



CITY OF ABBOTSFORD **ANNUAL REPORT** **2015**



VIBRANT
ECONOMY



COMPLETE
COMMUNITY

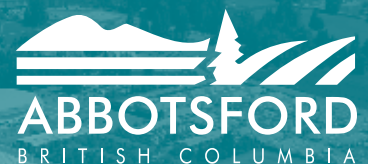


FISCAL
DISCIPLINE

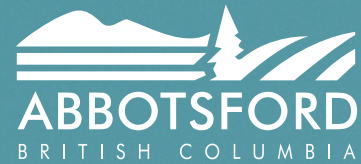


ORGANIZATIONAL
ALIGNMENT

December 31, 2015



2015 CITY OF ABBOTSFORD ANNUAL REPORT



2015 Annual Report for fiscal year ending December 31, 2015.

Prepared by City of Abbotsford's Finance & Corporate Services and Corporate Communications, Marketing & Strategic Planning Departments.

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PERMISSIVE TAX EXEMPTIONS

CITY MISSION

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

MESSAGE FROM THE MAYOR



“The vision endorsed by this Council is that the City of Abbotsford become the regional hub of the Fraser Valley. We will align our focus and operations to meet this goal.”

Mayor Henry Braun

On behalf of Abbotsford City Council, I am pleased to be able to share with you, through this report, some of the many things that happened across our community in 2015.

Guiding all of the work you see reflected in this Annual Report is Council’s vision for the community – that Abbotsford is the Hub of the Fraser Valley. This vision sees Abbotsford as a preferred destination for residents and businesses alike, and provides the foundation for our service delivery to the community. As the Hub City, Abbotsford will become the regional centre of the communities of the Fraser Valley. The City of Abbotsford will be home to regionally centralized services and agencies including health care, courts, transportation, the university, the airport, provincial and federal government services, entertainment and cultural facilities, and commerce.

To achieve this vision, Council created four Cornerstones to support and focus the work of Council and the City:

1. Vibrant Economy
2. Complete Community
3. Fiscal Discipline
4. Organizational Alignment

You’ll see the principles behind these four Cornerstones reflected in every decision we make, from municipal planning decisions for the growth of our community through to departmental business planning and budgeting efforts. Council’s 2015 - 2018 Strategic Plan provides the details supporting the realization of this vision through our goals for the next three years and I encourage you to read through this Plan.

City Council remains focused on the health of our economy, on the responsible and effective management of our City, and on maintaining and protecting the quality of life of our citizens and businesses who call this city home. Our success lies in our ability to be strategic, and, as we continue to build the Abbotsford of tomorrow, our community and partners will continue to help us shape our local economy for the next decade and beyond.

I invite you to read through the updates from 2015, here, and in our Report to the Community published earlier this year, and to reflect on how we can all continue to work toward ensuring that Abbotsford is a prosperous and sustainable community for today and tomorrow. Every day I am humbled and proud to be serving this wonderful community and the amazing people who work and call Abbotsford home.

Mayor Henry Braun

ELECTED OFFICIALS Abbotsford City Council: 2014 - 2018



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 Corp up until his retirement in 2003. Henry was also involved with companies that developed and owned commercial and residential income producing real estate properties. As a long time Abbotsford businessman, he is enjoying the opportunity to put his years of business experience to serve for the city and people of Abbotsford.

Henry understands that great communities don’t happen without involvement, and has served on the Abbotsford Police Board, the Economic Development Commission of the City of Abbotsford, the Abbotsford Airport Authority Board of Directors, the Trinity Western University School of Business advisory board, the board of directors of the Organized Crime Agency of BC as well as a member of the Board of Directors for Canada Place Corporation. Henry is also actively involved in his local community of faith. In 2008, Henry received the Order of Abbotsford for his dedication to making Abbotsford a better place.

Henry is a champion for the City of Abbotsford, and his family is his inspiration for making sure Abbotsford remains a wonderful place in which to grow up and grow old, well into the future!

Abbotsford City Council was sworn in on December 1, 2014 and will serve the community of Abbotsford through November 2018.

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. A resolution requires a single vote, whereas a bylaw requires 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.

ELECTED OFFICIALS Abbotsford City Council: 2014 - 2018



COUNCILLOR LES BARKMAN

Les Barkman has served as an Abbotsford City Councillor since 2008. Les has volunteered in the community coaching youth fastball and he has officiated basketball for 36 years in the Fraser Valley Basketball Officials Association. Les has been active in fundraising and volunteering for charities including the United Way, Big Brothers and Big Sisters, Matthew's House, Canuck Place, Abbotsford Hospice Society, the Abbotsford Food Bank, Crystal Gala, and the Cyrus Centre. His Council appointments have included the Mayor's Task Force on Crime Reduction, Solid Waste Task Force, Parks, Recreation & Culture Commission, Traffic Safety Advisory Committee, Matsqui Prairie Dyking, Drainage & Irrigation Committee, Abbotsford Youth Commission, Fraser Valley Regional Library Board, City of Character Society, MSA Museum Society and he is currently the Chair of the Transportation Advisory Committee.



COUNCILLOR SANDY BLUE

Sandy Blue was elected as an Abbotsford City Councillor in 2014. Internationally accredited with International Economic Development Council (IEDC) and International Association of Business Communicators (IABC); and with extensive leadership experience in Telecommunications, Financial Services, Municipal Government and not-for-profit sectors, she is a sought after speaker on topics of economic development and community revitalization, and on strategies to help agriculture and tourism sectors thrive. Her long history of community involvement includes 12 years with the City of Burnaby Community Policing Committee of Council, six years as Commissioner for the Abbotsford Police Board; and Vice-President of the Abbotsford Police Foundation. Sandy has served as Director on the Envision Financial Regional Council; was a founding member of the BC Chapter of Canadian Women in Communications (CWC-AFC); and served as Vice-Chair CWC National (Toronto). As well, she regularly mentors with CWC and the Minerva Foundation for BC Women. She currently serves as chair of the Parks, Recreation and Culture Committee of Abbotsford City Council.



COUNCILLOR KELLY CHAHAL

Kelly Chahal was elected as an Abbotsford City Council in 2014. Kelly has been a community advocate for the past 20 years. She has been involved in many social justice projects and has volunteered with the Fraser Valley Indo-Canadian Business Association. Kelly is also a member of Senate with the University of the Fraser Valley (UFV), and is a member on the Advisory Board for the Centre for Indo-Canadian Studies and the community Literacy Action Committee. Kelly has also developed and facilitated diversity training for various employment sectors and educational institutions in her pursuit to promote intercultural relations.



COUNCILLOR BRENDA FALK

Brenda Falk was elected as an Abbotsford City Councillor in 2014. Brenda, the owner of Tanglebank Gardens since 1996 and Brambles Bistro since 2012, is a farmer, entrepreneur and business woman. Active in the community, Brenda has been a member of the Agricultural Advisory Committee, the Economic Advisory Committee and the Mayor's Task Force for Economic Development. She is a member of the Canadian Federation of Independent Business (CFIB), is co-creator of the regional 'Circle Farm Tour' and creator of 'Passport to Christmas'. Brenda is also a past member of the BC Nursery and Landscape Association and a recipient of Business Excellence and Tourism Excellence industry awards for her nursery business.

ELECTED OFFICIALS Abbotsford City Council: 2014 - 2018



COUNCILLOR MOE GILL

Moe Gill was elected as an Abbotsford City Councillor in 1996. He has served on many committees including: Traffic Safety Advisory Committee; Matsqui Prairie Dyking, Drainage, and Irrigation Committee; AgriFair Board; Fraser Valley Regional District Board; Glen Valley Dyking District Committee; Local Court of Revisions for Frontage Tax, and the Parcel Tax Review Panel. Moe has also served with many organizations, including: Fraser Valley Cole Crop Growers Association; Fraser Valley Strawberry Growers Association; BC Raspberry Growers Association; Federal Agricultural Employment Services; MSA Museum Society; Fraser Valley Indo-Canadian Business Association; Abbotsford-Matsqui Rotary; Dasmesh Punjabi School; Abbotsford Downtown Business Association; Mission Community Skill Center Society; Abby Fest Multicultural Society; and the Abbotsford Foundation.



COUNCILLOR DAVE LOEWEN

Dave Loewen was elected as an Abbotsford City Councillor in 2005. Dave is a retired educator, having taught in Australia, Manitoba, and in Abbotsford at MEI. Dave has served on numerous Boards and Committees including the Mennonite Central Committee; the Canadian Mennonite University Council; BC Federation of Independent Schools Association; Heart2Heart (Haiti); and the Mennonite Historical Society of BC. His responsibilities on Council have included Mission-Abbotsford Transit Committee; Abbotsford Social Development Advisory Committee; City Industrial Development Advisory Committee; Economic Development Advisory Committee; Environmental Advisory Committee; Abbotsford Youth Commission; Matsqui Prairie Dyking, Drainage and Irrigation Committee; Audit and Finance Committee; Mayor's Task Force on Economic Development; Abbotsford Arts Council; and the Fraser Valley Regional District 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 (LEAD) International, a motivational and keynote speaker as well as a published free-lance writer. She has received several awards including the 2009 "Woman of the Year" award from the Business & Professional Women's Club of Abbotsford/Mission, "Newsmaker of the Year" award from the Abbotsford Chamber of Commerce, the "Paul Harris" Rotary Club award for her community work, and the Queen's Diamond Jubilee award. Her Council Committee appointments have included the Fraser Valley Regional District, Municipal Finance Authority, Abbotsford/Mission Water and Sewer Commission, Abbotsford Environmental Advisory Committee, Restorative Justice Board, and the Metro Vancouver Board. She is currently serving on the Federation of Canadian Municipalities Sustainable Communities Conference Advisory Board, Abbotsford Youth Commission and Intergovernmental Affairs Committee, as well as holding the position of Vice-Chair for the Fraser Valley Regional District.



COUNCILLOR ROSS SIEMENS

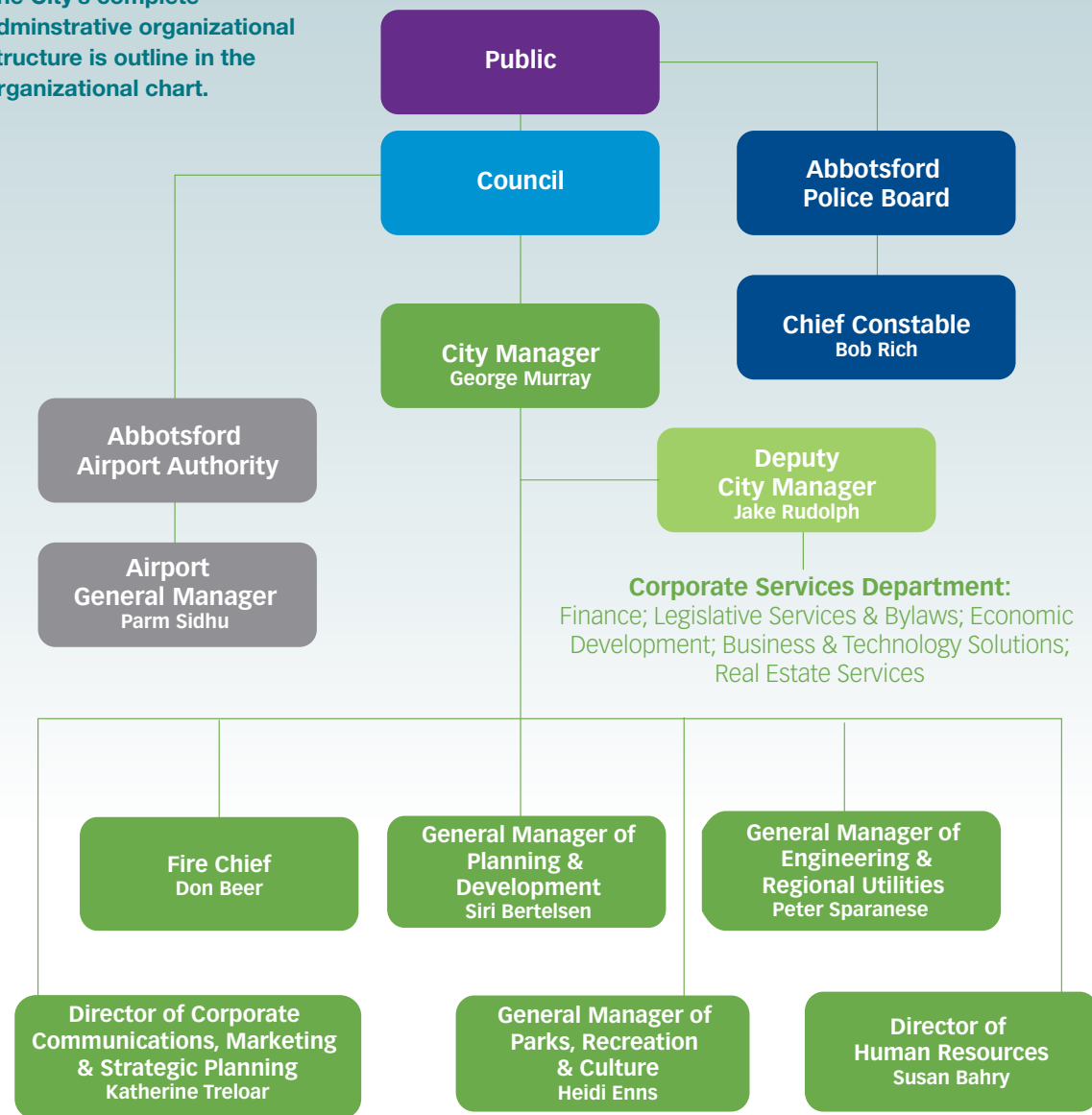
Ross Siemens was elected as an Abbotsford City Councillor in 2014. Ross previously served on the District of Abbotsford Council from 1986 to 1990. While serving on the District Council he helped initiate the Business Improvement Area legislation that established the Abbotsford Downtown Business Association. He is the owner of his family's business, Hub Motor Service (Siemens Garage Ltd.). His recent community involvements include serving on the Board of Directors for Abbotsford Community Services, the Abbotsford Social Development Advisory Committee, the Mayor's Task Force on Homelessness, the Abbotsford Sports Hall of Fame, the Joint Shared Services Committee, the Fraser Valley Regional District, the Arts Council and he is currently the Chair of the Development Advisory Committee.

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.

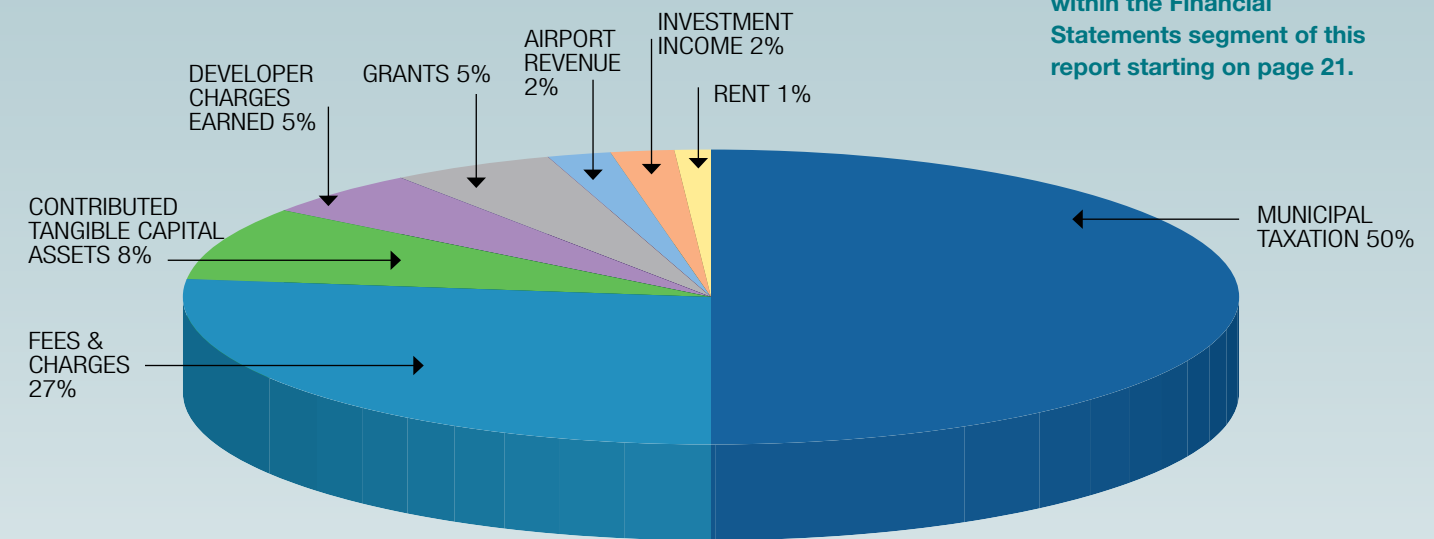
The Abbotsford International Airport and the Abbotsford Police Department report to independent Boards. All other Departments report directly to the City Manager, who is appointed by, and reports directly to, City Council. The City Manager is the Chief Administrative Officer for the City of Abbotsford.

The City's complete administrative organizational structure is outlined in the organizational chart.



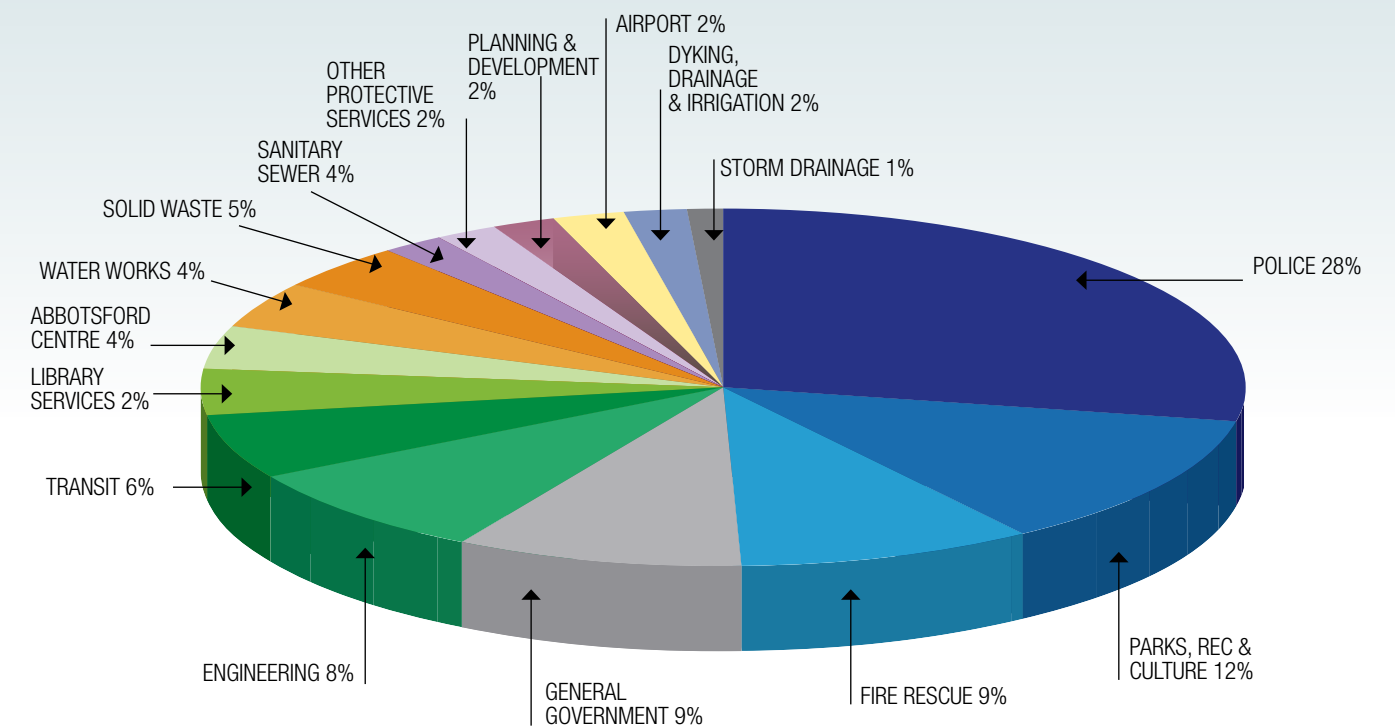
2015 REVENUE AND EXPENSES

2015 REVENUE



Complete financial information is contained within the Financial Statements segment of this report starting on page 21.

2015 EXPENSES



2015 STRATEGIC OBJECTIVES

In 2015, City Council endorsed a 2015-2018 Strategic Plan, establishing an exciting vision for the City and providing direction and guidance as the City develops.

At the core of the 2015-2018 Strategic Plan is Council's overall vision for the City. This vision sees Abbotsford as a preferred destination for businesses and residents alike; the Hub of the Fraser Valley.

As the Hub of the Fraser Valley, the City of Abbotsford will be the regional centre 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 Cornerstones were created in 2015 to support and focus the work of Council and the City. The 2015 - 2018 Strategic Plan aligns all municipal planning decisions and guides departmental business planning and budgeting efforts.

Our Mission

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

FOUR CORNERSTONES

To meet our vision, Council has developed four cornerstones to achieve economic prosperity.



COMPLETE COMMUNITY

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.



ORGANIZATIONAL ALIGNMENT

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



FISCAL DISCIPLINE

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



VIBRANT ECONOMY

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

STRATEGIC PRINCIPLES

The 2015 - 2018 Strategic Plan aligns all municipal planning decisions and guides departmental business planning and budgeting efforts.

PRINCIPLES

1. We value our community's connection with the environment
2. We support a multi-disciplinary approach to public safety
3. We capitalize on opportunities around transportation in and through the city
4. We embrace our cultural diversity as one of our greatest strengths
5. We value recreation and support facilities, amenities and activities that connect us
6. We facilitate action to mitigate social issues that impact our community

1. We make development decisions based on our long-term strategies and are not swayed from our community vision by short-term gains
2. We recognize the importance of certainty in community building and that our rules and bylaws are critical to protecting the livability of our city
3. We support the efficient and effective delivery of our city services and programs
4. We pursue excellence in customer service and strive to provide a positive customer experience
5. We believe in an involved, safe and engaged workforce

1. We understand how important it is to take a long-term view on maintaining and upgrading our city assets
2. We make financial decisions by looking not just at the long-term costs but also the value to our community
3. We understand the critical role of community education and engagement
4. We actively manage our city finances with exceptional care

1. We understand the impact we have on others and invest in building relationships that facilitate alignment
2. We focus on developing a vibrant and diverse economy
3. We recognize the value of innovation in our local economy, especially agriculture

Our Vision

Abbotsford as a preferred destination for businesses and residents alike; the Hub of the Fraser Valley.

All the activities undertaken by various City departments are guided by the basic principles of the Strategic Plan. Detailed information on the work of each City Department can be found in the departmental annual reports and the 2015 Report to the Community published earlier in the year.

These city publications can be viewed on the City's website at www.abbotsford.ca. Highlights are included in the Main Service Areas section on the next page.



CITY OF ABBOTSFORD

The City of Abbotsford is responsible for providing relevant and timely community services and infrastructure in support of a sustainable, enjoyable City. Each day, City staff endeavour to provide efficient and effective municipal services within an accountable and sustainable fiscal framework. To find out more about our City Services visit www.abbotsford.ca. Abbotsford City services are organized into eight key service departments outlined below.

DID YOU KNOW?

The City implemented an **e-Billing** program in 2015 which allows residents to receive tax and utility bills via email.

The total value of building permits in 2015 was **\$296,704,729**, up **14%** from 2014.



Planning staff talked to **6,700** residents in 2015 about **Abbotsforward**, the update of the Official Community Plan that outlines how our community will grow to 200,000 people.

Each week, the City picked up garbage, recycling and compostable waste from **25,000** households and diverted nearly **70%** of our waste from garbage to composting and recycling!



Sewer crews flushed **114 km** of sewer main in 2015 to ensure the system operated efficiently without backups.



CITY MANAGER'S OFFICE

The City Manager is appointed by Abbotsford City Council and is accountable to Council for the policies and programs delivered by the City of Abbotsford. The City Manager is the most senior official in the City's administrative structure and provides guidance and advice to Council and the City administration on city-wide issues, co-ordinating the work of City divisions and evaluating how well the City provides services. The City Manager is assisted by a Deputy City Manager, three General Managers overseeing the service departments, as well as the Fire Chief, Director of Human Resources and the Director of Communications, Marketing & Strategic Planning.

