444
Long-term debt interest	3,147	3,279
Total expense by object	\$ 241,791	\$ 233,077

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2018 (Tabular amounts are in thousands of dollars)

16. CONTINGENT LIABILITIES:

(a) Fraser Valley Regional District (FVRD):

The City, as a member of the FVRD, is jointly and severally liable for the net capital liabilities of the FVRD.

(b) Third party claims:

The City is involved in certain legal actions. Although the actual outcome of these claims is currently indeterminable, in 2018 the City reports a liability of \$248,231 (2017 – \$657,062) which, at this time, is management's best estimate of expected future settlements.

(c) Municipal Pension Plan:

The City and its employees contribute to the Municipal Pension Plan (the Plan), a jointly trustee pension plan. The board of trustees, representing Plan members and employers, is responsible for overseeing the management of the Plan, including investment of the assets and administration of benefits. The Plan is a multi-employer defined-benefit pension plan. Basic pension benefits provided are based on a formula. The Plan has about 197,000 active members and approximately 95,000 retired members. Active members include approximately 1,000 contributors from the City of Abbotsford.

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.

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

The most recent actuarial valuation as at December 31, 2015 indicated a \$2,224,000,000 funding surplus for basic pension benefits. As a result of the 2015 basic account actuarial valuation surplus and pursuant to the joint trustee agreement, \$1,927,000,000 was transferred to the rate stabilization account and \$297,000,000 of the surplus ensured the required contribution rates remained unchanged. The next valuation will be as at December 31, 2018, with results available in 2019. The City of Abbotsford paid \$9,549,664 (2017 - \$9,386,076) for employer contributions while employees contributed \$7,556,457 (2017 - \$7,317,592) to the plan in fiscal 2018.

2018 CONSOLIDATED FINANCIAL STATEMENTS

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2018 (Tabular amounts are in thousands of dollars)

16. CONTINGENT LIABILITIES: continued

(d) Municipal Finance Authority:

The loan agreements with the Municipal Finance Authority provide that, if the Authority does not have sufficient funds to meet payments on its obligations, it shall make payments from a debt issue's Debt Reserve Fund which is established by a similar Debt Reserve Fund in the municipality and all other borrowing participants. If the Debt Reserve Fund is deficient, the Authority's obligations become a liability of the Regional District and may become a liability of the participating municipalities.

The Debt Reserve Fund related to any particular debt issue is equal to one-half the average annual principal and interest installment. This amount is payable to the Authority at the time of issue, either in full or in an amount equal to one percent of the principal amount borrowed. The balance is secured by a non-interest-bearing demand note. The monies paid into the Debt Reserve Fund and interest that the fund earns are obligations of the Authority to its clients.

The City has a cash receivable with the Authority, from the one percent paid to the Debt Reserve Fund, totaling \$1,185,285 (2017 - \$1,160,046). The balance of the City's portion of the Debt Reserve Fund totals \$2,442,730 (2017 - \$2,442,730), for which the City has also executed demand notes in connection with each debenture totaling \$2,442,730 (2017 - \$2,442,730), whereby the City may be required to loan extra amounts to the Authority.

(e) Abbotsford International Airport:

The City of Abbotsford acquired the Abbotsford International Airport from Transport Canada on January 1, 1997, for the nominal cost of ten dollars. Property and equipment transferred to the City were recorded at fair value. Conditions of the transfer agreement require that the property and equipment transferred to the City must be used for the operation of the airport. In the event the City ceases to operate the airport, the property and equipment will transfer back to Transport Canada for proceeds of ten dollars.

(f) Agricultural Land Commission:

In 2005, the City applied to the Agricultural Land Commission (ALC) for a permit (No. MM-36161) to extract aggregate on airport property located in the Agricultural Land Reserve. The application proposed the extraction of approximately 150,000 cubic metres of aggregate over approximately 9 hectares of the site. After extraction is complete, the property will be reclaimed as specified in a report from a Professional Agrologist. To ensure successful reclamation, the ALC required a financial security of \$250,000 be posted in favour of the ALC.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2018 (Tabular amounts are in thousands of dollars)

17. CONTRACTUAL OBLIGATIONS:

Contracts entered into and not complete at the end of the fiscal year will become liabilities once the terms of the contracts are met. The nature and extent of the related expenditures are as follows:

	Extent of Contracts	Estimated Remaining Expenditure
Airport services	\$ 4,586	\$ 1,248
Drainage construction	601	350
Parks construction	8,470	6,130
Road construction	36,524	10,170
Waterworks construction	1,435	984
Sanitary sewer construction	3,575	1,910
Vehicles & equipment	1,834	1,834
Operational services	4,005	1,463
Building construction	3,351	1,516
	\$ 64,381	\$ 25,605

2018 CONSOLIDATED FINANCIAL STATEMENTS

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2018 (Tabular amounts are in thousands of dollars)

18. CONTRACTUAL RIGHTS:

The City of Abbotsford has entered into contracts for various grants, property rental and rights to revenues, and is scheduled to receive the following amounts under those contracts:

	<u>Extent of Contracts</u>
2019	\$ 17,780
2020	7,191
2021	994
2022	528
2023	505
2024 and thereafter	1,599
	<u>\$ 28,597</u>

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2018 (Tabular amounts are in thousands of dollars)

19. 2018 BUDGET FIGURES:

The budget figures included in the financial statements reflect the amended planned budget adopted through Bylaw No. 2823-2018 on May 7, 2018. The City of Abbotsford has elected to present the amended budget, which was adopted prior to the tax rates bylaw, as it reflects the City's comprehensive budget figures and includes on-going prior years' commitments related to capital expenditures and relevant government grants.

Revenues	Annual Budget	Amended Budget	Change
Municipal assessment taxes	\$ 141,279	\$ 141,279	\$ -
Fees and charges	70,195	70,195	-
Developer charges earned	4,763	16,415	11,652
Contributions from other governments	3,878	3,878	-
Government grants	20,823	52,010	31,187
Rent	5,351	5,351	-
Interest and penalties	2,250	2,250	-
Other sources	6,625	12,198	5,573
	<u>\$ 255,163</u>	<u>\$ 303,575</u>	<u>\$ 48,412</u>
Expenses			
Capital Expenses	61,198	180,837	119,639
Protective services	68,247	68,830	583
Parks, recreation and cultural services	30,011	30,011	-
Engineering services	23,658	23,810	152
General Government	20,969	22,382	1,413
Water Services	10,775	11,537	762
Sewer Services	9,255	9,357	102
Transit Services	11,917	11,917	-
Airport Services	3,767	3,767	-
Development Services	6,554	7,390	836
Dyking Services	2,947	2,947	-
Debt interest	3,198	3,198	-
Debt principal repayment	3,380	3,380	-
	<u>\$ 255,876</u>	<u>\$ 379,362</u>	<u>\$ 123,486</u>
Net Revenue (Expenses)	(713)	(75,787)	(75,074)
Debt proceeds	-	-	-
Transfers (to) from operating reserves	3,890	(13,196)	17,086
Transfers (to) from capital reserves	(4,605)	(62,592)	57,987
	<u>713</u>	<u>75,787</u>	<u>75,074</u>
Net budgeted surplus	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

2018 CONSOLIDATED FINANCIAL STATEMENTS

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2018 (Tabular amounts are in thousands of dollars)

19. 2018 BUDGET FIGURES: continued

Reconcile to Consolidated Statement of Operations	
Net Revenue (Expenses) per Bylaw 2823-2018	\$ (75,787)
Add:	
Capital expenditures	180,836
Debt principal repayment	3,380
Water/Sewer/Cemetery fund reserve revenue	951
Less:	
Minor capital expenses	(21,546)
Collections for other governments	(4,663)
Annual surplus per Statement of Operations	<u>\$ 83,171</u>

20. CEMETERY CARE TRUST FUND:

The Cemetery Care Trust Fund is excluded from the Consolidated Financial Statements and is reported separately. The City administers the Cemetery Care Trust Fund for the perpetual care and maintenance of City-owned cemeteries. As at December 31, 2018, the trust fund balance is \$3,974,532 (2017 - \$3,836,509).

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2018 (Tabular amounts are in thousands of dollars)

21. CITY SERVICES FINANCIAL INFORMATION:

This information enhances the transparency of financial reporting and supplements broader-based fund information. The service information helps with understanding the City organization and how it discharges its accountability obligations, and helps to understand performance and to make informed judgments about the major services provided. Major services and their functional responsibilities are described below:

General Government Services

- Legislative & support services
- Strategic planning, corporate communications & marketing
- Human resources
- Financial services
- Information technology
- Procurement
- Risk management
- Economic development
- Continuous improvement
- Housing services
- Provincial emergency response
- Bylaw enforcement
- Restorative justice

Police Protection

- Community policing
- Criminal investigations
- Patrol
- Victim services
- Traffic safety
- Crime prevention
- Community outreach

Fire Rescue Services

- Emergency incident response
- Firefighter training
- Fire inspections and investigations
- Fire safety programs
- Medical assistance
- Search & rescue
- City emergency response

Engineering

- Transportation infrastructure
(plan, design, construct, maintain)
- Mapping & survey
- Fleet vehicles
- Soil, gravel & rock removal management
- Municipal buildings maintenance

2018 CONSOLIDATED FINANCIAL STATEMENTS

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2018 (Tabular amounts are in thousands of dollars)

21. CITY SERVICES FINANCIAL INFORMATION: continued

Parks, Recreation & Culture

Recreation facilities & programs
Parks & open space
Health and wellness
Cemeteries
Cultural Centre
Abbotsford Centre
Library services

Solid Waste

Collection & disposal
Composting & recycling
Environmental education

Dyking & Irrigation

Dyking infrastructure
Water management of City dyking & drainage areas
Irrigation services & infrastructure

Sanitary Sewer

Sewer infrastructure (plan, design, construct, maintain)
Collecting & treating liquid waste

Airport

National & international flights
Passenger & cargo services

Planning & Development Services

Building construction regulations
Building inspections
Business licensing
Environmental protection
Land development
Long-range & social planning

Transit

Planning & management
Conventional transit
Custom transit (Handi-dart)

Drainage

Urban storm drainage infrastructure & water management
Rural storm drainage infrastructure & water management

Waterworks

Water infrastructure (plan, design, construct, maintain)
Water treatment
Potable water distribution
Conservation education

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2018 (Tabular amounts are in thousands of dollars)

22. SEGMENT INFORMATION – REVENUES & EXPENSES BY FUNCTION:

	2018 Plan	2018 Actual	2017 Actual
REVENUE			
GENERAL OPERATING FUND			
General government services	\$ 96,778	\$ 101,762	\$ 95,190
Planning & development services	6,096	8,637	7,736
Police services	52,011	53,005	50,857
Fire rescue services	268	346	340
Parks, recreation & culture services	6,645	8,194	6,690
Abbotsford Centre	4,673	7,838	7,627
Library services	4,755	4,755	4,632
Transit services	7,661	8,407	7,916
Engineering services	3,050	4,894	4,727
Solid waste services	8,596	8,224	8,148
Storm drainage services	3,688	3,717	3,690
Dyking, drainage and irrigation services	2,136	2,143	2,110
	<u>196,357</u>	<u>211,921</u>	<u>199,663</u>
WATERWORKS	18,458	19,955	18,024
SANITARY SEWER	12,839	14,492	13,440
AIRPORT	7,365	8,165	6,850
CAPITAL FUNDS	62,329	71,325	15,903
RESERVE FUNDS	-	5,107	3,881
	<u>297,348</u>	<u>330,964</u>	<u>257,761</u>
CONSOLIDATION ADJUSTMENTS	-	-	(6)
	<u>297,348</u>	<u>330,964</u>	<u>257,755</u>

2018 CONSOLIDATED FINANCIAL STATEMENTS

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2018 (Tabular amounts are in thousands of dollars)

22. SEGMENT INFORMATION – REVENUES & EXPENSES BY FUNCTION: continued

	2018 Plan	2018 Actual	2017 Actual
EXPENSES			
GENERAL OPERATING FUND			
General government services	20,302	18,893	17,294
Planning & development services	7,748	6,905	6,456
Police services	51,571	52,616	49,884
Fire rescue services	17,359	18,507	18,018
Parks, recreation & culture services	21,445	25,371	24,858
Abbotsford Centre	7,825	12,348	12,185
Library services	4,455	4,598	4,495
Transit services	11,920	12,718	11,588
Engineering services	13,631	26,803	27,425
Solid waste services	7,859	7,970	8,251
Storm drainage services	3,224	6,069	5,801
Dyking, drainage and irrigation services	2,947	3,788	3,746
	170,286	196,586	190,001
WATERWORKS	10,262	15,645	14,298
SANITARY SEWER	8,117	12,535	12,434
AIRPORT	3,967	6,232	6,445
CAPITAL FUNDS	21,546	10,793	9,905
	214,177	241,791	233,083
CONSOLIDATION ADJUSTMENTS	-	-	(6)
	214,177	241,791	233,077
ANNUAL SURPLUS	\$ 83,171	\$ 89,173	\$ 24,678

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2018 (Tabular amounts are in thousands of dollars)

23. REVENUES & EXPENSES BY FUNCTION LESS AMORTIZATION:

For the 2018 operating expenses, the City did not budget for amortization and gain/loss, non-cash expenses. The following table provides information on all City revenues and expenses compared to budget.

	2018 Plan	2018 Actual (less Amortization)	2017 Actual (less Amortization)
REVENUE			
GENERAL OPERATING FUND			
General government services	\$ 96,778	\$ 101,762	\$ 95,190
Planning & development services	6,096	8,637	7,736
Police services	52,011	53,005	50,857
Fire rescue services	268	346	340
Parks, recreation & culture services	6,645	8,194	6,690
Abbotsford Centre	4,673	7,838	7,627
Library services	4,755	4,755	4,632
Transit services	7,661	8,407	7,916
Engineering services	3,050	4,894	4,727
Solid waste services	8,596	8,224	8,148
Storm drainage services	3,688	3,717	3,690
Dyking, drainage and irrigation services	2,136	2,143	2,110
	<u>196,357</u>	<u>211,921</u>	<u>199,663</u>
WATERWORKS	18,458	19,954	18,024
SANITARY SEWER	12,839	14,491	13,440
AIRPORT	7,365	8,165	6,850
CAPITAL FUNDS	62,329	71,325	15,903
RESERVE FUNDS	-	5,107	3,881
	<u>297,348</u>	<u>330,964</u>	<u>257,761</u>
CONSOLIDATION ADJUSTMENTS	-	-	(6)
	<u>297,348</u>	<u>330,964</u>	<u>257,755</u>

2018 CONSOLIDATED FINANCIAL STATEMENTS

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

For the year ended December 31, 2018 (Tabular amounts are in thousands of dollars)

23. REVENUES & EXPENSES BY FUNCTION LESS AMORTIZATION: continued

	2018 Plan	2018 Actual (less Amortization)	2017 Actual (less Amortization)
EXPENSES			
GENERAL OPERATING FUND			
General government services	20,302	17,532	16,321
Planning & development services	7,748	6,905	6,456
Police services	51,571	51,511	48,694
Fire rescue services	17,359	17,646	16,894
Parks, recreation & culture services	21,445	22,038	20,561
Abbotsford Centre	7,825	10,712	9,514
Library services	4,455	4,408	4,290
Transit services	11,920	12,693	11,558
Engineering services	13,631	13,474	14,211
Solid waste services	7,859	7,903	8,196
Storm drainage services	3,224	2,391	2,148
Dyking, drainage and irrigation services	2,947	3,055	3,015
	<u>170,286</u>	<u>170,268</u>	<u>161,858</u>
WATERWORKS	10,262	9,101	7,839
SANITARY SEWER	8,117	7,232	7,196
AIRPORT	3,967	4,319	4,469
CAPITAL FUNDS	21,546	10,793	9,905
AMORTIZATION	-	39,806	42,158
LOSS/(GAIN) ON DISPOSAL OF TANGIBLE CAPITAL ASSETS	-	271	(342)
	<u>214,177</u>	<u>241,791</u>	<u>233,083</u>
CONSOLIDATION ADJUSTMENTS	-	-	(6)
	<u>214,177</u>	<u>241,791</u>	<u>233,077</u>
ANNUAL SURPLUS	<u>\$ 83,171</u>	<u>\$ 89,173</u>	<u>\$ 24,678</u>

STATEMENT OF FINANCIAL POSITION – BY FUND

As at December 31, 2018 with comparative information as at December 31, 2017
in thousands

EXHIBIT 1

	Operating Funds				Reserve Funds
	General	Waterworks	Sanitary Sewer	Airport	
FINANCIAL ASSETS					
Cash and cash equivalents	\$ 18,289	\$ -	\$ -	\$ -	\$ -
Due from other funds	1,410	15,439	14,950	3,780	250,377
Accounts receivable	28,711	6,357	2,321	428	-
Portfolio investments	416,372	-	-	-	-
	<u>464,782</u>	<u>21,796</u>	<u>17,271</u>	<u>4,208</u>	<u>250,377</u>
FINANCIAL LIABILITIES					
Accounts payable and accrued liabilities	86,352	171	357	209	-
Due to other funds	295,206	-	-	-	-
Restricted revenue	61,563	17,359	11,115	2,576	-
Deferred revenue	2,092	-	-	247	-
	<u>445,213</u>	<u>17,530</u>	<u>11,472</u>	<u>3,032</u>	<u>-</u>
Long-term debt	-	-	-	-	-
	<u>445,213</u>	<u>17,530</u>	<u>11,472</u>	<u>3,032</u>	<u>-</u>
NET FINANCIAL ASSETS	<u>19,569</u>	<u>4,266</u>	<u>5,799</u>	<u>1,176</u>	<u>250,377</u>
NON-FINANCIAL ASSETS					
Tangible capital assets	-	-	-	-	-
Inventories	1,463	-	-	-	-
Pre-paid expenses	710	-	-	-	-
	<u>2,173</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
ACCUMULATED SURPLUS	<u>\$ 21,742</u>	<u>\$ 4,266</u>	<u>\$ 5,799</u>	<u>\$ 1,176</u>	<u>\$250,377</u>

See notes to Consolidated Financial Statements.

2018 CONSOLIDATED FINANCIAL STATEMENTS

STATEMENT OF FINANCIAL POSITION – BY FUND

As at December 31, 2018 with comparative information as at December 31, 2017
in thousands

EXHIBIT 1 - Continued

Capital Funds					Consolidation Adjustments	Total 2018	Total 2017
General	Waterworks	Sanitary Sewer	Airport				
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	18,289	\$ 18,802
9,880	-	-	780	(296,616)	-	-	-
1,878	-	1,835	-	-	-	41,530	34,722
-	-	-	-	-	-	416,372	363,086
11,758	-	1,835	780	(296,616)	-	476,191	416,610
-	-	-	-	-	-	87,089	79,208
-	-	1,410	-	(296,616)	-	-	-
-	-	-	-	-	-	92,613	69,577
12,320	-	425	780	-	-	15,864	16,189
12,320	-	1,835	780	(296,616)	-	195,566	164,974
55,204	-	-	-	-	-	55,204	58,598
67,524	-	1,835	780	(296,616)	-	250,770	223,572
(55,766)	-	-	-	-	-	225,421	193,038
961,414	233,494	164,692	63,115	-	-	1,422,714	1,366,176
-	-	-	-	-	-	1,463	1,264
-	-	-	-	-	-	710	655
961,414	233,494	164,692	63,115	-	-	1,424,887	1,368,095
\$ 905,648	\$ 233,494	\$ 164,692	\$ 63,115	\$ -	\$ -	\$ 1,650,308	\$ 1,561,135

See notes to Consolidated Financial Statements.

