



THE CORPORATION OF THE CITY OF VERNON

## **AUDIT COMMITTEE MEETING**

**FRIDAY, MAY 27, 2011**

**OKANAGAN LAKE ROOM - 10:00 am**

# **A G E N D A**

1. **ADOPTION OF AGENDA**

2. **ADOPTION OF MINUTES:**

a) May 13, 2010 (attached)

**BUSINESS ARISING FROM MINUTES:**

a)

3. **UNFINISHED BUSINESS:**

a)

4. **NEW BUSINESS:**

a) 2010 Audited Financial Statements & Auditors Report

5. **INFORMATION ITEMS:**

6. **Adjournment**



THE CORPORATION OF THE CITY OF VERNON

**MINUTES OF  
THE AUDIT COMMITTEE  
HELD  
THURSDAY, MAY 13, 2010**

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PRESENT: Councillor Spiers, Chair  
Councillor Gilroy  
Councillor O'Keefe  
Mayor Lippert

STAFF: Kevin Bertles, Manager, Finance  
Marg Bailey, Deputy CAO  
Leon Gous, Chief Administrative Officer  
Terry Martens, Accounting Supervisor  
Sherri Biluk, Committee Clerk

OTHERS: Chartered Accountants, BDO Dunwoody LLP  
Brian Cockburn and David Nardi

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**ORDER**

The Chair called the meeting to order at 1:03 pm.

**ADOPTION OF AGENDA**

Moved by Councillor Gilroy, seconded by Mayor Lippert:

THAT the agenda for the Audit Committee meeting for Thursday, May 13, 2010 be adopted.

**CARRIED.**

**ADOPTION OF MINUTES**

Moved by Mayor Lippert, seconded by Councillor Gilroy:

THAT the minutes for the Audit Committee meeting held Thursday, November 26, 2009 be adopted.

**CARRIED.**

**NEW BUSINESS:**

**2009 AUDITED  
FINANCIAL  
STATEMENTS &  
AUDITORS REPORT**

The Accounting Supervisor circulated the year ended 2009 Audited Financial Statements & Auditors Report.

Brian Cockburn reviewed the BDO Canada covering letter containing points that that came to their attention during the course of the audit (attached).

BDO Canada has issued a clean audit report with the final results showing the financial operations of the City ending in accordance with the Canadian generally accepted accounting

principles.

The Accounting Supervisor advised that the Financial Statements for 2009 have been redesigned as per the required changes from the Public Sector Accounting Board. It was noted that the net debt has been reduced from 2008 to 2009.

One of the major changes with the new accounting requirements is the amortization of the City's tangible capital assets to show amortization of the estimated useful life of the tangible capital asset.

The Audited Financial Statements will be presented to Council on at the Regular Council meeting scheduled for June 14<sup>th</sup>, 2010.

Questions were asked regarding different aspects of the report. An aged receivables report was requested by the Chair which would outline provisions for doubtful accounts.

The Hesperia Development Corp. and Captain Bailey Way Development Corp. will submit their own tax returns separate from the City's.

Moved by Councillor Gilroy, seconded by Mayor Lippert:

THAT the Audit Committee receives the 2009 Audited Financial Statements & Auditors Report from the Accounting Supervisor.

**CARRIED.**

## **ADJOURNMENT**

The meeting of the Audit Committee adjourned at 1:39 pm.

**CERTIFIED CORRECT:**

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Chair