CORPORATE SERVICES

The Corporate Services Department administers the statutory functions of the Community Charter and Local Government Act to provide excellence in customer service to the public and the organization by supporting other departments at the City in service delivery to the public. The department is responsible for five divisions, including Legislative Services and Bylaws, Financial Services, Economic Development, Business & Technology Solutions, and Real Estate Services.

PLANNING & DEVELOPMENT SERVICES

The Planning and Development Services Department is primarily responsible for formulating policies and standards for new development; managing approvals of all types of land development; regulating building construction, ensuring compliance with community standards; and facilitating development of best practices to protect the environment. The Department encompasses Planning, Development Services, Building Permits, and Business Licences.

ENGINEERING & REGIONAL UTILITIES

The Engineering Department plans, designs, constructs and maintains the engineering infrastructure essential for a high quality of life in Abbotsford. The Engineering Department has approximately 200 staff working at City Hall, the Operations Yard, JAMES Treatment Plant, and the Norrish Creek Water Treatment Plant.

MAIN SERVICE AREAS

FIRE RESCUE SERVICE

Abbotsford Fire Rescue Service responds to emergency incidents, including fires, motor vehicle incidents with injuries, and hazardous material spills. Fire Rescue Service works closely with other emergency response partners such as BC Ambulance and Abbotsford Police. Fire Rescue Service members conduct fire inspections for over 2,900 properties in the City, along with providing fire public education and administers the Emergency Program. The Emergency Program's mandate is to meet provincial legislation under the Emergency Program Act, identifying our City's responsibilities to provide a safer community. The key responsibilities are to establish and exercise plans to prepare, respond, and recover during disasters such as those which are man-made (hazardous materials, terrorism) or naturally occurring (floods, earthquakes).

HUMAN RESOURCES

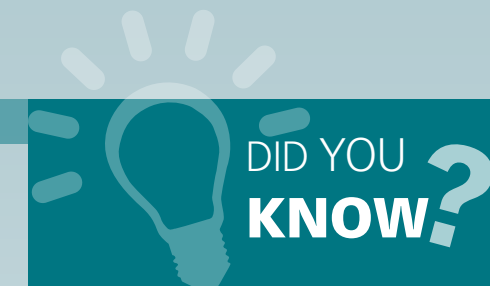
The City of Abbotsford is committed to fostering a diverse and high performing workforce with strong and effective leaders. The Human Resources Department provides leadership and promotes excellence in human resources management. The department is committed to supporting the organization in its dedication to customer service and engagement, and being a workplace of choice where health and safety exist for all staff, positive relations exist with union and employee associations, and learning is a continuous activity.

PARKS, RECREATION & CULTURE

The Parks, Recreation & Culture Department is responsible for planning, developing, maintaining, and operating all City parks, trails, cemeteries, recreation, and cultural facilities. The department provides services and programs for over 157 parks and four cemeteries totalling 2,584 acres. Recreation and cultural programs are provided at seven facilities including the Abbotsford Recreation Centre, Matsqui Recreation Centre, MSA Arena, Abbotsford Exhibition Park, Centennial Outdoor Pool, Matsqui Centennial Auditorium and the Reach Gallery & Museum.

COMMUNICATIONS, MARKETING & STRATEGIC PLANNING

Communications, Marketing and Strategic Planning ensures that the public, employees, media, national and international audiences have a clear understanding of the City of Abbotsford's priorities, programs and policies. The department provides support to the Mayor, Members of Council and all City Departments to inform the public about City programs, services and emerging issues of interest and to encourage civic participation in municipal government. The department is also responsible for liaising and coordinating with Council on the development of the Strategic Plan, including defining the major priorities for the City.



DID YOU KNOW?

in 2015, the City launched a new Economic Development brand and strategy to help spread the word that Abbotsford is "open for business."



During the dry months of May and June of 2015, Fire Rescue Service responded to **92 grass, brush and bark mulch fires** compared to 80 fires in all of May, June, July, August and September of 2014.



The roads crew paved **30 km of local roads**, filled **1,261 potholes**, patched **13,392 m² of road surface**, sealed **125,049 metres of cracks**, graded **88 km of gravel roads** and repaired **150 m² of sidewalk** as part of our infrastructure maintenance program.



Parks crews planted **42,000 bulbs**, **17,250 flowers** and **100 shrubs**.

Abbotsford hosted over **160 community events in 2015** including runs, walks, festivals, fundraisers, park concerts, and cycling.

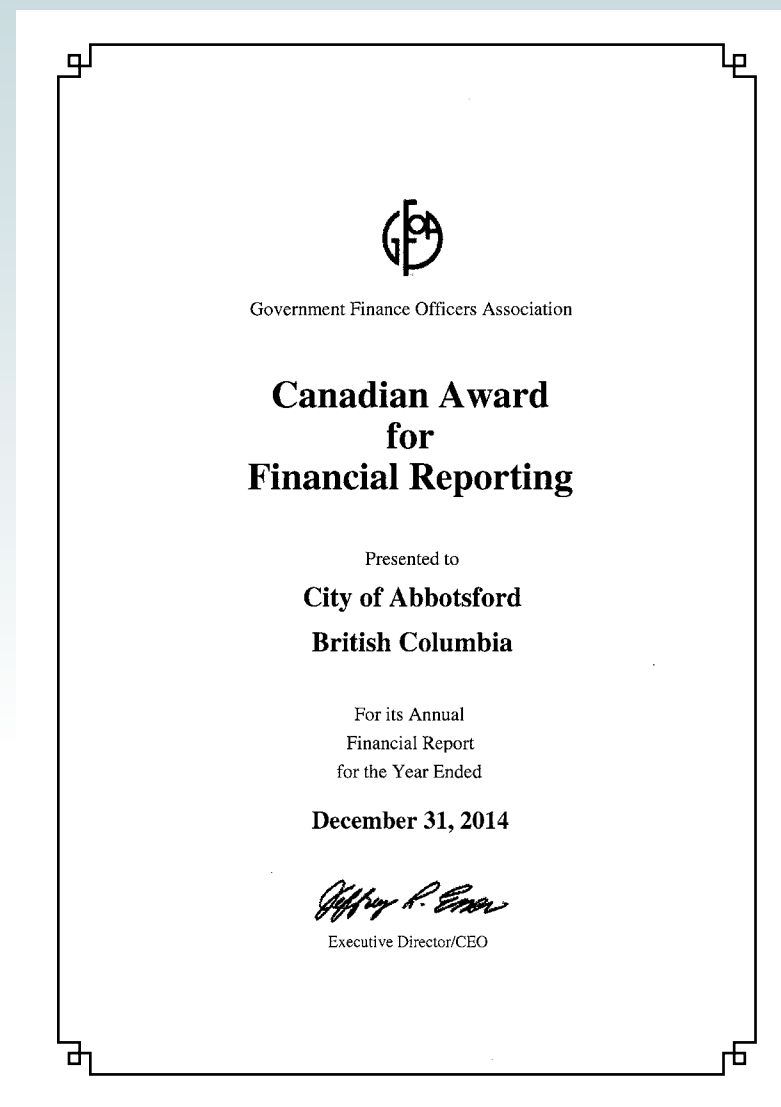


CANADIAN AWARD FOR FINANCIAL REPORTING

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, 2014. 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 unit 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

OVERVIEW

I am pleased to submit the financial report for the City of Abbotsford for the fiscal year ended December 31, 2015 pursuant to section 167 of the British Columbia Community Charter that requires that each municipality prepare an annual report before June 30 each year.

Following the Chief Financial Officer's report is a complete set of financial statements presented in conformity with Canadian public sector accounting standards and are audited in accordance with auditing standards generally accepted in Canada. KPMG LPP, Chartered Accountants has audited these financial statements and provided an unqualified opinion in their report dated May 2, 2015. Their responsibility was to express an opinion on these consolidated financial statements based on their independent audit.

The City provides multiple services to its residents. At a municipal level it provides protection to its citizens; recreational and cultural activities; water, sewer, and solid waste management services; roads, bridge, sidewalk and trail maintenance; and city planning and development.

The financial statements bring together the financial results of these activities and entities. The Municipality is responsible for the fairness and completeness of the presentation and all disclosures, and the accuracy of the data. This report provides users with an overview of the City of Abbotsford's financial performance.

The purpose of the report is to provide the users and readers with clear insight of the financial results for the City for the fiscal year ended December 31, 2015. Administration strives to ensure that this report fairly presents the financial position of the Municipality. The report compares how financial resources were used against budgets and past financial performance.

The annual report is presented in five sections: introductory, financial, exhibits and schedules, financial statistical and permissive tax exemptions. The introductory section includes the Municipality's vision and mission statements, governance structure, organization chart, key strategic objectives, accomplishments and highlights and an outline of the city's main services. The financial section includes the Chief Financial Officer's Report (including management reporting and control, our future, and financial highlights) and the audited financial statements (including the independent auditor's report on the financial statements, the basic financial statements, and the notes to the financial statements). 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.

MANAGEMENT REPORTING AND CONTROL

Financial Governance

While the Municipality'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 and Reporting Process

Based on the input from Council, staff, citizens, 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 Municipality'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 5 year financial plan. Project items for the current year are carefully reviewed on a project basis and funded through DCC, community works funds (Gas Tax funding), reserve transfers, and other sources. As is normal, a portion of the capital budget is carried forward for projects not completed within the fiscal year so budgets are not directly comparable with current year actual amounts.

Accounting Process

The City is organized into various departments each supplying specific services to the City and its residents. Each department is responsible for the delivery of their services in accordance with the resources allocated to the programs each department delivers. While all departments share a common accounting and reporting system, financial and accounting services are administered within the Finance Department to each department. The Finance Department is responsible for recording, reporting and forecasting the City's financial activities. To aid in decision making, the Finance Department provides management and Council with regular quarterly financial reports. The preparation of the annual financial reports for an audit is also a responsibility of the Finance Department.

Audit Process

As per section 169 of the Community Charter which requires municipal council to appoint an independent auditor, the City of Abbotsford's 2015 financial statements have been audited by KPMG LLP. The goal of the independent auditor is to provide reasonable assurance that the financial statements of the City of Abbotsford for the fiscal year ended December 31, 2015 are free from 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 of Abbotsford financial statements for the year ended December 31, 2015 are fairly presented in conformity with Canadian generally accepted accounting principles. The independent auditor's report is presented as the first component of the audited financial statement section of this report.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

Net Financial Assets

A key indicator in assessing the financial health of a local government is its net financial assets (financial assets less liabilities). Net financial assets increased by \$40.5 million during 2015, from \$63.4 million of net financial assets (2014), to \$103.9 million of net financial assets at the end of 2015. The majority of the increase is coming from two main sources – higher balances in portfolio investments and reduced long-term debt. Reduced capital expenditure requirements in 2015 resulted in additional cash that increased both capital and operating reserve levels.

Cash and Portfolio Investments

Cash and portfolio investments are increased by \$46.7 million during 2015. This is mainly due to reduced capital expenditure requirements in 2015. The majority of the portfolio investments are made up of short-term investments. Investment maturities are being kept short in anticipation of gradually increasing yields over the next couple of years.

Long-Term Debt

Total debt repayments of \$3.2 million were made in 2015. As a result, total long-term debt at the end of the year was \$66.6 million (2014 - \$69.8 million). Of that amount, \$65.1 million is general fund debt. Exhibit 5 provides more detailed information on each debt currently held by the City.

The City continues to implement an early debt repayment strategy for the debt it assumed with the transfer of the water supply and sewage treatment operation from the Fraser Valley Regional District (FVRD). All remaining utility debt (MFA issue #75) is planned to be retired by 2016.

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 2015, the City's legal debt servicing limit was \$52.4 million, and the annual debt servicing was \$6.8 million. The remaining debt servicing capacity of \$45.6 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 tangible capital assets is decreased by \$3.4 million in 2015 to \$1,407.2 million (or \$1.41 billion).

Category	2015 Change \$ (in millions)	Dec. 31, 2015 \$ (in millions)
Land & land improvements	\$ 3.9	\$ 390.4
Park improvements	(1.5)	17.3
Buildings	(6.3)	115.7
Machinery & equipment	(1.6)	9.0
Vehicles	(1.0)	11.9
Airport	(1.0)	28.0
Water	1.3	232.6
Sewer	(0.7)	163.7
Transportation	(7.9)	211.9
Storm drainage	2.2	186.2
Dyking, drainage & irrigation	(0.6)	21.6
Assets under construction	9.8	18.9
Total non-financial assets	(\$ 3.4)	\$ 1,407.2

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, 2015, records an increase of \$37.3 million (2015 \$170.5 million vs 2014 - \$133.2 million).

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 decreased from \$1,342.3 million in 2014, to \$1,342.2 million in 2015. This small (\$0.1 million) decrease was due to amortization expense exceeding the value of new capital investment for the year and the retirement of debt principal.

CONSOLIDATED STATEMENT OF OPERATIONS

Revenue

The total consolidated revenue is up \$28.9 million and \$4.4 million compared to budget and last year, respectively. Higher than expected development activity in 2015 resulted in \$19.7 million in contributed tangible capital assets which are roads, water mains, and storm drainage, etc. The city does not budget for contributed tangible assets as they are difficult to predict. Grants revenue is lower than last year by \$15.7 million and it is mainly resulted from reclassifying all funds on hand in 2014 from the Community Works Funds (CWF) program from a liability to revenue.

Expenses

The total consolidated expenses are \$41.3 million below budget for the year. This is made up of \$44.3 million of amortization expense. It is a non-cash expense and the City does not budget for this category. Compared to last year, overall expenses are lower by \$8.8 million. In 2014, there was a one-time payment of \$5.5 million to end the agreement between the Abbotsford Heat/Fraser Valley Sports Entertainment Ltd. Dyking, drainage, and irrigation is also showing reduced expenses compared to last year. In 2014, expenses were recorded for the Ridgedale Erosion Arc worth \$2.6 million.

General, Waterworks, Sanitary Sewer, and Airport funds, listed below, provide more detailed information on 2015 expenses.

Accumulated Annual Surplus

On a consolidated basis, the City experienced an annual surplus of \$37.2 million in 2015, up from \$24.1 million in 2014.

Note 13 Accumulated Surplus details the sources of the consolidated annual surplus for 2015:

Category	\$ (in millions)
General operating	\$ 4.8
Waterworks operating	2.0
Sanitary sewer operating	1.8
General operating reserve	2.3
Capital Reserves:	
General	7.9
Waterworks	3.2
Sanitary sewer	4.3
Airport	3.6
Non-financial assets:	
Tangible capital assets	7.2
Inventory & pre-paid expenses	0.1
Total annual surplus	\$ 37.2

Supporting schedules (Exhibits 1 to 5) and (Schedules A to S) explain 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 – essentially everything except water, sewer, airport and capital funds. General operating fund shows an increase to the unappropriated surplus of \$4.8 million in 2015 (2014 – \$1.6 million).

The following table highlights some of the major variances vs budget for schedule A for both revenue and expenses.

Increased Revenue	Amount	Explanation
Building permits	\$1.0M	Building permit revenue higher than budget due to some major building projects throughout 2015
Soil permit revenue	0.4M	Higher than expected activity in soil permits resulted in more revenue than planned

Reduced Expenses	Amount	Explanation
General government	\$1.0M	Attrition from vacant positions, other categories are under budget including licensing fees, recruitment costs, repair and maintenance costs, and travel & training expenditures
Other protective services	0.5M	Attrition from vacant positions, conference/training under budget for the year
PRC	0.5M	Repair & Maintenance and departmental supplies expenditures are under budget for the year
Engineering Services	1.6M	Savings in snow removal program due to a mild winter, attrition from vacant positions, other various reductions
Storm drainage services	0.7M	Underground storage tank repairs and other annual maintenances are under budget for the year

Water Operating Fund - Schedule B

The 2015 change in unappropriated surplus is \$2.0 million. The user rates revenue is up \$0.9 million vs budget (\$15.6 million). This is primarily due to an increase in the billed water consumption compared to last year by 2.7%. A major factor in the increased consumption was the extended hot summer.

2015 expenditures are lower than budget by \$0.5 million. Water conservation program was under budget reflecting lower numbers of toilet and washer rebates being submitted. Repairs and insurance costs were under budget for the year.

Sewer Operating Fund - Schedule C

Compared to budget, the user rate revenue is up \$0.7 million (budget \$10.3 million). This is mainly due to higher sewer usage in the non-residential category.

Reduced expenditures, mainly in Joint Abbotsford-Mission treatment plant (JAMES) and maintenance area, combined with revenue surplus, resulted in an unappropriated surplus of \$1.8 million.

Airport Operating Fund - Schedule D

Airport operations was able to realize a better financial result than planned. Higher than planned annual surplus before amortization (\$0.5 million), allowed the airport to transfer \$0.5 million extra to airport capital reserve (planned - \$1.8 million, transferred – 2.3 million). Savings in winter supplies due to mild winter this year.

Reserves – Exhibit 4

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

Capital Reserves

Total capital reserves increased by \$19.0 million from 2014 (\$96.3 million) to 2015 (\$115.3 million).

Operating Reserve

The operating reserve increased by \$2.3 million in 2015 to \$35.6 million (2014 - \$33.3 million).

FUTURE OUTLOOK

Operations in 2015 were mostly in line with budget, meeting expectations of fiscal accountability and exhibiting core City values in the development of fiscal sustainability where services are delivered efficiently and effectively.

Achieving fiscal sustainability, maintaining the City's considerable investment in infrastructure and looking for innovative ways to deliver services that residents want and value will always be the primary focus.

Looking at the road ahead, regional and global economic challenges will continue to have an impact on the City. Focusing on current economic conditions with a long term strategic planning view will align the financial capacity with the community services requirements.

Overall, the City will strive to always provide best value for the customers and residents, while ensuring that the City remains flexible and financial sustainable.



Lisa Pleadwell
Chief Financial Officer
Director of Finance

May 2, 2016

2015 CONSOLIDATED FINANCIAL STATEMENTS

CITY OF ABBOTSFORD AUDITOR'S REPORT



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INDEPENDENT AUDITORS' REPORT

To the Mayor and Council of the City of Abbotsford

We have audited the accompanying consolidated financial statements of the City of Abbotsford which comprise the consolidated statement of financial position as at December 31, 2015, the consolidated statements of operations, change in net financial assets and cash flows for the year then ended, and notes comprising a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with Canadian generally accepted accounting principles, and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these consolidated 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 consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on our judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, we consider internal control relevant to the entity's preparation and fair presentation of the consolidated financial statements 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the consolidated financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the consolidated financial statements present fairly, in all material respects, the financial position of the City of Abbotsford as at December 31, 2015, and the results of its operations, changes in net financial assets and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

Other Matters

Our audit was made for the purpose of forming an opinion on the consolidated financial statements taken as a whole. The supplementary information included in Exhibits 1 through 5 and Schedules A through T is presented for purposes of additional analysis and is not a required part of the consolidated financial statements. Such information has been subjected to the auditing procedures applied in the audit of the consolidated financial statements and, in our opinion, is fairly stated in all material respects in relation to the consolidated financial statements taken as a whole.

Chartered Professional Accountants

May 2, 2016

Abbotsford, Canada

KPMG LLP is a Canadian limited liability partnership and a member firm of the KPMG network of independent member firms affiliated with KPMG International Cooperative ("KPMG International"), a Swiss entity. KPMG Canada provides services to KPMG LLP.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at December 31, 2015, with comparative information as at December 31, 2014
in thousands

	2015	2014
FINANCIAL ASSETS		
Cash and cash equivalents (Note 2)	\$ 24,572	\$ 42,785
Accounts receivable (Note 3)	37,889	37,220
Portfolio investments (Note 4)	219,972	155,098
	<u>282,433</u>	<u>235,103</u>
FINANCIAL LIABILITIES		
Accounts payable and accrued liabilities (Note 5)	63,252	58,746
Restricted revenue (Note 6)	46,388	40,847
Deferred revenue (Note 7)	2,325	2,344
	<u>111,965</u>	<u>101,937</u>
Long-term debt (Note 8)	66,564	69,777
	<u>178,529</u>	<u>171,714</u>
	<u>103,904</u>	<u>63,389</u>
NET FINANCIAL ASSETS		
NON-FINANCIAL ASSETS		
Tangible capital assets (Note 10)	1,407,195	1,410,580
Inventories (Note 11)	1,012	1,141
Pre-paid expenses (Note 12)	599	365
	<u>1,408,806</u>	<u>1,412,086</u>
ACCUMULATED SURPLUS (Note 13)	<u>\$ 1,512,710</u>	<u>\$ 1,475,475</u>
Contingent Liabilities (Note 16)		

HENRY BRAUN, MAYOR

LISA PLEADWELL,
DIRECTOR OF FINANCE/CFO

See notes to consolidated financial statements.

CONSOLIDATED STATEMENT OF OPERATIONS

For the Year Ended December 31, 2015, with comparative information for 2014
in thousands

	2015 Plan (Note 18)	2015 Actual	2014 Actual
REVENUE			
Municipal taxation	\$ 126,699	\$ 126,934	\$ 125,453
Fees and charges	67,897	73,973	74,046
Developer charges earned	5,910	12,192	9,914
Contributed tangible capital assets	-	19,695	3,950
Grants	18,362	14,083	29,769
Investment income	3,922	4,400	3,807
Rent	3,884	4,001	4,029
Other	-	259	205
	<u>226,674</u>	<u>255,537</u>	<u>251,173</u>
EXPENSE			
General government	16,065	15,791	15,205
Planning & development services	4,307	4,101	4,065
Protective services	67,776	69,537	69,124
Parks, recreation, culture & libraries	31,041	37,371	48,065
Transit	11,322	10,908	10,650
Engineering	24,354	42,847	41,705
Dyking, drainage & irrigation	2,737	3,611	6,052
Waterworks	8,033	14,570	13,898
Sanitary sewer	7,245	12,759	11,615
Airport	4,150	6,807	6,675
	<u>177,030</u>	<u>218,302</u>	<u>227,054</u>
ANNUAL SURPLUS	<u>49,644</u>	<u>37,235</u>	<u>24,119</u>
ACCUMULATED SURPLUS, BEGINNING OF YEAR	<u>1,475,475</u>	<u>1,475,475</u>	<u>1,451,356</u>
ACCUMULATED SURPLUS, END OF YEAR	<u>\$1,525,119</u>	<u>\$1,512,710</u>	<u>\$1,475,475</u>

See notes to consolidated financial statements.

CONSOLIDATED STATEMENT OF CASH FLOWS

For the Year Ended December 31, 2015, with comparative information for 2014
in thousands

	2015	2014
OPERATING ACTIVITIES		
Annual surplus	\$ 37,235	\$ 24,119
Non-cash items included in annual surplus:		
Amortization expense	44,260	43,488
Contributed tangible capital assets	(19,695)	(3,950)
Loss on disposal of tangible capital assets	1,143	399
Recognition of restricted revenue	(13,413)	(13,500)
Changes in non-cash operating items:		
Accounts receivable	(669)	(323)
Inventories	129	83
Pre-paid expenses	(234)	4,166
Accounts payable and accrued liabilities	4,506	(65)
Deferred revenue	(18)	(18,749)
	<u>53,244</u>	<u>35,668</u>
INVESTING ACTIVITIES		
Increase in portfolio investments	(64,874)	(10,696)
FINANCING ACTIVITIES		
Collection of and interest on restricted revenue	18,955	19,027
Debt principal repaid	(3,213)	(8,572)
	<u>15,742</u>	<u>10,455</u>
CAPITAL ACTIVITIES		
Proceeds from disposal of tangible capital assets	1,267	976
Acquisition of tangible capital assets	(23,592)	(15,319)
	<u>(22,325)</u>	<u>(14,343)</u>
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	<u>(18,213)</u>	<u>21,084</u>
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	<u>42,785</u>	<u>21,701</u>
CASH AND CASH EQUIVALENTS, END OF YEAR	<u>\$ 24,572</u>	<u>\$ 42,785</u>

See notes to consolidated financial statements.