STATEMENT OF FINANCIAL ACTIVITIES – BY FUND

As at December 31, 2018 with comparative information for 2017
in thousands

EXHIBIT 2

	Operating Funds				Reserve
	General Schedule A	Waterworks Schedule B	San Sewer Schedule C	Airport Schedule D	Funds Schedule R
REVENUE					
Municipal taxation	\$ 142,971	\$ -	\$ -	\$ -	-
Fees and charges	48,323	19,863	14,361	6,442	-
Developer charges earned	-	-	-	-	-
Contributed tangible capital assets	-	-	-	-	-
Grants and government transfers	16,171	-	-	-	-
Investment income	2,444	53	131	105	5,087
Rent	2,012	39	-	1,618	-
Other sources	-	-	-	-	20
Contributions (to)/from other funds	-	-	-	-	-
	<u>211,921</u>	<u>19,955</u>	<u>14,492</u>	<u>8,165</u>	<u>5,107</u>
EXPENSE					
General government services	17,530	-	-	-	-
Planning & development services	6,905	-	-	-	-
Protective services	69,157	-	-	-	-
Parks, recreation, culture, libraries	37,158	-	-	-	-
Transit services	12,693	-	-	-	-
Engineering services	23,766	-	-	-	-
Dyking, drainage and irrigation services	3,055	-	-	-	-
Waterworks services	-	9,101	-	-	-
Sanitary sewer services	-	-	7,232	-	-
Airport services	-	-	-	4,319	-
Amortization	26,403	6,284	5,207	1,912	-
Loss/(gain) on disposal of TCA	(86)	261	97	-	-
	<u>196,581</u>	<u>15,646</u>	<u>12,536</u>	<u>6,231</u>	<u>-</u>
ANNUAL SURPLUS/(DEFICIT)	<u>15,340</u>	<u>4,309</u>	<u>1,956</u>	<u>1,934</u>	<u>5,107</u>
RECONCILE TO BUDGET BASIS SURPLUS/(DEFICIT)					
Operating reserve	(2,798)	-	-	-	2,798
General capital reserve	(35,534)	-	-	-	9,133
Affordable housing reserve	-	-	-	-	200
Storm drainage capital reserve	-	-	-	-	(579)
Waterworks capital reserve	-	(10,853)	-	-	7,369
Sanitary sewer capital reserve	-	-	(7,260)	-	5,162
Airport capital reserve	-	-	-	(3,846)	(246)
Property acquisition reserve	-	-	-	-	46
Eliminate amortization and loss/gain	26,640	6,544	5,304	1,912	-
Internal borrowing (from general fund)	-	-	-	-	-
	<u>(11,692)</u>	<u>(4,309)</u>	<u>(1,956)</u>	<u>(1,934)</u>	<u>23,883</u>
Debt principal repayments	(3,394)	-	-	-	-
CHANGE IN INVENTORY/PRE-PAID EXPENSES	<u>254</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
ANNUAL SURPLUS/(DEFICIT)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>28,990</u>
SURPLUS, BEGINNING OF YEAR	<u>21,489</u>	<u>4,265</u>	<u>5,799</u>	<u>1,176</u>	<u>221,387</u>
SURPLUS, END OF YEAR	<u>\$ 21,743</u>	<u>\$ 4,265</u>	<u>\$ 5,799</u>	<u>\$ 1,176</u>	<u>\$ 250,377</u>

See notes to Consolidated Financial Statements.

2018 CONSOLIDATED FINANCIAL STATEMENTS

STATEMENT OF FINANCIAL ACTIVITIES – BY FUND

As at December 31, 2018 with comparative information for 2017
in thousands

EXHIBIT 2 - Continued

Capital Funds									
General Schedule Q	Waterworks Schedule Q	San Sewer Schedule Q	Airport Schedule Q	SUBTOTAL	Consolidation Adjustments	Total 2018	Total 2017		
\$ -	\$ -	\$ -	\$ -	\$ 142,971	\$ -	\$ 142,971	\$ 136,493		
535	(1)	(36)	1	89,488	-	89,488	82,664		
5,679	428	176	-	6,283	-	6,283	9,156		
20,555	1,652	1,070	-	23,277	-	23,277	3,423		
39,812	17	1,436	-	57,436	-	57,436	16,507		
-	-	-	-	7,820	-	7,820	5,782		
-	-	-	-	3,669	-	3,669	3,685		
-	-	-	-	20	-	20	45		
(335)	160	175	-	-	-	-	-		
66,247	2,256	2,821	1	330,964	-	330,964	257,755		
450	-	-	-	17,981	-	17,981	16,858		
-	-	-	-	6,906	-	6,906	6,456		
228	-	-	-	69,385	-	69,385	65,846		
598	-	-	-	37,757	-	37,757	35,654		
2,510	-	-	-	15,203	-	15,203	11,558		
5,844	-	-	-	29,611	-	29,611	30,133		
157	-	-	-	3,212	-	3,212	4,123		
-	534	-	-	9,635	-	9,635	8,480		
-	-	472	-	7,704	-	7,704	7,684		
-	-	-	-	4,319	-	4,319	4,469		
-	-	-	-	39,806	-	39,806	42,158		
-	-	-	-	272	-	272	(342)		
9,787	534	472	-	241,791	-	241,791	233,077		
56,460	1,722	2,349	1	89,173	-	89,173	24,678		
-	-	-	-	-	-	-	-		
26,041	353	7	-	-	-	-	-		
(200)	-	-	-	-	-	-	-		
579	-	-	-	-	-	-	-		
-	3,484	-	-	-	-	-	-		
-	-	2,098	-	-	-	-	-		
-	-	-	4,091	-	-	-	-		
(46)	-	-	-	-	-	-	-		
(26,640)	(6,544)	(5,304)	(1,912)	-	-	-	(253)		
-	-	-	-	-	-	-	253		
(266)	(2,707)	(3,199)	2,179	-	-	-	-		
3,394	-	-	-	-	-	-	-		
-	-	-	-	254	-	254	(463)		
59,588	(985)	(850)	2,180	89,173	-	89,173	24,678		
846,059	234,479	165,542	60,935	1,561,135	-	1,561,135	1,536,457		
\$ 905,647	\$ 233,494	\$ 164,692	\$ 63,115	\$ 1,650,308	\$ -	\$ 1,650,308	\$ 1,561,135		

See notes to Consolidated Financial Statements.

SCHEDULE OF TANGIBLE CAPITAL ASSETS

As at December 31, 2018 with comparative information for 2017
in thousands

EXHIBIT 3

	Cost					
	Opening Balance	Add		Less		Closing Balance
		Additions	Transfer from asset class	Disposals	Transfer to asset class	
General						
Land	\$ 386,241	\$ 54,896	\$ 107	\$ (22)	\$ -	\$ 441,222
Land improvements	16,092	849	15	-	-	16,956
Park improvements	62,491	-	-	-	-	62,491
Buildings	227,241	525	-	-	-	227,766
Machinery & equipment	35,015	455	360	(325)	-	35,505
Vehicles	32,192	1,794	1,018	(1,161)	-	33,843
Infrastructure						
Airport	37,141	-	-	-	-	37,141
Waterworks	336,710	4,015	1,208	(672)	-	341,261
Sanitary sewer	257,995	2,725	116	(240)	-	260,596
Transportation	533,395	3,506	1,015	(178)	-	537,738
Storm drainage	263,555	1,788	333	(113)	-	265,563
Dyking, drainage, & irrigation	51,463	2	-	-	-	51,465
Assets under construction	12,989	26,380	-	-	(4,172)	35,197
	<u>\$2,252,520</u>	<u>\$ 96,935</u>	<u>\$ 4,172</u>	<u>\$ (2,711)</u>	<u>\$ (4,172)</u>	<u>\$2,346,744</u>

See notes to Consolidated Financial Statements.

2018 CONSOLIDATED FINANCIAL STATEMENTS

SCHEDULE OF TANGIBLE CAPITAL ASSETS

As at December 31, 2018 with comparative information for 2017
in thousands

EXHIBIT 3 - Continued

Opening Balance	Accumulated Amortization		Closing Balance	Net Book Value Dec 31, 2018	Net Book Value Dec 31, 2017
	Add Amortization	Less Accumulated Amortization on Disposals			
\$ -	\$ -	\$ -	\$ -	441,222	\$ 386,241
9,570	425	-	(9,994)	6,962	6,522
40,179	1,818	(1)	(41,996)	20,495	22,313
119,463	4,111	-	(123,574)	104,192	107,778
27,331	2,409	(298)	(29,442)	6,063	7,683
19,857	2,309	(1,056)	(21,110)	12,733	12,336
11,203	1,020	-	(12,223)	24,918	25,938
105,174	6,254	(415)	(111,013)	230,248	231,539
101,113	5,207	(143)	(106,177)	154,419	156,882
339,333	11,919	(142)	(351,110)	186,628	194,060
81,849	3,602	(63)	(85,388)	180,175	181,705
31,270	733	-	(32,003)	19,462	20,192
-	-	-	-	35,197	12,987
<u>\$ 886,342</u>	<u>\$ 39,807</u>	<u>\$ (2,118)</u>	<u>\$ (924,030)</u>	<u>\$ 1,422,714</u>	<u>\$ 1,366,176</u>

See notes to Consolidated Financial Statements.

APPROPRIATED SURPLUS (RESERVES) CONTINUITY SCHEDULE

For the year ended December 31, 2018 with comparative information for 2017
in thousands

EXHIBIT 4

	Balance December 31, 2017	(To)/From Operating Fund	(To)/From Other Funds	Other Contributions	Interest Earned	Balance December 31, 2018
STATUTORY CAPITAL RESERVES						
General	\$ 66,642	\$ 34,740	\$ (25,527)	\$ 20	\$ 1,561	\$ 77,436
Storm drainage	12,598	266	(845)	-	275	12,294
Waterworks	33,396	11,206	(3,837)	-	792	41,557
Sanitary sewer	43,663	7,267	(2,105)	-	1,005	49,830
Airport	17,562	3,846	(4,091)	-	392	17,709
Affordable housing	11	200	-	-	1	212
Property acquisition	-	46	-	-	-	46
	<u>173,872</u>	<u>57,571</u>	<u>(36,405)</u>	<u>20</u>	<u>4,026</u>	<u>199,084</u>
GENERAL OPERATING RESERVE						
Planned Transfers						
New facility operations	2,481	-	-	-	59	2,540
Water system contingency	793	-	-	-	19	812
Insurance	2,405	-	-	-	54	2,459
Tradex operating reserve	17	95	(79)	-	1	34
Election	251	(257)	-	-	6	-
Community Works Fund	24,998	(1,109)	-	-	537	24,426
Climate action	1,402	396	-	-	33	1,831
Community projects	449	-	-	-	11	460
	<u>32,796</u>	<u>(875)</u>	<u>(79)</u>	<u>-</u>	<u>720</u>	<u>32,562</u>
Operating Surplus Transfers						
Police	3,353	680	(900)	-	89	3,222
Winter operations	1,246	800	-	-	30	2,076
Storm drainage	4,643	658	-	-	110	5,411
Sumas Prairie DDI	(94)	(64)	-	-	(4)	(162)
Matsqui Prairie DDI	45	-	-	-	1	46
Solid waste	258	(258)	-	-	(13)	(13)
Infrastructure Maintenance	1,398	590	-	-	33	2,021
	<u>10,849</u>	<u>2,406</u>	<u>(900)</u>	<u>-</u>	<u>246</u>	<u>12,601</u>
Other Transfers						
General government	2,081	501	(136)	-	49	2,495
Planning & Development	584	20	-	-	14	618
Fire Rescue Services	30	127	-	-	1	158
Engineering	127	120	136	-	3	386
Traffic fine revenue	204	-	-	-	5	209
Transit Provision	844	1,400	-	-	20	2,264
	<u>3,870</u>	<u>2,168</u>	<u>-</u>	<u>-</u>	<u>92</u>	<u>6,130</u>
	<u>47,515</u>	<u>3,699</u>	<u>(979)</u>	<u>-</u>	<u>1,058</u>	<u>51,293</u>
Total	<u>\$ 221,387</u>	<u>\$ 61,270</u>	<u>\$ (37,384)</u>	<u>\$ 20</u>	<u>\$ 5,084</u>	<u>\$ 250,377</u>

See notes to Consolidated Financial Statements.

2018 CONSOLIDATED FINANCIAL STATEMENTS

DEBT OUTSTANDING AND DEBT SERVICING BY FUND & FUNCTION

For the year ended December 31, 2018 with comparative information for 2017
in thousands

EXHIBIT 5

	Bylaw Number	MFA Issue Number	Year of Maturity	Interest Rate (%)	Debt Outstanding December 31 2017	2018 Debt Servicing			Debt Outstanding December 31 2018
						Principal	Interest	Total	
GENERAL FUND									
Parks, Recreation and Culture									
Abbotsford Centre	1586	102/103	2032	5.00	\$ 40,083	\$ 1,917	\$ 2,124	\$ 4,041	\$ 38,166
Cultural Centre	1587	102/103	2027	5.00	6,172	492	341	833	5,680
Community Centre	1588	102/103	2027	5.00	12,343	985	682	1,667	11,358
Total Long-term Debt					\$ 58,598	\$ 3,394	\$ 3,147	\$ 6,541	\$ 55,204

See notes to Consolidated Financial Statements.

SEGMENT INFORMATION – REVENUES BY TYPE & EXPENSES BY FUNCTION GENERAL OPERATING FUND

For the year ended December 31, 2018 with comparative information for 2017
in thousands

SCHEDULE A

	2018 Plan	2018 Actual	2017 Actual
REVENUE			
Municipal taxation:			
General	\$ 80,888	\$ 81,708	\$ 77,985
Police	49,461	49,461	47,178
Library	4,755	4,755	4,632
Dyking, drainage & irrigation	1,952	1,952	1,955
Utility tax	1,852	1,998	1,900
Business improvement assessment	274	309	300
Hotel tax	250	621	447
Grants in lieu of taxes:			
Federal government	1,005	1,077	1,082
Provincial governments and agencies	841	1,091	1,014
Fees and charges:			
Transit	2,570	3,114	2,686
Police	422	1,395	1,520
Solid waste	8,596	8,224	8,148
Storm drainage	3,688	3,716	3,690
Parks, recreation and culture	6,588	7,074	6,629
Abbotsford Centre	4,673	7,820	6,421
Other	3,163	5,678	5,134
Licenses and permits:			
Building permits	2,951	4,352	3,831
Soil removal fees	2,135	3,363	3,227
Business licences	1,060	1,367	1,016
Municipal License Plates	39	40	30
Secondary suite fees	1,254	1,355	1,321
Other licences and permits	516	824	917
Rental:			
Police	41	45	45
Other	2,025	1,967	1,991
Investment income	999	2,419	1,689
Municipal Finance Authority refunds	36	25	22
Grants and government transfers:			
Transit	5,091	5,293	5,230
Police	2,087	2,104	2,113
Other	7,145	8,774	7,510
	<u>196,357</u>	<u>211,921</u>	<u>199,663</u>

See notes to Consolidated Financial Statements.

2018 CONSOLIDATED FINANCIAL STATEMENTS

SEGMENT INFORMATION – REVENUES BY TYPE & EXPENSES BY FUNCTION GENERAL OPERATING FUND

For the year ended December 31, 2018 with comparative information for 2017
in thousands

SCHEDULE A - Continued

	2018 Plan	2018 Actual	2017 Actual
EXPENSE			
General government services (Schedule E)	20,302	17,532	16,321
Planning & development services (Schedule F)	7,748	6,905	6,456
Protective services			
Police services (Schedule G)	51,571	51,511	48,694
Fire rescue services (Schedule H)	17,359	17,646	16,894
Parks, recreation & culture services (Schedule I)	21,445	22,038	20,561
Abbotsford Centre (Schedule J)	7,825	10,712	9,514
Library services (Schedule K)	4,455	4,408	4,290
Transit services (Schedule L)	11,920	12,693	11,558
Engineering services (Schedule M)	13,631	13,474	14,211
Solid waste services (Schedule N)	7,859	7,903	8,196
Storm drainage services (Schedule O)	3,224	2,391	2,148
Dyking, drainage and irrigation services			
Matsqui Prairie (Schedule P)	1,167	1,200	1,142
Sumas Prairie (Schedule P)	1,780	1,855	1,873
	<u>170,286</u>	<u>170,268</u>	<u>161,858</u>
ANNUAL SURPLUS/(DEFICIT) BEFORE AMORTIZATION	26,071	41,657	37,805
Amortization (All Schedules)	-	26,403	28,743
Loss/(gain) on disposal of tangible capital assets (All Schedules)	-	(86)	(601)
ANNUAL SURPLUS/(DEFICIT)	<u>26,071</u>	<u>15,340</u>	<u>9,660</u>
RECONCILE TO CHANGE IN UNAPPROPRIATED SURPLUS			
Transfer to general capital reserve (asset sales)	-	(323)	(1,851)
Transfer to general capital reserve	(19,095)	(35,211)	(29,388)
Transfer to operating reserve	(6,093)	(12,505)	(10,960)
Transfer from operating reserve	2,497	9,707	5,439
Debt principal repayments	(3,380)	(3,394)	(3,357)
Inventory and pre-paid expenses	-	(254)	463
Eliminate amortization and loss/gain	-	26,640	29,994
CHANGE IN UNAPPROPRIATED SURPLUS	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See notes to Consolidated Financial Statements.