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

For the Year Ended December 31, 2015, with comparative information for 2014
in thousands

	2015 Plan (Note 18)	2015 Actual	2014 Actual
ANNUAL SURPLUS	\$ 49,644	\$ 37,235	\$ 24,119
TANGIBLE CAPITAL ASSETS			
Acquisition of tangible capital assets	(40,782)	(23,590)	(15,319)
Contributed tangible capital assets	-	(19,695)	(3,950)
Amortization	-	44,260	43,488
Proceeds from disposal of tangible capital assets	-	1,267	976
Loss on disposal of tangible capital assets	-	1,143	399
	(40,782)	3,385	25,594
OTHER NON-FINANCIAL ASSETS			
Decrease in inventory	-	129	83
(Increase)/decrease in pre-paid expenses	-	(234)	4,166
	-	(105)	4,249
INCREASE IN NET FINANCIAL ASSETS	8,862	40,515	53,962
NET FINANCIAL ASSETS, BEGINNING OF YEAR	63,389	63,389	9,427
NET FINANCIAL ASSETS, END OF YEAR	\$ 72,251	\$ 103,904	\$ 63,389

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

For the Year Ended December 31, 2015 (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.

See notes to consolidated financial statements.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

For the Year Ended December 31, 2015 (Tabular amounts are in thousands of dollars)

1. SIGNIFICANT ACCOUNTING POLICIES: CONTINUED

(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 2015 Plan amounts in the financial statements reflect the first year of the five-year financial plan adopted by Council on March 30, 2015, with the exception of adjustments detailed in Note 18 to the Consolidated Statements.

(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, 2015 (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 and detention	50 - 100
	Dyking, drainage and 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.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

For the Year Ended December 31, 2015 (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 by 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, 2015 (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, tangible capital asset historical costs pre-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 surplus.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

For the Year Ended December 31, 2015 (Tabular amounts are in thousands of dollars)

2. CASH AND CASH EQUIVALENTS:

	2015	2014
Cash	\$ 15,429	\$ 33,720
MFA short-term money-market investment pools	9,143	9,065
	<u>\$ 24,572</u>	<u>\$ 42,785</u>

3. ACCOUNTS RECEIVABLE:

	2015	2014
Fees and charges	\$ 13,931	\$ 13,696
Taxes	6,837	7,702
Grants	549	486
Development cost charges	10,713	9,165
Local improvement/service charges	5,859	6,171
	<u>\$ 37,889</u>	<u>\$ 37,220</u>

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

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

For the Year Ended December 31, 2015 (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.

	2015		2014	
	Cost	Market	Cost	Market
Portfolio investments	\$ 219,972	\$ 220,569	\$ 155,098	\$ 155,487
	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	163,567	23,284	116,495	29,881
Annual yield	1.95 %	2.60 %	1.98 %	2.92 %

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

For the Year Ended December 31, 2015 (Tabular amounts are in thousands of dollars)

5. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES:

	2015	2014
Accounts payable:		
Trade payables	\$ 20,079	\$ 16,457
Deposits	13,868	10,219
Tax prepayments	11,836	11,691
Salaries and wages	3,357	5,399
Due to Cemetery Care Trust Fund	79	217
Accounts payable and accrued liabilities:		
Retirement allowance liability	10,117	10,497
Liability claims	918	559
Vacation pay	1,120	1,444
Landfill restoration liability	1,146	1,171
Long-term payables	732	1,092
	<u>\$ 63,252</u>	<u>\$ 58,746</u>

(a) Retirement Allowance Liability:

The City provides certain earned benefits at retirement, including post-employment service pay, 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 liability is accrued based on a normal retirement age or actual age, whichever is greater. The retirement liability requires no contribution from employees.

In 2015, an independent actuarial valuation of the retirement liability was performed. The actuarial valuation for these benefits was performed to determine the City's benefit obligation as at December 31, 2015. The difference between the actuarially determined benefit obligation of \$11,794,000 and the accrued benefit liability of \$10,117,000 as at December 31, 2015, was an unamortized actuarial loss of \$1,677,000, (2014 loss - \$281,000) 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, 2016.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

For the Year Ended December 31, 2015 (Tabular amounts are in thousands of dollars)

5. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES: CONTINUED

(a) Retirement Allowance Liability: continued

	2015	2014
Actuarial benefit obligation	\$ 11,794	\$ 10,778
Unamortized actuarial gain/(loss)	(1,677)	(281)
Accrued benefit liability	<u>\$ 10,117</u>	<u>\$ 10,497</u>

Accrued benefit liability :

	2015	2014
Balance, beginning of year	\$ 10,497	\$ 9,925
Current service cost	902	786
Interest cost	351	398
Benefits paid	(1,658)	(582)
Amortization of net actuarial loss/(gain)	25	(30)
Balance, end of year	<u>\$ 10,117</u>	<u>\$ 10,497</u>

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

For the Year Ended December 31, 2015 (Tabular amounts are in thousands of dollars)

5. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES: CONTINUED

(a) Retirement Allowance Liability: continued

Actuarial Assumptions used to determine the benefit obligation:

	2015	2014
Discount rate	3.2 %	3.1 %
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.

The two most recent landfills that were operated and closed to various stages from 1978 to 1989 were the Valley Road Landfill and Trethewey Street Landfill. 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 by the end of 2016.

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. 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 2015. This capacity is projected to be fully used by 2025.

The liability of \$1,146,000, at December 31, 2015 (2014 - \$1,171,000), is calculated based on

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

For the Year Ended December 31, 2015 (Tabular amounts are in thousands of dollars)

5. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES: CONTINUED

(b) Landfill Restoration Liability: continued

the discounted estimated future cash flows associated with closure and post-closure activities for existing waste at the two landfills. An additional \$738,000 (present value) is estimated to be required for closure activities related to future sediment deposits at the Valley Road site. The total of the current liability and unrecognized closure costs is \$1,884,000.

The discount rate used in 2015 was 3.2% (2014 - 3.1%) and the inflation rate used in 2015 was 2.0% (2014 - 2.0%). Landfill closure costs in 2015 were \$60,025 (2014 - \$56,008). There are no assets designated for settling the post-closure care liability.

	2015	2014
Restoration liability, beginning of year	\$ 1,171	\$ 1,272
Adjustment to liability	(25)	(101)
Restoration liability, end of year	<u>\$ 1,146</u>	<u>\$ 1,171</u>

(c) Liability for Contaminated Sites:

The City has determined that as of December 31, 2015, no contamination in excess of an environmental standard exists related to sites not in productive use for which the City is responsible.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

For the Year Ended December 31, 2015 (Tabular amounts are in thousands of dollars)

6. RESTRICTED REVENUE LIABILITY:

	Development cost charges	Development fees	Airport fees	2015 Total	2014 Total
Balance December 31, 2014	\$ 21,107	\$ 18,568	\$ 1,172	\$ 40,847	\$ 35,320
Add:					
Current year contributions	15,163	1,599	1,417	18,179	18,293
Interest	399	341	35	775	734
	<u>36,669</u>	<u>20,508</u>	<u>2,624</u>	<u>59,801</u>	<u>54,347</u>
Deduct amounts recognized as revenue in current year					
Developer charges earned:					
Capital expenditures	11,735	468	-	12,203	11,123
Airport fees:					
Eligible airport expenditures	-	-	1,210	1,210	2,377
	<u>11,735</u>	<u>468</u>	<u>1,210</u>	<u>13,413</u>	<u>13,500</u>
Balance, December 31, 2015	<u>\$ 24,934</u>	<u>\$ 20,040</u>	<u>\$ 1,414</u>	<u>\$ 46,388</u>	<u>\$ 40,847</u>

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, 2015, the amount of DCCs due over the next two years is \$10,712,504 (2014 - \$9,165,425).

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, 2015 (Tabular amounts are in thousands of dollars)

6. RESTRICTED REVENUE LIABILITY: CONTINUED

(a) Development Cost Charges (DCC) continued

	2015	2014
Development cost charges:		
Storm drainage	\$ 11,672	\$ 11,278
Parks	5,419	6,031
Waterworks - supply	5,802	2,558
Sanitary sewer - collection	2,041	1,240
	<u>\$ 24,934</u>	<u>\$ 21,107</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.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

For the Year Ended December 31, 2015 (Tabular amounts are in thousands of dollars)

7. DEFERRED REVENUE:

	December 31, 2014	Externally restricted inflows	Revenue earned	December 31, 2015
Fees and charges	\$ 1,615	\$ 7,515	\$ (7,278)	\$ 1,852
Grant	277	26	(13)	290
UFV library lease	452	-	(269)	183
	<u>\$ 2,344</u>	<u>\$ 7,541</u>	<u>\$ (7,560)</u>	<u>\$ 2,325</u>

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

For the Year Ended December 31, 2015 (Tabular amounts are in thousands of dollars)

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:

	General	Waterworks - supply	Sanitary sewer - treatment	Total
2016	\$ 3,125	\$ 165	\$ 53	\$ 3,343
2017	3,250	173	56	3,479
2018	3,380	182	58	3,620
2019	3,515	191	61	3,767
2020	3,656	201	64	3,921
2021 and thereafter	48,154	211	69	48,434
	<u>\$ 65,080</u>	<u>\$ 1,123</u>	<u>\$ 361</u>	<u>\$ 66,564</u>

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 \$3,541,200 in 2015 (2014 - \$3,833,400).

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

For the Year Ended December 31, 2015 (Tabular amounts are in thousands of dollars)

9. INTERNAL FINANCING:

To achieve more financial flexibility and minimize borrowing costs to the fullest extent possible, borrowing between capital reserves is sometimes used in accordance with the legal authority provided under the Community Charter (Section 189). Interest charges equivalent to the interest that would have been earned on the borrowed funds had they remained in the reserve fund are applied annually. However, interest charges are applied to development cost charges only to the extent those interest charges have been authorized by Development Cost Charge (DCC) Bylaw.

From 2009 to 2012, internal borrowing was provided for three road projects which will subsequently be funded through the roads DCC program as DCC contributions are received. The internal financing on two of the road projects enabled the City to take advantage of significant Federal and Provincial infrastructure stimulus grant funding.

In 2013, internal financing was used for projects in the sanitary sewer (treatment plant) DCC program, in order to take advantage of significant grant funds.

	2015	2014
Roads DCC	\$ 9,945	\$ 15,163
Sanitary sewer DCC - treatment plant	416	1,878
	<u>\$ 10,361</u>	<u>\$ 17,041</u>

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

For the Year Ended December 31, 2015 (Tabular amounts are in thousands of dollars)

10. TANGIBLE CAPITAL ASSETS:

Tangible Capital Assets consist of the following:

	2015	2014
General		
Land	383,669	379,569
Land improvements	6,708	7,079
Park improvements	17,312	18,771
Buildings	115,748	122,004
Machinery & equipment	8,972	10,642
Vehicles	11,857	12,859
Infrastructure		
Airport	27,995	29,037
Waterworks	232,596	231,253
Sanitary sewer	163,676	164,352
Transportation	211,938	219,775
Storm drainage and detention	186,166	183,951
Dyking, drainage & irrigation	21,634	22,164
Assets under construction	18,924	9,124
	<u>\$ 1,407,195</u>	<u>\$ 1,410,580</u>

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

The value of contributed capital assets received and recognized in the year from developers, for various infrastructure works and related land and parks is \$19,695,000 (2014 – \$3,950,000).

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.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

For the Year Ended December 31, 2015 (Tabular amounts are in thousands of dollars)

11. INVENTORIES:

Inventories are valued at the lower of cost and net realizable value, on a weighted average basis. The Tradex inventory represents the base operating items transferred from BC Pavilion Corporation (PavCo) to the City in 2004. The following table represents the inventory values:

	2015	2014
Stock	\$ 360	\$ 378
Fuel	30	50
Gravel	622	607
Tradex	-	106
	<u>\$ 1,012</u>	<u>\$ 1,141</u>

12. 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.

	2015	2014
General	\$ 575	\$ 365
Abbotsford Centre	24	-
	<u>\$ 599</u>	<u>\$ 365</u>

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

For the Year Ended December 31, 2015 (Tabular amounts are in thousands of dollars)

13. ACCUMULATED SURPLUS:

	2015	2014
Unappropriated Balance		
General operations	\$ 19,570	\$ 14,779
Waterworks operations	4,265	2,232
Sanitary sewer operations	5,799	4,002
Airport operations	1,176	1,176
	<u>30,810</u>	<u>22,189</u>
Appropriated Surplus		
General operations reserve	35,604	33,260
Statutory capital reserves	115,327	96,301
	<u>150,931</u>	<u>129,561</u>
Investment in tangible capital assets	1,329,358	1,322,219
Investment in other non-financial assets	1,611	1,506
	<u>\$1,512,710</u>	<u>\$1,475,475</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 by 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.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

For the Year Ended December 31, 2015 (Tabular amounts are in thousands of dollars)

14. SUPPLEMENTAL CASH FLOW INFORMATION:

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

	2015	2014
Interest paid	\$ 3,667	\$ 3,972
Interest received	\$ 3,033	\$ 3,813

15. EXPENSE BY OBJECT:

	2015	2014
Salaries and benefits	\$ 95,469	\$ 95,987
Operating goods and services	52,295	59,024
Minor capital projects	7,028	10,105
Amortization	44,260	43,488
Loss on disposal of tangible capital assets	1,143	399
Transfer payments to other governments and agencies	14,566	14,218
Long-term debt interest	3,541	3,833
Total expense by object	<u>\$ 218,302</u>	<u>\$ 227,054</u>

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 2015 the City reports a liability of \$918,191 (2014 – \$559,155) which, at this time, is management's best estimate of expected future settlements.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

For the Year Ended December 31, 2015 (Tabular amounts are in thousands of dollars)

16. CONTINGENT LIABILITIES: continued

(c) Municipal Pension Plan:

The municipality and its employees contribute to the Municipal Pension Plan (the Plan), a jointly trustee defined-benefit 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 contributory pension plan. Basic pension benefits provided are based on a formula. The Plan has about 185,000 active members and approximately 80,000 retired members. Active members include approximately 962 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 is then adjusted to the extent there is amortization of any funding deficit.

The most recent actuarial valuation as at December 31, 2012 indicated a \$1,370,000,000 funding deficit for basic pension benefits. The next valuation will be as at December 31, 2015, with results available in 2016. 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 City of Abbotsford paid \$8,941,835 (2014 - \$8,300,806) for employer contributions while employees contributed \$7,160,403 (2014 - \$6,726,651) to the plan in fiscal 2015.

(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 the 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

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

For the Year Ended December 31, 2015 (Tabular amounts are in thousands of dollars)

16. CONTINGENT LIABILITIES: continued

(d) Municipal Finance Authority: continued

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 \$1,187,415 (2014 - \$1,157,771). The balance of the City's portion of the Debt Reserve Fund totals \$2,565,801 (2014 - \$2,565,801), for which the City has also executed demand notes in connection with each debenture totaling \$2,565,801 (2014 - \$2,565,801), 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.

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	\$ 434	\$ 180
Buildings construction	3,849	576
Parks construction	7,536	1,228
Planning & development services	312	83
Sanitary sewer construction	327	44
Vehicles & equipment	1,176	1,176
Waterworks construction	4,577	2,798
	<u>\$ 18,211</u>	<u>\$ 6,085</u>

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

For the Year Ended December 31, 2015 (Tabular amounts are in thousands of dollars)

18. 2015 PLAN:

The budget data presented in these consolidated financial statements was included in the City of Abbotsford 2015-2019 Financial Plan, adopted through Bylaw No. 2385-2015 on March 30, 2015. The following table reconciles the approved budget to the budget figures in these consolidated financial statements:

	<u>2015</u>
Revenues:	
Consolidated budget	\$ 230,727
Expenses:	
Consolidated budget	<u>174,353</u>
Annual surplus per approved budget	56,374
Less:	
Minor capital expenses	(4,768)
Collections for other governments	<u>(1,962)</u>
Annual surplus per Statement of Operations	<u>\$ 49,644</u>

19. 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, 2015, the trust fund balance is \$3,574,394 (2014 - \$3,462,549).

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

For the Year Ended December 31, 2015 (Tabular amounts are in thousands of dollars)

20. 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 and support services
 Legal services
 Strategic planning, corporate communications & marketing
 Human resources
 Financial services
 Business & technology solutions
 Purchasing & supply services
 Risk management
 Economic development

Police Protection

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

Engineering

Transportation infrastructure
 (plan, design, construct, maintain)
 Mapping and survey
 Fleet vehicles
 Soil, gravel and rock removal management

Fire Rescue Services

Emergency incident response
 Firefighter training
 Fire inspections and investigations
 Fire safety programs
 Medical assistance

Other Protective Services

Animal control
 Search and rescue
 Restorative justice
 Building inspections
 Bylaw enforcement

Parks, Recreation & Culture

Recreation facilities and programs
 Parks and open space
 Health and wellness
 Cemeteries
 Cultural Centre

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

For the Year Ended December 31, 2015 (Tabular amounts are in thousands of dollars)

20. CITY SERVICES FINANCIAL INFORMATION: continued

Solid Waste

Collection and disposal
 Composting and recycling
 Environmental education

Dyking & Irrigation

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

Sanitary Sewer

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

Planning & Development Services

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

Transit

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

Drainage

Urban storm drainage infrastructure and water management
 Rural storm drainage infrastructure and water management

Waterworks

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

Airport

National and international flights
 Passenger and cargo services

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

For the Year Ended December 31, 2015 (Tabular amounts are in thousands of dollars)

21. SEGMENT INFORMATION – REVENUES & EXPENSES BY FUNCTION:

	2015 Plan	2015 Actual	2014 Actual
REVENUE			
GENERAL OPERATING FUND			
General government services	\$ 82,566	\$ 88,423	\$ 102,417
Planning & development services	1,768	2,019	1,898
Police services	48,878	48,733	47,203
Fire rescue services	200	313	251
Other protective services	3,355	4,304	3,609
Parks, recreation & culture services	6,644	6,225	6,548
Abbotsford Centre	3,721	3,421	4,718
Library services	4,399	4,399	4,287
Transit services	7,463	7,303	7,112
Engineering services	2,623	3,119	3,118
Solid waste services	7,598	7,448	7,381
Storm drainage services	3,580	3,635	3,553
Dyking, drainage and irrigation services	2,125	2,099	2,109
	174,920	181,441	194,204
WATERWORKS	15,970	17,293	16,699
SANITARY SEWER	11,782	12,983	12,636
AIRPORT	5,959	6,229	6,144
CAPITAL FUNDS	15,678	34,795	19,377
RESERVE FUNDS	2,425	2,939	2,358
	226,734	255,680	251,418
CONSOLIDATION ADJUSTMENTS	(60)	(143)	(245)
	226,674	255,537	251,173

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

For the Year Ended December 31, 2015 (Tabular amounts are in thousands of dollars)

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

	2015 Plan	2015 Actual	2014 Actual
EXPENSES			
GENERAL OPERATING FUND			
General government services	15,990	15,317	14,862
Planning & development services	4,308	4,101	4,065
Police services	48,398	49,378	48,431
Fire rescue services	15,760	16,450	16,840
Other protective services	3,535	3,355	3,291
Parks, recreation & culture services	20,179	23,865	24,036
Abbotsford Centre	6,437	8,846	19,234
Library services	4,110	4,285	4,187
Transit services	11,322	10,908	10,650
Engineering services	9,890	24,491	24,210
Solid waste services	7,414	7,591	7,259
Storm drainage services	2,833	5,754	5,283
Dyking, drainage and irrigation services	2,737	3,562	3,263
	152,913	177,903	185,611
WATERWORKS	7,995	14,485	13,703
SANITARY SEWER	7,266	12,280	11,293
AIRPORT	4,151	6,747	6,588
CAPITAL FUNDS	4,765	7,030	10,104
	177,090	218,445	227,299
CONSOLIDATION ADJUSTMENTS	(60)	(143)	(245)
	177,030	218,302	227,054
ANNUAL SURPLUS	\$ 49,644	\$ 37,235	\$ 24,119

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

For the Year Ended December 31, 2015 (Tabular amounts are in thousands of dollars)

22. REVENUES & EXPENSES BY FUNCTION LESS AMORTIZATION:

For the 2015 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.

	2015 Plan	2015 Actual (less Amortization)	2014 Actual (less Amortization)
REVENUE			
GENERAL OPERATING FUND			
General government services	\$ 82,566	\$ 88,423	\$ 102,417
Planning & development services	1,768	2,019	1,898
Police services	48,878	48,733	47,203
Fire rescue services	200	313	251
Other protective services	3,355	4,304	3,609
Parks, recreation & culture services	6,644	6,225	6,548
Abbotsford Centre	3,721	3,421	4,718
Library services	4,399	4,399	4,287
Transit services	7,464	7,303	7,112
Engineering services	2,623	3,119	3,118
Solid waste services	7,598	7,448	7,381
Storm drainage services	3,580	3,635	3,553
Dyking, drainage and irrigation services	2,124	2,099	2,109
	174,920	181,441	194,204
WATERWORKS	15,970	17,293	16,699
SANITARY SEWER	11,781	12,983	12,636
AIRPORT	5,959	6,229	6,144
CAPITAL FUNDS	15,679	34,795	19,377
RESERVE FUNDS	2,425	2,939	2,358
	226,734	255,680	251,418
CONSOLIDATION ADJUSTMENTS	(60)	(143)	(245)
	226,674	255,537	251,173

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

For the Year Ended December 31, 2015 (Tabular amounts are in thousands of dollars)

22. REVENUES & EXPENSES BY FUNCTION LESS AMORTIZATION: continued

	2015 Plan	2015 Actual (less Amortization)	2014 Actual (less Amortization)
EXPENSES			
GENERAL OPERATING FUND			
General government services	15,990	14,966	13,761
Planning & development services	4,308	4,101	4,065
Police services	48,398	48,458	47,517
Fire rescue services	15,760	15,416	15,825
Other protective services	3,535	3,355	3,290
Parks, recreation & culture services	20,179	19,658	19,577
Abbotsford Centre	6,437	6,058	16,445
Library services	4,110	4,081	3,982
Transit services	11,322	10,877	10,617
Engineering services	9,890	8,318	8,997
Solid waste services	7,414	7,532	7,204
Storm drainage services	2,833	2,154	1,818
Dyking, drainage and irrigation services	2,737	2,838	2,548
	152,913	147,812	155,646
WATERWORKS	7,995	7,508	7,245
SANITARY SEWER	7,266	6,803	6,345
AIRPORT	4,151	3,889	4,072
CAPITAL FUNDS	4,765	7,030	10,104
AMORTIZATION	-	44,260	43,488
LOSS ON DISPOSAL OF TANGIBLE CAPITAL ASSETS	-	1,143	399
	177,090	218,445	227,299
CONSOLIDATION ADJUSTMENTS	(60)	(143)	(245)
	177,030	218,302	227,054
ANNUAL SURPLUS	\$ 49,644	\$ 37,235	\$ 24,119

STATEMENT OF FINANCIAL POSITION - BY FUND

As at December 31, 2015, with comparative information as at December 31, 2014

in thousands

Exhibit 1

	Operating Funds				Reserve Funds
	General	Waterworks	Sanitary Sewer	Airport	
FINANCIAL ASSETS					
Cash and cash equivalents	\$ 24,572	\$ -	\$ -	\$ -	\$ -
Due from other funds	831	5,307	6,924	2,080	150,933
Internal borrowing	10,361	-	-	-	-
Accounts receivable	30,078	5,258	1,755	699	-
Portfolio investments	219,972	-	-	-	-
	<u>285,814</u>	<u>10,565</u>	<u>8,679</u>	<u>2,779</u>	<u>150,933</u>
FINANCIAL LIABILITIES					
Accounts payable and accrued liabilities	62,725	399	-	128	-
Due to other funds	165,362	-	-	-	-
Restricted revenue	36,192	5,901	2,879	1,416	-
Deferred revenue	1,965	-	-	59	-
	<u>266,244</u>	<u>6,300</u>	<u>2,879</u>	<u>1,603</u>	<u>-</u>
Long-term debt	-	-	-	-	-
Internal financing	-	-	-	-	-
	<u>266,244</u>	<u>6,300</u>	<u>2,879</u>	<u>1,603</u>	<u>-</u>
NET FINANCIAL ASSETS	<u>19,570</u>	<u>4,265</u>	<u>5,799</u>	<u>1,176</u>	<u>150,933</u>
NON-FINANCIAL ASSETS					
Tangible capital assets	-	-	-	-	-
Inventories	1,012	-	-	-	-
Pre-paid expenses	599	-	-	-	-
	<u>1,611</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
ACCUMULATED SURPLUS	<u>\$ 21,181</u>	<u>\$ 4,265</u>	<u>\$ 5,799</u>	<u>\$ 1,176</u>	<u>\$ 150,933</u>

See notes to consolidated financial statements.

STATEMENT OF FINANCIAL POSITION - BY FUND

As at December 31, 2015, with comparative information as at December 31, 2014

in thousands

Exhibit 1 - Continued

Capital Funds					Consolidation Adjustments	Total 2015	Total 2014
General	Waterworks	Sanitary Sewer	Airport				
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 24,572	\$ 42,785
-	-	-	119	-	(166,194)	-	-
-	-	-	-	-	(10,361)	-	-
99	-	-	-	-	-	37,889	37,220
-	-	-	-	-	-	219,972	155,098
<u>99</u>	<u>-</u>	<u>-</u>	<u>119</u>	<u>-</u>	<u>(176,555)</u>	<u>282,433</u>	<u>235,103</u>
-	-	-	-	-	-	63,252	58,746
831	-	-	-	-	(166,194)	-	-
-	-	-	-	-	-	46,388	40,847
<u>183</u>	<u>-</u>	<u>-</u>	<u>119</u>	<u>-</u>	<u>-</u>	<u>2,325</u>	<u>2,344</u>
<u>1,014</u>	<u>-</u>	<u>-</u>	<u>119</u>	<u>-</u>	<u>(166,194)</u>	<u>111,965</u>	<u>101,937</u>
65,079	1,124	361	-	-	-	66,564	69,777
9,945	-	416	-	-	(10,361)	-	-
<u>75,024</u>	<u>1,124</u>	<u>777</u>	<u>-</u>	<u>-</u>	<u>(10,361)</u>	<u>66,564</u>	<u>69,777</u>
<u>76,038</u>	<u>1,124</u>	<u>777</u>	<u>119</u>	<u>-</u>	<u>(176,555)</u>	<u>178,529</u>	<u>171,714</u>
<u>(75,939)</u>	<u>(1,124)</u>	<u>(777)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>103,904</u>	<u>63,389</u>
930,877	235,959	171,971	68,388	-	-	1,407,195	1,410,580
-	-	-	-	-	-	1,012	1,141
-	-	-	-	-	-	599	365
<u>930,877</u>	<u>235,959</u>	<u>171,971</u>	<u>68,388</u>	<u>-</u>	<u>-</u>	<u>1,408,806</u>	<u>1,412,086</u>
<u>\$ 854,938</u>	<u>\$ 234,835</u>	<u>\$ 171,194</u>	<u>\$ 68,388</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,512,710</u>	<u>\$ 1,475,475</u>

See notes to consolidated financial statements.

STATEMENT OF FINANCIAL ACTIVITIES - BY FUND

For the year ended December 31, 2015, with comparative information for 2014
in thousands

Exhibit 2

	Operating Funds				Reserve
	General Schedule A	Waterworks Schedule B	San Sewer Schedule C	Airport Schedule D	Funds Schedule S
REVENUE					
Municipal taxation	\$ 126,934	\$ -	\$ -	\$ -	-
Fees and charges	37,033	17,253	12,893	4,281	-
Developer charges earned	16	-	-	-	-
Contributed tangible capital assets	-	-	-	-	-
Grants	13,930	-	-	-	-
Investment income	1,447	2	90	66	2,938
Rent	2,082	38	-	1,881	-
Other sources	-	-	-	-	1
Contributions (to)/from other funds	-	-	-	-	-
	181,442	17,293	12,983	6,228	2,939
EXPENSE					
General government services	14,966	-	-	-	-
Planning & development services	4,101	-	-	-	-
Protective services	67,229	-	-	-	-
Parks, recreation, culture, libraries	29,797	-	-	-	-
Transit services	10,877	-	-	-	-
Engineering services	18,826	-	-	-	-
Dyking, drainage and irrigation services	2,020	-	-	-	-
Waterworks services	-	7,508	-	-	-
Sanitary sewer services	-	-	6,803	-	-
Airport services	-	-	-	3,889	-
Amortization	30,479	6,034	5,176	2,572	-
Loss/(gain) on disposal of TCA	(388)	943	302	286	-
	177,907	14,485	12,281	6,747	-
ANNUAL SURPLUS/(DEFICIT)	3,535	2,808	702	(519)	2,939
RECONCILE TO BUDGET BASIS SURPLUS/(DEFICIT)					
Operating reserve	(1,640)	-	-	-	1,640
General capital reserve	(25,008)	-	-	-	7,666
Storm drainage capital reserve	-	-	-	-	(741)
Waterworks capital reserve	-	(7,595)	-	-	2,786
Sanitary sewer capital reserve	-	-	(4,332)	-	3,649
Airport capital reserve	-	-	-	(2,415)	3,433
Eliminate amortization and loss/gain	24,095	6,977	5,477	2,933	-
Internal borrowing (from general fund)	7,188	-	-	-	-
	4,635	(618)	1,145	518	18,433
Debt principal repayments	(3,274)	(157)	(50)	-	-
CHANGE IN INVENTORY/PRE-PAID EXPENSES	105	-	-	-	-
ANNUAL SURPLUS/(DEFICIT)	4,791	2,033	1,797	-	21,372
SURPLUS, BEGINING OF YEAR	16,285	2,232	4,002	1,176	129,561
SURPLUS, END OF YEAR	\$ 21,181	\$ 4,265	\$ 5,799	\$ 1,176	\$ 150,933

See notes to consolidated financial statements.

STATEMENT OF FINANCIAL ACTIVITIES - BY FUND

For the year ended December 31, 2015, with comparative information for 2014
in thousands

Exhibit 2 - Continued

Capital Funds					Consolidation Adjustments	Total 2015	Total 2014
General Schedule R	Waterworks Schedule R	San Sewer Schedule R	Airport Schedule R	SUBTOTAL			
\$ -	\$ -	\$ -	\$ -	\$ 126,934	\$ -	\$ 126,934	\$ 125,453
42	1,247	14	1,210	73,973	-	73,973	74,046
10,442	204	1,530	-	12,192	-	12,192	9,914
14,257	3,122	2,316	-	19,695	-	19,695	3,950
153	-	-	-	14,083	-	14,083	29,769
-	-	-	-	4,543	(143)	4,400	3,807
-	-	-	-	4,001	-	4,001	4,029
613	(325)	(41)	11	259	-	259	205
480	(45)	(46)	(389)	-	-	-	-
25,987	4,203	3,773	832	255,680	(143)	255,537	251,173
474	-	-	-	15,439	-	15,439	14,101
-	-	-	-	4,101	-	4,101	4,065
354	-	-	-	67,582	-	67,582	67,195
375	-	-	-	30,171	-	30,171	40,613
-	-	-	-	10,877	-	10,877	10,617
5,108	-	-	-	23,933	(98)	23,835	22,972
49	-	-	-	2,069	-	2,069	5,336
-	85	-	-	7,593	-	7,593	7,442
-	-	525	-	7,328	(45)	7,283	6,667
-	-	-	60	3,949	-	3,949	4,159
-	-	-	-	44,260	-	44,260	43,488
-	-	-	-	1,143	-	1,143	399
6,360	85	525	60	218,445	(143)	218,302	227,054
19,627	4,118	3,248	772	37,235	-	37,235	24,119
-	-	-	-	-	-	-	-
17,736	(47)	(347)	-	-	-	-	-
741	-	-	-	-	-	-	-
-	4,809	-	-	-	-	-	-
-	-	683	-	-	-	-	-
-	-	-	(1,018)	-	-	-	-
(26,065)	(6,977)	(4,015)	(2,933)	(508)	-	(508)	(570)
(5,218)	-	(1,462)	-	508	-	508	570
(12,806)	(2,215)	(5,141)	(3,951)	-	-	-	-
3,274	157	50	-	-	-	-	-
-	-	-	-	105	-	105	(4,248)
10,095	2,060	(1,843)	(3,179)	37,235	-	37,235	24,119
844,839	232,775	173,037	71,567	1,475,475	-	1,475,475	1,451,356
\$ 854,934	\$ 234,835	\$ 171,194	\$ 68,388	\$ 1,512,710	\$ -	\$ 1,512,710	\$ 1,475,475

See notes to consolidated financial statements.

SCHEDULE OF TANGIBLE CAPITAL ASSETS

As at December 31, 2015, with comparative information for 2014
in thousands

Exhibit 3

	Cost					
	Opening Balance	Add		Less		Closing Balance
		Additions	Transfer from asset class	Disposals	Transfer to asset class	
General						
Land	\$ 379,569	\$ 5,171	\$ (608)	\$ (463)	\$ -	\$ 383,669
Land improvements	15,387	-	33	-	-	15,420
Park improvements	54,106	49	-	-	-	54,155
Buildings	222,871	810	766	(1,022)	-	223,425
Machinery & equipment	32,483	808	29	(582)	-	32,738
Vehicles	29,503	527	740	(809)	-	29,961
Infrastructure						
Airport	37,141	-	-	-	-	37,141
Waterworks	320,321	7,119	1,166	(2,250)	-	326,356
Sanitary sewer	251,082	2,547	2,219	(822)	-	255,026
Transportation	521,422	5,693	436	(376)	-	527,175
Storm drainage	255,303	5,519	268	(96)	-	260,994
Dyking, drainage, & irrigation	51,249	189	5	-	-	51,443
Assets under construction	9,124	14,854	-	-	(5,054)	18,924
	\$2,179,561	\$ 43,286	\$ 5,054	\$ (6,420)	\$ (5,054)	\$2,216,427

See notes to consolidated financial statements.

SCHEDULE OF TANGIBLE CAPITAL ASSETS

As at December 31, 2015, with comparative information for 2014
in thousands

Exhibit 3 - Continued

	Accumulated Amortization				Net Book Value Dec 31, 2015	Net Book Value Dec 31, 2014
	Opening Balance	Add Amortization	Less			
			Accumulated Amortization on Disposals	Closing Balance		
	\$ -	\$ -	\$ -	\$ -	\$ 383,669	\$ 379,569
	8,308	405	-	(8,713)	6,707	7,079
	35,335	1,508	-	(36,843)	17,312	18,771
	100,868	7,476	(667)	(107,677)	115,748	122,003
	21,841	2,394	(469)	(23,766)	8,972	10,642
	16,644	2,148	(688)	(18,104)	11,857	12,859
	8,104	1,042	-	(9,146)	27,995	29,037
	89,067	6,000	(1,307)	(93,760)	232,596	231,254
	86,730	5,176	(556)	(91,350)	163,676	164,352
	301,647	13,867	(277)	(315,237)	211,938	219,775
	71,353	3,521	(46)	(74,828)	186,166	183,950
	29,084	724	-	(29,808)	21,635	22,165
	-	-	-	-	18,924	9,124
	\$ 768,981	\$ 44,261	\$ (4,010)	\$ (809,232)	\$ 1,407,195	\$ 1,410,580

See notes to consolidated financial statements.

APPROPRIATED SURPLUS (RESERVES) CONTINUITY SCHEDULE

For the Year Ended December 31, 2015, with comparative information for 2014

in thousands

Exhibit 4

	Balance December 31, 2014	(To)/From Operating Fund	(To)/From Other Funds	Other Contributions	Interest Earned	Balance December 31, 2015
STATUTORY CAPITAL RESERVES						
General	\$ 27,243	\$ 24,530	\$ (16,579)	\$ -	\$ 696	\$ 35,890
Storm drainage	12,918	186	(1,212)	-	265	12,157
Waterworks	18,547	7,813	(5,027)	-	418	21,751
Sanitary sewer	28,631	4,407	(758)	-	642	32,922
Airport	8,710	2,415	1,018	-	207	12,350
Affordable housing	252	-	-	-	5	257
	96,301	39,351	(22,558)	-	2,233	115,327
GENERAL OPERATING RESERVE						
Planned Transfers						
New facility operations	2,244	-	-	-	134	2,378
Water system contingency	717	-	-	-	43	760
Insurance	2,266	-	-	-	48	2,314
Tradex operating reserve	815	95	(910)	-	16	16
Election	-	79	-	-	5	84
Community Works Fund	19,456	5,498	(5,114)	-	49	19,889
Sister city	66	10	-	-	5	81
Climate action	899	87	-	-	19	1,005
Community projects	407	-	-	-	24	431
	26,870	5,769	(6,024)	-	343	26,958
Operating Surplus Transfers						
Police	751	276	-	-	45	1,072
Winter operations	1,126	-	-	-	68	1,194
Storm drainage	2,107	823	-	-	126	3,056
Sumas Prairie DDI	116	(7)	-	-	6	115
Matsqui Prairie DDI	96	(50)	-	-	2	48
Solid waste	589	(84)	-	-	18	523
	4,785	958	-	-	265	6,008
Other Transfers						
General government	1,367	325	-	-	82	1,774
Planning & Development	38	200	-	-	2	240
Fire Rescue Services	-	158	-	-	-	158
Parks & Recreation	15	(16)	-	-	1	-
Engineering	-	80	-	-	-	80
Traffic fine revenue	185	-	-	-	11	196
Transit Provision	-	189	-	-	-	189
	1,605	936	-	-	96	2,637
	33,260	7,663	(6,024)	-	704	35,604
Total	\$ 129,561	\$ 47,014	\$ (28,582)	\$ -	\$ 2,937	\$ 150,931

See notes to consolidated financial statements.

DEBT OUTSTANDING AND DEBT SERVICING BY FUND & FUNCTION

For the Year Ended December 31, 2015, with comparative information for 2014

in thousands

Exhibit 5

	Bylaw Number	MFA Issue Number	Year of Maturity	Interest Rate (%)	Debt Outstanding December 31 2014	2015 Debt Servicing			Debt Outstanding December 31 2015
						Principal	Interest	Total	
GENERAL FUND									
Parks, recreation and culture									
Abbotsford Centre	1586	102/103	2032	5.00	\$ 45,405	\$ 1,705	\$ 2,341	\$ 4,046	\$ 43,700
Cultural Centre	1587	102/103	2027	5.00	7,559	433	396	829	7,126
Community Centre	1588	102/103	2027	5.00	15,121	867	791	1,658	14,254
					68,085	3,005	3,528	6,533	65,080
SANITARY SEWER FUND									
Sanitary sewer - treatment plant									
	455	75	2021	3.05	411	50	3	53	361
					411	50	3	53	361
WATERWORKS FUND									
Waterworks - supply									
	454	75	2021	3.05	1,281	158	10	168	1,123
					1,281	158	10	168	1,123
Total Long-term Debt					\$ 69,777	\$ 3,213	\$ 3,541	\$ 6,754	\$ 66,564

See notes to consolidated financial statements.

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

For the Year Ended December 31, 2015, with comparative information for 2014
in thousands

Schedule A

	2015 Plan	2015 Actual	2014 Actual
REVENUE			
Municipal taxation:			
General	\$ 72,592	\$ 72,679	\$ 72,654
Police	43,553	43,553	42,358
Library	4,399	4,399	4,287
Dyking, drainage & irrigation	1,952	1,947	1,963
Utility tax	1,852	1,852	1,823
Business improvement assessment	254	274	254
Hotel tax	250	288	240
Grants in lieu of taxes:			
Federal government	1,005	1,075	1,006
Provincial governments and agencies	841	867	869
Fees and charges:			
Transit	2,626	2,628	2,553
Police	3,138	2,996	3,446
User rates	7,598	7,448	7,381
Storm drainage	3,580	3,621	3,553
Parks, recreation and culture	6,587	6,208	6,538
Abbotsford Centre	2,721	2,472	3,830
Other	3,799	3,896	4,302
Licenses and permits:			
Building permits	1,532	2,523	1,680
Soil removal fees	2,135	2,483	2,304
Business licences	940	1,065	921
Dog licences	-	-	197
Municipal licence plates	39	46	40
Secondary suite fees	1,226	1,254	1,230
Other licences and permits	418	412	372
Rental:			
Police	41	48	41
Other	1,870	2,027	1,933
Investment income	1,351	1,420	1,411
Municipal Finance Authority refunds	36	28	30
Grants:			
Transit	4,837	4,675	4,560
Police	2,146	2,134	1,353
Other	1,601	7,120	21,076
	174,919	181,438	194,205

See notes to consolidated financial statements.

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

For the Year Ended December 31, 2015, with comparative information for 2014
in thousands

Schedule A - Continued

	2015 Plan	2015 Actual	2014 Actual
EXPENSE			
General government services (Schedule E)	15,990	14,966	13,761
Planning & development services (Schedule F)	4,308	4,101	4,065
Protective services			
Police services (Schedule G)	48,398	48,458	47,517
Fire rescue services (Schedule H)	15,760	15,416	15,825
Other protective services (Schedule I)	3,535	3,355	3,290
Parks, recreation & culture services (Schedule J)	20,179	19,658	19,577
Abbotsford Centre (Schedule K)	6,437	6,058	16,445
Library services (Schedule L)	4,110	4,081	3,982
Transit services (Schedule M)	11,322	10,877	10,617
Engineering services (Schedule N)	9,890	8,318	8,997
Solid waste services (Schedule O)	7,414	7,532	7,204
Storm drainage services (Schedule P)	2,833	2,154	1,818
Dyking, drainage and irrigation services			
Matsqui Prairie (Schedule Q)	1,074	1,150	959
Sumas Prairie (Schedule Q)	1,663	1,688	1,589
	152,913	147,812	155,646
ANNUAL SURPLUS/(DEFICIT) BEFORE AMORTIZATION	22,006	33,626	38,559
Amortization (All Schedules)	-	30,479	29,831
Loss/(gain) on disposal of tangible capital assets (All Schedules)	-	(388)	134
ANNUAL SURPLUS/(DEFICIT)	22,006	3,535	8,594
RECONCILE TO CHANGE IN UNAPPROPRIATED SURPLUS			
Transfer to general capital reserve (asset sales)	-	(1,191)	(750)
Transfer to general capital reserve	(18,455)	(23,817)	(19,265)
Storm drainage capital reserve	-	-	(842)
Transfer to operating reserve	(354)	(7,923)	(20,346)
Transfer from operating reserve	96	6,283	2,406
Debt principal repayments	(3,293)	(3,274)	(3,158)
Inventory and pre-paid expenses	-	(104)	4,248
Eliminate amortization and loss/gain	-	31,282	30,714
CHANGE IN UNAPPROPRIATED SURPLUS	\$ -	\$ 4,791	\$ 1,601

See notes to consolidated financial statements.

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

For the Year Ended December 31, 2015, with comparative information for 2014

in thousands

Schedule B

	2015 Plan	2015 Actual	2014 Actual
REVENUE			
Fees and charges:			
User rates	\$ 15,600	\$ 16,558	\$ 15,938
Other fees and charges	332	695	700
Rent	38	38	34
Municipal Finance Authority refunds	-	2	27
	<u>15,970</u>	<u>17,293</u>	<u>16,699</u>
EXPENSE			
Abbotsford-Mission supply and transmission	3,048	2,880	2,476
Administration	2,398	1,845	2,016
Local supply and distribution	1,690	1,720	1,834
Meters	496	453	384
Hydrants	252	360	268
Maintenance	101	240	183
Long-term debt interest	10	10	82
Internal borrowing interest	-	-	3
	<u>7,995</u>	<u>7,508</u>	<u>7,246</u>
ANNUAL SURPLUS/(DEFICIT) BEFORE AMORTIZATION	<u>7,975</u>	<u>9,785</u>	<u>9,453</u>
Amortization	-	6,034	6,105
Loss/(gain) on disposal of tangible capital assets	-	943	353
ANNUAL SURPLUS/(DEFICIT)	<u>7,975</u>	<u>2,808</u>	<u>2,995</u>
RECONCILE TO CHANGE IN UNAPPROPRIATED SURPLUS			
Transfer to waterworks capital reserve	(7,818)	(7,595)	(7,563)
Debt principal repayments	(157)	(157)	(1,559)
Eliminate amortization and loss/gain	-	6,977	6,459
CHANGE IN UNAPPROPRIATED SURPLUS	<u>\$ -</u>	<u>\$ 2,033</u>	<u>\$ 332</u>

See notes to consolidated financial statements.

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

For the Year Ended December 31, 2015, with comparative information for 2014

in thousands

Schedule C

	2015 Plan	2015 Actual	2014 Actual
REVENUE			
Fees and charges:			
User rates	\$ 10,300	\$ 10,955	\$ 10,711
Industrial surcharges	977	1,320	1,102
Other fees and charges	433	618	644
Investment income	55	90	107
Municipal Finance Authority refunds	17	-	72
Grants	-	-	-
	<u>11,782</u>	<u>12,983</u>	<u>12,636</u>
EXPENSE			
Joint Abbotsford-Mission Environmental Systems (JAMES) treatment plant	4,044	3,893	3,445
Administration	1,833	1,745	1,635
Maintenance	1,366	1,117	1,084
Long-term debt interest	3	3	107
Internal borrowing interest	20	45	74
	<u>7,266</u>	<u>6,803</u>	<u>6,345</u>
ANNUAL SURPLUS/(DEFICIT) BEFORE AMORTIZATION	<u>4,516</u>	<u>6,180</u>	<u>6,291</u>
Amortization	-	5,176	4,935
Loss/(gain) on disposal of tangible capital assets	-	301	13
ANNUAL SURPLUS/(DEFICIT)	<u>4,516</u>	<u>703</u>	<u>1,343</u>
RECONCILE TO CHANGE IN UNAPPROPRIATED SURPLUS			
Transfer to sanitary sewer capital reserve	(4,370)	(4,333)	(2,168)
Debt principal repayments	(146)	(50)	(4,124)
Eliminate amortization and loss/gain	-	5,477	4,949
CHANGE IN UNAPPROPRIATED SURPLUS	<u>\$ -</u>	<u>\$ 1,797</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, 2015, with comparative information for 2014

in thousands

Schedule D

	2015 Plan	2015 Actual	2014 Actual
REVENUE			
Fees and charges:			
Aeronautical fees	\$ 1,263	\$ 1,287	\$ 1,375
Public parking fees	1,670	1,685	1,554
Concessions	948	1,020	960
Other fees and charges	162	289	162
Rent	1,878	1,881	2,018
Investment income	38	66	75
	<u>5,959</u>	<u>6,228</u>	<u>6,144</u>
EXPENSE			
Administration	1,433	1,449	1,463
Marketing	121	50	75
Terminal building	527	611	522
Airside	1,483	1,372	1,417
Mobile equipment	254	174	226
Parking	333	233	369
	<u>4,151</u>	<u>3,889</u>	<u>4,072</u>
ANNUAL SURPLUS/(DEFICIT) BEFORE AMORTIZATION	<u>1,808</u>	<u>2,339</u>	<u>2,072</u>
Amortization	-	2,572	2,617
Loss/(gain) on disposal of tangible capital assets	-	286	(101)
ANNUAL SURPLUS/(DEFICIT)	<u>1,808</u>	<u>(519)</u>	<u>(444)</u>
RECONCILE TO CHANGE IN UNAPPROPRIATED SURPLUS			
Transfer to airport capital reserve (asset sales)	-	(75)	(223)
Transfer to airport capital reserve	(1,808)	(2,339)	(2,072)
Eliminate amortization and loss/gain	-	2,933	2,739
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 - GENERAL GOVERNMENT SERVICES

For the Year Ended December 31, 2015, with comparative information for 2014

in thousands

Schedule E

	2015 Plan	2015 Actual	2014 Actual
REVENUE			
Municipal taxation	\$ 76,794	\$ 77,035	\$ 76,845
Fees and charges	2,345	2,156	2,451
Rent	1,870	2,029	1,928
Investment income	1,351	1,416	1,402
Grants	170	5,759	19,762
Municipal Finance Authority refunds	36	28	30
	<u>82,566</u>	<u>88,423</u>	<u>102,418</u>
EXPENSE			
LEGISLATIVE SERVICES			
City manager	1,059	1,638	1,047
Corporate communications and marketing	880	909	887
Human resources	1,605	1,367	1,331
FINANCE & CORPORATE SERVICES			
City Clerk	1,134	1,023	1,051
Elections	-	2	315
Finance & purchasing	3,688	3,094	3,159
Risk management	1,204	1,416	934
Business technology solutions	3,723	3,369	3,546
Economic development	535	470	263
Real estate services	313	282	274
OTHER			
General municipal buildings	2,017	1,883	1,678
Transfer to other agencies	584	683	612
Common services	1,189	806	653
Less: Cost recoveries	(2,639)	(2,639)	(2,577)
	<u>15,990</u>	<u>14,966</u>	<u>13,761</u>
ANNUAL SURPLUS/(DEFICIT) BEFORE AMORTIZATION	<u>66,576</u>	<u>73,457</u>	<u>88,657</u>
Amortization	-	952	1,113
Loss/(gain) on disposal of tangible capital assets	-	(601)	(12)
ANNUAL SURPLUS/(DEFICIT)	<u>66,576</u>	<u>73,106</u>	<u>87,556</u>
RECONCILE TO CHANGE IN UNAPPROPRIATED SURPLUS			
Transfer to general capital reserve (asset sales)	-	(654)	(86)
Transfer to general capital reserve	(2,982)	(9,100)	(3,622)
Transfer to operating reserve	(354)	(6,196)	(19,780)
Transfer from operating reserve	55	6,142	517
Debt principal repayments	(288)	(269)	(269)
Inventory and pre-paid expenses	-	(104)	4,248
Eliminate amortization and loss/gain	-	992	1,187
CHANGE IN UNAPPROPRIATED SURPLUS	<u>\$ 63,007</u>	<u>\$ 63,917</u>	<u>\$ 69,751</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, 2015, with comparative information for 2014

in thousands

Schedule F

	2015 Plan	2015 Actual	2014 Actual
REVENUE			
Licences and permits:			
Business licences	\$ 940	\$ 1,065	\$ 921
Development permit application fees	130	113	118
Rezoning application fees	150	136	149
Subdivision application fees	65	96	39
Other licences and permits	60	60	55
Fees and charges:			
Development fees on Engineering projects	250	430	469
Other fees and charges	73	90	143
Grants	100	29	4
	<u>1,768</u>	<u>2,019</u>	<u>1,898</u>
EXPENSE			
Development approvals	4,133	3,927	3,824
Licence inspection	175	174	241
	<u>4,308</u>	<u>4,101</u>	<u>4,065</u>
ANNUAL SURPLUS/(DEFICIT)	<u>(2,540)</u>	<u>(2,082)</u>	<u>(2,167)</u>
RECONCILE TO CHANGE IN UNAPPROPRIATED SURPLUS			
Transfer to operating reserve	-	(200)	(105)
Transfer from operating reserve	41	-	-
CHANGE IN UNAPPROPRIATED SURPLUS	<u>\$ (2,499)</u>	<u>\$ (2,282)</u>	<u>\$ (2,272)</u>

See notes to consolidated financial statements.