SEGMENT INFORMATION – REVENUES BY TYPE & EXPENSES BY FUNCTION WATERWORKS OPERATING FUND

For the year ended December 31, 2018 with comparative information for 2017
in thousands

SCHEDULE B

	2018 Plan	2018 Actual	2017 Actual
REVENUE			
Fees and charges:			
User rates	\$ 17,200	\$ 18,710	\$ 17,123
Other fees and charges	1,077	1,153	838
Rent	50	39	38
Investment income	131	53	25
	<u>18,458</u>	<u>19,955</u>	<u>18,024</u>
EXPENSE			
Abbotsford-Mission supply and transmission	4,061	3,323	3,035
Administration	3,028	2,441	2,303
Local supply and distribution	2,161	2,059	1,551
Meters	542	581	689
Hydrants	414	373	34
Maintenance	56	324	227
	<u>10,262</u>	<u>9,101</u>	<u>7,839</u>
ANNUAL SURPLUS/(DEFICIT) BEFORE AMORTIZATION	<u>8,196</u>	<u>10,854</u>	<u>10,185</u>
Amortization	-	6,284	6,253
Loss/(gain) on disposal of tangible capital assets	-	261	207
ANNUAL SURPLUS/(DEFICIT)	<u>8,196</u>	<u>4,309</u>	<u>3,725</u>
RECONCILE TO CHANGE IN UNAPPROPRIATED SURPLUS			
Transfer to general capital reserve (asset sales)	-	-	(3)
Transfer from operating reserve	-	-	18
Transfer to waterworks capital reserve	(8,196)	(10,853)	(10,203)
Eliminate amortization and loss/gain	-	6,544	6,463
CHANGE IN UNAPPROPRIATED SURPLUS	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See notes to Consolidated Financial Statements.

2018 CONSOLIDATED FINANCIAL STATEMENTS

SEGMENT INFORMATION – REVENUES BY TYPE & EXPENSES BY FUNCTION SANITARY SEWER OPERATING FUND

For the year ended December 31, 2018 with comparative information for 2017
in thousands

SCHEDULE C

	2018 Plan	2018 Actual	2017 Actual
REVENUE			
Fees and charges:			
User rates	\$ 11,300	\$ 12,350	\$ 11,420
Industrial surcharges	1,004	1,345	1,132
Other fees and charges	448	666	757
Investment income	87	131	131
	<u>12,839</u>	<u>14,492</u>	<u>13,440</u>
EXPENSE			
Joint Abbotsford-Mission Environmental Systems (JAMES) treatment plant	4,603	3,900	4,108
Administration	2,005	2,009	1,839
Maintenance	1,509	1,323	1,249
	<u>8,117</u>	<u>7,232</u>	<u>7,196</u>
ANNUAL SURPLUS/(DEFICIT) BEFORE AMORTIZATION	4,722	7,260	6,244
Amortization	-	5,207	5,165
Loss/(gain) on disposal of tangible capital assets	-	97	73
ANNUAL SURPLUS/(DEFICIT)	4,722	1,956	1,007
RECONCILE TO CHANGE IN UNAPPROPRIATED SURPLUS			
Transfer from operating reserve	-	-	15
Transfer to sanitary sewer capital reserve	(4,722)	(7,260)	(6,260)
Eliminate amortization and loss/gain	-	5,304	5,238
CHANGE IN UNAPPROPRIATED SURPLUS	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See notes to Consolidated Financial Statements.

SEGMENT INFORMATION – REVENUES BY TYPE & EXPENSES BY FUNCTION AIRPORT OPERATING FUND

For the year ended December 31, 2018 with comparative information for 2017
in thousands

SCHEDULE D

	2018 Plan	2018 Actual	2017 Actual
REVENUE			
Fees and charges:			
Aeronautical fees	\$ 1,753	\$ 1,967	\$ 1,480
Public parking fees	2,410	2,445	1,957
Concessions	1,182	1,650	1,405
Other fees and charges	314	380	310
Rent	1,633	1,618	1,610
Investment income	73	105	85
	<u>7,365</u>	<u>8,165</u>	<u>6,850</u>
EXPENSE			
Administration	1,457	1,556	1,487
Marketing	64	57	98
Terminal building	526	510	511
Airside	1,360	1,536	1,603
Mobile equipment	263	223	332
Parking	297	437	438
	<u>3,967</u>	<u>4,319</u>	<u>4,469</u>
ANNUAL SURPLUS/(DEFICIT) BEFORE AMORTIZATION	<u>3,398</u>	<u>3,846</u>	<u>2,378</u>
Amortization	-	1,912	1,997
Loss/(gain) on disposal of tangible capital assets	-	-	(21)
ANNUAL SURPLUS/(DEFICIT)	<u>3,398</u>	<u>1,934</u>	<u>402</u>
RECONCILE TO CHANGE IN UNAPPROPRIATED SURPLUS			
Transfer to airport capital reserve (asset sales)	-	-	(21)
Transfer to airport capital reserve	(3,398)	(3,846)	(2,379)
Eliminate amortization and loss/gain	-	1,912	1,998
CHANGE IN UNAPPROPRIATED SURPLUS	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See notes to Consolidated Financial Statements.

2018 CONSOLIDATED FINANCIAL STATEMENTS

SEGMENT INFORMATION – REVENUES BY TYPE & EXPENSES BY FUNCTION GENERAL OPERATING FUND – GENERAL GOVERNMENT SERVICES

For the year ended December 31, 2018 with comparative information for 2017
in thousands

SCHEDULE E

	2018 Plan	2018 Actual	2017 Actual
REVENUE			
Municipal taxation	\$ 85,110	\$ 86,804	\$ 82,728
Fees and charges	1,907	3,361	3,104
Rent	1,761	1,660	1,695
Investment income	999	2,401	1,679
Grants and government transfers	6,965	7,511	5,962
Municipal Finance Authority refunds	36	25	22
	<u>96,778</u>	<u>101,762</u>	<u>95,190</u>
EXPENSE			
LEGISLATIVE SERVICES	779	786	697
CITY MANAGER'S OFFICE	885	779	786
FINANCE & CORPORATE SERVICES			
City Clerk	1,151	1,104	1,080
Bylaw enforcement	1,309	1,584	1,094
Elections	328	266	-
Finance & procurement	4,264	3,694	3,408
Human resources	1,801	1,912	1,788
Risk management	1,426	1,557	811
Restorative justice	149	150	149
Real estate services	313	355	287
INNOVATION, STRATEGY & INTERGOVERNMENTAL RELATIONS			
ISIR Administration	908	922	657
Corporate communications and marketing	691	786	921
Information technology	4,133	3,977	3,530
Economic development	821	1,032	756
Housing services	580	537	367
OTHER			
Provincial emergency response	-	236	240
Transfer to other agencies	604	1,053	870
Common services	3,017	(393)	1,533
Less: Cost recoveries	(2,857)	(2,805)	(2,653)
	<u>20,302</u>	<u>17,532</u>	<u>16,321</u>
ANNUAL SURPLUS/(DEFICIT) BEFORE AMORTIZATION	76,476	84,230	78,869
Amortization	-	1,361	1,388
Loss/(gain) on disposal of tangible capital assets	-	-	(413)
ANNUAL SURPLUS/(DEFICIT)	76,476	82,869	77,894
RECONCILE TO CHANGE IN UNAPPROPRIATED SURPLUS			
Transfer to general capital reserve (asset sales)	-	-	(645)
Transfer to general capital reserve	(3,045)	(17,850)	(13,774)
Transfer to operating reserve	(5,923)	(9,294)	(7,367)
Transfer from operating reserve	936	7,622	4,072
Inventory and pre-paid expenses	-	(254)	463
Eliminate amortization and loss/gain	-	1,361	1,620
CHANGE IN UNAPPROPRIATED SURPLUS	<u>\$ 68,444</u>	<u>\$ 64,454</u>	<u>\$ 62,263</u>

See notes to Consolidated Financial Statements.

SEGMENT INFORMATION – REVENUES BY TYPE & EXPENSES BY FUNCTION GENERAL OPERATING FUND – PLANNING & DEVELOPMENT SERVICES

For the year ended December 31, 2018 with comparative information for 2017
in thousands

SCHEDULE F

	2018 Plan	2018 Actual	2017 Actual
REVENUE			
Licences and permits:			
Business licences	\$ 1,060	\$ 1,367	\$ 1,016
Development permit application fees	150	219	192
Rezoning application fees	175	306	450
Subdivision application fees	100	169	189
Building permits	2,951	4,354	3,828
Secondary suite fees	1,254	1,355	1,321
Other licences and permits	78	115	76
Fees and charges:			
Development fees on Engineering projects	250	615	535
Other fees and charges	78	137	129
	<u>6,096</u>	<u>8,637</u>	<u>7,736</u>
EXPENSE			
Development approvals	4,892	4,350	4,122
Licence inspection	185	175	154
Building inspections	2,671	2,380	2,180
	<u>7,748</u>	<u>6,905</u>	<u>6,456</u>
ANNUAL SURPLUS/(DEFICIT)	(1,652)	1,732	1,280
RECONCILE TO CHANGE IN UNAPPROPRIATED SURPLUS			
Transfer to operating reserve	-	(72)	(282)
Transfer from operating reserve	351	52	103
CHANGE IN UNAPPROPRIATED SURPLUS	<u>\$ (1,300)</u>	<u>\$ 1,712</u>	<u>\$ 1,101</u>

See notes to Consolidated Financial Statements.

2018 CONSOLIDATED FINANCIAL STATEMENTS

SEGMENT INFORMATION – REVENUES BY TYPE & EXPENSES BY FUNCTION GENERAL OPERATING FUND – POLICE SERVICES

For the year ended December 31, 2018 with comparative information for 2017
in thousands

SCHEDULE G

	2018 Plan	2018 Actual	2017 Actual
REVENUE			
Municipal taxation	\$ 49,461	\$ 49,461	\$ 47,178
Fees and charges:			
Salary recoveries	-	560	506
Other revenue	422	835	1,014
Government grants:			
Traffic fine revenue - sharing	2,000	1,950	1,992
Other government grants	87	154	122
Rent	41	45	45
	<u>52,011</u>	<u>53,005</u>	<u>50,857</u>
EXPENSE			
Finance and budgets	578	563	509
Executive administration	1,873	2,036	1,793
Operations support	5,645	5,671	4,977
Support services	6,036	5,808	5,476
Criminal investigations	9,264	8,843	8,321
Patrol	16,764	16,137	15,774
Operations control	4,529	4,675	4,222
Police building	779	507	511
Human resources	2,048	2,339	2,109
Vehicle maintenance	1,095	1,260	1,063
Common services & secondment	2,960	3,672	3,939
	<u>51,571</u>	<u>51,511</u>	<u>48,694</u>
ANNUAL SURPLUS/(DEFICIT) BEFORE AMORTIZATION	440	1,494	2,162
Amortization	-	1,100	1,187
Loss/(gain) on disposal of tangible capital assets	-	5	2
ANNUAL SURPLUS/(DEFICIT)	<u>440</u>	<u>389</u>	<u>973</u>
RECONCILE TO CHANGE IN UNAPPROPRIATED SURPLUS			
Transfer to general capital reserve (asset sales)	-	(53)	(13)
Transfer from operating reserve	295	900	141
Transfer to operating reserve	-	(680)	(1,476)
Transfer to general capital reserve	(735)	(1,715)	(826)
Eliminate amortization and loss/gain	-	1,159	1,201
CHANGE IN UNAPPROPRIATED SURPLUS	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See notes to Consolidated Financial Statements.

SEGMENT INFORMATION – REVENUES BY TYPE & EXPENSES BY FUNCTION GENERAL OPERATING FUND – FIRE RESCUE SERVICES

For the year ended December 31, 2018 with comparative information for 2017
in thousands

SCHEDULE H

	2018 Plan	2018 Actual	2017 Actual
REVENUE			
Fees and charges	\$ 190	\$ 283	\$ 277
Licences and permits	10	13	7
Emergency services recovery	68	50	56
	<u>268</u>	<u>346</u>	<u>340</u>
EXPENSE			
ABBOTSFORD FIRE RESCUE SERVICE			
Administration	556	664	573
Fire life and safety education	191	159	165
Fire prevention and inspection	644	560	601
Emergency response	15,220	15,473	14,587
Fire halls and ground maintenance	488	573	465
Fire flows and hydrants	-	-	289
EMERGENCY SERVICES			
Search and rescue	72	77	75
City emergency response	188	140	139
	<u>17,359</u>	<u>17,646</u>	<u>16,894</u>
ANNUAL SURPLUS/(DEFICIT) BEFORE AMORTIZATION	<u>(17,091)</u>	<u>(17,300)</u>	<u>(16,554)</u>
Amortization	-	985	1,115
Loss/(gain) on disposal of tangible capital assets	-	(125)	10
ANNUAL SURPLUS/(DEFICIT)	<u>(17,091)</u>	<u>(18,160)</u>	<u>(17,679)</u>
RECONCILE TO CHANGE IN UNAPPROPRIATED SURPLUS			
Transfer to general capital reserve (asset sales)	-	(149)	(40)
Transfer from operating reserve	-	-	232
Transfer to operating reserve	-	-	(30)
Transfer to general capital reserve	(503)	(503)	(791)
Eliminate amortization and loss/gain	-	1,010	1,165
CHANGE IN UNAPPROPRIATED SURPLUS	<u>\$ (17,594)</u>	<u>\$ (17,802)</u>	<u>\$ (17,143)</u>

See notes to Consolidated Financial Statements.

2018 CONSOLIDATED FINANCIAL STATEMENTS

SEGMENT INFORMATION – REVENUES BY TYPE & EXPENSES BY FUNCTION GENERAL OPERATING FUND – PARKS, RECREATION & CULTURE SERVICES

For the year ended December 31, 2018 with comparative information for 2017
in thousands

SCHEDULE I

	2018	2018				2018	2017
	Plan	General	Parks	Recreation	Culture	Actual	Actual
REVENUE							
Fees and charges	\$ 6,588	\$ 139	\$ 1,706	\$ 5,230	\$ -	\$ 7,075	\$ 6,628
Rent	57	-	-	69	-	69	61
Grants and government transfers	-	-	1,050	-	-	1,050	-
	<u>6,645</u>	<u>139</u>	<u>2,756</u>	<u>5,299</u>	<u>-</u>	<u>8,194</u>	<u>6,690</u>
EXPENSE							
Operations	20,400	1,343	8,676	10,127	869	21,015	19,481
Long-term debt interest	1,045	-	-	682	341	1,023	1,080
	<u>21,445</u>	<u>1,343</u>	<u>8,676</u>	<u>10,809</u>	<u>1,210</u>	<u>22,038</u>	<u>20,561</u>
ANNUAL SURPLUS/(DEFICIT) BEFORE AMORTIZATION							
	(14,800)	(1,204)	(5,920)	(5,510)	(1,210)	(13,844)	(13,871)
Amortization	-	-	2,084	1,011	237	3,332	4,263
Loss/(gain) on disposal of tangible capital assets	-	-	-	-	-	-	34
ANNUAL SURPLUS/(DEFICIT)	<u>(14,800)</u>	<u>(1,204)</u>	<u>(8,004)</u>	<u>(6,521)</u>	<u>(1,447)</u>	<u>(17,176)</u>	<u>(18,169)</u>
RECONCILE TO CHANGE IN UNAPPROPRIATED SURPLUS							
Debt principal repayments	(1,463)	-	-	(985)	(492)	(1,477)	(1,513)
Transfer to general capital reserve	(1,519)	(107)	(1,214)	(545)	(73)	(1,939)	(1,519)
Transfer to cemetery capital reserve	(160)	-	(136)	-	-	(136)	(160)
Transfer to operating reserve	-	-	(500)	-	-	(500)	-
Transfer from operating reserve	-	-	310	-	-	310	68
Eliminate amortization and loss/gain	-	-	2,084	1,011	237	3,332	4,297
CHANGE IN UNAPPROPRIATED SURPLUS	<u>\$ (17,942)</u>	<u>\$ (1,311)</u>	<u>\$ (7,460)</u>	<u>\$ (7,040)</u>	<u>\$ (1,775)</u>	<u>\$ (17,586)</u>	<u>\$ (16,996)</u>

See notes to Consolidated Financial Statements.

SEGMENT INFORMATION – REVENUES BY TYPE & EXPENSES BY FUNCTION GENERAL OPERATING FUND – ABBOTSFORD CENTRE

For the year ended December 31, 2018 with comparative information for 2017
in thousands

SCHEDULE J

	2018 Plan	2018 Actual	2017 Actual
REVENUE			
Fees and charges	\$ 4,673	\$ 7,820	\$ 6,421
Investment income	-	18	11
Grants	-	-	1,195
	<u>4,673</u>	<u>7,838</u>	<u>7,627</u>
EXPENSE			
Abbotsford Centre			
Operations	5,672	8,588	7,315
Long-term debt interest	2,153	2,124	2,199
	<u>7,825</u>	<u>10,712</u>	<u>9,514</u>
ANNUAL SURPLUS/(DEFICIT) BEFORE AMORTIZATION	<u>(3,152)</u>	<u>(2,874)</u>	<u>(1,887)</u>
Amortization	-	1,636	2,671
ANNUAL SURPLUS/(DEFICIT)	<u>(3,152)</u>	<u>(4,510)</u>	<u>(4,558)</u>
RECONCILE TO CHANGE IN UNAPPROPRIATED SURPLUS			
Debt principal repayments	(1,917)	(1,917)	(1,844)
Eliminate amortization and loss/gain	-	1,636	2,671
CHANGE IN UNAPPROPRIATED SURPLUS	<u>\$ (5,069)</u>	<u>\$ (4,791)</u>	<u>\$ (3,731)</u>

See notes to Consolidated Financial Statements.

2018 CONSOLIDATED FINANCIAL STATEMENTS

SEGMENT INFORMATION – REVENUES BY TYPE & EXPENSES BY FUNCTION GENERAL OPERATING FUND – LIBRARY SERVICES

For the year ended December 31, 2018 with comparative information for 2017
in thousands

SCHEDULE K

	2018 Plan	2018 Actual	2017 Actual
REVENUE			
Municipal tax for regional library	\$ 4,755	\$ 4,755	\$ 4,632
EXPENSE			
Transfer to Fraser Valley Regional Library	4,110	4,112	4,004
Library operating costs	345	296	286
	<u>4,455</u>	<u>4,408</u>	<u>4,290</u>
ANNUAL SURPLUS/(DEFICIT) BEFORE AMORTIZATION	300	347	342
Amortization	-	190	205
ANNUAL SURPLUS/(DEFICIT)	<u>300</u>	<u>157</u>	<u>137</u>
RECONCILE TO CHANGE IN UNAPPROPRIATED SURPLUS			
Transfer to general capital reserve	(300)	(300)	(300)
Transfer from operating reserve	-	-	19
Transfer to operating reserve	-	(47)	(61)
Eliminate amortization and loss/gain	-	190	205
CHANGE IN UNAPPROPRIATED SURPLUS	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See notes to Consolidated Financial Statements.