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

For the Year Ended December 31, 2015, with comparative information for 2014

in thousands

Schedule G

	2015 Plan	2015 Actual	2014 Actual
REVENUE			
Municipal taxation	\$ 43,553	\$ 43,553	\$ 42,358
Fees and charges:			
Salary recoveries	2,206	1,869	2,329
Other revenue	932	1,128	1,118
Government grants:			
Traffic fine revenue - sharing	2,000	2,002	1,203
Other government grants	146	132	150
Rent	41	48	45
	<u>48,878</u>	<u>48,732</u>	<u>47,203</u>
EXPENSE			
Finance and budgets	503	551	534
Executive administration	1,900	1,829	1,801
Operations support	5,446	5,087	6,192
Support services	5,262	5,238	5,182
Criminal investigations	8,141	8,561	8,319
Patrol	13,374	12,820	13,214
Operations control	6,308	5,898	5,449
Police building	779	860	548
Human resources	2,051	1,756	1,657
Vehicle maintenance	1,209	976	1,054
Common services & secondment	3,425	4,880	3,567
	<u>48,398</u>	<u>48,456</u>	<u>47,517</u>
ANNUAL SURPLUS/(DEFICIT) BEFORE AMORTIZATION	<u>480</u>	<u>276</u>	<u>(314)</u>
Amortization	-	927	901
Loss/(gain) on disposal of tangible capital assets	-	(6)	14
ANNUAL SURPLUS/(DEFICIT)	<u>480</u>	<u>(645)</u>	<u>(1,229)</u>
RECONCILE TO CHANGE IN UNAPPROPRIATED SURPLUS			
Transfer to general capital reserve (asset sales)	-	(56)	(13)
Transfer from operating reserve	-	-	1,169
Transfer to operating reserve	-	(276)	-
Transfer to general capital reserve	(480)	-	(855)
Eliminate amortization and loss/gain	-	977	928
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, 2015, with comparative information for 2014

in thousands

Schedule H

	2015 Plan	2015 Actual	2014 Actual
REVENUE			
Fees and charges	\$ 190	\$ 307	\$ 244
Licences and permits	10	5	6
	200	312	250
EXPENSE			
Administration	534	469	485
Fire life and safety education	176	143	175
Fire prevention and inspection	599	555	604
Emergency response	13,770	13,587	13,939
Fire halls and ground maintenance	468	449	413
Fire flows and hydrants	213	213	209
	15,760	15,416	15,825
ANNUAL SURPLUS/(DEFICIT) BEFORE AMORTIZATION	(15,560)	(15,104)	(15,575)
Amortization	-	1,034	1,016
Loss/(gain) on disposal of tangible capital assets	-	-	(1)
ANNUAL SURPLUS/(DEFICIT)	(15,560)	(16,138)	(16,590)
RECONCILE TO CHANGE IN UNAPPROPRIATED SURPLUS			
Transfer to general capital reserve (asset sales)	-	-	(20)
Transfer from operating reserve	-	-	668
Transfer to general capital reserve	(797)	(797)	(797)
Eliminate amortization and loss/gain	-	1,034	1,035
CHANGE IN UNAPPROPRIATED SURPLUS	\$ (16,357)	\$ (15,901)	\$ (15,704)

See notes to consolidated financial statements.

SEGMENT INFORMATION - REVENUES BY TYPE & EXPENSES BY FUNCTION
GENERAL OPERATING FUND - OTHER PROTECTIVE SERVICES

For the Year Ended December 31, 2015, with comparative information for 2014

in thousands

Schedule I

	2015 Plan	2015 Actual	2014 Actual
REVENUE			
Licenses and permits:			
Building permits	\$ 1,532	\$ 2,523	\$ 1,680
Secondary suite fees	1,226	1,254	1,230
Dog licences	-	-	197
Fees and charges	266	196	169
Grants	331	331	331
	3,355	4,304	3,607
EXPENSE			
Animal control	-	-	262
Restorative Justice	149	149	149
Emergency services	247	217	249
Building inspections	2,102	2,042	1,902
Bylaw enforcement	1,037	947	715
Public safety inspection	-	-	13
	3,535	3,355	3,290
ANNUAL SURPLUS/(DEFICIT)	(180)	949	317
RECONCILE TO CHANGE IN UNAPPROPRIATED SURPLUS			
Transfer from operating reserve	-	-	-
CHANGE IN UNAPPROPRIATED SURPLUS	\$ (180)	\$ 949	\$ 317

See notes to consolidated financial statements.

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

For the Year Ended December 31, 2015, with comparative information for 2014

in thousands

Schedule J

	2015	2015				2015	2014
	Plan	General	Parks	Recreation	Culture	Actual	Actual
REVENUE							
Fees and charges	\$ 6,586	\$ 132	\$ 1,161	\$ 4,915	\$ -	\$ 6,208	\$ 6,541
Rent	58	3	1	-	-	4	5
Grants	-	13	-	-	-	13	3
	<u>6,644</u>	<u>148</u>	<u>1,162</u>	<u>4,915</u>	<u>-</u>	<u>6,225</u>	<u>6,549</u>
EXPENSE							
Operations	18,972	965	7,121	9,633	752	18,471	18,339
Long-term debt interest	1,207	-	-	792	396	1,188	1,238
	<u>20,179</u>	<u>965</u>	<u>7,121</u>	<u>10,425</u>	<u>1,148</u>	<u>19,659</u>	<u>19,577</u>
ANNUAL SURPLUS/(DEFICIT) BEFORE AMORTIZATION	(13,535)	(817)	(5,959)	(5,510)	(1,148)	(13,434)	(13,028)
Amortization	-	2	1,856	1,896	452	4,206	4,361
Loss/(gain) on disposal of tangible capital assets	-	-	-	-	-	-	97
ANNUAL SURPLUS/(DEFICIT)	<u>(13,535)</u>	<u>(819)</u>	<u>(7,815)</u>	<u>(7,406)</u>	<u>(1,600)</u>	<u>(17,640)</u>	<u>(17,486)</u>
RECONCILE TO CHANGE IN UNAPPROPRIATED SURPLUS							
Debt principal repayments	(1,300)	-	-	(867)	(433)	(1,300)	(1,250)
Transfer to general capital reserve	(1,529)	(107)	(804)	(545)	(73)	(1,529)	(1,541)
Transfer to cemetery capital reserve	(160)	-	(160)	-	-	(160)	(160)
Transfer from operating reserve	-	-	-	-	-	-	52
Eliminate amortization and loss/gain	-	16	1,856	1,896	452	4,220	4,458
CHANGE IN UNAPPROPRIATED SURPLUS	<u>\$ (16,524)</u>	<u>\$ (910)</u>	<u>\$ (6,923)</u>	<u>\$ (6,922)</u>	<u>\$ (1,654)</u>	<u>\$ (16,409)</u>	<u>\$ (15,927)</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, 2015, with comparative information for 2014

in thousands

Schedule K

	2015	2015	2014
	Plan	Actual	Actual
REVENUE			
Fees and charges	\$ 2,721	\$ 2,472	\$ 3,830
Investment income	-	4	9
Grants	1,000	946	879
	<u>3,721</u>	<u>3,422</u>	<u>4,718</u>
EXPENSE			
Abbotsford Centre			
Operations	4,071	3,717	5,625
Long-term debt interest	2,366	2,341	2,407
Other	-	-	414
	<u>6,437</u>	<u>6,058</u>	<u>8,446</u>
Abbotsford Centre annual surplus/(deficit)	(2,716)	(2,636)	(3,728)
Hockey revenue sharing / (supply fee)	-	-	(1,774)
Abbotsford Heat - settlement payment	-	-	(5,500)
Other	-	-	(725)
	<u>-</u>	<u>-</u>	<u>(7,999)</u>
ANNUAL SURPLUS/(DEFICIT) BEFORE AMORTIZATION	(2,716)	(2,636)	(11,727)
Amortization	-	2,789	2,789
ANNUAL SURPLUS/(DEFICIT)	<u>(2,716)</u>	<u>(5,425)</u>	<u>(14,516)</u>
RECONCILE TO CHANGE IN UNAPPROPRIATED SURPLUS			
Debt principal repayments	(1,704)	(1,704)	(1,639)
Eliminate amortization and loss/gain	-	2,789	2,789
CHANGE IN UNAPPROPRIATED SURPLUS	<u>\$ (4,420)</u>	<u>\$ (4,340)</u>	<u>\$ (13,366)</u>

See notes to consolidated financial statements.

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

For the Year Ended December 31, 2015, with comparative information for 2014

in thousands

Schedule L

	2015 Plan	2015 Actual	2014 Actual
REVENUE			
Municipal tax for regional library	\$ 4,399	\$ 4,399	\$ 4,287
EXPENSE			
Transfer to Fraser Valley Regional Library	3,790	3,790	3,691
Library operating costs	320	291	291
	4,110	4,081	3,982
ANNUAL SURPLUS/(DEFICIT) BEFORE AMORTIZATION	289	318	305
Amortization	-	205	205
ANNUAL SURPLUS/(DEFICIT)	289	113	100
RECONCILE TO CHANGE IN UNAPPROPRIATED SURPLUS			
Transfer to general capital reserve	(289)	(318)	(305)
Eliminate amortization and loss/gain	-	205	205
CHANGE IN UNAPPROPRIATED SURPLUS	\$ -	\$ -	\$ -

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, 2015, with comparative information for 2014

in thousands

Schedule M

	2015 Plan	2015 Actual	2014 Actual
REVENUE			
Grants	\$ 4,837	\$ 4,675	\$ 4,560
Fares	1,956	1,951	1,902
BC bus pass program	499	500	485
Advertising and other	171	177	165
	7,463	7,303	7,112
EXPENSE			
Transfer to BC Transit	11,167	10,776	10,526
Other	155	101	91
	11,322	10,877	10,617
ANNUAL SURPLUS/(DEFICIT) BEFORE AMORTIZATION	(3,859)	(3,574)	(3,505)
Amortization	-	31	33
ANNUAL SURPLUS/(DEFICIT)	(3,859)	(3,605)	(3,538)
RECONCILE TO CHANGE IN UNAPPROPRIATED SURPLUS			
Transfer to operating reserve	-	(189)	-
Eliminate amortization and loss/gain	-	31	33
CHANGE IN UNAPPROPRIATED SURPLUS	\$ (3,859)	\$ (3,763)	\$ (3,505)

See notes to consolidated financial statements.

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

For the Year Ended December 31, 2015 with comparative information for 2014

in thousands

Schedule N

	2015 Plan	2015 Actual	2014 Actual
REVENUE			
Fees and charges:			
Engineering capital recoveries	\$ -	\$ 281	\$ 318
Recoveries	204	181	240
Parking lot tickets	-	61	73
Other	281	69	66
Licenses and permits:			
Soil removal fees	2,135	2,483	2,304
Other	3	2	2
Grants	-	42	97
Developer Contributions	-	-	18
	<u>2,623</u>	<u>3,119</u>	<u>3,118</u>
EXPENSE			
ADMINISTRATION	2,315	2,087	2,134
ENGINEERING	2,223	2,097	2,098
TRANSPORTATION			
Services	2,735	2,395	2,397
Operations - roads	4,766	3,673	4,035
EQUIPMENT FLEET			
Operations	3,674	3,741	3,477
Internal recoveries	(5,450)	(5,360)	(4,911)
INTERNAL BORROWING INTEREST	40	98	168
COST RECOVERIES	(413)	(413)	(401)
	<u>9,890</u>	<u>8,318</u>	<u>8,997</u>
ANNUAL SURPLUS/(DEFICIT) BEFORE AMORTIZATION	<u>(7,267)</u>	<u>(5,199)</u>	<u>(5,879)</u>
Amortization	-	16,003	15,181
Loss/(gain) on disposal of tangible capital assets	-	172	32
ANNUAL SURPLUS/(DEFICIT)	<u>(7,267)</u>	<u>(21,374)</u>	<u>(21,092)</u>
RECONCILE TO CHANGE IN UNAPPROPRIATED SURPLUS			
Transfer to general capital reserve (asset sales)	-	(453)	(632)
Transfer to general capital reserve	(11,589)	(11,589)	(11,525)
Transfer to operating reserve	-	(80)	-
Eliminate amortization and loss/gain	-	16,628	15,844
CHANGE IN UNAPPROPRIATED SURPLUS	<u>\$ (18,856)</u>	<u>\$ (16,868)</u>	<u>\$ (17,405)</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, 2015, with comparative information for 2014

in thousands

Schedule O

	2015 Plan	2015 Actual	2014 Actual
REVENUE			
Fees and charges:			
Solid waste user fees	\$ 5,917	\$ 5,911	\$ 5,843
Garbage stickers	35	20	22
Recoveries & other	1,646	1,517	1,516
	<u>7,598</u>	<u>7,448</u>	<u>7,381</u>
EXPENSE			
Planning, design and management	758	627	682
Collection	2,871	2,822	2,757
Disposal	3,785	4,083	3,765
	<u>7,414</u>	<u>7,532</u>	<u>7,204</u>
ANNUAL SURPLUS/(DEFICIT) BEFORE AMORTIZATION	<u>184</u>	<u>(84)</u>	<u>177</u>
Amortization	-	62	56
Loss/(gain) on disposal of tangible capital assets	-	(3)	-
ANNUAL SURPLUS/(DEFICIT)	<u>184</u>	<u>(143)</u>	<u>121</u>
RECONCILE TO CHANGE IN UNAPPROPRIATED SURPLUS			
Transfer to general capital reserve	(184)	-	(177)
Transfer to general capital reserve (asset sales)	-	(29)	-
Transfer from operating reserve	-	84	-
Eliminate amortization and loss/gain	-	88	56
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 - STORM DRAINAGE SERVICES

For the Year Ended December 31, 2015, with comparative information for 2014

in thousands

Schedule P

	2015 Plan	2015 Actual	2014 Actual
REVENUE			
Fees and charges:			
Storm drainage user fees	\$ 3,576	\$ 3,576	\$ 3,541
Other	3	45	11
Developer charges earned	-	14	-
	<u>3,579</u>	<u>3,635</u>	<u>3,552</u>
EXPENSE			
Storm sewers and detention	2,392	1,729	1,398
Urban watercourses	130	121	129
Rural drainage	311	304	291
	<u>2,833</u>	<u>2,154</u>	<u>1,818</u>
ANNUAL SURPLUS/(DEFICIT) BEFORE AMORTIZATION	<u>746</u>	<u>1,481</u>	<u>1,734</u>
Amortization	-	3,546	3,461
Loss/(gain) on disposal of tangible capital assets	-	50	4
ANNUAL SURPLUS/(DEFICIT)	<u>746</u>	<u>(2,115)</u>	<u>(1,731)</u>
Matsqui Prairie (Schedule Q)	(357)	(653)	(472)
Sumas Prairie (Schedule Q)	(255)	(811)	(682)
TOTAL ANNUAL SURPLUS / (DEFICIT)	<u>134</u>	<u>(3,579)</u>	<u>(2,885)</u>
RECONCILE TO CHANGE IN UNAPPROPRIATED SURPLUS			
Storm drainage capital reserve	-	-	(842)
Transfer to operating reserve	-	(778)	(405)
Transfer to general capital reserve	(234)	(186)	-
Reconcile to contribution from storm drainage-Matsqui Prairie	(101)	200	49
Reconcile to contribution from storm drainage-Sumas Prairie	(110)	443	327
Eliminate amortization and loss/gain	-	3,596	3,465
CHANGE IN UNAPPROPRIATED SURPLUS	<u>\$ (311)</u>	<u>\$ (304)</u>	<u>\$ (291)</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, 2015, with comparative information for 2014

in thousands

Schedule Q

	2015 Plan	2015 Actual	2014 Actual	2015 Plan	2015 Actual	2014 Actual
	Matsqui Prairie			Sumas Prairie		
REVENUE						
Fees and charges:						
General tax levy	\$ 701	\$ 696	\$ 688	\$ 1,252	\$ 1,250	\$ 1,275
Other revenue	16	10	8	156	142	138
	<u>717</u>	<u>706</u>	<u>696</u>	<u>1,408</u>	<u>1,392</u>	<u>1,413</u>
EXPENSE						
Dyking	56	54	55	65	75	45
Drainage	590	684	518	700	700	710
Storm	183	183	164	-	-	-
Irrigation	122	112	111	95	115	102
Administration	115	117	111	161	161	157
Pump stations	-	-	-	634	636	565
Recoverable work	8	-	-	8	1	10
	<u>1,074</u>	<u>1,150</u>	<u>959</u>	<u>1,663</u>	<u>1,688</u>	<u>1,589</u>
ANNUAL SURPLUS/(DEFICIT) BEFORE AMORTIZATION	<u>(357)</u>	<u>(444)</u>	<u>(263)</u>	<u>(255)</u>	<u>(296)</u>	<u>(176)</u>
Amortization	-	209	209	-	515	506
ANNUAL SURPLUS/(DEFICIT)	<u>(357)</u>	<u>(653)</u>	<u>(472)</u>	<u>(255)</u>	<u>(811)</u>	<u>(682)</u>
RECONCILE TO CONTRIBUTION FROM STORM DRAINAGE						
Transfer to general capital reserve	(101)	(59)	(137)	(110)	(79)	(148)
Transfer to operating reserve	-	-	(24)	-	-	(32)
Transfer from operating reserve	-	50	-	-	7	-
Eliminate amortization and loss/gain	-	209	209	-	515	506
CONTRIBUTION FROM STORM DRAINAGE	<u>\$ (458)</u>	<u>\$ (453)</u>	<u>\$ (424)</u>	<u>\$ (365)</u>	<u>\$ (368)</u>	<u>\$ (356)</u>

See notes to consolidated financial statements.

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

For the Year Ended December 31, 2015, with comparative information for 2014

in thousands

Schedule R

	2015 Plan	General	Waterworks	Sanitary Sewer	Airport	2015 Actual	2014 Actual
REVENUE							
Other fees and charges	\$ -	\$ 42	\$ 1,247	\$ 14	\$ 3	\$ 1,306	\$ 424
Airport improvement fees	-	-	-	-	1,207	1,207	2,130
Developer charges earned	5,903	10,441	204	1,530	-	12,175	9,914
Contributed tangible capital assets	-	14,258	3,122	2,316	-	19,696	3,950
Grants	9,777	153	-	-	-	153	2,781
Other sources	-	614	(325)	(41)	11	259	177
Contributions (to)/from other funds	-	480	(45)	(46)	(389)	-	-
	<u>15,680</u>	<u>25,988</u>	<u>4,203</u>	<u>3,773</u>	<u>832</u>	<u>34,796</u>	<u>19,376</u>
EXPENSE							
Minor capital projects							
General government	75	474	-	-	-	474	341
Police services	-	(55)	-	-	-	(55)	45
Fire services	83	409	-	-	-	409	518
Park services	240	313	-	-	-	313	322
Recreation services	75	62	-	-	-	62	287
Transportation services	4,215	4,761	-	-	-	4,761	4,500
Solid waste services	41	91	-	-	-	91	19
Storm drainage services	-	256	-	-	-	256	602
Dyking, drainage & irrigation	-	49	-	-	-	49	2,788
Waterworks	39	-	85	-	-	85	199
Sanitary sewer	-	-	-	525	-	525	396
Airport	-	-	-	-	60	60	87
	<u>4,768</u>	<u>6,360</u>	<u>85</u>	<u>525</u>	<u>60</u>	<u>7,030</u>	<u>10,104</u>
ANNUAL SURPLUS/(DEFICIT)	<u>10,912</u>	<u>19,628</u>	<u>4,118</u>	<u>3,248</u>	<u>772</u>	<u>27,766</u>	<u>9,272</u>
RECONCILE TO CHANGE IN CAPITAL EQUITY							
Assets sale	-	(394)	47	347	-	-	-
General capital reserve	14,459	16,863	-	-	-	16,863	11,946
Storm drainage reserve	610	928	-	-	-	928	874
Waterworks capital reserve	5,048	-	5,027	-	-	5,027	2,664
Sanitary sewer capital reserve	3,022	-	-	758	-	758	3,508
Airport capital reserve	-	-	-	-	(1,018)	(1,018)	(1,274)
Tangible capital assets	-	(26,065)	(6,977)	(4,015)	(2,933)	(39,990)	(37,343)
Debt principal repayment	3,596	3,274	157	50	-	3,481	8,841
Internal borrowing (from general fund)	-	(5,725)	-	(1,462)	-	(7,187)	(8,090)
Internal borrowing interest	-	508	-	-	-	508	569
CHANGE IN CAPITAL EQUITY	<u>\$ 37,647</u>	<u>\$ 9,017</u>	<u>\$ 2,372</u>	<u>\$ (1,074)</u>	<u>\$ (3,179)</u>	<u>\$ 7,136</u>	<u>\$ (9,033)</u>

See notes to consolidated financial statements.