SEGMENT INFORMATION – REVENUES BY TYPE & EXPENSES BY FUNCTION GENERAL OPERATING FUND –TRANSIT SERVICES

For the year ended December 31, 2018 with comparative information for 2017
in thousands

SCHEDULE L

	2018 Plan	2018 Actual	2017 Actual
REVENUE			
Grants and government transfers	\$ 5,091	\$ 5,293	\$ 5,230
Fares	1,895	2,274	2,008
BC bus pass program	501	577	499
Advertising and other	174	263	179
	<u>7,661</u>	<u>8,407</u>	<u>7,916</u>
EXPENSE			
Transfer to BC Transit	11,765	12,559	11,440
Other	155	134	118
	<u>11,920</u>	<u>12,693</u>	<u>11,558</u>
ANNUAL SURPLUS/(DEFICIT) BEFORE AMORTIZATION	<u>(4,259)</u>	<u>(4,286)</u>	<u>(3,642)</u>
Amortization	-	25	31
ANNUAL SURPLUS/(DEFICIT)	<u>(4,259)</u>	<u>(4,311)</u>	<u>(3,673)</u>
RECONCILE TO CHANGE IN UNAPPROPRIATED SURPLUS			
Transfer from operating reserve	-	-	-
Transfer to operating reserve	-	-	(511)
Eliminate amortization and loss/gain	-	25	31
CHANGE IN UNAPPROPRIATED SURPLUS	<u>\$ (4,259)</u>	<u>\$ (4,286)</u>	<u>\$ (4,153)</u>

See notes to Consolidated Financial Statements.

2018 CONSOLIDATED FINANCIAL STATEMENTS

SEGMENT INFORMATION – REVENUES BY TYPE & EXPENSES BY FUNCTION GENERAL OPERATING FUND – ENGINEERING SERVICES

For the year ended December 31, 2018 with comparative information for 2017
in thousands

SCHEDULE M

	2018 Plan	2018 Actual	2017 Actual
REVENUE			
Fees and charges:			
Engineering capital recoveries	\$ -	\$ 472	\$ 358
Recoveries	204	260	205
Parking lot tickets	-	68	56
Other	321	279	289
Licenses and permits:			
Soil removal fees	2,135	3,363	3,227
Other	3	2	4
Grants	180	213	354
Rent	207	237	235
	<u>3,050</u>	<u>4,894</u>	<u>4,727</u>
EXPENSE			
ADMINISTRATION	1,964	2,064	1,823
ENGINEERING	2,235	1,849	1,981
TRANSPORTATION			
Services	3,264	2,774	2,646
Operations - roads	5,514	6,389	7,598
EQUIPMENT FLEET			
Operations	4,203	4,791	4,439
Internal recoveries	(6,183)	(6,026)	(5,998)
INTERNAL BORROWING INTEREST	-	-	6
MUNICIPAL BUILDINGS	3,017	2,016	2,129
COST RECOVERIES	(383)	(383)	(413)
	<u>13,631</u>	<u>13,474</u>	<u>14,211</u>
ANNUAL SURPLUS/(DEFICIT) BEFORE AMORTIZATION	<u>(10,581)</u>	<u>(8,580)</u>	<u>(9,483)</u>
Amortization	-	13,367	13,489
Loss/(gain) on disposal of tangible capital assets	-	(39)	(276)
ANNUAL SURPLUS/(DEFICIT)	<u>(10,581)</u>	<u>(21,908)</u>	<u>(22,696)</u>
RECONCILE TO CHANGE IN UNAPPROPRIATED SURPLUS			
Transfer to general capital reserve (asset sales)	-	(121)	(1,154)
Transfer to general capital reserve	(11,626)	(11,996)	(11,749)
Transfer to operating reserve	(170)	(1,193)	(403)
Transfer from operating reserve	570	448	597
Eliminate amortization and loss/gain	-	13,448	14,366
CHANGE IN UNAPPROPRIATED SURPLUS	<u>\$ (21,807)</u>	<u>\$ (21,322)</u>	<u>\$ (21,039)</u>

See notes to Consolidated Financial Statements.

SEGMENT INFORMATION – REVENUES BY TYPE & EXPENSES BY FUNCTION GENERAL OPERATING FUND – SOLID WASTE SERVICES

For the year ended December 31, 2018 with comparative information for 2017
in thousands

SCHEDULE N

	2018 Plan	2018 Actual	2017 Actual
REVENUE			
Fees and charges:			
Solid waste user fees	\$ 6,038	\$ 5,873	\$ 5,869
Garbage stickers	35	28	34
Recycling, compost and yard waste fees	1,009	988	781
Recoveries & other	1,514	1,335	1,464
	<u>8,596</u>	<u>8,224</u>	<u>8,148</u>
EXPENSE			
Planning, design and management	812	635	817
Collection	2,848	2,964	3,099
Disposal	4,199	4,304	4,280
	<u>7,859</u>	<u>7,903</u>	<u>8,196</u>
ANNUAL SURPLUS/(DEFICIT) BEFORE AMORTIZATION	<u>737</u>	<u>321</u>	<u>(48)</u>
Amortization	-	43	54
Loss/(gain) on disposal of tangible capital assets	-	24	-
ANNUAL SURPLUS/(DEFICIT)	<u>737</u>	<u>254</u>	<u>(102)</u>
RECONCILE TO CHANGE IN UNAPPROPRIATED SURPLUS			
Transfer to general capital reserve	(995)	(571)	(7)
Transfer to operating reserve	-	(23)	(13)
Transfer from operating reserve	258	272	68
Eliminate amortization and loss/gain	-	68	54
CHANGE IN UNAPPROPRIATED SURPLUS	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See notes to Consolidated Financial Statements.

2018 CONSOLIDATED FINANCIAL STATEMENTS

SEGMENT INFORMATION – REVENUES BY TYPE & EXPENSES BY FUNCTION GENERAL OPERATING FUND – STORM DRAINAGE SERVICES

For the year ended December 31, 2018 with comparative information for 2017
in thousands

SCHEDULE O

	2018 Plan	2018 Actual	2017 Actual
REVENUE			
Fees and charges:			
Storm drainage user fees	\$ 3,685	\$ 3,688	\$ 3,652
Other	3	29	38
	<u>3,688</u>	<u>3,717</u>	<u>3,690</u>
EXPENSE			
Storm sewers and detention	2,631	1,854	1,692
Urban watercourses	121	156	155
Rural drainage	472	381	301
	<u>3,224</u>	<u>2,391</u>	<u>2,148</u>
ANNUAL SURPLUS/(DEFICIT) BEFORE AMORTIZATION	464	1,326	1,542
Amortization	-	3,630	3,610
Loss/(gain) on disposal of tangible capital assets	-	48	43
ANNUAL SURPLUS/(DEFICIT)	<u>464</u>	<u>(2,352)</u>	<u>(2,111)</u>
Matsqui Prairie (Schedule P)	(451)	(698)	(647)
Sumas Prairie (Schedule P)	(361)	(947)	(989)
TOTAL ANNUAL SURPLUS / (DEFICIT)	<u>(348)</u>	<u>(3,997)</u>	<u>(3,747)</u>
RECONCILE TO CHANGE IN UNAPPROPRIATED SURPLUS			
Transfer to operating reserve	-	(696)	(812)
Transfer from operating reserve	88	39	-
Transfer to general capital reserve	(172)	(177)	(126)
Reconcile to contribution from storm drainage-Matsqui Prairie	(19)	208	142
Reconcile to contribution from storm drainage-Sumas Prairie	(21)	565	589
Eliminate amortization and loss/gain	-	3,678	3,652
CHANGE IN UNAPPROPRIATED SURPLUS	<u>\$ (472)</u>	<u>\$ (381)</u>	<u>\$ (302)</u>

See notes to Consolidated Financial Statements.

SEGMENT INFORMATION – REVENUES BY TYPE & EXPENSES BY FUNCTION GENERAL OPERATING FUND – DYKING, DRAINAGE & IRRIGATION SERVICES

For the year ended December 31, 2018 with comparative information for 2017
in thousands

SCHEDULE P

	2018 Plan	2018 Actual	2017 Actual	2018 Plan	2018 Actual	2017 Actual
	Matsqui Prairie			Sumas Prairie		
REVENUE						
Fees and charges:						
General tax levy	\$ 701	\$ 700	\$ 704	\$ 1,252	\$ 1,251	\$ 1,251
Other revenue	16	11	-	167	181	155
	<u>717</u>	<u>711</u>	<u>704</u>	<u>1,419</u>	<u>1,432</u>	<u>1,406</u>
EXPENSE						
Dyking	57	59	40	66	68	102
Drainage	667	666	626	774	781	769
Storm	179	186	215	-	-	-
Irrigation	130	146	137	121	163	133
Administration	126	140	124	170	183	167
Pump stations	-	-	-	641	618	702
Recoverable work	8	3	-	8	42	-
	<u>1,167</u>	<u>1,200</u>	<u>1,142</u>	<u>1,780</u>	<u>1,855</u>	<u>1,873</u>
ANNUAL SURPLUS/(DEFICIT) BEFORE AMORTIZATION	(450)	(489)	(438)	(361)	(423)	(467)
Amortization	-	209	209	-	524	522
ANNUAL SURPLUS/(DEFICIT)	<u>(450)</u>	<u>(698)</u>	<u>(647)</u>	<u>(361)</u>	<u>(947)</u>	<u>(989)</u>
RECONCILE TO CONTRIBUTION FROM STORM DRAINAGE						
Transfer to general capital reserve	(19)	-	(69)	(21)	(24)	(66)
Transfer to operating reserve	-	(1)	(5)	-	-	-
Transfer from operating reserve	-	-	7	-	65	133
Eliminate amortization and loss/gain	-	209	209	-	524	522
CONTRIBUTION FROM STORM DRAINAGE	<u>\$ (470)</u>	<u>\$ (490)</u>	<u>\$ (505)</u>	<u>\$ (382)</u>	<u>\$ (382)</u>	<u>\$ (400)</u>

See notes to Consolidated Financial Statements.

2018 CONSOLIDATED FINANCIAL STATEMENTS

SEGMENT INFORMATION – REVENUES BY TYPE & EXPENSES BY FUNCTION CAPITAL FUND

For the year ended December 31, 2018 with comparative information for 2017
in thousands

SCHEDULE Q

	2018 Plan	General	Waterworks	Sanitary Sewer	Airport	2018 Actual	2017 Actual
REVENUE							
Other fees and charges	\$ 5,324	\$ 535	\$ (1)	\$ (36)	\$ -	\$ 498	\$ 1,078
Airport improvement fees	1,053	-	-	-	1	1	593
Developer charges earned	18,295	5,679	428	176	-	6,283	9,156
Contributed tangible capital assets	-	20,554	1,652	1,070	-	23,276	3,423
Grants and government transfers	37,657	39,814	17	1,436	-	41,267	1,654
Contributions (to)/from other funds	-	(335)	160	175	-	-	(1)
	<u>62,329</u>	<u>66,247</u>	<u>2,256</u>	<u>2,821</u>	<u>1</u>	<u>71,325</u>	<u>15,903</u>
EXPENSE							
Minor capital projects							
General government	1,056	450	-	-	-	450	539
Police services	102	30	-	-	-	30	-
Fire services	285	198	-	-	-	198	257
Park services	252	549	-	-	-	549	1,084
Recreation services	177	48	-	-	-	48	205
Transportation services	8,072	5,513	-	-	-	5,513	5,067
BC Transit	2,990	2,510	-	-	-	2,510	-
Equipment fleet services	-	-	-	-	-	-	(45)
Solid waste services	41	40	-	-	-	40	50
Storm drainage services	1,566	292	-	-	-	292	511
Dyking, drainage & irrigation	960	157	-	-	-	157	1,108
Waterworks	1,857	-	534	-	-	534	641
Sanitary sewer	4,188	-	-	472	-	472	488
	<u>21,546</u>	<u>9,787</u>	<u>534</u>	<u>472</u>	<u>-</u>	<u>10,793</u>	<u>9,905</u>
ANNUAL SURPLUS/(DEFICIT)	<u>40,783</u>	<u>56,460</u>	<u>1,722</u>	<u>2,349</u>	<u>1</u>	<u>60,532</u>	<u>5,998</u>
RECONCILE TO CHANGE IN CAPITAL EQUITY							
General capital reserve	57,844	25,536	-	-	-	25,536	14,322
Storm drainage reserve	5,737	838	-	-	-	838	609
Waterworks capital reserve	17,533	-	3,837	-	-	3,837	3,887
Sanitary sewer capital reserve	11,373	-	-	2,105	-	2,105	814
Airport capital reserve	6,544	-	-	-	4,091	4,091	1,086
Tangible capital assets	-	(26,640)	(6,544)	(5,304)	(1,912)	(40,400)	(37,785)
Debt principal repayment	3,380	3,394	-	-	-	3,394	3,357
Internal borrowing (from general fund)	-	-	-	-	-	-	(6,160)
Internal borrowing interest	-	-	-	-	-	-	253
CHANGE IN CAPITAL EQUITY	<u>\$143,194</u>	<u>\$ 59,588</u>	<u>\$ (985)</u>	<u>\$ (850)</u>	<u>2,180</u>	<u>\$ 59,933</u>	<u>\$(13,619)</u>

See notes to Consolidated Financial Statements.

SEGMENT INFORMATION – REVENUES BY TYPE & EXPENSES BY FUNCTION RESERVE FUND

For the year ended December 31, 2018 with comparative information for 2017
in thousands

SCHEDULE R

	2018 Plan	2018 Actual	2017 Actual
REVENUE			
Investment income	\$ -	\$ 5,087	\$ 3,836
Other sources	-	20	45
	<u>-</u>	<u>5,107</u>	<u>3,881</u>
ANNUAL SURPLUS/(DEFICIT)	-	5,107	3,881
RECONCILE TO CHANGE IN APPROPRIATED SURPLUS			
Operating reserve	(12,332)	2,798	5,488
General capital reserve	(37,898)	9,133	15,940
Affordable housing reserve	-	200	-
Storm drainage reserve	(5,560)	(579)	10
Waterworks capital reserve	(9,337)	7,369	6,664
Sanitary sewer capital reserve	(6,651)	5,162	5,459
Airport capital reserve	(3,146)	(246)	1,313
Property acquisition reserve	-	46	-
CHANGE IN APPROPRIATED SURPLUS	<u>\$ (74,924)</u>	<u>\$ 28,990</u>	<u>\$ 38,755</u>

See notes to Consolidated Financial Statements.

CEMETERY
CARE TRUST
FUND



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INDEPENDENT AUDITORS' REPORT

To the Mayor and Council of the City of Abbotsford

Opinion

We have audited the accompanying financial statements of the City of Abbotsford Cemetery Care Trust Fund which comprise:

- the statement of financial position as at end of December 31, 2018
- and notes to the financial statements, including a summary of significant accounting policies

(Hereinafter referred to as the "financial statements").

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the City of Abbotsford Cemetery Care Trust Fund as at December 31, 2018 in accordance with Canadian public sector accounting standards.

Basis of Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the "***Auditors' Responsibilities for the Audit of the Financial Statements***" section of our auditors' report.

We are independent of the Company 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.

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 Company 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.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform an audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

Auditors' 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 auditors' 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 the 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.
- 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.
- 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 auditors' 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 auditors' 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.
- 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.



Chartered Professional Accountants
Abbotsford, Canada
April 29, 2019

CEMETERY CARE TRUST FUND – STATEMENT OF FINANCIAL POSITION

For the year ended December 31, 2018 with comparative information for 2017
in thousands

	2018	2017
	Actual	Actual
FINANCIAL ASSETS		
Portfolio investments	\$ 3,221	\$ 3,462
Accounts receivable	754	374
NET FINANCIAL ASSETS	3,975	3,836
 ACCUMULATED SURPLUS		
Balance, beginning of year	3,837	3,700
Contributions	138	137
Investment earnings	85	77
Transfer to general operating fund	(85)	(77)
Balance, end of year	\$ 3,975	\$ 3,837

See notes to consolidated financial statements.

2018 CONSOLIDATED FINANCIAL STATEMENTS

NOTES TO THE CEMETERY CARE TRUST FUND

For the year ended December 31, 2018
in thousands

1. SIGNIFICANT ACCOUNTING POLICIES:

The Cemetery Care Trust Fund is administered by the City of Abbotsford for the perpetual care and maintenance of the City-owned and operated cemeteries. The accounting policies of the Cemetery Care Trust Fund conform to generally accepted accounting policies for municipal financial reporting in British Columbia.

(a) Basis of accounting:

The operations of the Trust are accounted for on an accrual basis.

(b) Portfolio Investments:

Portfolio investments are carried at cost.

(c) Financial Instruments:

The City's financial instruments consist of portfolio investments, accounts receivable and accounts payable. Unless otherwise indicated, it is management's opinion that the City is not exposed to significant interest rate, currency or credit risks arising from these financial instruments.

2. ACCOUNTS RECEIVABLE/PAYABLE:

All accounts receivable/payable are the amounts due from, or to, the General Fund of the City of Abbotsford. The amounts accrue interest at the average rate of return of the investments held by the consolidated investment portfolio held in the City's General Fund.

NOTES TO THE CEMETERY CARE TRUST FUND

For the year ended December 31, 2018
in thousands

3. INVESTMENTS:

Investments for 2018 are comprised of corporate and government investments.

(in thousands)	2018		2017	
	Cost	Market	Cost	Market
Portfolio investments	\$3,221	\$3,230	\$3,462	\$3,478
	Long-term		Long-term	
Duration	2 – 15 Years		2 – 15 Years	
Average holdings	\$2,841		\$3,627	
Annual yield	2.66%		2.57%	

4. STATEMENT OF FINANCIAL ACTIVITIES:

In 2002, the Cemetery Care Trust Fund began expending funds on the perpetual care and maintenance of the City's cemeteries. In 2018, \$85,000 (2017 - \$77,000) was transferred to the general operating fund for cemetery operations. Contributions and investment earnings for the year ended December 31, 2018, are recorded directly to equity. A Statement of Financial Activities has not been prepared, as it would not provide further information since the changes to equity are reported in the Statement of Financial Position.