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

As at December 31, 2015, with comparative information as at December 31, 2014

in thousands

Schedule S

	2015 Plan	2015 Actual	2014 Actual
REVENUE			
Investment income	\$ 2,425	\$ 2,938	\$ 2,330
Other sources	-	1	28
	<u>2,425</u>	<u>2,939</u>	<u>2,358</u>
ANNUAL SURPLUS/(DEFICIT)	<u>2,425</u>	<u>2,939</u>	<u>2,358</u>
RECONCILE TO CHANGE IN APPROPRIATED SURPLUS			
Operating reserve	258	1,640	17,940
General capital reserve	5,163	7,666	8,072
Storm drainage reserve	(376)	(741)	(32)
Waterworks capital reserve	2,770	2,786	4,900
Sanitary sewer capital reserve	1,348	3,649	(1,340)
Airport capital reserve	1,809	3,432	3,568
CHANGE IN APPROPRIATED SURPLUS	<u>\$ 13,397</u>	<u>\$ 21,371</u>	<u>\$ 35,466</u>

See notes to consolidated financial statements.

AUDITOR'S REPORT: CEMETERY CARE TRUST FUND



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Chartered Accountants
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Canada

Telephone (604) 854-2200
Fax (604) 853-2756
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INDEPENDENT AUDITORS' REPORT

To the Mayor and Council of the City of Abbotsford

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 December 31, 2015, and notes comprising a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these 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.

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.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on our judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, we consider internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of the Cemetery Care Trust Fund as at December 31, 2015 in accordance with Canadian public sector accounting standards.

Chartered Professional Accountants

May 2, 2016

Abbotsford, Canada

CEMETERY CARE TRUST FUND - STATEMENT OF FINANCIAL POSITION

As at December 31, 2015, with comparative information as at December 31, 2014
in thousands

	2015 Actual	2014 Actual
FINANCIAL ASSETS		
Portfolio investments	\$ 3,496	\$ 3,245
Accounts receivable	79	218
NET FINANCIAL ASSETS	<u>3,575</u>	<u>3,463</u>
ACCUMULATED SURPLUS		
Balance, beginning of year	3,463	3,372
Contributions	112	91
Investment earnings	101	98
Transfer to general operating fund	(101)	(98)
Balance, end of year	<u>\$ 3,575</u>	<u>\$ 3,463</u>

See notes to the cemetery trust fund.

NOTES TO THE CEMETERY CARE TRUST FUND

For the Year Ended December 31, 2015

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, 2015

3. INVESTMENTS:

Investments for 2015 are comprised of corporate and government investments.

(in thousands)	2015		2014	
	Cost	Market	Cost	Market
Portfolio investments	\$3,496	\$3,593	\$3,245	\$3,342
	Long-term		Long-term	
Duration	2 – 10 Years		2 – 10 Years	
Average holdings	\$3,428		\$3,219	
Annual yield	2.87%		2.95%	

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 2015, \$101,000 (2014 - \$98,000) was transferred to the general operating fund for cemetery operations. Contributions and investment earnings for the year ended December 31, 2015, 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.

2015
**FINANCIAL
STATISTICS**

FINANCIAL STATISTICS
ACCUMULATED SURPLUS
in thousands

	2011	2012	2013	2014	2015
ACCUMULATED SURPLUS					
Unappropriated Surplus					
General	\$ 8,296	\$ 8,284	\$ 13,178	\$ 14,779	\$ 19,570
Waterworks	1,018	1,018	1,900	2,232	4,265
Sanitary Sewer	4,601	4,002	4,002	4,002	5,799
Airport	1,176	1,176	1,176	1,176	1,176
	15,091	14,480	20,256	22,189	30,810
Appropriated Surplus					
General Operating Reserve	13,961	14,040	14,986	33,260	35,604
Statutory Capital Reserves					
General capital	13,373	13,648	18,664	27,243	35,890
Affordable housing	236	241	246	252	257
Airport	3,199	4,665	5,021	8,710	12,350
Infrastructure renewal:					
Storm sewer	11,560	12,207	12,584	12,918	12,157
Waterworks	21,468	16,815	13,278	18,547	21,751
Sanitary Sewer	26,384	28,451	29,318	28,631	32,922
	90,181	90,067	94,097	129,561	150,931
Investment in tangible capital assets	1,326,621	1,329,574	1,331,248	1,322,219	1,329,358
Investment in other non-financial assets	4,061	5,032	5,755	1,506	1,611
Total Accumulated Surplus	\$ 1,435,954	\$ 1,439,153	\$ 1,451,356	\$ 1,475,475	\$ 1,512,710

In accordance with PSAB Section 3150, effective January 1, 2009 (retroactive to 2008), the City changed its method of recording tangible capital assets, inventory and pre-pays.

FINANCIAL STATISTICS
CONSOLIDATED ANNUAL SURPLUS/(DEFICIT) AND
NET FINANCIAL ASSETS/(NET DEBT)
in thousands

	2011	2012	2013	2014	2015
CONSOLIDATED ANNUAL SURPLUS/(DEFICIT) AND NET FINANCIAL ASSETS/(NET DEBT)					
ANNUAL SURPLUS/(DEFICIT)	\$ 51,759	\$ 5,672	\$ 12,203	\$ 24,119	\$ 37,235
NET FINANCIAL ASSETS/(NET DEBT)	\$ (17,807)	\$ (12,397)	\$ 9,427	\$ 63,389	\$ 103,904

In accordance with PSAB Section 1200, effective January 1, 2009 (retroactive to 2008), the City changed its financial statement presentation to include a consolidated Statement of Changes in Net Financial Assets (Debt).

FINANCIAL STATISTICS CONSOLIDATED REVENUE BY SOURCE

in thousands

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
(in 1,000's)										
CONSOLIDATED REVENUE BY SOURCE										
Municipal taxation	\$ 77,752	\$ 90,929	\$ 96,432	\$ 104,375	\$ 111,206	\$ 120,403	\$ 124,045	\$ 124,543	\$ 125,453	\$ 126,934
Fees, charges, sales of service	48,832	57,452	59,192	64,211	69,980	73,116	69,467	74,442	74,046	73,973
Contributed tangible capital assets	-	-	12,277	23,118	8,249	17,234	6,771	4,100	3,950	19,695
Developer charges earned	27,201	11,665	19,758	20,652	16,857	14,243	6,852	3,567	9,914	12,192
Government grants	13,265	10,952	11,112	14,560	44,671	30,659	13,017	14,289	29,769	14,083
Interest and penalties*	8,871	7,875	8,297	4,969	4,533	4,194	4,376	-	-	-
Investment income	-	-	-	-	-	-	-	4,429	3,807	4,400
Rent	3,173	3,184	3,220	3,284	3,422	3,529	3,771	3,818	4,029	4,001
Other	-	-	127	2,022	562	319	108	105	205	259
Sale of capital assets	748	2,575	-	-	-	-	-	-	-	-
Total Consolidated Revenue by Source	\$ 179,842	\$ 184,632	\$ 210,415	\$ 237,191	\$ 259,480	\$ 263,697	\$ 228,407	\$ 229,293	\$ 251,173	\$ 255,537

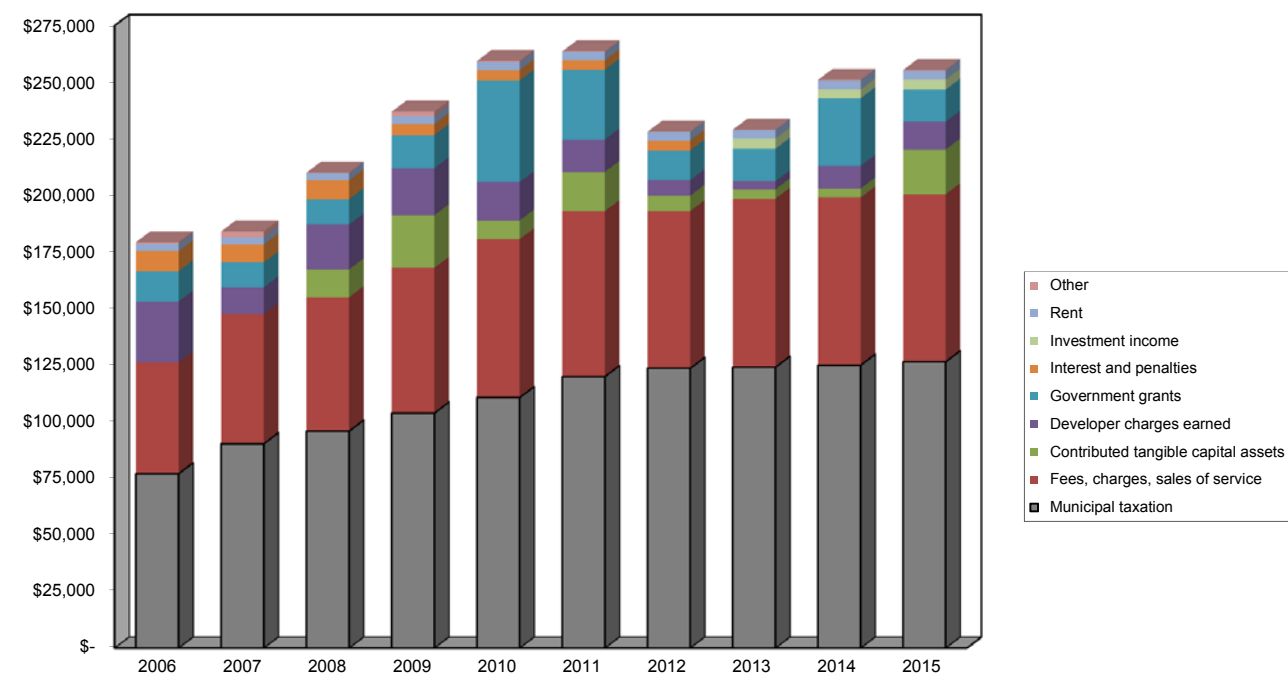
*Penalties revenue is included with fee & charges starting in 2013

FINANCIAL STATISTICS CONSOLIDATED EXPENSES BY FUNCTION

in thousands

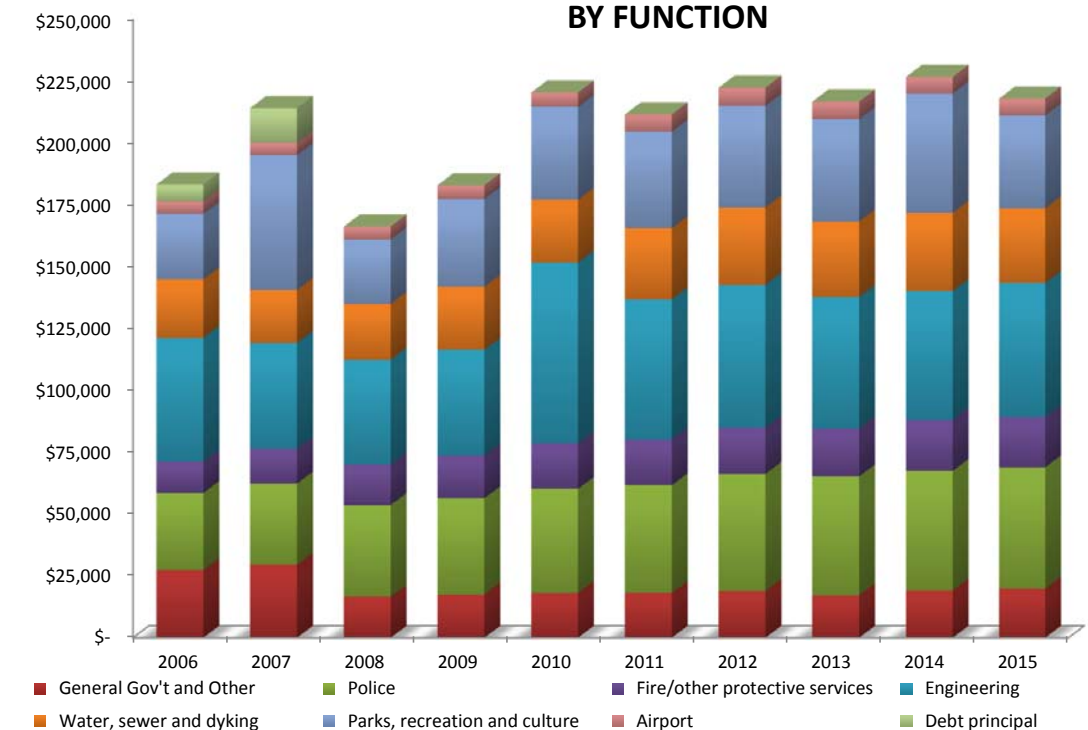
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
(in 1,000's)										
CONSOLIDATED EXPENSES BY FUNCTION										
General government	\$ 24,811	\$ 26,584	\$ 13,443	\$ 15,070	\$ 14,654	\$ 14,011	\$ 14,686	\$ 14,083	\$ 15,205	\$ 15,791
Protective services:										
Police	31,313	32,938	37,199	39,065	42,365	43,731	47,516	48,289	48,477	49,330
Fire/Other	12,587	14,044	16,397	17,344	18,469	18,490	18,718	19,424	20,647	20,207
Engineering	50,119	42,812	42,366	42,689	73,364	57,053	58,045	53,382	52,355	54,573
Water, sewer and dyking	23,910	21,736	22,888	25,789	25,233	28,575	31,163	30,482	31,565	30,122
Parks, recreation and culture	26,429	54,313	25,954	35,342	37,468	38,917	40,908	41,203	48,065	37,371
Planning & development services	2,695	3,114	3,319	2,545	3,484	4,194	4,354	3,146	4,065	4,101
Airport	5,087	4,961	5,228	5,566	5,730	6,967	7,345	7,081	6,675	6,807
Total Expenses by Function	\$ 166,794	\$ 183,410	\$ 220,767	\$ 211,938	\$ 222,735	\$ 217,090	\$ 227,054	\$ 217,090	\$ 227,054	\$ 218,302
Add: Debt principal repayment	6,731	13,977	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Total Expenditure by Function	\$ 183,682	\$ 214,479								

2006-2015 CONSOLIDATED REVENUE BY SOURCE



In accordance with PSAB Section 3150, effective January 1, 2009 (retroactive to 2008), the City changed its method of recording tangible capital assets. As a result, the City now recognizes assets contributed to the City by Developers.

2006-2015 CONSOLIDATED EXPENSES BY FUNCTION



In accordance with PSAB Section 3150, effective January 1, 2009 (retroactive to 2008), the City changed its method of recording tangible capital assets, inventory and pre-paids. As a result, capital expenditures and debt principal repayments are no longer reported on the statement of operations; instead, amortization is now expensed.

FINANCIAL STATISTICS CONSOLIDATED EXPENSES BY OBJECT

in thousands

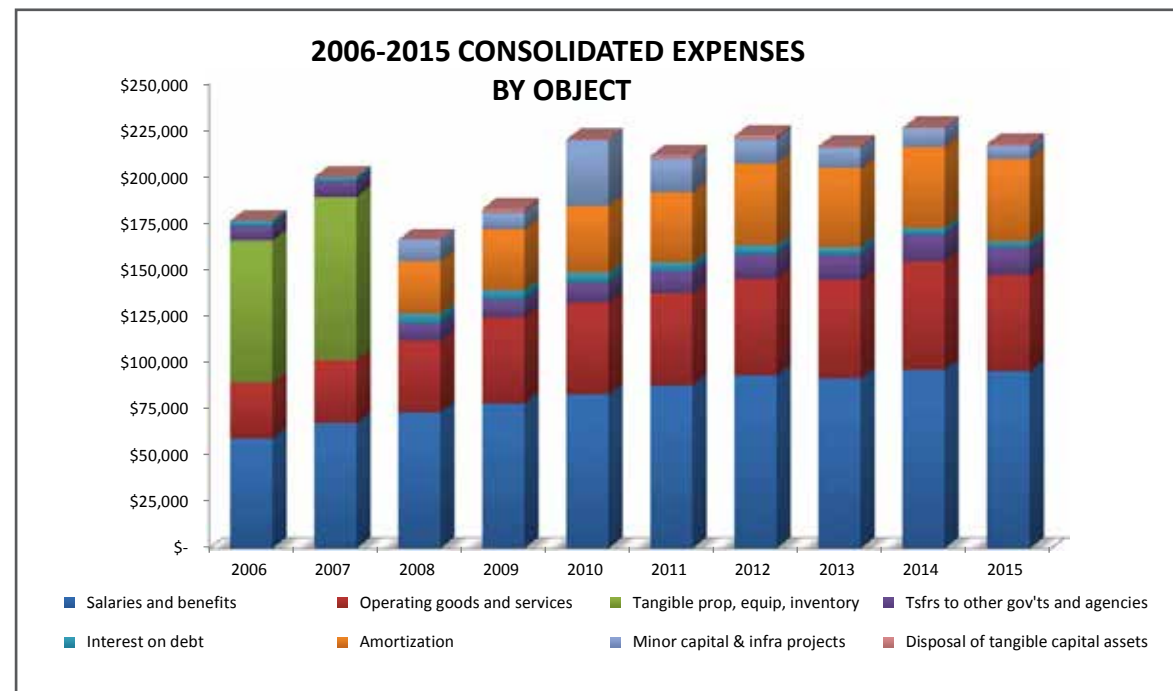
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
<i>(in 1,000's)</i>										
CONSOLIDATED EXPENSES BY OBJECT										
Salaries and benefits	\$ 59,261	\$ 67,353	\$ 73,201	\$ 78,191	\$ 82,886	\$ 87,750	\$ 93,274	\$ 91,551	\$ 95,987	\$ 95,469
Operating goods and services	29,805	34,084	38,663	46,074	49,963	50,077	52,161	53,340	59,024	52,295
Tangible prop, equip, inventory	77,203	88,378	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Amortization	-	-	28,790	32,867	36,104	37,764	44,677	42,726	43,488	44,260
Minor capital & infra projects	-	-	11,739	8,522	35,337	18,064	12,714	10,927	10,105	7,028
Disposal of tangible capital assets	-	-	9	2,387	497	1,605	1,989	859	399	1,143
Tsfrs to other gov'ts and agencies	7,482	7,896	9,020	9,884	10,824	11,737	13,257	13,427	14,218	14,566
Interest on debt	3,200	2,791	5,372	5,485	5,156	4,941	4,663	4,260	3,833	3,541
Total Expenses by Object			\$ 166,794	\$ 183,410	\$ 220,767	\$ 211,938	\$ 222,735	\$ 217,090	\$ 227,054	\$ 218,302
Add: Debt principal repayment	6,731	13,977	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Total Expenditure by Object	\$ 183,682	\$ 214,479								

FINANCIAL STATISTICS SOURCES OF CAPITAL FUNDING

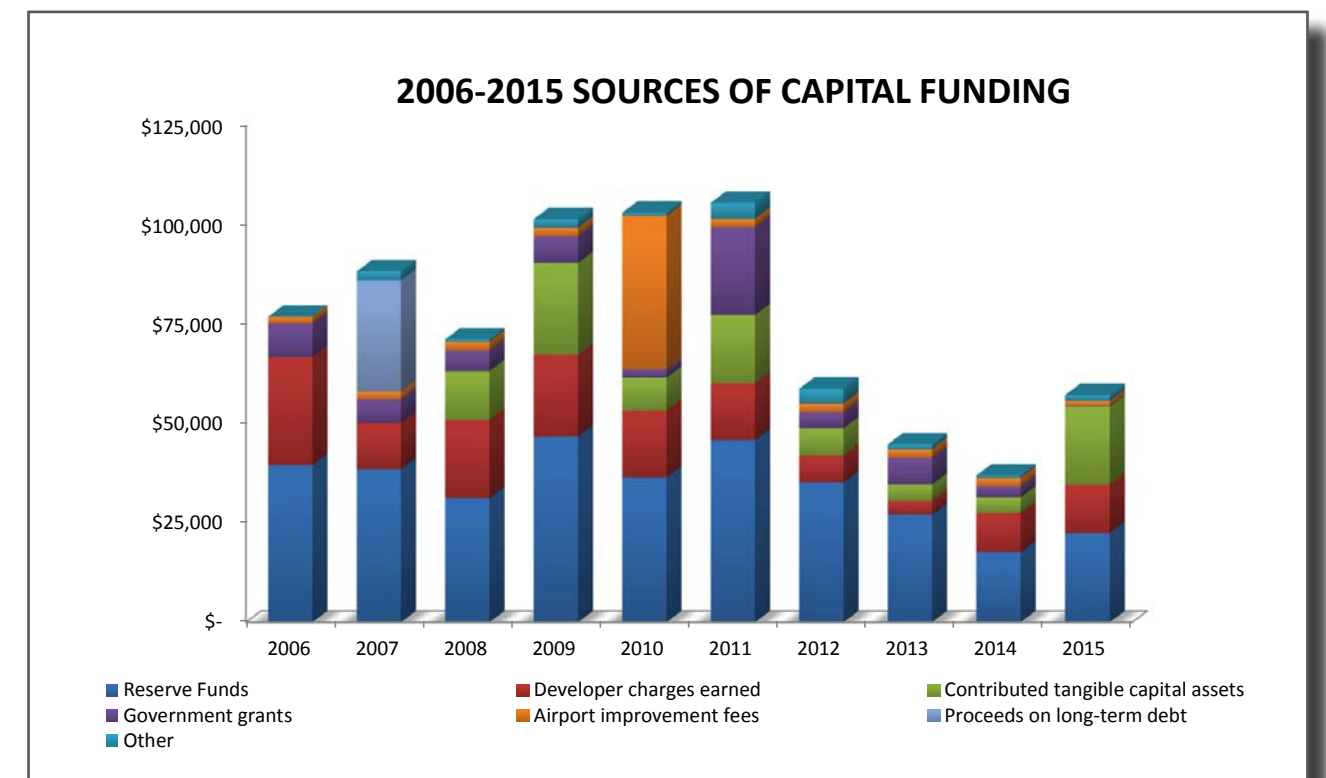
in thousands

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
<i>(in 1,000's)</i>										
SOURCES OF CAPITAL FUNDING*										
Reserve Funds	\$ 39,734	\$ 38,628	\$ 31,318	\$ 46,838	\$ 36,580	\$ 45,985	\$ 35,333	\$ 27,142	\$ 17,719	\$ 22,558
Developer charges earned	27,201	11,665	19,758	20,652	16,857	14,243	6,852	3,567	9,914	12,175
Contributed tangible capital assets	-	-	12,277	23,118	8,249	17,234	6,766	4,100	3,950	19,696
Airport improvement fees	1,711	1,924	2,262	2,116	2,074	2,120	2,181	2,159	2,130	1,207
Proceeds on long-term debt	-	28,106	-	-	-	-	-	-	-	-
Government grants	8,414	5,942	5,203	6,746	38,730	22,171	4,068	6,728	2,781	153
Other	8	2,210	565	2,200	791	4,015	3,741	1,227	601	1,565
Total Sources of Capital Funding	\$ 77,068	\$ 88,475	\$ 71,383	\$ 101,670	\$ 103,281	\$ 105,768	\$ 58,941	\$ 44,923	\$ 37,095	\$ 57,354

*2000-2007 only - includes increase/decrease in inventory



In accordance with PSAB Section 3150, effective January 1, 2009 (retroactive to 2008), the City changed its method of recording tangible capital assets, inventory and pre-paids. As a result, capital expenditures and debt principal repayments are no longer reported on the statement of operations; instead, amortization is now expensed.