2018
ANNUAL REPORT
FINANCIAL
STATISTICS

ACCUMULATED SURPLUS

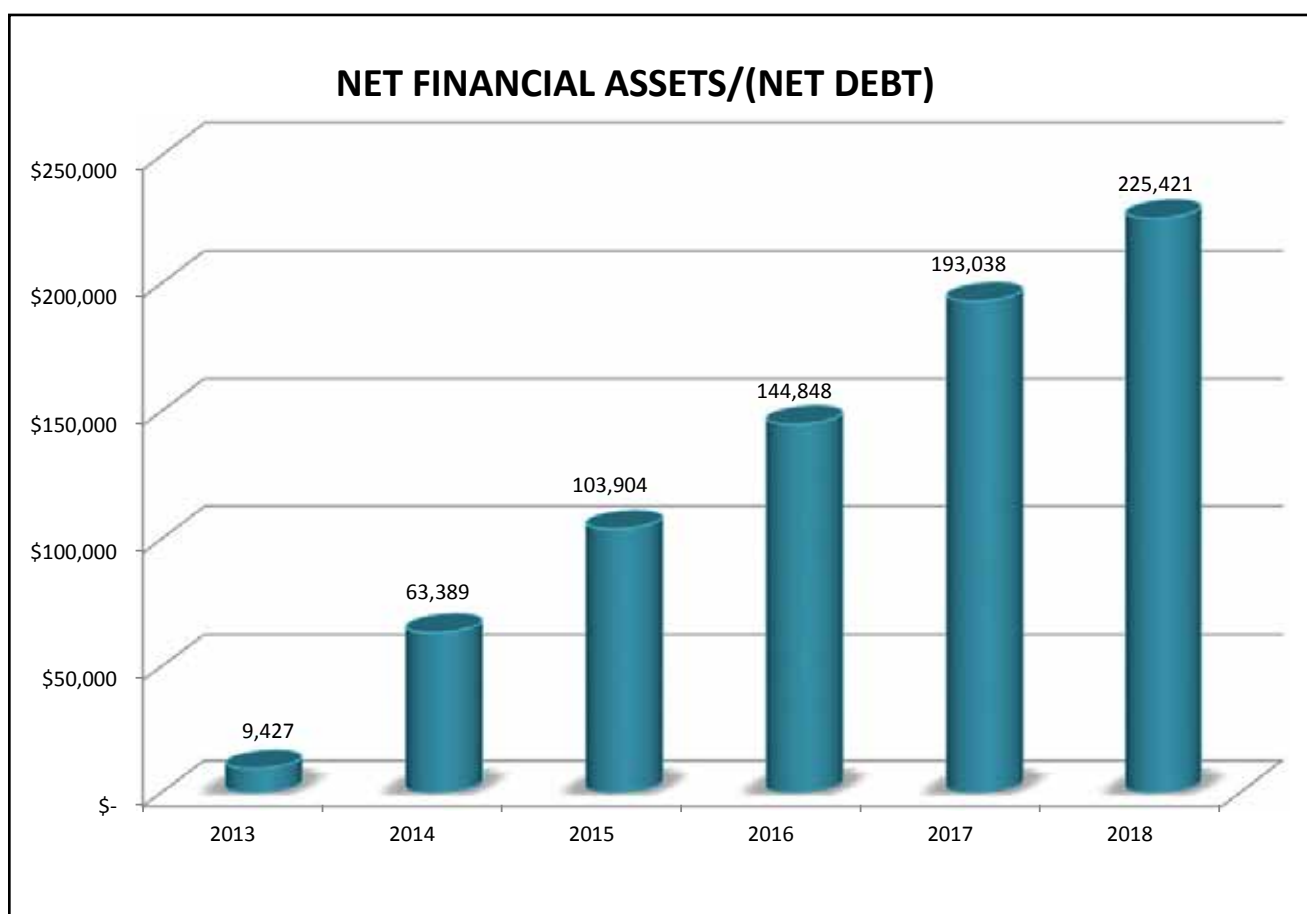
in thousands

	2013	2014	2015	2016	2017	2018
ACCUMULATED SURPLUS						
Unappropriated Surplus						
General	\$ 13,178	\$ 14,779	\$ 19,570	\$ 19,570	\$ 19,570	\$ 19,570
Waterworks	1,900	2,232	4,265	4,265	4,265	4,265
Sanitary Sewer	4,002	4,002	5,799	5,799	5,799	5,799
Airport	1,176	1,176	1,176	1,176	1,176	1,176
	20,256	22,189	30,810	30,810	30,810	30,810
Appropriated Surplus						
General Operating Reserve	14,986	33,260	35,604	41,250	47,515	51,293
Statutory Capital Reserves						
General capital	18,664	27,243	35,890	49,583	66,642	77,436
Affordable housing	246	252	257	11	11	212
Property Acquisition						46
Airport	5,021	8,710	12,350	15,923	17,562	17,709
Infrastructure renewal:						
Storm Sewer	12,584	12,918	12,157	12,266	12,598	12,294
Waterworks	13,278	18,547	21,751	26,172	33,396	41,557
Sanitary Sewer	29,318	28,631	32,922	37,426	43,663	49,830
	94,097	129,561	150,931	182,631	221,387	250,377
Investment in tangible capital assets	1,331,248	1,322,219	1,329,358	1,320,634	1,307,016	1,366,948
Investment in other non-financial assets	5,755	1,506	1,611	2,382	1,919	2,173
Total Accumulated Surplus	\$ 1,451,356	\$ 1,475,475	\$ 1,512,710	\$ 1,536,457	\$ 1,561,135	\$ 1,650,308

CONSOLIDATED ANNUAL SURPLUS AND NET FINANCIAL ASSETS

in thousands

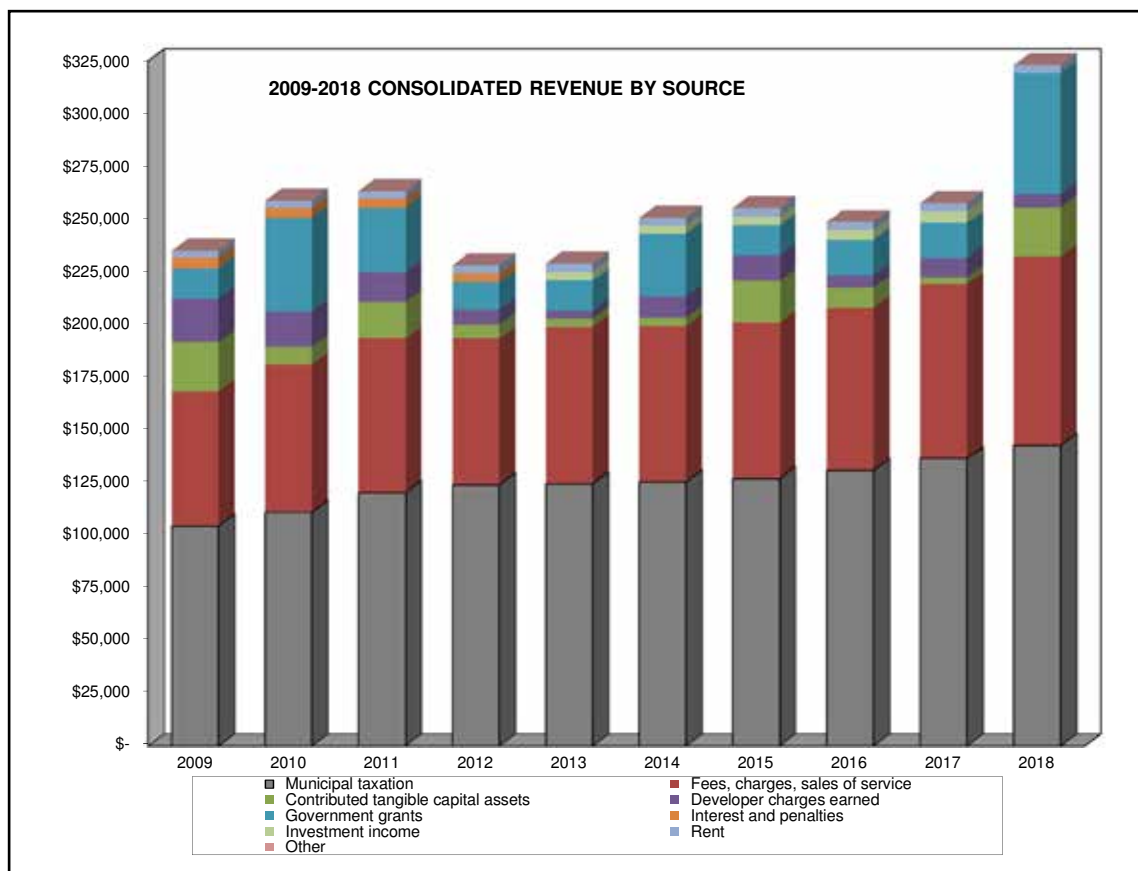
	2013	2014	2015	2016	2017	2018
CONSOLIDATED ANNUAL SURPLUS AND NET FINANCIAL ASSETS						
ANNUAL SURPLUS/(DEFICIT)	\$ 12,203	\$ 24,119	\$ 37,235	\$ 23,747	\$ 24,678	\$ 89,173
NET FINANCIAL ASSETS/(NET DEBT)	\$ 9,427	\$ 63,389	\$ 103,904	\$ 144,848	\$ 193,038	\$ 225,421



CONSOLIDATED REVENUE BY SOURCE

in thousands

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
CONSOLIDATED REVENUE BY SOURCE										
Municipal taxation	\$ 104,375	\$ 111,206	\$ 120,403	\$ 124,045	\$ 124,543	\$ 125,453	\$ 126,934	\$ 130,856	\$ 136,493	\$ 142,971
Fees, charges, sales of service	64,211	69,980	73,116	69,467	74,442	74,046	74,200	77,264	82,664	89,488
Contributed tangible capital assets	23,118	8,249	17,234	6,771	4,100	3,950	19,695	9,403	3,423	23,277
Developer charges earned	20,652	16,857	14,243	6,852	3,567	9,914	12,192	6,197	9,156	6,283
Government grants	14,560	44,671	30,659	13,017	14,289	29,769	14,083	16,505	16,507	57,436
Interest & penalties	4,969	4,533	4,194	4,376	-	-	-	-	-	-
Investment income	-	-	-	-	4,429	3,807	4,400	4,744	5,782	7,820
Rent	3,284	3,422	3,529	3,771	3,818	4,029	4,001	3,746	3,685	3,669
Other	2,022	562	319	108	105	205	32	46	45	20
Total Consolidated Revenue by Source	\$ 237,191	\$ 259,480	\$ 263,697	\$ 228,407	\$ 229,293	\$ 251,173	\$ 255,537	\$ 248,761	\$ 257,755	\$ 330,964

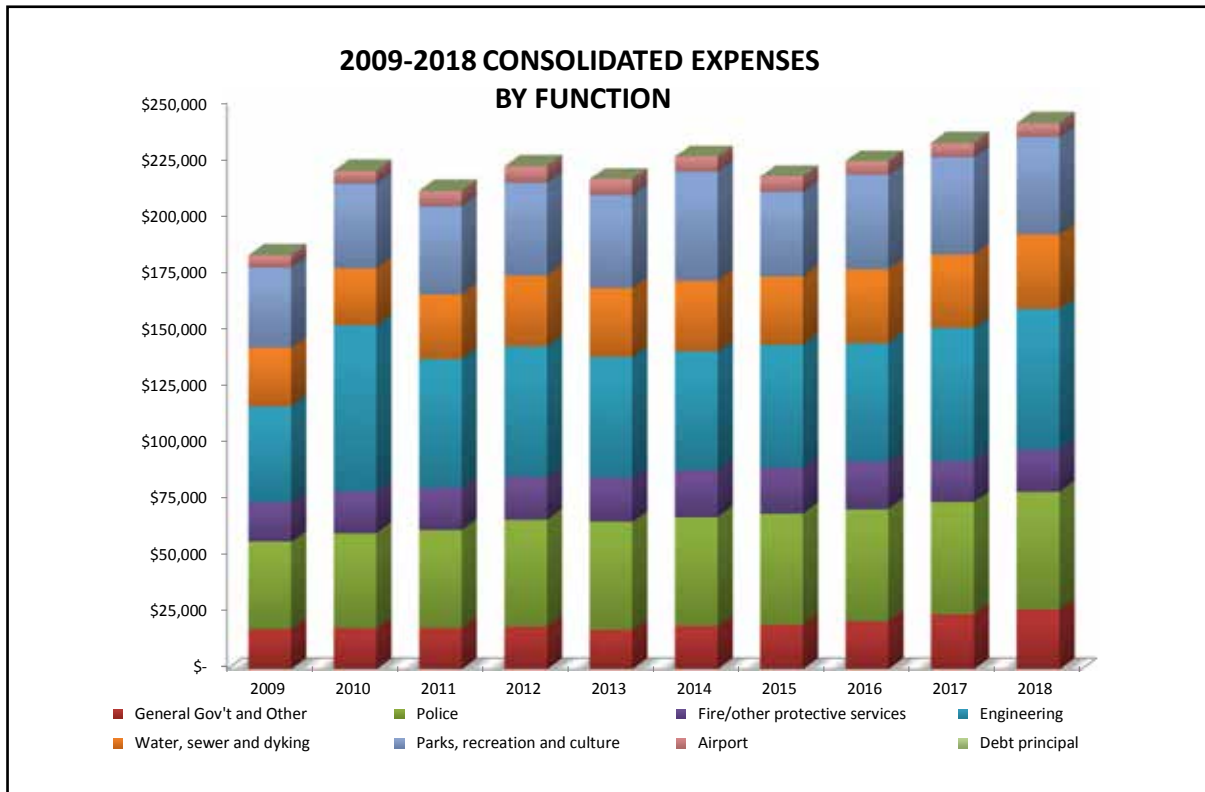


FINANCIAL STATISTICS

CONSOLIDATED EXPENSES BY FUNCTION

in thousands

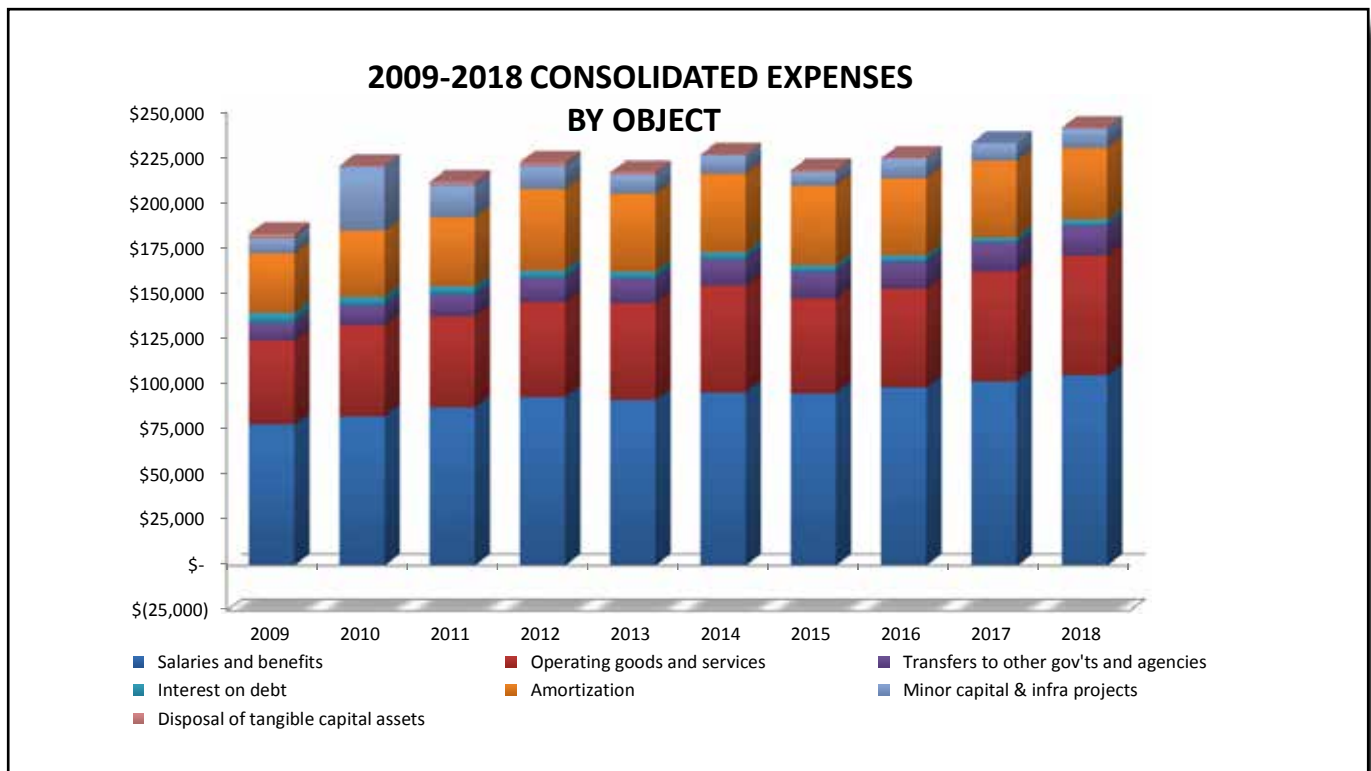
	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
CONSOLIDATED EXPENSES BY FUNCTION										
General government	\$ 15,070	\$ 14,654	\$ 14,011	\$ 14,686	\$ 14,083	\$ 15,205	\$ 15,791	\$ 17,136	\$ 17,833	\$ 19,343
Protective services:										
Police	39,065	42,365	43,731	47,516	48,289	48,477	49,330	49,882	49,884	52,646
Fire/Other	17,344	18,469	18,490	18,718	19,424	20,647	20,207	21,116	18,275	18,705
Engineering	42,689	73,364	57,053	58,045	53,382	52,355	54,573	52,371	58,642	61,915
Water, sewer and dyking	25,789	25,233	28,575	31,163	30,482	31,565	30,122	32,592	32,715	33,131
Parks, recreation and culture	35,342	37,468	38,917	40,908	41,203	48,065	37,371	41,755	42,827	42,914
Planning & development services	2,545	3,484	4,194	4,354	3,146	4,065	4,101	4,095	6,456	6,905
Airport	5,566	5,730	6,967	7,345	7,081	6,675	6,807	6,067	6,445	6,232
Total Expenditure by Function	\$ 183,410	\$ 220,767	\$ 211,938	\$ 222,735	\$ 217,090	\$ 227,054	\$ 218,302	\$ 225,014	\$ 233,077	\$ 241,791