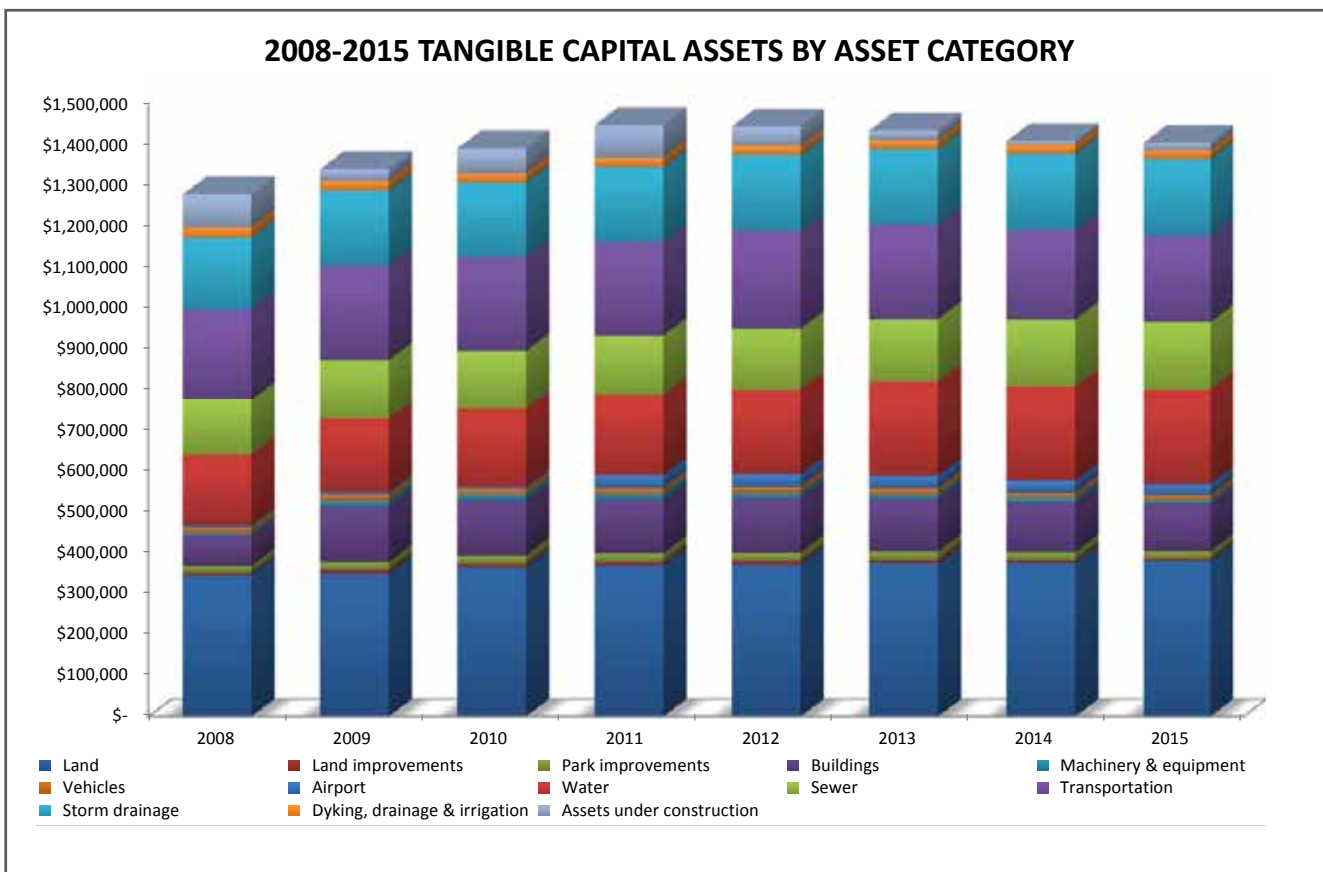
In accordance with PSAB Section 3150, effective January 1, 2009 (retroactive to 2008), the City changed its method of recording tangible capital assets. As a result, the City now recognizes assets contributed to the City by Developers.

FINANCIAL STATISTICS

TANGIBLE CAPITAL ASSETS BY ASSET CATEGORY

in thousands

	2008	2009	2010	2011	2012	2013	2014	2015
(1,000's)								
TANGIBLE CAPITAL ASSETS (Net Book Value) BY ASSET CATEGORY								
Land	\$ 349,988	\$ 354,281	\$ 369,256	\$ 374,131	\$ 376,259	\$ 378,906	\$ 379,569	\$ 383,669
Land improvements	5,662	7,846	7,818	7,655	7,723	7,490	7,079	6,708
Park improvements	16,859	19,094	20,582	21,178	20,502	20,668	18,771	17,312
Buildings	73,932	135,738	134,292	131,592	132,860	128,431	122,004	115,750
Machinery & equipment	6,627	15,403	15,308	14,528	13,088	11,722	10,642	8,972
Vehicles	12,322	13,797	12,276	12,555	14,144	14,198	12,859	11,858
Airport	6,485	6,191	5,897	31,868	30,839	30,080	29,037	27,995
Water	172,682	180,000	190,882	197,563	208,987	232,623	231,253	232,595
Sewer	133,900	143,633	142,466	144,924	148,630	152,163	164,352	163,676
Transportation	221,722	230,554	228,753	228,345	238,445	230,241	219,775	211,937
Storm drainage	175,324	183,814	181,884	183,427	185,229	185,300	183,951	186,167
Dyking, drainage & irrigation	24,402	23,752	23,152	22,507	22,154	21,567	22,164	21,634
Assets under construction	80,754	27,878	60,157	79,427	47,658	22,785	9,124	18,922
Total Capital Assets by Category	\$ 1,280,659	\$ 1,341,981	\$ 1,392,723	\$ 1,449,700	\$ 1,446,518	\$ 1,436,174	\$ 1,410,580	\$ 1,407,195

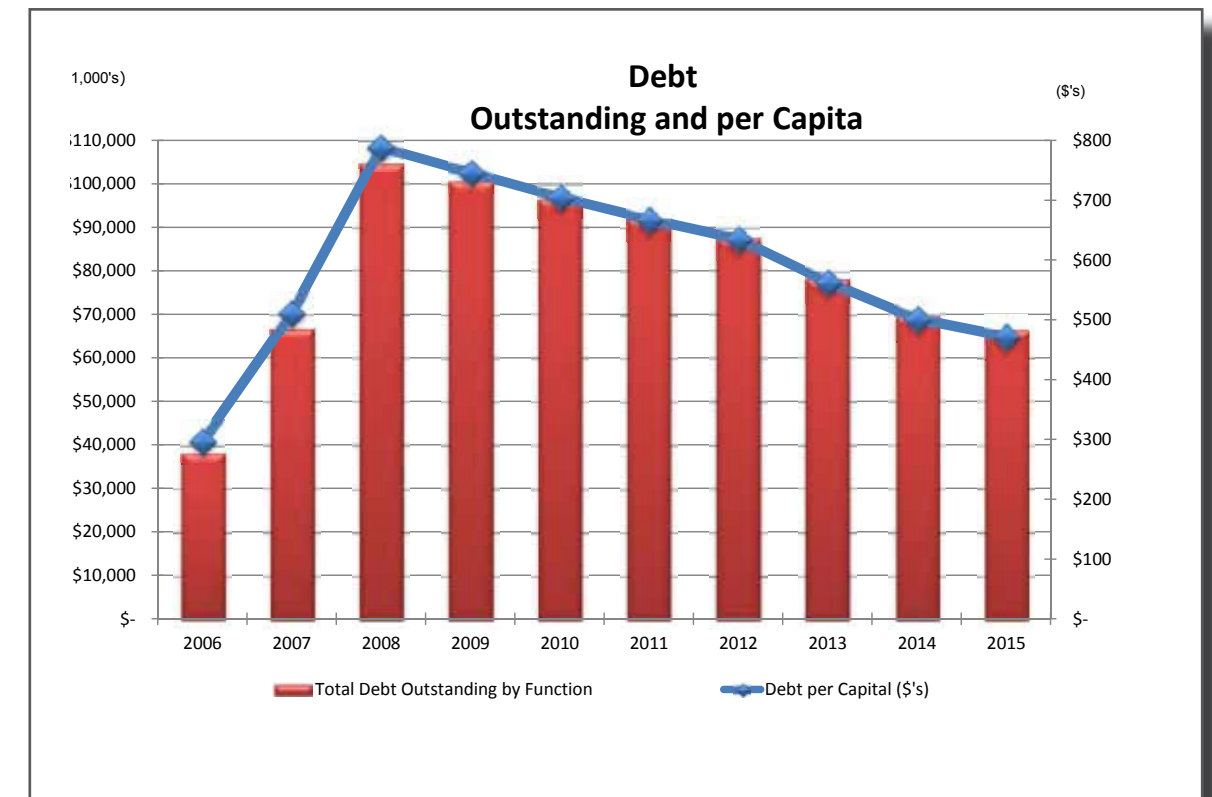


FINANCIAL STATISTICS

DEBT OUTSTANDING BY FUNCTION

in thousands (except as noted)

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
(in 1,000's except as noted)										
DEBT OUTSTANDING BY FUNCTION										
Protective services - police*	\$ 426	\$ 123	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Parks, recreation and culture*	3,111	45,208	86,120	83,301	80,364	77,305	74,119	70,974	68,085	65,080
Dyking, drainage and irrigation*	-	-	-	-	-	-	-	-	-	-
Water	22,791	13,889	11,538	10,808	10,045	9,192	8,433	2,840	1,281	1,123
Sewer	12,073	7,704	7,212	6,693	6,189	5,663	5,111	4,535	411	361
Total Debt Outstanding by Function	\$ 38,401	\$ 66,924	\$ 104,870	\$ 100,802	\$ 96,598	\$ 92,160	\$ 87,663	\$ 78,349	\$ 69,777	\$ 66,564
*Property tax supported debt	\$ 3,537	\$ 45,331	\$ 86,120	\$ 83,301	\$ 80,364	\$ 77,305	\$ 74,119	\$ 70,974	\$ 68,085	\$ 65,080
DEBT PER CAPITA (\$'s)	\$ 298	\$ 511	\$ 788	\$ 747	\$ 705	\$ 668	\$ 635	\$ 564	\$ 502	\$ 472

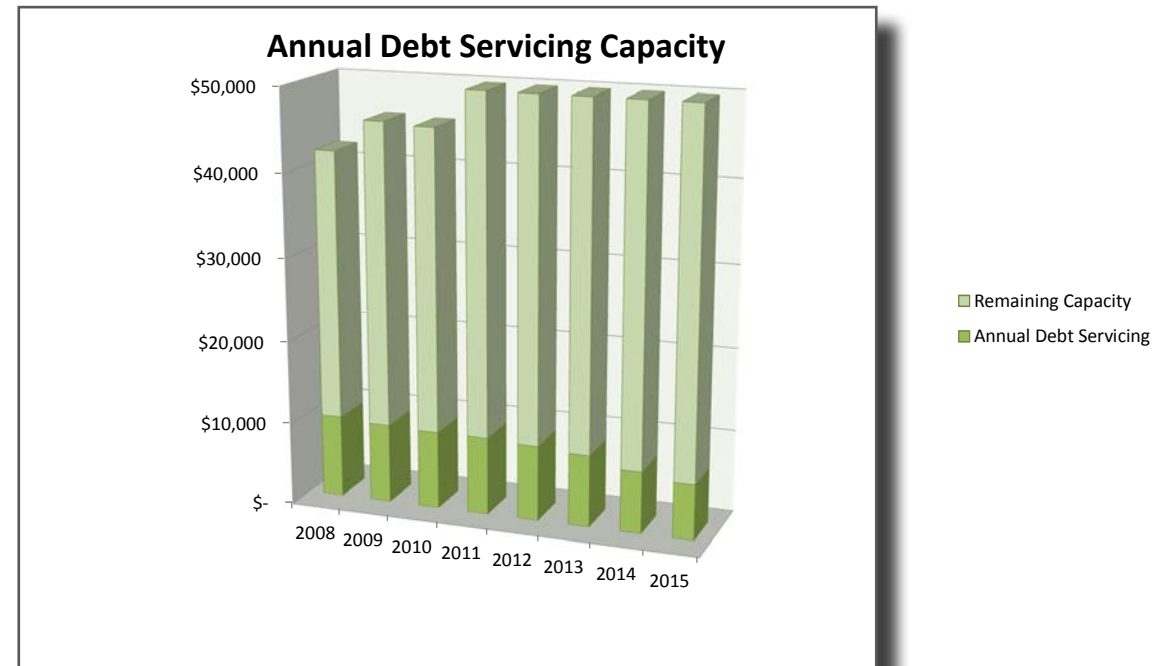


New debt in 2007 was for three projects: a sports and entertainment facility, a recreation centre expansion, and a museum/cultural centre.

FINANCIAL STATISTICS ANNUAL DEBT SERVICING

in thousands

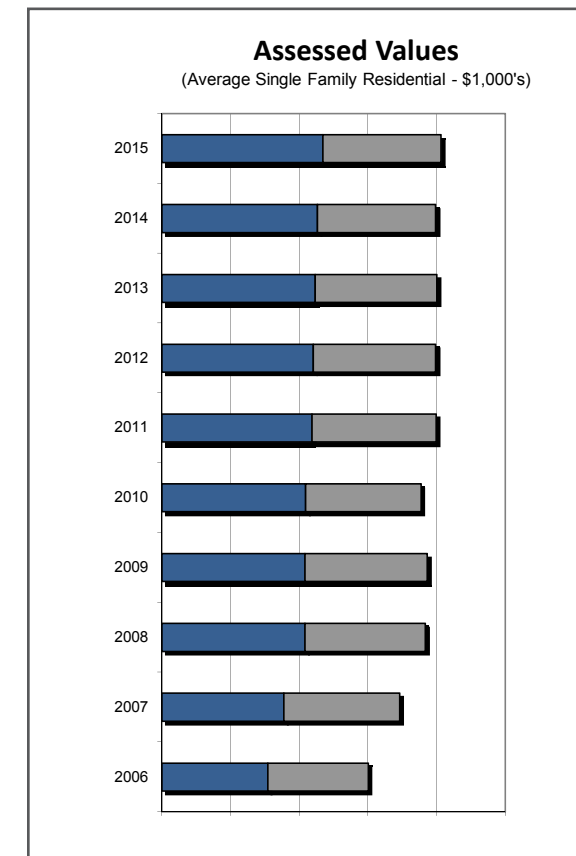
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
(in 1,000's)										
Annual Debt Servicing*	\$ 9,931	\$ 13,977	\$ 9,926	\$ 9,553	\$ 9,360	\$ 9,378	\$ 9,159	\$ 8,776	\$ 7,547	\$ 6,754
% of Total Expenditures	5.4%	6.5%	6.0%	5.2%	4.2%	4.4%	4.1%	4.0%	3.3%	3.1%
Legal Debt Servicing Limit**	\$ 34,564	\$ 39,834	\$ 42,091	\$ 45,893	\$ 45,574	\$ 50,850	\$ 50,915	\$ 51,797	\$ 52,079	\$ 52,392
*Early debt repayment is excluded from Annual Debt Servicing (early debt repayment in 2013 \$4,798K & in 2014 \$4,858)										
**Legislation in 2004 replaced total debt limits with debt servicing limits										
Remaining Debt Servicing Capacity	\$ 24,633	\$ 25,857	\$ 32,165	\$ 36,340	\$ 36,214	\$ 41,472	\$ 41,756	\$ 43,021	\$ 44,532	\$ 45,638



FINANCIAL STATISTICS PROPERTY ASSESSMENT

in thousands (except as noted)

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
(in 1,000's except as noted)										
PROPERTY ASSESSMENT										
General Assessment										
Land	\$ 6,107,652	\$ 7,683,755	\$ 9,192,910	\$ 9,332,579	\$ 9,402,463	\$ 9,778,744	\$ 9,948,332	\$ 9,954,896	\$ 10,150,645	\$ 10,546,319
Improvements	5,576,866	6,609,830	7,320,397	7,451,409	7,436,839	7,856,254	7,948,905	7,867,888	7,704,732	7,798,256
	\$ 11,684,518	\$ 14,293,585	\$ 16,513,307	\$ 16,783,988	\$ 16,839,302	\$ 17,634,998	\$ 17,897,237	\$ 17,822,784	\$ 17,855,377	\$ 18,344,575
Average Single Family Residential Assessed Values										
Land	\$ 154	\$ 177	\$ 208	\$ 208	\$ 209	\$ 218	\$ 220	\$ 223	\$ 226	\$ 234
Improvements	146	169	175	178	168	181	178	177	172	172
	\$ 300	\$ 346	\$ 383	\$ 386	\$ 377	\$ 399	\$ 398	\$ 400	\$ 398	\$ 406
NEW CONSTRUCTION AND DEVELOPMENT										
Building Permits Issued*	1,775	1,991	1,722	1,483	1,812	1,481	1,481	1,576	1,564	1,575
Building Permit Construction Value	\$ 380,893	\$ 274,646	\$ 351,683	\$ 156,284	\$ 207,210	\$ 255,557	\$ 158,907	\$ 208,906	\$ 182,672	\$ 296,810
New Construction	\$ 249,281	\$ 233,156	\$ 295,734	\$ 107,288	\$ 164,880	\$ 226,078	\$ 125,399	\$ 146,620	\$ 141,623	\$ 245,513
New Housing Starts (dwelling units)*	329	442	263	208	320	217	186	133	190	447
*actual numbers										



OVERLAPPING DEBT

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
City of Abbotsford	\$ 38,401	\$ 66,924	\$ 104,870	\$ 100,802	\$ 96,598	\$ 92,160	\$ 87,663	\$ 78,349	\$ 69,777	\$ 66,564
Fraser Valley Regional District	33,286	29,943	23,793	25,506	28,803	26,151	24,637	24,138	16,429	19,642
Fraser Valley Regional Hospital District	34,641	63,918	41,602	53,282	58,449	55,048	51,904	48,918	46,175	43,490
	\$ 106,328	\$ 160,785	\$ 170,265	\$ 179,590	\$ 183,850	\$ 173,359	\$ 164,204	\$ 151,405	\$ 132,381	\$ 129,696

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

FINANCIAL STATISTICS

PROPERTY TAXATION

in thousands (except as noted)

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
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(in 1,000's except as noted)

PROPERTY TAXATION

Tax Levy*

Current Tax Levy	\$ 152,524	\$ 169,488	\$ 180,522	\$ 162,044	\$ 169,929	\$ 178,810	\$ 183,811	\$ 188,784	\$ 191,418	\$ 193,667
Penalty & Interest	784	841	923	882	956	963	906	913	883	749
Total Tax Levy	\$ 153,308	\$ 170,329	\$ 181,445	\$ 162,926	\$ 170,885	\$ 179,773	\$ 184,717	\$ 189,697	\$ 192,301	\$ 194,416

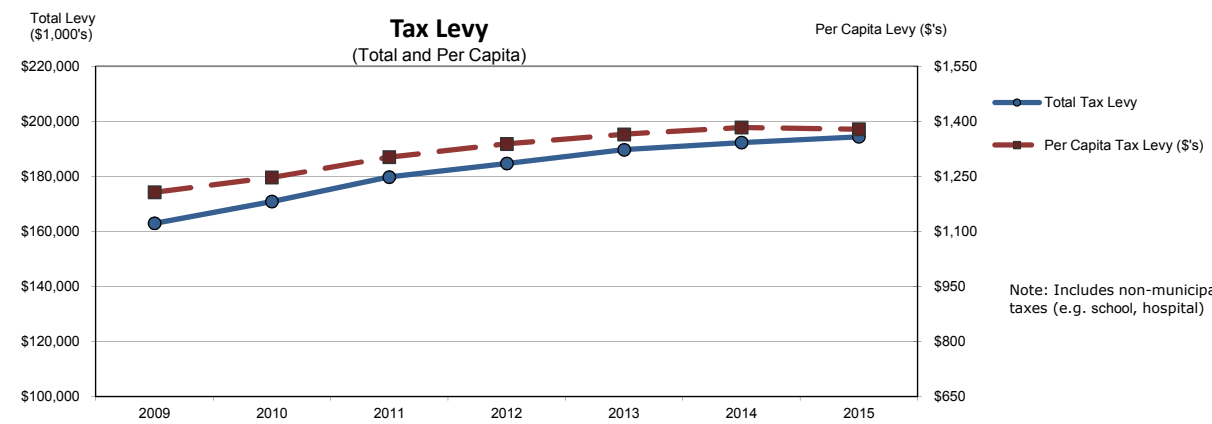
Per Capita Tax Levy (\$'s)	\$ 1,188	\$ 1,300	\$ 1,364	\$ 1,207	\$ 1,247	\$ 1,303	\$ 1,339	\$ 1,365	\$ 1,383	\$ 1,379
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* 2009 to 2012 have been restated to conform with current year presentation

Taxes Collected

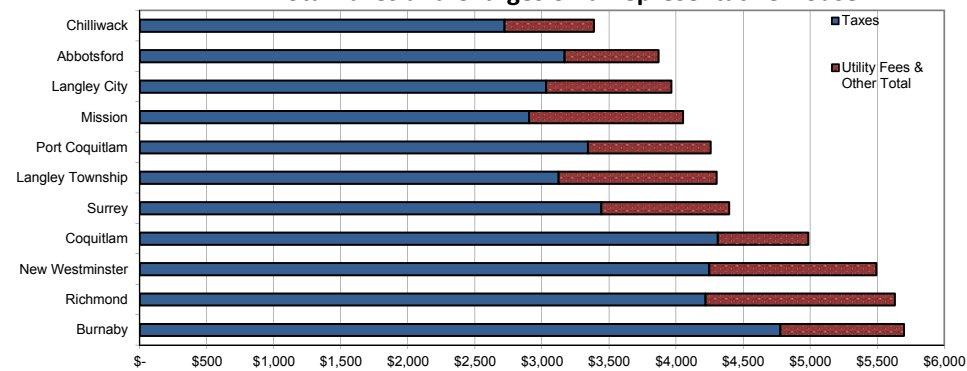
Current Taxes Collected	\$ 149,636	\$ 166,394	\$ 177,010	\$ 159,561	\$ 167,468	\$ 175,747	\$ 180,475	\$ 186,122	\$ 188,813	\$ 191,659
% Current Taxes Collected	97.60	97.69	97.56	97.93	98.00	97.76	97.70	98.12	98.19	98.58

* 2009 to 2012 have been restated to conform with current year presentation



2015

Total Taxes and Charges on a Representative House



Source: Ministry of Community, Sport & Cultural Development; includes non-municipal taxes (e.g. school, hospital)
*Includes School, Regional District, Hospital, BCA, MFA charges

TAXES COLLECTED FOR OTHER AGENCIES

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
School	\$ 47,063	\$ 48,744	\$ 50,631	\$ 52,163	\$ 53,158	\$ 54,432	\$ 54,128	\$ 55,264	\$ 56,681	\$ 56,968
FVRHD	4,698	4,935	5,079	5,331	5,436	5,276	5,349	5,346	5,398	5,374
FVRD	1,936	2,022	2,305	2,314	2,488	1,774	1,730	1,668	1,720	2,301
BC Assessment	1,283	1,317	1,376	1,465	1,522	1,496	1,498	1,514	1,543	1,527
GVRD	711	752	801	838	865	892	860	898	865	850
MFA	3	4	3	4	4	4	5	5	5	5
Total	\$ 55,694	\$ 57,774	\$ 60,195	\$ 62,115	\$ 63,473	\$ 63,874	\$ 63,570	\$ 64,695	\$ 66,212	\$ 67,025

FINANCIAL STATISTICS

ASSESSMENTS AND TAX RATES

GENERAL AND SPECIFIC MUNICIPAL PURPOSES

CITY OF ABBOTSFORD PROPERTIES

PROPERTY CLASS	Net Taxable Values (in thousands)	DOLLARS OF TAX PER \$1,000 TAXABLE VALUE			SPECIFIED AREAS	
		Municipal General (Police)	Municipal General* (Other)	Regional Library	Matsqui Dyking	Sumas Dyking
1. Residential	\$ 14,850,100	1.84245	3.07091	0.18609	1.58396	0.62976
2. Utilities	88,715	14.45215	24.08813	1.45972	1.58396	13.00276
5. Light Industrial	493,214	3.81646	6.36109	0.38548	1.58396	10.37792
6. Business/Other	2,757,887	4.39379	7.32335	0.44379	1.58396	5.18896
8. Recreation/Non-Profit	13,389	3.06799	5.11356	0.30985	1.58396	0.62976
9. Farm	141,270	6.79782	11.33027	0.68660	1.58396	-
	\$ 18,344,576					

2015 TAX RATES - OTHER GOVERNMENTS & AGENCIES

PROPERTY CLASS	DOLLARS OF TAX PER \$1,000 TAXABLE VALUE					
	Fraser Valley Regional District	Greater Vancouver Regional District	FV Regional Hospital District	Municipal Finance Authority	BC Assessment	School
1. Residential	0.09576	0.03538	0.22368	0.00020	0.05960	2.28080
2. Utilities	0.33516	0.12384	0.78286	0.00070	0.50300	13.60000
5. Light Industrial	0.32558	0.12031	0.76050	0.00070	0.16790	5.80000
6. Business/Other	0.23461	0.08669	0.54800	0.00050	0.16790	5.80000
8. Recreation/Non-Profit	0.09576	0.03538	0.22368	0.00020	0.05960	3.30000
9. Farm	0.09576	0.03538	0.22368	0.00020	0.05960	3.45000