CONSOLIDATED EXPENSES BY OBJECT

in thousands

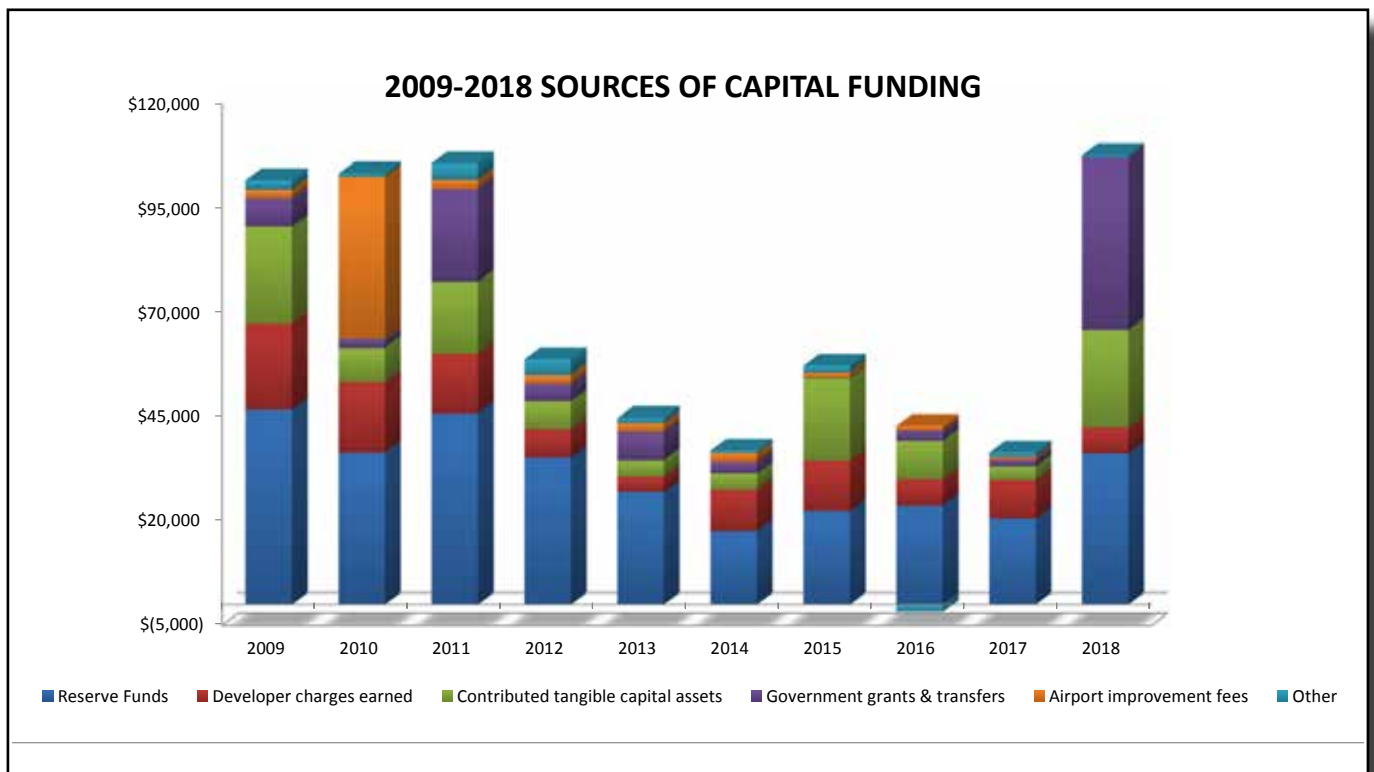
	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
CONSOLIDATED EXPENSES BY OBJECT										
Salaries and benefits	\$ 78,191	\$ 82,886	\$ 87,750	\$ 93,274	\$ 91,551	\$ 95,987	\$ 95,469	\$ 98,449	\$ 102,164	\$ 105,261
Operating goods and services	46,074	49,963	50,077	52,161	53,340	59,024	52,295	54,563	60,469	65,841
Amortization	32,867	36,104	37,764	44,677	42,726	43,488	44,260	42,669	42,158	39,806
Minor capital & infra projects	8,522	35,337	18,064	12,714	10,927	10,105	7,028	10,631	9,905	10,793
Disposal of tangible capital assets	2,387	497	1,605	1,989	859	399	1,143	334	(342)	271
Transfers to other gov'ts and agencies	9,884	10,824	11,737	13,257	13,427	14,218	14,566	14,960	15,444	16,672
Interest on debt	5,485	5,156	4,941	4,663	4,260	3,833	3,541	3,408	3,279	3,147
Total Expenditure by Object	\$ 183,410	\$ 220,767	\$ 211,938	\$ 222,735	\$ 217,090	\$ 227,054	\$ 218,302	\$ 225,014	\$ 233,077	\$ 241,791



SOURCES OF CAPITAL FUNDING

in thousands

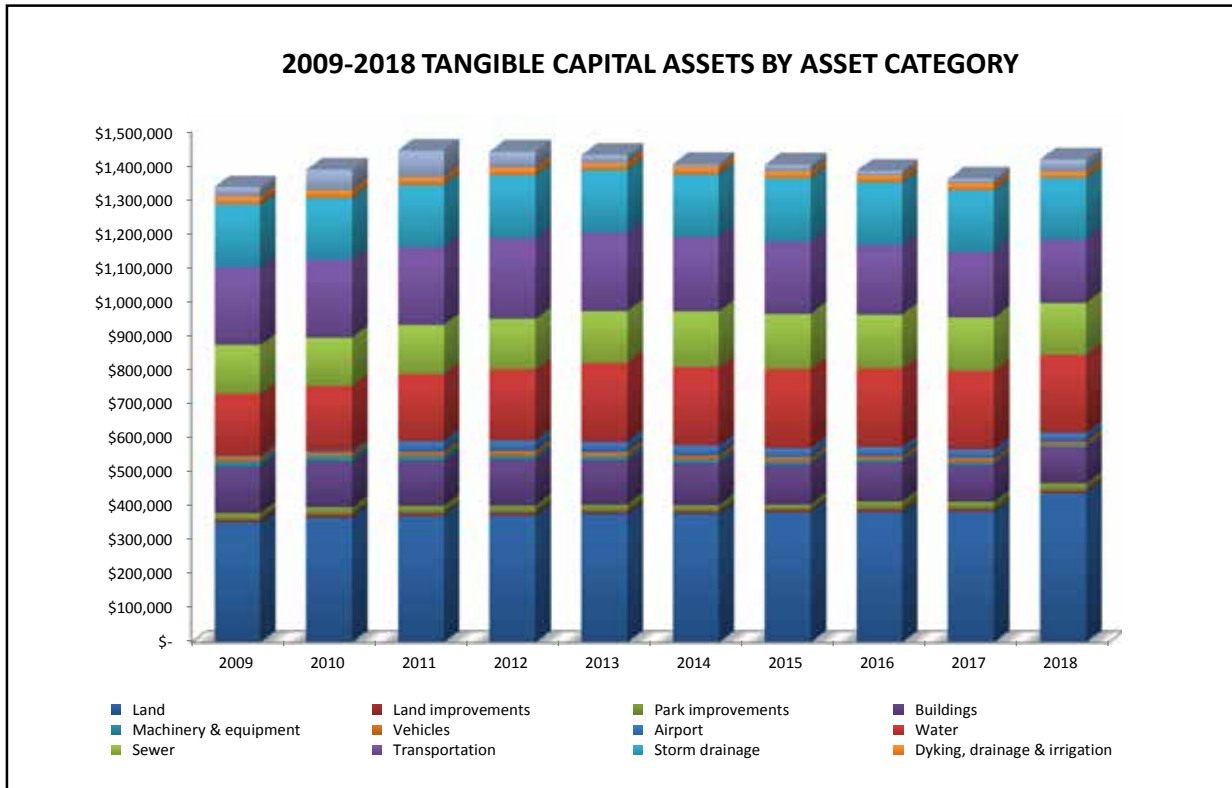
	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
SOURCES OF CAPITAL FUNDING										
Reserve Funds	\$ 46,838	\$ 36,580	\$ 45,985	\$ 35,333	\$ 27,142	\$ 17,719	\$ 22,558	\$ 23,918	\$ 20,717	\$ 36,405
Developer charges earned	20,652	16,857	14,243	6,852	3,567	9,914	12,175	6,197	9,156	6,283
Contributed tangible capital assets	23,118	8,249	17,234	6,766	4,100	3,950	19,696	9,403	3,423	23,276
Airport improvement fees	2,116	2,074	2,120	2,181	2,159	2,130	1,207	1,210	593	1
Government grants & transfers	6,746	38,730	22,171	4,068	6,728	2,781	153	2,293	1,654	41,267
Other	2,200	791	4,015	3,741	1,227	601	1,565	(1,757)	1,077	498
Total Sources of Capital Funding	\$ 101,670	\$ 103,281	\$ 105,768	\$ 58,941	\$ 44,923	\$ 37,095	\$ 57,354	\$ 41,264	\$ 36,620	\$ 107,730



TANGIBLE CAPITAL ASSETS BY ASSET CATEGORY

in thousands

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
TANGIBLE CAPITAL ASSETS (NET BOOK VALUE) BY ASSET CATEGORY										
Land	\$ 354,281	\$ 369,256	\$ 374,131	\$ 376,259	\$ 378,906	\$ 379,569	\$ 383,669	\$ 385,183	\$ 386,241	\$ 441,222
Land improvements	7,846	7,818	7,655	7,723	7,490	7,079	6,708	6,915	6,522	6,962
Park improvements	19,094	20,582	21,178	20,502	20,668	18,771	17,312	23,764	22,313	20,495
Buildings	135,738	134,292	131,592	132,860	128,431	122,004	115,750	113,448	107,778	104,192
Machinery & equipment	15,403	15,308	14,528	13,088	11,722	10,642	8,972	7,854	7,683	6,063
Vehicles	13,797	12,276	12,555	14,144	14,198	12,859	11,858	11,253	12,336	12,733
Airport	6,191	5,897	31,868	30,839	30,080	29,037	27,995	26,961	25,938	24,918
Water	180,000	190,882	197,563	208,987	232,623	231,253	232,595	231,142	231,539	230,248
Sewer	143,633	142,466	144,924	148,630	152,163	164,352	163,676	160,102	156,882	154,419
Transportation	230,554	228,753	228,345	238,445	230,241	219,775	211,937	203,991	194,060	186,628
Storm drainage	183,814	181,884	183,427	185,229	185,300	183,951	186,167	184,604	181,705	180,175
Dyking, drainage & irrigation	23,752	23,152	22,507	22,154	21,567	22,164	21,634	20,904	20,192	19,462
Assets under construction	27,878	60,157	79,427	47,658	22,785	9,124	18,922	13,107	12,987	35,197
Total Capital Assets by Category	\$ 1,341,981	\$ 1,392,723	\$ 1,449,700	\$ 1,446,518	\$ 1,436,174	\$ 1,410,580	\$ 1,407,195	\$ 1,389,228	\$ 1,366,176	\$ 1,422,714

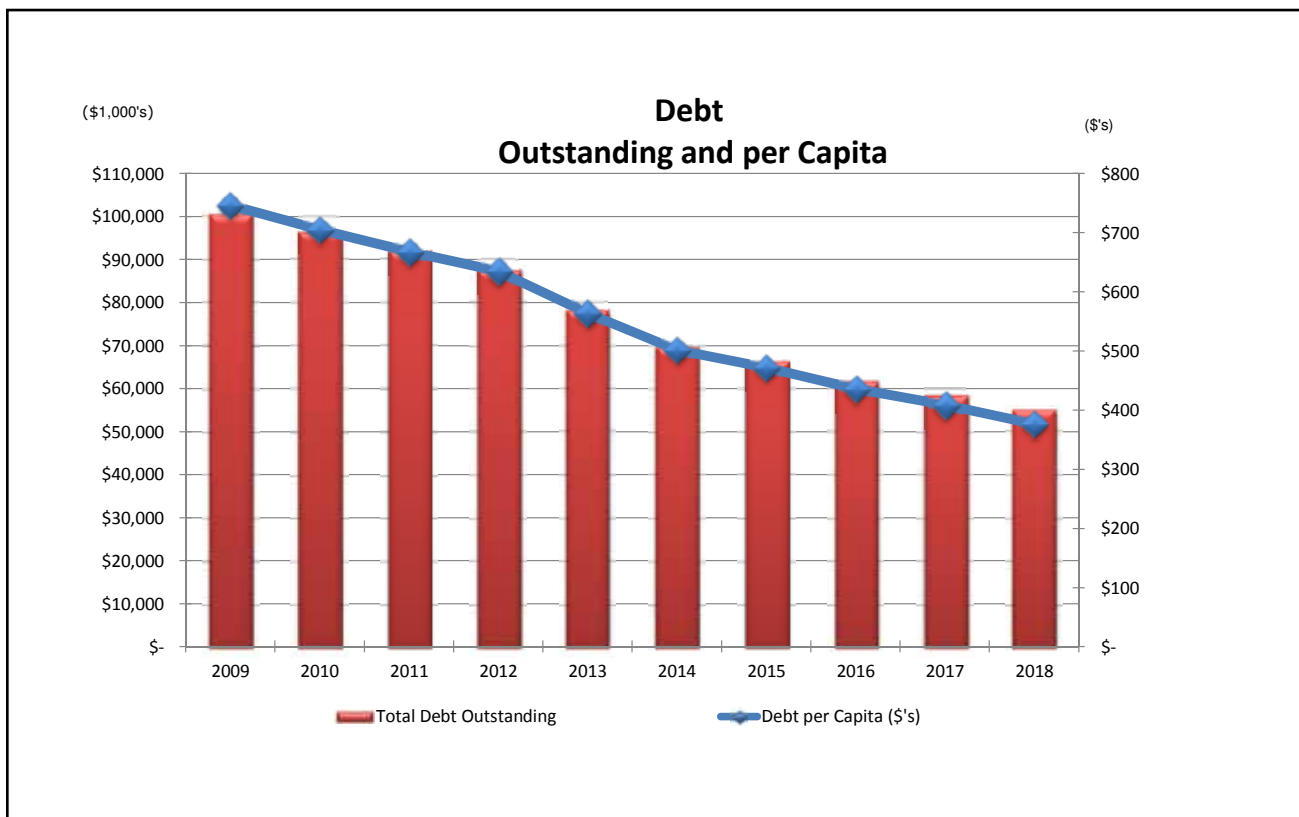


FINANCIAL STATISTICS

DEBT OUTSTANDING BY FUNCTION

in thousands, except as noted

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
DEBT OUTSTANDING										
Parks, recreation and culture*	83,301	80,364	77,305	74,119	70,974	68,085	65,080	61,955	58,598	55,204
Water	10,808	10,045	9,192	8,433	2,840	1,281	1,123	-	-	-
Sewer	6,693	6,189	5,663	5,111	4,535	411	361	-	-	-
Total Debt Outstanding	\$ 100,802	\$ 96,598	\$ 92,160	\$ 87,663	\$ 78,349	\$ 69,777	\$ 66,564	\$ 61,955	\$ 58,598	\$ 55,204
*Property tax supported debt	\$ 83,301	\$ 80,364	\$ 77,305	\$ 74,119	\$ 70,974	\$ 68,085	\$ 65,080	\$ 61,955	\$ 58,598	\$ 55,204
DEBT PER CAPITA (\$'s)	\$ 747	\$ 705	\$ 668	\$ 635	\$ 564	\$ 502	\$ 472	\$ 436	\$ 409	\$ 376



ANNUAL DEBT SERVICING

in thousands

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Annual Debt Servicing*	\$ 9,553	\$ 9,360	\$ 9,378	\$ 9,159	\$ 8,776	\$ 7,547	\$ 6,754	\$ 6,751	\$ 6,636	\$ 6,541
% of Total Expenditures	5.2%	4.2%	4.4%	4.1%	4.0%	3.3%	3.1%	3.0%	2.8%	2.7%
Legal Debt Servicing Limit**	\$ 45,893	\$ 45,574	\$ 50,850	\$ 50,915	\$ 51,797	\$ 52,079	\$ 52,983	\$ 54,715	\$ 58,106	\$ 63,312
Remaining Debt Servicing Capacity	\$ 36,340	\$ 36,214	\$ 41,472	\$ 41,756	\$ 43,021	\$ 44,532	\$ 46,229	\$ 47,964	\$ 51,470	\$ 56,771

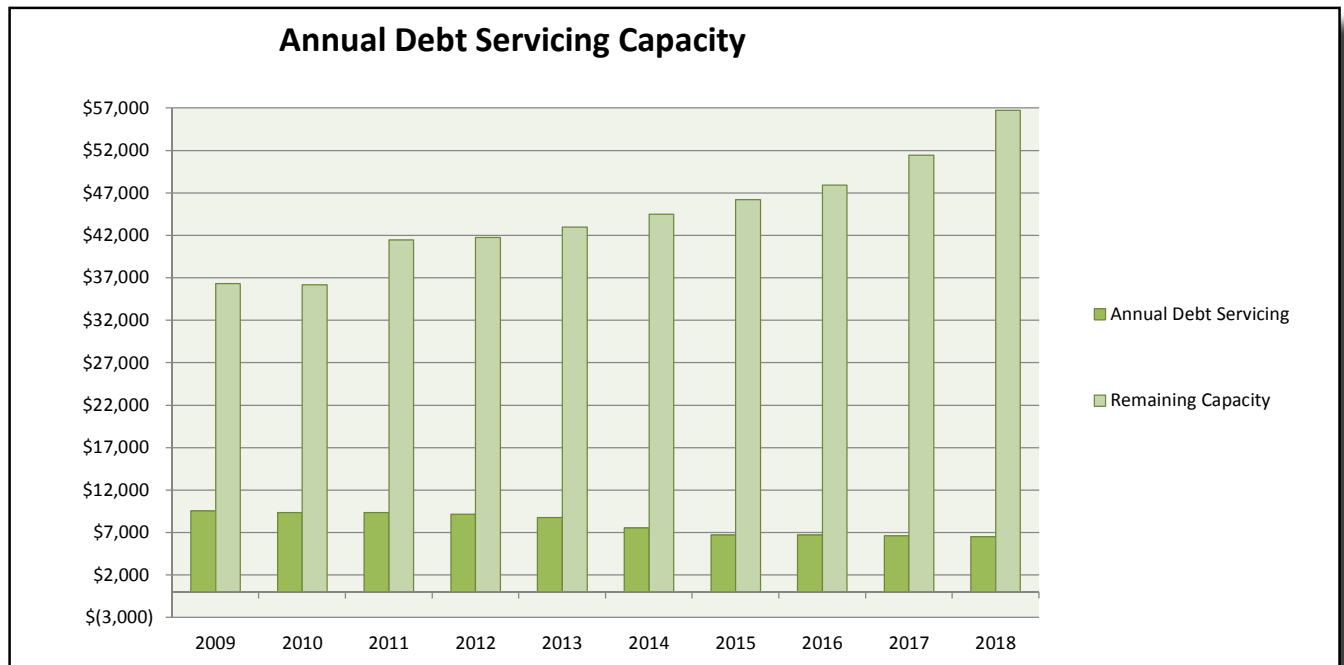
*Early debt repayment is excluded from Annual Debt Servicing (early debt repayment in 2013 \$4,798K, 2014 - \$4,858K, 2016 - \$1,266K)

**Legislation in 2004 replaced total debt limits with debt servicing limits

OVERLAPPING DEBT

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
City of Abbotsford	\$ 100,802	\$ 96,598	\$ 92,160	\$ 87,663	\$ 78,349	\$ 69,777	\$ 66,564	\$ 61,955	\$ 58,598	\$ 55,204
Fraser Valley Regional District	25,506	28,803	26,151	24,637	24,138	16,429	19,642	15,446	16,828	19,414
Fraser Valley Regional Hospital District	53,282	58,449	55,048	51,904	48,918	46,175	43,490	40,706	37,811	34,800
	\$ 179,590	\$ 183,850	\$ 173,359	\$ 164,204	\$ 151,405	\$ 132,381	\$ 129,696	\$ 118,106	\$ 113,237	\$ 109,418

Note: The School District does not report debt as all School debt is recorded by the Province of British Columbia



PROPERTY ASSESSMENT

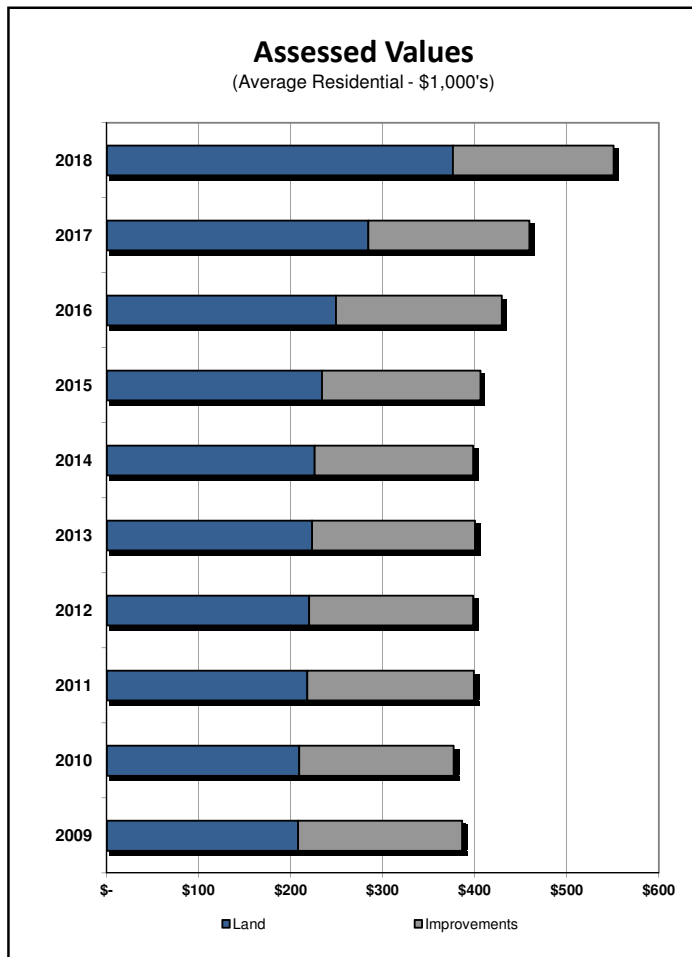
in thousands, except as noted

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
PROPERTY ASSESSMENT										
General Assessment										
Land	\$ 9,332,579	\$ 9,402,463	\$ 9,778,744	\$ 9,948,332	\$ 9,954,896	\$ 10,150,645	\$ 10,546,319	\$ 11,323,055	\$ 15,503,172	\$ 20,125,835
Improvements	7,451,409	7,436,839	7,856,254	7,948,905	7,867,888	7,704,732	7,798,256	8,187,966	9,929,770	10,179,851
	<u>\$ 16,783,988</u>	<u>\$ 16,839,302</u>	<u>\$ 17,634,998</u>	<u>\$ 17,897,237</u>	<u>\$ 17,822,784</u>	<u>\$ 17,855,377</u>	<u>\$ 18,344,575</u>	<u>\$ 19,511,021</u>	<u>\$ 25,432,942</u>	<u>\$ 30,305,686</u>
Average Residential Assessed Values (including residential Strata and Single Family)										
Land	\$ 208	\$ 209	\$ 218	\$ 220	\$ 223	\$ 226	\$ 234	\$ 249	\$ 284	\$ 376
Improvements	178	168	181	178	177	172	172	180	175	175
	<u>\$ 386</u>	<u>\$ 377</u>	<u>\$ 399</u>	<u>\$ 398</u>	<u>\$ 400</u>	<u>\$ 398</u>	<u>\$ 406</u>	<u>\$ 429</u>	<u>\$ 459</u>	<u>\$ 551</u>

NEW CONSTRUCTION AND DEVELOPMENT

Building Permits Issued*	1,483	1,812	1,481	1,481	1,576	1,564	1,575	1,610	1,688	1,683
Building Permit Construction Value	\$ 156,284	\$ 207,210	\$ 255,557	\$ 158,907	\$ 208,906	\$ 182,672	\$ 296,810	\$ 250,958	\$ 481,416	\$ 552,202
New Construction	\$ 107,288	\$ 164,880	\$ 226,078	\$ 125,399	\$ 146,620	\$ 141,623	\$ 245,513	\$ 207,127	\$ 419,829	\$ 483,811

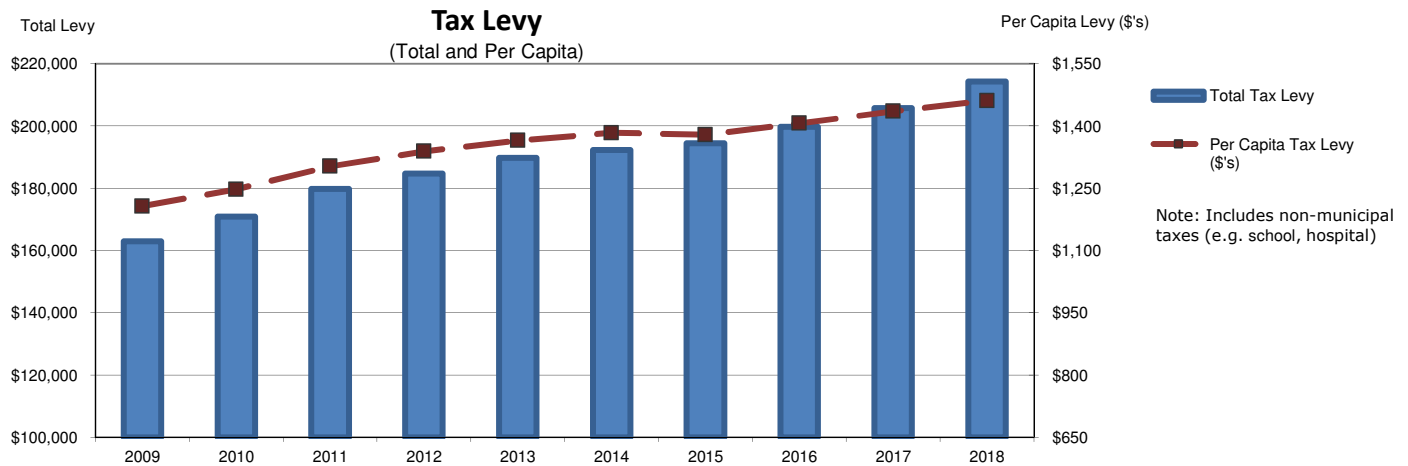
*actual numbers



PROPERTY TAXATION

in thousands, except as noted

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
PROPERTY TAXATION										
Tax Levy										
Current Tax Levy	\$ 162,044	\$ 169,929	\$ 178,810	\$ 183,811	\$ 188,784	\$ 191,418	\$ 193,667	\$ 198,790	\$ 204,858	\$ 213,302
Penalty & Interest	882	956	963	906	913	883	749	902	842	988
Total Tax Levy	\$ 162,926	\$ 170,885	\$ 179,773	\$ 184,717	\$ 189,697	\$ 192,301	\$ 194,416	\$ 199,692	\$ 205,700	\$ 214,290
Per Capita Tax Levy (\$'s)	\$ 1,207	\$ 1,247	\$ 1,303	\$ 1,339	\$ 1,365	\$ 1,383	\$ 1,379	\$ 1,406	\$ 1,435	\$ 1,461
Taxes Collected										
Current Taxes Collected	\$ 159,561	\$ 167,468	\$ 175,747	\$ 180,475	\$ 186,122	\$ 188,813	\$ 191,659	\$ 197,850	\$ 204,036	\$ 211,855
% Current Taxes Collected	97.93	98.00	97.76	97.70	98.12	98.19	98.58	99.08	99.19	98.86



TAXES COLLECTED FOR OTHER AGENCIES

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
School	\$ 52,163	\$ 53,158	\$ 54,432	\$ 54,128	\$ 55,264	\$ 56,681	\$ 56,968	\$ 57,163	\$ 58,655	\$ 60,575
FVRHD	5,331	5,436	5,276	5,349	5,346	5,398	5,374	5,378	5,373	5,494
FVRD	2,314	2,488	1,774	1,730	1,668	1,720	2,301	2,301	2,384	3,273
BC Assessment	1,465	1,522	1,496	1,498	1,514	1,543	1,527	1,503	1,551	1,656
GVRD*	838	865	892	860	898	865	850	814	835	-
MFA	4	4	4	5	5	5	5	5	6	8
Total	\$ 62,115	\$ 63,473	\$ 63,874	\$ 63,570	\$ 64,695	\$ 66,212	\$ 67,025	\$ 67,164	\$ 68,804	\$ 71,006

*Starting 2018 Regional Parks Maintenance moved from GVRD to FVRD

FINANCIAL STATISTICS

ASSESSMENTS AND TAX RATES

GENERAL & SPECIFIC MUNICIPAL PURPOSES

CITY OF ABBOTSFORD PROPERTIES

PROPERTY CLASS	Net Taxable Values (in thousands)	DOLLARS OF TAX PER \$1,000 TAXABLE VALUE				
		GENERAL			SPECIFIED AREAS	
		Municipal General (Police)	Municipal General (Other)	Regional Library	Matsqui Dyking	Sumas Dyking
1. Residential	\$ 25,469,691	1.22226	2.01674	0.11750	1.07287	0.59199
2. Utilities	87,754	14.56594	24.03381	1.40025	1.07287	12.22310
3. Supportive Housing	-	1.22226	2.01674	0.11750	1.07287	0.59199
5. Light Industrial	691,338	3.02533	4.99179	0.29083	1.07287	9.75565
6. Business/Other	3,818,456	3.66012	6.03920	0.35185	1.07287	4.87783
8. Recreation/Non-Profit	16,127	2.70438	4.46227	0.26000	1.07287	0.59199
9. Farm	142,157	7.15335	11.80303	0.68767	1.07287	-
	<u>\$ 30,225,523</u>					

2018 TAX RATES – OTHER GOVERNMENTS & AGENCIES

PROPERTY CLASS	DOLLARS OF TAX PER \$1,000 TAXABLE VALUE				
	Fraser Valley Regional District	FV Regional Hospital District	Municipal Finance Authority	BC Assessment	School
1. Residential	0.08760	0.14702	0.00020	0.04030	1.49840
2. Utilities	0.30661	0.51459	0.00070	0.50370	13.40000
3. Supportive Housing	0.08760	0.14702	0.00020	-	0.10000
5. Light Industrial	0.29785	0.49988	0.00070	0.12410	4.20000
6. Business/Other	0.21462	0.36021	0.00050	0.12410	4.20000
8. Recreation/Non-Profit	0.08760	0.14702	0.00020	0.04030	2.50000
9. Farm	0.08760	0.14702	0.00020	0.04030	3.50000

OTHER STATISTICS

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
REGISTERED ELECTORS (in 1,000's)	83	83	87	87	87	87	87	87	87	94
PROPERTIES ON TAX ROLL (in 1,000's)	43	44	44	45	45	45	45	46	47	47
ABBOTSFORD AIRPORT										
Aircraft movements (in 1,000's)	123	102	97	108	114	127	137	127	135	162
Passengers (in 1,000's)	472	464	475	491	478	477	488	530	677	842

NUMBER OF EMPLOYEES (Approved FTE's)[°]

	2015	2016	2017	2018
Airport	15	15	16	17
Engineering	228	230	219	221
Fire Rescue & Emergency Services	101	101	101	107
Fire Rescue Services (Auxiliary) ¹	13	13	13	15
Parks, Recreation & Culture	92	93	106	110
Innovation, Strategy & Intergovernmental Relations			37	40
Police (civilians)	89	92	76	78
Police (uniformed)	212	212	215	219
City Manager's Office	23	23	3	2
Corporate Services	88	89	74	77
Planning & Development Services ²	59	60	61	65
	920	928	921	951

Note: Starting 2013, FTE numbers are reported based on approved budget positions

[°]includes both full-time and part-time positions

¹Auxiliary budget converted to FTE positions

²Planning & Development includes Building Inspections

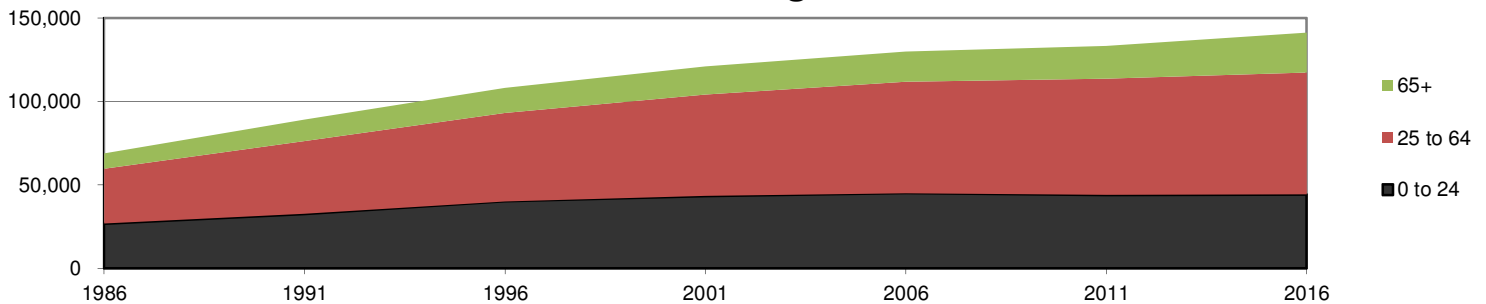
DEMOGRAPHICS

POPULATION BY AGE GROUP

Source: Statistics Canada Census age distribution

AGE	1986	1991	1996	2001	2006	2011	2016
0 to 4	5,801	7,247	8,543	8,262	8,270	8,535	8,480
5 to 9	5,372	7,134	8,460	9,101	8,533	8,245	8,950
10 to 14	4,954	6,354	8,299	8,945	9,330	8,550	8,565
15 to 19	5,243	5,927	7,569	8,871	9,519	9,470	8,930
20 to 24	5,450	6,009	7,331	8,156	9,404	9,175	9,330
25 to 34	11,963	14,639	16,992	16,669	16,934	18,000	19,110
35 to 44	9,045	12,861	15,392	19,096	18,818	17,480	17,825
45 to 54	5,992	8,501	12,167	15,269	17,522	18,680	18,500
55 to 64	5,909	7,571	8,429	9,960	13,497	15,665	17,860
65 to 74	5,537	7,699	8,336	8,565	8,900	10,131	13,205
75+	3,513	5,347	6,612	8,368	9,273	9,575	10,640
TOTAL	68,778	89,300	109,140	121,263	130,000	133,506	141,395

Abbotsford Age Distribution



POPULATION GROWTH (1956-2016)

YEAR	POPULATION	% INCREASE	BC POPULATION	% OF BC POPULATION
1956	16,858	--	1,398,464	1.21
1961	20,326	20.60	1,629,082	1.25
1966	22,408	10.20	1,873,674	1.20
1971	31,033	38.50	2,184,621	1.42
1976	40,768	31.40	2,466,608	1.65
1981	54,736	34.30	2,744,467	1.99
1986	65,945	20.50	2,889,207	2.28
1991	86,928	31.80	3,282,061	2.65
1996	105,403	21.30	3,724,500	2.83
2001	115,463	9.50	3,907,738	2.95
2006	123,864	7.30	4,113,487	3.01
2011	133,500	7.80	4,573,321	2.92
2016	141,395	5.90	4,757,700	2.97

Source: Statistics Canada (does not include estimated Census undercounts in 1991, 1996 or 2001)

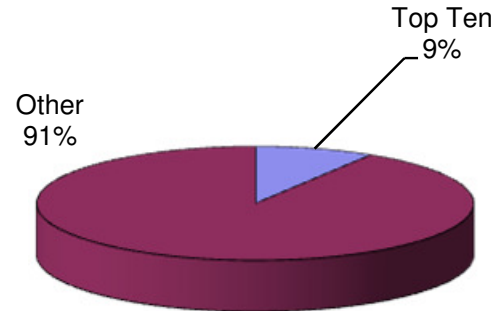
ABBOTSFORD ANNUAL POPULATION ESTIMATES (1,000's)

2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
135	137	138	138	139	139	141	142	143	147

DEMOGRAPHICS

TOP 10 PRINCIPAL CORPORATE TAXPAYERS

Industry	Tax Contribution
Retail	\$ 2,135
Utility	1,983
Retail	1,896
Utility	1,343
Utility	1,083
Retail	1,050
Utility	919
Retail	778
Retail	665
Commercial	489
Total, Top Ten	\$ 12,343



Total Abbotsford general tax \$ 139,874

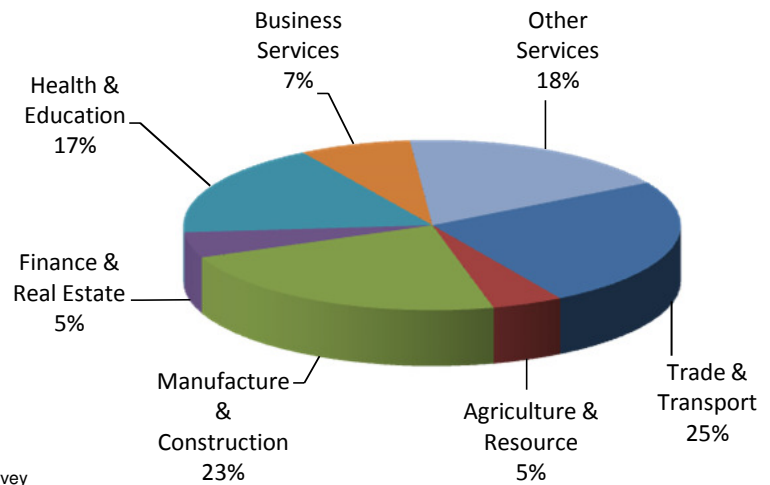
Proportion of tax paid by top ten 9%

Source: Entities identified through BC Assessment; tax contribution data from City of Abbotsford

EMPLOYMENT BY INDUSTRY

(actual #'s)

	People Employed
Manufacturing and construction industries	21,600
Health and education	16,700
Trade and transportation	23,500
Business services	6,900
Agriculture and resource-based industries	4,400
Finance and real estate	4,600
Other services	17,200
	94,900



Source: Statistics Canada, Labour Force Survey CANSIM 282-0131, Labour force survey

Prepared by: Statistics Canada

UNEMPLOYMENT RATE- ABBOTSFORD/MISSION

2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
7.9%	8.0%	8.9%	7.9%	7.8%	7.4%	7.5%	6.0%	4.7%	4.5%

Source: Statistics Canada, Labour Force Survey CANSIM 282-0128, Labour force survey

Prepared by: Statistics Canada

PERMISSIVE TAX EXEMPTIONS

	<u>2018</u>	<u>2017</u>
ABBOTSFORD AIRPORT REVITALIZATION	\$ 24,254	\$ 34,282
ATHLETIC OR SERVICE CLUB OR ASSOCIATIONS	276,282	265,512
CHARITABLE ORGANIZATIONS	546,504	453,187
COMMERCIAL REVITALIZATION	355,922	760,269
DOWNTOWN ABBOTSFORD REVITALIZATION	51,073	48,426
INDUSTRIAL REVITALIZATION	5,106	17,291
LOCAL AUTHORITIES	314,401	317,410
INDEPENDENT SCHOOLS	4,764	3,961
RELIGIOUS ORGANIZATIONS	720,453	627,907
	<u>\$ 2,298,759</u>	<u>\$ 2,528,243</u>