FINANCIAL STATISTICS OTHER STATISTICS

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
PUBLIC WORKS INFRASTRUCTURE										
Streets and Roads (km)	908	920	924	935	939	944	986	945	947	949
Sanitary Sewers (km)	522	530	533	540	543	549	554	554	559	563
Storm Sewers (km)	455	468	474	484	487	494	497	500	504	537
City Water Mains (km)	850	870	880	896	906	911	914	907	1,008	1,005
Joint Water Mains:										
Abbotsford portion (km)	68	68	69	69	34	34	34	36	36	36
Mission portion (km)	18	18	18	18	39	39	39	41	42	42
Within FVRD (km)					17	18	18	18	19	19
Water Services	24,774	24,921	25,150	25,224	25,257	25,576	27,153	26,178	27,636	27,916
Note: New measurement system used for tracking in 2010										
REGISTERED ELECTORS (in 1,000's)	77	77	83	83	83	87	87	87	87	87
PROPERTIES ON TAX ROLL (in 1,000's)	46	42	42	43	44	44	45	45	45	45
ABBOTSFORD AIRPORT										
Aircraft movements (in 1,000's)	160	175	155	123	102	97	108	114	127	137
Passengers (in 1,000's)	500	508	504	472	464	475	491	478	477	488

NUMBER OF EMPLOYEES (Approved FTE's)^o

	2013	2014	2015
Airport	18	18	15
Engineering ³	227	231	228
Fire Rescue & Emergency Services	103	101	101
Fire Rescue Services (Auxiliary) ¹	13	13	13
Parks, Recreation & Culture ³	115	94	92
Police (civilians)	90	89	89
Police (uniformed)	212	212	212
City Manager's Office	20	23	23
Corporate Services	82	86	88
Planning & Development Services ²	67	61	59
	948	929	920

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

^oincludes both full-time and part-time positions

¹Auxiliary budget converted to FTE positions

²Planning & Development includes Building Inspections

³Auxiliary staff converted to FTE

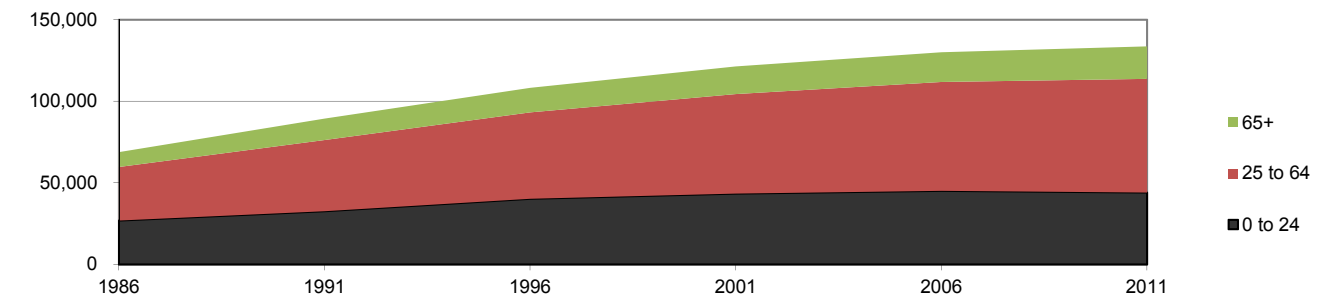
FINANCIAL STATISTICS DEMOGRAPHICS

Population by Age Group

Source: Statistics Canada Census age distribution

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

Abbotsford Age Distribution



Population Growth (1956-2011)

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

YEAR	POPULATION	% INCREASE	BC POPULATION	% OF BC
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	7.20	4,113,487	3.01
2011	133,500	7.40	4,573,321	2.92

ABBOTSFORD ANNUAL POPULATION ESTIMATES(1,000's)

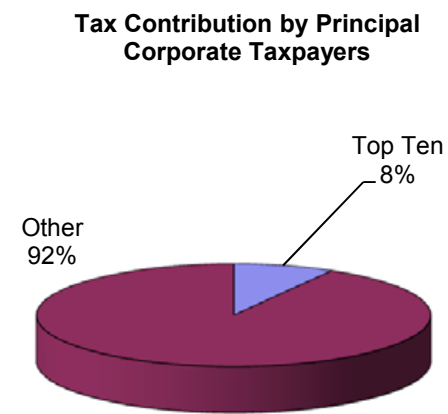
2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
129	131	133	135	137	138	138	139	139	141

FINANCIAL STATISTICS DEMOGRAPHICS

TOP 10 PRINCIPAL CORPORATE TAXPAYERS

(in 1,000's)

Industry	Tax Contribution
Retail	\$ 2,038
Utility	1,574
Utility	1,089
Utility	1,068
Utility	997
Retail	961
Retail	793
Retail	768
Retail	562
Commercial	449
Total, Top Ten	\$ 10,299



Total Abbotsford general tax \$ 124,430

Proportion of tax paid by top ten 8%

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

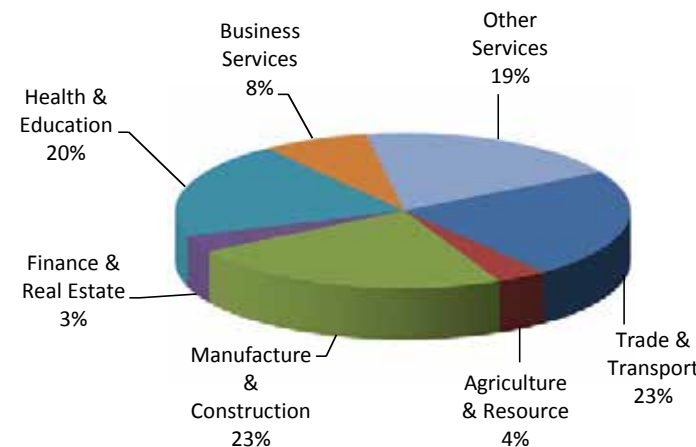
PERMISSIVE TAX EXEMPTIONS

	2015	2014
ABBOTSFORD AIRPORT REVITALIZATION	\$ 28,942	\$ 35,787
ATHLETIC OR SERVICE CLUB OR ASSOCIATIONS	241,096	241,962
CHARITABLE ORGANIZATIONS	350,868	176,716
COMMERCIAL REVITALIZATION	1,722,922	2,246,629
DOWNTOWN ABBOTSFORD REVITALIZATION	58,783	78,539
INDUSTRIAL REVITALIZATION	81,706	117,624
LOCAL AUTHORITIES	270,581	272,456
PRIVATE SCHOOL	216,708	222,017
RELIGIOUS ORGANIZATIONS	460,717	430,844
	\$ 3,432,323	3,822,574

EMPLOYMENT BY INDUSTRY

(actual #'s)

	People Employed
Manufacturing and construction industries	21,000
Health and education	18,300
Trade and transportation	20,800
Business services	6,900
Agriculture and resource-based industries	3,300
Finance and real estate	3,200
Other services	17,600
	91,100



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

UNEMPLOYMENT RATE - ABBOTSFORD/MISSION (Source: Statistics Canada)

2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
4.6%	4.3%	4.8%	7.9%	8.0%	8.9%	7.9%	7.8%	7.4%	7.5%

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

PERMISSIVE TAX EXEMPTIONS

Class	Folio	Name	Civic Address	2015 Exemption \$
ABBOTSFORD AIRPORT REVITALIZATION				
6	9700002580	600897 BC LTD	1255 Townline Rd	\$ 12,717
6	9700002570	VK Aviation Corp.	30720 Rotor Dr	16,225
				28,942
ATHLETIC OR SERVICE CLUB OR ASSOCIATIONS				
6	9500013980	861 Silverfox Sponsoring Committee	32470 Haida Dr	6,324
1	6223074321	Abbotsford Community Services	33780 Laurel St	150
6	6223074321	Abbotsford Community Services	33780 Laurel St	3,292
6	6233053231	Abbotsford Curling Club	2555 McMillan Rd	12,805
1	9332020911	Abbotsford Fish & Game Club	4161 Lakemount Rd	242
6	9332020911	Abbotsford Fish & Game Club	4161 Lakemount Rd	849
8	9332020911	Abbotsford Fish & Game Club	4161 Lakemount Rd	4,501
6	3156041609	Abbotsford Horseshoe Club	2308 Adanac St	4,767
6	5165048000	Abbotsford Judo Club	31480 Maclure Rd	3,685
8	5165048000	Abbotsford Judo Club	31480 Maclure Rd	3,320
8	6223029707	Abbotsford Social Activity Association	33889 Essendene Ave	6,980
8	6223031501	Abbotsford Social Activity Association	2631 Cyril St	5,333
8	9500013100	Antique Farm Machinery Club	32470 Haida Dr	621
1	9500005906	Bradner Community Club	28780 Myrtle Ave	1,297
6	9500006108	Bradner Community Club	5305 Bradner Rd	1,301
8	9500006108	Bradner Community Club	5305 Bradner Rd	2,386
6	9500006303	Bradner Community Club	5227 Bradner Rd	358
8	9500006303	Bradner Community Club	5227 Bradner Rd	5,154
8	7207062000	Clayburn Village Community Society	4315 Wright St	4,300
8	9500006819	Clayburn Village Community Society	4304 Wright St	2,637
8	9500015109	Clayburn Village Community Society	34819 Clayburn Rd	4,883
1	1013055810	Elks Recreation Children's' Camp Society	27865 0 Ave	3,697
6	7187058120	Fraser Valley Conservancy	33350 Industrial Ave	33,066
6	7180040420	Fraser Valley Conservancy	LT 2 SEC 25 TWP 16 PL BCP52011 NWD	1,325
6	1052028820	Fraser Valley Conservancy	South Fraser Way	152
1	9500007307	Girl Guides of Canada	5315 Willet Rd	326
8	9500007307	Girl Guides of Canada	5315 Willet Rd	7,532
8	6223042510	Jubilee Park Lawn Bowling Club	33660 South Fraser Way	5,855
6	9500013990	Kiwanis Family Housing Society	32470 Haida Dr	19,616
6	7180060008	Ledgeview Properties Ltd.	35997 McKee Rd	7,576
8	7180060008	Ledgeview Properties Ltd.	35997 McKee Rd	26,816
6	7180060020	Ledgeview Properties Ltd.	McKee Rd Lot B	669
8	7180060020	Ledgeview Properties Ltd.	McKee Rd Lot B	7,455
6	9304030101	Ledgeview Properties Ltd.	36039 McKee Rd	2,402
8	9304030101	Ledgeview Properties Ltd.	36039 McKee Rd	10,861
6	9304075609	Ledgeview Properties Ltd.	McKee Rd Lot 17	91
8	9304075609	Ledgeview Properties Ltd.	McKee Rd Lot 17	301
6	9500006901	Matsqui Prairie Community Association	33676 St Olaf Ave	1,240
8	9500006901	Matsqui Prairie Community Association	33676 St Olaf Ave	2,131
8	9500004501	Matsqui Prairie Community Association	5783 Wallace St	2,361
6	9500007009	Mt Lehman Community Association	6418 Mt Lehman Rd	458
8	9500007009	Mt Lehman Community Association	6418 Mt Lehman Rd	2,174
8	9500006601	Mt Lehman Community Association	Mt Lehman Rd	5,018
1	9500004707	Ridgedale Rod & Gun Club	35606 Harris Rd	311
6	9500004707	Ridgedale Rod & Gun Club	35606 Harris Rd	705
8	9500004707	Ridgedale Rod & Gun Club	35606 Harris Rd	5,035
8	8213060000	Ridgedale Rod & Gun Club	35655 Harris Rd	3,813
8	0002422050	Scouts Canada	SEC 6 TWP 20 NWD MER E	4,730
6	9324004207	Straiton Community Club	4698 Sumas Mountain Rd	586
8	9324004207	Straiton Community Club	4698 Sumas Mountain Rd	2,276
6	9500013970	Twisters Gymnastics	32470 Haida Dr	7,333
				241,096
CHARITABLE ORGANIZATIONS				
8	2101018706	A.N.A.F. Veterans in Canada Unit #315	30346 McNeil Ave	2,508
8	6223051402	Abbotsford Community Services	33914 Essendene Ave	7,209
1	6223057301	Abbotsford Community Services	2420 Montrose Ave	3,060
6	6223057301	Abbotsford Community Services	2420 Montrose Ave	24,115
8	6223057301	Abbotsford Community Services	2420 Montrose Ave	18,121
6	6223063811	Abbotsford Community Services	2539 Montvue Ave	10,957
1	6223074321	Abbotsford Community Services	33780 Laurel St	910
6	6223074321	Abbotsford Community Services	33780 Laurel St	9,644

PERMISSIVE TAX EXEMPTIONS

1	6151005806	Governing Council of the Salvation Army in Canada	34081 Gladys Ave	4,569
6	6151005806	Governing Council of the Salvation Army in Canada	34081 Gladys Ave	32,786
8	6151005806	Governing Council of the Salvation Army in Canada	34081 Gladys Ave	1,038
1	6170092910	Lynnhaven Society	33585 Braun Ave	12,453
1	6170092920	Lynnhaven Society	33580 Braun Ave	12,448
6	5163080810	Mennonite Central Committee BC	31872 South Fraser Way	39,365
6	6223044400	Mennonite Central Committee BC	33933 Gladys Ave	160,184
6	6170059606	Northview Community Church	2616 Ware St	5,971
8	9500016250	Ravine Park Salmon Enhancement Society	2395 Crescent Way	1,717
8	6223068811	Royal Canadian Legion No 015	2513 West Railway St	3,813
				350,868
COMMERCIAL REVITALIZATION				
6	9500014520	Highstreet Nominee Inc	A100 - 3122 Mt Lehman Rd	1,722,922
				1,722,922
DOWNTOWN ABBOTSFORD REVITALIZATION				
6	6223030110	Aldergrove Credit Union	1 - 2600 Gladys Ave	17,444
6	6223062810	Barber, Patrick	33780 Essendene Ave	4,907
6	6223030120	Meade, Kelly & Trevor	2 - 2600 Gladys Ave	1,917
6	6223030130	Island Boy Investments Inc	3 - 2600 Gladys Ave	5,973
6	6223030140	Island Boy Investments Inc	4 - 2600 Gladys Ave	4,621
6	6223030150	Island Boy Investments Inc	5 - 2600 Gladys Ave	4,154
6	6223030170	Meade, Kelly & Trevor	7 - 2600 Gladys Ave	1,964
6	6223030180	Island Boy Investments Inc	8 - 2600 Gladys Ave	5,837
6	6223030190	Island Boy Investments Inc	9 - 2600 Gladys Ave	4,512
6	6223030200	Island Boy Investments Inc	10 - 2600 Gladys Ave	4,098
6	6223030210	Island Boy Investments Inc	11 - 2600 Gladys Ave	3,356
				58,783
INDUSTRIAL REVITALIZATION				
6	4162082980	Abbotsford Growers Co-operative Union	31867 Marshall Pl	24,730
6	1059018130	Golden Valley Holdings Ltd.	3841 Vanderpol Court	35,250
6	9500005310	Trans-Canada Self Storage Properties Ltd.	2992 Pinegrove St	21,726
				81,706
LOCAL AUTHORITIES				
6	6101072111	BC Transit	1225 Riverside Rd	51,647
6	5167027710	Reach Cultural Centre Society	32388 Veterans Way	153,070
6	9700002430	Tourism Abbotsford (Tradex)	1190 Cornell St	65,864
6	5168059020	Women's Resource Society of the Fraser Valley	3096 Clearbrook Rd	-
				270,581
PRIVATE SCHOOL				
6	7180097230	Abbotsford Christian School Society	35011 Old Clayburn Rd	26,024
6	7183028270	Abbotsford Christian School Society	3939 Old Clayburn Rd	16,624
6	1051085901	Catholic Independent Schools of Vancouver Archdiocese	2747 Townline Rd	66,666
6	7188006510	Christian Outreach of Canada	3970 Gladwin Rd	36,848
6	8234040710	Dasmesh Punjabi Educational Association	5930 Riverside St	5,339
6	6223021021	Dogwood Independent School Society	33886 Pine St	3,320
6	7194047210	Mennonite Educational Institute Society	31638 Downes Rd	3,600
6	7195028400	Mennonite Educational Institute Society	31655 Downes Rd	58,287
				216,708
RELIGIOUS ORGANIZATIONS				
8	1053041030	Trustees of Mt Lehman Congregation of Jehovah's Witnesses	31165 Gardner Ave	4,636
8	6154037701	Abbotsford Baptist Church	33651 Busby Rd	2,293
8	6154003000	Life Spring Church Abbotsford	2393 West Railway St	3,515
8	9500003405	Abbotsford City Fellowship Society	2413 McCallum Rd	2,853
8	3154096510	Abbotsford Evangelical Free Church	33218 Marshall Rd	5,214
8	6223021011	Abbotsford Gospel Society	33868 Pine St	3,388
8	9323000103	Abbotsford Gospel Society	4390 Sumas Mountain Rd	2,963
8	9500003300	Abbotsford Korean Presbyterian Church	2597 Bourquin Cr E	5,434
8	9500002770	Abbotsford Pentecostal Assembly	3145 Gladwin Rd	27,767
8	1044021007	Aldergrove Fellowship Baptist Church	28163 Swensson Ave	5,392
8	9500000410	BC Conference of Mennonite Brethren Churches	3160 Ross Rd	2,802
8	9500001310	BC Conference of Mennonite Brethren Churches	32454 Huntingdon Rd	3,490
8	9500002607	BC Conference of Mennonite Brethren Churches	2285 Clearbrook Rd	10,844
8	9500002701	BC Conference of Mennonite Brethren Churches	2719 Clearbrook Rd	9,154
8	4162052207	BC Conference of Mennonite Brethren Churches	2311 Clearbrook Rd	3,176
8	4162052402	BC Conference of Mennonite Brethren Churches	31980 Oak Ave	2,624
8	4162052608	BC Conference of Mennonite Brethren Churches	31966 Oak Ave	2,624
8	4162066607	BC Conference of Mennonite Brethren Churches	2231 Clearbrook Rd	2,097
8	4162066610	BC Conference of Mennonite Brethren Churches	2228 Holly St	2,378

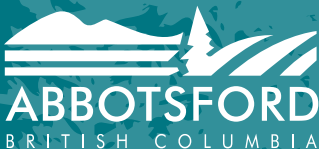
PERMISSIVE TAX EXEMPTIONS

8	4162067302	BC Conference of Mennonite Brethren Churches	2244 Holly St	2,378
8	7175063600	BC Conference of Mennonite Brethren Churches	3130 McMillan Rd	4,687
8	9032003604	BC Conference of Mennonite Brethren Churches	310 Arnold Rd	3,422
8	6153026308	BC Muslim Association	1980 Salton Rd	1,698
8	3155040220	Central Heights Church	1661 McCallum Rd	7,090
8	9500003508	Central Valley Baptist Church	33393 Old Yale Rd	1,537
8	1055034110	Christian & Missionary Alliance	3440 Mt Lehman Rd	14,877
8	5166040650	Christian & Missionary Alliance	2575 Gladwin Rd	13,145
8	9500000710	Church of God In Christ	29623 Downes Rd	4,781
8	1055048406	Church of Jesus Christ of Latter-Day Saints in Canada	30635 Blueridge Dr	18,172
8	6141000321	Church of the Nazarene	2390 McMillan Rd	3,881
8	9500004100	Community Baptist Bible Church FV	5525 Gladwin Rd	3,932
8	9500003004	Conference of Uni Menno Church of BC	32027 Peardonville Rd	3,048
8	4161068900	Conference of Mennonites in BC	2051 Windsor St	6,097
8	9133040611	Congregation of the Prairie Chapel	1929 Interprovincial Hwy	2,225
8	1072028001	Emissaries of Divine Light	4330 Bradner Rd	1,647
8	1055008680	Emmanuel Free Reformed Church	3366 Mt Lehman Rd	3,965
8	9500000106	Fountainhead Christian Society	29394 Huntingdon Rd	3,286
8	9500000908	Fraser Valley Buddhist Temple	28941 Haverman Rd	2,021
8	3148009204	Fraser Valley Hindu Cultural Society	31545 Walmsley Rd	2,675
8	9500009100	Gateway Community Christian Reformed Church	2884 Gladys Ave	5,333
8	6142039207	Grace Communities Corp	35190 Delair Rd	11,684
8	6144048901	Grace Evangelical Bible Church Society	2087 McMillan Rd	6,521
8	9500001408	Grace Tabernacle	721 Gladwin Rd	2,683
8	5163046830	Gurdwara Baba Banda Singh Bahadar Sikh Society	31631 South Fraser Way	28,489
8	9500022001	Immanuel Covenant Reformed Church	35063 Page Rd	3,745
8	1053052820	Immanuel Fellowship Baptist Church	2950 Blue Jay St	4,084
8	1055026410	Kalgidhar Darbar Sahib Society	3348 Siskin Dr	18,868
8	6171050601	Khalsa Diwan Society of Abbotsford	33117 Mill Lake Rd	1,766
8	6171050702	Khalsa Diwan Society of Abbotsford	33094 South Fraser Way	26,357
8	6171061001	Khalsa Diwan Society of Abbotsford	33089 South Fraser Way	10,682
8	7190043010	Maranatha Baptist Church	3580 Clearbrook Rd	5,995
8	9500004306	Matsqui Evangelical Lutheran Church	5781 Riverside St	1,520
8	7192056090	Mennonite Church of BC	3471 Clearbrook Rd	9,315
8	6232067605	New Apostolic Church Canada	2480 McMillan Rd	1,766
8	6142053611	New Life Christian Reformed Church	35270 Delair Rd	4,772
8	6154039104	New Life Pentecostal Church	33668 McDougall Ave	1,741
8	7191035510	Northview Community Church	32064 Downes Rd	1,613
8	5167065910	Olivet Church Abbotsford	2630 Langdon St	9,247
8	6144048401	Parish of St Matthew Abbotsford	2010 Guilford Dr	4,271
8	9500002210	Peace Evangelical Lutheran Church	2029 Ware St	3,303
8	7211072700	Pentecostal Assemblies of Canada	35131 Straiton Rd	3,431
8	3157024401	Roman Catholic Archbishop of Vancouver	33333 Mayfair Ave	16,456
8	7182099706	Second Christian Reformed Church of Abbotsford	34611 Old Clayburn Rd	4,984
8	6143033201	Seventh Day Adventist Church (BC Conference)	1921 Griffiths Rd	3,312
8	7186073200	Society of Bethel Reformed Church of Abbotsford	3260 Gladwin Rd	4,747
8	6032038611	Solid Rock Christian Fellowship World Outreach	34371 4th Ave	8,627
8	7189086100	Trinity Christian Reformed Church	3215 Trethewey St	6,530
8	7191075030	Trinity Lutheran Church	3845 Gladwin Rd	8,432
8	9500002905	Trust Congregation Abbotsford Gospel Hall	2464 Parkview St	2,182
8	9500001202	Trust Mt Lehman Congregation United Church	6256 Mt Lehman Rd	2,692
8	6150009101	Trustees of Abbotsford Centre Congregation of Jehovah's Witnesses	1672 Salton Rd	2,828
8	9500001007	Trustees of Bradner Congregation of the Presbyterian Church	5275 Bradner Rd	1,647
8	7186060010	Trustees of Gladwin Heights Pastoral Charge of United Church	3474 Gladwin Rd	3,473
8	6150015002	Trustees of Congregation of Canadian Reform Church	33947 King Rd	3,643
8	3150082800	Trustees of Congregation of King Rd Mennonite Brethren Church	32068 King Rd	4,543
8	9500001512	Trustees of Congregation of the Level Ground	31216 King Rd	4,721
8	6223011003	Trustees of Trinity Memorial Congregation of the United Church	33737 George Ferguson Way	2,819
8	6142034507	Zion Christian Reformed Church Abbotsford	35199 Delair Rd	4,687
				460,717
Total Permissive Exemptions				\$ 3,432,323

City of Abbotsford


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