PERMISSIVE TAX EXEMPTIONS

Class	Folio	Name	Civic Address	2018 Exemption \$
ABBOTSFORD AIRPORT REVITALIZATION				
6	9700002580	600897 BC LTD	1255 Townline Rd	\$ 5,247
6	9700007610	Corp Air Ltd.	30460 Liberator Ave	9,187
6	9700007620	Godspeed Aviation Inc.	30490 Liberator Ave	4,463
6	9700002570	VK Aviation Corp.	30720 Rotor Dr	5,357
				24,254
ATHLETIC OR SERVICE CLUB OR ASSOCIATIONS				
6	9500013980	861 Silverfox Sponsoring Committee	32470 Haida Dr	7,991
6	6233053231	Abbotsford & District Curling Club	2555 McMillan Rd	17,378
1	9332020911	Abbotsford Fish & Game Club	4161 Lakemount Rd	159
6	9332020911	Abbotsford Fish & Game Club	4161 Lakemount Rd	1,096
8	9332020911	Abbotsford Fish & Game Club	4161 Lakemount Rd	3,557
6	3156041609	Abbotsford Horseshoe Club	2308 Adanac St	7,217
6	5165048000	Abbotsford Judo Club	31480 Maclure Rd	3,247
8	5165048000	Abbotsford Judo Club	31480 Maclure Rd	4,746
8	6223029707	Abbotsford Seniors' Association	33889 Essendene Ave	8,036
8	6223031501	Abbotsford Social Activity Association	2631 Cyril St	6,154
1	9500005906	Bradner Community Club	28780 Myrtle Ave	1,677
6	9500006108	Bradner Community Club	5305 Bradner Rd	1,337
8	9500006108	Bradner Community Club	5305 Bradner Rd	4,129
6	9500006303	Bradner Community Club	5227 Bradner Rd	343
8	9500006303	Bradner Community Club	5227 Bradner Rd	8,942
8	7207062000	Clayburn Village Community Society	4315 Wright St	5,580
8	9500006819	Clayburn Village Community Society	4304 Wright St	3,540
8	9500015109	Clayburn Village Community Society	34819 Clayburn Rd	7,048
1	1013055810	Elks Recreation Children's Camp Society	27863 0 Ave	3,548
8	9500013100	Fraser Valley Antique Farm Machinery Association	32470 Haida Dr	829
6	7187058120	Fraser Valley Conservancy	33350 Industrial Ave	40,959
8	7180040510	Fraser Valley Conservancy	McKee Rd Lot B	1,203
6	1052028820	Fraser Valley Conservancy	South Fraser Way	126
1	9500007307	Girl Guides of Canada	5315 Willet Rd	323
8	9500007307	Girl Guides of Canada	5315 Willet Rd	9,825
8	6223042510	Jubilee Park Lawn Bowling Club	33660 South Fraser Way	6,804
6	9500013990	Kiwanis Family Housing Society	32470 Haida Dr	20,374
6	7180060008	Ledgeview Golf & Country Club	35997 McKee Rd	9,408
8	7180060008	Ledgeview Golf & Country Club	35997 McKee Rd	38,589
6	9500006901	Matsqui Hall Association	33676 St Olaf Ave	1,236
8	9500006901	Matsqui Hall Association	33676 St Olaf Ave	3,075
8	9500004501	Matsqui Hall Association	5783 Wallace St	3,409
6	9500007009	Mt Lehman Community Association	6418 Mt Lehman Rd	623
8	9500007009	Mt Lehman Community Association	6418 Mt Lehman Rd	3,780
8	9500006601	Mt Lehman Community Association	Mt Lehman Rd	8,704
1	9500004707	Ridgedale Rod & Gun Club	35606 Harris Rd	288
6	9500004707	Ridgedale Rod & Gun Club	35606 Harris Rd	681
8	9500004707	Ridgedale Rod & Gun Club	35606 Harris Rd	6,565
8	8213060000	Ridgedale Rod & Gun Club	35655 Harris Rd	4,590
8	0002422050	Scouts Canada	SEC 6 TWP 20 NWD	6,045
6	9324004207	Straiton Community Club	4698 Sumas Mountain Rd	746
8	9324004207	Straiton Community Club	4698 Sumas Mountain Rd	3,550
6	9500013970	Twisters Gymnastics Club	32470 Haida Dr	8,825
				276,282
CHARITABLE ORGANIZATIONS				
8	2101018706	A.N.A.F. Veterans in Canada Unit #315	30346 McNeil Ave	2,984
6	6154002221	Abbotsford Bibles for Mission Society	2337 West Railway St	15,720
6	5163034310	Abbotsford Community Services	31949 South Fraser Way	35,863
8	6223051402	Abbotsford Community Services	33914 Essendene Ave	8,310
1	6223057301	Abbotsford Community Services	2420 Montrose Ave	2,621
6	6223057301	Abbotsford Community Services	2420 Montrose Ave	25,520
8	6223057301	Abbotsford Community Services	2420 Montrose Ave	20,602
8	6223063811	Abbotsford Community Services	2539 Montvue Ave	8,919
1	6223074321	Abbotsford Community Services	33780 Laurel St	923
6	6223074321	Abbotsford Community Services	33780 Laurel St	13,911
8	6223078109	Abbotsford Community Services	2408 Montvue Ave	3,320
8	9500016250	Abbotsford Ravine Park Salmon Enhancement Society	2395 Crescent Way	2,053
1	1053073330	Bethesda Christian Foundation Society	31126 Kingfisher Dr	2,662
1	5166055101	Bethesda Christian Foundation Society	32553 Willingdon Cres	2,272
1	7191076160	Bethesda Christian Foundation Society	32704 Chilcotin Dr	3,071

FINANCIAL STATISTICS

Class	Folio	Name	Civic Address	2018 Exemption \$
6	6223075801	Big Brothers Big Sisters of the Fraser Valley	200-2445 West Railway St	7,760
6	6151045811	Canadian Red Cross, BC & Yukon	34220 South Fraser Way	1,387
6	6171070810	Communitas Supportive Care Society	104-2776 Bourquin Cres W	1,384
6	6171070820	Communitas Supportive Care Society	105-2776 Bourquin Cres W	1,180
6	6171070830	Communitas Supportive Care Society	103-2776 Bourquin Cres W	2,909
1	6172066006	Communitas Supportive Care Society	2837 Babich St	3,124
1	6151005806	Governing Council of the Salvation Army in Canada	34081 Gladys Ave	3,689
6	6151005806	Governing Council of the Salvation Army in Canada	34081 Gladys Ave	34,385
8	6151005806	Governing Council of the Salvation Army in Canada	34081 Gladys Ave	1,109
6	5163034910	Habitat For Humanity Society, Upper Fraser Valley	31877 South Fraser Way	47,964
8	5163069603	H O M E S : Healthy Opportunities for Meaningful Opportunities Society	31581 South Fraser Way	21,047
1	5168002710	John Howard Society of the Lower Mainland of BC	32160 Tims Ave	2,440
1	6223077002	John Howard Society of the Lower Mainland of BC	2411 West Railway St	1,823
1	1022067100	Kinghaven Peardonville House Society	825 Peardonville Rd	12,151
1	4158048801	L I F E Recovery Association	32122 Melmar Ave	2,086
1	5163006605	L I F E Recovery Association	2693 Braeside St	2,212
1	6170092910	Lynnhaven Society	33585 Braun Ave	11,597
1	6170092920	Lynnhaven Society	33580 Braun Ave	11,600
1	4159012020	MAC Campus of Care Abbotsford	32772 Marshall Rd	23,136
6	5163080810	Mennonite Central Committee (MCC) BC	31872 South Fraser Way	31,390
6	6223044400	Mennonite Central Committee (MCC) BC	33933 Gladys Ave	125,338
6	4159092810	Mennonite Museum Society	1818 Clearbrook Rd	26,103
9	4159092810	Mennonite Museum Society	1818 Clearbrook Rd	300
9	4159095604	Mennonite Museum Society	1818 Clearbrook Rd	266
6	6170059606	Northview Community Church	2616 Ware St	6,111
8	6223068811	Royal Canadian Legion Branch No 015	2513 West Railway St	4,345
1	5166071700	SARA For Women Society	2474 Sugarpine St	2,420
6	6171070840	Supportive Care Holdings Society	102-2776 Bourquin Cres W	2,611
6	6171070860	Supportive Care Holdings Society	208-2776 Bourquin Cres W	1,060
6	6171070870	Supportive Care Holdings Society	207-2776 Bourquin Cres W	1,337
6	6171070880	Supportive Care Holdings Society	206-2776 Bourquin Cres W	1,254
6	6171070890	Supportive Care Holdings Society	205-2776 Bourquin Cres W	1,359
6	6171070910	Supportive Care Holdings Society	203-2776 Bourquin Cres W	876
				546,504
COMMERCIAL REVITALIZATION				
6	9500014520	Highstreet Nominee Inc	3122 Mt Lehman Rd	355,922
				355,922
DOWNTOWN ABBOTSFORD REVITALIZATION				
6	6223030110	Aldergrove Credit Union	100 - 2600 Gladys Ave	3,608
6	6223059610	Algra Bros Developments (Downtown) Ltd	33721 South Fraser Way	594
6	6223044411	Ecoworks Landscape Services Inc.	33973 Gladys Ave	17,399
6	6223059910	Flatiron 2539 Montrose Inc	2539 Montrose Ave	20,226
6	6223030130	Island Boy Investments Inc.	204 - 2600 Gladys Ave	1,226
6	6223030140	Island Boy Investments Inc.	203 - 2600 Gladys Ave	955
6	6223030150	Island Boy Investments Inc.	202 - 2600 Gladys Ave	854
6	6223030180	Island Boy Investments Inc.	8 - 2600 Gladys Ave	2,101
6	6223030190	Island Boy Investments Inc.	302 - 2600 Gladys Ave	1,608
6	6223030200	Island Boy Investments Inc.	302 - 2600 Gladys Ave	1,447
6	6223030120	Meade, Kelly & Trevor	201 - 2600 Gladys Ave	392
6	6223030170	Meade, Kelly & Trevor	301 - 2600 Gladys Ave	663
				51,073
INDUSTRIAL REVITALIZATION				
6	4162082980	0971142 BC Ltd.	31867 Marshall Pl	5,106
				5,106
LOCAL AUTHORITIES				
6	6101072111	BC Transit	1225 Riverside Rd	56,608
6	5167027710	Reach Cultural Centre Society	32388 Veterans Way	141,933
6	9700002430	Tourism Abbotsford Society (Tradex)	1190 Cornell St	115,860
				314,401
INDEPENDENT SCHOOLS				
6	7194047210	Mennonite Educational Institute Society	31638 Downes Rd	4,764
				4,764

PERMISSIVE TAX EXEMPTIONS

Class	Folio	Name	Civic Address	2018 Exemption \$
RELIGIOUS ORGANIZATIONS				
8	6154037701	Abbotsford Baptist Church	33651 Busby Rd	6,150
8	3154096510	Abbotsford Evangelical Free Church	33218 Marshall Rd	7,587
8	6223021011	Abbotsford Gospel Society	33868 Pine St	4,965
8	9323000103	Abbotsford Gospel Society	4390 Sumas Mountain Rd	4,634
8	9500003300	Abbotsford Korean Presbyterian Church	2597 Bourquin Cr E	6,427
8	9500002770	Abbotsford Pentecostal Assembly	3145 Gladwin Rd	40,505
8	9500000106	Abbotsford Slavic Gospel Church	29394 Huntingdon Rd	5,087
8	1044021007	Aberdeen Baptist Church	28163 Swensson Ave	8,355
8	9032003604	Arnold Community Church (BC Mennonite Brethren Churches)	310 Arnold Rd	4,849
8	4162052207	BC Conference of Mennonite Brethren Churches	2311 Clearbrook Rd	3,752
8	4162052402	BC Conference of Mennonite Brethren Churches	31980 Oak Ave	3,095
8	4162052608	BC Conference of Mennonite Brethren Churches	31966 Oak Ave	3,097
8	4162066607	BC Conference of Mennonite Brethren Churches	2231 Clearbrook Rd	3,609
8	4162066610	BC Conference of Mennonite Brethren Churches	2228 Holly St	4,441
8	4162067302	BC Conference of Mennonite Brethren Churches	2244 Holly St	4,441
8	9500002607	BC Conference of Mennonite Brethren Churches	2285 Clearbrook Rd	12,874
8	6153026308	BC Muslim Association	1980 Salton Rd	3,635
8	7186073200	Bethel Reformed Church	3260 Gladwin Rd	6,921
8	9500001007	Bradner Presbyterian Church	5275 Bradner Rd	2,852
8	7186022509	Calvin Presbyterian Church	33911 Hazelwood Ave	7,597
8	6150015002	Canadian Reformed Church of Abbotsford	33947 King Rd	5,941
8	3155040220	Central Heights Church	1661 McCallum Rd	24,515
8	9500003508	Central Valley Baptist Church	33393 Old Yale Rd	2,875
8	7211072700	Christian Life Community Church (Pentecostal Assemblies of Canada)	35131 Straiton Rd	4,471
8	9500000710	Church of God In Christ	29623 Downes Rd	8,385
8	1055048406	Church of Jesus Christ of Latter-Day Saints	30635 Blueridge Dr	25,215
8	6141000321	Church of the Nazarene	2390 McMillan Rd	7,594
8	9500002701	Clearbrook Mennonite Brethren (BC Mennonite Brethren Churches)	2719 Clearbrook Rd	13,279
8	9500003004	Conference of United Mennonite Churches of BC	32027 Peardonville Rd	4,415
8	4161068900	Ebenezer Mennonite Church (Conference of Mennonites in BC)	2051 Windsor St	8,692
8	1072028001	Emissaries of Divine Light BC	4330 Bradner Rd	1,545
8	1055008680	Emmanuel Free Reformed Church	3366 Mt Lehman Rd	5,720
8	9500000908	Fraser Valley Buddhist Temple	28941 Haverman Rd	3,513
8	3148009204	Fraser Valley Hindu Cultural Society	31545 Walmsley Rd	4,248
8	9500009100	Gateway Community Christian Reformed Church	2884 Gladys Ave	7,788
8	7186060010	Gladwin Heights United Church	3474 Gladwin Rd	4,978
8	6144048901	Grace Evangelical Bible Church Society	2087 McMillan Rd	10,718
8	9500001408	Grace Tabernacle	721 Gladwin Rd	4,062
8	5163046830	Gurdwara Baba Banda Singh Bahadar Sikh Society	31631 South Fraser Way	33,473
8	1055026410	Gurdwara Sahib Kalgidhar Darbar	3348 Siskin Dr	26,795
8	1055034110	Heritage Alliance (Christian & Missionary Alliance)	3440 Mt Lehman Rd	21,316
8	7175063600	Highland Community Church (BC Mennonite Brethren Churches)	3130 McMillan Rd	7,044
8	9500022001	Immanuel Covenant Reformed Church	35063 Page Rd	5,414
8	1053052820	Immanuel Fellowship Baptist Church	2950 Blue Jay St	9,101
8	6171050601	Khalsa Diwan Society of Abbotsford	33117 Mill Lake Rd	2,986
8	6171050702	Khalsa Diwan Society of Abbotsford	33094 South Fraser Way	31,009
8	6171061001	Khalsa Diwan Society of Abbotsford	33089 South Fraser Way	12,462
1	6171021908	Khalsa Diwan Society of Abbotsford	33091 Mill Lake Rd	1,698
8	3150082800	King Road Mennonite Brethren Church	32068 King Rd	7,174
8	9500001512	Level Ground Mennonite Church	31216 King Rd	6,850
8	6154003000	Life Spring Church Abbotsford	2393 West Railway St	4,085
8	7182099706	Living Hope Christian Reformed Church	34631 Old Clayburn Rd	7,085
8	7190043010	Maranatha Baptist Church	3580 Clearbrook Rd	8,694
8	9500004306	Matsqui Evangelical Lutheran Church	5781 Riverside St	2,206
8	6150009101	McCallum Congregation of Jehovah's Witnesses	1672 Salton Rd	3,921
8	7192056090	Mennonite Church of BC	3471 Clearbrook Rd	13,508
8	9500001202	Mount Lehman United Church	6256 Mt Lehman Rd	4,671
8	1053041030	Mt. Lehman Congregation of Jehovah's Witnesses	31165 Gardner Ave	8,753
8	6232067605	New Apostolic Church	2480 McMillan Rd	4,058
8	6142053611	New Life Christian Reformed Church	35270 Delair Rd	6,808
8	6154039104	New Life Pentecostal Church	33668 McDougall Ave	3,118
8	9500004100	New Testament Baptist Church of Abbotsford	5525 Gladwin Rd	5,726
8	7191035510	Northview Community Church	32064 Downes Rd	5,374
8	5167065910	Olivet Church Abbotsford	2630 Langdon St	11,369
8	9500002905	Parkview Gospel Hall	2464 Parkview St	4,050
8	9500002210	Peace Evangelical Lutheran Church	2029 Ware St	4,848
8	9133040611	Prairie Chapel	1929 Interprovincial Hwy	3,193

FINANCIAL STATISTICS

Class	Folio	Name	Civic Address	2018 Exemption \$
8	9500000410	Ross Road Community Church (BC Mennonite Brethren Churches)	3160 Ross Rd	4,605
8	3157024401	Saint Ann's Catholic Parish (Roman Catholic Archbishop of Vancouver)	33333 Mayfair Ave	23,692
8	6142039207	Salvation Army Cascade Church (Grace Communities Corp)	35190 Delair Rd	13,282
8	5166040650	Sevenoaks Alliance Church (Christian & Missionary Alliance)	2575 Gladwin Rd	19,260
8	6143033201	Seventh Day Adventist Church	1921 Griffiths Rd	5,580
8	6032038611	Solid Rock Christian Fellowship World Outreach	34371 4th Ave	10,375
8	9500001310	South Abbotsford Church (BC Mennonite Brethren Churches)	32454 Huntingdon Rd	5,618
6	1051085901	St. James Catholic Church (Catholic Independent Schools of Vancouver)	2747 Townline Rd	35,360
8	6144048401	St. Matthew Anglican Church	2010 Guilford Dr	7,097
8	9500003405	Transform Central Ministries (Abbotsford City Fellowship Society)	2413 McCallum Rd	3,235
8	7189086100	Trinity Christian Reformed Church	3215 Trethewey St	9,641
8	7191075030	Trinity Lutheran Church	3845 Gladwin Rd	12,033
8	6223011003	Trinity Memorial United Church	33737 George Ferguson Way	3,344
8	6142034507	Zion Christian Reformed Church	35199 Delair Rd	7,715
				720,453
Total Permissive and Revitalization Tax Exemptions				\$ 2,298,759

CITY OF ABBOTSFORD

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